



QUARTERLY STATEMENT  
AS OF SEPTEMBER 30, 2002  
OF THE CONDITION AND AFFAIRS OF THE

WAYNE MUTUAL INSURANCE COMPANY

NAIC Group Code00000000NAIC Company Code16799Employers ID Number34-0606100

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

Country of DomicileUnited States of America

Incorporated01/10/1910Commenced Business03/01/1910

Statutory Home Office3873 Cleveland Road, Wooster, OH 44691

Main Administrative Office3873 Cleveland Road, Wooster, OH 44691330-345-8100

Mail Address3873 Cleveland Road, Wooster, OH 44691

Primary Location of Books and Records3873 Cleveland Road330-345-8100-0024

Internet Website Addresshttp://www.waynemutual.com

Statement ContactTod James Carmony330-345-8100-0024

Policyowner Relations Contact3873 Cleveland Road330-345-8100-0027

OFFICERS

PRESIDENTTOD JAMES CARMONY

SECRETARYMORRIS STUTZMAN

TREASURERTOD JAMES CARMONY

VICE PRESIDENTS

RICHARD MICHAEL MILLERDAVID EDWARD TSCHANTZTIMOTHY JOHN SUPPES

DIRECTORS OR TRUSTEES

DONALD WADE BUEHLERTOD JAMES CARMONYRALPH HOWARD GRESSER

RICHARD EARL HERALDALICE LOUISE MCCOYALVIN CONRAD RAMSEYER

JOSEPH EDWARD SERINGERMORRIS STUTZMAN

State of }  
County of } ss

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

Tod James CarmonyPresident

Morris StutzmanSecretary

Tod James CarmonyTreasurer

Subscribed and sworn to before me this  
day of, 2002

ASSETS

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	14,395,928		14,395,928	14,561,753
2. Stocks:				
2.1 Preferred stocks .....	330,982		330,982	328,760
2.2 Common stocks .....	3,596,363	61,095	3,535,268	4,390,184
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) .....	559,767		559,767	591,370
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....				
5 Cash (\$ .....971,246 and short-term investments \$ ..... ) .....	971,246		971,246	1,216,189
6 Other invested assets .....	12,592	12,592		
7. Receivable for securities .....				
8. Aggregate write-ins for invested assets .....				
9. Subtotals, cash and invested assets (Lines 1 to 8) .....	19,866,878	73,687	19,793,191	21,088,256
10. Agents' balances or uncollected premiums				
10.1 Premiums and agents' balances in course of collection .....				
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	3,746,443		3,746,443	2,909,125
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 .....	19,775		19,775	791
15. Federal and foreign income tax recoverable and interest thereon (including \$ .....308,500 net deferred tax asset) .....	655,080		655,080	138,480
16. Guaranty funds receivable or on deposit .....				
17. Electronic data processing equipment and software .....				
18. Interest, dividends and real estate income due and accrued .....	235,394		235,394	230,098
19. Net adjustments in assets and liabilities due to foreign exchange rates .....				
20. Receivable from parent, subsidiaries and affiliates .....				
21. Amounts due from /to protected cells .....				
22. Equities and deposits in pools and associations .....				6,816
23. Amounts receivable relating to uninsured accident and health plans .....				
24. Other assets nonadmitted .....	217,442	217,442		
25. Aggregate write-ins for other than invested assets .....	42,559	4,100	38,459	500
26. Total assets excluding protected cell assets (Lines 9 through 25) .....	24,783,571	295,229	24,488,342	24,374,066
27. Protected cell assets .....				
28. TOTALS (Lines 26 and 27)	24,783,571	295,229	24,488,342	24,374,066
DETAILS OF WRITE-INS				
0801. ....				
0802. ....				
0803. ....				
0898. Summary of remaining write-ins for Line 8 from overflow page .....				
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)				
2501. DEPOSIT-OTHERS .....	4,600	4,100	500	500
2502. DEPOSITS WITH REINSURANCE COMPANIES .....	37,959		37,959	0
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	42,559	4,100	38,459	500

