



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

LOYAL AMERICAN LIFE INSURANCE COMPANY

NAIC Group Code	0084 <small>(Current Period)</small>	0084 <small>(Prior Period)</small>	NAIC Company Code	65722	Employer's ID Number	63-0343428
Organized under the Laws of	Ohio					State of Domicile or Port of Entry
Country of Domicile	United States of America					
Incorporated	05/18/1955		Commenced Business	07/04/1955		
Statutory Home Office	250 East Fifth Street <small>(Street and Number)</small>		Cincinnati, OH 45202 <small>(City or Town, State and Zip Code)</small>			
Main Administrative Office	250 East Fifth Street <small>(Street and Number)</small>		513-412-2200 <small>(Area Code) (Telephone Number)</small>			
Mail Address	P.O. Box 5418 <small>(Street and Number or P.O. Box)</small>		Cincinnati, OH 45201-5418 <small>(City or Town, State and Zip Code)</small>			
Primary Location of Books and Records	250 East Fifth Street <small>(Street and Number)</small>		513-412-1168 <small>(Area Code) (Telephone Number)</small>			
Internet Website Address						
Statement Contact	Wendy Leigh Wilson <small>(Name)</small>		513-412-1168 <small>(Area Code) (Telephone Number) (Extension)</small>			
	wwilson@gafri.com <small>(E-mail Address)</small>		513-412-2817 <small>(FAX Number)</small>			
Policyowner Relations Contact	Austin, TX <small>(City or Town, State and Zip Code)</small>		800-633-6752 <small>(Area Code) (Telephone Number) (Extension)</small>			

OFFICERS

President	Charles Richard Scheper	Treasurer	Richard Lee Magoteaux
Secretary	Mark Francis Muething	Actuary	Mark Billingsley

VICE PRESIDENTS

James Edward Moffett	George Taylor Lyles	Christopher Patrick Miliano
David Butler Rich	Richard Lee Magoteaux	William J. Maney II
Charles Louis Hardtke	William Richard Ealy	Edward Carlisle Dahmer, Jr.

DIRECTORS OR TRUSTEES

Stephen Craig Lindner	David Butler Rich	Charles Richard Scheper
Christopher Patrick Miliano	Mark Francis Muething	

State of .....Ohio.....  
County of .....Hamilton.....  
} ss

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

Charles Richard Scheper President	Richard Lee Magoteaux CFO & Treasurer	Mark Francis Muething Secretary
--------------------------------------	--	------------------------------------

Subscribed and sworn to before me this  
\_\_\_\_\_ day of \_\_\_\_\_ November, 2002  
  
\_\_\_\_\_

Erin J. Laramore  
June 18, 2007

ASSETS

	Current Statement Date			4  December 31 Prior Year Net Admitted Assets
	1  Assets	2  Nonadmitted Assets	3  Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	243,260,864	209	243,260,655	226,511,083
2. Stocks:				
2.1 Preferred stocks .....	11,244,739	258,996	10,985,743	11,249,060
2.2 Common stocks .....	2,371,356	1,458,100	913,256	938,057
3. Mortgage loans on real estate:				
3.1 First liens .....	505,320		505,320	971,035
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....				
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....	164,535	164,535	0	
5. Policy loans .....	23,603,355		23,603,355	23,794,476
6. Premium notes, including \$ ..... for first year premiums .....				
7. Cash (\$ .....5,091,839 ) and short-term investments (\$ .....43,166,425 ) .....	48,258,265		48,258,265	8,839,219
8. Other invested assets .....				
9. Receivable for securities .....				
10. Aggregate write-ins for invested assets .....				
11. Subtotals, cash and invested assets (Lines 1 to 10) .....	329,408,434	1,881,840	327,526,594	272,302,930
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers .....	346,978		346,978	251,833
12.2 Commissions and expense allowances due .....				
12.3 Experience rating and other refunds due .....				
12.4 Other amounts receivable under reinsurance contracts .....	24,535		24,535	63,638
13. Electronic data processing equipment and software .....	49,276		49,276	113,143
14. Federal and foreign income tax recoverable and interest thereon (including \$ .....1,774,125 net deferred tax asset) .....	9,740,988	6,428,179	3,312,809	4,365,697
15. Guaranty funds receivable or on deposit .....				338,865
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ .....660,766 loading) .....	2,080,017	32,135	2,047,882	2,220,700
17. Accident and health premiums due and unpaid .....	479,625		479,625	444,665
18. Investment income due and accrued .....	3,380,308		3,380,308	3,371,675
19. Net adjustment in assets and liabilities due to foreign exchange rates .....				
20. Receivable from parent, subsidiaries and affiliates .....	1,033,196		1,033,196	842
21. Amounts receivable relating to uninsured accident and health plans .....				
22. Amounts due from agents .....				
23. Other assets nonadmitted .....	1,888,006	1,888,006	0	
24. Aggregate write-ins for other than invested assets .....	329,246	199,582	129,664	228,827
25. Total assets excluding Separate Accounts business (Lines 11 to 24) .....	348,760,609	10,429,742	338,330,867	283,702,815
26. From Separate Accounts Statement .....				
27. Total (Lines 25 and 26) .....	348,760,609	10,429,742	338,330,867	283,702,815
<b>DETAILS OF WRITE-INS</b>				
1001. Amounts due from custodian .....			0	0
1002. ....				
1003. ....				
1098. Summary of remaining write-ins for Line 10 from overflow page .....				
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above) .....				
2401. MISCELLANEOUS RECEIVABLES .....	329,246	199,582	129,664	228,827
2402. ....			0	0
2403. ....				
2498. Summary of remaining write-ins for Line 24 from overflow page .....				
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) .....	329,246	199,582	129,664	228,827

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$ .....192,155,860 less \$ .....included in Line 6.3 (including \$ .....106,436,273 Modco Reserve) .....	192,155,860	147,049,559
2. Aggregate reserve for accident and health contracts (including \$ .....Modco Reserve) .....	31,509,127	30,653,733
3. Liability for deposit-type contracts (including \$ .....Modco Reserve) .....	8,220,094	8,239,151
4. Contract claims:		
4.1 Life .....	2,326,489	2,023,129
4.2 Accident and health .....	3,146,571	3,201,971
5. Policyholders' dividends \$ .....1,573 and coupons \$ .....8,300 due and unpaid .....	9,873	9,873
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to .....(including \$ .....Modco Reserve) .....	213,774	213,774
6.2 Dividends not yet apportioned (including \$ .....Modco Reserve) .....		
6.3 Coupons and similar benefits (including \$ .....Modco Reserve) .....		
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ .....discount; including \$ .....369,602 accident and health premiums .....	511,304	385,986
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....		
9.2 Provision for experience rating refunds, including \$ .....accident and health experience rating refunds .....	7,927	(794)
9.3 Other amounts payable on reinsurance including \$ .....assumed and \$ .....276,898 ceded .....	276,898	
9.4 Interest Maintenance Reserve .....		
10. Commissions to agents due or accrued—life and annuity contracts \$ .....714 accident and health \$ .....38,204 and deposit-type contract funds \$ .....	38,918	32,843
11. Commissions and expense allowances payable on reinsurance assumed .....		
12. General expenses due or accrued .....	6,057,727	7,893,172
13. Transfers to Separate Accounts due or accrued (net) (Including \$ .....accrued for expense allowances recognized in reserves) .....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes .....	725,985	1,015,977
15. Federal and foreign income taxes, including \$ .....on realized capital gains (losses) (including \$ .....net deferred tax liability) .....	1,850,793	2,903,681
16. Unearned investment income .....	588,186	668,293
17. Amounts withheld or retained by company as agent or trustee .....	294,602	276,553
18. Amounts held for agents' account, including \$ .....421,816 agents' credit balances .....	421,816	397,391
19. Remittances and items not allocated .....	2,734,989	371,297
20. Net adjustment in assets and liabilities due to foreign exchange rates .....		
21. Liability for benefits for employees and agents if not included above .....		
22. Borrowed money \$ .....and interest thereon \$ .....		
23. Dividends to stockholders declared and unpaid .....		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve .....	2,523,330	2,434,284
24.2 Reinsurance in unauthorized companies .....		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers .....		
24.4 Payable to parent, subsidiaries and affiliates .....	825,769	610,992
24.5 Drafts outstanding .....		
24.6 Liability for amounts held under uninsured accident and health plans .....		
24.7 Funds held under coinsurance .....		
24.8 Payable for securities .....	8,103,343	
24.9 Capital notes \$ .....and interest thereon \$ .....		
25. Aggregate write-ins for liabilities .....		
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25) .....	262,543,375	208,380,865
27. From Separate Accounts Statement .....		
28. Total Liabilities (Lines 26 and 27) .....	262,543,375	208,380,865
29. Common capital stock .....	5,640,000	5,640,000
30. Preferred capital stock .....		
31. Aggregate write-ins for other than special surplus funds .....		
32. Surplus notes .....		
33. Gross paid in and contributed surplus .....	22,002,119	22,002,119
34. Aggregate write-ins for special surplus funds .....		
35. Unassigned funds (surplus) .....	48,145,373	47,679,831
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 29 \$ ..... ) .....		
36.2 ..... shares preferred (value included in Line 30 \$ ..... ) .....		
37. Surplus (total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including \$ .....in Separate Accounts Statement) .....	70,147,492	69,681,950
38. Totals of Lines 29, 30 and 37 .....	75,787,492	75,321,950
39. Totals of Lines 28 and 38 .....	338,330,867	283,702,815
DETAILS OF WRITE-INS		
2501. ....		
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)		
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)		
3401. ....		
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		

