



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

GERMAN MUTUAL INSURANCE COMPANY

NAIC Group Code	0000	0000	NAIC Company Code	17884	Employers' ID Number	34-4469685
(Current Period)		(Prior Period)				
Organized under the Laws of	Ohio			State of Domicile or Port of Entry	Ohio	
Country of Domicile	United States of America					
Incorporated	12/28/1984		Commenced Business	06/01/1867		
Statutory Home Office	1000 WESTMORELAND AVENUE			NAPOLEON, OH 43545		
			(Street and Number)			(City or Town, State and Zip Code)
Main Administrative Office	1000 WESTMORELAND AVENUE					
			(Street and Number)			
NAPOLEON, OH 43545			416-599-3993			
(City or Town, State and Zip Code)			(Area Code) (Telephone Number) (Extension)			
Mail Address	P.O. BOX 230			NAPOLEON, OH 43545		
			(Street and Number or P.O. Box)			(City or Town, State and Zip Code)
Primary Location of Books and Records	1000 WESTMORELAND AVENUE					
			(Street and Number)			
NAPOLEON, OH 43545			419-599-3993-208			
(City or Town, State and Zip Code)			(Area Code) (Telephone Number)			
Internet Website Address						
Statement Contact	RHONDA K BOCKELMAN			419-599-3993-208		
			(Name)			(Area Code) (Telephone Number) (Extension)
rhonda.bockelman@heartland-ins.com			419-592-6938			
			(E-mail Address)			(FAX Number)
Policyowner Relations Contact	1000 WESTMORELAND AVE					
			(Street and Number)			
NAPOLEON, OH 43545			419-599-3993-203			
(City or Town, State and Zip Code)			(Area Code) (Telephone Number) (Extension)			

OFFICERS

PRESIDENT	PHILIP W. MENZEL	SECRETARY	RONALD D. SANDS
TREASURER	RHONDA K. BOCKELMAN		

VICE PRESIDENTS

PHYLLIS A. KNAPE	RUPERT R. KNAPE	JOHN MALKOSKI
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DIRECTORS OR TRUSTEES

PHILIP W. MENZEL	RONALD D. SANDS	RUPERT R. KNAPE
J. SCOTT MILLER	HARVEY J. THATCHER	MERLYN K. WIEMKEN
MARVIN L. BOEHM	LESTER L. GERICKE	RONALD H. GERKEN
A. PAUL MCINTOSH	IRVIN H. ROEHR	GENE A. ROTH

State of OHIO }  
County of HENRY } 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.

PHILIP W. MENZEL PRESIDENT	RONALD D. SANDS SECRETARY	RHONDA K. BOCKELMAN TREASURER
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Subscribed and sworn to before me this  
13TH day of NOVEMBER, 2002

LOIS M. KNAPE  
NOTARY PUBLIC  
JUNE 18, 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 .....	6,857,101		6,857,101	6,536,461
2. Stocks:				
2.1 Preferred stocks .....	1,164,796		1,164,796	1,156,545
2.2 Common stocks .....	4,353,220		4,353,220	5,206,854
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) .....	1,817,009		1,817,009	1,859,522
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....	107,916		107,916	107,916
5 Cash (\$ .....2,965,236 and short-term investments \$ .....600,000 ) .....	3,565,236		3,565,236	3,076,223
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) .....	17,865,278		17,865,278	17,943,521
10. Agents' balances or uncollected premiums				
10.1 Premiums and agents' balances in course of collection.....	2,043,160		2,043,160	1,386,361
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 .....	502,879		502,879	444,609
15. Federal and foreign income tax recoverable and interest thereon (including \$ .....835,800 net deferred tax asset).....	908,286	352,200	556,086	434,186
16. Guaranty funds receivable or on deposit.....				
17. Electronic data processing equipment and software.....	206,463	206,463	0	
18. Interest, dividends and real estate income due and accrued .....	167,071		167,071	96,309
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 .....				
23. Amounts receivable relating to uninsured accident and health plans.....				
24. Other assets nonadmitted .....				
25. Aggregate write-ins for other than invested assets .....				
26. Total assets excluding protected cell assets (Lines 9 through 25) .....	21,693,137	558,663	21,134,474	20,304,986
27. Protected cell assets .....				
28. TOTALS (Lines 26 and 27)	21,693,137	558,663	21,134,474	20,304,986
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. ....				
2502. ....				
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)				