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....2,844,000 ) .....	5,098,811	4,332,304
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	525,000	525,000
4. Commissions payable, contingent commissions and other similar charges .....	279,708	214,782
5. Other expenses (excluding taxes, licenses and fees) .....	97,955	46,852
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	104,636	125,693
7. Federal and foreign income taxes [including \$ ..... on realized capital gains (losses)] (including \$ ..... net deferred tax liability) .....		277,800
8. Borrowed money \$ ..... and interest thereon \$ .....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ ..... and including warranty reserves of \$ ..... ) .....	7,100,100	5,985,807
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....		230,054
13. Funds held by company under reinsurance treaties .....		
14. Amounts withheld or retained by company for account of others .....	64,592	34,436
15. Remittances and items not allocated .....	0	
16. Provision for reinsurance .....		85,218
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....		
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 .....	8,219	
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23) .....	13,279,021	11,857,946
25. Protected cell liabilities .....		
26. Total liabilities (Lines 24 and 25) .....	13,279,021	11,857,946
27. Aggregate write-ins for special surplus funds .....		
28. Common capital stock .....		
29. Preferred capital stock .....		
30. Aggregate write-ins for other than special surplus funds .....		
31. Surplus notes .....		
32. Gross paid in and contributed surplus .....		
33. Unassigned funds (surplus) .....	11,209,321	12,516,120
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) .....	11,209,321	12,516,120
36. TOTALS	24,488,342	24,374,066
DETAILS OF WRITE-INS		
2301. NAMICO REINSURANCE FACILITY.....	8,219	
2302. ....		
2303. ....		
2398. Summary of remaining write-ins for Line 23 from overflow page .....		
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	8,219	
2701. ....		
2702. ....		
2703. ....		
2798. Summary of remaining write-ins for Line 27 from overflow page .....		
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)		
3001. ....		
3002. ....		
3003. ....		
3098. Summary of remaining write-ins for Line 30 from overflow page .....		
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)		

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 12,979,340 )	11,865,045	10,725,443	14,388,588
1.2 Assumed (written \$ )			
1.3 Ceded (written \$ 1,102,325 )	1,102,325	785,097	1,079,877
1.4 Net (written \$ 11,877,015 )	10,762,720	9,940,346	13,308,711
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 8,022,155 ):			
2.1 Direct	7,830,217	7,452,324	10,360,417
2.2 Assumed			
2.3 Ceded	(86,408)	766,482	692,648
2.4 Net	7,916,625	6,685,842	9,667,769
3. Loss expenses incurred	867,930	752,580	272,250
4. Other underwriting expenses incurred	3,778,311	3,439,427	4,558,179
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2.4 thru 5)	12,562,866	10,877,849	14,498,198
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(1,800,146)	(937,503)	(1,189,487)
INVESTMENT INCOME			
9. Net investment income earned	504,661	593,342	770,005
10. Net realized capital gains or (losses)	43,038	194,486	264,134
11. Net investment gain (loss) (Lines 9 + 10)	547,699	787,828	1,034,139
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	(5,470)	5,556	19,045
15. Total other income (Lines 12 through 14)	(5,470)	5,556	19,045
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(1,257,917)	(144,119)	(136,303)
17. Dividends to policyholders			
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(1,257,917)	(144,119)	(136,303)
19. Federal and foreign income taxes incurred	(208,100)	(33,238)	(31,618)
20. Net income (Line 18 minus Line 19)(to Line 22)	(1,049,817)	(110,881)	(104,685)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	12,516,120	12,998,452	12,998,452
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	(1,049,817)	(110,881)	(104,685)
23. Net unrealized capital gains or losses	(979,679)	(678,964)	(635,583)
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	586,300	120,500	113,200
26. Change in nonadmitted assets	51,179	(18,288)	(9,398)
27. Change in provision for reinsurance	85,218		(85,218)
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		239,352	239,352
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			
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			
37. Change in surplus as regards policyholders (Lines 22 through 36)	(1,306,799)	(448,281)	(482,332)
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	11,209,321	12,550,171	12,516,120
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)			
1401. N.A.M.I.C.O. & OTHER INCOME	(5,470)	5,556	19,045
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	(5,470)	5,556	19,045
3601.		0	0
3602.		0	0
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page			
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)			

