



# QUARTERLY STATEMENT

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

## National Masonic Provident Association

NAIC Group Code..... , (Current Period) (Prior Period)	NAIC Company Code..... 66702	Employer's ID Number..... 34-0421240
Organized under the Laws of OHIO	State of Domicile or Port of Entry OHIO	Country of Domicile US
Incorporated..... November 15, 1890	Commenced Business..... November 15, 1890	
Statutory Home Office	632 North Park St ..... Columbus ..... OH ..... 43215 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	632 North Park St ..... Columbus ..... OH ..... 43215 <i>(Street and Number) (City or Town, State and Zip Code)</i>	614-228-5130 <i>(Area Code) (Telephone Number)</i>
Mail Address	632 North Park St ..... Columbus ..... OH ..... 43215 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	632 North Park St ..... Columbus ..... OH ..... 43215 <i>(Street and Number) (City or Town, State and Zip Code)</i>	614-228-5130 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	N/A	
Statement Contact	April L Householder <i>(Name)</i> ahouseholder@uct.org <i>(E-Mail Address)</i>	614-228-5130-0117 <i>(Area Code) (Telephone Number) (Extension)</i> 614-228-1898 <i>(Fax Number)</i>
Policyowner Relations Contact	632 North Park St ..... Columbus ..... OH ..... 43215 <i>(Street and Number) (City or Town, State and Zip Code)</i>	614-228-5130 <i>(Area Code) (Telephone Number) (Extension)</i>

### OFFICERS

President ..... Ronald Edward Hunt	Treasurer ..... Kevin Clare Hecker
Secretary ..... Michael John Hammontree	Actuary ..... Thomas M Hull FSA MAAA

### VICE PRESIDENTS

### DIRECTORS OR TRUSTEES

Ronald Edward Hunt	Kevin Clare Hecker	Michael John Hammontree	Doyle Edward Hummell
John Alfred Engel			

State of..... Ohio  
County of..... Franklin

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

_____ (Signature) Ronald Edward Hunt _____ (Printed Name) President	_____ (Signature) Michael John Hammontree _____ (Printed Name) Secretary	_____ (Signature) Kevin Clare Hecker _____ (Printed Name) Treasurer
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Subscribed and sworn to before me this  
.....day of ....., 2002  
.....

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	1,832,055	0	1,832,055	1,729,975
2. Stocks:				
2.1 Preferred stocks.....	0	0	0	181,529
2.2 Common stocks.....	0	0	0	0
3. Mortgage loans on real estate:				
3.1 First liens.....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Policy loans.....	69,669	0	69,669	70,636
6. Premium notes, including \$.....0 for first year premiums.....	0	0	0	0
7. Cash (\$....16,612) and short-term investments (\$....116,346).....	132,958	0	132,958	163,163
8. Other invested assets.....	0	0	0	0
9. Receivable for securities.....	0	0	0	0
10. Aggregate write-ins for invested assets.....	0	0	0	0
11. Subtotals, cash and invested assets (Lines 1 to 10).....	2,034,681	0	2,034,681	2,145,303
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers.....	0	0	0	0
12.2 Commissions and expense allowances due.....	0	0	0	0
12.3 Experience rating and other refunds due.....	0	0	0	0
12.4 Other amounts receivable under reinsurance contracts.....	0	0	0	0
13. Electronic data processing equipment and software.....	0	0	0	0
14. Federal and foreign income tax recoverable and interest thereon (including \$.....0 net deferred tax asset).....	1,747	0	1,747	1,747
15. Guaranty funds receivable or on deposit.....	0	0	0	0
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$....1,229 loading).....	4,180	0	4,180	4,066
17. Accident and health premiums due and unpaid.....	160	0	160	123
18. Investment income due and accrued.....	40,163	0	40,163	35,758
19. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates.....	0	0	0	0
21. Amounts receivable relating to uninsured accident and health plans.....	0	0	0	0
22. Amounts due from agents.....	0	0	0	0
23. Other assets nonadmitted.....	0	0	0	0
24. Aggregate write-ins for other than invested assets.....	1,713	0	1,713	1,713
25. Total assets excluding Separate Accounts business (Lines 11 to 24).....	2,082,644	0	2,082,644	2,188,710
26. From Separate Accounts Statement.....	0	0	0	0
27. Total (Lines 25 and 26).....	2,082,644	0	2,082,644	2,188,710

