



QUARTERLY STATEMENT

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

GRANGE LIFE INSURANCE COMPANY

NAIC Group Code 0267 0267 NAIC Company Code 71218 Employer's ID Number 31-0739286
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated 03/05/1968 Commenced Business 07/01/1968

Statutory Home Office 650 South Front Street, Columbus, OH 43206-1014
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 650 South Front Street
(Street and Number)
Columbus, OH 43206-1014 614-445-2900
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 650 South Front Street, P.O. Box 1218, Columbus, OH 43216-1212
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 650 South Front Street
(Street and Number)
Columbus, OH 43206-1014 614-445-2820
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.grangeinsurance.com

Statement Contact Richard Paul McKinley 614-445-2820
(Name) (Area Code) (Telephone Number) (Extension)
mckinleyd@grangeinsurance.com 614-445-2619
(E-mail Address) (FAX Number)

Policyowner Relations Contact 650 Front Street, P.O. Box 1218
(Street and Number)
Columbus, OH 43206-1014 614-445-2900
(City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President Thomas Howard Welch CFO & Vice President Randall Joseph Montelone
Secretary & Vice President David Trufant Roark Actuary Acuarial Management Resources

VICE PRESIDENTS

Martin James Dinehart Walter Loren Neff

DIRECTORS OR TRUSTEES

<u>EDWIN LOWELL BILLMAN</u>	<u>ANTHONY ALFONSO COLAO JR</u>	<u>ROBERT JOHN O'BRIEN</u>
<u>MICHAEL VERNE PARROTT</u>	<u>MELVIN GEORGE PYE JR</u>	<u>JAMES LAWRENCE SETTERLIN</u>
<u>THOMAS SIMRALL STEWART</u>	<u>PHILIP WAYNE STICHTER</u>	<u>PHILIP HUGH URBAN</u>
<u>DAVID CHARLES WETMORE</u>	<u>RANDALL JOSEPH MONTELONE</u>	

State of Ohio } ss
County of Pickaway

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.

Thomas Howard Welch Randall Joseph Montelone David Trufant Roark
PRESIDENT CFO & VICE PRESIDENT SECRETARY & VICE PRESIDENT

Subscribed and sworn to before me this
6
day of August, 2002

Linda Lindsey
Administrative Assistant
May 28, 2003

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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	118,349,564		118,349,564	112,515,157
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	632,801		632,801	762,939
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Policy loans	6,961,119		6,961,119	6,802,006
6. Premium notes, including \$ for first year premiums				
7. Cash (\$4,510,180) and short-term investments (\$)	4,510,180		4,510,180	4,184,004
8. Other invested assets				
9. Receivable for securities				
10. Aggregate write-ins for invested assets				
11. Subtotals, cash and invested assets (Lines 1 to 10)	130,453,664		130,453,664	124,264,106
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers	838,601		838,601	458,000
12.2 Commissions and expense allowances due				
12.3 Experience rating and other refunds due				
12.4 Other amounts receivable under reinsurance contracts				
13. Electronic data processing equipment and software	75,144		75,144	101,739
14. Federal and foreign income tax recoverable and interest thereon (including \$730,218 net deferred tax asset)	2,420,988	1,690,770	730,218	789,126
15. Guaranty funds receivable or on deposit			0	
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$(52,875) loading)	7,705,199		7,705,199	6,185,941
17. Accident and health premiums due and unpaid	6,500		6,500	6,500
18. Investment income due and accrued	1,778,141		1,778,141	1,819,089
19. Net adjustment in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates				
21. Amounts receivable relating to uninsured accident and health plans				
22. Amounts due from agents				
23. Other assets nonadmitted	123,513	123,513	0	
24. Aggregate write-ins for other than invested assets	22,860		22,860	12,727
25. Total assets excluding Separate Accounts business (Lines 11 to 24)	143,424,610	1,814,283	141,610,327	133,637,228
26. From Separate Accounts Statement				
27. Total (Lines 25 and 26)	143,424,610	1,814,283	141,610,327	133,637,228
DETAILS OF WRITE-INS				
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)				
2401. Miscellaneous Receivables	22,860		22,860	12,727
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)	22,860		22,860	12,727