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	10,771,684	13,557,684
2. Loss and loss adjustment expenses paid (net of salvage and subrogation) .....	8,035,865	10,282,478
3. Underwriting expenses paid .....	3,678,900	4,425,392
4. Other underwriting income (expenses) .....		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4) .....	(943,081)	(1,150,186)
6. Net investment income .....	526,530	819,787
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 .....	30,156	3,378
7.4 Aggregate write-ins for miscellaneous items .....	12,371	12,227
7.5 Total other income (Lines 7.1 to 7.4) .....	42,527	15,605
8. Dividends to policyholders on direct business , less \$ ..... dividends on reinsurance assumed or ceded (net) .....		
9. Federal and foreign income taxes (paid) recovered .....	0	(50,000)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9) .....	(374,024)	(364,794)
<b>Cash from Investments</b>		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds .....	2,185,202	4,121,498
11.2 Stocks .....	388,211	1,023,168
11.3 Mortgage loans .....		
11.4 Real estate .....		
11.5 Other invested assets .....	7,597	15,219
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) .....	2,581,010	5,159,885
12. Cost of investments acquired (long-term only):		
12.1 Bonds .....	2,172,240	3,403,947
12.2 Stocks .....	323,272	864,714
12.3 Mortgage loans .....		
12.4 Real estate .....		4,153
12.5 Other invested assets .....		
12.6 Miscellaneous applications .....		
12.7 Total investments acquired (Lines 12.1 to 12.6) .....	2,495,512	4,272,814
13. Net Cash from investments (Line 11.8 minus Line 12.7) .....	85,498	887,071
<b>Cash from Financing and Miscellaneous Sources</b>		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in .....		
14.2 Capital notes \$ ..... less amounts repaid \$ .....		
14.3 Net transfers from affiliates .....		
14.4 Borrowed funds received .....		
14.5 Other cash provided .....	43,583	18,253
14.6 Total (Lines 14.1 to 14.5) .....	43,583	18,253
15. Cash applied:		
15.1 Dividends to stockholders paid .....		
15.2 Net transfers to affiliates .....		
15.3 Borrowed funds repaid .....		
15.4 Other applications .....		42,870
15.5 Total (Lines 15.1 to 15.4) .....		42,870
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5) .....	43,583	(24,617)
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16) .....	(244,943)	497,660
18. Cash and short-term investments:		
18.1 Beginning of year .....	1,216,189	718,529
18.2 End of year (Line 17 plus Line 18.1) .....	971,246	1,216,189
<b>DETAILS OF WRITE-INS</b>		
07.401 N.A.M.I.C.O. & OTHER INCOME .....	12,371	12,227
07.402 .....		
07.403 .....		
07.498 Summary of remaining write-ins for Line 7.4 from overflow page .....		
07.499 Totals (Lines 07.401 thru 07.403 plus 07.498) (Line 7.4 above) .....	12,371	12,227

NOTES TO FINANCIAL STATEMENTS

**INCOME TAXES** - The components of the net deferred tax asset at September 30, 2002 are as follows:

Total of all deferred tax assets	\$ 412,200
Total of all deferred tax liabilities	<u>103,700</u>
The Total of all DTAs admitted	308,500

**CEDED LOSSES INCURRED** - The company carries Aggregate Excess of Loss Reinsurance Policies that are triggered when loss ratios as determined in the policies exceed specified ratios. The ratios are 75% and 72.5% of subject premiums for the accident years of 2002 and 2001, respectively. The projected recoveries for 2001, have declined as the projected loss ratio has improved and created a deficit in ceded losses incurred as follows:

Reinsurance on paid losses	\$ 144,847
Aggregate reinsurance anticipated 2002 losses	475,689
Change in reinsurance anticipated 2001 losses:	
Balance at December 31, 2001	\$ 1,946,608
Balance at September 30, 2002	<u>1,239,664</u>
Change in reinsurance anticipated	<u>- 706,944</u>
Reported Ceded losses incurred	- 86,408

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES  
GENERAL

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

1.2 If yes, explain:

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

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

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

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

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

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

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

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes No [X] NA [ ] If yes, attach an explanation.

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2001

7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1997

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/12/1998

7.4 By what department or departments? Insurance Department of the State of Ohio

8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes No [X]

8.2 If yes, give full information:

GENERAL INTERROGATORIES

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

INVESTMENT

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

9.2 If yes, explain:

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

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

11. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

12. Amount of real estate and mortgages held in short-term investments: \$ 0

13.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No [ ]

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds	\$	\$
13.22 Preferred Stock	\$	\$
13.23 Common Stock	\$ 61,095	\$ 61,095
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)	\$ 61,095	\$ 61,095
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above	\$	\$
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above	\$	\$

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

14.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ]

If no, attach a description with this statement.

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

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

1 Name of Custodian(s)	2 Custodian Address

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)
Fifth Third Securities, Inc.	34 Fountain Square Plaza Cincinnati, Oh 45202	Brokerage firm insured by SIPC
Solomon Smith Barney	1111 Superior Ave Suite 1800 Cleveland, Oh 44114	Brokerage firm insured by SIPC

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
Fifth Third Securities, Inc.	James R. Rowlette	34 Fountain Square Plaza Cincinnati, Oh 45202
Salomon Smith Barney	Mike Maynard	111 Superior Ave Suite 1800 Cleveland, Oh 44114



GENERAL INTERROGATORIES  
(continued)

PART 2  
PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity' s participation change?..... Yes [ ] No [ ] NA [X]  
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other 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? ..... Yes [ ] No [X]  
If yes, attach an explanation.

