PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

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QUARTERLY STATEMENT

As of September 30, 2002

of the Condition and Affairs of the

Insurance Company of Ohio

NAIC Group Code..... 175, 175 (Current Period) (Prior Period)   NAIC Company Code..... 41599   Employer's ID Number..... 34-1373774

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

Country of Domicile US

Incorporated..... October 8, 1982   Commenced Business..... November 18, 1982

Statutory Home Office	518 East Broad Street ….. Columbus ..... OH ..... 43215 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	518 East Broad Street ….. Columbus ..... OH ..... 43215 *(Street and Number) (City or Town, State and Zip Code)*	614 - 464 - 5000 *(Area Code) (Telephone Number)*
Mail Address	P. O. Box 1980 ….. Indianapolis ..... IN ..... 46206-1980 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	2955 North Meridian Street ….. Indianapolis ..... IN ..... 46208-4788 *(Street and Number) (City or Town, State and Zip Code)*	317-931-7000 *(Area Code) (Telephone Number)*
Internet Website Address		
Statement Contact	Steven Eugene English *(Name)*	317-931-7526 *(Area Code) (Telephone Number) (Extension)*
	steven.english@stateauto.com *(E-Mail Address)*	317-931-7140 *(Fax Number)*
Policyowner Relations Contact	518 East Broad Street ….. Columbus ..... OH ..... 43215 *(Street and Number) (City or Town, State and Zip Code)*	614-464-5000x5017 *(Area Code) (Telephone Number) (Extension)*

OFFICERS

President ..... #Robert Harlon Moone   Treasurer ..... Steven Eugene English   Secretary ..... #John Robert Lowther

VICE PRESIDENTS

Mark Allen Blackburn	Steven Eugene English	Steven Justus Johnston	John Robert Lowther
James Elias Duemey	Steven Ray Hazelbaker		

DIRECTORS OR TRUSTEES

Dennis Ray Blank	Marion Dwayne Houk	James Edward Kunk	Paul John Otte
Michael Francis Dodd	#Ramon Lyle Humke	John Robert Lowther	Richard Keith Smith, Jr.
Urlin Gilbert Harris, Jr.	Steven Justus Johnston	Robert Harlon Moone	

State of........Indiana
County of.....Marion

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.

(Signature)	(Signature)	(Signature)
#Robert Harlon Moone	#John Robert Lowther	Steven Eugene English
(Printed Name)	(Printed Name)	(Printed Name)
President	Secretary	Treasurer

Subscribed and sworn to before me this

....7th.......day of ....November......................................., 2002

....

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31, Prior Year Net Admitted Assets
1. Bonds	11,277,945		11,277,945	8,038,018
2. Stocks:				
2.1 Preferred stocks			0	
2.2 Common stocks			0	
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....28,005) and short-term investments ($.....634,256)	662,261		662,261	5,022,689
6. Other invested assets			0	
7. Receivable for securities			0	
8. Aggregate write-ins for invested assets	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8)	11,940,206	0	11,940,206	13,060,708
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	1,146,930		1,146,930	273,024
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including $.....27,269 earned but unbilled premiums)	27,269		27,269	39,290
10.3 Accrued retrospective premiums			0	
11. Funds held by or deposited with reinsured companies			0	
12. Bills receivable, taken for premiums			0	
13. Amounts receivable under high deductible policies			0	
14. Reinsurance recoverables on loss and loss adjustment expense payments	5,553		5,553	157,346
15. Federal and foreign income tax recoverable and interest thereon (including $.....406,147 net deferred tax asset)	495,738	89,591	406,147	287,984
16. Guaranty funds receivable or on deposit			0	
17. Electronic data processing equipment and software			0	
18. Interest, dividends and real estate income due and accrued	115,623		115,623	132,351
19. Net adjustments in assets and liabilities due to foreign exchange rates			0	
20. Receivable from parent, subsidiaries and affiliates	1,216,784		1,216,784	
21. Amounts due from/to protected cells			0	
22. Equities and deposits in pools and associations			0	
23. Amounts receivable relating to uninsured accident and health plans			0	
24. Other assets nonadmitted			0	
25. Aggregate write-ins for other than invested assets	0	0	0	6,250
26. Total assets excluding protected cell assets (Lines 9 through 25)	14,948,103	89,591	14,858,512	13,956,952
27. Protected cell assets			0	
28. TOTALS (Lines 26 and 27)	14,948,103	89,591	14,858,512	13,956,952

DETAILS OF WRITE-INS

	1	2	3	4
0801.			0	
0802.			0	
0803.			0	
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0
2501. Accounts receivable			0	6,250
2502.			0	
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	0	0	0	6,250

