



QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2002

OF THE CONDITION AND AFFAIRS OF THE

COLONY SPECIALTY INSURANCE COMPANY

NAIC Group Code 0457 0457 NAIC Company Code 36927 Employer's ID Number 34-1266871

(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated December 20, 1978 Commenced Business April 16, 1979

Statutory Home Office 52 East Gay Street, Columbus, Ohio 43215

(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 9201 Forest Hill Avenue, Suite 200, Richmond, Virginia 23235-6865 804-327-1700

(Street and Number, City or Town, State and Zip Code)

(Area Code) (Telephone Number)

Mail Address P.O. Box 85122, Richmond, Virginia 23285-5122

(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 9201 Forest Hill Avenue, Suite 200, Richmond, Virginia 23235-6865

(Street and Number, City or Town, State and Zip Code)

804-327-1700

(Area Code) (Telephone Number)

Internet Website Address www.colonyins.com

Statement Contact Edward Desch 804-327-1711

(Name)

(Area Code) (Telephone Number) (Extension)

(E-Mail Address)

(Fax Number)

Policyowner Relations Contact 9201 Forest Hill Avenue, Suite 200, Richmond, Virginia 23235-6865

(Street and Number, City or Town, State and Zip Code)

804-327-1700

(Area Code) (Telephone Number) (Extension)

OFFICERS

President JOHN KEMPER LATHAM
Secretary EDWARD DESCH
Treasurer MARK WILLIAM HAUSHILL

Assistant Secretary GAIL THERESA KIMPFLER Assistant Secretary BYRON LOUIS LEFLORE, JR.
Assistant Secretary JOHN PAUL YEDINY

VICE PRESIDENTS

EDWARD DESCH
DALE HENRY PILKINGTON

STEVEN PAUL EARHART

BARRY WAYNE GATES

DIRECTORS OR TRUSTEES

EDWARD DESCH
BYRON LOUIS LEFLORE, JR.

MARK WILLIAM HAUSHILL
MARK EDMUND WATSON, III

JOHN KEMPER LATHAM
JOHN PAUL YEDINY

State of Virginia SS
County of City of Richmond

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.