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE LIFE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$114,925,146 less \$included in Line 6.3 (including \$ Modco Reserve)	114,925,146	108,326,031
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	394,589	394,589
3. Liability for deposit-type contracts (including \$ Modco Reserve)	516,783	436,809
4. Contract claims:		
4.1 Life	1,250,606	1,707,310
4.2 Accident and health	55,000	55,000
5. Policyholders' dividends \$199,547 and coupons \$ due and unpaid	199,547	191,889
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to (including \$ Modco Reserve)	53,987	53,987
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 \$ accident and health premiums	69,985	58,441
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		
9.3 Other amounts payable on reinsurance including \$ assumed and \$ ceded		
9.4 Interest Maintenance Reserve	430,857	290,890
10. Commissions to agents due or accrued—life and annuity contracts \$307,171 accident and health \$2,140 and deposit-type contract funds \$	309,311	267,293
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued	684,174	862,588
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	208,984	348,328
15. Federal and foreign income taxes, including \$99,826 on realized capital gains (losses) (including \$20,886 net deferred tax liability)	970,957	384,944
16. Unearned investment income	264,725	267,659
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	173,681	163,038
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	440,581	440,581
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates	1,723,693	1,598,700
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	430,757	
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	36,920	21,876
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	123,140,283	115,869,953
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27)	123,140,283	115,869,953
29. Common capital stock	1,500,000	1,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus	600,000	600,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	16,370,044	15,667,274
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)	16,970,044	16,267,274
38. Totals of Lines 29, 30 and 37	18,470,044	17,767,274
39. Totals of Lines 28 and 38	141,610,327	133,637,227
DETAILS OF WRITE-INS		
2501. CHECKS OUTSTANDING	36,920	21,876
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)	36,920	21,876
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)		

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE LIFE INSURANCE COMPANY

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	15,215,717	13,592,557	26,928,020
2. Considerations for supplementary contracts with life contingencies	863,925		663,694
3. Net investment income	4,196,130	4,016,129	8,061,501
4. Amortization of Interest Maintenance Reserve (IMR)	45,425	23,631	64,608
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded	2,057,027	1,653,561	3,686,800
7. Reserve adjustments on reinsurance ceded			
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	25,306	27,264	54,505
9. Totals (Lines 1 to 8.3)	22,403,530	19,313,142	39,459,128
10. Death benefits	3,796,969	4,132,946	8,752,849
11. Matured endowments (excluding guaranteed annual pure endowments)			
12. Annuity benefits	1,673,351	913,027	2,032,782
13. Disability benefits and benefits under accident and health contracts	245,143	199,593	279,600
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	2,035,312	1,972,825	3,689,834
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds			
18. Payments on supplementary contracts with life contingencies			
19. Increase in aggregate reserves for life and accident and health contracts	6,672,705	5,860,653	11,762,782
20. Totals (Lines 10 to 19)	14,423,480	13,079,045	26,517,847
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only)	2,780,989	2,123,708	4,681,077
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	4,279,803	3,525,321	7,141,002
24. Insurance taxes, licenses and fees, excluding federal income taxes	323,080	332,504	637,955
25. Increase in loading on deferred and uncollected premiums	(695,722)	(57,241)	(27,451)
26. Net transfers to or (from) Separate Accounts			
27. Aggregate write-ins for deductions			
28. Totals (Lines 20 to 27)	21,111,630	19,003,337	38,950,430
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,291,900	309,805	508,698
30. Dividends to policyholders	143,496	130,334	265,692
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,148,404	179,471	243,006
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	465,302	64,610	239,444
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)	683,102	114,862	3,562
34. Net realized capital gains or (losses) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)			
35. Net income (Line 33 plus Line 34)	683,102	114,862	3,562
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	17,767,278	17,298,960	17,298,959
37. Net income (Line 35)	683,102	114,862	3,562
38. Change in net unrealized capital gains (losses)	(10,315)	(69,475)	(193,255)
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax	(79,792)	786,405	2,416,286
41. Change in non-admitted assets and related items	50,217	(49,550)	(1,616,152)
42. Change in liability for reinsurance in unauthorized companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease	59,554	(183,199)	
44. Change in asset valuation reserve			(142,122)
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			
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			
52. Dividends to stockholders			
53. Aggregate write-ins for gains and losses in surplus			
54. Net change in capital and surplus for the year (Lines 37 through 53)	702,766	599,043	468,319
55. Capital and surplus, as of statement date (Lines 36 + 54)	18,470,044	17,898,003	17,767,278
DETAILS OF WRITE-INS			
08.301. SERVICE FEES	25,306	27,264	54,505
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)	25,306	27,264	54,505
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.			
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page			
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)			

