



QUARTERLY STATEMENT
 AS OF September 30, 2002
 OF THE CONDITION AND AFFAIRS OF THE
 QualChoice Health Plan, Inc.

NAIC Group Code _____ , _____
(Current Period) (Prior Period)
 NAIC Company Code 10001
 Employer's ID Number 34-1737469

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

Country of Domicile United States of America

Incorporated 08/24/1993 Commenced Business 09/13/1993

Statutory Home Office 6000 Parkland Blvd. , Cleveland, OH 44124
(Street and Number) (City, or Town, State and Zip Code)

Main Administrative Office 6000 Parkland Blvd
(Street and Number)

Cleveland, OH 44124 (440)460-0093-
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 6000 Parkland Blvd , Cleveland, OH 44124
(Street and Number or P.O. Box) (City, or Town, State and Zip Code)

Primary Location of Books and Records 6000 Parkland Blvd.
(Street and Number)

Cleveland, OH 44124 (440)460-0093-
(City, or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.qchp.com

Statutory Statement Contact Teresa J. Schaffer (440)460-4039-
(Name) (Area Code)(Telephone Number)(Extension)

tschaffer@qchp.com (440)460-4000-
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Policyowner Relations Contact 6000 Parkland Blvd
(Street and Number)

Cleveland, OH 44124 (440)460-0093-
(City, or Town, State and Zip Code) (Area Code) (Telephone Number)(Extension)

OFFICERS

President Thomas A Sullivan
 Secretary Rebecca Nedelkof Holland
 Treasurer Karen Fifer Ferry

VICE PRESIDENTS

Todd W Locke MD Bryan A. James #

DIRECTORS OR TRUSTEES

Fred C. Rothstein M.D.
 Margaret W. Wong
 Kevin V. Roberts
 James L. Bayman
 Cathy M. Lewis
 Jon Schurmeier
 Martin I Resnick M.D.
 Donna J. Sexton-Cicero M.D.
 Richard A. Horvitz

State of Ohio
 County of Cuyahoga ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the 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 manuals 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) Thomas A. Sullivan (Printed Name) President	_____ (Signature) Rebecca Nedelkoff Holland (Printed Name) VP and General Counsel	_____ (Signature) Karen Fifer Ferry (Printed Name) Sr VP of Operations & CFO
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Subscribed and sworn to before me this _____ day of _____, 2002	a. Is this an original filing?	Yes[X] No[]
	b. If no,	
	1. State the amendment number	_____
	2. Date filed	_____
	3. Number of pages attached	_____

 (Notary Public Signature)

ASSETS

		Current Statement Date			4
		1	2	3	December 31, Prior Year Net Admitted Assets
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1.	Bonds	54,054,648		54,054,648	47,834,872
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks	24,038,468		24,038,468	26,757,309
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 \$..... encumbrance)				
5.	Cash (\$.....5,664,783 and short-term investments \$.....9,824,614)	15,489,398		15,489,398	11,579,895
6.	Other invested assets				
7.	Receivable for securities				
8.	Aggregate write-ins for invested assets				
9.	Subtotals, cash and invested assets (Lines 1 to 8)	93,582,514		93,582,514	86,172,076
10.	Agents' balances or uncollected premiums:				
10.1	Premiums and agents' balances in course of collection	7,216,372	3,281,064	3,935,308	4,147,216
10.2	Premiums, agents' balances and installments booked but deferred and not yet due (including \$..... earned but unbilled premiums)				
10.3	Accrued retrospective premiums				
11.	Funds held by or deposited with reinsured companies				
12.	Bills receivable, taken for premiums				
13.	Amounts billed and receivable under high deductible policies				
14.	Reinsurance recoverables on loss and loss adjustment expense payments	2,025,079	49,696	1,975,383	97,831
15.	Federal and foreign income tax recoverable and interest thereon (including \$..... net deferred tax asset)				
16.	Guaranty funds receivable or on deposit				
17.	Electronic data processing equipment and software				
18.	Interest, dividends and real estate income due and accrued	717,579		717,579	667,976
19.	Net adjustments in assets and liabilities due to foreign exchange rates				
20.	Receivable from parent, subsidiaries and affiliates	43,393		43,393	6,594,414
21.	Amounts due from / to protected cells				
22.	Equities and deposits in pools and associations				
23.	Amounts receivable relating to uninsured accident and health plans				
24.	Other assets nonadmitted				
25.	Aggregate write-ins for other than invested assets	2,248,808	2,248,808		
26.	Total assets excluding protected cell assets (Lines 9 through 25) ...	105,833,745	5,579,568	100,254,177	97,679,513
27.	Protected cell assets				
28.	TOTALS (Lines 26 and 27)	105,833,745	5,579,568	100,254,177	97,679,513
DETAILS OF WRITE-INS					
0801	.....				
0802	.....				
0803	.....				
0898.	Summary of remaining write-ins for Line 8 from overflow page				
0899.	TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)				
2501.	Subrogation Receivable	396,516	396,516		
2502.	Pharmacy Rebate Receivable	1,779,396	1,779,396		
2503.	A/R Metro	72,896	72,896		
2598.	Summary of remaining write-ins for Line 25 from overflow page				
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	2,248,808	2,248,808		

LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Statement Date	December 31, Prior Year
1.	Losses (current accident year \$.....)	54,401,155	46,290,605
2.	Reinsurance payable on paid losses and loss adjustment expenses		
3.	Loss adjustment expenses	466,389	591,650
4.	Commissions payable, contingent commissions and other similar charges	218,297	127,182
5.	Other expenses (excluding taxes, licenses and fees)	2,829	503,201
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	2,088,104	1,928,372
7.	Federal and foreign income taxes (including \$..... on realized capital gains (losses) (including \$..... net deferred tax liability)		
8.	Borrowed money \$..... and interest thereon \$.....		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$..... and including warranty reserves of \$.....)	7,840,702	12,072,318
10.	Advance premium		
11.	Dividends declared and unpaid:		
11.1	Stockholders		
11.2	Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)		
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	3,250,688	
20.	Payable for securities		
21.	Liability for amounts held under uninsured accident and health plans		
22.	Capital notes \$..... and interest thereon \$.....		
23.	Aggregate write-ins for liabilities		
24.	TOTAL liabilities excluding protected cell liabilities (Lines 1 through 23)	68,268,164	61,513,328
25.	Protected cell liabilities		
26.	TOTAL liabilities (Lines 24 and 25)	68,268,164	61,513,328
27.	Aggregate write-ins for special surplus funds		
28.	Common capital stock	1,500,000	1,500,000
29.	Preferred capital stock		
30.	Aggregate write-ins for other than special surplus funds		
31.	Surplus notes		
32.	Gross paid in and contributed surplus	123,808,889	123,808,889
33.	Unassigned funds (surplus)	(93,322,876)	(89,142,704)
34.	Less treasury stock, at cost:		
34.1	 shares common (value included in Line 28 \$.....)		
34.2	 shares preferred (value included in Line 29 \$.....)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34)	31,986,013	36,166,185
36.	TOTALS	100,254,177	97,679,513
DETAILS OF WRITE-INS			
2301	.....		
2302	.....		
2303	.....		
2398.	Summary of remaining write-ins for Line 23 from overflow page		
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)		
2701	.....		
2702	.....		
2703	.....		
2798.	Summary of remaining write-ins for Line 27 from overflow page		
2799.	TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)		
3001	.....		
3002	.....		
3003	.....		
3098.	Summary of remaining write-ins for Line 30 from overflow page		
3099.	TOTALS (Lines 3001 through 3003 plus 3098) (Line 30 above)		

