



QUARTERLY STATEMENT

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

APPALACHIAN LIFE INSURANCE COMPANY

NAIC Group Code..... 137, 137 (Current Period) (Prior Period)	NAIC Company Code..... 72591	Employer's ID Number..... 55-0343849
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated..... July 30, 1948	Commenced Business..... November 1, 1948	
Statutory Home Office	65 East State Street, Suite 2100 Columbus OH 43215-4260 (Street and Number) (City or Town, State and Zip Code)	
Main Administrative Office	5250 South Sixth Street Road Springfield IL 62703 (Street and Number) (City or Town, State and Zip Code)	877-881-1777 (Area Code) (Telephone Number)
Mail Address	P O Box 5147 Springfield IL 62705-5147 (Street and Number or P. O. Box) (City or Town, State and Zip Code)	
Primary Location of Books and Records	5250 South Sixth Street Road Springfield IL 62703 (Street and Number) (City or Town, State and Zip Code)	877-881-1777 (Area Code) (Telephone Number)
Internet Website Address	www.unitedtrustgroup.com	
Statement Contact	Theodore Clayton Miller (Name) accounting@unitedtrustgroup.com (E-Mail Address)	877-881-1777 (Area Code) (Telephone Number) (Extension) 217-241-6578 (Fax Number)
Policyowner Relations Contact	5250 South Sixth Street Road Springfield IL 62703 (Street and Number) (City or Town, State and Zip Code)	800-323-0050 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Randall Lanier Attkisson
Secretary Theodore Clayton Miller
Treasurer Theodore Clayton Miller
Actuary Wilfred Joseph Albracht

VICE PRESIDENTS

Michael Keith Borden
James Patrick Rousey
Joyce Marie Copp
Brad Marshall Wilson
Patricia Grace Fowler
Theodore Clayton Miller

DIRECTORS OR TRUSTEES

Randall Lanier Attkisson
Robert Woodson Teater #
Jesse Thomas Correll
John W Crowwell #
Dennis Thomas Ditto #

State of.....Illinois
County of....Sangamon.

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) Randall Lanier Attkisson (Printed Name) President	_____ (Signature) Theodore Clayton Miller (Printed Name) Secretary	_____ (Signature) Theodore Clayton Miller (Printed Name) Treasurer
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Subscribed and sworn to before me this
.....17th....day ofJuly....., 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.....	23,539,628	0	23,539,628	23,480,710
2. Stocks:				
2.1 Preferred stocks.....	500,000	0	500,000	500,000
2.2 Common stocks.....	4,463,074	0	4,463,074	3,968,637
3. Mortgage loans on real estate:				
3.1 First liens.....	28,311	0	28,311	28,536
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.....	455,145	0	455,145	429,763
6. Premium notes, including \$.....0 for first year premiums.....	0	0	0	0
7. Cash (\$....694,476) and short-term investments (\$....1,009,872).....	1,704,348	0	1,704,348	1,434,930
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).....	30,690,506	0	30,690,506	29,842,576
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 \$....35,563 net deferred tax asset).....	35,563	0	35,563	40,006
15. Guaranty funds receivable or on deposit.....	17	0	17	0
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$....198,097 loading).....	695,436	0	695,436	717,354
17. Accident and health premiums due and unpaid.....	265	0	265	342
18. Investment income due and accrued.....	307,057	0	307,057	348,881
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	9,100
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.....	0	0	0	0
25. Total assets excluding Separate Accounts business (Lines 11 to 24).....	31,728,844	0	31,728,844	30,958,259
26. From Separate Accounts Statement.....	0	0	0	0
27. Total (Lines 25 and 26).....	31,728,844	0	31,728,844	30,958,259