### DETAILS OF WRITE-INS

1001. ....	0	0	0	0
1002. ....	0	0	0	0
1003. ....	0	0	0	0
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0	0
1099. Totals (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0	0
2401. GUARANTY ASSESSMENTS.....	1,713	0	1,713	1,713
2402. ....	0	0	0	0
2403. ....	0	0	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	1,713	0	1,713	1,713

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....0 less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	786,656	802,109
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	53,302	57,653
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	33,604	34,880
4. Contract claims:		
4.1 Life.....	6,000	6,000
4.2 Accident and health.....	12,000	12,000
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year--estimated amounts:		
6.1 Dividends apportioned for payment to ..... (including \$.....0 Modco Reserve).....	0	0
6.2 Dividends not yet apportioned (including \$.....0 Modco Reserve).....	0	0
6.3 Coupons and similar benefits (including \$.....0 Modco Reserve).....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....1,704 accident and health premiums.....	2,021	1,183
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....	0	0
9.2 Provision for experience rating refunds, including \$.....0 accident and health experience rating refunds.....	0	0
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....	0	0
9.4 Interest Maintenance Reserve.....	0	0
10. Commissions to agents due or accrued-life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....	0	0
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued.....	25,000	20,000
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves).....	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	0	0
15. Federal and foreign income taxes, including \$.....0 on realized capital gains (losses) (including \$.....0 net deferred tax liability).....	0	0
16. Unearned investment income.....	996	2,270
17. Amounts withheld or retained by company as agent or trustee.....	0	0
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....	0	0
19. Remittances and items not allocated.....	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21. Liability for benefits for employees and agents if not included above.....	0	0
22. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	0
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve.....	0	14,843
24.2 Reinsurance in unauthorized companies.....	0	0
24.3 Funds held under reinsurance treaties with unauthorized reinsurers.....	0	0
24.4 Payable to parent, subsidiaries and affiliates.....	0	0
24.5 Drafts outstanding.....	0	0
24.6 Liability for amounts held under uninsured accident and health plans.....	0	0
24.7 Funds held under coinsurance.....	0	0
24.8 Payable for securities.....	0	0
24.9 Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	2,280	2,463
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25).....	921,859	953,400
27. From Separate Accounts Statement.....	0	0
28. Total Liabilities (Line 26 and 27).....	921,859	953,400
29. Common capital stock.....	0	0
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....	0	0
33. Gross paid in and contributed surplus.....	525,000	525,000
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	635,785	710,310
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	1,160,785	1,235,310
38. Totals of Lines 29, 30 and 37.....	1,160,785	1,235,310
39. Totals of Lines 28 and 38.....	2,082,644	2,188,710

### DETAILS OF WRITE-INS

2501. Line 15 from 2000 Annual Statement.....	0	0
2502. UNCLAIMED FUNDS RESERVE.....	2,280	2,463
2503. ....	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	2,280	2,463
3101. ....	0	0
3102. ....	0	0
3103. ....	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401. ....	0	0
3402. ....	0	0
3403. ....	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