JOHN KEMPER LATHAM
President

EDWARD DESCH
Secretary

STEVEN PAUL EARHART
Vice President

Subscribed and sworn to before me this
1st day of November, 2002

ASSETS

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	52,022,927	0	52,022,927	47,649,208
2. Stocks:				
2.1 Preferred stocks	600,000	0	600,000	600,000
2.2 Common stocks	1,765,944	0	1,765,944	1,778,762
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 \$ 0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$ 0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances)	0	0	0	0
5. Cash (\$ 182) and short-term investments (\$ 7,928,673)	7,928,855	0	7,928,855	2,397,321
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)	62,317,726	0	62,317,726	52,425,291
10. Agents' balances or uncollected premiums :				
10.1 Premiums and agents' balances in course of collection	1,042,513	57,006	985,507	641,432
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	0	0	0	0
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	223,997	0	223,997	223,997
15. Federal and foreign income tax recoverable and interest thereon (including \$ 1,357,152 net deferred tax asset)	1,357,152	0	1,357,152	843,607
16. Guaranty funds receivable or on deposit	0	0	0	0
17. Electronic data processing equipment and software	0	0	0	0
18. Interest, dividends and real estate income due and accrued	628,370	0	628,370	538,212
19. Net adjustments in assets and liabilities due to foreign exchange rates	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates	1,973,687	0	1,973,687	1,124,998
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	0	0	0	0
26. Total assets excluding protected cell assets (Lines 9 through 25)	67,543,445	57,006	67,486,439	55,797,537
27. Protected cell assets	0	0	0	0
28. TOTALS (Lines 26 and 27)	67,543,445	57,006	67,486,439	55,797,537
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.	0	0	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)	0	0	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 6,001,807)	17,165,705	14,838,526
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	4,141,105	3,680,728
4. Commissions payable, contingent commissions and other similar charges	171,777	77,163
5. Other expenses (excluding taxes, licenses and fees)	0	0
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	0	0
7. Federal and foreign income taxes, including \$ 5,901 on realized capital gains (losses) (including \$ 0 net deferred tax liability)	140,772	174,474
8. Borrowed money \$ 0 and interest thereon \$ 0	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 4,389,993 and including warranty reserves of \$ 0)	15,493,827	8,601,087
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)	591,983	288,217
13. Funds held by company under reinsurance treaties	9,705,648	9,822,927
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	44,800	44,800
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	0
20. Payable for securities	1,003,765	0
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	3,197	476
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	48,462,579	37,528,398
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	48,462,579	37,528,398
27. Aggregate write-ins for special surplus funds	0	0
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	8,002,700	8,002,700
33. Unassigned funds (surplus)	8,521,160	7,766,439
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)	19,023,860	18,269,139
36. TOTALS	67,486,439	55,797,537
DETAILS OF WRITE-INS		
2301. Escheat Balances	476	476
2302. Miscellaneous Payables	2,721	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)	3,197	476
2701.	0	0
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)	0	0
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 \$ 8,151,412)	8,691,555	11,195,747	14,993,156
1.2 Assumed (written \$ 21,169,652)	14,138,414	9,959,191	13,866,772
1.3 Ceded (written \$ 7,502,856)	7,904,497	10,439,448	13,924,666
1.4 Net (written \$ 21,818,208)	14,925,472	10,715,490	14,935,262
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 7,032,916):			
2.1 Direct	7,110,924	8,373,720	10,814,319
2.2 Assumed	6,357,978	4,300,000	5,979,477
2.3 Ceded	6,580,571	7,857,094	10,120,868
2.4 Net	6,888,331	4,816,626	6,672,928
3. Loss expenses incurred	2,469,307	2,024,686	2,695,663
4. Other underwriting expenses incurred	6,542,965	4,176,755	5,569,990
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	15,900,603	11,018,067	14,938,581
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(975,131)	(302,577)	(3,319)
INVESTMENT INCOME			
9. Net investment income earned	2,127,542	2,033,012	2,684,312
10. Net realized capital gains (losses)	12,294	342,702	1,294,263
11. Net investment gain (loss) (Lines 9 plus 10)	2,139,836	2,375,714	3,978,575
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 0)	0	0	0
13. Finance and service charges not included in premiums	0	0	0
14. Aggregate write-ins for miscellaneous income	1,862	0	249
15. Total other income (Lines 12 through 14)	1,862	0	249
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 plus 11 plus 15)	1,166,567	2,073,137	3,975,505
17. Dividends to policyholders	0	0	0
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	1,166,567	2,073,137	3,975,505
19. Federal and foreign income taxes incurred	931,866	995,106	1,563,004
20. Net income (Line 18 minus Line 19) (to Line 22)	234,701	1,078,031	2,412,501
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	18,269,139	16,827,834	16,827,834
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	234,701	1,078,031	2,412,501
23. Net unrealized capital gains or losses	(12,818)	(426,932)	(371,694)
24. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
25. Change in net deferred income tax	513,545	100,338	324,180
26. Change in nonadmitted assets	19,293	10,591	(30,309)
27. Change in provision for reinsurance	0	0	53,200
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	1,023,559	853,427
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	(1,800,000)
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)	754,721	1,785,587	1,441,305
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	19,023,860	18,613,421	18,269,139
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. Miscellaneous income	1,862	0	249
1402.	0	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)	1,862	0	249
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
Cash from Operations		
1. Premiums collected net of reinsurance	21,758,150	16,865,895
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	6,570,084	7,009,239
3. Underwriting expenses paid	6,448,350	5,524,370
4. Other underwriting income (expenses)	0	0
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	8,739,716	4,332,286
6. Net investment income	2,098,264	2,667,749
7. Other income (expenses):		
7.1 Agents' balances charged off	0	0
7.2 Net funds held under reinsurance treaties	(117,279)	3,200,275
7.3 Net amount withheld or retained for account of others	0	0
7.4 Aggregate write-ins for miscellaneous items	1,862	249
7.5 Total other income (Lines 7.1 to 7.4)	(115,417)	3,200,524
8. Dividends to policyholders on direct business, less \$ 0 dividends on reinsurance assumed or ceded (net)	0	0
9. Federal and foreign income taxes (paid) recovered	(965,568)	(1,403,959)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	9,756,995	8,796,600
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	4,179,822	34,462,963
11.2 Stocks	0	1,450,636
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	0	0
11.8 Total investment proceeds (Lines 11.1 to 11.7)	4,179,822	35,913,599
12. Cost of investments acquired (long-term only):		
12.1 Bonds	8,602,126	45,239,469
12.2 Stocks	0	600,000
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)	8,602,126	45,839,469
13. Net cash from investments (Line 11.8 minus Line 12.7)	(4,422,304)	(9,925,870)
Cash from Financing and Miscellaneous Sources		
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	2,008,558
14.4 Borrowed funds received	0	0
14.5 Other cash provided	1,045,531	6,944
14.6 Total (Lines 14.1 to 14.5)	1,045,531	2,015,502
15. Cash applied:		
15.1 Dividends to stockholders paid	0	1,800,000
15.2 Net transfers to affiliates	848,689	0
15.3 Borrowed funds repaid	0	0
15.4 Other applications	0	0
15.5 Total (Lines 15.1 to 15.4)	848,689	1,800,000
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	196,842	215,502
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	5,531,533	(913,768)
18. Cash and short-term investments:		
18.1 Beginning of year	2,397,322	3,311,089
18.2 End of period (Line 17 plus Line 18.1)	7,928,855	2,397,321
DETAILS OF WRITE-INS		
7.401 Miscellaneous income	1,862	249
7.402	0	0
7.403	0	0
7.498 Summary of remaining write-ins for Line 7.4 from overflow page	0	0
7.499 Totals (Lines 7.401 through 7.403 plus 7.498) (Line 7.4 above)	1,862	249

NOTES TO FINANCIAL STATEMENTS

9. INCOME TAXES

A. Components of the net deferred tax asset are:	September 30, 2002	December 31, 2001
Gross deferred tax assets	\$1,392,705	\$883,646
Gross deferred tax liabilities	(35,553)	(40,039)
Net deferred tax asset	<u>\$1,357,152</u>	<u>\$843,607</u>

