



# QUARTERLY STATEMENT

AS OF JUNE 30, 2002  
OF THE CONDITION AND AFFAIRS OF THE

## LOYAL AMERICAN LIFE INSURANCE COMPANY

NAIC Group Code 0084 0084 NAIC Company Code 65722 Employer's ID Number 63-0343428  
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated 05/18/1955 Commenced Business 07/04/1955

Statutory Home Office 250 East Fifth Street, Cincinnati, OH 45202  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 250 East Fifth Street  
(Street and Number)  
Cincinnati, OH 45202 513-412-2200  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address P.O. Box 5418, Cincinnati, OH 45201-5418  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 250 East Fifth Street  
(Street and Number)  
Cincinnati, OH 45202 513-412-1168  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address \_\_\_\_\_

Statement Contact Wendy Leigh Wilson 513-412-1168  
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(Street and Number)  
Austin, TX 800-633-6752  
(City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

### OFFICERS

President Charles Richard Scheper Secretary Mark Francis Muething  
Treasurer Richard Lee Magoteaux Actuary Richard Sutton

### VICE PRESIDENTS

James Edward Moffett David Butler Rich Charles Louis Hardtke  
George Taylor Lyles Richard Lee Magoteaux William Richard Ealy  
Christopher Patrick Miliano William J. Maney II Edward Carlisle Dahmer, Jr.

### DIRECTORS OR TRUSTEES

Stephen Craig Lindner Charles Richard Scheper Mark Francis Muething  
David Butler Rich Christopher Patrick Miliano

State of Ohio }  
County of Hamilton } ss

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.

Charles Richard Scheper Richard Lee Magoteaux Mark Francis Muething  
President CFO & Treasurer Secretary

Subscribed and sworn to before me this \_\_\_\_\_ day of August, 2002

Erin Laramore  
June 18, 2007

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	215,957,460	108,173	215,849,287	226,511,083
2. Stocks:				
2.1 Preferred stocks .....	11,246,183	202,700	11,043,483	11,249,060
2.2 Common stocks .....	2,390,004	1,458,100	931,904	938,057
3. Mortgage loans on real estate:				
3.1 First liens .....	592,417		592,417	971,035
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....				
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....	164,535	164,535	0	
5. Policy loans .....	23,723,162		23,723,162	23,794,476
6. Premium notes, including \$ ..... for first year premiums .....				
7. Cash (\$ .....1,789,903 ) and short-term investments (\$ .....18,112,095 ) .....	19,901,998		19,901,998	8,839,219
8. Other invested assets .....				
9. Receivable for securities .....	1,395,675		1,395,675	
10. Aggregate write-ins for invested assets .....				
11. Subtotals, cash and invested assets (Lines 1 to 10) .....	275,371,434	1,933,508	273,437,926	272,302,930
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers .....	1,844,984		1,844,984	251,833
12.2 Commissions and expense allowances due .....				
12.3 Experience rating and other refunds due .....				
12.4 Other amounts receivable under reinsurance contracts .....	(19,154)		(19,154)	63,638
13. Electronic data processing equipment and software .....	68,647		68,647	113,143
14. Federal and foreign income tax recoverable and interest thereon (including \$ .....1,774,125 net deferred tax asset) .....	9,740,988	6,428,179	3,312,809	4,365,697
15. Guaranty funds receivable or on deposit .....				338,865
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ .....655,144 loading) .....	2,161,213	35,420	2,125,793	2,220,700
17. Accident and health premiums due and unpaid .....	403,891		403,891	444,665
18. Investment income due and accrued .....	3,180,364		3,180,364	3,371,675
19. Net adjustment in assets and liabilities due to foreign exchange rates .....				
20. Receivable from parent, subsidiaries and affiliates .....	1,385,032		1,385,032	842
21. Amounts receivable relating to uninsured accident and health plans .....				
22. Amounts due from agents .....				
23. Other assets nonadmitted .....	1,978,633	1,978,633	0	
24. Aggregate write-ins for other than invested assets .....	321,575	203,250	118,325	228,827
25. Total assets excluding Separate Accounts business (Lines 11 to 24) .....	296,437,607	10,578,990	285,858,617	283,702,815
26. From Separate Accounts Statement .....				
27. Total (Lines 25 and 26) .....	296,437,607	10,578,990	285,858,617	283,702,815
<b>DETAILS OF WRITE-INS</b>				
1001. Amounts due from custodian .....			0	0
1002. ....				
1003. ....				
1098. Summary of remaining write-ins for Line 10 from overflow page .....				
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above) .....				
2401. MISCELLANEOUS RECEIVABLES .....	321,575	203,250	118,325	228,827
2402. ....			0	0
2403. ....				
2498. Summary of remaining write-ins for Line 24 from overflow page .....				
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) .....	321,575	203,250	118,325	228,827

**STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$ .....151,273,247 less \$ .....included in Line 6.3 (including \$ .....94,011,735 Modco Reserve) .....	151,273,247	147,049,559
2. Aggregate reserve for accident and health contracts (including \$ ..... Modco Reserve) .....	30,414,296	30,653,733
3. Liability for deposit-type contracts (including \$ ..... Modco Reserve) .....	8,288,717	8,239,151
4. Contract claims:		
4.1 Life .....	2,077,789	2,023,129
4.2 Accident and health .....	4,102,072	3,201,971
5. Policyholders' dividends \$ .....1,573 and coupons \$ .....8,300 due and unpaid .....	9,873	9,873
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to ..... (including \$ ..... Modco Reserve) .....	213,774	213,774
6.2 Dividends not yet apportioned (including \$ ..... Modco Reserve) .....		
6.3 Coupons and similar benefits (including \$ ..... Modco Reserve) .....		
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ ..... discount; including \$ .....292,884 accident and health premiums .....	425,961	385,986
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....		
9.2 Provision for experience rating refunds, including \$ ..... accident and health experience rating refunds .....	5,466	(794)
9.3 Other amounts payable on reinsurance including \$ ..... assumed and \$ .....234,004 ceded .....	234,004	
9.4 Interest Maintenance Reserve .....	0	
10. Commissions to agents due or accrued—life and annuity contracts \$ .....636 accident and health \$ .....30,142 and deposit-type contract funds \$ .....	30,778	32,843
11. Commissions and expense allowances payable on reinsurance assumed .....		
12. General expenses due or accrued .....	6,409,327	7,893,172
13. Transfers to Separate Accounts due or accrued (net) (Including \$ ..... accrued for expense allowances recognized in reserves) .....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes .....	789,982	1,015,977
15. Federal and foreign income taxes, including \$ .....0 on realized capital gains (losses) (including \$ ..... net deferred tax liability) .....	1,850,793	2,903,681
16. Unearned investment income .....	545,793	668,293
17. Amounts withheld or retained by company as agent or trustee .....	295,176	276,553
18. Amounts held for agents' account, including \$ .....397,391 agents' credit balances .....	397,391	397,391
19. Remittances and items not allocated .....	841,744	371,297
20. Net adjustment in assets and liabilities due to foreign exchange rates .....		
21. Liability for benefits for employees and agents if not included above .....		
22. Borrowed money \$ ..... and interest thereon \$ .....		
23. Dividends to stockholders declared and unpaid .....		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve .....	1,666,602	2,434,284
24.2 Reinsurance in unauthorized companies .....		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers .....		
24.4 Payable to parent, subsidiaries and affiliates .....	356,437	610,992
24.5 Drafts outstanding .....		
24.6 Liability for amounts held under uninsured accident and health plans .....		
24.7 Funds held under coinsurance .....		
24.8 Payable for securities .....		
24.9 Capital notes \$ ..... and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....		
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25) .....	210,229,222	208,380,865
27. From Separate Accounts Statement .....		
28. Total Liabilities (Lines 26 and 27) .....	210,229,222	208,380,865
29. Common capital stock .....	5,640,000	5,640,000
30. Preferred capital stock .....		
31. Aggregate write-ins for other than special surplus funds .....		
32. Surplus notes .....		
33. Gross paid in and contributed surplus .....	22,002,119	22,002,119
34. Aggregate write-ins for special surplus funds .....		
35. Unassigned funds (surplus) .....	47,987,276	47,679,831
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 29 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 30 \$ ..... ) .....		
37. Surplus (total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including \$ ..... in Separate Accounts Statement) .....	69,989,395	69,681,950
38. Totals of Lines 29, 30 and 37 .....	75,629,395	75,321,950
39. Totals of Lines 28 and 38 .....	285,858,617	283,702,815
<b>DETAILS OF WRITE-INS</b>		
2501. ....		
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....		
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above) .....		
3401. ....		
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....		