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE LIFE INSURANCE COMPANY

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums and annuity considerations for life and accident and health contracts	14,403,725	25,802,853
2. Charges and fees for deposit-type contracts	0	
3. Considerations for supplementary contracts with life contingencies	863,925	663,694
4. Net investment income	4,125,348	8,071,638
5. Commissions and expense allowances on reinsurance ceded	2,057,027	3,686,800
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts		
7. Aggregate write-ins for miscellaneous income	25,306	54,505
8. Total (Lines 1 to 7)	21,475,331	38,279,490
9. Death Benefits	4,322,625	8,919,645
10. Matured endowments		
11. Annuity Benefits	1,673,351	2,032,782
12. Disability benefits and benefits under accident and health contracts	245,143	279,600
13. Coupons, guaranteed annual pure endowments and similar benefits		
14. Surrender benefits and withdrawals for life contracts	2,035,312	3,689,834
15. Group conversions		
16. Interest and adjustments on contract or deposit-type contract funds		
17. Payments on supplementary contracts with life contingencies		
18. Total (Lines 9 to 17)	8,276,431	14,921,861
19. Commissions on premiums, annuity considerations and deposit-type contract funds	2,738,971	4,667,710
20. Commissions and expense allowances on reinsurance assumed		
21. General insurance expenses	4,458,589	7,188,732
22. Insurance taxes, licenses and fees, excluding federal income taxes	462,052	594,114
23. Net transfers to or (from) Separate Accounts		
24. Aggregate write-ins for deductions		
25. Total (Lines 18 to 24)	15,936,043	27,372,417
26. Dividends paid to policyholders	135,837	250,664
27. Federal income taxes (excluding tax on capital gains)	0	653,555
28. Total (Lines 25 to 27)	16,071,880	28,276,636
29. Net cash from operations (Line 8 minus Line 28)	5,403,451	10,002,854
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	21,929,505	20,721,432
30.2 Stocks	54,273	
30.3 Mortgage loans		
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		
30.8 Total investment proceeds (Lines 30.1 to 30.7)	21,983,778	20,721,432
31. Net tax on capital gains (losses)	0	14,499
32. Total (Line 30.8 minus Line 31)	21,983,778	20,706,933
33. Cost of investments acquired (long-term only):		
33.1 Bonds	27,484,796	31,012,803
33.2 Stocks		9,898
33.3 Mortgage loans		
33.4 Real estate		
33.5 Other invested assets		
33.6 Miscellaneous applications	(430,757)	
33.7 Total investments acquired (Lines 33.1 to 33.6)	27,054,039	31,022,701
34. Net increase (or decrease) in policy loans and premium notes	159,113	511,290
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(5,229,374)	(10,827,058)
Cash from Financing and Miscellaneous Sources		
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		
36.5 Other cash provided	162,231	61,381
36.6 Total (Lines 36.1 to 36.5)	162,231	61,381
37. Cash applied:		
37.1 Dividends to stockholders paid		
37.2 Interest on indebtedness		
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies		2,267
37.4 Other applications (net)	10,133	194,228
37.5 Total (Lines 37.1 to 37.4)	10,133	196,495
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	152,098	(135,114)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	326,175	(959,319)
40. Cash and short-term investments:		
40.1 Beginning of year	4,184,005	5,143,323
40.2 End of period (Line 39 plus Line 40.1)	4,510,180	4,184,005
DETAILS OF WRITE-INS		
0701. Service Fees	25,306	54,505
0702.		
0703.		
0798. Summary of remaining write-ins for Line 7 from overflow page		
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above)	25,306	54,505
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	16,504,366	13,234,141	28,766,196
3. Ordinary Individual Annuities	2,356,020	2,389,695	4,004,657
4. Credit Life (Group & Individual)			
5. Group Life Insurance	633,441	584,552	1,199,307
6. Group Annuities			
7. A & H - Group			
8. A & H - Credit (Group & Individual)			
9. A & H - Other	288,753	289,088	555,953
10. Aggregate of All Other Lines of Business			
11. Subtotal	19,782,580	16,497,477	34,526,114
12. Deposit-Type Contracts			
13. Total	19,782,580	16,497,477	34,526,114
DETAILS OF WRITE-INS			
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

No events subsequent to the most recent annual statement or audited financial statements, have occurred which have a material impact on the company for this reporting period other than the update of the SSAP's.

