



## QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2002

OF THE CONDITION AND AFFAIRS OF THE

### Westfield National Insurance Company

NAIC Group Code 0228  
(Current Period)0228  
(Prior Period)NAIC Company Code 24120Employer's ID Number 34-1022544Organized under the Laws of Ohio, State of Domicile or Port of Entry OhioCountry of Domicile USIncorporated April 11, 1968 Commenced Business April 11, 1968Statutory Home Office One Park Circle, Westfield Center, Ohio 44251-5001  
(Street and Number. City or Town. State and Zip Code)Main Administrative Office One Park Circle, Westfield Center, Ohio 44251-5001  
(Street and Number. City or Town. State and Zip Code) 330-887-0101  
(Area Code) (Telephone Number)Mail Address P. O. Box 5001, Westfield Center, Ohio 44251-5001  
(Street and Number. City or Town. State and Zip Code)Primary Location of Books and Records One Park Circle, Westfield Center, Ohio 44251-5001  
(Street and Number. City or Town. State and Zip Code) 330-887-0101  
(Area Code) (Telephone Number)Internet Website Address www.westfieldgrp.comStatement Contact Bambi Ann Beshire 330-887-0101  
(Name) 330-887-0840  
(E-Mail Address) (Fax Number)Policyowner Relations Contact One Park Circle, Westfield Center, Ohio 44251  
330-887-0980  
(Street and Number. City or Town. State and Zip Code)  
(Area Code) (Telephone Number) (Extension)

### OFFICERS

Chairman & CEO .....	Robert Cary Blair
COO .....	Robert Joseph Joyce
President .....	Roger William McManus
Sr Ex Spec Mkts .....	John J Adornetto
Chief Solu Officer .....	Robert Steven Madden
Chief HR Officer .....	Debra Lynn Cummings
Sr Ex Claims .....	Edward Albert Schaefer, Jr
Sr Ex F & S Oper .....	Richard Leo Kinnaird, Jr
Controller .....	Bambi Ann Beshire
Sr Ex Bus Dev .....	David Milton Critchfield
Sr Ex Spec Mkts .....	Thomas Lee Kranstuber
Sr Ex Govt Rel .....	Robert Daniel Sondles, III
Chief Actuary .....	Stephen Edward Lehecka
CFO & Treasurer .....	Robert Krisowaty
Chief Inv Officer .....	John Martin Haney
Sr Ex Bus Dev .....	Alyn Kent Daugherty
Sr Ex P L Prod .....	Douglas Philip Carpenter
Sr Ex C L Prod .....	Richard Dayton Orr
Sr Ex Bus Dev .....	James Robert Clay
Sr Ex Bus Dev .....	Thomas Victor Grimm
Sr Ex P L Und .....	Mary Lou Solsman
Corp Sec & Counsel .....	Michael Brooks Rorapaugh

### VICE PRESIDENTS

### DIRECTORS OR TRUSTEES

Robert Cary Blair  
David Brantner Jones  
Martin James MurphyGary Dean Hallman  
Robert Joseph Joyce  
John Alan RootSusan Jane Insley  
Richard Harper LeSourd, Jr  
Thomas Eldon WorkmanState of Ohio  
County of Medina

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.

Robert Krisowaty  
CFO & TreasurerBambi Ann Beshire  
ControllerJeffrey Scott Gillentine  
Financial Reporting ExecutiveSubscribed and sworn to before me this  
31 day of October, 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 .....	165,011,112	0	165,011,112	177,052,578
2. Stocks:				
2.1 Preferred stocks .....	473,000	0	473,000	475,000
2.2 Common stocks .....	64,192,776	0	64,192,776	61,782,884
3. Mortgage loans on real estate:				
3.1 First liens .....	0	0	0	0
3.2 Other than first liens .....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances) .....	0	0	0	0
4.2 Properties held for the production of income (less \$ encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances) .....	0	0	0	0
5. Cash (\$ 0 ) and short-term investments (\$ 4,636,449 ) .....	4,636,449	0	4,636,449	4,080,251
6. Other invested assets .....	0	0	0	0
7. Receivable for securities .....	0	0	0	0
8. Aggregate write-ins for invested assets .....	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8) .....	234,313,337	0	234,313,337	243,390,713
10. Agents' balances or uncollected premiums :				
10.1 Premiums and agents' balances in course of collection .....	9,748,321	1,759,896	7,988,425	6,634,453
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ 284,167 earned but unbilled premiums) .....	43,302,064	0	43,302,064	36,795,690
10.3 Accrued retrospective premiums .....	0	0	0	0
11. Funds held by or deposited with reinsured companies .....	0	0	0	0
12. Bills receivable, taken for premiums .....	0	0	0	0
13. Amounts billed and receivable under high deductible policies .....	0	0	0	0
14. Reinsurance recoverables on loss and loss adjustment expense payments .....	0	0	0	0
15. Federal and foreign income tax recoverable and interest thereon (including \$ 7,540,722 net deferred tax asset) .....	6,692,285	0	6,692,285	276,949
16. Guaranty funds receivable or on deposit .....	120	0	120	120
17. Electronic data processing equipment and software .....	0	0	0	0
18. Interest, dividends and real estate income due and accrued .....	2,713,464	0	2,713,464	2,702,887
19. Net adjustments in assets and liabilities due to foreign exchange rates .....	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates .....	7,325,827	0	7,325,827	0
21. Amounts due from/to protected cells .....	0	0	0	0
22. Equities and deposits in pools and associations .....	0	0	0	0
23. Amounts receivable relating to uninsured accident and health plans .....	0	0	0	0
24. Other assets nonadmitted .....	0	0	0	0
25. Aggregate write-ins for other than invested assets .....	37,751	37,751	0	0
26. Total assets excluding protected cell assets (Lines 9 through 25) .....	304,133,169	1,797,647	302,335,522	289,800,812
27. Protected cell assets .....	0	0	0	0
28. TOTALS (Lines 26 and 27) .....	304,133,169	1,797,647	302,335,522	289,800,812
DETAILS OF WRITE-INS				
0801. ....	0	0	0	0
0802. ....	0	0	0	0
0803. ....	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page .....	0	0	0	0
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above) .....	0	0	0	0
2501. Advance on Contract .....	37,751	37,751	0	0
2502. ....	0	0	0	0
2503. ....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	37,751	37,751	0	0