**SUMMARY OF OPERATIONS**

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health policies and contracts	14,595,231	19,366,491	4,724,563
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income	8,517,540	9,900,795	19,593,509
4. Amortization of Interest Maintenance Reserve (IMR)	324,908	445,848	963,221
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded	1,107,238	105,792	250,965
7. Reserve adjustments on reinsurance ceded	(1,729,667)		
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2 Charges and fees for deposit-type contracts			
8.3 Aggregate write-ins for miscellaneous income	14,093	185	3,273
9. Totals (Lines 1 to 8.3)	22,829,343	29,819,111	25,535,531
10. Death benefits	811,175	4,526,964	8,822,165
11. Matured endowments (excluding guaranteed annual pure endowments)	4,088	255,498	322,778
12. Annuity benefits	249,369	106,046	200,845
13. Disability benefits and benefits under accident and health contracts	7,761,433	7,065,691	13,480,965
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	1,276,222	3,412,726	7,398,036
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds	76,346	229,986	556,021
18. Payments on supplementary contracts with life contingencies	78,607	98,048	186,711
19. Increase in aggregate reserves for life and accident and health contracts	3,977,155	(49,141)	(33,698,027)
20. Totals (Lines 10 to 19)	14,234,395	15,645,818	(2,730,506)
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only)	2,453,386	3,311,091	6,068,216
22. Commissions and expense allowances on reinsurance assumed	3,436	1,935	13,294
23. General insurance expenses	6,514,252	10,444,757	23,371,020
24. Insurance taxes, licenses and fees, excluding federal income taxes	894,168	1,025,428	1,607,012
25. Increase in loading on deferred and uncollected premiums	(272,124)	285,191	197,491
26. Net transfers to or (from) Separate Accounts			
27. Aggregate write-ins for deductions			
28. Totals (Lines 20 to 27)	23,827,513	30,714,220	28,526,527
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(998,170)	(895,109)	(2,990,996)
30. Dividends to policyholders	40,652	192,380	382,931
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(1,038,822)	(1,087,489)	(3,373,927)
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(1,384,188)		(3,124,000)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	345,366	(1,087,489)	(249,927)
34. Net realized capital gains or (losses) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)	300,214	(800,000)	(2,798,197)
35. Net income (Line 33 plus Line 34)	645,580	(1,887,489)	(3,048,124)
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year	75,321,950	73,507,657	73,507,657
37. Net income (Line 35)	645,580	(1,887,489)	(3,048,124)
38. Change in net unrealized capital gains (losses)	(175,582)	(304,074)	132,263
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax		0	(17,278)
41. Change in non-admitted assets and related items	178,128	(55,376)	1,477,588
42. Change in liability for reinsurance in unauthorized companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease			
44. Change in asset valuation reserve	767,682	83,496	186,439
45. Change in treasury stock			
46. Surplus (contributed to) withdrawn from Separate Accounts during period			
47. Other changes in surplus in Separate Accounts Statement			
48. Change in surplus notes			
49. Cumulative effect of changes in accounting principles		1,791,403	1,791,403
50. Capital changes:			
50.1 Paid in			
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			
51.1 Paid in			
51.2 Transferred to capital (Stock Dividend)			
51.3 Transferred from capital			
51.4 Change in surplus as a result of reinsurance	(1,108,363)		21,592,000
52. Dividends to stockholders			(20,000,000)
53. Aggregate write-ins for gains and losses in surplus		(307,649)	(299,998)
54. Net change in capital and surplus for the year (Lines 37 through 53)	307,445	(679,689)	1,814,293
55. Capital and surplus, as of statement date (Lines 36 + 54)	75,629,395	72,827,968	75,321,950
<b>DETAILS OF WRITE-INS</b>			
08.301. MISCELLANEOUS INCOME	14,093	185	3,273
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page			
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	14,093	185	3,273
2701.			
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page			
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)			
5301. PRIOR YEAR FIT ADJUSTMENT		(307,649)	0
5302. Other changes		0	(299,998)
5303. Adjustment for prior year taxes		0	0
5398. Summary of remaining write-ins for Line 53 from overflow page			
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)		(307,649)	(299,998)

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums and annuity considerations for life and accident and health contracts .....	18,986,206	5,180,885
2. Charges and fees for deposit-type contracts .....		
3. Considerations for supplementary contracts with life contingencies .....		
4. Net investment income .....	8,615,006	20,179,400
5. Commissions and expense allowances on reinsurance ceded .....	(83,409)	250,965
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts .....		
7. Aggregate write-ins for miscellaneous income .....	14,093	3,273
8. Total (Lines 1 to 7) .....	27,531,896	25,614,523
9. Death Benefits .....	5,600,067	9,786,304
10. Matured endowments .....	4,088	322,778
11. Annuity Benefits .....	61,485	200,845
12. Disability benefits and benefits under accident and health contracts .....	6,861,332	12,963,525
13. Coupons, guaranteed annual pure endowments and similar benefits .....		
14. Surrender benefits and withdrawals for life contracts .....	3,298,222	7,398,036
15. Group conversions .....		
16. Interest and adjustments on contract or deposit-type contract funds .....	75,279	556,021
17. Payments on supplementary contracts with life contingencies .....	78,607	186,711
18. Total (Lines 9 to 17) .....	15,979,080	31,414,220
19. Commissions on premiums, annuity considerations and deposit-type contract funds .....	2,455,451	6,056,506
20. Commissions and expense allowances on reinsurance assumed .....	3,436	13,294
21. General insurance expenses .....	7,480,146	17,462,521
22. Insurance taxes, licenses and fees, excluding federal income taxes .....	1,120,163	1,342,188
23. Net transfers to or (from) Separate Accounts .....		
24. Aggregate write-ins for deductions .....		
25. Total (Lines 18 to 24) .....	27,038,276	56,288,729
26. Dividends paid to policyholders .....	193,993	382,931
27. Federal income taxes (excluding tax on capital gains) .....	0	5,000,000
28. Total (Lines 25 to 27) .....	27,232,269	61,671,660
29. Net cash from operations (Line 8 minus Line 28) .....	299,627	(36,057,137)
<b>Cash from Investments</b>		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds .....	23,909,772	72,354,229
30.2 Stocks .....		
30.3 Mortgage loans .....	216,477	248,439
30.4 Real estate .....		
30.5 Other invested assets .....		
30.6 Net gains or (losses) on cash and short-term investments .....		
30.7 Miscellaneous proceeds .....	0	
30.8 Total investment proceeds (Lines 30.1 to 30.7) .....	24,126,249	72,602,668
31. Net tax on capital gains (losses) .....	0	(1,276,023)
32. Total (Line 30.8 minus Line 31) .....	24,126,249	73,878,691
33. Cost of investments acquired (long-term only):		
33.1 Bonds .....	13,443,155	51,869,234
33.2 Stocks .....		19,078
33.3 Mortgage loans .....		
33.4 Real estate .....		
33.5 Other invested assets .....		
33.6 Miscellaneous applications .....		
33.7 Total investments acquired (Lines 33.1 to 33.6) .....	13,443,155	51,888,312
34. Net increase (or decrease) in policy loans and premium notes .....	(71,314)	(205,470)
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34) .....	10,754,408	22,195,849
<b>Cash from Financing and Miscellaneous Sources</b>		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in .....		
36.2 Borrowed money \$ .....		
36.3 Capital notes \$ .....		
36.4 Deposits on deposit-type contract funds and other liabilities without life or disability contingencies .....		252,565
36.5 Other cash provided .....	533,565	32,314,841
36.6 Total (Lines 36.1 to 36.5) .....	533,565	32,567,406
37. Cash applied:		
37.1 Dividends to stockholders paid .....		20,000,000
37.2 Interest on indebtedness .....		
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies .....		908,088
37.4 Other applications (net) .....	524,821	3,058,275
37.5 Total (Lines 37.1 to 37.4) .....	524,821	23,966,363
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5) .....	8,744	8,601,043
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38) .....	11,062,779	(5,260,245)
40. Cash and short-term investments:		
40.1 Beginning of year .....	8,839,219	14,099,464
40.2 End of period (Line 39 plus Line 40.1) .....	19,901,998	8,839,219
<b>DETAILS OF WRITE-INS</b>		
0701. MISCELLANEOUS INCOME .....	14,093	3,273
0702. ASSETS RECEIVED ON RECAPTURE OF REINSURANCE .....		0
0703. ....		
0798. Summary of remaining write-ins for Line 7 from overflow page .....		
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above) .....	14,093	3,273
2401. ....		
2402. ....		
2403. ....		
2498. Summary of remaining write-ins for Line 24 from overflow page .....		
2499. TOTALS (Lines 2401 thru 2403 plus 2498) (Line 24 above) .....		