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.	0	0	0	0
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).....	0	0	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....20,710,683 less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	20,710,683	20,522,984
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	105,140	106,862
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	6,247	7,412
4. Contract claims:		
4.1 Life.....	354,255	430,773
4.2 Accident and health.....	20,500	20,500
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 \$.....0 accident and health premiums.....	32,146	36,886
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.....	49,681	48,522
10. Commissions to agents due or accrued-life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....	0	8,151
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued.....	30,000	30,000
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.....	56,654	100,369
15. Federal and foreign income taxes, including \$.....0 on realized capital gains (losses) (including \$.....0 net deferred tax liability).....	43,789	92,059
16. Unearned investment income.....	23	10
17. Amounts withheld or retained by company as agent or trustee.....	379,220	474,161
18. Amounts held for agents' account, including \$.....15,554 agents' credit balances.....	15,554	8,472
19. Remittances and items not allocated.....	949	(1,187)
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.....	18,518	18,911
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.....	288,885	215,016
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.....	57,758	27,987
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.....	0	0
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25).....	22,170,002	22,147,889
27. From Separate Accounts Statement.....	0	0
28. Total Liabilities (Line 26 and 27).....	22,170,002	22,147,889
29. Common capital stock.....	1,329,440	1,329,440
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.....	2,630,984	2,630,984
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	5,598,418	4,849,946
36. Less treasury stock, at cost:		
36.10.000 shares common (value included in Line 29 \$.....0).....	0	0
36.20.000 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).....	8,229,402	7,480,930
38. Totals of Lines 29, 30 and 37.....	9,558,842	8,810,370
39. Totals of Lines 28 and 38.....	31,728,844	30,958,259

DETAILS OF WRITE-INS

2501.	0	0
2502.	0	0
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).....	0	0
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.....	1,343,468	1,469,802	2,804,292
2. Considerations for supplementary contracts with life contingencies.....	0	0	0
3. Net investment income.....	725,978	814,499	1,581,819
4. Amortization of Interest Maintenance Reserve (IMR).....	1,662	1,672	3,332
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.....	2,774	3,416	5,758
9. Totals (Lines 1 to 8.3).....	2,073,882	2,289,389	4,395,201
10. Death benefits.....	1,004,076	1,069,888	2,017,260
11. Matured endowments (excluding guaranteed annual pure endowments).....	15,825	4,616	9,747
12. Annuity benefits.....	1,698	0	0
13. Disability benefits and benefits under accident and health contracts.....	21,953	8,953	15,903
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0	0
15. Surrender benefits and withdrawals for life contracts.....	97,774	113,401	259,735
16. Group conversions.....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	36	0	22
18. Payments on supplementary contracts with life contingencies.....	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts.....	185,977	292,495	422,662
20. Totals (Lines 10 to 19).....	1,327,339	1,489,353	2,725,329
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	51,475	122,255	188,145
22. Commissions and expense allowances on reinsurance assumed.....	0	0	0
23. General insurance expenses.....	288,929	573,401	836,180
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	47,641	69,433	128,881
25. Increase in loading on deferred and uncollected premiums.....	(8,883)	(20,872)	(58,547)
26. Net transfers to or (from) Separate Accounts.....	0	0	0
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	1,706,501	2,233,570	3,819,988
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	367,381	55,819	575,213
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).....	367,381	55,819	575,213
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	43,789	28,426	92,059
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).....	323,592	27,393	483,154
34. Net realized capital gains or (losses) less capital gains tax of \$.....0 (excluding taxes of \$.....0 and transferred to the IMR).....	0	163,830	226,881
35. Net income (Line 33 plus Line 34).....	323,592	191,223	710,035
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year.....	8,810,370	8,661,067	8,661,067
37. Net income (Line 35).....	323,592	191,223	710,035
38. Change in net unrealized capital gains (losses).....	502,798	166,831	418,122
39. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
40. Change in net deferred income tax.....	(4,443)	(15,105)	(13,565)
41. Change in nonadmitted assets and related items.....	0	0	0
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.....	(73,869)	25,057	37,471
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	53,571	53,571
50. Capital changes:			
50.1 Paid in.....	0	0	(182,158)
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	(874,982)
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.....	394	404	809
54. Net change in capital and surplus (Lines 37 through 53).....	748,472	421,981	149,303
55. Capital and surplus as of statement date (Lines 36 + 54).....	9,558,842	9,083,048	8,810,370

DETAILS OF WRITE-INS

08.301. Miscellaneous income.....	2,774	3,416	5,758
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).....	2,774	3,416	5,758
2701.	0	0	0
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).....	0	0	0
5301. Amounts due former employees.....	394	404	809
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).....	394	404	809