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ ..... ) .....	3,583,916	3,599,600
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	1,220,313	1,220,313
4. Commissions payable, contingent commissions and other similar charges .....	271,198	200,047
5. Other expenses (excluding taxes, licenses and fees) .....	43,984	132,420
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	83,986	96,299
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 \$ ..... ) .....	6,806,082	5,412,722
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	453,980	(84,855)
13. Funds held by company under reinsurance treaties .....		
14. Amounts withheld or retained by company for account of others .....	6,513	(223)
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 .....		
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) .....	12,469,972	10,576,323
25. Protected cell liabilities .....		
26. Total liabilities (Lines 24 and 25) .....	12,469,972	10,576,323
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) .....	8,664,502	9,728,663
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) .....	8,664,502	9,728,663
36. TOTALS	21,134,474	20,304,986
DETAILS OF WRITE-INS		
2301. EXCESS OF STATUTORY RESERVES.....		0
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)		
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 \$ 13,869,016 )	12,475,656	11,113,402	15,023,601
1.2 Assumed (written \$ )			
1.3 Ceded (written \$ 1,789,897 )	1,789,897	1,252,593	1,939,770
1.4 Net (written \$ 12,079,119 )	10,685,759	9,860,809	13,083,831
DEDUCTIONS:			
2. Losses incurred (current accident year \$ )::			
2.1 Direct	7,706,739	6,897,867	9,205,507
2.2 Assumed			
2.3 Ceded	1,034,020	1,272,100	1,576,398
2.4 Net	6,672,719	5,625,767	7,629,109
3. Loss expenses incurred	924,725	1,008,292	1,122,762
4. Other underwriting expenses incurred	3,979,750	3,492,632	4,427,174
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2.4 thru 5)	11,577,194	10,126,691	13,179,045
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(891,435)	(265,882)	(95,214)
INVESTMENT INCOME			
9. Net investment income earned	557,241	562,087	737,679
10. Net realized capital gains or (losses)	49,749	(239,573)	(109,562)
11. Net investment gain (loss) (Lines 9 + 10)	606,990	322,514	628,117
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	48,957	49,560	66,420
14. Aggregate write-ins for miscellaneous income	4,800	97	1,097
15. Total other income (Lines 12 through 14)	53,757	49,657	67,517
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(230,688)	106,289	600,420
17. Dividends to policyholders			
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(230,688)	106,289	600,420
19. Federal and foreign income taxes incurred		104,634	69,148
20. Net income (Line 18 minus Line 19)(to Line 22)	(230,688)	1,655	531,272
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	9,728,663	9,117,334	9,117,334
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	(230,688)	1,655	531,272
23. Net unrealized capital gains or losses	(928,469)	(449,660)	(219,965)
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income tax	67,600	149,477	5,777
26. Change in nonadmitted assets	27,396	(120,293)	(305,753)
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		599,998	599,998
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)	(1,064,161)	181,177	611,329
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	8,664,502	9,298,511	9,728,663
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. OTHER INCOME	4,800	97	1,097
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)	4,800	97	1,097
3601. CHANGE IN EXCESS OF STATUTORY RESERVES		0	0
3602.			
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 .....	11,961,155	13,442,741
2. Loss and loss adjustment expenses paid (net of salvage and subrogation) .....	7,671,398	8,589,746
3. Underwriting expenses paid .....	4,009,348	4,305,794
4. Other underwriting income (expenses) .....		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4) .....	280,409	547,201
6. Net investment income .....	479,021	687,249
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 .....	6,736	(1,223)
7.4 Aggregate write-ins for miscellaneous items .....	53,757	67,517
7.5 Total other income (Lines 7.1 to 7.4) .....	60,493	66,294
8. Dividends to policyholders on direct business , less \$ ..... dividends on reinsurance assumed or ceded (net) .....		
9. Federal and foreign income taxes (paid) recovered .....	(50,000)	88,860
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9) .....	769,923	1,389,604
<b>Cash from Investments</b>		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds .....	249,859	1,849,949
11.2 Stocks .....	177,518	1,588,873
11.3 Mortgage loans .....		
11.4 Real estate .....		79,105
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) .....	427,377	3,517,927
12. Cost of investments acquired (long-term only):		
12.1 Bonds .....	525,336	1,808,702
12.2 Stocks .....	206,047	1,422,534
12.3 Mortgage loans .....		
12.4 Real estate .....	0	2,614
12.5 Other invested assets .....		
12.6 Miscellaneous applications .....		
12.7 Total investments acquired (Lines 12.1 to 12.6) .....	731,383	3,233,850
13. Net Cash from investments (Line 11.8 minus Line 12.7) .....	(304,006)	284,077
<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 .....		(229,560)
14.6 Total (Lines 14.1 to 14.5) .....		(229,560)
15. Cash applied:		
15.1 Dividends to stockholders paid .....		
15.2 Net transfers to affiliates .....		
15.3 Borrowed funds repaid .....		
15.4 Other applications .....	(23,096)	
15.5 Total (Lines 15.1 to 15.4) .....	(23,096)	
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5) .....	23,096	(229,560)
<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) .....	489,013	1,444,121
18. Cash and short-term investments:		
18.1 Beginning of year .....	3,076,223	1,632,102
18.2 End of year (Line 17 plus Line 18.1) .....	3,565,236	3,076,223
<b>DETAILS OF WRITE-INS</b>		
07.401 OTHER INCOME .....	53,757	67,517
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) .....	53,757	67,517