SUMMARY OF OPERATIONS

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health policies and contracts .....	63,978,127	27,987,041	4,724,563
2. Considerations for supplementary contracts with life contingencies .....			
3. Net investment income .....	12,887,343	14,798,754	19,593,509
4. Amortization of Interest Maintenance Reserve (IMR) .....	490,612	668,465	963,221
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....			
6. Commissions and expense allowances on reinsurance ceded .....	2,917,817	194,433	250,965
7. Reserve adjustments on reinsurance ceded .....	(3,001,104)		
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....			
8.2 Charges and fees for deposit-type contracts .....			
8.3 Aggregate write-ins for miscellaneous income .....	16,985	3,243	3,273
9. Totals (Lines 1 to 8.3) .....	77,289,780	43,651,936	25,535,531
10. Death benefits .....	821,551	6,824,751	8,822,165
11. Matured endowments (excluding guaranteed annual pure endowments) .....	11,289	383,576	322,778
12. Annuity benefits .....	309,688	142,839	200,845
13. Disability benefits and benefits under accident and health contracts .....	9,693,067	11,622,800	13,480,965
14. Coupons, guaranteed annual pure endowments and similar benefits .....			
15. Surrender benefits and withdrawals for life contracts .....	1,536,870	5,304,675	7,398,036
16. Group conversions .....			
17. Interest and adjustments on contract or deposit-type contract funds .....	120,756	302,245	556,021
18. Payments on supplementary contracts with life contingencies .....	120,997	140,372	186,711
19. Increase in aggregate reserves for life and accident and health contracts .....	45,952,629	(1,964,085)	(33,698,027)
20. Totals (Lines 10 to 19) .....	58,566,847	22,757,173	(2,730,506)
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only) .....	8,559,528	4,815,805	6,068,216
22. Commissions and expense allowances on reinsurance assumed .....	4,853	9,001	13,294
23. General insurance expenses .....	9,946,334	14,414,836	23,371,020
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	1,128,012	1,334,932	1,607,012
25. Increase in loading on deferred and uncollected premiums .....	(266,466)	227,023	197,491
26. Net transfers to or (from) Separate Accounts .....			
27. Aggregate write-ins for deductions .....			
28. Totals (Lines 20 to 27) .....	77,939,108	43,558,770	28,526,527
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(649,328)	93,166	(2,990,996)
30. Dividends to policyholders .....	(51,576)	283,006	382,931
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(597,752)	(189,840)	(3,373,927)
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	(857,867)		(3,124,000)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	260,115	(189,840)	(249,927)
34. Net realized capital gains or (losses) less capital gains tax of \$ ..... (278,127) (excluding taxes of \$ .....104,132 transferred to the IMR) .....	(516,523)	(890,000)	(2,798,197)
35. Net income (Line 33 plus Line 34) .....	(256,408)	(1,079,840)	(3,048,124)
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year .....	75,321,950	73,507,657	73,507,657
37. Net income (Line 35) .....	(256,408)	(1,079,840)	(3,048,124)
38. Change in net unrealized capital gains (losses) .....	(142,562)	(585,901)	132,263
39. Change in net unrealized foreign exchange capital gain (loss) .....			
40. Change in net deferred income tax .....			(17,278)
41. Change in non-admitted assets and related items .....	365,563	3,905	1,477,588
42. Change in liability for reinsurance in unauthorized companies .....			
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....			
44. Change in asset valuation reserve .....	(89,046)	44,083	186,439
45. Change in treasury stock .....			
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....			
47. Other changes in surplus in Separate Accounts Statement .....			
48. Change in surplus notes .....			
49. Cumulative effect of changes in accounting principles .....		1,791,403	1,791,403
50. Capital changes:			
50.1 Paid in .....			
50.2 Transferred from surplus (Stock Dividend) .....			
50.3 Transferred to surplus .....			
51. Surplus adjustment:			
51.1 Paid in .....			
51.2 Transferred to capital (Stock Dividend) .....			
51.3 Transferred from capital .....			
51.4 Change in surplus as a result of reinsurance .....	587,995		21,592,000
52. Dividends to stockholders .....			(20,000,000)
53. Aggregate write-ins for gains and losses in surplus .....		(307,649)	(299,998)
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	465,542	(133,999)	1,814,293
55. Capital and surplus, as of statement date (Lines 36 + 54) .....	75,787,492	73,373,658	75,321,950
DETAILS OF WRITE-INS			
08.301. MISCELLANEOUS INCOME.....	16,985	3,243	3,273
08.302. ....			
08.303. ....			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....			
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above) .....	16,985	3,243	3,273
2701. ....			
2702. ....			
2703. ....			
2798. Summary of remaining write-ins for Line 27 from overflow page .....			
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above) .....			
5301. PRIOR YEAR FIT ADJUSTMENT.....		(307,649)	0
5302. Other changes.....		0	(299,998)
5303. Adjustment for prior year taxes.....		0	0
5398. Summary of remaining write-ins for Line 53 from overflow page .....			
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above) .....		(307,649)	(299,998)