B. Deferred tax liabilities not recognized:	\$0	\$0
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C. Current income taxes incurred consist of the following:	2002	2001
Current year income tax expense	\$1,046,772	\$1,612,588
Prior year over accrual of tax reserves	(114,906)	(49,584)
Current income taxes incurred	<u>\$ 931,866</u>	<u>\$1,563,004</u>

The tax effect of temporary differences giving rise to deferred tax assets and liabilities are:	September 30, 2002	December 31, 2001
Deferred tax assets:		
Unpaid losses and loss adjustment expense	\$ 293,107	\$281,570
Unearned premiums	1,084,568	602,076
Contingent commissions	15,030	0
Total deferred tax assets	1,392,705	883,646
Deferred tax liabilities:		
Unrealized capital gains on stocks	(35,553)	(40,039)
Net admitted deferred tax assets	<u>\$1,357,152</u>	<u>\$843,607</u>

The change in deferred income tax was comprised of the following:	September 30, 2002	December 31, 2001	Change
Total gross deferred tax assets	\$1,392,705	\$883,646	\$509,059
Total gross deferred tax liabilities	35,553	40,039	(4,486)
Net deferred tax liabilities	<u>\$1,357,152</u>	<u>\$843,607</u>	<u>\$513,545</u>

D. Reconciliation of federal income tax rate to effective rate:	2002	Effective Tax Rate
Provision computed at statutory rate	\$408,298	35.0%
Difference attributable to reserve discount for statutory purposes and that taken for tax purposes (discount turning around after one year)	120,443	10.3%
	<u>\$528,741</u>	<u>45.3%</u>
Federal income taxes incurred on current year	\$1,046,772	89.7%
Change in net deferred income taxes	(513,545)	-44.0%
	533,227	45.7%
Deferred tax decrease attributable to unrealized gains	(4,486)	-0.4%
Proforma statutory income taxes	<u>\$ 528,741</u>	<u>45.3%</u>

E. Operating loss carryforwards and tax credit carryforwards
(1) At September 30, 2002 the Company did not have any unused operating loss carryforwards.
(2) The following is income tax expense that is available for recoupment in the event of future losses:

Year	Amount
2002	\$1,046,772
2001	\$1,384,652

F. Consolidated federal income tax return

NOTES TO FINANCIAL STATEMENTS

- (1) The Company joins in the filing of a consolidated federal income tax return with Argonaut Group, Inc.
- (2) A written agreement provides that federal income taxes will be allocated to the Company on approximately the same basis as though the Company were filing a separate return.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

C. Wash Sales - None

20. OTHER ITEMS

A. Other Disclosures

Effective April 1, 2002, Front Royal Insurance Company changed its name to Colony Specialty Insurance Company.

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

GENERAL

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

1.2 If yes, explain:
.....
.....
.....

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

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

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

3.2 If yes, date of change: 04/01/2002
If not previously filed, furnish herewith a certified copy of the instrument as amended.

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

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

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

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

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

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2000

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. 12/31/2000

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 04/03/2002

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
WACHOVIA BANK	740 15TH STREET NW, WASHINGTON, DC 20005
.....
.....

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 (X) No ()

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

¹ Old Custodian	² New Custodian	³ Date of Change	⁴ Reason
FIRST UNION NATIONAL BANK	WACHOVIA BANK	05/31/2002	NAME CHANGE
.....
.....

15.5 Identifiy 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 RE - NEW ENGLAND ASSET MANAGEMEN	76 BATTERSON PARK ROAD, FARMINGTON, CT 06032
.....
.....

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?
If yes, attach an explanation.

Yes () No (X) N/A ()
2.

Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?
If yes, attach an explanation.

Yes () No (X)
- 3.1

Have any of the reporting entity's primary reinsurance contracts been 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.

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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	2	3	4	5	6	7	8
	Statement Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Statement Value End of First Quarter	Statement Value End of Second Quarter	Statement Value End of Third Quarter	Statement Value December 31 Prior Year
BONDS								
1. Class 1	51,837,201	27,470,551	20,899,951	(16,409)	50,833,760	51,837,201	58,391,393	49,311,193
2. Class 2	1,557,844	0	0	2,365	1,555,505	1,557,844	1,560,209	2,517,207
3. Class 3	0	0	0	0	0	0	0	0
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	53,395,045	27,470,551	20,899,951	(14,044)	52,389,265	53,395,045	59,951,602	51,828,400
PREFERRED STOCK								
8. Class 1	0	0	0	0	0	0	0	0
9. Class 2	600,000	0	0	0	600,000	600,000	600,000	600,000
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	600,000	0	0	0	600,000	600,000	600,000	600,000
15. Total Bonds and Preferred Stock	53,995,045	27,470,551	20,899,951	(14,044)	52,989,265	53,995,045	60,551,602	52,428,400

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	7,928,674	X X X	7,928,674	16,246	0