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - BASIS OF PRESENTATION

A. The accompanying statements of German Mutual Insurance Company have been prepared in conformity with the National Association of Insurance Commissioners Accounting Practices and Procedures Manual effective January 1, 2002 and the laws and regulations of the state of Ohio.

NOTE 9 - INCOME TAXES

The components of the net deferred tax assets as December 31 are as follows:

A. 1. Total of all deferred tax assets (admitted and nonadmitted)	\$835,800
A. 2. Total of all deferred tax liabilities	0
A. 3. Total deferred tax assets nonadmitted	352,200
A. 4. Increase (decrease) in deferred tax assets nonadmitted	67,600

Current income taxes incurred consist of the following major components:

E. 1. Current year expense	\$ 0
E. 2. Tax credit	0
E. 3. Current year equity tax	0
E. 4. Prior year overaccrual of tax reserves	0
E. 5. Current income taxes incurred	0

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 [X] No [ ]

3.2 If yes, date of change: ..... 04/05/2002  
If not previously filed, furnish herewith a certified copy of the instrument as amended.

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

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

5.2 If yes, provide 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 [ ] NA [X]  
If yes, attach an explanation.

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

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

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 06/01/1998

7.4 By what department or departments?  
Ohio Department of Insurance.....

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

8.2 If yes, give full information: .....  
.....

GENERAL INTERROGATORIES

(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	2
	Prior Year-End Statement Value	Current Quarter Statement Value
13.21 Bonds .....	\$ .....	\$ .....
13.22 Preferred Stock .....	\$ .....	\$ .....
13.23 Common Stock .....	\$ .....152,000	\$ .....152,000
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).....	\$ .....152,000	\$ .....152,000
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 .....	\$ .....	\$ .....0

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

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

If no, attach a description with this statement.

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

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

1	2
Name of Custodian(s)	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	2	3
Name(s)	Location(s)	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	2	3	4
Old Custodian	New Custodian	Date of Change	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	2	3
Central Registration Depository	Name(s)	Address



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 .....	1,967,436	1,953,266	1,939,096	2,078,799
2. Increase (decrease) by adjustment .....	(14,170)	(14,170)	(14,171)	(58,216)
3. Cost of acquired .....				
4. Cost of additions to and permanent improvements .....				2,614
5. Total profit (loss) on sales .....				23,344
6. Increase (decrease) by foreign exchange adjustment .....				
7. Amount received on sales .....				79,105
8. Book/adjusted carrying value at end of current period .....	1,953,266	1,939,096	1,924,925	1,967,436
9. Total valuation allowance .....				
10. Subtotal (Lines 8 plus 9) .....	1,953,266	1,939,096	1,924,925	1,967,436
11. Total nonadmitted amounts .....				
12. Statement value, current period (Page 2, real estate lines, current period)	1,953,266	1,939,096	1,924,925	1,967,436

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				

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GERMAN 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 .....	6,043,129		69,098	15,788	6,092,392	6,043,129	5,989,819	5,968,709
2. Class 2 .....	867,442			(160)	867,598	867,442	867,282	867,752
3. Class 3 .....								
4. Class 4 .....								
5. Class 5 .....								
6. Class 6 .....								
7. Total Bonds	6,910,571		69,098	15,628	6,959,990	6,910,571	6,857,101	6,836,461
<b>PREFERRED STOCK</b>								
8. Class 1 .....	1,044,520			10,116	1,027,464	1,044,520	1,054,636	1,055,545
9. Class 2 .....	101,920			8,240	99,400	101,920	110,160	101,000
10. Class 3 .....								
11. Class 4 .....								
12. Class 5 .....								
13. Class 6 .....								
14. Total Preferred Stock	1,146,440			18,356	1,126,864	1,146,440	1,164,796	1,156,545
15. Total Bonds and Preferred Stock	8,057,011		69,098	33,984	8,086,854	8,057,011	8,021,897	7,993,006

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Amount of Interest Received Current Quarter	Paid for Accrued Interest
8099999 Totals	600,000	XXX	600,000	1,568	