**SUMMARY OF OPERATIONS**

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts.....	22,596	26,030	50,619
2. Considerations for supplementary contracts with life contingencies.....	0	0	0
3. Net investment income.....	56,915	55,314	102,845
4. Amortization of Interest Maintenance Reserve (IMR).....	442	564	1,128
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0	0
6. Commissions and expense allowances on reinsurance ceded.....	0	0	0
7. Reserve adjustments on reinsurance ceded.....	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....	0	0	0
8.2 Charges and fees for deposit-type contracts.....	0	0	0
8.3 Aggregate write-ins for miscellaneous income.....	70	0	22
9. Totals (Lines 1 to 8.3).....	80,023	81,908	154,614
10. Death benefits.....	22,846	46,345	69,792
11. Matured endowments (excluding guaranteed annual pure endowments).....	8,025	0	0
12. Annuity benefits.....	502	502	9,171
13. Disability benefits and benefits under accident and health contracts.....	34,101	28,773	60,090
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0	0
15. Surrender benefits and withdrawals for life contracts.....	5,608	21,112	45,780
16. Group conversions.....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	64	0	156
18. Payments on supplementary contracts with life contingencies.....	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts.....	(19,803)	(95,820)	(144,615)
20. Totals (Lines 10 to 19).....	51,342	911	40,374
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	116	45	296
22. Commissions and expense allowances on reinsurance assumed.....	0	0	0
23. General insurance expenses.....	53,871	104,737	122,556
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	2,517	1,839	2,676
25. Increase in loading on deferred and uncollected premiums.....	33	(87)	(312)
26. Net transfers to or (from) Separate Accounts.....	0	0	0
27. Aggregate write-ins for deductions.....	1,357	3,728	1,043
28. Totals (Lines 20 to 27).....	109,234	111,173	166,633
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	(29,211)	(29,265)	(12,020)
30. Dividends to policyholders.....	0	0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	(29,211)	(29,265)	(12,020)
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	0	0	0
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).....	(29,211)	(29,265)	(12,020)
34. Net realized capital gains or (losses) less capital gains tax of \$.....0 (excluding taxes of \$.....0 and transferred to the IMR).....	(59,716)	0	13,994
35. Net income (Line 33 plus Line 34).....	(88,927)	(29,265)	1,974
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year.....	1,235,310	1,280,682	1,280,682
37. Net income (Line 35).....	(88,927)	(29,265)	1,974
38. Change in net unrealized capital gains (losses).....	0	0	0
39. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
40. Change in net deferred income tax.....	0	0	0
41. Change in nonadmitted assets and related items.....	(442)	(564)	(1,129)
42. Change in liability for reinsurance in unauthorized companies.....	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....	0	0	0
44. Change in asset valuation reserve.....	14,844	(57)	(8,717)
45. Change in treasury stock.....	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....	0	0	0
47. Other changes in surplus in Separate Accounts Statement.....	0	0	0
48. Change in surplus notes.....	0	0	0
49. Cumulative effect of changes in accounting principles.....	0	0	0
50. Capital changes:			
50.1 Paid in.....	0	0	0
50.2 Transferred from surplus (Stock Dividend).....	0	0	0
50.3 Transferred to surplus.....	0	0	0
51. Surplus adjustment:			
51.1 Paid in.....	0	0	0
51.2 Transferred to capital (Stock Dividend).....	0	0	0
51.3 Transferred from capital.....	0	0	0
51.4 Change in surplus as a result of reinsurance.....	0	0	0
52. Dividends to stockholders.....	0	0	0
53. Aggregate write-ins for gains and losses in surplus.....	0	0	(37,500)
54. Net change in capital and surplus (Lines 37 through 53).....	(74,525)	(29,886)	(45,372)
55. Capital and surplus as of statement date (Lines 36 + 54).....	1,160,786	1,250,796	1,235,310

**DETAILS OF WRITE-INS**

08.301. MISCELLANEOUS INCOME.....	70	0	22
08.302. ....	0	0	0
08.303. ....	0	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	70	0	22
2701. LINES 16, 16A, 17A, AND 18 OF 2000 ANNUAL STATEMENT.....	1,357	3,728	1,043
2702. ....	0	0	0
2703. ....	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	1,357	3,728	1,043
5301. PRIOR PERIOD ADJUSTMENT - AUDIT FEE.....	0	0	(37,500)
5302. ....	0	0	0
5303. ....	0	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	0	0	(37,500)