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	4,179,192	4,887,219	4,790,648	3,286,601
2. Cost of short-term investments acquired	12,349,161	14,315,763	22,942,066	79,428,891
3. Increase (decrease) by adjustment	0	0	0	0
4. Increase (decrease) by foreign exchange adjustment	0	0	0	0
5. Total profit (loss) on disposal of short-term investments	0	0	0	0
6. Consideration received on disposal of short-term investments	11,641,134	14,412,334	19,804,040	78,536,299
7. Book / adjusted carrying value, current period	4,887,219	4,790,648	7,928,674	4,179,193
8. Total valuation allowance	0	0	0	0
9. Subtotal (Line 7 plus Line 8)	4,887,219	4,790,648	7,928,674	4,179,193
10. Total nonadmitted amounts	0	0	0	0
11. Statement value (Line 9 minus Line 10)	4,887,219	4,790,648	7,928,674	4,179,193
12. Income collected during period	17,837	15,395	16,246	236,291
13. Income earned during period	12,065	16,870	19,532	229,203

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

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

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Schedule F - Ceded Reinsurance
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	Yes	0	0	0	0	0
2. Alaska	AK	No	0	0	0	0	0
3. Arizona	AZ	No	0	0	0	0	0
4. Arkansas	AR	Yes	0	0	0	0	0
5. California	CA	No	0	0	0	0	0
6. Colorado	CO	Yes	0	0	0	0	0
7. Connecticut	CT	No	0	0	0	0	0
8. Delaware	DE	No	0	0	0	0	0
9. District of Columbia	DC	Yes	64,270	47,730	0	0	0
10. Florida	FL	Yes	807,049	1,322,167	469,511	222,039	393,374
11. Georgia	GA	Yes	0	0	0	0	0
12. Hawaii	HI	No	0	0	0	0	0
13. Idaho	ID	Yes	0	0	0	0	0
14. Illinois	IL	No	0	0	0	0	0
15. Indiana	IN	Yes	0	0	0	0	0
16. Iowa	IA	No	0	0	0	0	0
17. Kansas	KS	No	0	0	0	0	0
18. Kentucky	KY	No	0	0	0	0	0
19. Louisiana	LA	No	0	0	0	0	0
20. Maine	ME	No	0	0	0	0	0
21. Maryland	MD	Yes	822,090	1,693,851	1,321,124	1,141,467	2,146,061
22. Massachusetts	MA	No	0	0	0	0	0
23. Michigan	MI	No	0	0	0	0	0
24. Minnesota	MN	No	0	0	0	0	0
25. Mississippi	MS	Yes	0	0	0	0	0
26. Missouri	MO	No	0	0	0	0	0
27. Montana	MT	Yes	0	0	0	0	0
28. Nebraska	NE	No	0	0	0	0	0
29. Nevada	NV	Yes	33,266	102,418	0	25,563	21,811
30. New Hampshire	NH	No	0	0	0	0	0
31. New Jersey	NJ	No	0	0	0	0	0
32. New Mexico	NM	No	0	0	0	0	0
33. New York	NY	No	0	0	0	0	0
34. North Carolina	NC	Yes	110,567	197,653	76,972	18,429	2,183
35. North Dakota	ND	No	0	0	0	0	0
36. Ohio	OH	Yes	0	0	(27)	(488)	1,232,328
37. Oklahoma	OK	No	0	0	0	0	0
38. Oregon	OR	Yes	624,089	447,081	382,722	87,450	714,202
39. Pennsylvania	PA	Yes	933,158	2,712,641	2,743,940	3,001,590	4,098,977
40. Rhode Island	RI	No	0	0	0	0	0
41. South Carolina	SC	Yes	585,945	2,793,688	1,103,045	1,324,072	2,885,748
42. South Dakota	SD	Yes	0	0	0	0	0
43. Tennessee	TN	Yes	0	0	0	0	0
44. Texas	TX	No	0	0	0	0	0
45. Utah	UT	Yes	0	0	0	0	0
46. Vermont	VT	No	0	0	0	0	0
47. Virginia	VA	No	4,164,269	2,340,278	281,483	434,937	2,486,836
48. Washington	WA	No	4,884	0	0	0	0
49. West Virginia	WV	No	1,825	0	0	0	0
50. Wisconsin	WI	No	0	0	0	0	0
51. Wyoming	WY	No	0	0	0	0	0
52. American Samoa	AS	No	0	0	0	0	0
53. Guam	GU	No	0	0	0	0	0
54. Puerto Rico	PR	No	0	0	0	0	0
55. U.S. Virgin Islands	VI	No	0	0	0	0	0
56. Canada	CA	No	0	0	0	0	0
57. Aggregate Other Alien	OT	X X X	0	0	0	0	0
58. Totals	(a)	20	8,151,412	11,657,507	6,378,770	6,255,059	13,981,520
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.