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 101,543,058 )	89,604,062	87,878,603
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	23,978,264	22,713,219
4. Commissions payable, contingent commissions and other similar charges	10,370,080	8,992,151
5. Other expenses (excluding taxes, licenses and fees)	4,912,173	4,737,275
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,729,025	2,963,448
7. Federal and foreign income taxes, including \$ 0 on realized capital gains (losses) (including \$ 0 net deferred tax liability)	0	0
8. Borrowed money \$ 0 and interest thereon \$ 0	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 100,898,097 and including warranty reserves of \$ 0 )	76,666,678	68,174,744
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	210,169	638,650
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	0	0
15. Remittances and items not allocated	0	0
16. Provision for reinsurance	9,074	9,074
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	2,465,916
20. Payable for securities	7,358,683	15,886
21. Liability for amounts held under uninsured accident and health plans	0	0
22. Capital notes \$ 0 and interest thereon \$ 0	0	0
23. Aggregate write-ins for liabilities	542,855	0
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	216,381,063	198,588,966
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	216,381,063	198,588,966
27. Aggregate write-ins for special surplus funds	7,699,112	24,918,716
28. Common capital stock	2,500,000	2,500,000
29. Preferred capital stock	0	0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes	0	0
32. Gross paid in and contributed surplus	1,250,000	1,250,000
33. Unassigned funds (surplus)	74,505,347	62,543,130
34. Less treasury stock, at cost:		
34.1 0 shares common (value included in Line 28 \$ 0 )	0	0
34.2 0 shares preferred (value included in Line 29 \$ 0 )	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	85,954,459	91,211,846
36. TOTALS	302,335,522	289,800,812
DETAILS OF WRITE-INS		
2301. Reserve for Employees Profit Sharing	542,855	0
2302.	0	0
2303.	0	0
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	542,855	0
2701. General Voluntary Reserve	7,699,112	24,918,716
2702.	0	0
2703.	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	7,699,112	24,918,716
3001.	0	0
3002.	0	0
3003.	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	0	0

## 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 \$ 149,856,096 )	141,724,005	139,101,668	186,260,876
1.2 Assumed (written \$ 122,360,480 )	113,868,547	105,153,283	142,729,211
1.3 Ceded (written \$ 149,954,559 )	141,822,468	139,193,632	186,347,942
1.4 Net (written \$ 122,262,017 )	113,770,084	105,061,319	142,642,145
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 66,340,123 ):			
2.1 Direct	92,278,812	90,814,164	115,942,528
2.2 Assumed	68,543,362	69,401,759	93,483,787
2.3 Ceded	92,251,832	90,280,518	115,309,188
2.4 Net	68,570,342	69,935,405	94,117,127
3. Loss expenses incurred	12,528,466	10,673,909	15,479,356
4. Other underwriting expenses incurred	37,993,844	35,056,359	47,472,480
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	119,092,652	115,665,673	157,068,963
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(5,322,568)	(10,604,354)	(14,426,818)
INVESTMENT INCOME			
9. Net investment income earned	10,625,154	9,990,922	13,362,339
10. Net realized capital gains (losses)	4,849,707	2,459,704	4,231,191
11. Net investment gain (loss) (Lines 9 plus 10)	15,474,861	12,450,626	17,593,530
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ 854,312 )	478,357	(375,954)	(461,135)
13. Finance and service charges not included in premiums	943,000	1,041,811	1,374,703
14. Aggregate write-ins for miscellaneous income	(526,843)	3,390	3,388
15. Total other income (Lines 12 through 14)	40,203	584,066	899,570
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 plus 11 plus 15)	10,192,496	2,430,338	4,066,282
17. Dividends to policyholders	247,371	134,800	219,789
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	9,945,125	2,295,538	3,846,493
19. Federal and foreign income taxes incurred	4,478,096	1,088,931	1,890,022
20. Net income (Line 18 minus Line 19) (to Line 22)	5,467,029	1,206,607	1,956,471
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	91,211,846	96,276,415	96,276,415
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	5,467,029	1,206,607	1,956,471
23. Net unrealized capital gains or losses	(11,192,743)	(11,954,599)	(4,108,292)
24. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
25. Change in net deferred income tax	447,164	4,259,122	883,905
26. Change in nonadmitted assets	21,163	(402,136)	(237,618)
27. Change in provision for reinsurance	0	3,207	35,827
28. Change in surplus notes	0	0	0
29. Surplus (contributed to) withdrawn from protected cells	0	0	0
30. Cumulative effect of changes in accounting principles	0	(3,249,430)	(3,594,862)
31. Capital changes:			
31.1 Paid in	0	0	0
31.2 Transferred from surplus (Stock Dividend)	0	0	0
31.3 Transferred to surplus	0	0	0
32. Surplus adjustments:			
32.1 Paid in	0	0	0
32.2 Transferred to capital (Stock Dividend)	0	0	0
32.3 Transferred from capital	0	0	0
33. Net remittances from or (to) Home Office	0	0	0
34. Dividends to stockholders	0	0	0
35. Change in treasury stock	0	0	0
36. Aggregate write-ins for gains and losses in surplus	0	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36)	(5,257,387)	(10,137,229)	(5,064,569)
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	85,954,459	86,139,186	91,211,846
DETAILS OF WRITE-INS			
0501.	0	0	0
0502.	0	0	0
0503.	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Other Interest Income	16,012	3,390	3,388
1402. Reserve for Employees Profit Sharing	(542,855)	0	0
1403.	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(526,843)	3,390	3,388
3601.	0	0	0
3602.	0	0	0
3603.	0	0	0
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0	0
3699. TOTALS (Lines 3601 through 3603 plus 3698) (Line 36 above)	0	0	0

## CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	113,938,656	147,988,866
2. Loss and loss adjustment expenses paid (net of salvage and subrogation) .....	78,108,304	101,266,642
3. Underwriting expenses paid .....	36,673,478	45,967,679
4. Other underwriting income (expenses) .....	0	0
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4) .....	(843,126)	754,545
6. Net investment income .....	10,247,604	12,873,313
7. Other income (expenses):		
7.1 Agents' balances charged off .....	(375,954)	(478,521)
7.2 Net funds held under reinsurance treaties .....	0	0
7.3 Net amount withheld or retained for account of others .....	0	0
7.4 Aggregate write-ins for miscellaneous items .....	416,157	1,367,538
7.5 Total other income (Lines 7.1 to 7.4) .....	40,203	889,017
8. Dividends to policyholders on direct business, less \$ 0 dividends on reinsurance assumed or ceded (net) .....	247,371	219,789
9. Federal and foreign income taxes (paid) recovered .....	(4,419,408)	(128,229)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9) .....	4,777,902	14,168,857
<b>Cash from Investments</b>		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds .....	33,742,150	30,109,013
11.2 Stocks .....	9,380,916	32,431,546
11.3 Mortgage loans .....	0	0
11.4 Real estate .....	0	0
11.5 Other invested assets .....	0	0
11.6 Net gains or (losses) on cash and short-term investments .....	0	0
11.7 Miscellaneous proceeds .....	7,342,797	1,232,092
11.8 Total investment proceeds (Lines 11.1 to 11.7) .....	50,465,863	63,772,651
12. Cost of investments acquired (long-term only):		
12.1 Bonds .....	20,221,091	53,216,514
12.2 Stocks .....	25,273,285	33,574,152
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	0
12.5 Other invested assets .....	0	0
12.6 Miscellaneous applications .....	0	0
12.7 Total investments acquired (Lines 12.1 to 12.6) .....	45,494,376	86,790,666
13. Net cash from investments (Line 11.8 minus Line 12.7) .....	4,971,487	(23,018,015)
<b>Cash from Financing and Miscellaneous Sources</b>		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in .....	0	0
14.2 Capital notes \$ 0 less amounts repaid \$ 0 .....	0	0
14.3 Net transfers from affiliates .....	0	9,625,114
14.4 Borrowed funds received .....	0	0
14.5 Other cash provided .....	598,553	0
14.6 Total (Lines 14.1 to 14.5) .....	598,553	9,625,114
15. Cash applied:		
15.1 Dividends to stockholders paid .....	0	0
15.2 Net transfers to affiliates .....	9,791,743	0
15.3 Borrowed funds repaid .....	0	0
15.4 Other applications .....	0	0
15.5 Total (Lines 15.1 to 15.4) .....	9,791,743	0
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5) .....	(9,193,190)	9,625,114
<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) .....	556,199	775,956
18. Cash and short-term investments:		
18.1 Beginning of year .....	4,080,251	3,304,295
18.2 End of period (Line 17 plus Line 18.1) .....	4,636,450	4,080,251
<b>DETAILS OF WRITE-INS</b>		
7.401 Finance and Service Charges .....	943,000	1,374,699
7.402 Other Interest Income (Expense) .....	16,012	(7,221)
7.403 Reserve for Employees Profit Sharing .....	(542,855)	0
7.498 Summary of remaining write-ins for Line 7.4 from overflow page .....	0	60
7.499 Totals (Lines 7.401 through 7.403 plus 7.498) (Line 7.4 above) .....	416,157	1,367,538

**NOTES TO FINANCIAL STATEMENTS**

2.

B. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. Effective January 1, 2001, the State of Ohio required that insurance companies domiciled in the State of Ohio prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual - Version effective March 1, 2002 subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner.

9.

A. The components of net deferred tax asset/liability at September 30 are as follows:

	9/30/02	12/31/01
1 Total of all deferred tax assets (admitted and nonadmitted)	10,744,632	10,417,138
2 Total of all deferred tax liabilities	3,203,910	9,350,441
3 Total deferred tax assets nonadmitted in accordance with SSAP No. 10, Income Taxes	0	0
4 Increase (decrease) in deferred tax assets nonadmitted	0	0

B. As of September 30, the company had no unrecognized deferred income tax liabilities.

C. Current income taxes incurred consist of the following major components:

	9/30/02	12/31/01
1 Current year income tax expense	4,446,329	1,901,579
2 Tax credits	0	(22,167)
3 Other adjustment: FIT Receivable	(3,597,893)	(1,064,848)
4 Prior year (over)/under accrual of tax	0	0
5 Current income taxes incurred	848,437	814,564

The main components of the September 30, 2002 deferred tax amounts are as follows:

	DTAs	Statutory	Tax	Difference	Tax Effect
6 Unpaid Losses & LAE	109,942,290	97,233,259	12,709,031	4,448,161	
7 Unearned Premiums	74,667,943	60,056,716	14,611,227	5,113,929	
8 Other Expenses	3,926,322	850,048	3,076,274	1,076,696	
9 Insolvency Reserve	0	(231,580)	231,580	81,053	
10 Accrued Dividends	(2,673,266)	(2,724,404)	51,138	17,898	
11 Properties	0	(19,699)	19,699	6,895	
12 Total DTAs	185,863,289	155,164,340	30,698,949	10,744,632	
13 DTAs nonadmitted	0	0	0	0	

	DTLs	Statutory	Tax	Difference	Tax Effect
14 Investments - Common Stock	(57,372,543)	(49,670,032)	7,702,511	2,695,879	
15 Investments - Bonds	(173,733,290)	(172,773,553)	959,737	335,908	
16 Investments - Preferred Stock	(474,000)	(443,500)	30,500	10,675	
17 Salvage & Subrogation	0	116,200	116,200	40,670	
18 Other Liabilities	1,198,449	1,543,530	345,081	120,778	
19 Total DTLs	(230,381,384)	(221,227,355)	9,154,029	3,203,910	

The changes in main components of DTAs and DTLs are as follows:

	DTAs resulting from book/tax differences in:	9/30/02	12/31/01	Change
20 Unpaid Losses & LAE	4,448,161	4,599,799	(151,638)	
21 Unearned Premiums	5,113,929	4,419,135	694,794	
22 Other Expenses	1,076,696	1,199,972	(123,276)	
23 Insolvency Reserve	81,053	145,319	(64,266)	
24 Accrued Dividends	17,898	11,590	6,308	
25 Properties	6,895	0	6,895	
26 Depreciation - Software	0	10,341	(10,341)	
27 Salvage & Subrogation	0	8,814	(8,814)	
28 Total DTAs	10,744,632	10,394,970	349,662	
29 DTAs nonadmitted	0	0	0	

**NOTES TO FINANCIAL STATEMENTS**

DTLs resulting from book/tax differences in:		9/30/02	12/31/01	Change
30	Investments - Common Stock	2,695,879	8,726,116	(6,030,237)
31	Investments - Bonds	335,908	519,434	(183,526)
32	Investments - Preferred Stock	10,675	11,375	(700)
33	Salvage & Subrogation	40,670	0	40,670
34	Other Liabilities	120,778	93,515	27,263
35	Total DTLs	3,203,910	9,350,440	(6,146,530)

D. Among the more significant book to tax adjustments were the following:

	Amount	Tax Effect
		at 35%
1	5,918,020	2,071,307
2	1,181,320	413,462
3	2,031,478	711,017
4	224,776	78,672
5	(192,259)	(67,291)
6	(317,618)	(111,166)
7	(247,371)	(86,580)
8	90,274	31,596
9	4,919,240	1,721,734
10	(119,725)	(41,904)
11	(784,337)	(274,518)
12	12,703,798	4,446,329

E. 1 At December 31, 2001, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

2 The following are income taxes incurred in the current and prior years which will be available for recoupment in the event of future net losses:

Year Incurred	Amount
2001	\$292,000
2000	0
1999	32,000

F. Consolidated Federal Income Tax Return

1 The Company's Federal Income Tax return is consolidated with its parent, Ohio Farmers Insurance Company, FEIN 34-0438190; NAIC 24104.