**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.....	22,936	52,437
2. Charges and fees for deposit-type contracts.....	.0	.0
3. Considerations for supplementary contracts with life contingencies.....	.0	.0
4. Net investment income.....	56,388	116,056
5. Commissions and expense allowances on reinsurance ceded.....	.0	.0
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts.....	.0	.0
7. Aggregate write-ins for miscellaneous income.....	70	22
8. Total (Lines 1 to 7).....	79,394	168,515
9. Death benefits.....	22,846	70,792
10. Matured endowments.....	8,025	.0
11. Annuity benefits.....	502	9,171
12. Disability benefits and benefits under accident and health contracts.....	33,719	60,090
13. Coupons, guaranteed annual pure endowments and similar benefits.....	.0	.0
14. Surrender benefits and withdrawals for life contracts.....	5,608	45,780
15. Group conversions.....	.0	.0
16. Interest and adjustments on contract or deposit-type contract funds.....	64	156
17. Payments on supplementary contracts with life contingencies.....	.0	.0
18. Total (Lines 9 to 17).....	70,763	185,989
19. Commissions on premiums, annuity considerations and deposit-type contract funds.....	116	334
20. Commissions and expense allowances on reinsurance assumed.....	.0	.0
21. General insurance expenses.....	48,870	140,056
22. Insurance taxes, licenses and fees, excluding federal income taxes.....	2,517	2,676
23. Net transfers to or (from) Separate Accounts.....	.0	.0
24. Aggregate write-ins for deductions.....	.0	5,242
25. Total (Lines 18 to 24).....	122,265	334,296
26. Dividends paid to policyholders.....	.0	.0
27. Federal income taxes (excluding tax on capital gains).....	.0	.0
28. Total (Lines 25 to 27).....	122,265	334,296
29. Net cash from operations (Line 8 minus Line 28).....	(42,871)	(165,781)
<b>Cash from Investments</b>		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds.....	100,000	150,000
30.2 Stocks.....	121,814	53,550
30.3 Mortgage loans.....	.0	.0
30.4 Real estate.....	.0	.0
30.5 Other invested assets.....	.0	.0
30.6 Net gains or (losses) on cash and short-term investments.....	.0	.0
30.7 Miscellaneous proceeds.....	.0	.0
30.8 Total investment proceeds (Lines 30.1 to 30.7).....	221,814	203,550
31. Net tax on capital gains (losses).....	.0	.0
32. Total (Line 30.8 minus Line 31).....	221,814	203,550
33. Cost of investments acquired (long-term only):		
33.1 Bonds.....	207,672	570,624
33.2 Stocks.....	.0	.0
33.3 Mortgage loans.....	.0	.0
33.4 Real estate.....	.0	.0
33.5 Other invested assets.....	.0	.0
33.6 Miscellaneous applications.....	.0	.0
33.7 Total investments acquired (lines 33.1 to 33.6).....	207,672	570,624
34. Net increase (or decrease) in policy loans and premium notes.....	(967)	(20,702)
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34).....	15,109	(346,372)
<b>Cash from Financing and Miscellaneous Sources</b>		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in.....	.0	.0
36.2 Borrowed money \$.....0 less amounts repaid \$.....0.....	.0	.0
36.3 Capital notes \$.....0 less amounts repaid \$.....0.....	.0	.0
36.4 Deposits on deposit-type contracts funds and other liabilities without life or disability contingencies.....	.0	.0
36.5 Other cash provided.....	.0	94
36.6 Total (Lines 36.1 to 36.5).....	.0	94
37. Cash applied:		
37.1 Dividends to stockholders paid.....	.0	.0
37.2 Interest on indebtedness.....	.0	.0
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies.....	2,318	5,242
37.4 Other applications (net).....	124	.0
37.5 Total (Lines 37.1 to 37.4).....	2,442	5,242
38. Net cash from financing and miscellaneous sources (Lines 36.6 minus Line 37.5).....	(2,442)	(5,148)
<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).....	(30,204)	(517,301)
40. Cash and short-term investments:		
40.1 Beginning of year.....	163,163	680,464
40.2 End of period (Line 39 plus Line 40.1).....	132,958	163,163
<b>DETAILS OF WRITE-INS</b>		
0701. Lines 4 and 5 from 2000 Annual Statement.....	.0	.0
0702. MISCELLANEOUS INCOME.....	70	22
0703. ....	.0	.0
0798. Summary of remaining write-ins for Line 7 from overflow page.....	.0	.0
0799. Total (Lines 0701 thru 0703 plus 0798) (Line 7 above).....	70	22
2401. Lines 19 and 20 from 2000 Annual Statement.....	.0	5,242
2402. ....	.0	.0
2403. ....	.0	.0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	.0	.0
2499. Total (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	.0	5,242