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	Prior Year to Date Direct Loss Percentage
1. Fire	259,061	46,906	18.1	47.4
2. Allied lines	78,846	14,894	18.9	76.1
3. Farmowners multiple peril	0	0	0.0	0.0
4. Homeowners multiple peril	0	0	0.0	0.0
5. Commercial multiple peril	794,290	74,655	9.4	73.5
6. Mortgage guaranty	0	0	0.0	0.0
8. Ocean marine	0	0	0.0	0.0
9. Inland marine	65,487	30,849	47.1	47.8
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	171,498	84,549	49.3	0.0
12. Earthquake	0	0	0.0	0.0
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	2,612,685	4,103,010	157.0	80.5
17.1 Other liability-occurrence	741,665	585,031	78.9	83.4
17.2 Other liability-claims made	1,531,258	805,420	52.6	50.3
18.1 Products liability-occurrence	163,444	128,743	78.8	185.7
18.2 Products liability-claims made	11,521	4,554	39.5	40.5
19.1, 19.2 Private passenger auto liability	0	0	0.0	0.0
19.3, 19.4 Commercial auto liability	1,620,011	1,065,046	65.7	52.3
21. Auto physical damage	641,757	156,359	24.4	102.0
22. Aircraft (all perils)	0	0	0.0	0.0
23. Fidelity	0	0	0.0	0.0
24. Surety	0	0	0.0	0.0
26. Burglary and theft	32	10,908	34,087.5	371.0
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	8,691,555	7,110,924	81.8	74.8
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	25,300	111,269	423,414
2. Allied lines	201,946	255,984	9,451
3. Farmowners multiple peril	0	0	0
4. Homeowners multiple peril	0	0	0
5. Commercial multiple peril	448,449	708,572	703,536
6. Mortgage guaranty	0	0	0
8. Ocean marine	0	0	0
9. Inland marine	8,752	89,121	84,361
10. Financial guaranty	0	0	0
11.1 Medical malpractice-occurrence	0	0	0
11.2 Medical malpractice-claims made	89,280	369,078	0
12. Earthquake	0	0	0
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	1,145,232	2,727,030	4,416,058
17.1 Other liability-occurrence	752,360	1,128,299	870,139
17.2 Other liability-claims made	544,506	2,236,122	1,056,682
18.1 Products liability-occurrence	100,181	285,745	133,964
18.2 Products liability-claims made	0	12,100	5,640
19.1, 19.2 Private passenger auto liability	0	0	0
19.3, 19.4 Commercial auto liability	(8,979)	134,875	2,802,267
21. Auto physical damage	(1,270)	93,217	1,150,714
22. Aircraft (all perils)	0	0	0
23. Fidelity	0	0	0
24. Surety	0	0	0
26. Burglary and theft	0	0	1,281
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	3,305,757	8,151,412	11,657,507
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

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 plus 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 plus 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 plus 8 plus 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 plus 7 minus Col. 1)	Prior-Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 plus 8 plus 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency(c) (Cols. 11 plus 12)
1. 1999 + Prior	3,949	3,357	7,306	2,721	222	2,943	2,713	360	2,562	5,635	1,485	(213)	1,272
2. 2000	1,513	2,566	4,079	866	69	935	1,180	218	1,480	2,878	533	(799)	(266)
3. Subtotals 2000 + prior	5,462	5,923	11,385	3,587	291	3,878	3,893	578	4,042	8,513	2,018	(1,012)	1,006
4. 2001	1,824	5,310	7,134	1,164	277	1,441	1,443	674	3,200	5,317	783	(1,159)	(376)
5. Subtotals 2001 + prior	7,286	11,233	18,519	4,751	568	5,319	5,336	1,252	7,242	13,830	2,801	(2,171)	630
6. 2002	X X X	X X X	X X X	X X X	1,251	1,251	X X X	1,381	6,096	7,477	X X X	X X X	X X X
7. Totals	7,286	11,233	18,519	4,751	1,819	6,570	5,336	2,633	13,338	21,307	2,801	(2,171)	630
8. Prior Year-End's Surplus As Regards Policyholders	18,269										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. 38.4 %	2. (19.3)%	3. 3.4 %
													Col. 13 , Line 7 Line 8
													4. 3.4 %

(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.

1. Will the SVO Compliance Certification be filed with this statement?

RESPONSES

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:



3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?

Yes

EXPLANATION:

BARCODE:

3. Document Identifier 450:

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

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation (a)
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
	SPECIAL REVENUE AND ASSESSMENTS - U.S.							
	U.S. GOVERNMENT							
31392F-BV-8	FANNIE MAE 2002-70 QT	09/20/2002	MERRILL LYNCH		1,000,820	1,000,000	2,944	1PE
	STATE TOTAL				1,000,820	1,000,000	2,944	
	COUNTRY TOTAL - U.S.				0	0	0	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				1,000,820	1,000,000	2,944	
Bonds - Industrial and Miscellaneous								
	INDUSTRIAL & MISCELLANEOUS - U.S.							
319356-AE-1	FIRST BRANDS CORP	08/28/2002	CREDIT SUISSE FIRST BOSTO		566,415	500,000	201	1PE
693627-AH-4	PSI ENERGY INC	09/19/2002	Morgan Stanley		1,161,880	1,000,000	15,333	1PE
76110V-LB-2	RESIDENTIAL FDG MTG SECS 2002-H14	09/17/2002	BEAR, STEARNS & CO		549,055	550,000	2,005	1PE
871829-AE-7	SYSCO CORP	08/28/2002	Spear,Leeds & Kellogg		1,250,315	1,100,000	30,571	1PE
	COUNTRY TOTAL - U.S.				3,527,665	3,150,000	48,110	
4599999	Subtotal - Bonds - Industrial and Miscellaneous				3,527,665	3,150,000	48,110	
6099997	Subtotal - Bonds - Part 3				4,528,485	4,150,000	51,054	
6099999	Subtotal - Bonds				4,528,485	4,150,000	51,054	
7299999	TOTALS				4,528,485		51,054	