2 Each Company in the consolidation has agreed to share any tax or recovery of tax based on their individual taxable income or loss. Each Company's current taxable income or loss will be adjusted by any prior taxable income or loss which can be carried forward to the current year.

17.

C. The Company has no wash sales for the quarter ended September 30, 2002.

## GENERAL INTERROGATORIES

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

### PART 1 - COMMON INTERROGATORIES

#### GENERAL

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

1.2 If yes, explain:

.....

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

2.2 If yes, has the report been filed with the domiciliary state? Yes ( ) No ( )

3.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes ( ) 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 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 ( ) N/A (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). 07/13/1999

7.4 By what department or departments?

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 (continued)

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

### INVESTMENT

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

9.2 If yes, explain

.....  
.....

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

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

.....  
.....

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

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

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

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds .....	\$ ..... 0	\$ ..... 0
13.22 Preferred Stock .....	\$ ..... 0	\$ ..... 0
13.23 Common Stock .....	\$ ..... 0	\$ ..... 0
13.24 Short-Term Investments .....	\$ ..... 0	\$ ..... 0
13.25 Mortgages, Loans or Real Estate .....	\$ ..... 0	\$ ..... 0
13.26 All Other .....	\$ ..... 0	\$ ..... 0
13.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 13.21 to 13.26) .....	\$ ..... 0	\$ ..... 0
13.28 Total Investment in Parent included in Lines 13.21 to 13.26 above .....	\$ ..... 0	\$ ..... 0
13.29 Receivable from Parent not included in Lines 13.21 to 13.26 above .....	\$ ..... 0	\$ ..... 0

14.1 Does the reporting entity have any hedging transactions reported on schedule DB? Yes ( ) No (X)

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

If no, attach a description with this statement.

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

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase .....	4 New York Plaza .....
.....	New York .....
.....	10004 .....

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
.....	.....	.....
.....	.....	.....
.....	.....	.....

## **GENERAL INTERROGATORIES**

(continued)

### **PART 2 PROPERTY AND 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 (X) N/A ( )  
If yes, attach an explanation.

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

3.1 Have any of the reporting entity's primary reinsurance contracts been cancelled? 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 Discount Schedule.

**Page 10**

Schedule A, Verification  
**NONE**

Schedule B, Verification  
**NONE**

Schedule BA, Verification  
**NONE**

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 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 .....	153,798,056	11,506,701	18,548,946	78,239	155,868,138	153,798,056	146,834,050	154,100,731
2. Class 2 .....	24,836,987	0	2,031,390	7,914	30,377,158	24,836,987	22,813,511	26,532,098
3. Class 3 .....	1,170,000	0	1,170,000	0	0	1,170,000	0	500,000
4. Class 4 .....	0	0	0	0	0	0	0	0
5. Class 5 .....	0	0	0	0	0	0	0	0
6. Class 6 .....	0	0	0	0	0	0	0	0
7. Total Bonds .....	179,805,043	11,506,701	21,750,336	86,153	186,245,296	179,805,043	169,647,561	181,132,829
<b>PREFERRED STOCK</b>								
8. Class 1 .....	474,000	0	0	(1,000)	479,000	474,000	473,000	475,000
9. Class 2 .....	0	0	0	0	0	0	0	0
10. Class 3 .....	0	0	0	0	0	0	0	0
11. Class 4 .....	0	0	0	0	0	0	0	0
12. Class 5 .....	0	0	0	0	0	0	0	0
13. Class 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock .....	474,000	0	0	(1,000)	479,000	474,000	473,000	475,000
15. Total Bonds and Preferred Stock .....	180,279,043	11,506,701	21,750,336	85,153	186,724,296	180,279,043	170,120,561	181,607,829

**SCHEDULE DA - PART 1**

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
8099999 Totals .....	4,636,449	X X X	4,636,449	9,450	0

**SCHEDULE DA - PART 2 - VERIFICATION**

Short-Term Investments Owned

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book / adjusted carrying value, beginning of period .....	4,080,251	2,149,589	6,071,753	3,304,295
2. Cost of short-term investments acquired .....	1,786,942	4,243,366	3,286,461	9,483,805
3. Increase (decrease) by adjustment .....	0	0	0	590
4. Increase (decrease) by foreign exchange adjustment .....	0	0	0	0
5. Total profit (loss) on disposal of short-term investments .....	0	0	0	0
6. Consideration received on disposal of short-term investments .....	3,717,604	321,202	4,721,765	8,708,439
7. Book / adjusted carrying value, current period .....	2,149,589	6,071,753	4,636,449	4,080,251
8. Total valuation allowance .....	0	0	0	0
9. Subtotal (Line 7 plus Line 8) .....	2,149,589	6,071,753	4,636,449	4,080,251
10. Total nonadmitted amounts .....	0	0	0	0
11. Statement value (Line 9 minus Line 10) .....	2,149,589	6,071,753	4,636,449	4,080,251
12. Income collected during period .....	18,716	13,244	16,880	141,500
13. Income earned during period .....	18,716	13,244	16,880	74,172

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Sch. DB, Pt. F, Sn. 1, Summary Replicated (Syn.) Assets Open  
**NONE**

**Page 14**

Sch. DB, Pt. F, Sn. 2, Reconciliation Replicated (Syn.) Assets  
**NONE**

**SCHEDULE F - CEDED REINSURANCE**

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)
U. S. Insurers 25364	13-1675535	Swiss Re American Corp	New York	Yes
0299999	U. S. Insurers			
All Other Insurers 00000	AA-3194128	Allied World Assurance Company (AWAC)	Bermuda	No
00000	AA-3194139	AXIS Specialty Re, Inc.	Bermuda	No
00000	AA-3190060	Hannover Re (Bermuda)	Bermuda	No
0499999	All Other Insurers			