**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.....	.0	.0	.0
2. Ordinary life insurance.....	9,172	9,326	18,673
3. Ordinary individual annuities.....	.0	.0	.0
4. Credit life (group & individual).....	.0	.0	.0
5. Group life insurance.....	.0	.0	.0
6. Group annuities.....	.0	.0	.0
7. A&H - group.....	.0	.0	.0
8. A&H - credit (group & individual).....	.0	.0	.0
9. A&H - other.....	13,424	16,704	33,426
10. Aggregate of all other lines of business.....	.0	.0	.0
11. Subtotal.....	22,596	26,030	52,099
12. Deposit-type contracts.....	.0	.0	.0
13. Total.....	22,596	26,030	52,099

**DETAILS OF WRITE-INS**

1001. ....	.0	.0	.0
1002. ....	.0	.0	.0
1003. ....	.0	.0	.0
1098. Summary of remaining write-ins for Line 10 from overflow page.....	.0	.0	.0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	.0	.0	.0

## **NOTES TO FINANCIAL STATEMENTS**

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No significant changes or events to report.

17c. Wash Sales

None

## GENERAL INTERROGATORIES

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

### PART 1 - COMMON INTERROGATORIES

#### GENERAL

1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements? Yes [ ] No [X]

1.2 If yes, explain:..... \_\_\_\_\_

2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]

2.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

3.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

3.2 If yes, date of change: .....  
If not previously filed, furnish herewith a certified copy of the instrument as amended.

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

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

5.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that ceased to exist as a result of the merger or consolidation.

1 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] N/A [ ]

If yes, attach an explanation.  
\_\_\_\_\_  
\_\_\_\_\_

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .....12/31/1997.....

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). .....09/05/1998.....

7.4 By what department or departments?..... 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 (continued)

### INVESTMENT

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

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

9.2 If yes, explain:..... \_\_\_\_\_

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

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

11. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$.....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 [ ] No [X]

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds.....	\$.....0	\$.....0
13.22 Preferred Stock.....	\$.....0	\$.....0
13.23 Common Stock.....	\$.....0	\$.....0
13.24 Short-Term Investments.....	\$.....0	\$.....0
13.25 Mortgages, Loans or Real Estate.....	\$.....0	\$.....0
13.26 All Other.....	\$.....0	\$.....0
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26).....	\$.....0	\$.....0
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above .....	\$.....0	\$.....0
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above.....	\$.....0	\$.....0

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

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

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

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
SunTrust Investment Group	PO Box 26665; Richmond, Virginia 23261-6665

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)
McDonald Investments	800 Superior Ave; Cleveland, Ohio 44114-2603	Small portfolio; brokerage acct.

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
2113996	Christopher Conley; McDonald Investments	Fifth Third Center, 21 E. State St.; Columbus, Ohio 43215

**General Interrogatories-Part 2  
NONE**

**Sch. A-Verification  
NONE**

**Sch. B-Verification  
NONE**

**Sch. BA-Verification  
NONE**

## SCHEDULE D - PART 1B

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

	1	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1.....	1,353,351	562,719	479,976	(617)	1,353,351	1,435,477	0	1,364,711
2. Class 2.....	515,122	0	0	(2,199)	515,122	512,924	0	517,296
3. Class 3.....	0	0	0	0	0	0	0	0
4. Class 4.....	0	0	0	0	0	0	0	0
5. Class 5.....	0	0	0	0	0	0	0	0
6. Class 6.....	0	0	0	0	0	0	0	0
7. Total Bonds.....	1,868,473	562,719	479,976	(2,816)	1,868,473	1,948,401	0	1,882,007
<b>PREFERRED STOCK</b>								
8. Class 1.....	20,700	0	20,700	0	20,700	0	0	20,700
9. Class 2.....	77,402	0	77,402	0	77,402	0	0	77,402
10. Class 3.....	72,826	0	72,826	0	72,826	0	0	72,826
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	10,600	0	10,600	0	10,600	0	0	10,600
14. Total Preferred Stock.....	181,528	0	181,528	0	181,528	0	0	181,528
15. Total Bonds and Preferred Stock.....	2,050,001	562,719	661,504	(2,816)	2,050,001	1,948,401	0	2,063,535