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums and annuity considerations for life and accident and health contracts .....	74,653,581	5,180,885
2. Charges and fees for deposit-type contracts .....		
3. Considerations for supplementary contracts with life contingencies .....		
4. Net investment income .....	12,830,729	20,179,400
5. Commissions and expense allowances on reinsurance ceded .....	208,454	250,965
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts .....		
7. Aggregate write-ins for miscellaneous income .....	16,985	3,273
8. Total (Lines 1 to 7) .....	87,709,749	25,614,523
9. Death Benefits .....	6,037,059	9,786,304
10. Matured endowments .....	11,289	322,778
11. Annuity Benefits .....	98,155	200,845
12. Disability benefits and benefits under accident and health contracts .....	9,701,487	12,963,525
13. Coupons, guaranteed annual pure endowments and similar benefits .....		
14. Surrender benefits and withdrawals for life contracts .....	5,103,257	7,398,036
15. Group conversions .....		
16. Interest and adjustments on contract or deposit-type contract funds .....	118,770	556,021
17. Payments on supplementary contracts with life contingencies .....	120,997	186,711
18. Total (Lines 9 to 17) .....	21,191,014	31,414,220
19. Commissions on premiums, annuity considerations and deposit-type contract funds .....	8,553,453	6,056,506
20. Commissions and expense allowances on reinsurance assumed .....	4,853	13,294
21. General insurance expenses .....	11,258,799	17,462,521
22. Insurance taxes, licenses and fees, excluding federal income taxes .....	1,418,053	1,342,188
23. Net transfers to or (from) Separate Accounts .....		
24. Aggregate write-ins for deductions .....		
25. Total (Lines 18 to 24) .....	42,426,172	56,288,729
26. Dividends paid to policyholders .....	199,206	382,931
27. Federal income taxes (excluding tax on capital gains) .....	0	5,000,000
28. Total (Lines 25 to 27) .....	42,625,378	61,671,660
29. Net cash from operations (Line 8 minus Line 28) .....	45,084,371	(36,057,137)
<b>Cash from Investments</b>		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds .....	32,441,884	72,354,229
30.2 Stocks .....		
30.3 Mortgage loans .....	601,869	248,439
30.4 Real estate .....		
30.5 Other invested assets .....		
30.6 Net gains or (losses) on cash and short-term investments .....		
30.7 Miscellaneous proceeds .....		
30.8 Total investment proceeds (Lines 30.1 to 30.7) .....	33,043,753	72,602,668
31. Net tax on capital gains (losses) .....		(1,276,023)
32. Total (Line 30.8 minus Line 31) .....	33,043,753	73,878,691
33. Cost of investments acquired (long-term only):		
33.1 Bonds .....	41,508,094	51,869,234
33.2 Stocks .....		19,078
33.3 Mortgage loans .....		
33.4 Real estate .....		
33.5 Other invested assets .....		
33.6 Miscellaneous applications .....	0	
33.7 Total investments acquired (Lines 33.1 to 33.6) .....	41,508,094	51,888,312
34. Net increase (or decrease) in policy loans and premium notes .....	(191,121)	(205,470)
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34) .....	(8,273,220)	22,195,849
<b>Cash from Financing and Miscellaneous Sources</b>		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in .....		
36.2 Borrowed money \$ .....less amounts repaid \$ .....		
36.3 Capital notes \$ .....less amounts repaid \$ .....		
36.4 Deposits on deposit-type contract funds and other liabilities without life or disability contingencies .....		252,565
36.5 Other cash provided .....	2,620,943	32,314,841
36.6 Total (Lines 36.1 to 36.5) .....	2,620,943	32,567,406
37. Cash applied:		
37.1 Dividends to stockholders paid .....		20,000,000
37.2 Interest on indebtedness .....		
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies .....		908,088
37.4 Other applications (net) .....	13,047	3,058,275
37.5 Total (Lines 37.1 to 37.4) .....	13,047	23,966,363
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5) .....	2,607,896	8,601,043
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38) .....	39,419,047	(5,260,245)
40. Cash and short-term investments:		
40.1 Beginning of year .....	8,839,219	14,099,464
40.2 End of period (Line 39 plus Line 40.1) .....	48,258,266	8,839,219
<b>DETAILS OF WRITE-INS</b>		
0701. MISCELLANEOUS INCOME .....	16,985	3,273
0702. ASSETS RECEIVED ON RECAPTURE OF REINSURANCE .....		0
0703. ....		
0798. Summary of remaining write-ins for Line 7 from overflow page .....		
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above) .....	16,985	3,273
2401. ....		
2402. ....		
2403. ....		
2498. Summary of remaining write-ins for Line 24 from overflow page .....		
2499. TOTALS (Lines 2401 thru 2403 plus 2498) (Line 24 above) .....		

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS			
	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial Life .....			
2. Ordinary Life Insurance .....	10,461,684	12,433,245	16,239,072
3. Ordinary Individual Annuities .....	49,340,312	112,756	118,041
4. Credit Life (Group & Individual) .....	37,960	32,785	34,817
5. Group Life Insurance .....	306,766	387,317	502,069
6. Group Annuities .....			
7. A & H - Group .....	224,450	271,348	350,368
8. A & H - Credit (Group & Individual) .....			
9. A & H - Other .....	15,025,682	15,861,170	20,984,114
10. Aggregate of All Other Lines of Business .....			
11. Subtotal .....	75,396,854	29,098,621	38,228,481
12. Deposit-Type Contracts .....			
13. Total	75,396,854	29,098,621	38,228,481
DETAILS OF WRITE-INS			
1001. ....			
1002. ....			
1003. ....			
1098. Summary of remaining write-ins for Line 10 from overflow page .....			
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above)			

## NOTES TO FINANCIAL STATEMENTS

Note 1 - Regarding the question posed in Line 06 in the General Interrogatories, effective June 1, 2002, Loyal American Life Insurance Company entered into a Cost Sharing Agreement with United Teachers Associates Insurance Company (UTA), an affiliate, in connection with Loyal American's relocation of a portion of its policyholder administrative functions to UTA's offices in Austin, TX.

Note 2 - On September 30, 2002, the reinsurance treaty between Loyal American Life Insurance Company and Hannover Life Reassurance (Ireland) Limited was amended effective December 31, 2001. The amendment increased the ceding percentage from 80% to 90% of certain life insurance policies and increased the ceding allowance from \$32 million to \$36 million. The additional \$2.7 million (net of tax) ceding allowance was recognized in the third quarter.

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES  
GENERAL

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

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

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

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

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

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

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

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

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

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

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

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

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

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 06/21/1999

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

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

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



GENERAL INTERROGATORIES

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

INVESTMENT

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

9.2 If yes, explain: .....  
.....

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

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

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

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

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

13.2 If yes, please complete the following:

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

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

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

If no, attach a description with this statement.

15. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 - General, Section IV.H - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? ..... Yes [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
The Bank of New York.....	1 Wall Street, New York, NY 10286.....

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

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

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

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

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

15.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of 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
Investment Advisor.....	American Money Management Corporation.....	1 East Fourth St., Cincinnati, OH, 45201.....

GENERAL INTERROGATORIES (continued)

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

PART 2 - LIFE & HEALTH

1.			1
	Report the statement value of mortgage loans at the end of this reporting period for the following categories:		Amount
1.1	Long-Term Mortgages In Good Standing		
1.11	Farm Mortgages .....	\$	.....
1.12	Residential Mortgages .....	\$	20,841
1.13	Commercial Mortgages .....	\$	484,479
1.14	Total Mortgages in Good Standing .....	\$	505,320
1.2	Long-Term Mortgages In Good Standing with Restructured Terms		
1.21	Total Mortgages in Good Standing .....	\$	.....
1.3	Long-Term Mortgages Loans Upon which Interest is Overdue more than Three Months		
1.31	Farm Mortgages .....	\$	.....
1.32	Residential Mortgages .....	\$	.....
1.33	Commercial Mortgages .....	\$	.....
1.34	Total Mortgages with Interest Overdue more than Three Months.....	\$	.....
1.4	Long-Term Mortgages Loans in Process of Foreclosure		
1.41	Farm Mortgages .....	\$	.....
1.42	Residential Mortgages .....	\$	.....
1.43	Commercial Mortgages .....	\$	.....
1.44	Total Mortgages in Process of Foreclosure.....	\$	.....
1.5	Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Col. 3, Lines 3.1 plus 3.2).....	\$	505,320
1.6	Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter		
1.61	Farm Mortgages .....	\$	.....
1.62	Residential Mortgages .....	\$	.....
1.63	Commercial Mortgages .....	\$	.....
1.64	Total Mortgages Foreclosed and Transferred to Real Estate .....	\$	.....

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 .....	164,535	164,535	164,535	164,535
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 .....	164,535	164,535	164,535	164,535
9. Total valuation allowance .....				
10. Subtotal (Lines 8 plus 9) .....	164,535	164,535	164,535	164,535
11. Total nonadmitted amounts .....	164,535	164,535	164,535	164,535
12. Statement value, current period (Page 2, real estate lines, current period)	0	0	0	

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 .....	971,035	635,076	592,417	1,619,474
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 committment fees .....				
4. Increase (decrease) by adjustment .....				(400,000)
5. Total profit (loss) on sale .....	134,402		1,752	
6. Amounts paid on account or in full during the period .....	470,361	42,659	88,849	248,439
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 .....	635,076	592,417	505,320	971,035
10. Total valuation allowance .....				
11. Subtotal (Lines 9 plus 10) .....	635,076	592,417	505,320	971,035
12. Total nonadmitted amounts .....				
13. Statement value of mortgages owned at end of current period	635,076	592,417	505,320	971,035