9. Income Taxes

The components of the net deferred tax asset / (liability) at June 30, 2002 are as follows:

1. Total of all deferred tax assets (admitted and nonadmitted)	\$2,420,988
2. Total of all deferred tax liabilities	\$ 20,886
3. Deferred tax assets nonadmitted in accordance with SSAP No.10 Income Taxes	\$1,690,770
4. Increase (decrease) in deferred tax assets nonadmitted	\$ (79,792)

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. 12/31/1998
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1998
- 7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/30/2000
- 7.4 By what department or departments?
.....
- 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 [] 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 [X]

If no, attach a description with this statement.

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

15.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Bank One Trust Co. NA.....	1111 Polaris Parkway Columbus, OH 43240.....

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address

GENERAL INTERROGATORIES (continued)

(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	\$0
1.12 Residential Mortgages	\$0
1.13 Commercial Mortgages	\$0
1.14 Total Mortgages in Good Standing	<u>\$</u>
1.2 Long-Term Mortgages In Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing	\$0
1.3 Long-Term Mortgages Loans Upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages	\$0
1.32 Residential Mortgages	\$0
1.33 Commercial Mortgages	\$0
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	\$0
1.42 Residential Mortgages	\$0
1.43 Commercial Mortgages	\$0
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).....	\$
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages	\$0
1.62 Residential Mortgages	\$0
1.63 Commercial Mortgages	\$0
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	NONE			
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				
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)				
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)				

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	NONE			
2. Amount loaned during period:				
2.1. Actual cost at time of acquisitions				
2.2. Additional investment made after acquisitions				
3. Accrual of discount and mortgage interest points and commitment fees				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period				
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)				
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period				

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	NONE			
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				

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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
BONDS								
1. Class 1	97,671,513	13,823,441	7,363,428	(2,019,650)	97,671,513	102,111,876		97,991,113
2. Class 2	14,242,325		1,000,000	969,746	14,242,325	14,212,071		12,325,679
3. Class 3	1,998,923		1,998,933	1,022,592	1,998,923	1,022,582		1,248,364
4. Class 4	248,378		248,385	1,003,066	248,378	1,003,059		
5. Class 5								
6. Class 6	949,965			(949,965)	949,965	0		950,000
7. Total Bonds	115,111,104	13,823,441	10,610,746	25,789	115,111,104	118,349,588		112,515,156
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds and Preferred Stock	115,111,104	13,823,441	10,610,746	25,789	115,111,104	118,349,588		112,515,156