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.....	1,369,606	2,989,539
2. Charges and fees for deposit-type contracts.....	.0	.0
3. Considerations for supplementary contracts with life contingencies.....	.0	.0
4. Net investment income.....	791,469	1,679,214
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.....	2,757	5,758
8. Total (Lines 1 to 7).....	2,163,832	4,674,511
9. Death benefits.....	1,080,594	1,993,164
10. Matured endowments.....	15,825	9,747
11. Annuity benefits.....	1,698	.0
12. Disability benefits and benefits under accident and health contracts.....	21,953	15,903
13. Coupons, guaranteed annual pure endowments and similar benefits.....	.0	.0
14. Surrender benefits and withdrawals for life contracts.....	97,774	259,735
15. Group conversions.....	.0	.0
16. Interest and adjustments on contract or deposit-type contract funds.....	.2	.11
17. Payments on supplementary contracts with life contingencies.....	.0	.0
18. Total (Lines 9 to 17).....	1,217,846	2,278,560
19. Commissions on premiums, annuity considerations and deposit-type contract funds.....	59,626	194,042
20. Commissions and expense allowances on reinsurance assumed.....	.0	.0
21. General insurance expenses.....	288,929	980,200
22. Insurance taxes, licenses and fees, excluding federal income taxes.....	91,356	178,280
23. Net transfers to or (from) Separate Accounts.....	.0	.0
24. Aggregate write-ins for deductions.....	.0	.0
25. Total (Lines 18 to 24).....	1,657,757	3,631,082
26. Dividends paid to policyholders.....	.0	.0
27. Federal income taxes (excluding tax on capital gains).....	92,059	(67,443)
28. Total (Lines 25 to 27).....	1,749,816	3,563,639
29. Net cash from operations (Line 8 minus Line 28).....	414,016	1,110,872
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds.....	3,403,246	9,286,148
30.2 Stocks.....	.0	735,552
30.3 Mortgage loans.....	225	2,196,347
30.4 Real estate.....	.0	575,057
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).....	3,403,471	12,793,104
31. Net tax on capital gains (losses).....	.0	.0
32. Total (Line 30.8 minus Line 31).....	3,403,471	12,793,104
33. Cost of investments acquired (long-term only):		
33.1 Bonds.....	3,474,401	12,872,038
33.2 Stocks.....	.0	931,598
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).....	3,474,401	13,803,636
34. Net increase (or decrease) in policy loans and premium notes.....	25,382	4,796
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34).....	(96,312)	(1,015,328)
Cash from Financing and Miscellaneous Sources		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in.....	.0	(1,057,140)
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	1,689
36.5 Other cash provided.....	48,089	568,390
36.6 Total (Lines 36.1 to 36.5).....	48,089	(487,061)
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.....	1,199	2,546
37.4 Other applications (net).....	95,176	18,060
37.5 Total (Lines 37.1 to 37.4).....	96,375	20,606
38. Net cash from financing and miscellaneous sources (Lines 36.6 minus Line 37.5).....	(48,286)	(507,667)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38).....	269,418	(412,123)
40. Cash and short-term investments:		
40.1 Beginning of year.....	1,434,930	1,847,053
40.2 End of period (Line 39 plus Line 40.1).....	1,704,348	1,434,930
DETAILS OF WRITE-INS		
0701. Miscellaneous income.....	2,774	5,758
0702. Guaranty Funds on Deposit.....	(17)	.0
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).....	2,757	5,758
2401.0	.0
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	.0

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.....	2,142	2,334	27,403
2. Ordinary life insurance.....	1,027,215	1,150,442	2,123,887
3. Ordinary individual annuities.....	2,029	0	5,797
4. Credit life (group & individual).....	0	0	0
5. Group life insurance.....	288,471	290,136	575,727
6. Group annuities.....	0	0	0
7. A&H - group.....	3,803	0	30,377
8. A&H - credit (group & individual).....	0	0	0
9. A&H - other.....	22,626	27,214	48,750
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	1,346,286	1,470,126	2,811,941
12. Deposit-type contracts.....	0	0	0
13. Total.....	1,346,286	1,470,126	2,811,941

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

1. Redomestication

Appalachian Life Insurance Company, which was previously a West Virginia domiciled company, was redomesticated to the State of Ohio, effective June 1, 2002.

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 [X] No []

3.2 If yes, date of change:06/30/2002.....
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.12/31/1999.....

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.12/31/1999.....

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).01/17/2002.....