STATEMENT OF INCOME

		1	2	3
		Current Year to Date	Prior Year to Date	Prior Year Ended December 31
UNDERWRITING INCOME				
1.	Premiums earned			
1.1	Direct (written \$.....271,209,729)	273,009,215	233,789,477	318,227,057
1.2	Assumed (written \$.....)			
1.3	Ceded (written \$.....4,788,800)	2,356,669	2,317,078	3,503,919
1.4	Net (written \$.....266,420,929)	270,652,546	231,472,399	314,723,138
DEDUCTIONS:				
2.	Losses incurred (current accident year \$.....)			
2.1	Direct	237,012,332	213,428,612	288,433,437
2.2	Assumed			
2.3	Ceded	1,051,252	1,776,042	2,753,163
2.4	Net	235,961,080	211,652,570	285,680,274
3.	Loss expenses incurred	466,389	625,360	591,650
4.	Other underwriting expenses incurred	33,655,999	28,632,549	36,954,980
5.	Aggregate write-ins for underwriting deductions			
6.	Total underwriting deductions (Lines 2 through 5)	270,083,468	240,910,479	323,226,904
7.	Net income of protected cells			
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	569,078	(9,438,080)	(8,503,766)
INVESTMENT INCOME				
9.	Net investment income earned	2,685,143	2,554,430	3,459,933
10.	Net realized capital gains (losses)	(3,154,743)	(312,296)	(443,521)
11.	Net investment gain (loss) (Lines 9 + 10)	(469,600)	2,242,134	3,016,412
OTHER INCOME				
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered \$..... amount charged off \$.....)			
13.	Finance and service charges not included in premiums			
14.	Aggregate write-ins for miscellaneous income			
15.	Total other income (Lines 12 through 14)			
16.	Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	99,478	(7,195,946)	(5,487,354)
17.	Dividends to policyholders			
18.	Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	99,478	(7,195,946)	(5,487,354)
19.	Federal and foreign income taxes incurred			
20.	Net income (Line 18 minus Line 19) (to Line 22)	99,478	(7,195,946)	(5,487,354)
CAPITAL AND SURPLUS ACCOUNT				
21.	Surplus as regards policyholders, December 31 prior year	36,166,182	24,531,311	24,531,311
GAINS AND (LOSSES) IN SURPLUS				
22.	Net income (from Line 20)	99,478	(7,195,946)	(5,487,354)
23.	Net unrealized capital gains or losses	(4,915,142)	(2,946,970)	(750,502)
24.	Change in net unrealized foreign exchange capital gain (loss)			
25.	Change in net deferred income tax			
26.	Change in nonadmitted assets	(11,533)	1,804,490	846,880
27.	Change in provision for reinsurance			
28.	Change in surplus notes			
29.	Surplus (contributed to) withdrawn from protected cells			
30.	Cumulative effect of changes in accounting principles			
31.	Capital changes:			
31.1	Paid in			
31.2	Transferred from surplus (Stock Dividend)			
31.3	Transferred to surplus			
32.	Surplus adjustments:			
32.1	Paid in		6,000,000	17,152,725
32.2	Transferred to capital (Stock Dividend)			
32.3	Transferred from capital			
33.	Net remittances from or (to) Home Office			
34.	Dividends to stockholders			
35.	Change in treasury stock			
36.	Aggregate write-ins for gains and losses in surplus	647,028	(75,006)	(126,878)
37.	Change in surplus as regards policyholders for the year (Lines 22 through 36)	(4,180,169)	(2,413,432)	11,634,871
38.	Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	31,986,013	22,117,879	36,166,182
DETAILS OF WRITE-INS				
0501	.....			
0502	.....			
0503	.....			
0598.	Summary of remaining write-ins for Line 5 from overflow page			
0599.	TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401	.....			
1402	.....			
1403	.....			
1498.	Summary of remaining write-ins for Line 14 from overflow page			
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)			
3601.	Change in Allowance for Retroactivity	647,028	(75,006)	(126,878)
3602	.....			
3603	.....			
3698.	Summary of remaining write-ins for Line 36 from overflow page			
3699.	TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)	647,028	(75,006)	(126,878)

CASH FLOW

		1 Current Year to Date	2 Prior Year Ended December 31
Cash from Operations			
1.	Premiums collected net of reinsurance	266,256,855	314,393,073
2.	Loss and loss adjustment expenses paid (net of salvage and subrogation)	229,941,631	284,188,303
3.	Underwriting expenses paid	33,358,644	36,345,206
4.	Other underwriting income (expenses)		
5.	Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	2,956,580	(6,140,436)
6.	Net investment income	2,843,018	3,506,273
7.	Other income (expenses):		
7.1	Agents' balances charged off		
7.2	Net funds held under reinsurance treaties		
7.3	Net amount withheld or retained for account of others		
7.4	Aggregate write-ins for miscellaneous items		
7.5	TOTAL other income (Lines 7.1 to 7.4)		
8.	Dividends to policyholders on direct business, less \$..... dividends on reinsurance assumed or ceded (net)		
9.	Federal and foreign income taxes (paid) recovered		
10.	Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	5,799,598	(2,634,163)
Cash from Investments			
11.	Proceeds from investments sold, matured or repaid:		
11.1	Bonds	31,862,960	43,648,965
11.2	Stocks	165,830,029	165,007,470
11.3	Mortgage loans		
11.4	Real estate		
11.5	Other invested assets		
11.6	Net gains or (losses) on cash and short-term investments		
11.7	Miscellaneous proceeds		
11.8	Total investment proceeds (Lines 11.1 to 11.7)	197,692,989	208,656,435
12.	Cost of investments acquired (long-term only):		
12.1	Bonds	39,384,013	57,713,489
12.2	Stocks	170,085,798	173,488,612
12.3	Mortgage loans		
12.4	Real estate		
12.5	Other invested assets		
12.6	Miscellaneous applications	1,331	
12.7	TOTAL investments acquired (Lines 12.1 to 12.6)	209,471,142	231,202,101
13.	Net Cash from investments (Line 11.8 minus Line 12.7)	(11,778,153)	(22,545,666)
Cash from Financing and Miscellaneous Sources			
14.	Cash provided:		
14.1	Surplus notes, capital and surplus paid in		12,952,725
14.2	Capital notes \$..... less amounts repaid \$.....		
14.3	Net transfers from affiliates	9,801,709	22,652,769
14.4	Borrowed funds received		
14.5	Other cash provided	86,349	(973,979)
14.6	TOTAL (Lines 14.1 to 14.5)	9,888,058	34,631,515
15.	Cash applied:		
15.1	Dividends to stockholders paid		
15.2	Net transfers to affiliates		
15.3	Borrowed funds repaid		
15.4	Other applications		
15.5	TOTAL (Lines 15.1 to 15.4)		
16.	Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	9,888,058	34,631,515
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
17.	Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	3,909,503	9,451,686
18.	Cash and short-term investments:		
18.1	Beginning of year	11,579,895	2,128,210
18.2	End of year (Line 17 plus Line 18.1)	15,489,398	11,579,896
DETAILS OF WRITE-INS			
07.401	.....		
07.402	.....		
07.403	.....		
07.498.	Summary of remaining write-ins for Line 7.4 from overflow page		
07.499.	TOTALS (Lines 07.401 through 07.403 plus 07.498) (Line 07.4 above)		

Notes to Financial Statement

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[X]
- 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?
If yes attach an organizational chart.

Yes[] No[X]
- 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	2	3
Name of Entity	NAIC Company Code	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?
If yes, attach an explanation.

Yes[] No[X] N/A[]
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2001
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2001
- 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).

04/30/2002
- 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 (continued)

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

INVESTMENT

- 9.1

Has there been any changes in the reporting entity’s own preferred or common stock?

Yes[] No[X]
- 9.2

If yes, explain:
- 10.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 10.2

If yes, give full and complete information relating thereto:
11.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$
12.

Amount of real estate and mortgages held in short-term investments:

\$
- 13.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[] No[X]
- 13.2

If yes, please complete the following:

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

- 14.1

Does the reporting entity have any hedging transactions reported in Schedule DB?

Yes[] No[X]
- 14.2

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

Yes[] No[X]
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
Key Bank - Trustee	Cleveland, OH

- 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
.....	Key bank - Trustee	Cleveland, OH

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGAOTRIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?
If yes, attach an explanation.

Yes[] No[] N/A[X]
2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?
If yes, attach an explanation.

Yes[] No[X]
- 3.1 Have any of the reporting entity's primary reinsurance contracts been canceled?

Yes[] No[X]
- 3.2 If yes, giv full and complete information thereto
- 4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves"), discounted at a rate of interest greater than zero?