**EXHIBIT 1**

**DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial Life .....			
2. Ordinary Life Insurance .....	7,047,590	8,790,454	16,239,072
3. Ordinary Individual Annuities .....	1,789,684	76,750	118,041
4. Credit Life (Group & Individual) .....	31,458	13,712	34,817
5. Group Life Insurance .....	202,450	41,862	502,069
6. Group Annuities .....			
7. A & H - Group .....	149,556		350,368
8. A & H - Credit (Group & Individual) .....			
9. A & H - Other .....	10,196,768	11,383,173	20,984,114
10. Aggregate of All Other Lines of Business .....			
11. Subtotal .....	19,417,506	20,305,951	38,228,481
12. Deposit-Type Contracts .....			
13. Total	19,417,506	20,305,951	38,228,481
<b>DETAILS OF WRITE-INS</b>			
1001. ....			
1002. ....			
1003. ....			
1098. Summary of remaining write-ins for Line 10 from overflow page .....			
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above)			

**NOTES TO FINANCIAL STATEMENTS**

# GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the 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 the 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 [X] NA [ ]  
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. .... 12/31/2001
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/1997
- 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). .... 06/21/1999
- 7.4 By what department or departments?  
State of Ohio Department of Insurance.....
- 8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) ..... Yes [ ] No [X]
- 8.2 If yes, give full information:  
.....

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since the 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 .....	\$ .....	\$ .....
13.22 Preferred Stock .....	\$ .....	\$ .....
13.23 Common Stock .....	\$ .....0	\$ .....0
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).....	\$ .....	\$ .....
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 .....	\$ .....	\$ .....

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
The Bank of New York.....	1 Wall Street, New York, NY, 10286.....

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

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

15.3 Have there been any changes, including name changes in the custodian(s) identified in 15.1 during the current year? ..... Yes [ ] No [X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

15.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
Investment Advisor.....	American Money Management Corporation.....	1 East Fourth St., Cincinnati, OH, 45201.....

**GENERAL INTERROGATORIES (continued)**

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

**PART 2 - LIFE & HEALTH**

1.	1 Amount
Report the statement value of mortgage loans at the end of this reporting period for the following categories:	
1.1 Long-Term Mortgages In Good Standing	
1.11 Farm Mortgages .....	\$ .....
1.12 Residential Mortgages .....	\$ ..... 83,089
1.13 Commercial Mortgages .....	\$ ..... 509,328
1.14 Total Mortgages in Good Standing .....	<u>\$ ..... 592,417</u>
1.2 Long-Term Mortgages In Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing .....	\$ .....
1.3 Long-Term Mortgages Loans Upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages .....	\$ .....
1.32 Residential Mortgages .....	\$ .....
1.33 Commercial Mortgages .....	\$ .....
1.34 Total Mortgages with Interest Overdue more than Three Months.....	<u>\$ .....</u>
1.4 Long-Term Mortgages Loans in Process of Foreclosure	
1.41 Farm Mortgages .....	\$ .....
1.42 Residential Mortgages .....	\$ .....
1.43 Commercial Mortgages .....	\$ .....
1.44 Total Mortgages in Process of Foreclosure.....	<u>\$ .....</u>
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Col. 3, Lines 3.1 plus 3.2).....	\$ ..... 592,417
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages .....	\$ .....
1.62 Residential Mortgages .....	\$ .....
1.63 Commercial Mortgages .....	\$ .....
1.64 Total Mortgages Foreclosed and Transferred to Real Estate .....	<u>\$ .....</u>

**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 .....	164,535	164,535		164,535
2. Increase (decrease) by adjustment .....				
3. Cost of acquired .....				
4. Cost of additions to and permanent improvements .....				
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 .....	164,535	164,535		164,535
9. Total valuation allowance .....				
10. Subtotal (Lines 8 plus 9) .....	164,535	164,535		164,535
11. Total nonadmitted amounts .....	164,535	164,535		164,535
12. Statement value, current period (Page 2, real estate lines, current period)	0	0		

**SCHEDULE B - VERIFICATION**

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period .....	971,035	635,076		1,619,474
2. Amount loaned during period:				
2.1. Actual cost at time of acquisitions .....				
2.2. Additional investment made after acquisitions .....				
3. Accrual of discount and mortgage interest points and commitment fees .....				
4. Increase (decrease) by adjustment .....				(400,000)
5. Total profit (loss) on sale .....	134,402			
6. Amounts paid on account or in full during the period .....	470,361	42,659		248,439
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 .....	635,076	592,417		971,035
10. Total valuation allowance .....				
11. Subtotal (Lines 9 plus 10) .....	635,076	592,417		971,035
12. Total nonadmitted amounts .....				
13. Statement value of mortgages owned at end of current period	635,076	592,417		971,035

**SCHEDULE BA - VERIFICATION**

Other Invested Assets Included in Schedule BA

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

**NONE**

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

**SCHEDULE D - PART 1B**

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

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 .....	163,013,444	41,509,908	34,756,324	(2,146,001)	163,013,444	167,621,027		171,183,272
2. Class 2 .....	49,087,719		2,078,053	(29,709)	49,087,719	46,979,957		49,521,842
3. Class 3 .....	13,723,555	885,000		(1,967,872)	13,723,555	12,640,683		14,685,587
4. Class 4 .....	2,194,693			3,975,081	2,194,693	6,169,774		2,261,071
5. Class 5 .....	130,915		130,915		130,915	0		171,915
6. Class 6 .....	550,000				550,000	550,000		141,521
7. Total Bonds	228,700,326	42,394,908	36,965,292	(168,501)	228,700,326	233,961,441		237,965,208
<b>PREFERRED STOCK</b>								
8. Class 1 .....								
9. Class 2 .....	10,540,800				10,540,800	10,540,800		10,540,800
10. Class 3 .....								
11. Class 4 .....	706,823			(204,141)	706,823	502,682		708,260
12. Class 5 .....								
13. Class 6 .....								
14. Total Preferred Stock	11,247,623			(204,141)	11,247,623	11,043,482		11,249,060
15. Total Bonds and Preferred Stock	239,947,949	42,394,908	36,965,292	(372,642)	239,947,949	245,004,923		249,214,268

**SCHEDULE DA - PART 1****Short-Term Investments Owned End of Current Quarter**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999 Totals	18,112,095	XXX	18,112,095	16,667	