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

3.2 If yes, give 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:

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

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 .....	591,369	580,808	570,246	630,160
2. Increase (decrease) by adjustment .....	(10,561)	(10,562)	(10,479)	(42,944)
3. Cost of acquired .....				4,153
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 .....	580,808	570,246	559,767	591,369
9. Total valuation allowance .....				
10. Subtotal (Lines 8 plus 9) .....	580,808	570,246	559,767	591,369
11. Total nonadmitted amounts .....				
12. Statement value, current period (Page 2, real estate lines, current period)	580,808	570,246	559,767	591,369

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 .....				
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				

NONE

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 .....	20,189	17,332	14,983	35,408
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 .....	2,857	2,349	2,391	15,219
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 .....	17,332	14,983	12,592	20,189
10. Total valuation allowance .....				
11. Subtotal (Lines 9 plus 10) .....	17,332	14,983	12,592	20,189
12. Total nonadmitted amounts .....	17,332	14,983	12,592	20,189
13. Statement value of long-term invested assets at end of current period	0	0	0	

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 1B

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

	1 Statement Value Beginning of Current Quarter	2  Acquisitions During Current Quarter	3  Dispositions During Current Quarter	4  Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 .....	13,320,974	663,300	707,276	(93,253)	13,569,890	13,320,974	13,183,745	13,245,284
2. Class 2 .....	1,185,116			(92,931)	1,185,034	1,185,116	1,092,185	1,184,953
3. Class 3 .....	81,000				126,933	81,000	81,000	126,835
4. Class 4 .....								
5. Class 5 .....								
6. Class 6 .....				39,000	4,680		39,000	4,680
7. Total Bonds	14,587,090	663,300	707,276	(147,184)	14,886,537	14,587,090	14,395,930	14,561,752
<b>PREFERRED STOCK</b>								
8. Class 1 .....	141,712			2,440	138,776	141,712	144,152	241,580
9. Class 2 .....	179,780			7,050	185,610	179,780	186,830	87,180
10. Class 3 .....								
11. Class 4 .....								
12. Class 5 .....								
13. Class 6 .....								
14. Total Preferred Stock	321,492			9,490	324,386	321,492	330,982	328,760
15. Total Bonds and Preferred Stock	14,908,582	663,300	707,276	(137,694)	15,210,923	14,908,582	14,726,912	14,890,512

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1 Book/Adjusted Carrying Value	2 Statement Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999 Totals		XXX			

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 .....				314,084
2. Cost of short-term investments acquired .....			0	
3. Increase (decrease) by adjustment .....			0	
4. Increase (decrease) by foreign exchange adjustment .....			0	
5. Total profit (loss) on disposal of short-term investments .....			0	
6. Consideration received on disposal of short-term investments .....			0	314,084
7. Book/adjusted carrying value, current period .....				
8. Total valuation allowance .....			0	
9. Subtotal (Lines 7 plus 8) .....				
10. Total nonadmitted amounts .....			0	
11. Statement value (Lines 9 minus 10) .....				
12. Income collected during period .....			0	916
13. Income earned during period .....			0	432

SCHEDULE DB - PART F- SECTION 1

Summary of Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset					Components of the Replicated (Synthetic) Asset						
1	2	3	4	5	Derivative Instruments Open		Cash Instrument(s) Held				
Replication RSAT Number	Description	NAIC Designation or Other Description	Statement Value	Fair Value	6	7	8	9	10	11	12
					Description	Fair Value	CUSIP	Description	Statement Value	Fair Value	NAIC Designation or Other Description
					NONE						
9999999 Totals					XXX		XXX	XXX			XXX

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 .....	XXX		XXX		XXX		XXX		XXX	
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 .....	XXX		XXX		XXX		XXX		XXX	
7. Ending Inventory										



SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories							
States, etc.	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
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	12,979,340	11,758,278	7,563,815	7,261,229	4,742,063
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 Aliens	OT	XXX					
58. Totals	(a) 1	12,979,340	11,758,278	7,563,815	7,261,229	4,742,063	3,525,889
DETAILS OF WRITE-INS							
5701.	XXX						
5702.	XXX						
5703.	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page.	XXX						
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)	XXX						