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31, Prior Year
1.	Losses (current accident year $.....1,312,096)	4,522,163	4,868,008
2.	Reinsurance payable on paid losses and loss adjustment expenses	1,012,404	396,977
3.	Loss adjustment expenses	811,611	814,793
4.	Commissions payable, contingent commissions and other similar charges	44,441	21,493
5.	Other expenses (excluding taxes, licenses and fees)	30,713	12,609
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	12,860	11,600
7.	Federal and foreign income taxes (including $..........0 on realized capital gains (losses) (including $..........0 net deferred tax liability)		
8.	Borrowed money $..........0 and interest thereon $..........0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $...........0 and including warranty reserves of $..........0)	1,898,910	2,058,367
10.	Advance premium		
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	18,794	170,632
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	361,794	346,866
20.	Payable for securities		
21.	Liability for amounts held under uninsured accident and health plans		
22.	Capital notes $..... and interest thereon $		
23.	Aggregate write-ins for liabilities	25,054	243
24.	Total liabilities excluding protected cell liabilities (Lines 1 through 23)	8,738,744	8,701,587
25.	Protected cell liabilities		
26.	Total liabilities (Lines 24 and 25)	8,738,744	8,701,587
27.	Aggregate write-ins for special surplus funds	0	0
28.	Common capital stock	1,300,000	1,300,000
29.	Preferred capital stock		
30.	Aggregate write-ins for other than special surplus funds	0	0
31.	Surplus notes		
32.	Gross paid in and contributed surplus	7,218,000	7,218,000
33.	Unassigned funds (surplus)	(2,398,232)	(3,262,635)
34.	Less treasury stock, at cost:		
	34.1 ....0.000 shares common (value included in Line 28 $..........0)		
	34.2 ....0.000 shares preferred (value included in Line 29 $..........0)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34)	6,119,768	5,255,365
36.	TOTALS	14,858,512	13,956,952

DETAILS OF WRITE-INS

2301.	Contract arbitration settlement payable	24,894	
2302.	Escheated funds payable	160	243
2303.			
2398.	Summary of remaining write-ins for Line 23 from overflow page	0	0
2399.	Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	25,054	243
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	0
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.			
3002.			
3003.			
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	0
3099.	Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Previous Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $ 0)			
1.2 Assumed (written $ 3,398,135)	3,545,571	6,813,183	7,713,025
1.3 Ceded (written $ 0)			
1.4 Net (written $ 3,398,135)	3,545,571	6,813,183	7,713,025
DEDUCTIONS:			
2. Losses incurred (current accident year $ 2,592,353):			
2.1 Direct	(74,320)	198,346	266,150
2.2 Assumed	2,864,123	6,339,098	8,657,692
2.3 Ceded	(74,320)	198,346	266,150
2.4 Net	2,864,123	6,339,098	8,657,692
3. Loss expenses incurred	484,554	810,596	1,342,260
4. Other underwriting expenses incurred	1,105,553	1,358,661	1,702,184
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	4,454,230	8,508,355	11,702,136
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(908,659)	(1,695,172)	(3,989,111)
INVESTMENT INCOME			
9. Net investment income earned	514,203	657,564	849,743
10. Net realized capital gains (losses)	26,485	132,210	150,229
11. Net investment gain (loss) (Lines 9 + 10)	540,688	789,774	999,972
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $ 7,228 amount charged off $ 120,623)	(113,395)	(19,738)	(83,108)
13. Finance and service charges not included in premiums	39,556	68,617	80,777
14. Aggregate write-ins for miscellaneous income	(248,940)	660	635
15. Total other income (Lines 12 through 14)	(322,779)	49,539	(1,696)
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(690,750)	(855,859)	(2,990,835)
17. Dividends to policyholders	(2,876)	34,567	44,694
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(687,874)	(890,426)	(3,035,529)
19. Federal and foreign income taxes incurred	(1,434,114)		29,606
20. Net income (Line 18 minus Line 19) (to Line 22)	746,240	(890,426)	(3,065,135)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 previous year	5,255,365	4,981,953	4,981,953
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20)	746,240	(890,426)	(3,065,135)
23. Net unrealized capital gains or losses		(11,461)	2,804
24. Change in net unrealized foreign exchange capital gain (loss)			
25. Change in net deferred income taxes	(1,609,393)	630,548	1,148,778
26. Change in nonadmitted assets	1,727,556	(818,501)	(1,238,556)
27. Change in provision for reinsurance			
28. Change in surplus notes			
29. Surplus (contributed to) withdrawn from protected cells			
30. Cumulative effect of changes in accounting principles		112,143	125,520
31. Capital changes:			
31.1 Paid in			
31.2 Transferred from surplus (Stock Dividend)			
31.3 Transferred to surplus			
32. Surplus adjustments:			
32.1 Paid in		1,000,000	3,300,000
32.2 Transferred to capital (Stock Dividend)			
32.3 Transferred from capital			
33. Net remittances from or (to) Home Office			
34. Dividends to stockholders			
35. Change in treasury stock			
36. Aggregate write-ins for gains and losses in surplus	0	0	0
37. Change in surplus as regards policyholders (Lines 22 through 36)	864,403	22,303	273,412
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37)	6,119,768	5,004,256	5,255,365