Yes[] No[X]
- 4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
04.2999 Total										

SCHEDULE A - VERIFICATION

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

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	39,895,372	20,484,383	19,491,706	1,097,660	29,178,595	39,895,372	41,985,710	33,794,865
2. Class 2	14,384,350	3,095,381	3,692,956	(1,231,881)	16,348,307	14,384,350	12,554,894	15,386,170
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. TOTAL Bonds	54,279,722	23,579,764	23,184,662	(134,221)	45,526,902	54,279,722	54,540,604	49,181,035
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 & Preferred Stock	54,279,722	23,579,764	23,184,662	(134,221)	45,526,902	54,279,722	54,540,604	49,181,035

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	9,824,615	X X X	9,824,615	46,064	.....

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

		1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter CurrentYear	4 Prior Year Ended December 31
1.	Book/adjusted carrying value, beginning of period	11,649,612	16,703,619	10,453,764	890,315
2.	Cost of short-term investments acquired	18,107,528	18,397,474	11,729,418	69,781,912
3.	Increase (decrease) by adjustment				(100,000)
4.	Increase (decrease) by foreign exchange adjustment				
5.	Total profit (loss) on disposal of short-term investments				
6.	Consideration received on disposal of short-term investments	13,053,521	24,647,329	12,358,568	58,922,615
7.	Book/adjusted carrying value, current period	16,703,619	10,453,764	9,824,614	11,649,612
8.	Total valuation allowance				
9.	Subtotals (Lines 7 plus 8)	16,703,619	10,453,764	9,824,614	11,649,612
10.	Total nonadmitted amounts				
11.	Statement value (Lines 9 minus 10)	16,703,619	10,453,764	9,824,614	11,649,612
12.	Income collected during period	39,862	66,053	46,064	225,115
13.	Income earned during period	40,527	57,199	45,259	245,837

SCHEDULE DB - PART F - SECTION 1
Summary of Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset					Components of the Replicated (Synthetic) Asset						
1 Replication RSAT Number	2 Description	3 NAIC Designation or Other Description	4 Statement Value	5 Fair Value	Derivative Instruments Open		Cash Instrument(s) Held				
					6	7	8	9	10	11	12
					Description	Fair Value	CUSIP	Description	Statement Value	Fair Value	NAIC Designation or Other Description
9999999					 X X X .....	.....	.... X X X ...	 X X X .....	.....	.....	..... X X X

SCHEDULE DB - PART F - SECTION 2
Reconciliation of Replicated (Synthetic) Assets Open

		First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-To-Date	
		1	2	3	4	5	6	7	8	9	10
		Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value
1.	Beginning Inventory										
2.	Add: Opened or Acquired Transactions										
3.	Add: Increases in Replicated Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
4.	Less: Closed or Disposed of Transactions										
5.	Less: Positions Disposed of for Failing Effectiveness Criteria										
6.	Less: Decreases in Replicated (Synthetic) Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
7.	Ending Inventory										

SCHEDULE F - CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)
------------------------------	---------------------------	---------------------------	---------------	---

Affiliates

66346 ... 58-0828824 ... Munich American Reassur Co Georgia Yes[X] No[] .

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date--Allocated by States and Territories

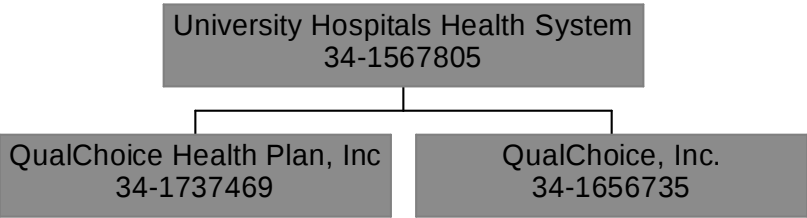
			1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
				2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
States, Etc.									
1.	Alabama	AL	No ...						
2.	Alaska	AK	No ...						
3.	Arizona	AZ	No ...						
4.	Arkansas	AR	No ...						
5.	California	CA	No ...						
6.	Colorado	CO	No ...						
7.	Connecticut	CT	No ...						
8.	Delaware	DE	No ...						
9.	District of Columbia	DC	No ...						
10.	Florida	FL	No ...						
11.	Georgia	GA	No ...						
12.	Hawaii	HI	No ...						
13.	Idaho	ID	No ...						
14.	Illinois	IL	No ...						
15.	Indiana	IN	No ...						
16.	Iowa	IA	No ...						
17.	Kansas	KS	No ...						
18.	Kentucky	KY	No ...						
19.	Louisiana	LA	No ...						
20.	Maine	ME	No ...						
21.	Maryland	MD	No ...						
22.	Massachusetts	MA	No ...						
23.	Michigan	MI	No ...						
24.	Minnesota	MN	No ...						
25.	Mississippi	MS	No ...						
26.	Missouri	MO	No ...						
27.	Montana	MT	No ...						
28.	Nebraska	NE	No ...						
29.	Nevada	NV	No ...						
30.	New Hampshire	NH	No ...						
31.	New Jersey	NJ	No ...						
32.	New Mexico	NM	No ...						
33.	New York	NY	No ...						
34.	North Carolina	NC	No ...						
35.	North Dakota	ND	No ...						
36.	Ohio	OH	Yes ...	... 271,209,729	... 233,386,666	... 228,901,781	... 207,719,880	... 54,401,155	... 49,743,450
37.	Oklahoma	OK	No ...						
38.	Oregon	OR	No ...						
39.	Pennsylvania	PA	No ...						
40.	Rhode Island	RI	No ...						
41.	South Carolina	SC	No ...						
42.	South Dakota	SD	No ...						
43.	Tennessee	TN	No ...						
44.	Texas	TX	No ...						
45.	Utah	UT	No ...						
46.	Vermont	VT	No ...						
47.	Virginia	VA	No ...						
48.	Washington	WA	No ...						
49.	West Virginia	WV	No ...						
50.	Wisconsin	WI	No ...						
51.	Wyoming	WY	No ...						
52.	American Samoa	AS	No ...						
53.	Guam	GU	No ...						
54.	Puerto Rico	PR	No ...						
55.	U.S. Virgin Islands	VI	No ...						
56.	Canada	CN	No ...						
57.	Aggregate other alien	OT	... X X X ...						
58.	TOTALS	(a)..... 1		... 271,209,729	... 233,386,666	... 228,901,781	... 207,719,880	... 54,401,155	... 49,743,450
DETAILS OF WRITE-INS									
5701			X X X ..						
5702			X X X ..						
5703			X X X ..						
5798. Summary of remaining write-ins for Line 57 from overflow page			X X X ..						
5799. TOTALS (Lines 5701 through 5703 plus 5798) (Line 57 above)			X X X ..						

(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

All insurer members of a Holding Company Group that has acquired and/or disposed of any domestic insurer (s) since filing the last annual or quarterly statement shall prepare a common schedule for inclusion in each of the individual quarterly statements

PART 1 - ORGANIZATIONAL CHART



PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire				
2.	Allied lines				
3.	Farmowners multiple peril				
4.	Homeowners multiple peril				
5.	Commercial multiple peril				
6.	Mortgage guaranty				
8.	Ocean marine				
9.	Inland marine				
10.	Financial guaranty				
11.1	Medical malpractice - occurrence				
11.2	Medical malpractice - claims made				
12.	Earthquake				
13.	Group accident and health	273,009,215	237,012,332	86.815	91.291
14.	Credit accident and health				
15.	Other accident and health				
16.	Workers' compensation				
17.1	Other liability - occurrence				
17.2	Other liability - claims made				
18.1	Products liability - occurrence				
18.2	Products liability - claims made				
19.1	19.2 Private passenger auto liability				
19.3	19.4 Commercial auto liability				
21.	Auto physical damage				
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety				
26.	Burglary and theft				
27.	Boiler and machinery				
28.	Credit				
29.	International				
30.	Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
31.	Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
32.	Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
33.	Aggregate write-ins for other lines of business				
34.	TOTALS	273,009,215	237,012,332	86.815	
DETAILS OF WRITE-INS					
3301	.....				
3302	.....				
3303	.....				
3398.	Summary of remaining write-ins for Line 33 from overflow page				
3399.	TOTALS (Lines 3301 through 3303 plus 3398) (Line 33 above)				