**SCHEDULE DA - PART 2- Verification****Short-Term Investments Owned**

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period .....	11,454,125	2,561,465		6,360,050
2. Cost of short-term investments acquired .....	6,539,470	36,925,345		63,614,482
3. Increase (decrease) by adjustment .....				
4. Increase (decrease) by foreign exchange adjustment .....				
5. Total profit (loss) on disposal of short-term investments .....				
6. Consideration received on disposal of short-term investments .....	15,432,130	21,374,715		58,520,407
7. Book/adjusted carrying value, current period .....	2,561,465	18,112,095		11,454,125
8. Total valuation allowance .....				
9. Subtotal (Lines 7 plus 8) .....	2,561,465	18,112,095		11,454,125
10. Total nonadmitted amounts .....				
11. Statement value (Lines 9 minus 10) .....	2,561,465	18,112,095		11,454,125
12. Income collected during period .....	28,425	16,667		221,846
13. Income earned during period .....	41,430	26,617		189,900

Schedule DB - Part F - Section 1

**NONE**

Schedule DB - Part F - Section 2

**NONE**

Schedule S

**NONE**

**SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS**

During Current Year to Date - Allocated by States and Territories

States, Etc.	1	Direct Business Only				
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations
		2 Life Insurance Premiums	3 Annuity Considerations			
Is Insurer Licensed? (Yes or No)						
1. Alabama	AL	Yes	806,236	790	1,821,867	
2. Alaska	AK	Yes	4,443		1,514	
3. Arizona	AZ	Yes	36,796		162,157	
4. Arkansas	AR	Yes	251,504	35,000	278,716	
5. California	CA	Yes	108,696	590,716	720,130	
6. Colorado	CO	Yes	19,166	111,140	46,476	
7. Connecticut	CT	Yes	5,496		7,276	
8. Delaware	DE	Yes	10,428		2,877	
9. District of Columbia	DC	Yes	14,712		6,744	
10. Florida	FL	Yes	781,274	5,616	473,538	
11. Georgia	GA	Yes	378,005	152,301	251,709	
12. Hawaii	HI	Yes	10,477		59,033	
13. Idaho	ID	Yes	3,416		26,661	
14. Illinois	IL	Yes	153,749		223,279	
15. Indiana	IN	Yes	279,111	39,685	239,066	
16. Iowa	IA	Yes	6,102		107,322	
17. Kansas	KS	Yes	64,323		215,569	
18. Kentucky	KY	Yes	34,911	250	85,276	
19. Louisiana	LA	Yes	482,384	2,214	272,780	
20. Maine	ME	Yes	69,376		167,469	
21. Maryland	MD	Yes	77,640		152,983	
22. Massachusetts	MA	Yes	80,814		27,080	
23. Michigan	MI	Yes	30,356	131,906	11,075	
24. Minnesota	MN	Yes	55,292	75,772	48,719	
25. Mississippi	MS	Yes	378,757		657,106	
26. Missouri	MO	Yes	208,513		264,970	
27. Montana	MT	Yes	2,887		5,372	
28. Nebraska	NE	Yes	16,750		43,469	
29. Nevada	NV	Yes	12,051		131,199	
30. New Hampshire	NH	Yes	16,822	15,000	2,733	
31. New Jersey	NJ	Yes	109,306		5,676	
32. New Mexico	NM	Yes	6,361		9,080	
33. New York	NY	No	23,566		2,422	
34. North Carolina	NC	Yes	584,302	1,080	314,520	
35. North Dakota	ND	Yes	2,847		4,811	
36. Ohio	OH	Yes	108,803	551,771	150,611	
37. Oklahoma	OK	Yes	66,311		135,365	
38. Oregon	OR	Yes	5,016		8,703	
39. Pennsylvania	PA	Yes	37,372	300	17,625	
40. Rhode Island	RI	Yes	26,435		15,861	
41. South Carolina	SC	Yes	376,407	595	425,276	
42. South Dakota	SD	Yes	7,962		27,784	
43. Tennessee	TN	Yes	679,894	610	1,496,589	
44. Texas	TX	Yes	138,674	76	492,147	
45. Utah	UT	Yes	6,352		27,185	
46. Vermont	VT	Yes	129,285		35,762	
47. Virginia	VA	Yes	238,558	219	184,271	
48. Washington	WA	Yes	14,883		40,711	
49. West Virginia	WV	Yes	147,950	10	465,767	
50. Wisconsin	WI	Yes	8,999	73,138	13,430	
51. Wyoming	WY	Yes	2,003		30,270	
52. American Samoa	AS	No	0			
53. Guam	GU	No	1,248		60	
54. Puerto Rico	PR	No	24,459	248	2,921	
55. US Virgin Islands	VI	Yes	31,689	1,297	521	
56. Canada	CN	No	78		53	
57. Aggregate Other Alien	OT	XXX	275,657	136,816	16,298	
58. Subtotal	(a) 51		7,454,907	1,926,549	10,437,882	
90. Reporting entity contributions for employee benefit plans	XXX					
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX		18,351	0		
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					
93. Premium or annuity considerations waived under disability or other contract provisions	XXX		86,057	0	(5,175)	
94. Aggregate of other amounts not allocable by State	XXX					
95. Totals (Direct Business)	XXX		7,559,314	1,926,549	10,432,707	
96. Plus Reinsurance Assumed	XXX		43,266	0	5,332	
97. Totals (All Business)	XXX		7,602,581	1,926,549	10,438,039	
98. Less Reinsurance Ceded	XXX		907,708		73,254	
99. Totals (All Business) less Reinsurance Ceded	XXX		6,694,873	1,926,549	10,364,785	
<b>DETAILS OF WRITE-INS</b>						
5701. Alien(01)	XXX		275,657	136,816	16,298	
5702.	XXX					
5703.	XXX					
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX					
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)	XXX		275,657	136,816	16,298	
9401.	XXX					
9402.	XXX					
9403.	XXX					
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX					
9499. Totals (Lines 9401 thru 9403 plus 9498)(Line 94 above)	XXX					

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

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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

Statement as of June 30, 2002 of the Loyal American Life Insurance Company

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

	<u>FEIN Number</u>	<u>NAIC Co. Code</u>	<u>Domiciliary State</u>
AMERICAN FINANCIAL GROUP, INC.	31-1544320		
AFC HOLDING COMPANY	31-1422526		
AMERICAN FINANCIAL CORPORATION	31-0624874		
Dixie Terminal Corporation	31-0823725		
One East Fourth, Inc.	31-0686194		
American Premier Underwriters, Inc.	23-6000765		
GAI (Bermuda) Ltd. (Bermuda)			
GAI Insurance Company, Ltd. (Bermuda)*			
Pennsylvania Company	51-6001624		
Atlanta Casualty Company*	58-1132392	21792	OH
American Premier Insurance Company*	31-1287689	37001	IN
Atlanta Casualty Group, Inc.	58-1293110		
Atlanta Reserve Insurance Company*	31-1627506	10968	OH
Atlanta Specialty Insurance Company*	42-1019055	31925	OH
Penn Central U.K. Limited (United Kingdom)			
Insurance (GB) Limited (United Kingdom)*			
Infinity Insurance Company*	31-0943862	22268	IN
Infinity National Insurance Company*	31-1358834	10068	IN
Infinity Select Insurance Company*	31-1333017	20260	IN
Leader Insurance Company*	34-0927698	11738	OH
Leader Preferred Insurance Company*	34-1785809	10195	OH
Leader Specialty Insurance Company*	34-1767787	10061	IN
TICO Insurance Company*	75-1227771	39497	OH
Republic Indemnity Company of America*	95-2801326	22179	CA
Republic Indemnity Company of California*	31-1054123	43753	CA
Windsor Insurance Company*	58-1806189	12599	IN
American Deposit Insurance Company*	73-0772113	16802	OK
Coventry Insurance Company*	31-1277903	35211	OH
El Aguila Compañía de Seguros, S.A. de C.V. (Mexico)*			
Moore Group Inc.	58-1080659		
Regal Insurance Company*	58-1806192	38873	IN
Premier Lease & Loan Services Insurance Agency, Inc.	91-1242743		
Great American Insurance Company*	31-0501234	16691	OH
American Empire Surplus Lines Insurance Company*	31-0912199	35351	DE
American Empire Insurance Company*	31-0973761	37990	OH
Fidelity Excess and Surplus Insurance Company*	22-2824607	12203	OH
Brothers Property Corporation	59-2840291		
FCIA Management Company, Inc.	13-3628555		
GAI Warranty Company	31-1753938		
Great American Alliance Insurance Company*	95-1542353	26832	OH
Great American Assurance Company*	15-6020948	26344	OH
Great American Contemporary Insurance Company*	36-4079497	10646	OH