Schedule DA - Part 1

NONE

Schedule DA - Part 2

NONE

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule S

NONE

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE LIFE INSURANCE COMPANY

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	5	6
		2	3			
	Is Insurer Licensed? (Yes or No)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Deposit-Type Contract Funds	Other Considerations
1. Alabama	AL	No	19,331	1,200		
2. Alaska	AK	No	877			
3. Arizona	AZ	No	13,634			
4. Arkansas	AR	No	9,894			
5. California	CA	No	23,442			
6. Colorado	CO	No	5,957		97	
7. Connecticut	CT	No	3,330			
8. Delaware	DE	No	2,415			
9. District of Columbia	DC	No	414			
10. Florida	FL	No	120,968		4,158	
11. Georgia	GA	Yes	1,355,236	19,950	60,095	
12. Hawaii	HI	No	528			
13. Idaho	ID	No	571			
14. Illinois	IL	Yes	220,034	67,491	3,183	
15. Indiana	IN	Yes	1,225,761	121,791	21,291	
16. Iowa	IA	Yes	2,964			
17. Kansas	KS	Yes	4,188			
18. Kentucky	KY	Yes	2,031,382	255,386	39,038	
19. Louisiana	LA	No	6,635			
20. Maine	ME	No	610			
21. Maryland	MD	No	9,282			
22. Massachusetts	MA	No	2,871			
23. Michigan	MI	Yes	45,417	27,206	85	
24. Minnesota	MN	No	6,836			
25. Mississippi	MS	No	22,248	20,578		
26. Missouri	MO	Yes	19,883			
27. Montana	MT	No	1,743			
28. Nebraska	NE	No	1,307			
29. Nevada	NV	No	3,130			
30. New Hampshire	NH	No	1,095			
31. New Jersey	NJ	No	5,055			
32. New Mexico	NM	No	1,610		99	
33. New York	NY	No	7,465		364	
34. North Carolina	NC	No	19,444			
35. North Dakota	ND	No	35			
36. Ohio	OH	Yes	8,676,081	1,774,086	127,905	
37. Oklahoma	OK	No	5,658			
38. Oregon	OR	No	1,803			
39. Pennsylvania	PA	Yes	31,453			
40. Rhode Island	RI	No				
41. South Carolina	SC	No	24,424	375	223	
42. South Dakota	SD	No	2,989			
43. Tennessee	TN	Yes	2,309,098	65,177	31,336	
44. Texas	TX	No	27,346		162	
45. Utah	UT	No	1,450			
46. Vermont	VT	No	1,731			
47. Virginia	VA	No	23,013		252	
48. Washington	WA	No	2,893			
49. West Virginia	WV	No	13,536	2,779	289	
50. Wisconsin	WI	Yes	7,766		177	
51. Wyoming	WY	No	983			
52. American Samoa	AS	No				
53. Guam	GU	No				
54. Puerto Rico	PR	No				
55. US Virgin Islands	VI	No				
56. Canada	CN	No				
57. Aggregate Other Alien	OT	XXX				
58. Subtotal	(a) 12		16,325,816	2,356,019	288,754	0
90. Reporting entity contributions for employee benefit plans	XXX					
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					
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					
94. Aggregate of other amounts not allocable by State	XXX					
95. Totals (Direct Business)	XXX		16,325,816	2,356,019	288,754	0
96. Plus Reinsurance Assumed	XXX					
97. Totals (All Business)	XXX		16,325,816	2,356,019	288,754	0
98. Less Reinsurance Ceded	XXX		4,460,953		105,911	
99. Totals (All Business) less Reinsurance Ceded	XXX		11,864,863	2,356,019	182,843	0
DETAILS OF WRITE-INS						
5701.	XXX					
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					
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 GRANGE LIFE INSURANCE COMPANY

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

FEI NO.	STATE OF DOMICILE	NAIC CODE		
<u>PARENT COMPANY:</u>				
31-4192970	OHIO	14060	*GRANGE MUTUAL CASUALTY COMPANY	
<u>SUBSIDIARY COMPANIES:</u>				
31-0739286	OHIO	71218	*GRANGE LIFE INSURANCE COMPANY	100% OWNED
41-1405571	OHIO	40118	*TRUSTGARD INSURANCE COMPANY	100% OWNED
31-1432675	OHIO	10322	*GRANGE INDEMNITY INSURANCE COMPANY	100% OWNED
31-1769414	MICHIGAN	11136	*GRANGE INSURANCE COMPANY OF MICHIGAN	100% OWNED
31-1651402	OHIO	N/A	THE GRANGE BANK	100% OWNED
<u>AFFILIATE:</u>				
39-0367560	WISCONSIN	14303	*INTEGRITY MUTUAL INSURANCE COMPANY	100% POOLED

* INSURER

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:

Bar Codes:

Trusteed Surplus Statement (Document Identifier 490) here:



OVERFLOW PAGE FOR WRITE-INS

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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)
BONDS								
US Governments								
United States								
36202D-BX-8	GNMA II #2754 6.500% 05/20/29	05/08/2002	Huntington Capital Corp.		1,800,753	1,770,598	6,394	1PE
Total United States					1,800,753	1,770,598	6,394	XXX
0399996 - Bonds - U.S. Government					1,800,753	1,770,598	6,394	XXX
0399999 - Total - Bonds - U.S. Government					1,800,753	1,770,598	6,394	XXX
Special Revenue & Assessment								
United States								
31339G-Z9-5	FHR 2387 D 5.500% 12/15/26	04/02/2002	Huntington Capital Corp.		843,302	856,688	524	1PE
31359M-NF-6	FNMA 5NC2 1X-Call 4.750% 06/18/07	06/13/2002	Merrill Lynch		999,210	1,000,000		1PE
31364K-2Y-5	FNMA 10NC3 - Call 6.450% 03/08/11	04/09/2002	DBAB		2,008,900	2,000,000	11,467	1PE
313920-3H-1	FNR 2001-41 BH 6.000% 07/25/29	06/28/2002	Huntington Capital Corp.		990,781	1,000,000	333	1PE
38373T-Z2-4	GNR 2002-15 PC 5.500% 11/20/31	05/20/2002	Huntington Capital Corp.		958,672	1,000,000	3,361	1PE
38373X-FF-8	GNR 2002-45 A 6.000% 06/20/32	06/17/2002	Huntington Capital Corp.		1,015,625	1,000,000	4,500	1PE
Total United States					6,816,490	6,856,688	20,185	XXX
3199996 - Bonds - Special Revenues - United States					6,816,490	6,856,688	20,185	XXX
3199999 - Total - Bonds - Special Revenue					6,816,490	6,856,688	20,185	XXX
Industrial & Miscellaneous								
United States								
073902-AZ-1	Bear Stearns Co NC 7.000% 03/01/07	04/23/2002	Bear Stearns		1,051,220	1,000,000	10,694	1
50075N-AH-7	Kraft Foods Inc NC 6.250% 06/01/12	05/15/2002	DBAB		999,600	1,000,000		1PE
81441P-BD-2	Security National Mtg 7.310% 04/25/30	04/18/2002	DBAB		1,999,316	2,000,000		1PE
94974Y-AA-8	Loan Tr 2002-1A A3 - 144A Wells Fargo Capital 7.730% 12/01/26 144A - Call	06/18/2002	DBAB		1,069,272	1,000,000	4,294	1PE
Total United States					5,119,408	5,000,000	14,988	XXX
4599996 - Bonds - Industrial and Misc - United States					5,119,408	5,000,000	14,988	XXX
4599999 - Total - Bonds - Industrial, Misc.					5,119,408	5,000,000	14,988	XXX
6099997 - Total - Bonds - Part 3					13,736,651	13,627,286	41,567	XXX
6099998 - Total - Bonds - Part 5					86,790	86,524	202	XXX
6099999 - Total - Bonds					13,823,441	13,713,810	41,769	XXX
6599999 - Total - Preferred Stocks						XXX		XXX
7099999 - Total - Common Stocks						XXX		XXX
7199999 - Total - Preferred and Common Stocks						XXX		XXX
7299999 - Totals					13,823,441	XXX	41,769	XXX