(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**

PART 1 - LOSS EXPERIENCE

Lines 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 .....	11,359	25,412	223.7	
2.	Allied Lines .....	2,842	0		
3.	Farmowners multiple peril .....	1,232,537	495,362	40.2	59.8
4.	Homeowners multiple peril .....	2,516,333	1,804,656	71.7	79.3
5.	Commercial multiple peril .....	552,482	377,404	68.3	64.1
6.	Mortgage guaranty .....				
8.	Ocean marine .....				
9.	Inland marine .....	39,871	11,621	29.1	50.1
10.	Financial guaranty .....				
11.1	Medical malpractice - occurrence .....				
11.2	Medical malpractice - claims-made .....				
12.	Earthquake .....				
13.	Group accident and health .....				
14.	Credit accident and health .....				
15.	Other accident and health .....				
16.	Workers' compensation .....				
17.1	Other liability - occurrence .....	297,917	188,687	63.3	39.0
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 .....	3,710,034	2,716,327	73.2	72.9
19.3,19.4	Commercial auto liability .....				
21.	Auto physical damage .....	2,958,105	2,004,151	67.8	69.1
22.	Aircraft (all perils) .....				
23.	Fidelity .....				
24.	Surety .....				
26.	Burglary and theft .....	12,847	331	2.6	
27.	Boiler and machinery .....				
28.	Credit .....				
29.	International .....				
30.	Reinsurance - Nonproportional Assumed Property .....	XXX	XXX	XXX	XXX
31.	Reinsurance - Nonproportional Assumed Liability .....	XXX	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Financial Lines .....	XXX	XXX	XXX	XXX
33.	Aggregate write-ins for other lines of business .....	530,718	206,266	38.9	52.9
34.	Totals .....	11,865,045	7,830,217	66.0	69.5
DETAILS OF WRITE-INS					
3301.	FIRE & EXTENDED COVERAGE COMBINED .....	530,718	206,266	38.9	52.9
3302.	.....				
3303.	.....				
3398.	Summary of remaining write-ins for Line 33 from overflow page .....				
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above) .....	530,718	206,266	38.9	52.9

PART 2 - DIRECT PREMIUMS WRITTEN

		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire .....	1,138	9,285	10,605
2.	Allied Lines .....	6,363	8,652	2,596
3.	Farmowners multiple peril .....	409,632	1,240,926	1,215,539
4.	Homeowners multiple peril .....	962,171	2,651,664	2,433,370
5.	Commercial multiple peril .....	174,604	547,988	505,694
6.	Mortgage guaranty .....			
8.	Ocean marine .....			
9.	Inland marine .....	10,264	40,503	37,889
10.	Financial guaranty .....			
11.1	Medical malpractice - occurrence .....			
11.2	Medical malpractice - claims-made .....			
12.	Earthquake .....			
13.	Group accident and health .....			
14.	Credit accident and health .....			
15.	Other accident and health .....			
16.	Workers' compensation .....			
17.1	Other liability - occurrence .....	104,799	314,482	262,751
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 .....	1,408,063	4,199,897	3,833,267
19.3,19.4	Commercial auto liability .....			
21.	Auto physical damage .....	1,204,681	3,444,776	2,947,937
22.	Aircraft (all perils) .....			
23.	Fidelity .....			
24.	Surety .....			
26.	Burglary and theft .....	3,949	12,944	11,534
27.	Boiler and machinery .....			
28.	Credit .....			
29.	International .....			
30.	Reinsurance - Nonproportional Assumed Property .....	XXX	XXX	XXX
31.	Reinsurance - Nonproportional Assumed Liability .....	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Financial Lines .....	XXX	XXX	XXX
33.	Aggregate write-ins for other lines of business .....	159,366	508,223	497,096
34.	Totals .....	4,445,030	12,979,340	11,758,278
DETAILS OF WRITE-INS				
3301.	Fire & EC .....	159,366	508,223	497,096
3302.	.....			
3303.	.....			
3398.	Summary of remaining write-ins for Line 33 from overflow page .....			
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above) .....	159,366	508,223	497,096