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

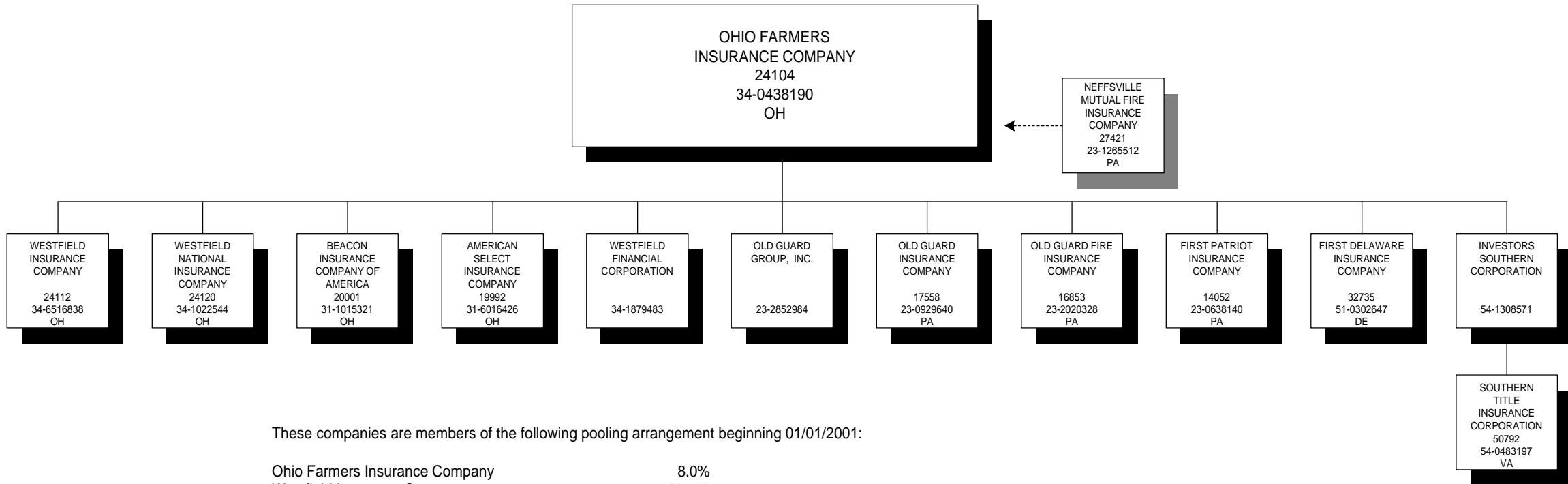
Current Year to Date - Allocated by States and Territories

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	0	0	0	0	0	0
2. Alaska	AK No	0	0	0	0	0	0
3. Arizona	AZ Yes	0	0	0	0	0	0
4. Arkansas	AR No	0	0	0	0	0	0
5. California	CA Yes	0	0	0	0	0	0
6. Colorado	CO Yes	0	0	0	0	0	0
7. Connecticut	CT No	0	0	0	0	0	0
8. Delaware	DE No	0	0	0	0	0	0
9. District of Columbia	DC No	0	0	0	0	0	0
10. Florida	FL Yes	1,230,463	1,297,233	593,013	578,320	647,537	981,644
11. Georgia	GA Yes	145,772	742,684	284,746	352,702	131,630	217,367
12. Hawaii	HI No	0	0	0	0	0	0
13. Idaho	ID No	0	0	0	0	0	0
14. Illinois	IL Yes	4,203,875	3,512,178	3,074,818	2,875,074	2,187,557	1,808,158
15. Indiana	IN Yes	15,181,604	14,383,296	9,776,375	10,789,858	9,127,848	8,030,737
16. Iowa	IA Yes	2,064,649	2,083,162	999,540	1,533,836	816,991	850,570
17. Kansas	KS No	0	0	0	0	0	0
18. Kentucky	KY Yes	7,289,437	6,652,698	7,318,321	3,414,140	3,726,118	3,736,855
19. Louisiana	LA No	0	0	0	0	0	0
20. Maine	ME No	0	0	0	0	0	0
21. Maryland	MD No	0	0	0	0	0	0
22. Massachusetts	MA No	0	0	0	0	0	0
23. Michigan	MI Yes	574,479	448,328	365,558	107,778	883,804	467,421
24. Minnesota	MN Yes	7,329,941	6,673,455	4,486,203	7,175,109	2,839,958	3,015,736
25. Mississippi	MS No	0	0	0	0	0	0
26. Missouri	MO No	0	0	0	0	0	0
27. Montana	MT No	0	0	0	0	0	0
28. Nebraska	NE No	0	0	0	0	0	0
29. Nevada	NV No	0	0	0	0	0	0
30. New Hampshire	NH No	0	0	0	0	0	0
31. New Jersey	NJ No	0	0	0	0	0	0
32. New Mexico	NM No	0	0	0	0	0	0
33. New York	NY No	0	0	0	0	0	0
34. North Carolina	NC No	0	0	0	0	0	0
35. North Dakota	ND Yes	1,575,973	1,913,323	800,270	3,365,869	450,227	827,039
36. Ohio	OH Yes	103,878,621	97,611,520	59,311,207	57,296,674	59,558,625	61,587,741
37. Oklahoma	OK No	0	0	0	0	0	0
38. Oregon	OR No	0	0	0	0	0	0
39. Pennsylvania	PA Yes	3,448,712	1,318,191	1,062,494	1,466,558	2,249,314	1,593,331
40. Rhode Island	RI No	0	0	0	0	0	0
41. South Carolina	SC No	0	0	0	0	0	0
42. South Dakota	SD Yes	644,003	1,340,310	551,352	1,399,128	412,758	397,633
43. Tennessee	TN Yes	1,793,596	1,652,614	1,059,735	682,693	452,507	591,931
44. Texas	TX Yes	0	0	0	0	0	0
45. Utah	UT No	0	0	0	0	0	0
46. Vermont	VT No	0	0	0	0	0	0
47. Virginia	VA No	0	0	0	0	0	0
48. Washington	WA No	0	0	0	0	0	0
49. West Virginia	WV Yes	71	519	2,810	0	34	11
50. Wisconsin	WI Yes	494,900	1,793,421	568,020	1,454,609	686,244	1,320,075
51. Wyoming	WY No	0	0	0	0	0	0
52. American Samoa	AS No	0	0	0	0	0	0
53. Guam	GU No	0	0	0	0	0	0
54. Puerto Rico	PR No	0	0	0	0	0	0
55. U.S. Virgin Islands	VI No	0	0	0	0	0	0
56. Canada	CN No	0	0	0	0	0	0
57. Aggregate Other Alien	OT X X X	(a) 19	149,856,096	141,422,932	90,254,462	92,492,348	84,171,152
58. Totals							85,426,249
DETAILS OF WRITE-INS							
5701.	X X X	0	0	0	0	0	0
5702.	X X X	0	0	0	0	0	0
5703.	X X X	0	0	0	0	0	0
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X	0	0	0	0	0	0
5799. TOTALS (Lines 5701 through 5703 plus Line 5798)(Line 57 above)	X X X	0	0	0	0	0	0