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designa- tion (a)
Bonds - U.S. Governments																
US GOVERNMENT OBLIGATIONS - U.S.																
36203P-CT-8	GNMA Pass Thru #354782	09/15/2002	PRINCIPAL RECEIPT		3,176	3,176.00	3,181	3,176	(5)	0	0	0	0	386		IPE
36205J-7F-6	GNMA Pass Thru # 392494	09/15/2002	PRINCIPAL RECEIPT		21	21.00	21	21	0	0	0	0	0	31		IPE
36206A-HZ-9	GNMA POOL #405348	09/15/2002	PRINCIPAL RECEIPT		7,922	7,922.00	8,081	7,922	(141)	0	0	0	0	953		IPE
36206D-SZ-6	GNMA Pass Thru #408664	09/15/2002	PRINCIPAL RECEIPT		6,214	6,214.00	6,222	6,214	(8)	0	0	0	0	579		IPE
36206F-QR-6	GNMA POOL #410064	09/15/2002	PRINCIPAL RECEIPT		7,297	7,297.00	7,442	7,297	(142)	0	0	0	0	942		IPE
36206F-RC-8	GNMA Pool # 410083	09/15/2002	PRINCIPAL RECEIPT		6,927	6,927.00	6,730	6,927	178	0	0	0	0	698		IPE
36206J-X5-8	GNMA POOL #413000	09/15/2002	PRINCIPAL RECEIPT		52,794	52,794.00	51,293	52,794	1,290	0	0	0	0	2,649		IPE
36206R-ET-9	GNMA POOL #418746	09/15/2002	PRINCIPAL RECEIPT		5,351	5,351.00	5,458	5,351	(102)	0	0	0	0	776		IPE
36207L-4B-1	GNMA Pool #435618	09/15/2002	PRINCIPAL RECEIPT		166	166.00	166	166	0	0	0	0	0	612		IPE
36207M-YA-8	GNMA Pool #436405	09/15/2002	PRINCIPAL RECEIPT		10,990	10,990.00	10,995	10,990	(2)	0	0	0	0	1,168		IPE
36219D-TG-7	GNMA Pass Thru #246351	09/15/2002	PRINCIPAL RECEIPT		18,364	18,364.00	18,387	18,364	(18)	0	0	0	0	2,236		IPE
36220W-Q2-6	GNMA Pool 290373	09/15/2002	PRINCIPAL RECEIPT		1,662	1,662.00	1,801	1,662	6	0	0	0	0	236		IPE
36223N-UD-4	GNMA Pool 312980	09/15/2002	PRINCIPAL RECEIPT		12,929	12,929.00	13,472	12,929	(143)	0	0	0	0	1,264		IPE
	COUNTRY TOTAL - U.S.				133,813	133,813.00	133,249	133,813	913	0	0	0	0	12,530		
0399999	Subtotal - Bonds - U.S. Governments				133,813	133,813.00	133,249	133,813	913	0	0	0	0	12,530		
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																
SPECIAL REVENUE AND ASSESSMENTS - U.S.																
U.S. GOVERNMENT																
31280F-4N-9	FHLMC #E61729	09/15/2002	PRINCIPAL RECEIPT		20,313	20,313.00	20,485	20,313	(95)	0	0	0	0	806		IPE
31280G-L2-4	FHLMC #E62145	09/15/2002	PRINCIPAL RECEIPT		4,144	4,144.00	4,179	4,144	(19)	0	0	0	0	1,375		IPE
31280G-N4-8	FHLMC #E62211	09/15/2002	PRINCIPAL RECEIPT		1,818	1,818.00	1,834	1,818	(9)	0	0	0	0	150		IPE
31280G-NH-9	FHLMC #E62192	09/15/2002	PRINCIPAL RECEIPT		1,316	1,316.00	1,327	1,316	(6)	0	0	0	0	618		IPE
31280G-TD-2	FHLMC #E62348	09/15/2002	PRINCIPAL RECEIPT		426	426.00	430	426	(3)	0	0	0	0	43		IPE
31283J-FS-5	FHLMC Group #G10177	09/15/2002	PRINCIPAL RECEIPT		4,231	4,231.00	4,383	4,231	(4)	0	0	0	0	414		IPE
31283J-SM-4	FHLMC #G10524	09/15/2002	PRINCIPAL RECEIPT		8,608	8,608.00	8,551	8,608	47	0	0	0	0	781		IPE
3128F4-SL-6	FHLMC #D65023	09/15/2002	PRINCIPAL RECEIPT		1,208	1,208.00	1,247	1,208	(35)	0	0	0	0	1,023		IPE
3128GP-XU-2	FHLMC E86991	09/15/2002	PRINCIPAL RECEIPT		13,791	13,791.00	13,560	13,791	230	0	0	0	0	1,205		IPE
31292G-KB-1	FHLMC Grp #C000290	09/15/2002	PRINCIPAL RECEIPT		8,422	8,422.00	8,438	8,422	8	0	0	0	0	652		IPE
31292G-WG-7	FHLMC C00647	09/15/2002	PRINCIPAL RECEIPT		18,389	18,389.00	18,564	18,389	(166)	0	0	0	0	1,329		IPE
31292Y-G6-8	FHLMC C13821	09/15/2002	PRINCIPAL RECEIPT		17,580	17,580.00	17,953	17,580	(355)	0	0	0	0	1,632		IPE
31293A-6F-0	FHLMC C15370	09/15/2002	PRINCIPAL RECEIPT		22,054	22,054.00	22,671	22,054	(588)	0	0	0	0	1,790		IPE
313401-EY-3	FHLMC GRP 160046d	09/15/2002	PRINCIPAL RECEIPT		1,956	1,956.00	1,961	1,956	21	0	0	0	0	187		1
31358M-RN-6	FNMA Remic	09/15/2002	PRINCIPAL RECEIPT		12,823	12,823.00	11,884	12,823	349	0	0	0	0	1,195		IPE
31362W-2B-1	FNMA 73670	09/25/2002	PRINCIPAL RECEIPT		1,264	1,264.00	1,311	1,264	(13)	0	0	0	0	107		IPE
31362W-3U-8	FNMA DUS 73711	09/25/2002	PRINCIPAL RECEIPT		1,429	1,429.00	1,456	1,429	(22)	0	0	0	0	129		IPE
31362W-R4-0	FNMA DUS 73407	09/25/2002	PRINCIPAL RECEIPT		1,103	1,103.00	1,095	1,103	7	0	0	0	0	90		IPE
31362W-W6-9	FNMA DUS 73569	09/25/2002	PRINCIPAL RECEIPT		2,248	2,248.00	2,320	2,248	(67)	0	0	0	0	205		IPE
31362W-XD-3	FNMA Multi-Fam 73576	09/25/2002	PRINCIPAL RECEIPT		1,255	1,255.00	1,313	1,255	(16)	0	0	0	0	110		IPE
31368H-WH-2	FNMA Pass Thru #190648	09/25/2002	PRINCIPAL RECEIPT		1,275	1,275.00	1,356	1,275	7	0	0	0	0	163		IPE
31371K-LP-4	FNMA POOL 254234	09/25/2002	PRINCIPAL RECEIPT		22,996	22,996.00	22,758	22,996	237	0	0	0	0	844		IPE
31377F-FX-9	FNMA POOL #375582	09/25/2002	PRINCIPAL RECEIPT		4,501	4,501.00	4,367	4,501	127	0	0	0	0	365		IPE
31377L-J5-3	FNMA POOL #380184	09/25/2002	PRINCIPAL RECEIPT		2,512	2,512.00	2,387	2,512	120	0	0	0	0	194		IPE
31385D-6M-9	FNMA 549976	09/25/2002	PRINCIPAL RECEIPT		57,468	57,468.00	57,243	57,468	226	0	0	0	0	7,229		IPE
313976-LB-6	FHLMC Group # D37522	09/15/2002	PRINCIPAL RECEIPT		826	826.00	833	826	(6)	0	0	0	0	1,502		IPE
	STATE TOTAL				233,956	233,956.00	233,906	233,956	(25)	0	0	0	0	24,138		