## 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.....	116,346	XXX	116,346	466	0

## 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.....	152,031	141,275	0	619,859
2. Cost of short-term investments acquired.....	447,546	355,047	0	3,939,524
3. Increase (decrease) by adjustment.....	0	0	0	0
4. Increase (decrease) by foreign exchange adjustment.....	0	0	0	0
5. Total profit (loss) on disposal of short-term investments.....	0	0	0	0
6. Consideration received on disposal of short-term investments.....	458,302	379,976	0	4,407,352
7. Book/adjusted carrying value, current period.....	141,275	116,346	0	152,031
8. Total valuation allowance.....	0	0	0	0
9. Subtotal (Lines 7 plus 8).....	141,275	116,346	0	152,031
10. Total nonadmitted amounts.....	0	0	0	0
11. Statement value (Lines 9 minus 10).....	141,275	116,346	0	152,031
12. Income collected during period.....	464	466	0	22,749
13. Income earned during period.....	447	352	0	22,994

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

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

**Sch. S  
NONE**

**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS**

Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	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			
1. Alabama.....AL	NO	0	0	0	0	
2. Alaska.....AK	NO	0	0	0	0	
3. Arizona.....AZ	NO	0	0	0	0	
4. Arkansas.....AR	NO	0	0	0	0	
5. California.....CA	NO	25	0	840	0	
6. Colorado.....CO	NO	0	0	0	0	
7. Connecticut.....CT	NO	0	0	0	0	
8. Delaware.....DE	YES	0	0	462	0	
9. District of Columbia.....DC	NO	0	0	0	0	
10. Florida.....FL	NO	358	0	1,549	0	
11. Georgia.....GA	NO	0	0	0	0	
12. Hawaii.....HI	NO	0	0	0	0	
13. Idaho.....ID	NO	0	0	0	0	
14. Illinois.....IL	NO	0	0	374	0	
15. Indiana.....IN	NO	0	0	44	0	
16. Iowa.....IA	NO	58	0	0	0	
17. Kansas.....KS	NO	0	0	0	0	
18. Kentucky.....KY	NO	80	0	106	0	
19. Louisiana.....LA	NO	0	0	0	0	
20. Maine.....ME	NO	0	0	0	0	
21. Maryland.....MD	NO	133	0	215	0	
22. Massachusetts.....MA	NO	0	0	778	0	
23. Michigan.....MI	YES	648	0	1,765	0	
24. Minnesota.....MN	NO	0	0	0	0	
25. Mississippi.....MS	NO	0	0	0	0	
26. Missouri.....MO	NO	0	0	0	0	
27. Montana.....MT	NO	0	0	0	0	
28. Nebraska.....NE	NO	0	0	0	0	
29. Nevada.....NV	NO	0	0	0	0	
30. New Hampshire.....NH	NO	0	0	18	0	
31. New Jersey.....NJ	NO	61	0	100	0	
32. New Mexico.....NM	NO	0	0	0	0	
33. New York.....NY	NO	0	0	46	0	
34. North Carolina.....NC	NO	0	0	0	0	
35. North Dakota.....ND	NO	0	0	0	0	
36. Ohio.....OH	YES	4,147	0	5,788	0	
37. Oklahoma.....OK	NO	0	0	0	0	
38. Oregon.....OR	NO	0	0	0	0	
39. Pennsylvania.....PA	YES	2,775	0	1,237	0	
40. Rhode Island.....RI	NO	0	0	0	0	
41. South Carolina.....SC	NO	62	0	0	0	
42. South Dakota.....SD	NO	0	0	0	0	
43. Tennessee.....TN	NO	0	0	31	0	
44. Texas.....TX	NO	377	0	267	0	
45. Utah.....UT	NO	0	0	0	0	
46. Vermont.....VT	NO	0	0	0	0	
47. Virginia.....VA	NO	458	0	500	0	
48. Washington.....WA	NO	0	0	0	0	
49. West Virginia.....WV	NO	0	0	0	0	
50. Wisconsin.....WI	NO	0	0	158	0	
51. Wyoming.....WY	NO	0	0	0	0	
52. American Samoa.....AS	NO	0	0	0	0	
53. Guam.....GU	NO	0	0	0	0	
54. Puerto Rico.....PR	NO	0	0	0	0	
55. US Virgin Islands.....VI	NO	0	0	0	0	
56. Canada.....CN	NO	0	0	0	0	
57. Aggregate Other Alien.....OT	XXX	0	0	0	0	
58. Subtotal.....(a).....4		9,182	0	14,277	0	
90. Reporting entity contributions for employee benefit plans.....	XXX	0	0	0	0	
91. Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX	0	0	0	0	
92. Dividends or refunds applied to shorten endowment or premium paying period.....	XXX	0	0	0	0	
93. Premium or annuity considerations waived under disability or other contract provisions.....	XXX	0	0	0	0	
94. Aggregate other amounts not allocable by State.....	XXX	0	0	0	0	
95. Totals (Direct Business).....	XXX	9,182	0	14,277	0	
96. Plus Reinsurance Assumed.....	XXX	0	0	0	0	
97. Totals (All Business).....	XXX	9,182	0	14,277	0	
98. Less Reinsurance Ceded.....	XXX	523	0	0	0	
99. Totals (All Business) less Reinsurance Ceded.....	XXX	8,659	0	14,277	0	