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

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 (a) (Cols. 1 + 2)	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 (b) (Cols.7 + 8 + 9)	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 Reserve Developed (Savings)/ Deficiency (c) (Cols. 11 + 12)
1. 1999 + Prior	.533	.269	.802	.232		.232	.322		.127	.449	.21	(142)	(121)
2. 2000	.384	.790	1,174	.187	.5	.192	.260	.4	.563	.826	.62	(218)	(156)
3. Subtotals 2000 + Prior	.917	1,059	1,976	.419	.5	.424	.582	.4	.690	1,275	.83	(360)	(277)
4. 2001	2,124	.757	2,881	1,332	.342	1,675	.738	.357	.217	1,312	(54)	.159	.106
5. Subtotals 2001 + Prior	3,041	1,816	4,857	1,751	.348	2,099	1,319	.361	.907	2,587	.29	(201)	(171)
6. 2002	.XXX	.XXX	.XXX	.XXX	.5,332	.5,332	.XXX	2,047	.990	3,037	.XXX	.XXX	.XXX
7. Totals	3,041	1,816	4,857	1,751	5,680	7,431	1,319	2,407	1,897	5,624	29	(201)	(171)
8. Prior Year-End's Surplus As Regards Policyholders	12,516										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
											1. 1.0	2. (11.1)	3. (3.5)
											Col. 13, Line 7 As a % of Col. 1 Line 8		
											4. (1.4)		

(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 1 through 5 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:

Trusteed Surplus Statement (Document Identifier 490) here:



Supplement A to Schedule T (Document Identifier 450) here:



OVERFLOW PAGE FOR WRITE-INS

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED During the Current Quarter								
1  Description of Property	Location		4  Date Acquired	5  Name of Vendor	6  Actual Cost	7  Amount of Encumbrances	8  Book/Adjusted Carrying Value Less Encumbrances	9  Expended for Additions and Permanent Improvements
	2  City	3  State						
				NONE				
9999999 - Totals								

SCHEDULE A - PART 3

1	Location		4	5	6	7	8	9	10	11	12	13	14	15	16
	2	3													
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Expended for Additions, Permanent Improvements and Changes in Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Amounts Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs and Expenses Incurred
					NONE										
9999999 Totals															

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

## SCHEDULE B - PART 1

Showing all Mortgage Loans ACQUIRED during the Current Quarter

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

## SCHEDULE B - PART 2

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

[illegible]

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets ACQUIRED during the Current Quarter

1  Number of Units and Description	Location		4  Name of Vendor	5  Date Acquired	6  Actual Cost	7  Amount of Encumbrances	8  Book/Adjusted Carrying Value Less Encumbrances	9  Increase (Decrease) by Adjustment	10  Increase (Decrease) by Foreign Exchange Adjustment							
	2  City	3  State														
			NONE													
9999999 Totals																

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Current Quarter

1  Number of Units and Description	Location		4  Name of Purchaser or Nature of Disposition	5  Date Acquired	6  Book/ Adjusted Carrying Value Less Encum- brances, Prior Year	7  Increase (Decrease) by Adjustment	8  Increase (Decrease) by Foreign Exchange Adjustment	9  Book/ Adjusted Carrying Value Less Encum- brances at Disposition	10  Consideration Received	11  Foreign Exchange Profit (Loss) on Sale	12  Realized Profit (Loss) on Sale	13  Total Profit (Loss) on Sale
	2  City	3  State										
Mid Ohio Insurance Company	Columbus	Ohio	Repayment	01/01/1995	20,189			20,189	2,391			
1499999 - Any Other Class of Invested Assets					20,189			20,189	2,391			
9999999 Totals					20,189			20,189	2,391			



STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation <sup>(a)</sup>
INDUSTRIAL & MISCELLANEOUS - U.S.								
..020002-AC-5.....	AlIstate Corp.....	..08/27/2002.....	Fifth Third Bank.....		116,500	100,000	1,563	1PE
..066365-BX-4.....	Bankers Tr NY Corp.....	..08/01/2002.....	Fifth Third Bank.....		113,500	100,000	1,688	1PE
..291011-AP-9.....	Emerson Electric Co.....	..08/27/2002.....	Fifth Third Bank.....		104,400	100,000	1,641	1PE
..3136F2-BU-1.....	Federal Natl Mtg Assn.....	..08/02/2002.....	Smith Barney.....		100,000	100,000	0	1PE
..369626-LF-9.....	General Electric Cap Corp.....	..08/06/2002.....	Fifth Third Bank.....		111,200	100,000	2,760	1PE
..577778-BB-8.....	May Dept Stores.....	..08/27/2002.....	Fifth Third Bank.....		117,700	100,000	318	1PE
COUNTRY TOTAL - U.S.					663,300	600,000	7,968	XXX
4599999 - Total - Bonds - Industrial, Misc.					663,300	600,000	7,968	XXX
6099997 - Total - Bonds - Part 3					663,300	600,000	7,968	XXX
6099999 - Total - Bonds					663,300	600,000	7,968	XXX
6599999 - Total - Preferred Stocks					0	XXX	0	XXX
PUBLIC UTILITIES - U.S.								
.....025537-10-1.....	American Electric Power, Inc.....	.....07/23/2002.....	Fifth Third Bank.....	.....1,000,000.....	25,340		0	L
COUNTRY TOTAL - U.S.					25,340	XXX	0	XXX
6699999 - Total - Common Stocks - Public Utilities					25,340	XXX	0	XXX
BANKS, TRUST AND INSURANCE COMPANIES - U.S.								
.....141499-10-3.....	Fifth Third Balanced Fund Class A.....	.....09/20/2002.....	Div & Cap Gains Reinvest.....	.....32,407.....	341		0	U
COUNTRY TOTAL - U.S.					341	XXX	0	XXX
6799999 - Total - Common Stocks - Banks, Trusts, Insurance					341	XXX	0	XXX
INDUSTRIAL & MISCELLANEOUS - U.S.								
..219350-10-5.....	Corning Inc.....	..07/23/2002.....	Fifth Third Bank.....	1,000,000	3,322		0	L
..256605-10-6.....	Dole Food Inc.....	..09/20/2002.....	Smith Barney.....	1,000,000	24,894		0	1
..294821-40-0.....	L M Ericsson Tel Co CL B.....	..09/19/2002.....	Smith Barney.....	1,000,000	409		0	L
..451713-10-1.....	Ikon Office Solutions Inc.....	..07/29/2002.....	Smith Barney.....	3,000,000	24,983		0	L
COUNTRY TOTAL - U.S.					53,609	XXX	0	XXX
6899999 - Total - Common Stocks - Industrial, Misc.					53,609	XXX	0	XXX
7099997 - Total - Common Stocks - Part 3					79,290	XXX	0	XXX
7099998 - Total - Common Stock - Part 5					420	XXX	0	XXX
7099999 - Total - Common Stocks					79,710	XXX	0	XXX
7199999 - Total - Preferred and Common Stocks					79,710	XXX	0	XXX
7299999 - Totals					743,010	XXX	7,968	XXX