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

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

NONE

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 1B

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

	1 Statement Value Beginning of Current Quarter	2  Acquisitions During Current Quarter	3  Dispositions During Current Quarter	4  Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 .....	167,621,027	85,226,108	32,998,644	16,484	163,013,444	167,621,027	219,864,975	171,183,272
2. Class 2 .....	46,979,957	2,809,540	2,106,557	(1,496,758)	49,087,719	46,979,957	46,186,182	49,521,842
3. Class 3 .....	12,640,683		45,832	9,413	13,723,555	12,640,683	12,604,264	14,685,587
4. Class 4 .....	6,169,774			1,052,203	2,194,693	6,169,774	7,221,977	2,261,071
5. Class 5 .....			(591,000)	(591,000)	130,915		0	171,915
6. Class 6 .....	550,000		(890,000)	(890,000)	550,000	550,000	550,000	141,521
7. Total Bonds	233,961,441	88,035,648	33,670,033	(1,899,658)	228,700,326	233,961,441	286,427,398	237,965,208
<b>PREFERRED STOCK</b>								
8. Class 1 .....								
9. Class 2 .....	10,540,800				10,540,800	10,540,800	10,540,800	10,540,800
10. Class 3 .....								
11. Class 4 .....	502,682				706,823	502,682	502,682	708,260
12. Class 5 .....								
13. Class 6 .....								
14. Total Preferred Stock	11,043,482				11,247,623	11,043,482	11,043,482	11,249,060
15. Total Bonds and Preferred Stock	245,004,923	88,035,648	33,670,033	(1,899,658)	239,947,949	245,004,923	297,470,880	249,214,268

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	43,166,425	XXX	43,166,425	120,761	

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 .....	11,454,125	2,561,465	18,112,095	6,360,050
2. Cost of short-term investments acquired .....	6,539,470	36,925,345	51,858,990	63,614,482
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 .....	15,432,130	21,374,715	26,804,660	58,520,407
7. Book/adjusted carrying value, current period .....	2,561,465	18,112,095	43,166,425	11,454,125
8. Total valuation allowance .....				
9. Subtotal (Lines 7 plus 8) .....	2,561,465	18,112,095	43,166,425	11,454,125
10. Total nonadmitted amounts .....				
11. Statement value (Lines 9 minus 10) .....	2,561,465	18,112,095	43,166,425	11,454,125
12. Income collected during period .....	28,425	16,667	120,761	221,846
13. Income earned during period .....	41,430	26,617	151,479	189,900

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule S

NONE

SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

During Current Year to Date - Allocated by States and Territories

States, Etc.		1	Direct Business Only				
			Life Contracts		4	5	6
			2	3			
		Is Insurer Licensed? (Yes or No)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Deposit-Type Contract Funds	Other Considerations
1. Alabama .....	AL	Yes	1,183,889	1,838	2,751,092		
2. Alaska .....	AK	Yes	6,113		2,284		
3. Arizona .....	AZ	Yes	50,463	1,484,501	223,662		
4. Arkansas .....	AR	Yes	366,631	456,096	412,349		
5. California .....	CA	Yes	162,756	7,123,414	1,074,022		
6. Colorado .....	CO	Yes	27,959	1,093,904	62,510		
7. Connecticut .....	CT	Yes	8,198	304,006	12,640		
8. Delaware .....	DE	Yes	11,648		4,368		
9. District of Columbia .....	DC	Yes	23,664		10,630		
10. Florida .....	FL	Yes	1,139,651	10,045,300	691,081		
11. Georgia .....	GA	Yes	552,798	193,647	363,681		
12. Hawaii .....	HI	Yes	15,347	480,011	88,046		
13. Idaho .....	ID	Yes	4,769	459,949	37,596		
14. Illinois .....	IL	Yes	221,126	890,243	327,742		
15. Indiana .....	IN	Yes	412,672	3,071,492	350,396		
16. Iowa .....	IA	Yes	10,528	795,413	148,952		
17. Kansas .....	KS	Yes	93,185	71,735	318,099		
18. Kentucky .....	KY	Yes	51,726	415,805	124,854		
19. Louisiana .....	LA	Yes	696,857	12,359	392,518		
20. Maine .....	ME	Yes	113,199	118,565	250,630		
21. Maryland .....	MD	Yes	112,352	92,900	224,210		
22. Massachusetts .....	MA	Yes	114,201	13,232	38,955		
23. Michigan .....	MI	Yes	66,828	3,484,772	16,118		
24. Minnesota .....	MN	Yes	76,742	850,618	70,875		
25. Mississippi .....	MS	Yes	558,150		977,969		
26. Missouri .....	MO	Yes	302,753	672,782	391,376		
27. Montana .....	MT	Yes	3,963		7,556		
28. Nebraska .....	NE	Yes	26,527	28,000	64,500		
29. Nevada .....	NV	Yes	17,934	549,745	179,745		
30. New Hampshire .....	NH	Yes	25,015	248,554	4,335		
31. New Jersey .....	NJ	Yes	143,908	630,343	8,041		
32. New Mexico .....	NM	Yes	8,849		12,968		
33. New York .....	NY	No	27,080	657,665	2,987		
34. North Carolina .....	NC	Yes	887,382	5,038	454,971		
35. North Dakota .....	ND	Yes	4,327	543,774	7,542		
36. Ohio .....	OH	Yes	179,287	4,175,746	219,755		
37. Oklahoma .....	OK	Yes	100,962	162,039	204,514		
38. Oregon .....	OR	Yes	9,698	9,971	12,380		
39. Pennsylvania .....	PA	Yes	51,115	4,463,679	26,436		
40. Rhode Island .....	RI	Yes	42,062	85,679	27,331		
41. South Carolina .....	SC	Yes	558,452	2,192	615,086		
42. South Dakota .....	SD	Yes	12,065	38,710	40,480		
43. Tennessee .....	TN	Yes	990,147	995,430	2,175,696		
44. Texas .....	TX	Yes	209,068	241,082	723,880		
45. Utah .....	UT	Yes	9,062	843,815	37,245		
46. Vermont .....	VT	Yes	194,060	411,458	52,578		
47. Virginia .....	VA	Yes	337,849	873,025	271,148		
48. Washington .....	WA	Yes	22,187	201,646	59,533		
49. West Virginia .....	WV	Yes	223,018	66,765	663,260		
50. Wisconsin .....	WI	Yes	14,857	1,649,811	18,922		
51. Wyoming .....	WY	Yes	3,170	334,528	41,755		
52. American Samoa .....	AS	No					
53. Guam .....	GU	No	1,072		90		
54. Puerto Rico .....	PR	No	35,065	10,413	3,889		
55. US Virgin Islands .....	VI	Yes	48,451	1,880	758		
56. Canada .....	CN	No	0	0			
57. Aggregate Other Alien .....	OT	XXX	421,161	(64)	33,462		
58. Subtotal .....	(a)	51	10,991,997	49,363,506	15,337,497		
90. Reporting entity contributions for employee benefit plans .....		XXX					
91. Dividends or refunds applied to purchase paid-up additions and annuities .....		XXX	25,679				
92. Dividends or refunds applied to shorten endowment or premium paying period .....		XXX					
93. Premium or annuity considerations waived under disability or other contract provisions .....		XXX	142,763		(417)		
94. Aggregate of other amounts not allocable by State .....		XXX					
95. Totals (Direct Business) .....		XXX	11,160,439	49,363,506	15,337,079		
96. Plus Reinsurance Assumed .....		XXX	58,258		6,835		
97. Totals (All Business) .....		XXX	11,218,697	49,363,506	15,343,915		
98. Less Reinsurance Ceded .....		XXX	1,368,280	64,222	98,696		
99. Totals (All Business) less Reinsurance Ceded .....		XXX	9,850,417	49,299,284	15,245,219		
DETAILS OF WRITE-INS							
5701. Alien(01) .....		XXX	421,161	(64)	33,462		
5702. ....		XXX					
5703. ....		XXX					
5798. Summary of remaining write-ins for Line 57 from overflow page .....		XXX					
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above) .....		XXX	421,161	(64)	33,462		
9401. ....		XXX					
9402. ....		XXX					
9403. ....		XXX					
9498. Summary of remaining write-ins for Line 94 from overflow page .....		XXX					
9499. Totals (Lines 9401 thru 9403 plus 9498)(Line 94 above) .....		XXX					

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

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE LOYAL AMERICAN LIFE INSURANCE COMPANY  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 – ORGANIZATIONAL CHART