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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

Great American Custom Insurance Services, Inc.	31-1070712		
Great American E & S Insurance Company*	31-0954439	37532	DE
Great American Fidelity Insurance Company*	31-1036473	41858	DE
Great American Insurance Company of New York*	13-5539046	22136	NY
Great American Lloyd's Insurance Company* @	31-0974853	38024	TX
Great American Protection Insurance Company*	31-1288778	38580	IN
Great American Security Insurance Company*	31-1209419	31135	OH
Great American Spirit Insurance Company*	31-1237970	33723	IN
Great Texas County Mutual Insurance Company* @	43-6030348	13820	TX
Mid-Continent Casualty Company*	73-0556513	23418	OK
Mid-Continent Insurance Company*	73-1406844	15380	OK
Oklahoma Surety Company*	73-0773259	23426	OK
National Interstate Corporation	34-1607394		
Hudson Indemnity, Ltd. (Cayman Islands)*			
National Interstate Insurance Company*	34-1607395	32620	OH
National Interstate Insurance Company of Hawaii, Inc.*	99-0345306	11051	HI
PLLS Canada Insurance Brokers Inc. (Canada)			
Pointe Apartments, Inc.	41-1752820		
Transport Insurance Company*	75-0784127	33014	OH
Worldwide Insurance Company*	39-1341441	26050	OH
Worldwide Direct Auto Insurance Company*	61-6027355	20133	OH
Worldwide Casualty Insurance Company*	61-0983091	39896	OH
<b>Great American Financial Resources, Inc.</b>	06-1356481		
AAG Holding Company, Inc.	31-1475936		
Great American Life Insurance Company*	13-1935920	63312	OH
American Retirement Life Insurance Company*	59-2760189	88366	OH
Annuity Investors Life Insurance Company*	31-1021738	93661	OH
Consolidated Financial Corporation	36-3383108		
Great American Life Assurance Company*	95-2496321	62200	OH
Great American Life Insurance Company of New York*	13-1996152	67288	NY
Loyal American Life Insurance Company*	63-0343428	65722	OH
Manhattan National Life Insurance Company*	45-0252531	67083	IL
United Teacher Associates, Ltd.	74-2180806		
United Teacher Associates Insurance Company*	58-0869673	63479	TX
Great American Life Assurance Company of Puerto Rico*	66-0258488	73814	PR

\*Denotes Insurer

@ Denotes company which is affiliated but not owned

## 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 supplemental 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.....
  
- 2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement? .....No.....

**Explanations:**

Not required

**Bar Codes:**

Trusteed Surplus Statement (Document Identifier 490) here:



**OVERFLOW PAGE FOR WRITE-INS**

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

**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						
<b>NONE</b>								
9999999 - Totals								

**SCHEDULE A - PART 3**

Showing all Real Estate SOLD during the Current 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													
<b>NONE</b>															
9999999 Totals															

EO1

STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

**SCHEDULE B - PART 1**

Showing all Mortgage Loans ACQUIRED during the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Book Value/Recorded Investment Excluding Accrued Interest	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Value of Land and Buildings	11 Date of Last Appraisal or Valuation
	2 City	3 State								
<b>NONE</b>										
9999999 Totals										XXX

**SCHEDULE B - PART 2**

Showing all Mortgage Loans SOLD, transferred or paid in full during the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Book Value/Recorded Investment Excluding Accrued Interest Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book Value/Recorded Investment Excluding Accrued Interest at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2 City	3 State										
318		NC			5,894			4,531	4,531		0	0
354		NC			8,520			7,017	7,017		0	0
0199999 - Mortgages closed by repayment					14,414			11,548	11,548		0	0
9999999 Totals					14,414			11,548	11,548		0	0

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

**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							
<b>NONE</b>									
9999999 Totals									

**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										
<b>NONE</b>												
9999999 Totals												

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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)
912827-5G-3	UNITED STATES TREASURY NOTE 5.50% DUE 5-15-2009	04/17/2002	ISI GROUP INC.		2,160,703	2,100,000	49,135	1
0399999 - Total	Bonds - U.S. Government				2,160,703	2,100,000	49,135	XXX
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	04/15/2002	CAPITALIZED INTEREST		5,948	5,803	0	1PE
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	05/15/2002	CAPITALIZED INTEREST		5,983	5,837	0	1PE
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	06/15/2002	CAPITALIZED INTEREST		6,018	5,871	0	1PE
313580-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	04/15/2002	CAPITALIZED INTEREST		23,439	22,511	0	1PE
313580-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	05/25/2002	CAPITALIZED INTEREST		23,548	22,642	0	1PE
313580-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	06/19/2002	CAPITALIZED INTEREST		23,713	22,774	0	1PE
3199999 - Total	Bonds - Special Revenue				88,649	85,438	0	XXX
073914-FP-3	BEAR STEARNS MORTGAGE SECURITIES INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-4 CLASS B-1 7.375% DUE 4-25-2024	04/01/2002	PAYDOWN ADJUSTMENT		125,107	125,107	0	1PE
22540V-2T-8	CREDIT SUISSE FIRST BOSTON MORTGAGE-BACKED PASS-THROUGH CERTIFICATE SERIES 2002-18 CLASS I-A-3 6.32% DUE TBA	05/08/2002	CS FIRST BOSTON CORP.		1,000,000	1,000,000	5,267	1PE
32051D-MF-6	FIRST HORIZON MORTGAGE PASS-THROUGH TRUST 2002-3 MORTGAGE PASS-THROUGH CERTIFICATE SERIES 2002-3 CLASS 11-A-2 6.00% DUE TBA	05/15/2002	BANC OF AMERICA SEC LLC NATIONSBANC		962,813	1,000,000	4,833	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	04/25/2002	CAPITALIZED INTEREST		58,245	57,384	0	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	05/25/2002	CAPITALIZED INTEREST		59,923	59,037	0	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	06/25/2002	CAPITALIZED INTEREST		59,505	58,698	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	04/25/2002	CAPITALIZED INTEREST		23,095	22,587	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	05/25/2002	CAPITALIZED INTEREST		23,261	23,002	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	06/25/2002	CAPITALIZED INTEREST		23,262	23,117	0	1PE
902118-AX-6	TYCO INTERNATIONAL GROUP S.A. NOTE 6.375% DUE 2-15-2006	05/02/2002	GOLDMAN SACHS & CO.		885,000	1,000,000	14,521	3Z
4599999 - Total	Bonds - Industrial, Misc.				3,220,211	3,368,932	24,621	XXX
6099997 - Total	Bonds - Part 3				5,469,563	5,554,370	73,756	XXX
6099998 - Total	Bonds - Part 5				0	0	0	XXX
6099999 - Total	Bonds				5,469,563	5,554,370	73,756	XXX
6599997 - Total	Preferred Stocks - Part 3				0	XXX	0	XXX
6599998 - Total	Preferred Stocks - Part 5				0	XXX	0	XXX
6599999 - Total	Preferred Stocks				0	XXX	0	XXX
7099997 - Total	Common Stocks - Part 3				0	XXX	0	XXX
7099998 - Total	Common Stock - Part 5				0	XXX	0	XXX
7099999 - Total	Common Stocks				0	XXX	0	XXX
7199999 - Total	Preferred and Common Stocks				0	XXX	0	XXX
7299999 - Totals					5,469,563	XXX	73,756	XXX