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

E04

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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)
BONDS																
US Governments																
United States																
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	04/01/2002	Paydown		1,143	1,143	1,135	1,143	.8				.0	.8		1PE
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	05/01/2002	Paydown		1,152	1,152	1,143	1,152	.8				.0	.16		1PE
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	06/01/2002	Paydown		1,160	1,160	1,151	1,160	.8				.0	.24		1PE
36205Q-3X-5	GNMA Pool 397814 PL - 8.250% 06/15/20 241 (F)	04/01/2002	Paydown		1,675	1,675	1,704	1,675	(26)				.0	.12		1PE
36205Q-3X-5	GNMA Pool 397814 PL - 8.250% 06/15/20 241 (F)	05/01/2002	Paydown		1,687	1,687	1,716	1,687	(26)				.0	.23		1PE
36205Q-3X-5	GNMA Pool 397814 PL - 8.250% 06/15/20 241 (F)	06/01/2002	Paydown		1,699	1,699	1,729	1,699	(26)				.0	.35		1PE
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	04/01/2002	Paydown		292	292	289	292	.2				.0	.2		1PE
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	05/01/2002	Paydown		294	294	292	294	.2				.0	.4		1PE
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	06/01/2002	Paydown		297	297	294	297	.2				.0	.7		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	04/01/2002	Paydown		1,006	1,006	1,012	1,006	(5)				.0	.6		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	05/01/2002	Paydown		1,013	1,013	1,018	1,013	(5)				.0	.13		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	06/01/2002	Paydown		1,019	1,019	1,025	1,019	(6)				.0	.19		1PE
Total United States					12,436	12,436	12,508	12,436	(63)	0	0	0	0	169	XXX	XXX
0399999 - Bonds - U.S. Governments					12,436	12,436	12,508	12,436	(63)	0	0	0	0	169	XXX	XXX
Special Revenue & Assessment																
United States																
312924-CU-5	FHLMC Call 5.350% 08/28/06	04/09/2002	DBAB		1,998,540	2,000,000	2,000,000	2,000,000				(1,460)	(1,460)	12,483		1PE
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	04/01/2002	Paydown		3,999	3,999	3,943	3,999	55				.0	.20		1PE
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	05/01/2002	Paydown		4,791	4,791	4,725	4,791	66				.0	.48		1PE
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	06/01/2002	Paydown		5,402	5,402	5,326	5,402	75				.0	.81		1PE
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	04/01/2002	Paydown		30,749	30,749	31,191	30,749	(432)				.0	.167		1PE
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	05/01/2002	Paydown		19,833	19,833	20,118	19,833	(279)				.0	.215		1PE
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	06/01/2002	Paydown		22,535	22,535	22,859	22,535	(316)				.0	.366		1PE
3133T2-3F-5	FHG 25 B SEQ GNJO 6.5 6.500% 12/25/08	04/01/2002	Paydown		25,719	25,719	25,494	25,719	145				.0	.139		1PE
3133T2-3F-5	FHG 25 B SEQ GNJO 6.5 6.500% 12/25/08	05/01/2002	Paydown		26,267	26,267	26,037	26,267	148				.0	.285		1PE
3133T2-3F-5	FHG 25 B SEQ GNJO 6.5 6.500% 12/25/08	06/01/2002	Paydown		26,622	26,622	26,389	26,622	150				.0	.433		1PE
3133TK-G7-9	FHR 2141 E NAS FGLMC 6.600% 04/15/29 7.0	04/01/2002	Paydown		1,130	1,130	1,148	1,130	(13)				.0	.6		1PE
3133TK-G7-9	FHR 2141 E NAS FGLMC 6.600% 04/15/29 7.0	05/01/2002	Paydown		1,138	1,138	1,157	1,138	(13)				.0	.13		1PE
3133TK-G7-9	FHR 2141 E NAS FGLMC 6.600% 04/15/29 7.0	06/01/2002	Paydown		1,147	1,147	1,166	1,147	(13)				.0	.19		1PE
31358T-KN-8	FNR 693-3 H PAC(11) 7.000% 03/25/21 GNSF 8.0	04/01/2002	Paydown		33,941	33,941	33,665	33,941	173				.0	.198		1PE
31358T-KN-8	FNR 693-3 H PAC(11) 7.000% 03/25/21 GNSF 8.0	05/01/2002	Paydown		15,244	15,244	15,121	15,244	78				.0	.178		1PE