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identif- ication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Designa- tion (a)
Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions (continued)																
	COUNTRY TOTAL - U.S.				0	0.00	0	0	0	0	0	0	0	0	0	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				233,956	233,956.00	233,906	233,956	(25)	0	0	0	0	0	24,138	
Bonds - Industrial and Miscellaneous																
	INDUSTRIAL & MISCELLANEOUS - U.S.															
046003-HY-8	Associates Corp. North Amer. SR NT	07/15/2002	MATURITY		655,000	655,000.00	650,736	655,000	872	0	0	0	0	42,575	1	
466157-AC-8	J G WENTWORTH REC V LLC 2001-AA A2	09/15/2002	PRINCIPAL RECEIPT		23,207	23,207.00	23,207	23,207	3	0	0	0	0	1,448	1	
66937R-TQ-2	NORWEST ASSET SEC CORP SER 1999-12	09/25/2002	PRINCIPAL RECEIPT		4,773	4,773.00	4,796	4,773	(36)	0	0	0	0	334	IPE	
80927G-AG-1	SCOTIA PACIFIC CO LLC	07/20/2002	Sink PMT @ 100.00000000		11,492	11,492.00	10,694	11,492	797	0	0	0	0	376	IPE	
86358R-DX-2	STRUCTURED ASSET SEC CORP 2001-SB1	09/25/2002	PRINCIPAL RECEIPT		33,670	33,670.00	28,956	33,670	4,714	0	0	0	0	316	IPE	
	COUNTRY TOTAL - U.S.				728,142	728,142.00	718,389	728,142	6,350	0	0	0	0	45,049		
4599999	Subtotal - Bonds - Industrial and Miscellaneous				728,142	728,142.00	718,389	728,142	6,350	0	0	0	0	45,049		
6099997	Subtotal - Bonds - Part 4				1,095,912	1,095,912.00	1,085,544	1,095,912	7,237	0	0	0	0	81,717		
6099999	Subtotal - Bonds				1,095,912	1,095,912.00	1,085,544	1,095,912	7,237	0	0	0	0	81,717		
7299999	TOTALS				1,095,912		1,085,544	1,095,912	7,237	0	0	0	0	81,717	0	