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

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
362046-YS-7	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS-THROUGH CERTIFICATE POOL #18721 8.00% DUE 8-15-2007	06/17/2002	PAYDOWNS		423	423	420	423	.0	.0	.0	.0	.0	.15		1
36214A-RS-4	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS-THROUGH CERTIFICATE POOL #100497 11.00% DUE 7-15-2013	06/17/2002	PAYDOWNS		15	15	15	15	.0	.0	.0	.0	.0	.0		1
362166-WY-2	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS-THROUGH CERTIFICATE POOL #185263 9.50% DUE 8-15-2017	06/17/2002	PAYDOWNS		108	108	107	108	.0	.0	.0	.0	.0	.4		1
36218R-GB-2	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS-THROUGH CERTIFICATE POOL #229794 9.50% DUE 7-15-2017	06/17/2002	PAYDOWNS		562	562	564	562	.0	.0	.0	.0	.0	.26		1
36218V-G4-9	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS-THROUGH CERTIFICATE POOL #233419 9.50% DUE 9-15-2017	06/17/2002	PAYDOWNS		48	48	48	48	.0	.0	.0	.0	.0	.3		1
83162C-GJ-6	SBA - U.S. GOVERNMENT GUARANTEED DEVELOPMENT COMPANY PARTICIPATION CERTIFICATE SERIES 1995-20 K 6.65% DUE 11-01-2015	05/07/2002	PAYDOWN		232,422	232,422	231,950	232,422	.0	.0	.0	.0	.0	7,728		1PE
831641-CA-1	U.S. SMALL BUSINESS ADMINISTRATION GUARANTEED PARTICIPATION CERTIFICATE, SERIES SBIC 1996-10 B 7.71% DUE 6-01-2006	06/10/2002	PAYDOWN		4,882	4,882	4,882	4,882	.0	.0	.0	.0	.0	219		1PE
0399999 - Bonds - U.S. Governments					238,460	238,460	237,986	238,460	0	0	0	0	0	7,995	XXX	XXX
04780E-AA-5	ATLANTA GEORGIA DOWNTOWN DEVELOPMENT AUTHORITY LEASE REVENUE BOND TAXABLE ATLANTA FEDERAL PROJECT 6.25% DUE 2-10-2009	04/01/2002	SINKING FUND PAYMENT		200,000	200,000	200,000	200,000	.0	.0	.0	.0	.0	6,250		1
312910-MJ-8	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1295 CLASS JB 4.50% DUE 3-15-2007	06/17/2002	PAYDOWNS		36,807	36,807	29,580	36,807	.0	.0	.0	.0	.0	685		1PE
31292H-NB-6	FEDERAL HOME LOAN MORTGAGE CORPORATION PARTICIPATION CERTIFICATE POOL #C01286 6.00% DUE 1-01-2032	06/17/2002	PAYDOWNS		23,654	23,654	23,357	23,654	.0	.0	.0	.0	.0	367		1
31298Y-AX-9	FEDERAL HOME LOAN MORTGAGE CORPORATION PARTICIPATION CERTIFICATE POOL #C60022 6.00% DUE 11-01-2031	06/17/2002	PAYDOWNS		27,456	27,456	27,893	27,456	.0	.0	.0	.0	.0	674		1
3133TM-SJ-6	FREDDIE MAC STRUCTURED PASS-THROUGH CERTIFICATES, SERIES T-022 CLASS A-4 7.12% DUE 10-25-2027	04/30/2002	LEHMAN BROTHERS INC.		2,091,563	2,000,000	2,000,000	2,000,000	.0	.0	.0	.91,563	91,563	60,124		1PE
31340A-W2-3	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #140665 8.25% DUE 6-01-2009	06/17/2002	PAYDOWNS		1,263	1,263	1,252	1,263	.0	.0	.0	.0	.0	42		1
31340A-2C-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #140771 8.25% DUE 1-01-2009	06/17/2002	PAYDOWNS		1,046	1,046	1,043	1,046	.0	.0	.0	.0	.0	36		1
31340L-DW-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #180117 8.00% DUE 3-01-2009	06/17/2002	PAYDOWNS		382	382	372	382	.0	.0	.0	.0	.0	13		1

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
31340N-DU-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #181915 7.00% DUE 6-01-2007	05/15/2002	PAYDOWNS		60	60	53	60	0	0	0	0	0	1		1
31340P-R8-3	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #183211 8.50% DUE 12-01-2007	06/17/2002	PAYDOWNS		2,147	2,147	2,146	2,147	0	0	0	0	0	76		1
31340P-XC-7	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #183375 9.00% DUE 1-01-2004	06/17/2002	PAYDOWNS		1,780	1,780	1,776	1,780	0	0	0	0	0	63		1
31340S-XS-6	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #186089 8.50% DUE 1-01-2008	04/15/2002	PAYDOWN		978	978	960	978	0	0	0	0	0	28		1
31340V-6C-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #188971 8.25% DUE 5-01-2007	06/17/2002	PAYDOWNS		496	496	462	496	0	0	0	0	0	18		1
31340Y-DB-2	FEDERAL HOME LOAN MORTGAGE CORPORATION GUARANTEED MORTGAGE CERTIFICATE SERIES A-1979 9.3875% DUE 3-15-2009	06/17/2002	PAYDOWNS		1,755	1,755	1,739	1,755	0	0	0	0	0	66		1PE
313400-AV-5	FEDERAL HOME LOAN MORTGAGE CORPORATION GUARANTEED MORTGAGE CERTIFICATE SERIES A-1979 9.3875% DUE 3-15-2009	04/01/2002	ADJUSTMENT		2,600	2,600	2,592	2,594	0	0	0	6	6	128		1
313400-AV-5	FEDERAL HOME LOAN MORTGAGE CORPORATION GUARANTEED MORTGAGE CERTIFICATE SERIES A-1979 9.3875% DUE 3-15-2009	04/01/2002	SINKING FUND PAYMENT		2,164	2,164	2,157	2,164	0	0	0	0	0	107		1
313401-GW-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #160092 10.00% DUE 10-01-2009	06/17/2002	PAYDOWNS		1,719	1,719	1,719	1,719	0	0	0	0	0	67		1
313401-HX-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #170013 8.00% DUE 3-01-2007	06/17/2002	PAYDOWNS		716	716	629	716	0	0	0	0	0	25		1
31341A-FY-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #250183 9.25% DUE 8-01-2004	06/17/2002	PAYDOWNS		1,544	1,544	1,544	1,544	0	0	0	0	0	59		1
31341A-QC-7	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #250451 8.75% DUE 5-01-2004	06/17/2002	PAYDOWNS		1,475	1,475	1,419	1,475	0	0	0	0	0	51		1
31341B-5X-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #251762 7.50% DUE 11-01-2008	06/17/2002	PAYDOWNS		1,075	1,075	987	1,075	0	0	0	0	0	32		1