E05

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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)
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	04/01/2002	Paydown		21,031	21,031	21,294	21,031	(265)				.0	140		1PE
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	05/01/2002	Paydown		30,802	30,802	31,187	30,802	(388)				.0	411		1PE
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	06/01/2002	Paydown		23,908	23,908	24,207	23,908	(301)				.0	478		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	04/01/2002	Paydown		68,451	68,451	67,788	68,451	655				.0	399		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	05/01/2002	Paydown		35,637	35,637	35,292	35,637	341				.0	416		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	06/01/2002	Paydown		22,093	22,093	21,879	22,093	212				.0	387		1PE
Total United States					2,418,980	2,420,440	2,419,986	2,420,440	79	0	0	(1,460)	(1,460)	16,881	XXX	XXX
3199999 - Bonds - Special Revenues					2,418,980	2,420,440	2,419,986	2,420,440	79	0	0	(1,460)	(1,460)	16,881	XXX	XXX
Public Utilities (unaffiliated) United States																
362311-AK-8	GTE California NC 7.650% 03/15/07	06/13/2002	Mesirow Financial		1,077,150	1,000,000	1,004,230	1,003,140	(117)			74,010	74,010	19,763		1PE
Total United States					1,077,150	1,000,000	1,004,230	1,003,140	(117)	0	0	74,010	74,010	19,763	XXX	XXX
3899999 - Bonds - Public Utilities					1,077,150	1,000,000	1,004,230	1,003,140	(117)	0	0	74,010	74,010	19,763	XXX	XXX
Industrial & Miscellaneous United States																
073902-BD-9	Bear Stearns Co 6.625% 10/01/04	04/23/2002	Bear Stearns		1,043,800	1,000,000	1,000,780	1,000,332	(9)			43,468	43,468	37,726		1PE
152314-BJ-8	Centex Home Equity 7.000% 06/25/30	05/07/2002	Baird, Robert W. & Company		1,036,250	1,000,000	953,125	960,400	499			75,850	75,850	13,408		1PE
242361-AB-9	Dean Foods Company 6.900% 10/15/17	05/06/2002	RW Pressprich & Co. Inc.		213,750	250,000	248,145	248,385	6			(34,635)	(34,635)	9,775		4
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21	04/12/2002	Paydown		580	580	581	580	1			.0	.0	3		1PE
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21	05/12/2002	Paydown		83,637	83,637	83,859	83,637	109			.0	.0	970		1PE
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21	06/12/2002	Paydown		88,292	88,292	88,526	88,292	116			.0	.0	1,536		1PE
364760-AA-6	Gap Inc. 6.900% 09/15/07	04/18/2002	Raymond James & Associates		870,000	1,000,000	998,280	998,933	10			(128,933)	(128,933)	7,283		.3Z
524908-CK-4	Lehman Brothers 8.250% 06/15/07	04/17/2002	Bear Stearns		1,104,160	1,000,000	1,009,750	1,007,872	(71)			96,288	96,288	29,104		1PE
532716-AE-7	Holdings Inc NC Limited Inc. 7.800% 05/15/02	05/15/2002	Maturity		1,000,000	1,000,000	970,450	1,000,000	630			.0	.0	39,000		NRZ
60935B-BG-3	The Money Store Home 7.625% 12/15/27	04/01/2002	Paydown		25,768	25,768	26,622	25,768	(58)			.0	.0	164		1PE
60935B-BG-3	The Money Store Home 7.625% 12/15/27	05/01/2002	Paydown		44,902	44,902	46,389	44,902	(101)			.0	.0	571		1PE
60935B-BG-3	The Money Store Home 7.625% 12/15/27	06/01/2002	Paydown		22,289	22,289	23,027	22,289	(50)			.0	.0	425		1PE
69348R-JR-8	PNC Mortgage 6.500% 05/25/29	04/01/2002	Paydown		32,615	32,615	32,584	32,615	43			.0	.0	177		1PE
69348R-JR-8	Securities Corp. 1999-4 4A1	05/01/2002	Paydown		12,891	12,891	12,879	12,891	17			.0	.0	140		1PE
69348R-JR-8	PNC Mortgage 6.500% 05/25/29	06/01/2002	Paydown		25,200	25,200	25,177	25,200	33			.0	.0	410		1PE
708160-BP-0	Securities Corp. 1999-4 4A1	06/10/2002	Bear Stearns		987,500	1,000,000	1,000,000	1,000,000				(12,500)	(12,500)	53,200		3
843590-CH-1	J.C. Penney & Co. 7.600% 04/01/07	04/01/2002	Paydown		12,852	12,852	13,011	12,852	47			.0	.0	72		1PE
843590-CH-1	Southern Pacific 6.740% 01/25/28	05/01/2002	Paydown		6,780	6,780	6,863	6,780	25			.0	.0	76		1PE
843590-CH-1	Secured Asset 1997-4 A6	06/01/2002	Paydown		10,544	10,544	10,674	10,544	39			.0	.0	178		1PE
92857T-AF-4	Southern Pacific 6.740% 01/25/28	06/26/2002	DBAB		530,330	500,000	509,291	505,935	(514)			24,395	24,395	14,403		1PE
Total United States					7,152,140	7,116,350	7,060,014	7,088,206	772	0	0	63,934	63,934	208,619	XXX	XXX
4599996 - Bonds - Industrial and Misc - United States							1								XXX	XXX
4599999 - Bonds - Industrial and Miscellaneous					7,152,140	7,116,350	7,060,014	7,088,206	772	0	0	63,934	63,934	208,619	XXX	XXX
6099997 - Bonds - Part 4					10,660,706	10,549,226	10,496,738	10,524,222	671	0	0	136,484	136,484	245,432	XXX	XXX
6099998 - Bonds - Part 5					86,524	86,524	86,790	86,524	(266)					531	XXX	XXX
6099999 - Total - Bonds					10,747,230	10,635,750	10,583,528	10,610,746	405	0	0	136,484	136,484	245,963	XXX	XXX

EO5.1

STATEMENT AS OF JUNE 30, 2002 OF THE GRANGE 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)
6599999	- Total - Preferred Stocks					XXX								XXX		XXX
7099999	- Total - Common Stocks					XXX								XXX		XXX
7199999	- Total - Preferred and Common Stocks					XXX								XXX		XXX
7299999 Totals					10,747,230	XXX	10,583,528	10,610,746	405	0	0	136,484	136,484	245,963	0	XXX

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

E05.2

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