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

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

**PART 1 - ORGANIZATIONAL CHART**



These companies are members of the following pooling arrangement beginning 01/01/2001:

Ohio Farmers Insurance Company	8.0%
Westfield Insurance Company	63.5%
Westfield National Insurance Company	13.0%
Old Guard Insurance Company	7.0%
American Select Insurance Company	5.0%
Beacon Insurance Company of America	1.0%
First Patriot Insurance Company	1.0%
Old Guard Fire Insurance Company	1.0%
First Delaware Insurance Company	0.5%

Total 100.0%

REINSURANCE

**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 .....	584,302	79,994	13.7	33.7
2. Allied lines .....	255,112	368,116	144.3	72.9
3. Farmowners multiple peril .....	0	0	0.0	0.0
4. Homeowners multiple peril .....	42,890,347	36,548,587	85.2	88.1
5. Commercial multiple peril .....	0	0	0.0	0.0
6. Mortgage guaranty .....	0	0	0.0	0.0
8. Ocean marine .....	0	0	0.0	0.0
9. Inland marine .....	4,533,296	1,112,368	24.5	35.4
10. Financial guaranty .....	0	0	0.0	0.0
11.1 Medical malpractice-occurrence .....	0	0	0.0	0.0
11.2 Medical malpractice-claims made .....	0	0	0.0	0.0
12. Earthquake .....	864,794	4,797	0.6	(3.4)
13. Group accident and health .....	0	0	0.0	0.0
14. Credit accident and health .....	0	0	0.0	0.0
15. Other accident and health .....	0	0	0.0	0.0
16. Workers' compensation .....	3,048,774	1,856,775	60.9	172.6
17.1 Other liability-occurrence .....	4,509,011	1,457,280	32.3	30.1
17.2 Other liability-claims made .....	0	0	0.0	0.0
18.1 Products liability-occurrence .....	0	0	0.0	0.0
18.2 Products liability-claims made .....	0	0	0.0	0.0
19.1, 19.2 Private passenger auto liability .....	49,121,967	30,004,739	61.1	53.4
19.3, 19.4 Commercial auto liability .....	0	0	0.0	0.0
21. Auto physical damage .....	35,833,110	20,846,157	58.2	58.9
22. Aircraft (all perils) .....	0	0	0.0	0.0
23. Fidelity .....	83,292	(1)	0.0	0.0
24. Surety .....	0	0	0.0	0.0
26. Burglary and theft .....	0	0	0.0	0.0
27. Boiler and machinery .....	0	0	0.0	0.0
28. Credit .....	0	0	0.0	0.0
29. International .....	0	0	0.0	0.0
30. Reinsurance-Nonproportional Assumed Property .....	X X X	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability .....	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines .....	X X X	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business .....	0	0	0.0	0.0
34. TOTALS .....	141,724,005	92,278,812	65.1	65.3
DETAILS OF WRITE-INS				
3301. ....	0	0	0.0	0.0
3302. ....	0	0	0.0	0.0
3303. ....	0	0	0.0	0.0
3398. Summary of remaining write-ins for Line 33 from overflow page .....	0	0	0.0	0.0
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33) .....	0	0	0.0	0.0

**PART 2 - DIRECT PREMIUMS WRITTEN**

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire .....	224,056	598,029	553,944
2. Allied lines .....	94,865	257,624	241,227
3. Farmowners multiple peril .....	0	0	0
4. Homeowners multiple peril .....	16,707,629	45,522,660	42,328,879
5. Commercial multiple peril .....	0	0	0
6. Mortgage guaranty .....	0	0	0
8. Ocean marine .....	0	0	0
9. Inland marine .....	1,641,786	4,603,189	4,612,114
10. Financial guaranty .....	0	0	0
11.1 Medical malpractice-occurrence .....	0	0	0
11.2 Medical malpractice-claims made .....	0	0	0
12. Earthquake .....	333,286	911,559	857,470
13. Group accident and health .....	0	0	0
14. Credit accident and health .....	0	0	0
15. Other accident and health .....	0	0	0
16. Workers' compensation .....	2,194,102	4,908,373	2,709,157
17.1 Other liability-occurrence .....	1,660,934	4,653,928	4,542,934
17.2 Other liability-claims made .....	0	0	0
18.1 Products liability-occurrence .....	0	0	0
18.2 Products liability-claims made .....	0	0	0
19.1, 19.2 Private passenger auto liability .....	18,382,522	51,140,619	49,805,372
19.3, 19.4 Commercial auto liability .....	0	0	0
21. Auto physical damage .....	13,347,426	37,075,855	35,659,034
22. Aircraft (all perils) .....	0	0	0
23. Fidelity .....	57,711	184,260	112,801
24. Surety .....	0	0	0
26. Burglary and theft .....	0	0	0
27. Boiler and machinery .....	0	0	0
28. Credit .....	0	0	0
29. International .....	0	0	0
30. Reinsurance-Nonproportional Assumed Property .....	X X X	X X X	X X X
31. Reinsurance-Nonproportional Assumed Liability .....	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Financial Lines .....	X X X	X X X	X X X
33. Aggregate write-ins for other lines of business .....	0	0	0
34. TOTALS .....	54,644,317	149,856,096	141,422,932
DETAILS OF WRITE-INS			
3301. ....	0	0	0
3302. ....	0	0	0
3303. ....	0	0	0
3398. Summary of remaining write-ins for Line 33 from overflow page .....	0	0	0
3399. Totals (Lines 3301 through 3303 plus Line 3398) (Line 33) .....	0	0	0

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Westfield National Insurance Company

## PART 3 (000 Omitted)

## LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves(a) (Col. 1 plus 2)	4 2002 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2002 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2002 Loss and LAE Payments (Col. 4 plus 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or reopened Subsequent to Prior Year End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves(b) (Col. 7 plus 8 plus 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Col. 4 plus 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Col. 5 plus 8 plus 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Col. 11 plus 12)
1. 1999 + Prior	25,703	13,140	38,843	9,748	857	10,605	16,000	1,483	11,138	28,621	45	338	383
2. 2000	17,334	5,732	23,066	6,893	654	7,547	9,930	1,707	4,150	15,787	(511)	779	268
3. Subtotals 2000 + prior	43,037	18,872	61,909	16,641	1,511	18,152	25,930	3,190	15,288	44,408	(466)	1,117	651
4. 2001	31,504	17,180	48,684	14,202	4,948	19,150	16,869	4,837	6,998	28,704	(433)	(397)	(830)
5. Subtotals 2001 + prior	74,541	36,052	110,593	30,843	6,459	37,302	42,799	8,027	22,286	73,112	(899)	720	(179)
6. 2002	X X X	X X X	X X X	X X X	40,801	40,801	X X X	24,265	16,206	40,471	X X X	X X X	X X X
7. Totals	74,541	36,052	110,593	30,843	47,260	78,103	42,799	32,292	38,492	113,583	(899)	720	(179)
8. Prior Year-End's Surplus As Regards Policy-holders											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
	91,212										1. .... (1.2)%.	2. .... 2.0 %.	3. .... (0.2)%.
											Col. 13 , Line 7 Line 8		
											4. .... (0.2)%.		