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
31341E-4P-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #254430 9.25% DUE 2-01-2010	06/17/2002	PAYDOWNS		1,222	1,222	1,191	1,222	.0	.0	.0	.0	.0	.47		1
31341H-PZ-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #256740 9.00% DUE 9-01-2006	06/17/2002	PAYDOWNS		2,534	2,534	2,470	2,534	.0	.0	.0	.0	.0	.82		1
31343A-GV-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #270212 9.50% DUE 3-01-2016	06/17/2002	PAYDOWNS		27	27	27	27	.0	.0	.0	.0	.0	.0		1
31343A-HN-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #270237 8.50% DUE 5-01-2008	06/17/2002	PAYDOWNS		2,313	2,313	2,274	2,313	.0	.0	.0	.0	.0	.82		1
31344U-QS-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #285465 8.00% DUE 9-01-2003	06/17/2002	PAYDOWNS		298	298	297	298	.0	.0	.0	.0	.0	.10		1
31358E-D8-2	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1990-93 CLASS G 5.50% DUE 8-25-2020	06/25/2002	PAYDOWNS		36,980	36,980	32,125	36,980	.0	.0	.0	.0	.0	.846		1PE
31358E-3Z-3	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1990-111 CLASS Z 8.75% DUE 9-25-2020	06/25/2002	PAYDOWNS		17,456	17,456	17,727	17,456	.0	.0	.0	.0	.0	.655		1PE
31358G-5J-2	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-65 CLASS Z 6.50% DUE 6-25-2021	06/25/2002	PAYDOWNS		272,567	272,567	262,932	272,567	1,595	.0	.0	.0	.0	7,084		1PE
31358H-HV-0	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-85 CLASS Z 8.00% DUE 6-25-2021	06/25/2002	PAYDOWNS		71,916	71,916	67,054	71,916	.0	.0	.0	.0	.0	2,324		1PE
31358H-JM-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-76 CLASS Z 9.00% DUE 7-25-2021	06/25/2002	PAYDOWNS		40,953	40,953	41,089	40,953	.0	.0	.0	.0	.0	1,456		1PE
31358K-DY-1	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-636 CLASS ZB 7.00% DUE 11-25-2021	06/25/2002	PAYDOWNS		77,146	77,146	75,516	77,146	.0	.0	.0	.0	.0	2,253		1PE
31358N-ZD-7	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-79 CLASS Z 9.00% DUE 6-25-2022	06/25/2002	PAYDOWNS		175,904	175,904	185,574	175,904	(9,553)	.0	.0	.0	.0	6,452		1PE
31360A-YU-4	FEDERAL NATIONAL MORTGAGE ASSOCIATION PASS-THROUGH POOL #0000723 10.00% DUE 3-01-2011	06/25/2002	PAYDOWNS		1,469	1,469	1,464	1,469	.0	.0	.0	.0	.0	.57		1
31360Z-AZ-7	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1988-2 CLASS 2-Z 10.10% DUE 2-25-2018	06/25/2002	PAYDOWNS		6,399	6,399	6,286	6,399	.0	.0	.0	.0	.0	.304		1PE
31364H-AQ-0	FEDERAL NATIONAL MORTGAGE ASSOCIATION STRIPPED MORTGAGE BACKED SECURITIES SERIES H CLASS H-1 6.50% DUE 5-01-2009	06/25/2002	PAYDOWNS		1,915	1,915	1,822	1,915	.0	.0	.0	.0	.0	.51		1PE

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
54474C-AZ-0	LOS ANGELES COUNTY TAXABLE PENSION OBLIGATION BOND SERIES 1994A CURRENT INTEREST BOND 8.30% DUE 6-30-2002	06/30/2002	REDEEMED		1,000,000	1,000,000	1,076,090	1,000,000	(7,284)	0	0	0	0	41,500		1PE
3199999	Bonds - Special Revenues				4,109,779	4,018,216	4,075,618	4,018,210	(15,242)	0	0	91,569	91,569	132,115	XXX	XXX
073914-FP-3	BEAR STEARNS MORTGAGE SECURITIES INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-4 CLASS B-1 7.375% DUE 4-25-2024	06/25/2002	PAYDOWNS		44,982	44,982	43,528	44,982	0	0	0	0	0	1,207		1PE
09774X-AU-6	BOMBARDIER CAPITAL MORTGAGE SECURITIZATION CORPORATION SENIOR PASS-THROUGH CERTIFICATE SERIES 1999-A A3 5.98% DUE 1-15-2018	06/17/2002	PAYDOWNS		85,988	85,988	79,377	85,988	0	0	0	0	0	2,143		1PE
125714-BY-0	CMC SECURITIES CORPORATION II REMIC MULTI-CLASS PASS-THROUGH CERTIFICATE, SERIES 1993-2E CLASS 2E-30H 7.00% DUE 10-25-2023	06/25/2002	PAYDOWNS		69,843	69,843	70,675	69,843	0	0	0	0	0	2,030		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	04/10/2002	SINKING FUND PAYMENT		4,207	4,207	4,207	4,207	0	0	0	0	0	100		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	05/10/2002	SINKING FUND PAYMENT		4,234	4,234	4,234	4,234	0	0	0	0	0	128		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	06/10/2002	SINKING FUND PAYMENT		4,262	4,262	4,262	4,262	0	0	0	0	0	156		1PE
126690-EG-6	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-B CLASS B-2 6.75% DUE 11-25-2023	06/26/2002	PAYDOWNS		68,585	68,585	68,712	68,585	0	0	0	0	0	2,027		2PE
126690-FK-7	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-5 CLASS B-1 7.125% DUE 11-25-2023	06/26/2002	PAYDOWNS		78,397	78,397	78,256	78,397	0	0	0	0	0	2,096		1PE
126690-FP-6	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-7 CLASS B-2 7.00% DUE 11-25-2023	06/26/2002	PAYDOWNS		180,617	180,617	179,075	180,617	0	0	0	0	0	4,118		1PE
126690-HN-9	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-8 CLASS M 7.00% DUE 12-25-2023	06/25/2002	PAYDOWNS		84,472	84,472	85,431	84,472	0	0	0	0	0	2,361		1PE
126690-NT-9	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-E CLASS B-1 6.50% DUE 1-25-2024	06/25/2002	PAYDOWNS		121,962	121,962	118,056	121,962	0	0	0	0	0	3,178		1PE
126690-TV-8	CWMB, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1994-7 CLASS A-6 6.50% DUE 4-25-2024	06/25/2002	PAYDOWNS		176,918	176,918	173,131	176,918	0	0	0	0	0	4,291		1PE
161626-H*-0	CHASE MORTGAGE FINANCE CORPORATION SUBORDINATED MORTGAGE PASS-THROUGH SERIES 1993-2 CLASS B-3 6.948% DUE 8-28-2024	06/07/2002	PAYDOWNS		138,119	138,119	135,824	138,119	0	0	0	0	0	2,900		1PE
161626-UH-7	CHASE MORTGAGE FINANCE CORPORATION MULTI-CLASS MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993I CLASS IIM 7.25% DUE 7-25-2024	06/26/2002	PAYDOWNS		141,198	141,198	144,158	141,198	0	0	0	0	0	3,861		1
166782-AB-8	CHEVY CHASE HOME LOAN TRUST 1997-1 HOME LOAN ASSET-BACKED CERTIFICATE, SERIES 1997-1 6.55% DUE 5-20-2018	06/20/2002	PAYDOWNS		23,901	23,901	23,893	23,901	0	0	0	0	0	658		1PE
172921-AA-6	CITICORP MORTGAGE SECURITIES, INC. REMIC PASS-THROUGH CERTIFICATE SERIES 1987-1 CLASS A-1 9.00% DUE 4-25-2017	06/25/2002	PAYDOWNS		9,468	9,468	9,331	9,468	0	0	0	0	0	188		2