SCHEDULE DA - PART 2- Verification

Short-Term Investments Owned				
	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 .....	300,000	100,000	100,000	100,000
2. Cost of short-term investments acquired .....	600,000		4,000,000	11,300,000
3. Increase (decrease) by adjustment .....				
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 .....	800,000		3,500,000	11,100,000
7. Book/adjusted carrying value, current period .....	100,000	100,000	600,000	300,000
8. Total valuation allowance .....				
9. Subtotal (Lines 7 plus 8) .....	100,000	100,000	600,000	300,000
10. Total nonadmitted amounts .....				
11. Statement value (Lines 9 minus 10) .....	100,000	100,000	600,000	300,000
12. Income collected during period .....	1,429		1,568	16,429
13. Income earned during period .....	1,429		1,568	16,416

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule F

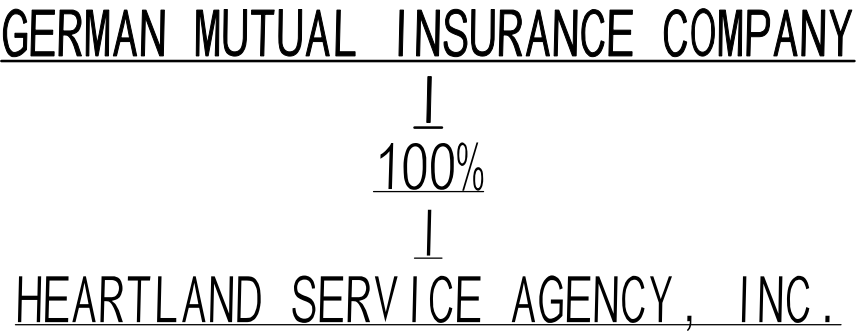
NONE

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							
2. Alaska.....AK							
3. Arizona.....AZ							
4. Arkansas.....AR							
5. California.....CA							
6. Colorado.....CO							
7. Connecticut.....CT							
8. Delaware.....DE							
9. District of Columbia.....DC							
10. Florida.....FL							
11. Georgia.....GA							
12. Hawaii.....HI							
13. Idaho.....ID							
14. Illinois.....IL							
15. Indiana.....IN							
16. Iowa.....IA							
17. Kansas.....KS							
18. Kentucky.....KY							
19. Louisiana.....LA							
20. Maine.....ME							
21. Maryland.....MD							
22. Massachusetts.....MA							
23. Michigan.....MI							
24. Minnesota.....MN							
25. Mississippi.....MS							
26. Missouri.....MO							
27. Montana.....MT							
28. Nebraska.....NE							
29. Nevada.....NV							
30. New Hampshire.....NH							
31. New Jersey.....NJ							
32. New Mexico.....NM							
33. New York.....NY							
34. North Carolina.....NC							
35. North Dakota.....ND							
36. Ohio.....OH	Yes	13,869,016	12,229,311	9,119,267	7,385,025	5,405,918	6,770,413
37. Oklahoma.....OK							
38. Oregon.....OR							
39. Pennsylvania.....PA							
40. Rhode Island.....RI							
41. South Carolina.....SC							
42. South Dakota.....SD							
43. Tennessee.....TN							
44. Texas.....TX							
45. Utah.....UT							
46. Vermont.....VT							
47. Virginia.....VA							
48. Washington.....WA							
49. West Virginia.....WV							
50. Wisconsin.....WI							
51. Wyoming.....WY							
52. American Samoa.....AS							
53. Guam.....GU							
54. Puerto Rico.....PR							
55. U.S. Virgin Islands.....VI							
56. Canada.....CN							
57. Aggregate Other Aliens.....OT	XXX						
58. Totals	(a) 1	13,869,016	12,229,311	9,119,267	7,385,025	5,405,918	6,770,413
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 .....	196,647	183,602	93.4	69.3
2.	Allied Lines .....				
3.	Farmowners multiple peril .....	1,872,029	1,567,668	83.7	56.9
4.	Homeowners multiple peril .....	2,443,508	2,149,298	88.0	62.3
5.	Commercial multiple peril .....	1,030,174	686,110	66.6	53.5
6.	Mortgage guaranty .....				
8.	Ocean marine .....				
9.	Inland marine .....	198,389	77,589	39.1	24.8
10.	Financial guaranty .....				
11.1	Medical malpractice - occurrence .....				
11.2	Medical malpractice - claims-made .....				
12.	Earthquake .....	6,612			
13.	Group accident and health .....				
14.	Credit accident and health .....				
15.	Other accident and health .....				
16.	Workers' compensation .....				
17.1	Other liability - occurrence .....	177,649	(93,557)	(52.7)	208.4
17.2	Other liability - claims-made .....				
18.1	Products liability - occurrence .....	34,167			
18.2	Products liability - claims-made .....				
19.1,19.2	Private passenger auto liability .....	3,420,752	1,563,172	45.7	62.7
19.3,19.4	Commercial auto liability .....	258,128	50,383	19.5	75.1
21.	Auto physical damage .....	2,830,725	1,520,767	53.7	61.6
22.	Aircraft (all perils) .....				
23.	Fidelity .....				
24.	Surety .....				
26.	Burglary and theft .....	6,876	1,707	24.8	
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 .....				
34.	Totals .....	12,475,656	7,706,739	61.8	62.1
DETAILS OF WRITE-INS					
3301.	.....				
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)				