PART 2 - DIRECT PREMIUMS WRITTEN

		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire			
2.	Allied lines			
3.	Farmowners multiple peril			
4.	Homeowners multiple peril			
5.	Commercial multiple peril			
6.	Mortgage guaranty			
8.	Ocean marine			
9.	Inland marine			
10.	Financial guaranty			
11.1	Medical malpractice - occurrence			
11.2	Medical malpractice - claims made			
12.	Earthquake			
13.	Group accident and health	89,042,360	271,209,729	233,386,666
14.	Credit accident and health			
15.	Other accident and health			
16.	Workers' compensation			
17.1	Other liability - occurrence			
17.2	Other liability - claims made			
18.1	Products liability - occurrence			
18.2	Products liability - claims made			
19.1	19.2 Private passenger auto liability			
19.3	19.4 Commercial auto liability			
21.	Auto physical damage			
22.	Aircraft (all perils)			
23.	Fidelity			
24.	Surety			
26.	Burglary and theft			
27.	Boiler and machinery			
28.	Credit			
29.	International			
30.	Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
31.	Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
32.	Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
33.	Aggregate write-ins for other lines of business			
34.	TOTALS	89,042,360	271,209,729	233,386,666
DETAILS OF WRITE-INS				
3301	.....			
3302	.....			
3303	.....			
3398.	Summary of remaining write-ins for Line 33 from overflow page			
3399.	TOTALS (Lines 3301 through 3303 plus 3398) (Line 33 above)			

PART 3 (000 omitted)
LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2) (a)	2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2002 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9) (b)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12) (c)
1. 1999 + Prior													
2. 2000		2,297	2,297						5,010	5,010		2,713	2,713
3. Subtotals 2000 + Prior		2,297	2,297						5,010	5,010		2,713	2,713
4. 2001	4,666	39,919	44,585	10,785	21,597	32,382					6,119	(18,322)	(12,203)
5. Subtotals 2001 + Prior	4,666	42,216	46,882	10,785	21,597	32,382			5,010	5,010	6,119	(15,609)	(9,490)
6. 2002	X X X	X X X	X X X	X X X	198,991	198,991	X X X	10,785	39,072	49,857	X X X	X X X	X X X
7. Totals	4,666	42,216	46,882	10,785	220,588	231,373		10,785	44,082	54,867	6,119	(15,609)	(9,490)
8. Prior Year-End's Surplus As Regards Policyholders											Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
											131.140	(36.974)	(20.242)
9. _													Col. 13, Line 7 Line 8

(a) Should Equal Prior Year-End Annual Statement: Page 3. Col. 1, Lines 1 + 3
(b) Should Equal Q.S. Page 3, Col. 1, Lines 1 and 3.
(c) Should Also Equal Cols. 6 + 10 less Col. 3 for Lines A through E only.

**SUPPLEMENTAL EXHIBITS AND SCHEDULES
INTERROGATORIES**

	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
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	No

Explanations:

Bar Codes:



OVERFLOW PAGE FOR WRITE-INS

E01 Schedule A Part 2. NONE

E01 Schedule A Part 3. NONE

E02 Schedule B Part 1. NONE

E02 Schedule B Part 2. NONE

E03 Schedule BA Part 1. NONE

E03 Schedule BA Part 2 NONE

SCHEDULE D - PART 3
Showing All Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - U.S. Governments								
912827J6	United State Treas Notes	09/25/2002	Arbor Trading Group	X X X	1,550,953	1,345,000	4,219	1
912828AJ9	United States Treasury Notes	09/04/2002	VARIOUS	X X X	2,576,274	2,515,000	6,671	1
0399999 Subtotal - Bonds - U.S. Governments					4,127,227	3,860,000	10,890 .....	.....
Bonds - Special Revenue, Special Assessment								
* * *								
31387CQT1	Fannie Mae Pool 580166	08/02/2002	Chase Securities	X X X	1,357,326	1,314,999	3,945	1PE
31387FGT5	Fannie Mae Pool 582610	08/07/2002	Bear Stearns	X X X	1,062,992	1,030,000	1,888	1PE
3199999 Subtotal - Bonds - Special Revenue, Special Assessment					2,420,318	2,344,999	5,833 .....	.....
Bonds - Public Utilities								
20825UAA2	Conoco Fdg Co	08/23/2002	CS First Boston Corp	X X X	570,768	545,000	10,973	1
25179SAC4	Devon Financing Corp ULC	08/08/2002	Goldman Sachs & Co	X X X	293,452	275,000	6,985	2
494550AH9	Kinder Morgan Energy Partners L P	08/28/2002	Nationsbanc Montgomery Se	X X X	278,441	265,000	8,348	2
755111AK7	Raytheon Co	08/19/2002	Chase Securities	X X X	279,320	270,000	7,418	2
812404AV3	Sears Roebuck Acceptance Corp	08/13/2002	VARIOUS	X X X	447,038	415,000	4,922	2
893830AJ8	Transocean Sedco Forex Inc	08/21/2002	Morgan Stanley & Co	X X X	625,370	570,000	14,415	2PE
927804ES9	Virginia Electric and Power	09/17/2002	VARIOUS	X X X	578,577	550,000	3,594	1
3899999 Subtotal - Bonds - Public Utilities					3,072,966	2,890,000	56,655 .....	.....
Bonds - Industrial and Miscellaneous								
038522AG3	Aramark Services Inc.	09/23/2002	Donaldson & Co., Inc.	X X X	250,125	245,000	1,382	2
066050CU7	BankAmerica Corp	08/26/2002	Nationsbanc Montgomery Se	X X X	346,694	320,000	8,222	1PE
097014AC8	Boeing Capital Corp	07/16/2002	UBSW Warburg	X X X	337,751	305,000	6,998	1
125577AM8	Cit Group Inc.	07/12/2002	Chase Securities	X X X	273,205	270,000	7,800	1
16161ABK3	Chase Manhattan Corp New	09/13/2002	Chase Securities	X X X	249,072	235,000	2,673	1PE
172967BK6	CITIGROUP INC	07/02/2002	Salomon Brothers, Inc.	X X X	818,902	810,000	13,725	1PE
20029PAK5	Comcast Cable Communications	09/17/2002	Morgan Stanley & Co	X X X	355,662	370,000	3,276	2
487836AS7	Kellogg Corp	07/16/2002	Donaldson & Co., Inc.	X X X	333,909	315,000	6,237	2
620076AS8	Motorola Inc	09/06/2002	Chase Securities	X X X	232,062	235,000	1,762	2
4599999 Subtotal - Bonds - Industrial and Miscellaneous					3,197,382	3,105,000	52,075 .....	.....
6099997 Subtotal - Bonds - Part 3					12,817,893	12,199,999	125,453 .....	.....
6099998 Summary Item for Bonds Bought and Sold This Quarter .....					.....	.....	.....	.....
6099999 Subtotal - Bonds					12,817,893	12,199,999	125,453 .....	.....
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter .....					.....	.....	.....	.....
Common Stock - Public Utilities								
025816109	American Express Co	09/03/2002	VARIOUS	500.000	16,903	X X X .....	.....	L
172474108	Cinergy Corp	09/09/2002	VARIOUS	800.000	26,811	X X X .....	.....	L
264399106	Duke Energy Corp.	07/31/2002	Donaldson & Co., Inc.	600.000	14,934	X X X .....	.....	L
302571104	FPL Group Inc	07/31/2002	Donaldson & Co., Inc.	400.000	22,002	X X X .....	.....	L
57772K101	Maxim Integrated Prods Inc.	08/22/2002	VARIOUS	1,500.000	58,007	X X X .....	.....	L
583334107	MeadWestvaco	08/21/2002	VARIOUS	1,950.000	42,298	X X X .....	.....	L
983024100	Wyeth	07/31/2002	Donaldson & Co., Inc.	150.000	5,869	X X X .....	.....	L
6699999 Subtotal - Common Stock - Public Utilities					186,824	X X X .....	.....	.....