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
23322B-GB-8	DLJ COMMERCIAL MORTGAGE TRUST COMMERCIAL MORTGAGE PASS-THROUGH CERTIFICATE SERIES 1999-CG3 CLASS A-1B 7.34% DUE 9-10-2009	06/13/2002	CS FIRST BOSTON CORP.		2,207,500	2,000,000	1,985,625	1,988,484	530	0	0	219,016	219,016	80,332		1
36157L-RJ-9	GE CAPITAL MORTGAGE SERVICES, INC. REMIC MULTI-CLASS PASS-THROUGH CERTIFICATE, SERIES 1993-10 CLASS B-1 6.50% DUE 9-25-2023	06/25/2002	PAYDOWNS		107,294	107,294	106,164	107,294	0	0	0	0	0	2,833		1PE
368771-AA-9	GENERAL AMERICAN RAILCAR CORPORATION 1997-1 PASS THROUGH TRUST PASS THROUGH CERTIFICATE, SERIES 1997-1 6.69% DUE 9-20-2019	04/20/2002	SINKING FUND PAYMENT		4,245	4,245	4,245	4,245	0	0	0	0	0	95		1PE
368771-AA-9	GENERAL AMERICAN RAILCAR CORPORATION 1997-1 PASS THROUGH TRUST PASS THROUGH CERTIFICATE, SERIES 1997-1 6.69% DUE 9-20-2019	05/20/2002	SINKING FUND PAYMENT		4,268	4,268	4,268	4,268	0	0	0	0	0	119		1PE
368771-AA-9	GENERAL AMERICAN RAILCAR CORPORATION 1997-1 PASS THROUGH TRUST PASS THROUGH CERTIFICATE, SERIES 1997-1 6.69% DUE 9-20-2019	06/20/2002	SINKING FUND PAYMENT		4,292	4,292	4,292	4,292	0	0	0	0	0	144		1PE
41163G-AC-5	HARCOURT GENERAL, INC. SENIOR NOTE 8.25% DUE 6-01-2002	06/01/2002	REDEEMED		2,000,000	2,000,000	2,103,620	2,000,000	(8,576)	0	0	0	0	82,500		2PE
56468-AA-5	MANUFACTURED HOUSING RESIDUAL INTEREST TRUST, 1991-1 RESIDUAL INTEREST PASS-THROUGH CERTIFICATE 9.25% DUE 3-18-2009	06/24/2002	PAYDOWNS		3,008	3,008	3,011	3,008	0	0	0	0	0	108		1
590188-JK-5	MERRILL LYNCH & CO., INC. NOTE 6.375% DUE 10-15-2008	04/24/2002	MERRILL LYNCH P F & S		2,044,560	2,000,000	1,960,140	1,965,418	1,323	0	0	79,142	79,142	68,708		1PE
656517-AC-3	NORSE CBO, LTD./NORSE CBO, INC. SENIOR SECURED CLASS A-3 FIXED RATE NOTE 6.515% DUE 8-13-2010	05/23/2002	PAYDOWN		61,526	61,526	61,642	61,614	(3)	0	0	(88)	(88)	2,004		1
74434R-G*-6	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1992-37 CLASS B-1 7.50% DUE 11-25-2022	06/03/2002	PAYDOWNS		187,651	187,651	190,306	187,651	0	0	0	0	0	5,179		1
74434R-5H-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-1 CLASS A-8 7.50% DUE 2-25-2023	06/25/2002	PAYDOWNS		616,614	616,614	612,123	616,614	4,215	0	0	0	0	17,819		1PE
74434T-ZN-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-60 CLASS M 6.75% DUE 12-25-2023	06/25/2002	PAYDOWNS		221,681	221,681	218,032	221,681	0	0	0	0	0	6,066		1PE
749361-AG-6	RCN CORPORATION SENIOR DISCOUNT NOTE 9.80% DUE 2-15-2008	04/15/2002	GOLDMAN SACHS & CO		164,600	823,000	508,877	721,915	0	0	0	(557,315)	(557,315)	0		5
760944-FR-4	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-S13 CLASS A-9 6.51639% DUE 3-25-2008	06/25/2002	PAYDOWNS		58,186	58,186	56,645	58,186	0	0	0	0	0	1,626		1PE
760944-QJ-0	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-S21 CLASS M-2 7.50% DUE 6-25-2023	06/26/2002	PAYDOWNS		45,236	45,236	46,369	45,236	0	0	0	0	0	1,421		1
760947-VP-3	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT SERIES 1996-S7 CLASS A-12 7.00% DUE 3-25-2026	06/25/2002	PAYDOWNS		131,685	131,685	131,603	131,685	0	0	0	0	0	3,911		1PE

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STATEMENT AS OF JUNE 30, 2002 OF THE Loyal American Life Insurance Company

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 Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designation (a)
783760-CH-2	RYLAND ACCEPTANCE CORPORATION FOUR COLLATERALIZED MORTGAGE BOND, SERIES 11 CLASS 11-E BOND 8.90% DUE 5-01-2016	05/07/2002	PAYDOWN		1,397	1,397	1,259	1,397	0	0	0	0	0	62		1PE
783766-NH-7	RYLAND MORTGAGE SECURITIES CORPORATION MORTGAGE PARTICIPATION SECURITIES, SERIES 1993-3 CLASS 5 6.7125% DUE 8-25-2008	06/25/2002	PAYDOWNS		129,854	129,854	129,475	129,854	0	0	0	0	0	3,613		1PE
783766-NS-3	RYLAND MORTGAGE SECURITIES CORPORATION MORTGAGE PARTICIPATION SECURITIES, SERIES 1993-4 CLASS M 7.50% DUE 8-25-2024	06/25/2002	PAYDOWNS		131,039	131,039	131,533	131,039	0	0	0	0	0	3,966		1PE
805570-DU-9	SAXON MORTGAGE SECURITIES CORPORATION MORTGAGE PARTICIPATION SECURITIES, SERIES 1994-2 CLASS M 6.75% DUE 1-25-2024	06/25/2002	PAYDOWNS		209,406	209,406	204,356	209,406	0	0	0	0	0	5,772		1PE
812375-AC-7	SEARS MORTGAGE SECURITIES CORPORATION STRIPPED MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1987-B CLASS 1 8.00% DUE 5-25-2017	06/25/2002	PAYDOWNS		4,736	4,736	4,683	4,736	0	0	0	0	0	169		1PE
825703-AM-3	SHYPPCO FINANCE COMPANY LLC CLASS A-2B UNINSURED NOTE 6.64% DUE 6-15-2010	04/01/2002	ADJUSTMENT		(31,997)	(31,997)	(31,997)	(31,696)	0	0	0	(300)	(300)	0		1
825703-AM-3	SHYPPCO FINANCE COMPANY LLC CLASS A-2B UNINSURED NOTE 6.64% DUE 6-15-2010	06/19/2002	PAYDOWN		140,625	140,625	138,924	139,357	55	0	0	1,268	1,268	4,669		1
863572-DV-2	STRUCTURED ASSET SECURITIES CORPORATION TRUST 1 COLLATERALIZED MORTGAGE OBLIGATION SER. 1992-M1 CLASS B 7.05% DUE 11-25-2002	06/26/2002	PAYDOWNS		1,051,208	1,051,208	1,012,048	1,051,208	0	0	0	0	0	36,630		1
872586-AM-4	TMS HOME EQUITY TRUST 1993-B HOME EQUITY LOAN ASSET BACKED CERTIFICATE, SERIES 1993-B CLASS A-2 6.975% DUE 7-15-2008	06/17/2002	PAYDOWNS		106,105	106,105	106,043	106,105	0	0	0	0	0	3,066		1PE
923446-AK-2	VERIZON GLOBAL FUNDING CORPORATION NOTE 6.75% DUE 12-01-2005	05/14/2002	MORGAN STANLEY & CO		1,025,800	1,000,000	997,080	997,819	198	0	0	27,981	27,981	31,125		1PE
4599999	- Bonds - Industrial and Miscellaneous				11,867,672	12,248,212	11,912,516	12,097,969	(2,258)	0	0	(230,296)	(230,296)	393,379	XXX	XXX
6099997	- Bonds - Part 4				16,215,911	16,504,888	16,226,120	16,354,639	(17,500)	0	0	(138,727)	(138,727)	533,489	XXX	XXX
6099998	- Bonds - Part 5				0	0	0	0	0	0	0	0	0	0	XXX	XXX
6099999	- Total - Bonds				16,215,911	16,504,888	16,226,120	16,354,639	(17,500)	0	0	(138,727)	(138,727)	533,489	XXX	XXX
6599997	- Preferred Stocks - Part 4				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
6599998	- Preferred Stocks - Part 5				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
6599999	- Total - Preferred Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
7099997	- Common Stocks - Part 4				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
7099998	- Common Stocks - Part 5				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
7099999	- Total - Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
7199999	- Total - Preferred and Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
7299999	Totals				16,215,911	XXX	16,226,120	16,354,639	(17,500)	0	0	(138,727)	(138,727)	527,004	0	XXX

E05.5

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

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