**DETAILS OF WRITE-INS**

5701. ....	XXX	0	0	0	0
5702. ....	XXX	0	0	0	0
5703. ....	XXX	0	0	0	0
5798. Summary of remaining write-ins for line 57 from overflow page.....	XXX	0	0	0	0
5799. Total (Lines 5701 thru 5703 plus 5798) (Line 57 above).....	XXX	0	0	0	0
9401. ....	XXX	0	0	0	0
9402. ....	XXX	0	0	0	0
9403. ....	XXX	0	0	0	0
9498. Summary of remaining write-ins for line 94 from overflow page.....	XXX	0	0	0	0
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX	0	0	0	0

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

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**

PART 1 – ORGANIZATIONAL CHART

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# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**RESPONSE**

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

YES

2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?

NO

**EXPLANATIONS:**

**BAR CODE:**



**Overflow Page  
NONE**

**Sch. A-Part 2  
NONE**

**Sch. A-Part 3  
NONE**

**Sch. B-Part 1  
NONE**

**Sch. B-Part 2  
NONE**

**Sch. BA-Part 1  
NONE**

**Sch. BA-Part 2  
NONE**

### SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
<b>Bonds - Public Utilities</b>								
<b>United States</b>								
36962G YY 4.....	General Electric Capital Corp.....	.....06/14/2002.....	McDonald.....	.....	.....101,422	.....100,000	.....117	1.....
744567 DX 3.....	Public Service Electric & Gas.....	.....05/31/2002.....	McDonald.....	.....	.....106,250	.....100,000	.....1,844	1.....
	United States.....				.....207,672	.....200,000	.....1,961	.....XXX.....
3899999	Total - Bonds - Public Utilities.....				.....207,672	.....200,000	.....1,961	.....XXX.....
6099997	Total - Bonds - Part 3.....				.....207,672	.....200,000	.....1,961	.....XXX.....
6099999	Total - Bonds.....				.....207,672	.....200,000	.....1,961	.....XXX.....
7299999	Total - Bonds, Preferred and Common Stocks.....				.....207,672	.....XXX.....	.....1,961	.....XXX.....