DETAILS OF WRITE-INS

0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous income (expense)	9,954	660	635
1402. Contract arbitration settlement	(258,894)		
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	(248,940)	660	635
3601.			
3602.			
3603.			
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0	0
3699. Totals (Lines 3601 thru 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	2,524,227	5,837,437
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	2,930,485	12,159,833
3. Underwriting expenses paid	1,062,662	1,865,064
4. Other underwriting income (expenses)	(151,838)	170,632
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(1,620,758)	(8,016,828)
6. Net investment income	541,931	949,139
7. Other income (expenses):		
7.1 Agents' balances charged off	(113,394)	(83,107)
7.2 Net funds held under reinsurance treaties		
7.3 Net amount withheld or retained for account of others	(83)	243
7.4 Aggregate write-ins for miscellaneous items	(184,491)	81,412
7.5 Total other income (Lines 7.1 to 7.4)	(297,968)	(1,452)
8. Dividends to policyholders on direct business, less $.....2,876 dividends on reinsurance assumed or ceded (net)	(2,876)	44,695
9. Federal and foreign income taxes (paid) recovered		213,407
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	(1,373,919)	(6,900,429)
CASH FROM INVESTMENTS		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	3,871,056	8,001,446
11.2 Stocks		1,000,000
11.3 Mortgage loans		
11.4 Real estate		
11.5 Other invested assets		
11.6 Net gains or (losses) on cash and short-term investments		
11.7 Miscellaneous proceeds		
11.8 Total investment proceeds (Lines 11.1 to 11.7)	3,871,056	9,001,446
12. Cost of investments acquired (long-term only):		
12.1 Bonds	7,096,070	975,475
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Miscellaneous applications		
12.7 Total investments acquired (Lines 12.1 to 12.6)	7,096,070	975,475
13. Net cash from investments (Line 11.8 minus Line 12.7)	(3,225,014)	8,025,971
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in		3,300,000
14.2 Capital notes $..........0 less amounts repaid $..........0		
14.3 Net transfers from affiliates	232,258	
14.4 Borrowed funds received		
14.5 Other cash provided	6,250	
14.6 Total (Lines 14.1 to 14.5)	238,508	3,300,000
15. Cash applied:		
15.1 Dividends to stockholders paid		
15.2 Net transfers to affiliates		50,745
15.3 Borrowed funds repaid		
15.4 Other applications		6,250
15.5 Total (Lines 15.1 to 15.4)	0	56,995
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	238,508	3,243,005
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(4,360,425)	4,368,547
18. Cash and short-term investments:		
18.1 Beginning of year	5,022,690	654,143
18.2 End of period (Line 17 plus Line 18.1)	662,265	5,022,690

DETAILS OF WRITE-INS

07.401 Finance & service charges	39,556	80,777
07.402 Miscellaneous income (expense)	9,954	635
07.403 Contract arbitration settlement	(234,001)	
07.498 Summary of remaining write-ins for Line 7.4 from overflow page	0	0
07.499 Total (Lines 7.401 to 7.403 plus 7.498) (Line 7.4 above)	(184,491)	81,412

1. Summary of Significant Accounting Policies:

A. The accompanying quarterly condensed financial statements of Insurance Company of Ohio (the Company) have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance. In accordance with the *NAIC Annual Statement Instructions* for quarterly presentation, these financial statements do not include all of the information and footnotes required under an annual presentation. For further information, the reader is referred to the Company's annual statement filed for the period ended December 31, 2001.

9. Income Taxes

A. The components of the net deferred tax asset/(liability) at September 30, 2002 are as follows:

Description	2002
Gross deferred tax assets	$ 522,461
Gross deferred tax liabilities	26,724
Net deferred tax assets	$ 495,737
Nonadmitted deferred tax assets	$ 89,591
Increase (decrease) in nonadmitted deferred tax assets	$ (1,727,556)

On March 12, 2002, the *Job Creation and Worker Assistance Act of 2002* was signed into law. This act allows taxpayers to carryback up to five years, rather than two, net operating losses created in 2001 and 2002. As a result of these tax law changes, the Company recorded additional federal income tax recoverables which are classified as receivable from parent under its tax allocation agreement. This correspondingly reduced the amount of gross deferred tax assets relating to NOL carryforwards.