	<u>FEIN Number</u>	<u>NAIC Co. Code</u>	<u>Domiciliary State</u>
AMERICAN FINANCIAL GROUP, INC.	31-1544320		
AFC HOLDING COMPANY	31-1422526		
AMERICAN FINANCIAL CORPORATION	31-0624874		
Dixie Terminal Corporation	31-0823725		
One East Fourth, Inc.	31-0686194		
American Premier Underwriters, Inc.	23-6000765		
GAI (Bermuda) Ltd. (Bermuda)			
GAI Insurance Company, Ltd. (Bermuda)*			
Pennsylvania Company	51-6001624		
Atlanta Casualty Company*	58-1132392	21792	OH
American Premier Insurance Company*	31-1287689	37001	IN
Atlanta Casualty Group, Inc.	58-1293110		
Atlanta Reserve Insurance Company*	31-1627506	10968	OH
Atlanta Specialty Insurance Company*	42-1019055	31925	OH
Penn Central U.K. Limited (United Kingdom)			
Insurance (GB) Limited (United Kingdom)*			
Infinity Insurance Company*	31-0943862	22268	IN
Infinity National Insurance Company*	31-1358834	10068	IN
Infinity Select Insurance Company*	31-1333017	20260	IN
Leader Insurance Company*	34-0927698	11738	OH
Leader Preferred Insurance Company*	34-1785809	10195	OH
Leader Specialty Insurance Company*	34-1767787	10061	IN
TICO Insurance Company*	75-1227771	39497	OH
Republic Indemnity Company of America*	95-2801326	22179	CA
Republic Indemnity Company of California*	31-1054123	43753	CA
Windsor Insurance Company*	58-1806189	12599	IN
American Deposit Insurance Company*	73-0772113	16802	OK
Coventry Insurance Company*	31-1277903	35211	OH
El Aguila Compañía de Seguros, S.A. de C.V. (Mexico)*			
Moore Group Inc.	58-1080659		
Regal Insurance Company*	58-1806192	38873	IN
Premier Lease & Loan Services Insurance Agency, Inc.	91-1242743		
Great American Holding, Inc.			
Great American Security Insurance Company*	31-1209419	31135	OH
Great American Spirit Insurance Company*	31-1237970	33723	IN
Great American Insurance Company*	31-0501234	16691	OH
American Empire Surplus Lines Insurance Company*	31-0912199	35351	DE
American Empire Insurance Company*	31-0973761	37990	OH
Fidelity Excess and Surplus Insurance Company*	22-2824607	12203	OH
Brothers Property Corporation	59-2840291		



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART

FCIA Management Company, Inc.	13-3628555		
GAI Warranty Company	31-1753938		
Great American Alliance Insurance Company*	95-1542353	26832	OH
Great American Assurance Company*	15-6020948	26344	OH
Great American Contemporary Insurance Company*	36-4079497	10646	OH
Great American Custom Insurance Services, Inc.	31-1070712		
Great American E & S Insurance Company*	31-0954439	37532	DE
Great American Fidelity Insurance Company*	31-1036473	41858	DE
Great American Insurance Company of New York*	13-5539046	22136	NY
Great American Lloyd's Insurance Company* @	31-0974853	38024	TX
Great American Protection Insurance Company*	31-1288778	38580	IN
Great Texas County Mutual Insurance Company* @	43-6030348	13820	TX
Mid-Continent Casualty Company*	73-0556513	23418	OK
Mid-Continent Insurance Company*	73-1406844	15380	OK
Oklahoma Surety Company*	73-0773259	23426	OK
National Interstate Corporation	34-1607394		
Hudson Indemnity, Ltd. (Cayman Islands)*			
National Interstate Insurance Company*	34-1607395	32620	OH
National Interstate Insurance Company of Hawaii, Inc.*	99-0345306	11051	HI
PLLS Canada Insurance Brokers Inc. (Canada)			
Pointe Apartments, Inc.	41-1752820		
Transport Insurance Company*	75-0784127	33014	OH
Worldwide Insurance Company*	39-1341441	26050	OH
Worldwide Direct Auto Insurance Company*	61-6027355	20133	OH
Worldwide Casualty Insurance Company*	61-0983091	39896	OH
Great American Financial Resources, Inc.	06-1356481		
AAG Holding Company, Inc.	31-1475936		
Great American Life Insurance Company*	13-1935920	63312	OH
American Retirement Life Insurance Company*	59-2760189	88366	OH
Annuity Investors Life Insurance Company*	31-1021738	93661	OH
Consolidated Financial Corporation	36-3383108		
Great American Life Assurance Company*	95-2496321	62200	OH
Great American Life Insurance Company of New York*	13-1996152	67288	NY
Loyal American Life Insurance Company*	63-0343428	65722	OH
Manhattan National Life Insurance Company*	45-0252531	67083	IL
United Teacher Associates, Ltd.	74-2180806		
United Teacher Associates Insurance Company*	58-0869673	63479	TX
Great American Life Assurance Company of Puerto Rico*	66-0258488	73814	PR

\*Denotes Insurer  
@ Denotes company which is affiliated but not owned

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 supplemental is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSES

1.

Will the SVO Compliance Certification be filed with this statement?

.....Yes.....
2.

Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?

.....No.....

Explanations:

Not required.

Bar Codes:

Trusteed Surplus Statement (Document Identifier 490) here:



OVERFLOW PAGE FOR WRITE-INS

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE A - PART 2

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

SCHEDULE A - PART 3

Showing all Real Estate SOLD during the Current Quarter, including Payments during the Final Year on "Sales under Contract"															
1	Location		4	5	6	7	8	9	10	11	12	13	14	15	16
Description of Property	2	3	Disposal Date	Name of Purchaser	Actual Cost	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Expended for Additions, Permanent Improvements and Changes in Encumbrances	Book/ Adjusted Carrying Value Less Encumbrances	Amounts Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs and Expenses Incurred
	City	State													

## STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

## SCHEDULE B - PART 1

Showing all Mortgage Loans ACQUIRED during the Current Quarter

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

## SCHEDULE B - PART 2

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

[illegible]

EO2

SCHEDULE BA - PART 1

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

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

SCHEDULE BA - PART 2

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

1	Location		4	5	6 Book/ Adjusted Carrying Value Less Encum- brances, Prior Year	7  Increase (Decrease) by Adjustment	8  Increase (Decrease) by Foreign Exchange Adjustment	9 Book/ Adjusted Carrying Value Less Encum- brances at Disposition	10  Consideration Received	11  Foreign Exchange Profit (Loss) on Sale	12  Realized Profit (Loss) on Sale	13  Total Profit (Loss) on Sale
	2	3										
Number of Units and Description	City	State	Name of Purchaser or Nature of Disposition	Date Acquired								
			NONE									
9999999 Totals												