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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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository		2	3	4	Book Balance at End of Each Month During Current Quarter			8
		Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	5	6	7	*
Name	Location and Supplemental Information				First Month	Second Month	Third Month	
Open Depositories								
First Union National Bank	Richmond, Virginia	0.000	0	0	95,140	3,890	182 ..	
0199999	TOTAL - Open Depositories		0	0	95,140	3,890	182 ..	
0399999	TOTAL Cash on Deposit		0	0	95,140	3,890	182 ..	
0599999	TOTALS		0	0	95,140	3,890	182 ..	



SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL MALPRACTICE PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES

The type of health care providers reported on this page is: Other health care professionals, including dentists

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama	AL	0	0	0	0	0	0	0
2. Alaska	AK	0	0	0	0	0	0	0
3. Arizona	AZ	0	0	0	0	0	0	0
4. Arkansas	AR	0	0	0	0	0	0	0
5. California	CA	0	0	0	0	0	0	0
6. Colorado	CO	0	0	0	0	0	0	0
7. Connecticut	CT	0	0	0	0	0	0	0
8. Delaware	DE	0	0	0	0	0	0	0
9. District of Columbia	DC	0	0	0	0	0	0	0
10. Florida	FL	0	0	0	0	0	0	0
11. Georgia	GA	0	0	0	0	0	0	0
12. Hawaii	HI	0	0	0	0	0	0	0
13. Idaho	ID	0	0	0	0	0	0	0
14. Illinois	IL	0	0	0	0	0	0	0
15. Indiana	IN	0	0	0	0	0	0	0
16. Iowa	IA	0	0	0	0	0	0	0
17. Kansas	KS	0	0	0	0	0	0	0
18. Kentucky	KY	0	0	0	0	0	0	0
19. Louisiana	LA	0	0	0	0	0	0	0
20. Maine	ME	0	0	0	0	0	0	0
21. Maryland	MD	0	0	0	0	0	0	0
22. Massachusetts	MA	0	0	0	0	0	0	0
23. Michigan	MI	0	0	0	0	0	0	0
24. Minnesota	MN	0	0	0	0	0	0	0
25. Mississippi	MS	0	0	0	0	0	0	0
26. Missouri	MO	0	0	0	0	0	0	0
27. Montana	MT	0	0	0	0	0	0	0
28. Nebraska	NE	0	0	0	0	0	0	0
29. Nevada	NV	0	0	0	0	0	0	0
30. New Hampshire	NH	0	0	0	0	0	0	0
31. New Jersey	NJ	0	0	0	0	0	0	0
32. New Mexico	NM	0	0	0	0	0	0	0
33. New York	NY	0	0	0	0	0	0	0
34. North Carolina	NC	0	0	0	0	0	0	0
35. North Dakota	ND	0	0	0	0	0	0	0
36. Ohio	OH	0	0	0	0	0	0	0
37. Oklahoma	OK	0	0	0	0	0	0	0
38. Oregon	OR	0	0	0	0	0	0	0
39. Pennsylvania	PA	0	0	0	0	0	0	0
40. Rhode Island	RI	0	0	0	0	0	0	0
41. South Carolina	SC	0	0	0	0	0	0	0
42. South Dakota	SD	0	0	0	0	0	0	0
43. Tennessee	TN	0	0	0	0	0	0	0
44. Texas	TX	0	0	0	0	0	0	0
45. Utah	UT	0	0	0	0	0	0	0
46. Vermont	VT	0	0	0	0	0	0	0
47. Virginia	VA	369,078	171,498	0	84,549	0	0	84,549
48. Washington	WA	0	0	0	0	0	0	0
49. West Virginia	WV	0	0	0	0	0	0	0
50. Wisconsin	WI	0	0	0	0	0	0	0
51. Wyoming	WY	0	0	0	0	0	0	0
52. American Samoa	AS	0	0	0	0	0	0	0
53. Guam	GU	0	0	0	0	0	0	0
54. Puerto Rico	PR	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	0	0	0	0	0	0	0
56. Canada	CN	0	0	0	0	0	0	0
57. Aggregate Other Alien	OT	0	0	0	0	0	0	0
58. Totals		369,078	171,498	0	84,549	0	0	84,549
DETAILS OF WRITE-INS								
5701.	0	0	0	0	0	0	0	0
5702.	0	0	0	0	0	0	0	0
5703.	0	0	0	0	0	0	0	0
5798. Summary of remaining write-ins for Line 57 from overflow page	0	0	0	0	0	0	0	0
5799. Totals (Lines 5701 through 5703 plus Line 5798) (Line 57 above)	0	0	0	0	0	0	0	0