B. Unrecognized deferred tax liabilities: not applicable.

C. Current Tax and Change in Deferred Tax

Current income taxes incurred consist of the following major components:

Description	2002	2001
Prior tax recovery from NOL use	$ (208,832)	$ -0-
Prior year intercompany tax settlement	-0-	29,606
Recoverable from parent for current year loss use	(245,572)	-0-
Recoverable from parent for prior year loss use	(979,710)	-0-
Totals	$ (1,434,114)	$ 29,606

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

DTAs	Statutory	Tax	Difference	Tax Effect
Loss and LAE reserves	$ 5,333,775	$ 4,628,726	$ 705,049	$ 246,767
Unearned premiums	1,898,910	1,519,128	379,782	132,924
Salvage and subrogation	0	(125,766)	125,766	44,018
Net operating loss carryforwards	0	(252,906)	252,906	88,517
Charitable contribution carryforwards	0	(10,446)	10,446	3,656
Other stat only	18,798	0	18,798	6,579
Gross DTAs				$ 522,461
Nonadmitted DTAs				$ 89,591

DTLs	Statutory	Tax	Difference	Tax Effect
Investments	$ 11,940,206	$ 11,891,122	$ 49,084	$ 17,180
Earned but unbilled premiums	27,269	0	27,269	9,544
Gross DTLs				$ 26,724

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

DTAs Resulting from Book/Tax Differences in	September 30, 2002	December 31, 2001	Change
Unpaid Losses and LAE	$ 246,767	$ 262,196	$ (15,429)
Unearned premiums	132,924	144,086	(11,162)
Salvage and subrogation	44,018	47,047	(3,029)
Net operating loss carryforwards	88,517	1,681,631	(1,593,114)
Charitable contribution carryforwards	3,656	3,656	0
Other	6,579	3,812	2,767
Gross DTAs	$ 522,461	$ 2,142,428	$ (1,619,967)
Nonadmitted DTAs	$ 89,591	$ 1,817,147	$ (1,727,556)

DTLs Resulting from Book/Tax Differences in	September 30, 2002	December 31, 2001	Change
Investments	$ 17,179	$ 23,546	$ (6,367)
Earned but unbilled premiums	9,545	13,751	(4,206)
Gross DTLs	$ 26,724	$ 37,297	$ (10,573)

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The significant book to tax adjustments were as follows:

Description	Amount	Tax Effect @ 35%
Income before tax	$ (687,874)	$ (240,756)
Book over tax reserves	(46,295)	(16,203)
Salvage and subrogation change	(8,653)	(3,029)
Change in unearned premium reserve	(31,891)	(11,162)
Accrual of market discount	(10,197)	(3,569)
Cumulative accrual of discount – sold	28,352	9,923
Other	(178,953)	(62,634)
Total Other Adjustments	$ (201,342)	$ (70,471)
Adjustment for de-annualization		$ 81,858
Taxable Income	$ (935,511)	$ (245,572)

E. Operating Loss and Tax Credit Carryforwards

1. At September 30, 2002, the Company had $177,336 of operating loss carryforwards originating in 2000 and $75,570 of operating loss carryforwards originating in 2001 which expire, if unused, in years 2020 and 2021 respectively.

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

Year	Amount
2001	$0
2000	$0
1999	$0

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities:

C. Wash Sales: not applicable

21. Events Subsequent

On October 1, 2002, Meridian Security Insurance Company ("Meridian Security") and the Company, a wholly-owned subsidiary, entered into an Assumption Reinsurance Agreement by which Meridian Security assumed all outstanding insurance policy liabilities of the Company. On the same date, the 2001 Pooling Agreement ("Meridian Pool"), by and among Meridian Security, Meridian Citizens Mutual Insurance Company, Meridian Citizens Security Insurance Company, and the Company was amended to terminate the Company's participation in the Meridian Pool. The Company's percentage participation was reallocated to Meridian Security. These transactions are part of a plan to surrender the Company's Certificate of Authority in the state of Ohio and ultimately result in the dissolution of the Company, both of which are anticipated to occur in the fourth quarter of 2002. As a result of the Assumption Reinsurance Agreement and Pooling Agreement amendment, the Company’s cash and invested assets will decrease by $6,297,615, agents' balances for uncollected premiums will decrease by $1,174,199, net intercompany receivable will decrease by $854,989, losses and loss adjustment expenses reserves will decrease by $5,333,774, net reinsurance payable will decrease by $1,025,644, unearned premiums will decrease by $1,898,910, and other liabilities will decrease by $113,068.

25. Intercompany Pooling Arrangements

The Meridian Pool was amended to state that in the event the assuming insurer fails to perform its obligations under the pooling agreement, the assuming insurer, at the request of the ceding insurer, will submit to the jurisdiction of any court with jurisdiction in any U.S. state and will abide by the final decision of the court.