7.4 By what department or departments?..... West Virginia 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 [X] No []

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds.....	\$.....0	\$.....0
13.22 Preferred Stock.....	\$.....0	\$.....0
13.23 Common Stock.....	\$.....2,904,129	\$.....2,958,396
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).....	\$.....2,904,129	\$.....2,958,396
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	\$.....0	\$.....0
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above.....	\$.....0	\$.....0

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

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

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

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

1 Name of Custodian(s)	2 Custodian Address
Bank of New York	101 Barclay St., New York NY 10286

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address

GENERAL INTERROGATORIES (continued)

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

PART 2 - LIFE & HEALTH

		1
		Amount
1. 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.....	\$.....	.0
1.2 Long-term mortgages in good standing with restructured terms		
1.21 Total mortgages in good standing.....	\$.....	.0
1.3 Long-term mortgage 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.....	\$.....	.0
1.4 Long-term mortgage loans in process of foreclosure		
1.41 Farm mortgages.....	\$.....	.0
1.42 Residential mortgages.....	\$.....	28,311
1.43 Commercial mortgages.....	\$.....	.0
1.44 Total mortgages in process of foreclosure.....	\$.....	28,311
1.5 Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$.....	28,311
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
1.65 Total mortgages foreclosed and transferred to real estate.....	\$.....	.0

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.....	0	0	0	372,071
2. Increase (decrease) by adjustment.....	0	0	0	(14,589)
3. Cost of acquired.....	0	0	0	0
4. Cost of additions to and permanent improvements.....	0	0	0	0
5. Total profit (loss) on sales.....	0	0	0	217,574
6. Increase (decrease) by foreign exchange adjustment.....	0	0	0	0
7. Amount received on sales.....	0	0	0	575,056
8. Book/adjusted carrying value at end of current period.....	0	0	0	0
9. Total valuation allowance.....	0	0	0	0
10. Subtotal (Lines 8 plus 9).....	0	0	0	0
11. Total nonadmitted amounts.....	0	0	0	0
12. Statement value, current period (Page 2, real estate lines, current period).....	0	0	0	0

SCHEDULE B - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period.....	28,536	28,536	0	2,350,952
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions.....	0	0	0	0
2.2 Additional investment made after acquisitions.....	0	0	0	0
3. Accrual of discount and mortgage interest points and commitment fees.....	0	0	0	0
4. Increase (decrease) by adjustment.....	0	0	0	0
5. Total profit (loss) on sale.....	0	0	0	(126,069)
6. Amounts paid on account or in full during the period.....	0	225	0	2,196,347
7. Amortization of premium.....	0	0	0	0
8. Increase (decrease) by foreign exchange adjustment.....	0	0	0	0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....	28,536	28,311	0	28,536
10. Total valuation allowance.....	0	0	0	0
11. Subtotal (Lines 9 plus 10).....	28,536	28,311	0	28,536
12. Total nonadmitted amounts.....	0	0	0	0
13. Statement value of mortgages owned at end of current period.....	28,536	28,311	0	28,536

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.....	0	0	0	0
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions.....	0	0	0	0
2.2 Additional investment made after acquisitions.....	0	0	0	0
3. Accrual of discount.....	0	0	0	0
4. Increase (decrease) by adjustment.....	0	0	0	0
5. Total profit (loss) on sale.....	0	0	0	0
6. Amounts paid on account or in full during the period.....	0	0	0	0
7. Amortization of premium.....	0	0	0	0
8. Increase (decrease) by foreign exchange adjustment.....	0	0	0	0
9. Book/adjusted carrying value of long-term invested assets at end of current period.....	0	0	0	0
10. Total valuation allowance.....	0	0	0	0
11. Subtotal (Lines 9 plus 10).....	0	0	0	0
12. Total nonadmitted amounts.....	0	0	0	0
13. Statement value of long-term invested assets at end of current period.....	0	0	0	0

NONE

SCHEDULE D - PART 1B

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

	1	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
BONDS								
1. Class 1.....	21,153,527	5,557,744	3,792,957	(513,120)	21,153,527	22,405,194	0	22,796,395
2. Class 2.....	743,169	0	0	500,276	743,169	1,243,445	0	489,103
3. Class 3.....	250,061	0	250,000	(61)	250,061	0	0	250,420
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.....	242,500	0	0	3,361	242,500	245,861	0	237,500
7. Total Bonds.....	22,389,257	5,557,744	4,042,957	(9,544)	22,389,257	23,894,500	0	23,773,418
PREFERRED STOCK								
8. Class 1.....	500,000	0	0	0	500,000	500,000	0	500,000
9. Class 2.....	0	0	0	0	0	0	0	0
10. Class 3.....	0	0	0	0	0	0	0	0
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	500,000	0	0	0	500,000	500,000	0	500,000
15. Total Bonds and Preferred Stock.....	22,889,257	5,557,744	4,042,957	(9,544)	22,889,257	24,394,500	0	24,273,418