(a) Should Equal Prior Year-End Annual Statement; Page 3, Column 1, Lines 1 plus 3  
 (b) Should Equal Quarterly Statement Page 3, Column 1, Lines 1 and 3  
 (c) Should Also Equal Columns 6 plus 10 less Column 3 for Lines A through E only

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, Your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	RESPONSES
1. Will the SVO Compliance Certification be filed with this statement?	Yes
EXPLANATION:	.....
BARCODE:	
Document Identifier 470:	
2. Will the Trusted Surplus Statement be filed with the state of domicile and the NAIC with this statement?	No
EXPLANATION:	.....
BARCODE:	
2. Document Identifier 490:	 2 4 1 2 0 2 0 0 2 4 9 0 0 0 0 0 0 3
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	No
EXPLANATION:	.....
BARCODE:	
3. Document Identifier 450:	 2 4 1 2 0 2 0 0 2 4 5 0 0 0 0 0 0 3

**OVERFLOW PAGE FOR WRITE-INS**

OVERFLOW WRITE-INS FOR Page 5, Cash Flow

	1 Current Year To Date	2 Prior Year Ended December 31
AGGREGATED AT Line 7.4, Miscellaneous Items		
Guaranty Funds Receivable or on Deposit .....	0 .....	60 .....
07.498   Line 7.4, Miscellaneous Items .....	0 .....	60 .....

**Page E01**

Sch. A, Pt. 2, Real Estate Acquired  
**NONE**

Sch. A, Pt. 3, Real Estate Sold  
**NONE**

**Page E02**

Schedule B, Part 1, Mortgage Loans Acquired  
**NONE**

Schedule B, Part 2, Mortgage Loans Sold  
**NONE**

**Page E03**

Sch. BA, Pt. 1, Other Long-Term Invested Assets Acquired  
**NONE**

Sch. BA, Pt. 2, Other Long-Term Invested Assets Sold  
**NONE**

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Westfield National Insurance Company

**SCHEDULE D - PART 3**

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
Bonds - U.S. Governments								
BONDS								
US Governments								
United States								
31359M-ML-4	FEDERAL NATL MTG ASSN .. 6.250% 03/22/12 ..	08/21/2002 Deutsche Bk Securities Inc.		3,159,480	3,000,000	78,125	1	
	Subtotal United States .....			3,159,480	3,000,000	78,125		
0399999	Subtotal - Bonds - U.S. Governments .....			3,159,480	3,000,000	78,125		
Bonds - Public Utilities								
Public Utilities (unaffiliated)								
United States								
079857-AH-1	BELLSOUTH CAP FDG CORP .. 7.875% 02/15/30 ..	08/13/2002 Constitution Capital		1,107,460	1,000,000	219	1	
	Subtotal United States .....			1,107,460	1,000,000	219		
3899999	Subtotal - Bonds - Public Utilities .....			1,107,460	1,000,000	219		
Bonds - Industrial and Miscellaneous								
Industrial & Miscellaneous								
United States								
097023-AM-7	BOEING CO DEB .. 7.250% 06/15/25 ..	08/06/2002 Constitution Capital		551,885	500,000	5,438	1PE	
141781-AP-9	CARGILL INC NT .. 6.375% 06/01/12 ..	09/20/2002 Constitution Capital		1,677,495	1,500,000	36,656	1	
438516-AK-2	HONEYWELL INTL NT .. 7.500% 03/01/10 ..	08/13/2002 Deutsche Bk Securities Inc.		1,723,920	1,500,000	51,563	1	
	Subtotal United States .....			3,953,300	3,500,000	93,657		
4599999	Subtotal - Bonds - Industrial and Miscellaneous .....			3,953,300	3,500,000	93,657		
6099997	Subtotal - Bonds - Part 3 .....			8,220,240	7,500,000	172,001		
6099999	Subtotal - Bonds .....			8,220,240	7,500,000	172,001		
Common Stock - Public Utilities								
COMMON STOCK								
Public Utilities (unaffiliated)								
United States								
025537-10-1	AMERICAN ELECTRIC PWR INC ..	07/19/2002 Midwest Research		54,000,000	1,583,550	0	L	
872375-10-0	TECO ENERGY INC ..	07/15/2002 Salomon Smith Barney		93,000,000	1,974,734	0	L	
	Subtotal United States .....			147,000,000	3,558,284	0		
6699999	Subtotal - Common Stock - Public Utilities .....				3,558,284	0		
Common Stock - Banks, Trust and Insurance Companies								
Banks, Trust & Insurance Companies								
United States								
55262L-10-0	MBNA CORP ..	07/16/2002 Stock Split		37,500,000	0	0	L	
	Subtotal United States .....			37,500,000	0	0		
6799999	Subtotal - Common Stock - Banks, Trust and Insurance Companies .....				0	0		
Common Stock - Industrial and Miscellaneous								
Industrial & Miscellaneous								
United States								
053015-10-3	AUTOMATIC DATA PROC ..	07/19/2002 Salomon Smith Barney		45,000,000	1,428,975	0	L	
110122-10-8	BRISTOL-MYERS SQUIBB CO ..	07/19/2002 Jefferies & Co Inc		62,000,000	1,386,735	0	L	
458140-10-0	INTEL CORP ..	09/27/2002 First Union Securities		67,000,000	1,009,154	0	L	
(continues)								
(a) For all common stock bearing the NAIC designation "U" provide: the number of such issues .....								
	0 .							