SCHEDULE D - PART 3
Showing All Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Common Stock - Banks, Trust and Insurance Companies								
026874107	American Intl Group Inc.	08/22/2002	VARIOUS	450.000	29,200	X X X		L
172967101	Citigroup Inc.	08/21/2002	UBSW Warburg	100.000	3,440	X X X		L
534187109	Lincoln Natl Corp Ind	07/31/2002	VARIOUS	800.000	29,810	X X X		L
55262L100	MBNA Corp.	08/22/2002	VARIOUS	8,250.000	5,088	X X X		L
59156R108	Metlife, Inc	09/03/2002	Donaldson & Co., Inc.	1,400.000	36,485	X X X		L
743315103	Progressive Corp Ohio	08/21/2002	VARIOUS	350.000	16,932	X X X		L
89420G109	TRAVELERS PPTY CAS CORP NEW A	08/21/2002	Spin Off	241.940	5,291	X X X		L
89420G406	TRAVELERS PPTY CAS CORP NEW B	08/21/2002	Spin Off	497.080	11,745	X X X		L
6799999 Subtotal - Common Stock - Banks, Trust and Insurance Companies					137,991	X X X .....		.....
Common Stock - Industrial and Miscellaneous								
00184A105	AOL Time Warner Inc	08/21/2002	UBSW Warburg	100.000	1,395	X X X		L
002824100	Abbott Labs	09/03/2002	Donaldson & Co., Inc.	800.000	29,883	X X X		L
013817101	Alcoa Inc.	08/21/2002	Donaldson & Co., Inc.	850.000	22,908	X X X		L
020002101	Allstate Corp	07/12/2002	Donaldson & Co., Inc.	500.000	17,750	X X X		L
031162100	Amgen Inc.	09/20/2002	VARIOUS	550.000	24,654	X X X		L
035229103	Anheuser Busch COS Inc	09/19/2002	VARIOUS	2,200.000	111,099	X X X		L
038222105	Applied Matls Inc.	08/21/2002	VARIOUS	1,750.000	27,630	X X X		L
053015103	Automatic Data Processing, Inc	07/18/2002	Added by SunGard	400.000	12,949	X X X		L
075896100	Bed Bath & Beyond	09/10/2002	VARIOUS	750.000	24,452	X X X		L
097023105	Boeing Company	07/11/2002	Donaldson & Co., Inc.	800.000	33,080	X X X		L
14149Y108	Cardinal Health Inc.	09/17/2002	VARIOUS	650.000	38,305	X X X		L
17275R102	Cisco Sys Inc.	08/21/2002	VARIOUS	2,350.000	28,176	X X X		L
194162103	Colgate Palmolive Co.	08/21/2002	UBSW Warburg	50.000	2,722	X X X		L
200340107	Comerica Inc	09/18/2002	Donaldson & Co., Inc.	1,400.000	79,304	X X X		L
20825C104	ConocoPhillips	08/30/2002	Merger	3,180.360	191,379	X X X		L
224044107	Cox Communications Inc	08/21/2002	VARIOUS	950.000	19,518	X X X		L
244199105	Deere & Co.	09/03/2002	Abel Noser Corporation	350.000	15,907	X X X		L
247025109	Dell Computer Corp.	08/21/2002	Schwab, Charles & Co. Inc	100.000	2,806	X X X		L
254687106	Walt Disney Company	08/21/2002	VARIOUS	650.000	10,769	X X X		L
26188J206	Dreyfus Cash Management	09/30/2002	Money Mkt-Short Term	23,181,923.424	23,181,923	X X X		L
26874Q100	Ensco International	07/17/2002	Donaldson & Co., Inc.	1,200.000	29,845	X X X		L
278058102	Eaton Corp	07/31/2002	Donaldson & Co., Inc.	700.000	48,914	X X X		L
278642103	Ebay Inc.	09/09/2002	VARIOUS	800.000	43,701	X X X		L
313586109	Fannie Mae	09/18/2002	VARIOUS	1,150.000	78,562	X X X		L
369604103	General Elec Co	08/21/2002	VARIOUS	650.000	20,205	X X X		L
375766102	Gillette Co.	09/19/2002	VARIOUS	350.000	10,833	X X X		L
38141G104	Goldman Sachs Group Inc.	09/20/2002	MLPF & S/Fixed Income Op	100.000	6,780	X X X		L
404119109	HCA-The Healthcare Co.	08/28/2002	Donaldson & Co., Inc.	600.000	27,567	X X X		L
428236103	Hewlett Packard Co.	07/11/2002	Abel Noser Corporation	500.000	7,475	X X X		L
432848109	Hilton Hotles Corp	08/21/2002	Donaldson & Co., Inc.	3,600.000	41,203	X X X		L
437076102	Home Depot Inc.	08/21/2002	VARIOUS	2,500.000	76,116	X X X		L
458140100	Intel Corp	09/05/2002	VARIOUS	900.000	14,064	X X X		L
460146103	International Paper Co	07/31/2002	VARIOUS	750.000	30,443	X X X		L
478160104	Johnson & Johnson	09/18/2002	VARIOUS	1,450.000	72,090	X X X		L
500255104	Kohls Corp.	08/21/2002	VARIOUS	250.000	16,461	X X X		L
502161102	LSI Logic Corp.	07/12/2002	Abel Noser Corporation	1,400.000	10,318	X X X		L

SCHEDULE D - PART 3
Showing All Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
530718105	Liberty Media Corp	08/21/2002	UBSW Warburg	150.000	1,398	X X X		L
585055106	Medtronic Inc.	08/21/2002	UBSW Warburg	50.000	2,115	X X X		L
594918104	Microsoft Corp.	08/21/2002	VARIOUS	300.000	13,760	X X X		L
654902204	Nokia Corp.	08/21/2002	UBSW Warburg	100.000	1,454	X X X		L
713448108	Pepsico Inc	09/30/2002	VARIOUS	2,650.000	100,119	X X X		L
717081103	Pfizer Inc.	08/21/2002	VARIOUS	500.000	16,064	X X X		L
718154107	Philip Morris Cos Inc.	08/23/2002	Donaldson & Co., Inc.	250.000	11,892	X X X		L
742718109	Proctor & Gamble Co	09/19/2002	VARIOUS	500.000	45,044	X X X		L
844730101	Southtrust Corp	09/18/2002	VARIOUS	5,700.000	144,349	X X X		L
88033G100	Tenet Healthcare Corp	09/27/2002	VARIOUS	2,050.000	27,067	X X X		L
91324P102	UnitedHealth Group	08/20/2002	VARIOUS	400.000	36,852	X X X		L
91913Y100	Valero Energy Corp New	07/31/2002	Abel Noser Corporation	400.000	13,580	X X X		L
922040100	Vanguard Institutional Index Fund	09/30/2002	Money Mkt-Short Term	74.083	5,606	X X X		L
925524308	Viacom Inc.	09/04/2002	VARIOUS	950.000	37,823	X X X		L
92857W100	Vodafone Group PLC	08/21/2002	UBSW Warburg	50.000	835	X X X		L
931142103	Wal Mart Stores Inc.	08/21/2002	VARIOUS	250.000	12,620	X X X		L
931422109	WalGreen Co.	08/21/2002	VARIOUS	450.000	15,762	X X X		L
6899999 Subtotal - Common Stock - Industrial and Miscellaneous					24,897,526	X X X		
7099997 Subtotal - Common Stock - Part 3					25,222,341	X X X		
7099998 Summary Item for Common Stock Bought and Sold This Quarter					21,631,367	X X X		
7099999 Subtotal - Common Stock					46,853,708	X X X		
7199999 Subtotal - Preferred and Common Stock					46,853,708	X X X		
7299999 Total - Bonds, Preferred and Common Stock					59,671,601	X X X	125,453	

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

E04.2

SCHEDULE D - PART 4
Showing All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
by the Company During the Current Quarter