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 [X] No [ ]

2.2 If yes, has the report been filed with the domiciliary state? Yes [X] 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 [X] No [ ]
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 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. ....12/31/1996.....................

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. ....12/31/1996.....................

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ....06/23/1998.....................

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

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

8.2 If yes, give full information:

GENERAL INTERROGATORIES (continued)

INVESTMENT

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

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: $...

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

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

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds	$..............................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
Bank One Columbus	1111 Polaris Parkway, Bldg 54101 - 2B, Columbus, OH 43240

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 [ ]

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
	Stateco Financial Services, Inc.	518 East Broad St., Columbus, OH 43215

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [X] No [ ] N/A [ ]
   If yes, attach an explanation.
   See Note 25 for more details.

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

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

3.2 If yes, give full and complete information thereto:

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

4.2 If yes, complete the following schedule:

1	2	3	Total Discount				Discount Taken During Period			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Disc. Rate	Unpaid Losses	Unpaid LAE	IBNR	Total	Unpaid Losses	Unpaid LAE	IBNR	Total
						0				0
Total	XXX	XXX	0	0	0	0	0	0	0	0

SCHEDULE A - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	0	0	0	
2. Increase (decrease) by adjustment				
3. Cost of acquired				
4. Cost of additions to and permanent improvements				
5. Total profit (loss) on sales				
6. Increase (decrease) by foreign exchange adjustment				
7. Amount received on sales				
8. Book/adjusted carrying value at end of current period	0	0	0	0
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)	0	0	0	0
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)	0	0	0	0

NONE

SCHEDULE B - VERIFICATION

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period	0	0	0	
2. Amount loaned during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisitions				
3. Accrual of discount and mortgage interest points and commitment fees				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	0	0	0	0
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	0	0	0	0
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period	0	0	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, beginning of period	0	0	0	
2. Cost of acquisitions during period:				
2.1 Actual cost at time of acquisitions				
2.2 Additional investment made after acquisitions				
3. Accrual of discount				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book/adjusted carrying value of long-term invested assets at end of current period	0	0	0	0
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	0	0	0	0
12. Total nonadmitted amounts				
13. Statement value of long-term invested assets at end of current period	0	0	0	0

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
BONDS								
1. Class 1	12,524,016	1,317,193	1,927,238	(1,770)	11,570,532	12,524,016	11,912,201	11,940,015
2. Class 2					1,394,130			1,098,431
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. Total Bonds	12,524,016	1,317,193	1,927,238	(1,770)	12,964,662	12,524,016	11,912,201	13,038,446
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	12,524,016	1,317,193	1,927,238	(1,770)	12,964,662	12,524,016	11,912,201	13,038,446

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	634,256	XXX	634,256	2,583	

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	5,000,425	2,279,490	917,256	617,895
2. Cost of short-term investments acquired	8,228,078	7,944,187	1,317,193	15,625,546
3. Increase (decrease) by adjustment				
4. Increase (decrease) by foreign exchange adjustment				
5. Total profit (loss) on disposal of short-term investments				
6. Consideration received on disposal of short-term investments	10,949,013	9,306,421	1,600,193	11,243,016
7. Book/adjusted carrying value, current period	2,279,490	917,256	634,256	5,000,425
8. Total valuation allowance				
9. Subtotal (Lines 7 plus 8)	2,279,490	917,256	634,256	5,000,425
10. Total nonadmitted amounts				
11. Statement value (Lines 9 minus 10)	2,279,490	917,256	634,256	5,000,425
12. Income collected during period	13,947	12,175	2,583	25,403
13. Income earned during period	10,224	10,276	2,113	29,786