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.....	1,009,872	XXX	1,009,872	1,325	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.....	292,709	298,362	0	699,558
2. Cost of short-term investments acquired.....	2,439,978	3,414,990	0	13,621,436
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.....	2,434,325	2,703,480	0	14,028,285
7. Book/adjusted carrying value, current period.....	298,362	1,009,872	0	292,709
8. Total valuation allowance.....	0	0	0	0
9. Subtotal (Lines 7 plus 8).....	298,362	1,009,872	0	292,709
10. Total nonadmitted amounts.....	0	0	0	0
11. Statement value (Lines 9 minus 10).....	298,362	1,009,872	0	292,709
12. Income collected during period.....	821	1,325	0	32,124
13. Income earned during period.....	1,047	1,557	0	28,542

**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	YES	1,714	0	0	0	0
2. Alaska.....AK	NO	0	0	0	0	0
3. Arizona.....AZ	YES	556	0	0	0	0
4. Arkansas.....AR	YES	355	0	0	0	0
5. California.....CA	NO	287	0	0	0	0
6. Colorado.....CO	YES	189	0	0	0	0
7. Connecticut.....CT	NO	105	0	0	0	0
8. Delaware.....DE	NO	1,045	0	0	0	0
9. District of Columbia.....DC	NO	28	0	0	0	0
10. Florida.....FL	NO	7,571	0	0	0	0
11. Georgia.....GA	YES	2,155	0	0	0	0
12. Hawaii.....HI	NO	0	0	0	0	0
13. Idaho.....ID	NO	106	0	0	0	0
14. Illinois.....IL	YES	6,618	0	0	0	0
15. Indiana.....IN	YES	1,355	0	0	0	0
16. Iowa.....IA	NO	0	0	0	0	0
17. Kansas.....KS	YES	438	0	0	0	0
18. Kentucky.....KY	YES	29,088	0	0	0	0
19. Louisiana.....LA	YES	0	0	0	0	0
20. Maine.....ME	NO	105	0	0	0	0
21. Maryland.....MD	NO	1,782	0	0	0	0
22. Massachusetts.....MA	NO	61	0	0	0	0
23. Michigan.....MI	NO	1,848	0	0	0	0
24. Minnesota.....MN	NO	0	0	0	0	0
25. Mississippi.....MS	NO	206	0	0	0	0
26. Missouri.....MO	YES	1,002	0	0	0	0
27. Montana.....MT	YES	0	0	0	0	0
28. Nebraska.....NE	YES	0	0	0	0	0
29. Nevada.....NV	NO	45	0	0	0	0
30. New Hampshire.....NH	NO	0	0	0	0	0
31. New Jersey.....NJ	NO	169	0	0	0	0
32. New Mexico.....NM	NO	7	0	0	0	0
33. New York.....NY	NO	2,190	0	0	0	0
34. North Carolina.....NC	NO	11,892	0	0	0	0
35. North Dakota.....ND	NO	0	0	0	0	0
36. Ohio.....OH	YES	48,066	0	0	0	0
37. Oklahoma.....OK	YES	817	0	0	0	0
38. Oregon.....OR	NO	35	0	0	0	0
39. Pennsylvania.....PA	YES	2,238	0	0	0	0
40. Rhode Island.....RI	NO	0	0	0	0	0
41. South Carolina.....SC	NO	1,696	0	0	0	0
42. South Dakota.....SD	NO	0	0	0	0	0
43. Tennessee.....TN	YES	5,273	0	0	0	0
44. Texas.....TX	NO	753	0	0	0	0
45. Utah.....UT	YES	1,879	0	0	0	0
46. Vermont.....VT	NO	0	0	0	0	0
47. Virginia.....VA	YES	33,336	0	0	0	0
48. Washington.....WA	NO	96	0	0	0	0
49. West Virginia.....WV	YES	1,179,793	2,029	26,506	0	0
50. Wisconsin.....WI	NO	136	0	0	0	0
51. Wyoming.....WY	YES	0	0	0	0	0
52. American Samoa.....AS	NO	0	0	0	0	0
53. Guam.....GU	NO	0	0	0	0	0
54. Puerto Rico.....PR	NO	0	0	0	0	0
55. US Virgin Islands.....VI	NO	0	0	0	0	0
56. Canada.....CN	NO	0	0	0	0	0
57. Aggregate Other Alien.....OT	XXX	0	0	0	0	0
58. Subtotal.....(a) 21		1,345,035	2,029	26,506	0	0
90. Reporting entity contributions for employee benefit plans.....	XXX	0	0	0	0	0
91. Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX	0	0	0	0	0
92. Dividends or refunds applied to shorten endowment or premium paying period.....	XXX	0	0	0	0	0
93. Premium or annuity considerations waived under disability or other contract provisions.....	XXX	2,001	0	0	0	0
94. Aggregate other amounts not allocable by State.....	XXX	0	0	0	0	0
95. Totals (Direct Business).....	XXX	1,347,036	2,029	26,506	0	0
96. Plus Reinsurance Assumed.....	XXX	0	0	0	0	0
97. Totals (All Business).....	XXX	1,347,036	2,029	26,506	0	0
98. Less Reinsurance Ceded.....	XXX	5,965	0	0	0	0
99. Totals (All Business) less Reinsurance Ceded.....	XXX	1,341,071	2,029	26,506	0	0