E05

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 Desig- nation (a)
Bonds - U.S. Governments																
3128GRAE9	Freddie Mac Gold	09/15/2002	PRINCIPAL RECEIPT	X X X	26,425	26,425	27,247	26,425	(822)					887	X X X	1
31359MEX7	Fannie Mae Global Note	08/29/2002	Duetsches Bank Alex Brown	X X X	221,421	205,000	218,733	215,633	(3,100)			5,787	5,787	14,201	X X X	1
31371KMG3	Fannie Mae Pool 254259	09/25/2002	PRINCIPAL RECEIPT	X X X	33,142	33,142	32,891	33,142	251					410	X X X	1
31385H3M2	Fannie Mae Pool 545404	09/15/2002	PRINCIPAL RECEIPT	X X X	69,316	69,316	69,338	69,316	(22)					3,058	X X X	1
31385HRW4	Fannie Mae Pool 545093	09/25/2002	PRINCIPAL RECEIPT	X X X	80,834	80,834	83,487	80,834	(2,552)					8,988	X X X	1
31387A3Y9	Fannie Mae Pool 578715	09/25/2002	PRINCIPAL RECEIPT	X X X	35,011	35,011	35,492	35,011	(472)					1,750	X X X	1
31387CL90	Fannie Mae Pool 580052	09/25/2002	PRINCIPAL RECEIPT	X X X	54,321	54,321	55,209	54,321	(871)					3,597	X X X	1
31387CLZ2	Fannie Mae Pool 580044	09/25/2002	PRINCIPAL RECEIPT	X X X	25,071	25,071	25,098	25,071	(27)					1,630	X X X	1
31387VYV5	Fannie Mae Pool 595724	09/25/2002	PRINCIPAL RECEIPT	X X X	12,018	12,018	12,022	12,018	(4)					726	X X X	1
31388DZP6	Fannie Mae Pool 602050	09/25/2002	PRINCIPAL RECEIPT	X X X	17,823	17,823	18,132	17,823	(304)					1,073	X X X	1
31389S3G7	Fannie Mae Pool 634499	09/25/2002	PRINCIPAL RECEIPT	X X X	8,714	8,714	8,822	8,714	(108)					228	X X X	1
31389TFL1	Fannie Mae Pool 634771	09/25/2002	PRINCIPAL RECEIPT	X X X	60,794	60,794	61,383	60,794	(589)					1,691	X X X	1
36205XWM2	Government Natl Mtg Assn #403952	09/16/2002	PRINCIPAL RECEIPT	X X X	7,883	7,883	8,158	7,883	(244)					839	X X X	2
36225AHY9	Government National Mtg Asn 780247	09/15/2002	PRINCIPAL RECEIPT	X X X	8,985	8,985	9,711	9,257	(7)			(272)	(272)	969	X X X	1PE
9128274D1	USTreas Notes 5.75% due 4/30/03	08/29/2002	CS First Boston Corp	X X X	1,027,227	1,000,000	1,031,680	1,019,325	(12,355)			7,902	7,902	31,211	X X X	1PE
9128276D9	United States Treas NTS 6.75%	09/17/2002	VARIOUS	X X X	1,462,245	1,310,000	1,421,243	1,399,107	(20,025)			63,138	63,138	40,732	X X X	1
912827Z62	US Treasury Note	09/04/2002	Goldman Sachs & Co	X X X	1,911,823	1,680,000	1,802,890	1,817,184	14,294			94,639	94,639	99,938	X X X	1
912828AJ9	United States Treasury Notes	09/17/2002	CS First Boston Corp	X X X	287,332	275,000	280,393	280,366	(27)			6,966	6,966		X X X	1
0399999 Subtotal - Bonds - U.S. Governments					5,350,385	4,910,337	5,201,929	5,172,224	(26,984)			178,160	178,160	211,928	X X X	X X X
Bonds - Special Revenue, Special Assessment																

31294KBF1	Freddie Mac Gold Pool E00938	08/15/2002	VARIOUS	X X X	545,977	519,109	531,843	529,737	(1,627)			16,240	16,240	24,940	X X X	1
31371J6U3	Fannie Mae Pool 253883	09/25/2002	PRINCIPAL RECEIPT	X X X	106,085	106,085	107,466	106,085	(1,371)					6,368	X X X	1PE
31371JKQ6	Fannie Mae Note 253303	09/25/2002	PRINCIPAL RECEIPT	X X X	19,215	19,215	20,124	19,215	(905)					2,181	X X X	1PE
31371JW34	Fannie Mae Note 253666	09/15/2002	PRINCIPAL RECEIPT	X X X	65,549	65,549	68,682	65,549	(3,049)					5,645	X X X	1PE
31371JYQ1	Fannie Mae Pool 253719	09/25/2002	PRINCIPAL RECEIPT	X X X	19,909	19,909	21,030	19,909	(1,086)					1,972	X X X	1PE
31374GWT0	Fannie Mae Note 313958	09/25/2002	PRINCIPAL RECEIPT	X X X	9,644	9,644	10,021	9,741	(250)			(97)	(97)	793	X X X	1PE
31384H4M2	Fannie Mae Note 524728	09/25/2002	PRINCIPAL RECEIPT	X X X	36,531	36,531	37,565	36,531	(970)					6,024	X X X	1PE
31384LRN6	Fannie Mae Note 527093	09/25/2002	PRINCIPAL RECEIPT	X X X	19,033	19,033	19,500	19,033	(434)					2,080	X X X	1PE
31384VKT8	Fannie Mae Note #535006	09/25/2002	PRINCIPAL RECEIPT	X X X	20,040	20,040	19,539	20,040	501					1,806	X X X	1PE
31384VRW4	Fannie Mae Note 535201	09/25/2002	PRINCIPAL RECEIPT	X X X	49,419	49,419	49,512	49,419	(82)					4,969	X X X	1PE
31384VXE7	Fannie Mae Note 535377	09/25/2002	PRINCIPAL RECEIPT	X X X	81,144	81,144	82,164	81,144	(967)					9,361	X X X	1PE
31385RUF5	Fannie Mae #550582	08/25/2002	VARIOUS	X X X	150,834	143,349	141,736	142,070	192			8,763	8,763	8,417	X X X	1PE
31387BNN9	Fannie Mae Pool 579197	08/25/2002	VARIOUS	X X X	746,882	707,336	723,914	722,068	(1,069)			24,813	24,813	30,235	X X X	1PE
31387CQT1	Fannie Mae Pool 580166	09/25/2002	PRINCIPAL RECEIPT	X X X	46,198	46,198	47,686	46,198	(1,487)					231	X X X	1PE
31387FGT5	Fannie Mae Pool 582610	09/25/2002	PRINCIPAL RECEIPT	X X X	24,925	24,925	25,723	24,925	(798)					125	X X X	1PE
3199999 Subtotal - Bonds - Special Revenue, Special Assessment					1,941,385	1,867,486	1,906,505	1,891,664	(13,402)			49,719	49,719	105,147	X X X	X X X
Bonds - Public Utilities																
129466AG3	Calenergy Co., Inc.	09/13/2002	VARIOUS	X X X	226,736	210,000	216,235	214,919	(672)			11,817	11,817	14,705	X X X	2
129466AL2	Calenergy Co., Inc.	07/18/2002	Morgan, J.P., Secs	X X X	41,994	40,000	38,930	39,240	68			2,754	2,754	1,504	X X X	2
190441BE4	Coastal Corp	09/30/2002	VARIOUS	X X X	1,071,366	1,355,000	1,410,226	1,397,061	(7,435)			(325,695)	(325,695)	89,442	X X X	2PE
3899999 Subtotal - Bonds - Public Utilities					1,340,096	1,605,000	1,665,391	1,651,220	(8,039)			(311,124)	(311,124)	105,651	X X X	X X X

SCHEDULE D - PART 4
Showing All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
by the Company During the Current Quarter