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

Sch. F
NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written 2 Current Year to Date	Direct Premiums Written 3 Prior Year to Date	Direct Losses Paid (Deducting Salvage) 4 Current Year to Date	Direct Losses Paid (Deducting Salvage) 5 Prior Year to Date	Direct Losses Unpaid 6 Current Year to Date	Direct Losses Unpaid 7 Prior Year to Date
1. Alabama AL	No						
2. Alaska AK	No						
3. Arizona AZ	No						
4. Arkansas AR	No						
5. California CA	No						
6. Colorado CO	No						
7. Connecticut CT	No						
8. Delaware DE	No						
9. District of Columbia DC	No						
10. Florida FL	No						
11. Georgia GA	No						
12. Hawaii HI	No						
13. Idaho ID	No						
14. Illinois IL	No						
15. Indiana IN	No						
16. Iowa IA	No						
17. Kansas KS	No						
18. Kentucky KY	No						
19. Louisiana LA	No						
20. Maine ME	No						
21. Maryland MD	No						
22. Massachusetts MA	No						
23. Michigan MI	No						
24. Minnesota MN	No						
25. Mississippi MS	No						
26. Missouri MO	No						
27. Montana MT	No						
28. Nebraska NE	No						
29. Nevada NV	No						
30. New Hampshire NH	No						
31. New Jersey NJ	No						
32. New Mexico NM	No						
33. New York NY	No						
34. North Carolina NC	No						
35. North Dakota ND	No						
36. Ohio OH	Yes			68,797	84,633	163,101	430,585
37. Oklahoma OK	No						
38. Oregon OR	No						
39. Pennsylvania PA	No						
40. Rhode Island RI	No						
41. South Carolina SC	No						
42. South Dakota SD	No						
43. Tennessee TN	No						
44. Texas TX	No						
45. Utah UT	No						
46. Vermont VT	No						
47. Virginia VA	No						
48. Washington WA	No						
49. West Virginia WV	No						
50. Wisconsin WI	No						
51. Wyoming WY	No						
52. American Samoa AS	No						
53. Guam GU	No						
54. Puerto Rico PR	No						
55. US Virgin Islands VI	No						
56. Canada CN	No						
57. Aggregate Other Alien OT	XXX	0	0	0	0	0	0
58. Totals	(a) 1	0	0	68,797	84,633	163,101	430,585

DETAILS OF WRITE-INS

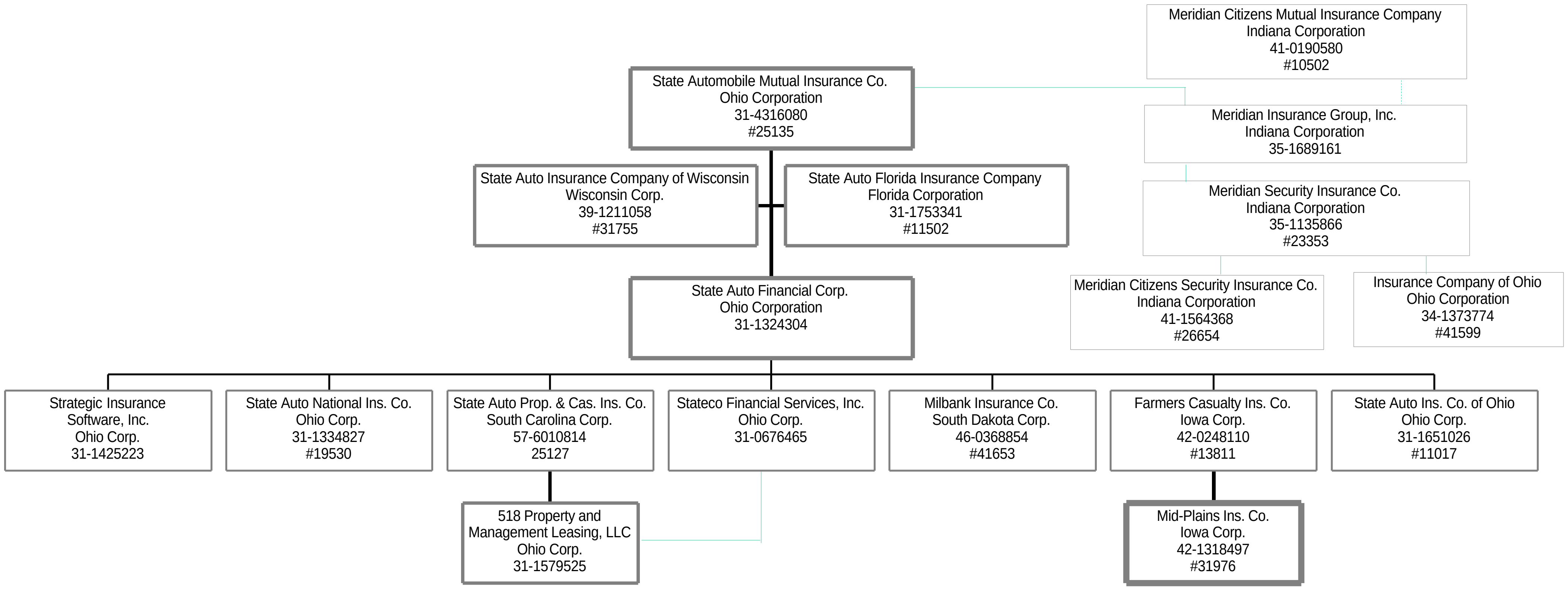
5701.	XXX						
5702.	XXX						
5703.	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above)	XXX	0	0	0	0	0	0