DETAILS OF WRITE-INS

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

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

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

PART 1 – ORGANIZATIONAL CHART

NONE

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)
Bonds - U.S. Government								
912827 5S 7.....	US Treasury Note.....	06/03/2002.....	Morgan Keegan.....		475,406	450,000	671	1PE.....
912827 6N 7.....	US Treasury Note.....	05/22/2002.....	Morgan Keegan.....		423,188	400,000	500	1PE.....
912827 7M 8.....	US Treasury Note.....	05/22/2002.....	Morgan Keegan.....		399,953	400,000	2,739	1PE.....
912827 T8 5.....	US Treasury Note.....	05/22/2002.....	Morgan Keegan.....		431,125	400,000	565	1PE.....
912828 AD 2.....	US Treasury Note.....	06/03/2002.....	Morgan Keegan.....		300,562	300,000	107	1PE.....
0399999.	Total - Bonds - U.S. Government.....				2,030,234	1,950,000	4,582	XXX.....
Bonds - Industrial and Miscellaneous								
United States								
8447HB AC 6.....	Southtrust BK N A Birmingham.....	05/08/2002.....	Morgan Keegan.....		517,520	500,000	13,495	1PE.....
	United States.....				517,520	500,000	13,495	XXX.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....				517,520	500,000	13,495	XXX.....
6099997.	Total - Bonds - Part 3.....				2,547,754	2,450,000	18,077	XXX.....
6099999.	Total - Bonds.....				2,547,754	2,450,000	18,077	XXX.....
7299999.	Total - Bonds, Preferred and Common Stocks.....				2,547,754	XXX	18,077	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 Quarte