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

## SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current 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)
<b>Bonds - U.S. Government</b>																
912827 F4 9...	US TREASURY NOTES.....	05/15/2002	MATURITY.....		100,000	100,000	101,641	100,000	(89)	0	0	0	0	3,750		1PE
0399999	Total - Bonds - U.S. Government.....				100,000	100,000	101,641	100,000	(89)	0	0	0	0	3,750	0	XXX
6099997	Total - Bonds - Part 4.....				100,000	100,000	101,641	100,000	(89)	0	0	0	0	3,750	0	XXX
6099999	Total - Bonds.....				100,000	100,000	101,641	100,000	(89)	0	0	0	0	3,750	0	XXX
<b>Preferred Stocks - Public Utilities</b>																
<b>United States</b>																
037735 10 7....	APPALACHIAN PR CO 4.5% SER OLD.....	06/04/2002	CALLED@67.3800000.....	180,000	12,128	100	19,665	19,665	0	0	0	(7,537)	(7,537)		405	P2U
144141 40 5....	CAROLINA PR & LT CO \$5.44.....	06/04/2002	McDonald.....	100,000	7,468	100	10,000	10,000	0	0	0	(2,532)	(2,532)		272	P2U
154051 20 5....	CENTRAL MAINE POWER CO 3.5%.....	06/04/2002	McDonald.....	150,000	7,639	100	10,350	10,350	0	0	0	(2,711)	(2,711)		262	P3L
29364M 60 5....	ENTERGY LA INC 5.40%.....	06/04/2002	McDonald.....	100,000	6,447	100	10,150	10,150	0	0	0	(3,703)	(3,703)		458	P3U
485134 50 6....	KANSAS CITY PR & LT CO 4.35%.....	06/04/2002	McDonald.....	300,000	18,437	100	20,700	20,700	0	0	0	(2,263)	(2,263)		652	P1L
610202 50 9....	MONONGAHELA POWER CO \$6.28 SER D.....	06/04/2002	McDonald.....	100,000	8,897	100	10,129	10,129	0	0	0	(1,232)	(1,232)		314	P2
649840 20 4....	NY STATE ELEC & GAS CORP 3.75%.....	06/19/2002	McDonald.....	200,000	8,804	100	18,870	18,870	0	0	0	(10,066)	(10,066)		188	P2L
665262 20 0....	NORTHERN IND PUB SERV CO 4.22%.....	06/05/2002	McDonald.....	247,000	13,742	100	16,426	16,426	0	0	0	(2,684)	(2,684)		521	P3U
694308 50 3....	PACIFIC GAS & ELEC CO 5.0% SER RED.....	06/05/2002	McDonald.....	400,000	5,926	25	10,600	10,600	0	0	0	(4,674)	(4,674)		0	P6L
98389B 20 9....	XCEL ENERGY INC.....	06/04/2002	McDonald.....	200,000	10,185	0	18,738	18,738	0	0	0	(8,553)	(8,553)		360	P2L
	United States.....			99,673	825		145,628	145,628	0	0	0	(45,955)	(45,955)	0	3,432	XXX
6199999	Total - Preferred Stocks - Public Utilities.....			99,673	825		145,628	145,628	0	0	0	(45,955)	(45,955)	0	3,432	XXX
<b>Preferred Stocks - Industrial and Miscellaneous</b>																
<b>United States</b>																
383883 30 3....	GRACE (WR) SER A 8.0%.....	06/04/2002	McDonald.....	165,000	14,625	100	24,085	24,085	0	0	0	(9,460)	(9,460)		330	P3L
383883 40 2....	GRACE (WR) SER B 8.0%.....	06/04/2002	McDonald.....	85,000	7,516	100	11,815	11,815	0	0	0	(4,299)	(4,299)		170	P3
	United States.....			22,141	200		35,900	35,900	0	0	0	(13,759)	(13,759)	0	500	XXX
6399999	Total - Preferred Stocks - Industrial & Miscellaneous.....			22,141	200		35,900	35,900	0	0	0	(13,759)	(13,759)	0	500	XXX
6599997	Total - Preferred Stocks - Part 4.....			121,814	1,025		181,528	181,528	0	0	0	(59,714)	(59,714)	0	3,932	XXX
6599999	Total - Preferred Stocks.....			121,814	1,025		181,528	181,528	0	0	0	(59,714)	(59,714)	0	3,932	XXX
7199999	Total - Preferred and Common Stocks.....			121,814	XXX		181,528	181,528	0	0	0	(59,714)	(59,714)	0	3,932	XXX
7299999	Total - Bonds, Preferred and Common Stocks.....			221,814	XXX		283,169	281,528	(89)	0	0	(59,714)	(59,714)	3,750	3,932	XXX

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

OF

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

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

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

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

## SCHEDULE E - PART 1 - CASH

### Month End Depository Balances

1 Depository	2	3	4	Book Balance at End of Each Month During Current Quarter			8
				5	6	7	
	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
<b>Open Depositories</b>							
KEY BANK..... CLEVELAND OH USA.....	0.000	.0	.0	12,733	19,331	16,612	.....
0199999. Total Open Depositories.....	XXX	.0	.0	12,733	19,331	16,612	XXX
0399999. Total Cash on Deposit.....	XXX	.0	.0	12,733	19,331	16,612	XXX
0599999. Total Cash.....	XXX	.0	.0	12,733	19,331	16,612	XXX

**Overflow Page for Write-Ins**