E05.1

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 Desig- nation (a)
Bonds - Industrial and Miscellaneous																
14040EES7	Capital One Bank Note	07/10/2002	Salomon Brothers, Inc.	X X X	272,250	275,000	274,618	274,741	66			(2,491)	(2,491)	28,945	X X X	2
17453BA9	Citizens Communications Co	08/12/2002	VARIOUS	X X X	352,750	435,000	460,943	455,886	(3,305)			(103,136)	(103,136)	23,588	X X X	2
210371AG5	Constellation Energy Group	07/02/2002	UBSW Warburg	X X X	311,358	300,000	299,766	299,779	13			11,579	11,579	3,305	X X X	2PE
244217BG9	John Deere Capital Corp	08/14/2002	Salomon Brothers, Inc.	X X X	408,508	365,000	362,533	362,635	102			45,873	45,873		X X X	1
492386AG2	Kerr McGee Corp	08/14/2002	Morgan Stanley & Co	X X X	114,346	110,000	109,993	112,007	2,013			2,339	2,339		X X X	2PE
66937RH36	Norwest Asset Securities Corp.	09/25/2002	PRINCIPAL RECEIPT	X X X	52,581	52,581	51,160	52,581	1,290					3,595	X X X	1PE
786429AM2	Safeco Corp.	09/05/2002	BA Securities , Inc.	X X X	61,078	60,000	59,820	59,968	148			1,110	1,110	285	X X X	2PE
852060AC6	Sprint Capital Corp.	07/16/2002	CS First Boston Corp	X X X	438,812	590,000	544,350	552,426	3,215			(113,613)	(113,613)	24,493	X X X	2PE
88319QD26	Textron Financial Corp	09/19/2002	Salomon Brothers, Inc.	X X X	774,968	750,000	748,312	749,193	388			25,774	25,774	45,741	X X X	1W
88731EAK6	Time Warner Entmt Co LP	08/01/2002	VARIOUS	X X X	247,246	270,000	279,596	279,046	(550)			(31,800)	(31,800)	841	X X X	2
4599999 Subtotal - Bonds - Industrial and Miscellaneous					3,033,897	3,207,581	3,191,091	3,198,262	3,380			(164,365)	(164,365)	130,793	X X X	X X X
6099997 Subtotal - Bonds - Part 4					11,665,763	11,590,404	11,964,916	11,913,370	(45,045)			(247,610)	(247,610)	553,519	X X X	X X X
6099998 Summary Item for Bonds Bought and Sold This Quarter															X X X	X X X
6099999 Subtotal - Bonds					11,665,763	11,590,404	11,964,916	11,913,370	(45,045)			(247,610)	(247,610)	553,519	X X X	X X X
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter														X X X		X X X
Common Stock - Public Utilities																
480074103	Jones Apparel Group Inc.	07/24/2002	Abel Noser Corporation	500.000	15,375	X X X	17,171	17,171				(1,797)	(1,797)	X X X		L
6699999 Subtotal - Common Stock - Public Utilities					15,375	X X X	17,171	17,171				(1,797)	(1,797)	X X X		X X X
Common Stock - Banks, Trust and Insurance Companies																
060505104	Bank of America Corp.	07/09/2002	Donaldson & Co., Inc.	400.000	28,051	X X X	20,674	20,674	(4,506)			7,377	7,377	X X X	662	L
171232101	Chubb Corp	09/03/2002	Donaldson & Co., Inc.	1,200.000	72,319	X X X	88,532	88,532	2,990			(16,214)	(16,214)	X X X	936	L
172967101	Citigroup Inc.	08/21/2002	VARIOUS	200.000	52,896	X X X	55,706	55,706	(1,117)			(2,810)	(2,810)	X X X	680	L
28336L109	El Paso Corporation	07/31/2002	Donaldson & Co., Inc.	3,500.000	50,345	X X X	155,576	155,576	5,223			(105,231)	(105,231)	X X X	1,348	L
89420G109	TRAVELERS PPTY CAS CORP NEW A	09/18/2002	Cash in Lieu of .5 Fract	0.944	13	X X X	21	21				(7)	(7)	X X X		L
89420G406	TRAVELERS PPTY CAS CORP NEW B	09/18/2002	Cash in Lieu of .5 Fract	0.087	1	X X X	2	2				(1)	(1)	X X X		L
6799999 Subtotal - Common Stock - Banks, Trust and Insurance Companies					203,625	X X X	320,511	320,511	2,590			(116,886)	(116,886)	X X X	3,626	X X X
Common Stock - Industrial and Miscellaneous																
001765106	AMR Corp	09/24/2002	Abel Noser Corporation	1,900.000	7,125	X X X	42,089	42,089				(34,964)	(34,964)	X X X		L
00184A105	AOL Time Warner Inc	07/19/2002	VARIOUS	2,500.000	32,380	X X X	131,131	131,131	50,881			(98,751)	(98,751)	X X X		L
013817101	Alcoa Inc.	07/11/2002	Donaldson & Co., Inc.	600.000	18,282	X X X	20,018	20,018	(1,312)			(1,736)	(1,736)	X X X		L
020039103	AllTel Corp.	07/15/2002	Donaldson & Co., Inc.	800.000	35,514	X X X	53,298	53,298	3,914			(17,784)	(17,784)	X X X	1,025	L
023551104	Amerada Hess Corp.	08/21/2002	Donaldson & Co., Inc.	350.000	24,489	X X X	22,465	22,465	590			2,024	2,024	X X X	286	L
035229103	Anheuser Busch COS Inc	09/30/2002	Donaldson & Co., Inc.	1,000.000	50,548	X X X	45,050	45,050	(160)			5,498	5,498	X X X	662	L
053015103	Automatic Data Processing, Inc	08/22/2002	VARIOUS	700.000	26,572	X X X	37,548	37,548	(3,682)			(10,976)	(10,976)	X X X	310	L
14149Y108	Cardinal Health Inc.	08/14/2002	MLPF & S/Fixed													
	Income Op			400.000	24,565	X X X	28,591	28,591				(4,026)	(4,026)	X X X	180	L
17275R102	Cisco Sys Inc.	09/04/2002	Banc America Securities	1,500.000	19,754	X X X	73,619	73,619	46,454			(53,864)	(53,864)	X X X		L
184502102	Clear Channel Communications	08/05/2002	VARIOUS	2,200.000	50,553	X X X	116,320	116,320	4,096			(65,767)	(65,767)	X X X		L
208251504	Conoco, Inc.	08/30/2002	Abel Noser Corporation	6,800.000	191,379	X X X	191,379	191,379						X X X	817	L
20825C104	ConocoPhillips	09/09/2002	Donaldson & Co., Inc.	150.000	7,626	X X X	9,026	9,026				(1,400)	(1,400)	X X X	61	L
244199105	Deere & Co.	07/09/2002	Donaldson & Co., Inc.	150.000	6,953	X X X	6,084	6,084	(465)			869	869	X X X	198	L
247025109	Dell Computer Corp.	09/04/2002	VARIOUS	1,000.000	26,128	X X X	50,812	50,812	23,632			(24,684)	(24,684)	X X X		L
26188J206	Dreyfus Cash Management	09/30/2002	Money Mkt-Short Term	23,885,334.420	23,885,334	X X X	23,885,334	23,885,334						X X X	61,115	L