(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

ORGANIZATIONAL STRUCTURE OF STATE AUTO HOLDING COMPANY SYSTEM State Auto Group #175



PART 1 - LOSS EXPERIENCE

	Current Year to Date			4
	1	2	3	Prior Year to Date
Lines of Business	Direct Premiums Earned	Direct Losses Incurred	Direct Loss Percentage	Direct Loss Percentage
1. Fire			0.0	
2. Allied lines			0.0	
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril		(34,632)	0.0	
5. Commercial multiple peril		2,877	0.0	
6. Mortgage guaranty			0.0	
8. Ocean marine			0.0	
9. Inland marine			0.0	
10. Financial guaranty			0.0	
11.1. Medical malpractice-occurrence			0.0	
11.2. Medical malpractice-claims made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence			0.0	
17.2 Other liability-claims made			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability		(27,701)	0.0	
19.3, 19.4 Commercial auto liability		(14,694)	0.0	
21. Auto physical damage		(170)	0.0	
22. Aircraft (all perils)			0.0	
23. Fidelity			0.0	
24. Surety			0.0	
26. Burglary and theft			0.0	
27. Boiler and machinery			0.0	
28. Credit			0.0	
29. International			0.0	
30. Reinsurance-nonproportional assumed property	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business	0	0	0.0	0.0
34. Totals	0	(74,320)	0.0	

DETAILS OF WRITE-INS

3301.			0.0	
3302.			0.0	
3303.			0.0	
3398. Sum. of remaining write-ins for Line 33 from overflow page	0	0	0.0	0.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
11.1. Medical malpractice-occurrence			
11.2. Medical malpractice-claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1. Other liability-occurrence			
17.2. Other liability-claims made			
18.1. Products liability-occurrence			
18.2. Products liability-claims made			
19.1, 19.2 Private passenger auto liability	NONE		
19.3, 19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Reinsurance-nonproportional assumed property	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business	0	0	0
34. Totals	0	0	0

DETAILS OF WRITE-INS

3301.			
3302.			
3303.			
3398. Sum. of remaining write-ins for Line 33 from overflow page	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33)	0	0	0

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) (Cols. 1 + 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 (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	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) (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserves Developed (Savings)/Deficiency (c) (Cols. 11 + 12)
1. 1999 + Prior	1,417	761	2,178	595	63	658	772	123	640	1,535	(50)	65	15
2. 2000	1,128	473	1,601	680	6	686	653	26	389	1,068	205	(52)	153
3. Subtotals 2000 + Prior	2,545	1,234	3,779	1,275	69	1,344	1,425	149	1,029	2,603	155	13	168
4. 2001	1,314	591	1,905	790	125	915	628	158	498	1,284	104	190	294
5. Subtotals 2001 + Prior	3,859	1,825	5,684	2,065	194	2,259	2,053	307	1,527	3,887	259	203	462
6. 2002	XXX	XXX	XXX	XXX	1,445	1,445	XXX	956	491	1,447	XXX	XXX	XXX
7. Totals	3,859	1,825	5,684	2,065	1,639	3,704	2,053	1,263	2,018	5,334	259	203	462
8. Prior Year-End's Surplus As Regards Policyholders	5,255												

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. 6.7 %	2. 11.1 %	3. 8.1 %

Col. 13, Line 7 Line 8
4. 8.8 %

(a) Should equal prior year-end Annual Statement; Page 3, Col. 1, Lines 1 + 3.
(b) Should equal Q.S. Page 3, Col.1, Lines 1 and 3.
(c) Should also equal Cols. 6 + 10 less Col. 3 for Lines 1 through 5 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.

	RESPONSE
1. Will the SVO Compliance Certification be filed with this statement?	YES
2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?	NO
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	NO

EXPLANATIONS:

BAR CODE:

* 4 1 5 9 9 2 0 0 2 4 9 0 0 0 0 0 3 *

* 4 1 5 9 9 2 0 0 2 4 5 0 0 0 0 0 3 *

Overflow Page
NONE

Sch. A-Part 2
NONE

Sch. A-Part 3
NONE

Sch. B-Part 1
NONE

Sch. B-Part 2
NONE

Sch. BA-Part 1
NONE

Sch. BA-Part 2
NONE

Sch. D-Part 3
NONE

SCHEDULE D - PART 4

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

1 CUSIP Identification	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 Designation (a)
Bonds - U.S. Government																
36201F-U8-8	GNMA POOL#582107 6.500% 05/15/32	09/01/2002	Paydown		102,461	102,461	103,998	103,996	(1,535)				0	1,415		1
36203P-BB-8	GNMA POOL# 354734 7.000% 01/15/24	09/01/2002	Paydown		8,089	8,089	8,294	8,272	(182)				0	90		1
36204Q-AQ-3	GNMA POOL# 376315 7.000% 12/15/23	09/01/2002	Paydown		26,301	26,301	26,729	26,630	(329)				0	289		1
36205B-VR-0	GNMA POOL# 385924 8.000% 10/15/09	09/01/2002	Paydown		3,333	3,333	3,338	3,331	2				0	45		1
36211N-GL-6	GNMA POOL# 517803 7.500% 08/15/29	09/01/2002	Paydown		69,479	69,479	69,501	69,489	(10)				0	818		1
36218Y-A2-3	GNMA POOL# 235925 8.500% 07/15/06	09/01/2002	Paydown		847	847	869	854	(7)				0	12		1
362200-3C-9	GNMA POOL# 293395 9.000% 10/15/05	09/01/2002	Paydown		3,481	3,481	3,633	3,526	(46)				0	51		1
36225A-LA-6	GNMA POOL# 780321 9.500% 07/15/07	09/01/2002	Paydown		3,049	3,049	3,240	3,139	(90)				0	50		1
0399999.	Total - Bonds - U.S. Government				217,040	217,040	219,602	219,237	(2,197)	0	0	0	0	2,770	0	XXX
Bonds - Special Revenue and Special Assessment																
United States																
31280C-4R-7	FHLMC GOLD POOL# E59832 8.000% 10/01/09	09/01/2002	Paydown		1,758	1,758	1,758	1,755	2				0	23		1
31280C-XQ-7	FHLMC GOLD POOL# E59687 8.000% 09/01/09	09/01/2002	Paydown		3,044	3,044	3,039	3,037	7				0	26		1
31280E-3T-0	FHLMC GOLD POOL# E60810 7.000% 07/01/10	09/01/2002	Paydown		2,359	2,359	2,375	2,366	(7)				0	29		1
31292G-WT-9	FHLMC GOLD POOL# C00658 6.500% 10/01/28	09/01/2002	Paydown		14,080	14,080	14,137	14,129	(50)				0	169		1
31292H-CC-6	FHLMC GOLD POOL# C00967 8.500% 02/01/30	09/01/2002	Paydown		25,251	25,251	25,898	25,869	(618)				0	387		1
31371E-YP-4	FNMA POOL# 250118 8.000% 09/01/09	09/01/2002	Paydown		4,189	4,189	4,251	4,218	(29)				0	57		1
31374X-P2-0	FNMA POOL# 327241 7.000% 10/01/10	09/01/2002	Paydown		12,094	12,094	12,191	12,130	(36)				0	136		1
31380L-3K-2	FNMA POOL# 443702 6.500% 10/01/28	09/01/2002	Paydown		13,929	13,929	14,046	14,032	(104)				0	170		1
31380N-N5-9	FNMA POOL# 445112 6.500% 10/01/28	09/01/2002	Paydown		10,584	10,584	10,631	10,623	(39)				0	130		1
31384Y-NQ-5	FNMA POOL# 537799 8.000% 05/01/30	09/01/2002	Paydown		19,599	19,599	19,654	19,648	(49)				0	213		1
	U.S.				106,887	106,887	107,980	107,807	(923)	0	0	0	0	1,340	0	XXX
	United States				106,887	106,887	107,980	107,807	(923)	0	0	0	0	1,340	0	XXX
3199999.	Total - Bonds - Special Revenue & Assessment				106,887	106,887	107,980	107,807	(923)	0	0	0	0	1,340	0	XXX
6099997.	Total - Bonds - Part 4				323,927	323,927	327,582	327,044	(3,120)	0	0	0	0	4,110	0	XXX
6099999.	Total - Bonds				323,927	323,927	327,582	327,044	(3,120)	0	0	0	0	4,110	0	XXX
7299999.	Total - Bonds, Preferred and Common Stocks				323,927	XXX	327,582	327,044	(3,120)	0	0	0	0	4,110	0	XXX

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

Sch. DB-Part A-Section 1
NONE

Sch. DB-Part B-Section 1
NONE

Sch. DB-Part C-Section 1
NONE

Sch. DB-Part D-Section 1
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	Book Balance at End of Each Month During Current Quarter			8
		Amount of	Amount of	5	6	7	
	Rate	Interest	Interest Accrued				
	of	Received During	at Current				
Depository	Interest	Current Quarter	Statement Date	First Month	Second Month	Third Month	*
Open Depositories							
Bank One... Indianapolis, IN 46277..........................	....	....	....	27,995	28,005	28,005	......
0199999. Total Open Depositories...	......XXX.....	0	0	27,995	28,005	28,005	XXX
0399999. Total Cash on Deposit...	......XXX.....	0	0	27,995	28,005	28,005	XXX
0599999. Total Cash...	......XXX.....	0	0	27,995	28,005	28,005	XXX

Overflow Page for Write-Ins

Overflow Page for Write-Ins