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends	9 NAIC Designation <sup>(a)</sup>
BONDS								
SPECIAL REVENUE								
31283H-R2-3	FGLMC 601405 PT 6.0 5-1-32	07/31/2002	GOLDMAN SACHS & CO.		1,981,956	1,966,287	4,260	1
31287Y-RZ-9	FGLMC 671404 PT 5.50 9-1-32	09/12/2002	CS FIRST BOSTON CORP.		2,010,000	2,000,000	4,583	1
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	07/15/2002	CAPITALIZED INTEREST		6,141	5,905	0	1PE
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	08/15/2002	CAPITALIZED INTEREST		6,177	5,940	0	1PE
312908-UT-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1213 CLASS N 7.00% DUE 2-15-2022	09/13/2002	CAPITALIZED INTEREST		6,213	5,974	0	1PE
31358Q-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	07/15/2002	CAPITALIZED INTEREST		23,823	22,907	0	1PE
31358Q-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	08/16/2002	CAPITALIZED INTEREST		24,077	23,040	0	1PE
31358Q-L7-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-182 CLASS PZ 7.00% DUE 2-25-2020	09/13/2002	CAPITALIZED INTEREST		23,870	23,175	0	1PE
31371K-N3-1	FNCL 254310 PT 6.0 05-01-32	08/06/2002	MERRILL LYNCH P F & S.		3,005,924	2,964,239	6,423	1
31371K-Q6-1	FNCL 254377 PT 6.0 7-1-32	08/09/2002	FIRST UNION CAPITAL MKTS.		2,027,007	1,993,675	4,320	1
31389H-XL-7	FNCL 626283 PT 6.0 4-1-32	07/16/2002	LEHMAN BROTHERS INC.		2,989,727	2,971,619	8,915	1
31389W-NL-5	FNCL 637695 PT 6.0 4-01-32	08/08/2002	BEAR STEARNS & CO. INC.		7,015,578	6,927,897	15,010	1
31392E-ZN-3	FNR 2002-63 BK PAC 5.50 4-25-31	09/27/2002	LEHMAN BROTHERS INC.		3,000,000	3,000,000	13,292	1PE
31392Z-ZA-4	FNR 2002-70 Q6 5.50 TBA	09/25/2002	LEHMAN BROTHERS INC.		2,023,438	2,000,000	8,861	1PE
355621-AK-9	FSPC T-49 AF5 SEQ 4.95 09-25-32	09/17/2002	BANC OF AMERICA SEC LLC NATIONSBANC.		1,999,324	2,000,000	1,650	1PE
38373T-Z2-4	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH SECURITIES TRUST 2002-15 CLASS PC 5.50% DUE 11-20-2031	08/09/2002	BEAR STEARNS & CO. INC.		1,976,250	2,000,000	3,972	1PE
38373X-HA-7	GNR 2002-42 KE SEQ 6.0 5-16-29	07/16/2002	DAIN RAUSCHER		833,624	844,711	2,534	1PE
3199999 - Total - Bonds - Special Revenue					28,953,129	28,755,369	73,820	XXX
PUBLIC UTILITIES								
186108-BU-9	CLEVE ELEC ILLUM 7.88 11-01-17 NC	09/30/2002	BANK OF AMERICA NT&SA		1,709,280	1,500,000	49,907	2PE
3899999 - Total - Bonds - Public Utilities					1,709,280	1,500,000	49,907	XXX
INDUSTRIAL AND MISCELLANEOUS								
16132N-AV-8	CHARTER ONE BANK 6.375 05-15-12	09/26/2002	LEHMAN BROTHERS INC.		1,100,260	1,000,000	23,198	2PE
22541N-GT-0	HEMT 2002-3 A3 SEQ 5.3467 02-25-33	09/18/2002	CS FIRST BOSTON CORP.		1,000,000	1,000,000	3,862	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	07/25/2002	CAPITALIZED INTEREST		60,657	59,761	0	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	08/25/2002	CAPITALIZED INTEREST		60,663	59,693	0	1PE
74434R-6U-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER. 1993-28 CLASS A-9 7.375% DUE 8-25-2023	09/25/2002	CAPITALIZED INTEREST		63,520	60,495	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	07/25/2002	CAPITALIZED INTEREST		23,422	23,364	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	08/25/2002	CAPITALIZED INTEREST		23,510	23,510	0	1PE
74434T-NV-5	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-27 CLASS A-7 7.50% DUE 7-25-2023	09/25/2002	CAPITALIZED INTEREST		23,657	23,657	0	1PE
758940-AF-7	REGIONS FINANCIAL CORPORATION SUBORDINATED NOTE 7.00% DUE 3-01-2011	09/26/2002	MORGAN KEEGAN & COMPANY		1,148,560	1,000,000	5,833	1PE
929227-RF-5	WAMU 2002-S3 2A5 PAC 6.0 6-25-17	07/30/2002	LEHMAN BROTHERS INC.		2,010,000	2,000,000	3,667	1PE
4599999 - Total - Bonds - Industrial, Misc.					5,514,249	5,250,480	36,560	XXX
6099997 - Total - Bonds - Part 3					36,176,658	35,505,849	160,287	XXX
6099998 - Total - Bonds - Part 5					0	0	0	XXX
6099999 - Total - Bonds					36,176,658	35,505,849	160,287	XXX
6599997 - Total - Preferred Stocks - Part 3					0	XXX	0	XXX
6599998 - Total - Preferred Stocks - Part 5					0	XXX	0	XXX
6599999 - Total - Preferred Stocks					0	XXX	0	XXX
7099997 - Total - Common Stocks - Part 3					0	XXX	0	XXX
7099998 - Total - Common Stock - Part 5					0	XXX	0	XXX
7099999 - Total - Common Stocks					0	XXX	0	XXX
7199999 - Total - Preferred and Common Stocks					0	XXX	0	XXX
7299999 - Totals					36,176,658	XXX	160,287	XXX

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
BONDS																
U.S. GOVERNMENT																
362046-YS-7	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS- THROUGH CERTIFICATE POOL #18721 8.00% DUE 8-15-2007	09/16/2002	PAYDOWNS		432	432	429	432	.0	.0	.0	.0	.0	.24		1
36214A-RS-4	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS- THROUGH CERTIFICATE POOL #100497 11.00% DUE 7-15-2013	09/16/2002	PAYDOWNS		18	18	18	18	.0	.0	.0	.0	.0	.0		1
362166-WY-2	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS- THROUGH CERTIFICATE POOL #185263 9.50% DUE 8-15-2017	09/16/2002	PAYDOWNS		108	108	108	108	.0	.0	.0	.0	.0	.7		1
36218R-GB-2	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS- THROUGH CERTIFICATE POOL #229794 9.50% DUE 7-15-2017	09/16/2002	PAYDOWNS		3	3	3	3	.0	.0	.0	.0	.0	.0		1
36218V-G4-9	GOVERNMENT NATIONAL MORTGAGE ASSOCIATION MORTGAGE BACKED PASS- THROUGH CERTIFICATE POOL #233419 9.50% DUE 9-15-2017	09/16/2002	PAYDOWNS		48	48	48	48	.0	.0	.0	.0	.0	.3		1
0399999 - Bonds - U.S. Governments					609	609	606	609	0	0	0	0	0	34	XXX	XXX
SPECIAL REVENUE																
31292H-NB-6	FEDERAL HOME LOAN MORTGAGE CORPORATION PARTICIPATION CERTIFICATE POOL #C01286 6.00% DUE 1-01-2032	07/15/2002	PAYDOWNS		24,128	24,128	23,826	24,128	.0	.0	.0	.0	.0	674		1
31292H-NB-6	FEDERAL HOME LOAN MORTGAGE CORPORATION PARTICIPATION CERTIFICATE POOL #C01286 6.00% DUE 1-01-2032	08/27/2002	VARIOUS		2,482,262	2,442,643	2,412,110	2,412,727	.804	.0	.0	69,535	69,535	91,530		1
31283H-R2-3	FGLMC 601405 PT 6.0 5-1-32	09/16/2002	PAYDOWN		14,389	14,389	14,504	14,389	.0	.0	.0	.0	.0	.72		1
312910-MJ-8	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 1295 CLASS JB 4.50% DUE 3-15-2007	09/16/2002	PAYDOWNS		29,423	29,423	23,645	29,423	.0	.0	.0	.0	.0	882		1PE
31298Y-AX-9	FEDERAL HOME LOAN MORTGAGE CORPORATION PARTICIPATION CERTIFICATE POOL #C60022 6.00% DUE 11-01-2031	09/16/2002	PAYDOWNS		47,169	47,169	47,920	47,169	.0	.0	.0	.0	.0	2,007		1
31340A-W2-3	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #140665 8.25% DUE 6-01-2009	09/16/2002	PAYDOWNS		8,689	8,689	8,620	8,689	.0	.0	.0	.0	.0	530		1
31340A-2C-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #140771 8.25% DUE 1-01-2009	09/16/2002	PAYDOWNS		985	985	983	985	.0	.0	.0	.0	.0	54		1
31340L-DW-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #180117 8.00% DUE 3-01-2009	09/16/2002	PAYDOWNS		276	276	269	276	.0	.0	.0	.0	.0	14		1
31340P-R8-3	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #183211 8.50% DUE 12-01-2007	09/16/2002	PAYDOWNS		2,065	2,065	2,065	2,065	.0	.0	.0	.0	.0	118		1
31340P-XC-7	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #183375 9.00% DUE 1-01-2004	09/16/2002	PAYDOWNS		1,173	1,173	1,170	1,173	.0	.0	.0	.0	.0	.71		1



STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
31340V-6G-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #188971 8.25% DUE 5-01-2007	09/16/2002	PAYDOWNS		507	507	471	507	0	0	0	0	0	28		1
31340Y-DB-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUAR) SERIES 12 CLASS A 9.25% DUE 11-15-2019	09/16/2002	PAYDOWNS		1,073	1,073	1,062	1,073	0	0	0	0	0	64		1PE
31340I-GW-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #160092 10.00% DUE 10-01-2009	09/16/2002	PAYDOWNS		1,335	1,335	1,335	1,335	0	0	0	0	0	88		1
31340I-HX-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #170013 8.00% DUE 3-01-2007	09/16/2002	PAYDOWNS		478	478	421	478	0	0	0	0	0	26		1
31341A-FY-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #250183 9.25% DUE 8-01-2004	09/16/2002	PAYDOWNS		1,910	1,910	1,910	1,910	0	0	0	0	0	122		1
31341A-QC-7	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #250451 8.75% DUE 5-01-2004	09/16/2002	PAYDOWNS		5,334	5,334	5,132	5,334	0	0	0	0	0	280		1
31341B-5X-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #251762 7.50% DUE 11-01-2008	09/16/2002	PAYDOWNS		954	954	875	954	0	0	0	0	0	47		1
31341E-4P-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #254430 9.25% DUE 2-01-2010	09/16/2002	PAYDOWNS		1,101	1,101	1,074	1,101	0	0	0	0	0	67		1
31341H-PZ-2	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #256740 9.00% DUE 9-01-2006	09/16/2002	PAYDOWNS		505	505	492	505	0	0	0	0	0	30		1
31343A-GV-4	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #270212 9.50% DUE 3-01-2016	09/16/2002	PAYDOWNS		27	27	27	27	0	0	0	0	0	3		1
31343A-HN-1	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #270237 8.50% DUE 5-01-2008	09/16/2002	PAYDOWNS		2,528	2,528	2,485	2,528	0	0	0	0	0	142		1
31344U-QS-5	FEDERAL HOME LOAN MORTGAGE CORPORATION MULTICLASS MTG. PARTICIPATION CERT. (GUARANTEED) POOL #285465 8.00% DUE 9-01-2003	07/15/2002	PAYDOWN		176	176	176	176	0	0	0	0	0	8		1
31358E-D8-2	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1990-93 CLASS G 5.50% DUE 8-25-2020	09/25/2002	PAYDOWNS		44,949	44,949	39,049	44,949	0	0	0	0	0	1,705		1PE

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
31358E-3Z-3	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1990-111 CLASS Z 8.75% DUE 9- 25-2020	09/25/2002	PAYDOWNS		12,491	12,491	12,684	12,491	.0	.0	.0	.0	.0	712		1PE
31358G-5J-2	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-65 CLASS Z 6.50% DUE 6-25- 2021	09/25/2002	PAYDOWNS		212,223	212,223	197,283	212,223	.0	.0	.0	.0	.0	9,389		1PE
31358H-HV-0	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-85 CLASS Z 8.00% DUE 6-25- 2021	09/25/2002	PAYDOWNS		48,429	48,429	45,155	48,429	.0	.0	.0	.0	.0	2,597		1PE
31358H-JM-8	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-76 CLASS Z 9.00% DUE 7-25- 2021	09/25/2002	PAYDOWNS		18,628	18,628	18,690	18,628	.0	.0	.0	.0	.0	1,145		1PE
31358K-DY-1	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1991-636 CLASS ZB 7.00% DUE 11- 25-2021	09/25/2002	PAYDOWNS		43,568	43,568	42,646	43,568	.0	.0	.0	.0	.0	2,034		1PE
31358N-ZD-7	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1992-79 CLASS Z 9.00% DUE 6-25- 2022	09/25/2002	PAYDOWNS		101,960	101,960	103,302	101,960	(1,056)	.0	.0	.0	.0	6,197		1PE
31360A-YU-4	FEDERAL NATIONAL MORTGAGE ASSOCIATION PASS-THROUGH POOL #0000723 10.00% DUE 3-01-2011	09/25/2002	PAYDOWNS		1,568	1,568	1,565	1,568	.0	.0	.0	.0	.0	109		1
313602-AZ-7	FEDERAL NATIONAL MORTGAGE ASSOCIATION GUARANTEED REMIC PASS-THROUGH CERT. TRUST 1988-2 CLASS 2-Z 10.10% DUE 2- 25-2018	09/25/2002	PAYDOWNS		12,871	12,871	12,646	12,871	.0	.0	.0	.0	.0	899		1PE
31364H-AQ-0	FEDERAL NATIONAL MORTGAGE ASSOCIATION STRIPPED MORTGAGE BACKED SECURITIES SERIES H CLASS H-1 6.50% DUE 5-01- 2009	09/25/2002	PAYDOWNS		1,411	1,411	1,343	1,411	.0	.0	.0	.0	.0	60		1PE
31371K-N3-1	FNCL 254310 PT 6.0 05-01-32	09/25/2002	PAYDOWN		23,432	23,432	23,761	23,432	.0	.0	.0	.0	.0	117		1
31371K-Q6-1	FNCL 254377 PT 6.0 7-1-32	09/25/2002	PAYDOWN		14,575	14,575	14,819	14,575	.0	.0	.0	.0	.0	73		1
31389H-XL-7	FNCL 626283 PT 6.0 4-1-32	09/25/2002	PAYDOWNS		46,748	46,748	47,033	46,748	.0	.0	.0	.0	.0	397		1
31389W-NL-5	FNCL 637695 PT 6.0 4-01-32	09/25/2002	PAYDOWN		38,113	38,113	38,595	38,113	.0	.0	.0	.0	.0	191		1
3199999 - Bonds - Special Revenues					3,247,453	3,207,834	3,149,143	3,177,918	(252)	0	0	69,535	69,535	122,482	XXX	XXX
INDUSTRIAL AND MISCELLANEOUS																
073914-FP-3	BEAR STEARNS MORTGAGE SECURITIES INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-4 CLASS B-1 7.375% DUE 4- 25-2024	09/25/2002	PAYDOWNS		29,107	29,107	28,166	29,107	.0	.0	.0	.0	.0	1,380		1PE
09774X-AU-6	BOMBARDIER CAPITAL MORTGAGE SECURITIZATION CORPORATION SENIOR PASS-THROUGH CERTIFICATE SERIES 1999- A A3 5.98% DUE 1-15-2018	09/16/2002	PAYDOWNS		44,360	44,360	40,950	44,360	.0	.0	.0	.0	.0	1,708		1PE
125714-BY-0	CMC SECURITIES CORPORATION II REMIC MULTI-CLASS PASS-THROUGH CERTIFICATE, SERIES 1993-2E CLASS 2E-30H 7.00% DUE 10-25-2023	09/25/2002	PAYDOWNS		64,342	64,342	65,108	64,342	.0	.0	.0	.0	.0	2,996		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	07/10/2002	SINKING FUND PAYMENT		4,289	4,289	4,289	4,289	.0	.0	.0	.0	.0	185		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	08/10/2002	SINKING FUND PAYMENT		4,317	4,317	4,317	4,317	.0	.0	.0	.0	.0	214		1PE
126650-AF-7	CVS CORPORATION PASS-THROUGH CERTIFICATE 7.77% DUE 1-10-2012	09/10/2002	SINKING FUND PAYMENT		4,345	4,345	4,345	4,345	.0	.0	.0	.0	.0	244		1PE