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	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)
STATES, TERRITORIES, POSSESSIONS - U.S. OHIO																
676901-V9-9	Ohio State Hsg Fin Agcy.....	08/20/2002	VARIOUS.....		10,000	10,000	10,000	10,000	0	0	0	0	0	444		1PE
677594-BQ-5	Oh State Parking Facs.....	07/01/2002	CALLED @ 100.0000000		10,000	10,000	10,000	10,000	0	0	0	0	0	363		1
STATE TOTAL					20,000	20,000	20,000	20,000	0	0	0	0	0	806	XXX	XXX
COUNTRY TOTAL - U.S.					20,000	20,000	20,000	20,000	0	0	0	0	0	806	XXX	XXX
1799999 - Bonds - States, Territories and Possessions					20,000	20,000	20,000	20,000	0	0	0	0	0	806	XXX	XXX
POLITICAL SUBDIVISIONS - U.S. OHIO																
863869-AX-1	Student Loan Funding Corp Cinci.....	08/01/2002	MATURITY.....		40,000	40,000	40,000	40,000	0	0	0	0	0	2,300		1PE
STATE TOTAL					40,000	40,000	40,000	40,000	0	0	0	0	0	2,300	XXX	XXX
COUNTRY TOTAL - U.S.					40,000	40,000	40,000	40,000	0	0	0	0	0	2,300	XXX	XXX
2499999 - Bonds - Political Subdivisions					40,000	40,000	40,000	40,000	0	0	0	0	0	2,300	XXX	XXX
INDUSTRIAL & MISCELLANEOUS - U.S.																
059438-AD-3	Banc One Corp.....	07/23/2002	MATURITY.....		100,000	100,000	100,750	100,002	(42)	0	0	(2)	(2)	7,250		1PE
19418Q-CL-2	Colgate-Palmolive Co.....	09/20/2002	Fifth Third Bank.....		105,000	105,000	99,225	99,716	(5,284)	0	0	5,284	5,284	4,804		1PE
25468P-BE-5	Walt Disney Co.....	07/29/2002	CALLED @ 100.0000000		50,000	50,000	50,000	50,000	0	0	0	0	0	1,896		1PE
3133MN-TQ-4	Federal Home Loan Bank.....	09/10/2002	Smith Barney.....		95,000	95,000	95,000	95,000	0	0	0	0	0	0		1
3136FO-J8-6	Federal National Mortgage Assn.....	09/20/2002	Fifth Third Bank.....		100,000	100,000	100,000	100,000	0	0	0	0	0	6,083		1PE
44181K-XG-4	Household Finance Co.....	07/30/2002	CALLED @ 100.0000000		100,000	100,000	103,429	102,558	(149)	0	0	(2,558)	(2,558)	7,300		1PE
91131U-AC-8	United Parcel Service Inc.....	08/13/2002	CALLED @ 100.0000000		100,000	100,000	100,000	100,000	0	0	0	0	0	6,300		1
COUNTRY TOTAL - U.S.					650,000	650,000	648,404	647,276	(5,475)	0	0	2,724	2,724	33,633	XXX	XXX
4599999 - Bonds - Industrial and Miscellaneous					650,000	650,000	648,404	647,276	(5,475)	0	0	2,724	2,724	33,633	XXX	XXX
6099997 - Bonds - Part 4					710,000	710,000	708,404	707,276	(5,475)	0	0	2,724	2,724	36,739	XXX	XXX
6099999 - Total - Bonds					710,000	710,000	708,404	707,276	(5,475)	0	0	2,724	2,724	36,739	XXX	XXX
6599999 - Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	XXX	0	XXX
BANKS, TRUST AND INSURANCE COMPANIES - U.S.																
06423A-10-3	Bank One Corp.....	08/29/2002	Fifth Third Bank.....	1,000.000	39,959		39,228	39,228	178	0	0	731	731		630	L
COUNTRY TOTAL - U.S.					39,959	XXX	39,228	39,228	178	0	0	731	731	XXX	630	XXX
6799999 - Common Stocks - Banks, Trust and Insurance Companies					39,959	XXX	39,228	39,228	178	0	0	731	731	XXX	630	XXX
INDUSTRIAL & MISCELLANEOUS - U.S.																
035229-10-3	Anheuser Busch Cos., Inc.....	08/29/2002	Fifth Third Bank.....	1,000.000	52,218		20,609	20,609	(24,601)	0	0	31,610	31,610		360	L
812387-10-8	Sears Roebuck & Company.....	08/29/2002	Fifth Third Bank.....	1,000.000	44,709		36,630	36,630	(11,010)	0	0	8,079	8,079		690	L
COUNTRY TOTAL - U.S.					96,927	XXX	57,239	57,239	(35,611)	0	0	39,688	39,688	XXX	1,050	XXX
6899999 - Common Stocks - Industrial and Miscellaneous					96,927	XXX	57,239	57,239	(35,611)	0	0	39,688	39,688	XXX	1,050	XXX
7099997 - Common Stocks - Part 4					136,886	XXX	96,467	96,467	(35,433)	0	0	40,419	40,419	XXX	1,680	XXX
7099998 - Common Stocks - Part 5					420	XXX	420	420	0	0	0	0	0	XXX	0	XXX
7099999 - Total - Common Stocks					137,306	XXX	96,887	96,887	(35,433)	0	0	40,419	40,419	XXX	1,680	XXX
7199999 - Total - Preferred and Common Stocks					137,306	XXX	96,887	96,887	(35,433)	0	0	40,419	40,419	XXX	1,680	XXX
7299999 Totals					847,306	XXX	805,291	804,163	(40,909)	0	0	43,143	43,143	36,739	1,680	XXX

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

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
Description	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
					NONE								
2599999 - Subtotal - Hedging Transactions								XXX					
2799999 - Subtotal - Other Derivative Transactions								XXX					
9999999 - Totals								XXX					

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
Description	Number of Contracts or Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price, Rate or Index	Date of Issuance/ 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
					NONE								
2599999 - Subtotal - Hedging Transactions								XXX					
2699999 - Subtotal - Income Generation Transactions								XXX					
2799999 - Subtotal - Other Derivative Transactions								XXX					
9999999 - Totals								XXX					

## E07

**NONE**

**NONE**

**NONE**

Showing all Futures Contracts and Insurance Futures Contracts Open at Current Statement Date												
1  Description	2  Number of Contracts	3  Maturity Date	4  Original Value	5  Current Value	6  Variation Margin	7  Date of Opening Position	8  Exchange or Counterparty	9  Cash Deposit	Variation Margin Information			13  Potential Exposure
									10  Recognized	11  Used to Adjust Basis of Hedged Item	12  Deferred	
NONE												
2599999 - Subtotal - Hedging Transactions							XXX	XXX				
2799999 - Subtotal - Other Derivative Transactions							XXX	XXX				
9999999 - Totals							XXX	XXX				

**STATEMENT AS OF SEPTEMBER 30, 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY**

## SCHEDULE E - PART 1 - CASH

[illegible]