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 - U.S. Government																
912827 2W 1...	US Treasury Note.....	05/31/2002	MATURITY.....		400,000	400,000	406,938	400,000	(2,062)	0	0	0	0	13,000		1PE.....
912827 F4 9...	US Treasury Note.....	05/15/2002	MATURITY.....		300,000	300,000	307,031	300,000	(436)	0	0	0	0	11,250		1.....
0399999	Total - Bonds - U.S. Government.....				700,000	700,000	713,969	700,000	(2,498)	0	0	0	0	24,250	0	XXX..
Bonds - Political Subdivisions of States																
Minnesota																
60415M YW 8...	MN State Housing Fin Agy-Tax Resid.....	04/23/2002	CALLED@100.0000000.....		25,000	25,000	25,000	25,000	0	0	0	0	0	3,799		1PE.....
	Minnesota.....				25,000	25,000	25,000	25,000	0	0	0	0	0	3,799	0	XXX..
Nevada																
641271 SU 6...	Nevada Hsg Div Single Family Mtg.....	04/01/2002	CALLED@100.0000000.....		15,000	15,000	15,000	15,000	0	0	0	0	0	525		1PE.....
	Nevada.....				15,000	15,000	15,000	15,000	0	0	0	0	0	525	0	XXX..
West Virginia																
126817 AW 5...	Cabell Putnam Wayne County WV.....	04/01/2002	CALLED@100.0000000.....		5,000	5,000	5,000	5,000	0	0	0	0	0	184		1.....
	West Virginia.....				5,000	5,000	5,000	5,000	0	0	0	0	0	184	0	XXX..
	United States.....				45,000	45,000	45,000	45,000	0	0	0	0	0	4,508	0	XXX..
2499999	Total - Bonds - Political Subdivisions.....				45,000	45,000	45,000	45,000	0	0	0	0	0	4,508	0	XXX..
Bonds - Special Revenue and Special Assessment																
United States																
31283K A7 3...	FHLMC GOLD POOL G10930.....	06/15/2002	PRIN RCPT.....		21,034	21,034	21,011	21,034	24	0	0	0	0	903		1.....
312915 QC 8...	FHLMC 1491 GA CMO.....	06/15/2002	PRIN RCPT.....		84,253	84,253	84,924	84,253	(461)	0	0	0	0	3,221		1.....
3133MH YX 6...	FHLB CMO 5S-08 1.....	06/24/2002	PRIN RCPT.....		16,821	16,821	16,821	16,821	0	0	0	0	0	366		1.....
3133TR 2X 2...	FHLMC CMO 2274 PV.....	06/15/2002	PRIN RCPT.....		55,180	55,180	55,680	55,180	(448)	0	0	0	0	2,276		1.....
3133TR TL 9...	FHLMC CMO Series2300 CL-QA.....	06/15/2002	PRIN RCPT.....		67,565	67,565	67,565	67,565	22	0	0	0	0	2,046		1.....
31359R VF 6...	FNMA CMO SERIES 1998-2 KD.....	06/18/2002	PRIN RCPT.....		50,246	50,246	50,592	50,246	(303)	0	0	0	0	2,063		1.....
313921 UT 3...	FNMA CMO 2001-53 YB.....	06/25/2002	PRIN RCPT.....		49,378	49,378	49,864	49,378	(446)	0	0	0	0	1,639		1.....
	U.S.....				344,477	344,478	346,457	344,477	(1,612)	0	0	0	0	12,514	0	XXX..
	United States.....				344,477	344,478	346,457	344,477	(1,612)	0	0	0	0	12,514	0	XXX..
3199999	Total - Bonds - Special Revenue & Assessment.....				344,477	344,478	346,457	344,477	(1,612)	0	0	0	0	12,514	0	XXX..
Bonds - Industrial and Miscellaneous																
United States																
984121 AT 0...	Xerox Corporation.....	04/15/2002	MATURITY.....		250,000	250,000	258,742	250,000	(420)	0	0	0	0	10,156		3.....
	United States.....				250,000	250,000	258,742	250,000	(420)	0	0	0	0	10,156	0	XXX..
4599999	Total - Bonds - Industrial & Miscellaneous.....				250,000	250,000	258,742	250,000	(420)	0	0	0	0	10,156	0	XXX..
6099997	Total - Bonds - Part 4.....				1,339,477	1,339,478	1,364,168	1,339,477	(4,530)	0	0	0	0	51,428	0	XXX..
6099999	Total - Bonds.....				1,339,477	1,339,478	1,364,168	1,339,477	(4,530)	0	0	0	0	51,428	0	XXX..
7299999	Total - Bonds, Preferred and Common Stocks.....				1,339,477	XXX	1,364,168	1,339,477	(4,530)	0	0	0	0	51,428	0	XXX..

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

E05

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 Rate of Interest	3 Amount of Interest Received During Current Quarter	4 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			8 *	
				5 First Month	6 Second Month	7 Third Month		
Open Depositories								
Bank of New York.....	New York, NY.....	1.680	0	0	0	0	0	
Bank One.....	Springfield, IL.....	1.230	222	0	60,505	39,202	73,853	
First Southern National Bank.....	Stanford, KY.....	1.450	4,050	0	2,532,246	432,160	330,282	
First Southern Nat'l Bk Money Market.....	Stanford, KY.....	1.450	890	0	253,271	253,581	253,861	
Deposits in 3 Depositories.....		0.000	0	0	37,370	35,008	36,480	
0199999. Total Open Depositories.....		XXX	5,162	0	2,883,392	759,951	694,476	XXX
0399999. Total Cash on Deposit.....		XXX	5,162	0	2,883,392	759,951	694,476	XXX
0599999. Total Cash.....		XXX	5,162	0	2,883,392	759,951	694,476	XXX

Overflow Page for Write-Ins