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Desig- nation (a)
126690-EC-6	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-B CLASS B-2 6.75% DUE 11-25-2023	09/26/2002	PAYDOWNS		70,141	70,141	70,270	70,141	0	0	0	0	0	3,274		2PE
126690-FK-7	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-5 CLASS B-1 7.125% DUE 11-25-2023	08/27/2002	PAYDOWNS		40,454	40,454	40,382	40,454	0	0	0	0	0	1,821		1PE
126690-FP-6	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-7 CLASS B-2 7.00% DUE 11-25-2023	08/27/2002	PAYDOWNS		101,512	101,512	100,646	101,512	0	0	0	0	0	4,487		1PE
126690-HN-9	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-8 CLASS M 7.00% DUE 12-25-2023	09/25/2002	PAYDOWNS		135,238	135,238	136,774	135,238	0	0	0	0	0	6,407		1PE
126690-NT-9	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993-E CLASS B-1 6.50% DUE 1-25-2024	09/25/2002	PAYDOWNS		138,329	138,329	133,899	138,329	0	0	0	0	0	6,080		1PE
126690-TV-8	CWMBS, INC. MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1994-7 CLASS A-6 6.50% DUE 4-25-2024	09/25/2002	PAYDOWNS		79,631	79,631	77,927	79,631	0	0	0	0	0	3,444		1PE
161626-H*-0	CHASE MORTGAGE FINANCE CORPORATION SUBORDINATED MORTGAGE PASS-THROUGH SERIES 1993-2 CLASS B-3 6.94% DUE 8-28-2024	08/13/2002	PAYDOWNS		48,839	48,839	48,027	48,839	0	0	0	0	0	1,857		1PE
161626-UH-7	CHASE MORTGAGE FINANCE CORPORATION MULTI-CLASS MORTGAGE PASS-THROUGH CERTIFICATE, SERIES 1993I CLASS IIM 7.25% DUE 7-25-2024	09/26/2002	PAYDOWNS		80,007	80,007	81,685	80,007	0	0	0	0	0	3,794		1
166782-AB-8	CHEVY CHASE HOME LOAN TRUST 1997-1 HOME LOAN ASSET-BACKED CERTIFICATE, SERIES 1997-1 6.55% DUE 5-20-2018	09/20/2002	PAYDOWNS		19,088	19,088	19,082	19,088	0	0	0	0	0	848		1
172921-AA-6	CITICORP MORTGAGE SECURITIES, INC. REMIC PASS-THROUGH CERTIFICATE SERIES 1987-1 CLASS A-1 9.00% DUE 4-25-2017	09/25/2002	PAYDOWNS		5,930	5,930	5,843	5,930	0	0	0	0	0	149		2
210805-CD-7	CONTINENTAL AIRLINES 1998-1 PASS THROUGH TRUSTS PASS THROUGH CERTIFICATE, SERIES 1998-1 CLASS 1998-1C 6.541% DUE 9-15-2009	09/15/2002	SINKING FUND PAYMENT		45,832	45,832	45,832	45,832	0	0	0	0	0	2,998		3
24763L-FN-5	DELTA FUNDING HOME EQUITY LOAN TRUST 1999-2 HOME EQUITY LOAN ASSET-BACKED CERT, SERIES 1999-2 CLASS A7F 7.03% DUE 8-15-2030	09/16/2002	PAYDOWNS		69,442	69,442	69,437	69,442	0	0	0	0	0	3,254		1PE
31331F-AY-7	FEDERAL EXPRESS CORPORATION PASS THROUGH TRUST 1998-1 PASS THROUGH CERTIFICATE 1998-1-B 6.845% DUE 1-15-2019	07/15/2002	SINKING FUND PAYMENT		7,204	7,204	7,367	7,353	(3)	0	0	(149)	(149)	493		1PE
36157L-RJ-9	GE CAPITAL MORTGAGE SERVICES, INC. REMIC MULTI-CLASS PASS-THROUGH CERTIFICATE, SERIES 1993-10 CLASS B-1 6.50% DUE 9-25-2023	09/25/2002	PAYDOWNS		82,969	82,969	82,094	82,969	0	0	0	0	0	3,703		1PE
368771-AA-9	GENERAL AMERICAN RAILCAR CORPORATION 1997-1 PASS THROUGH TRUST PASS THROUGH CERTIFICATE, SERIES 1997-1 6.69% DUE 9-20-2019	07/20/2002	SINKING FUND PAYMENT		4,315	4,315	4,315	4,315	0	0	0	0	0	168		1PE
368771-AA-9	GENERAL AMERICAN RAILCAR CORPORATION 1997-1 PASS THROUGH TRUST PASS THROUGH CERTIFICATE, SERIES 1997-1 6.69% DUE 9-20-2019	08/20/2002	SINKING FUND PAYMENT		4,338	4,338	4,338	4,338	0	0	0	0	0	193		1PE

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE Loyal American Life Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year	NAIC Design- ation (a)
55262#-AA-1	MANUFACTURED HOUSING FINANCIAL SERVICES CORPORATION MANUFACTURED HOUSING CONTRACT PASS-THROUGH SER. 1989A 9.40% DUE 7-01-2004	09/13/2002	WRITE OFF OF SECURITY		0	23,479	23,483	0	0	0	0	(23,479)	(23,479)	1,913		1
56468*-AA-5	MANUFACTURED HOUSING RESIDUAL INTEREST TRUST, 1991-1 RESIDUAL INTEREST PASS-THROUGH CERTIFICATE 9.25% DUE 3-18-2009	09/20/2002	PAYDOWNS		2,046	2,046	2,047	2,046	0	0	0	0	0	127		1
656517-AC-3	NORSE CBO, LTD./NORSE CBO, INC. SENIOR SECURED CLASS A-3 FIXED RATE NOTE 6.515% DUE 8-13-2010	08/15/2002	PAYDOWN		24,058	24,058	24,104	24,092	(2)	0	0	(34)	(34)	1,176		1
699216-AH-0	PARAMOUNT COMMUNICATIONS INC. SENIOR DEBTENTURE 8.25% DUE 8-01-2022	08/01/2002	REDEEMED BY CALL		1,034,670	1,000,000	1,073,660	1,034,700	(7,588)	0	0	(30)	(30)	41,250		2PE
74434R-G*-6	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1992-37 CL B-1 7.50% DUE 11-25-2022	08/27/2002	PAYDOWNS		118,688	118,688	120,367	118,688	0	0	0	0	0	5,127		1
74434R-5H-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-1 CLASS A-8 7.50% DUE 2-25-2023	09/25/2002	PAYDOWNS		129,440	129,440	129,846	129,440	(91)	0	0	0	0	6,653		1PE
74434T-ZN-0	THE PRUDENTIAL HOME MORTGAGE SECURITIES COMPANY, INC. MORTGAGE PASS-THROUGH CERT. SER 1993-60 CLASS M 6.75% DUE 12-25-2023	09/25/2002	PAYDOWNS		168,638	168,638	165,863	168,638	0	0	0	0	0	7,800		1PE
746030-AA-3	PUNTA GORDA ISLES INCORPORATED 6.50% DUE 6-01-1991	09/26/2002	WRITE OFF OF SECURITY		0	6,000	5,846	0	0	0	0	(5,846)	(5,846)	0		6*
746030-AB-1	PUNTA GORDA ISLES INCORPORATED 6.00% DUE 5-01-1992	09/26/2002	WRITE OFF OF SECURITY		0	110,000	102,118	0	0	0	0	(102,118)	(102,118)	0		6*
749361-AG-6	RGN CORPORATION SENIOR DISCOUNT NOTE 9.80 2-15-08	07/01/2002	ADJUSTMENT		0	0	0	(591,000)	0	0	0	591,000	591,000	0		5
760944-FR-4	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-S13 CLASS A-9 6.51639% DUE 3-25-2008	09/25/2002	PAYDOWNS		89,735	89,735	87,360	89,735	0	0	0	0	0	3,703		1PE
760944-QJ-0	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT. SERIES 1993-S21 CLASS M-2 7.50% DUE 6-25-2023	09/25/2002	PAYDOWNS		65,723	65,723	67,369	65,723	0	0	0	0	0	3,372		1
760947-VP-3	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERT SERIES 1996-S7 CLASS A-12 7.00% DUE 3-25-2026	09/25/2002	PAYDOWNS		76,091	76,091	76,043	76,091	0	0	0	0	0	3,495		1
760972-MX-4	RESIDENTIAL FUNDING MORTGAGE SECURITIES I, INC. MORTGAGE PASS-THROUGH CERTIFICATE SERIES 1998-S3 CLASS A3 6.75% DUE 2-25-2028	09/25/2002	PAYDOWN		157,498	157,498	152,453	157,498	0	0	0	0	0	7,973		1PE
76110V-CP-1	RESIDENTIAL FUNDING MORTGAGE SECURITIES II, INC. HOME LOAN TRUST SERIES 1999-H14 CLASS A5 7.35% DUE 7-25-2015	09/25/2002	PAYDOWNS		764,508	764,508	764,283	764,508	0	0	0	0	0	38,508		1PE
783760-CH-2	RYLAND ACCEPTANCE CORPORATION FOUR COLLATERALIZED MORTGAGE BOND, SERIES 11 CLASS 11-E BOND 8.90% DUE 5-01-2016	08/01/2002	PAYDOWN		153	153	138	153	0	0	0	0	0	10		1PE

## SCHEDULE D - PART 4

## E05.5

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