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Westfield National Insurance Company

**SCHEDULE D - PART 3**

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation (a)
Common Stock - Industrial and Miscellaneous (continued)								
459200-10-1	INTERNATL BUSINESS MACHS CORP	09/26/2002	Merrill Lynch	16,500.000	1,029,270		0	L
532457-10-8	LILLY ELI & CO	07/15/2002	First Tennessee Securities	24,500.000	1,254,488		0	L
717081-10-3	PFIZER INC	07/15/2002	Jeffries & Co Inc	37,500.000	1,031,891		0	L
74144T-10-8	PRICE T ROWE GROUP INC	09/27/2002	Keefe Bruyette	40,000.000	1,031,172		0	L
78462F-10-3	SPDR TR UNIT SER 1 STANDARD & POORS	09/27/2002	Various	56,500.000	4,825,347		0	L
	Subtotal United States			349,000.000	12,997,032		0	
	Canada						0	
559222-40-1	MAGNA INTL INC CL A	09/27/2002	Salomon Smith Barney	36,000.000	2,042,957		0	L
	Subtotal Canada			36,000.000	2,042,957		0	
6899999	Subtotal - Common Stock - Industrial and Miscellaneous				15,039,989		0	
7099997	Subtotal - Common Stock - Part 3				18,598,273		0	
7099999	Subtotal - Common Stock				18,598,273		0	
7199999	Subtotal - Preferred and Common Stock				18,598,273		0	
7299999	TOTALS				26,818,513		172,001	

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Westfield National 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)
<b>Bonds - U.S. Governments</b>																
BONDS																
3134A1-VQ-0	FEDERAL HOME LN MTG	7.010% 07/11/07	07/12/2002 Call	100,0000		2,000,000	2,000,000.00	2,033,180	2,000,000	(112)	0	0	0	0	70,489	1
912810-EP-9	UNITED STATES TREAS	7.125% 02/15/23	09/20/2002 Various	5,309,125		4,300,000	4,317,469	4,316,141	277	0	0	992,984	992,984	155,647	1	
912810-EV-6	UNITED STATES TREAS	6.875% 08/15/25	08/06/2002 Constitution Capital	3,584,063		3,000,000	2,992,031	2,992,948	266	0	0	591,115	591,115	98,567	1	
	Subtotal United States			10,893,188		9,300,000	9,342,680	9,309,089	431			1,584,099	1,584,099	324,704		
0399999	Subtotal - Bonds - U.S. Governments			10,893,188		9,300,000	9,342,680	9,309,089	431	0	0	1,584,099	1,584,099	324,704		
<b>Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																
Special Revenue & Assessment																
31292H-MU-5	FHLMC GOLD PC GROUP	6.500% 12/01/31	09/01/2002 Paydown	140,806		140,806	140,806.00	143,028	140,806	(2,222)	0	0	0	0	1,795	1
313370-H3-4	FHLMC REMIC SER	7.500% 10/15/26	09/01/2002 Paydown	2,038,230		2,038,230	2,069,122	2,038,230	1,962	0	0	0	0	23,343	1	
31337U-HG-6	FHLMC SER 2322 SJ INV	11.310% 06/29/31	09/01/2002 Paydown	2,339,057		2,339,057	2,324,437	2,339,057	11,443	0	0	0	0	50,974	1	
	Subtotal United States			4,518,092		4,518,092	4,518,092	4,536,587	4,518,092	11,183			0	0	76,112	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions			4,518,092		4,518,092	4,536,587	4,518,092	11,183	0	0	0	0	76,112		
<b>Bonds - Public Utilities</b>																
Public Utilities (unaffiliated)																
912920-AA-3	U S WEST	8.875% 06/01/31	09/09/2002 Deutsche BK Securities Inc.	1,162,500		1,500,000	1,588,125	1,170,000	417,289	0	0	(424,789)	(424,789)	37,349	3	
	Subtotal United States			1,162,500		1,500,000	1,588,125	1,170,000	417,289			(424,789)	(424,789)	37,349		
3899999	Subtotal - Bonds - Public Utilities			1,162,500		1,500,000	1,588,125	1,170,000	417,289	0	0	(424,789)	(424,789)	37,349		
<b>Bonds - Industrial and Miscellaneous</b>																
Industrial & Miscellaneous																
032479-AC-1	ANADARKO FINANCE CO	6.750% 05/01/11	07/24/2002 Constitution Capital	2,123,540		2,000,000	2,033,759	2,031,390	(239)	0	0	92,150	92,150	33,000	2	
	Subtotal United States			2,123,540		2,000,000	2,033,759	2,031,390	(239)			92,150	92,150	33,000		
4599999	Subtotal - Bonds - Industrial and Miscellaneous			2,123,540		2,000,000	2,033,759	2,031,390	(239)	0	0	92,150	92,150	33,000		
6099997	Subtotal - Bonds - Part 4			18,697,320		17,318,092	17,501,151	17,028,571	428,663	0	0	1,251,460	1,251,460	471,165		
6099999	Subtotal - Bonds			18,697,320		17,318,092	17,501,151	17,028,571	428,663	0	0	1,251,460	1,251,460	471,165		
<b>Common Stock - Industrial and Miscellaneous</b>																
COMMON STOCK																
Industrial & Miscellaneous																
535678-10-6	LINEAR TECHNOLOGY CORP	08/06/2002 First Union Securities		35,200,000		917,010		1,509,062	1,106,336	402,726	0	0	(592,052)	(592,052)	1,760	L
590188-10-8	MERRILL LYNCH & CO INC	08/06/2002 Keefe Bruyette		26,000,000		855,213		1,154,468	1,053,000	101,468	0	0	(299,255)	(299,255)	4,160	L
	Subtotal United States			61,200,000		1,772,223		2,663,530	2,159,336	504,194			(891,307)	(891,307)	5,920	
559222-40-1	MAGNA INTL INC CL A	07/09/2002 Fractional Shares		0.850		57		61	59	3	0	0	(4)	(4)	0	L
	Subtotal Canada			0.850		57		61	59	3	0	0	(4)	(4)	0	
6899999	Subtotal - Common Stock - Industrial and Miscellaneous			1,772,280			2,663,591	2,159,395	504,196	0	0	(891,311)	(891,311)	5,920		
7099997	Subtotal - Common Stock - Part 4			1,772,280			2,663,591	2,159,395	504,196	0	0	(891,311)	(891,311)	5,920		
7099999	Subtotal - Common Stock			1,772,280			2,663,591	2,159,395	504,196	0	0	(891,311)	(891,311)	5,920		
7199999	Subtotal - Preferred and Common Stock			1,772,280			2,663,591	2,159,395	504,196	0	0	(891,311)	(891,311)	5,920		
7299999	TOTALS			20,469,599			20,164,741	19,187,965	932,860	0	0	360,149	360,149	471,165	5,920	

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

**Page E06**

Schedule DB, Part A, Section 1  
**NONE**

Schedule DB, Part B, Section 1  
**NONE**

**Page E07**

Schedule DB, Part C, Section 1  
**NONE**

Schedule DB, Part D, Section 1  
**NONE**

**Page E08**

Schedule E, Part 1, Cash  
**NONE**