PART 2 - DIRECT PREMIUMS WRITTEN

		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire .....	43,610	231,478	230,220
2.	Allied Lines .....			
3.	Farmowners multiple peril .....	388,341	2,283,666	2,213,479
4.	Homeowners multiple peril .....	907,452	2,778,829	2,350,516
5.	Commercial multiple peril .....	478,994	1,231,176	934,898
6.	Mortgage guaranty .....			
8.	Ocean marine .....			
9.	Inland marine .....	64,941	231,697	202,342
10.	Financial guaranty .....			
11.1	Medical malpractice - occurrence .....			
11.2	Medical malpractice - claims-made .....			
12.	Earthquake .....	6,076	19,513	0
13.	Group accident and health .....			
14.	Credit accident and health .....			
15.	Other accident and health .....			
16.	Workers' compensation .....			
17.1	Other liability - occurrence .....	52,628	212,930	131,544
17.2	Other liability - claims-made .....			
18.1	Products liability - occurrence .....	12,101	40,452	26,329
18.2	Products liability - claims-made .....			
19.1,19.2	Private passenger auto liability .....	1,206,187	3,533,434	3,234,288
19.3,19.4	Commercial auto liability .....	104,380	309,264	262,668
21.	Auto physical damage .....	1,043,197	2,988,705	2,634,739
22.	Aircraft (all perils) .....			
23.	Fidelity .....			
24.	Surety .....			
26.	Burglary and theft .....	1,121	7,872	8,288
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 .....			
34.	Totals .....	4,309,028	13,869,016	12,229,311
DETAILS OF WRITE-INS				
3301.	.....			
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)			



STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GERMAN 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 .....	.925	.147	1,072	.279		.279	.903		.51	.954	.257	(.96)	.161
2. 2000 .....	.705	.183	.888	.468		.468	.536		.54	.590	.299	(.129)	.170
3. Subtotals 2000 + Prior .....	1,630	.330	1,960	.747		.747	1,439		105	1,544	.556	(.225)	.331
4. 2001.....	2,349	.510	2,859	1,340		1,340	1,538		144	1,682	.529	(.366)	.163
5. Subtotals 2001 + Prior .....	3,979	.840	4,819	2,087		2,087	2,977		249	3,226	1,085	(.591)	.494
6. 2002 .....	XXX	XXX	XXX	XXX	.5,592	.5,592	XXX	1,370	208	1,578	XXX	XXX	XXX
7. Totals .....	3,979	.840	4,819	2,087	.5,592	7,679	2,977	1,370	.457	4,804	1,085	(.591)	.494
8. Prior Year-End's Surplus As Regards Policyholders	9,729										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. 27.3	2. (70.4)	3. 10.3
											Col. 13, Line 7 As a % of Col. 1 Line 8		
											4.	5.1	

(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**

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

## SCHEDULE D - PART 3

[illegible]

E04

## E05

## E05

172507-10-1	Country - Common Stocks - Banks, Trust and Insurance Companies	0.000	258	XXX	258	258	258
COUNTRY TOTAL			258	XXX	258	258	258
6799999	Common Stocks - Banks, Trust and Insurance Companies		258	XXX	258	258	258
7000007	Common Stocks - Banks, Trust and Insurance Companies		258	XXX	258	258	258

[illegible]

E05	7299999 - Total - Common Stocks	1,007,217,200	EDWARD JONES	0.000	
	COUNTRY TOTAL				
	6799999 - Common Stocks - Banks, Trust and Insurance Companies				
	7099997 - Common Stocks - Part 4				
	7099998 - Common Stocks - Part 5				
	7099999 - Total - Common Stocks				
	7199999 - Total - Preferred and Common Stocks				
7299999 Totals					

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

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

## SCHEDULE E - PART 1 - CASH

[illegible]