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks 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 Desig- nation (a)
285661104	Electronic Data Sys New	09/03/2002	VARIOUS	2,200.000	76,481	X X X	126,907	126,907	(2,500)			(50,426)	(50,426)	X X X	240	L
30161N101	Exelon Corp	08/07/2002	Donaldson & Co., Inc.	100.000	4,799	X X X	4,778	4,778	(10)			21	21	X X X	892	L
30231G102	Exxon Mobil Corp.	07/12/2002	Donaldson & Co., Inc.	2,500.000	93,022	X X X	102,705	102,705	3,349			(9,683)	(9,683)	X X X	1,817	L
345370860	Ford Motor Co.	07/11/2002	Donaldson & Co., Inc.	4,500.000	59,258	X X X	105,737	105,737	34,095			(46,479)	(46,479)	X X X	890	L
349631101	Fortune Brands Inc.	07/19/2002	Bear Stearns	400.000	18,517	X X X	15,491	15,491	(345)			3,026	3,026	X X X	528	L
369604103	General Elec Co	08/30/2002	VARIOUS	1,100.000	31,835	X X X	58,502	58,502	14,414			(26,667)	(26,667)	X X X	857	L
421933102	Health Mgmt Assoc Inc. New	07/16/2002	Donaldson & Co., Inc.	500.000	9,155	X X X	7,634	7,634	(1,566)			1,521	1,521	X X X		L
437076102	Home Depot Inc.	09/10/2002	VARIOUS	800.000	25,162	X X X	45,490	45,490	4,682			(20,328)	(20,328)	X X X	526	L
438516106	Honeywell International Inc.	07/19/2002	Donaldson & Co., Inc.	500.000	15,805	X X X	27,092	27,092	10,182			(11,287)	(11,287)	X X X	1,215	L
460146103	International Paper Co	08/16/2002	Abel Noser Corporation	800.000	30,188	X X X	29,407	29,407	(2,873)			781	781	X X X	862	L
460690100	Interpublic Group Cos Inc	09/24/2002	Donaldson & Co., Inc.	900.000	14,164	X X X	32,634	32,634	6,048			(18,470)	(18,470)	X X X	332	L
492386107	Kerr McGee Corp	09/18/2002	Donaldson & Co., Inc.	250.000	10,699	X X X	14,762	14,762	1,062			(4,063)	(4,063)	X X X	464	L
530718105	Liberty Media Corp	09/04/2002	VARIOUS	3,000.000	24,433	X X X	60,289	60,289	18,289			(35,856)	(35,856)	X X X		L
549463107	Lucent Technologies Inc.	09/30/2002	Abel Noser Corporation	11,400.000	8,094	X X X	55,171	55,171	(13,244)			(47,077)	(47,077)	X X X		L
577778103	May Dept Stores Co	08/07/2002	Donaldson & Co., Inc.	500.000	13,730	X X X	16,424	16,424	(2,694)			(2,694)	(2,694)	X X X	808	L
58551A108	Mellon Financial Corp.	07/12/2002	Donaldson & Co., Inc.	2,300.000	65,318	X X X	88,350	88,350	1,100			(23,031)	(23,031)	X X X	468	L
589331107	Merck & Co. Inc.	09/17/2002	Neuberger & Berman	400.000	19,621	X X X	28,150	28,150	4,890			(8,530)	(8,530)	X X X	455	L
617446448	Morgan Stanley Dean Witter & Co.	09/20/2002	VARIOUS	3,450.000	129,464	X X X	223,749	223,749	29,134			(94,285)	(94,285)	X X X	2,170	L
656568102	Nortel Networks Corp.	07/22/2002	Abel Noser Corporation	4,700.000	5,217	X X X	103,443	103,443	73,124			(98,226)	(98,226)	X X X		L
713448108	Pepsico Inc	09/19/2002	VARIOUS	2,000.000	76,536	X X X	91,519	91,519	(5,861)			(14,983)	(14,983)	X X X	1,167	L
717081103	Pfizer Inc.	09/12/2002	MLPF & S/Fixed													
			Income Op	500.000	15,260	X X X	21,088	21,088	1,162			(5,827)	(5,827)	X X X	1,346	L
71713U102	Pharmacia Corp	08/16/2002	ROC		7,750	X X X	7,750	7,750						X X X		L
806857108	Schlumberger LTD	09/18/2002	Donaldson & Co., Inc.	350.000	14,494	X X X	27,058	27,058	7,826			(12,565)	(12,565)	X X X	91	L
87612E106	Target Corp.	09/27/2002	VARIOUS	700.000	24,964	X X X	21,994	21,994	(7,390)			2,970	2,970	X X X	270	L
882508104	Texas Instruments Inc	07/17/2002	Abel Noser Corporation	1,000.000	26,199	X X X	30,142	30,142	2,142			(3,943)	(3,943)	X X X	49	L
883203101	Textron Inc.	07/19/2002	Donaldson & Co., Inc.	100.000	3,694	X X X	5,357	5,357	1,211			(1,663)	(1,663)	X X X	52	L
907818108	Union Pac Corp.	07/11/2002	Abel Noser Corporation	700.000	41,370	X X X	32,417	32,417	(7,483)			8,953	8,953	X X X	336	L
923436109	Veritas Software Co	07/15/2002	VARIOUS	3,600.000	65,391	X X X	117,004	117,004	(8,234)			(51,614)	(51,614)	X X X		L
950590109	Wendys Intl Inc.	09/30/2002	Donaldson & Co., Inc.	150.000	4,971	X X X	2,688	2,688	(1,687)			2,283	2,283	X X X	28	L
6899999	Subtotal - Common Stock - Industrial and Miscellaneous				25,342,793	X X X	26,216,496	26,216,496	285,465			(873,703)	(873,703)	X X X	80,517	X X X
7099997	Subtotal - Common Stock - Part 4				25,561,793	X X X	26,554,178	26,554,178	288,055			(992,386)	(992,386)	X X X	84,143	X X X
7099998	Summary Item for Common Stock Bought and Sold This Quarter				21,594,349	X X X	21,631,367	21,631,367				(37,018)	(37,018)	X X X	14,666	X X X
7099999	Subtotal - Common Stock				47,156,142	X X X	48,185,545	48,185,545	288,055			(1,029,404)	(1,029,404)	X X X	98,809	X X X
7199999	Subtotal - Preferred and Common Stock				47,156,142	X X X	48,185,545	48,185,545	288,055			(1,029,404)	(1,029,404)	X X X	98,809	X X X
7299999	Total - Bonds, Preferred and Common Stock				58,821,905	X X X	60,150,461	60,098,915	243,010			(1,277,014)	(1,277,014)	553,519	98,809	X X X

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

SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14
	Number of Contracts or Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index	Date of Acquisition	Exchange or Counterparty	Cost/ Option Premium	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income
Description													
9999999 Grand Total													

SCHEDULE DB - PART B - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14
	Number of Contracts or Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index	Date of Insurance/ Purchase	Exchange or Counterparty	Consideration Received	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis	Other Investment/ Miscellaneous Income
Description													
9999999 Grand Total													

SCHEDULE DB - PART C - SECTION 1

Showing all Collar, Swap and Forwards Open at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Description	Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index Rec (Pay)	Date of Opening Position or Agreement	Exchange or Counterparty	Cost or (Consideration Received)	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income	Potential Exposure
9999999 Grand Total														

SCHEDULE DB - PART D - SECTION 1

Showing all Futures Contracts and Insurance Futures Contracts at Current Statement Date

1	2	3	4	5	6	7	8	9	Variation Margin Information			13
									10	11	12	
Description	Number of Contracts	Maturity Date	Original Value	Current Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Cash Deposit	Recognized	Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure
9999999 Grand Total						.. X X X .	 X X X .....	.....	.....	.....	.....	.....

SCHEDULE E - PART 1 - CASH

Month End Depository Balances									
1			2	3	4	Book Balance at End of Each Month During Current Quarter			8
				Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	5	6	7	
Depository			Rate of Interest			First Month	Second Month	Third Month	*
open depositories									
Key Bank	Cleveland, Ohio					6,568,877	1,670,413	5,564,783	
Shore Bank	Cleveland, Ohio		2.600		2,533	100,000	100,000	100,000	
0199998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - open depositories			X X X						
0199999 Totals - Open Depositories			X X X		2,533	6,668,877	1,770,413	5,664,783	
0299998 Deposits in depositories which do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories			X X X						
0299999 Totals - Suspended Depositories			X X X						
0399999 Total Cash On Deposit			X X X		2,533	6,668,877	1,770,413	5,664,783	
0499999 Cash in Company's Office			X X X	X X X	X X X				
0599999 Total Cash			X X X		2,533	6,668,877	1,770,413	5,664,783	

AT Sup. A To T Physicians NONE

AT Sup. A To T Hospitals NONE

AT Sup. A To T Otr Health Care Professional NONE

AT Sup. A To T Other Health Care Facilities NONE

AT Sup. A To T Medical Malpractice. NONE

OVERFLOW PAGE FOR WRITE-INS

TSS-1 Trustees Surplus Affidavit NONE

TSS-2 Trustees Surplus Assets NONE

TSS-2 Trustees Surplus Assets (Cont.) NONE

TSS-3 Liabilities and Trustees Surplus NONE

OVERFLOW PAGE FOR WRITE-INS

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