



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

SUMMIT INSURANCE COMPANY

NAIC Group Code	0000	0000	NAIC Company Code	66846	Employer's ID Number	31-1358642
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio			State of Domicile or Port of Entry	Ohio	
Country of Domicile	United States of America					
Incorporated	08/17/1992		Commenced Business	12/01/1992		
Statutory Home Office	550 SUMMIT AVENUE; SUITE 101			TROY, OH 45373-3068		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	550 SUMMIT AVENUE; SUITE 101					
	TROY, OH 45373-3068			937-332-8400		
	(City or Town, State and Zip Code)			(Area Code) (Telephone Number)		
Mail Address	550 SUMMIT AVENUE; SUITE 101			TROY, OH 45373-3068		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	550 SUMMIT AVENUE; SUITE 101					
	TROY, OH 45373-3068			937-332-8400-2201		
	(City or Town, State and Zip Code)			(Area Code) (Telephone Number)		
Internet Website Address	http://www.summitins.com					
Statement Contact	GREGORY S JOHNSON			937-332-8400-2201		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	gjohnson@summitins.com			937-339-6901		
	(E-mail Address)			(FAX Number)		
Policyowner Relations Contact	550 SUMMIT AVENUE, SUITE 101					
	, OH 45373-3068			937-332-8400-3702		
	(City or Town, State and Zip Code)			(Area Code) (Telephone Number) (Extension)		

OFFICERS

President	RONALD MUSILLI	Secretary	JOANN BOWERS MARTIN
Treasurer	JOANN BOWERS MARTIN	Actuary	

VICE PRESIDENTS

ROBERT ALLEN BLACK	JO ANNE LARSON	
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DIRECTORS OR TRUSTEES

JAMES EDWARD ROEDIGER	MIMI ANN CRAWFORD	LARRY DOUGLAS EWALD
DAVID KEITH GALBREATH JR	ROBB FITCH HOWELL	WILLIAM HENRY EARHART

State of OHIO }
County of MIAMI } 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.

RONALD MUSILLI	JOANN BOWERS MARTIN	JOANN BOWERS MARTIN
President	Secretary	Treasurer

Subscribed and sworn to before me this
day of OCTOBER, 2002

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE SUMMIT INSURANCE COMPANY

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	9,699,161		9,699,161	8,681,725
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances).....				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Policy loans				
6. Premium notes, including \$ for first year premiums				
7. Cash (\$1,373,068) and short-term investments (\$1,718,824)	3,091,892		3,091,892	2,117,412
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)	12,791,053		12,791,053	10,799,137
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers	14,980		14,980	349,899
12.2 Commissions and expense allowances due				
12.3 Experience rating and other refunds due				
12.4 Other amounts receivable under reinsurance contracts				
13. Electronic data processing equipment and software.....	199,589	83,325	116,264	126,833
14. Federal and foreign income tax recoverable and interest thereon (including \$319,683 net deferred tax asset)	518,600	65,265	453,335	19,139
15. Guaranty funds receivable or on deposit				
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ loading)				
17. Accident and health premiums due and unpaid	(19,611)		(19,611)	(8,321)
18. Investment income due and accrued	186,368		186,368	179,431
19. Net adjustment in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates				
21. Amounts receivable relating to uninsured accident and health plans				
22. Amounts due from agents				
23. Other assets nonadmitted	83,937	83,937		
24. Aggregate write-ins for other than invested assets				
25. Total assets excluding Separate Accounts business (Lines 11 to 24)	13,774,916	232,527	13,542,389	11,466,118
26. From Separate Accounts Statement				
27. Total (Lines 25 and 26)	13,774,916	232,527	13,542,389	11,466,118
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)				
2401.			0	0
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)				

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$ less \$ included in Line 6.3 (including \$ Modco Reserve)		
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)		
3. Liability for deposit-type contracts (including \$ Modco Reserve)		
4. Contract claims:		
4.1 Life		
4.2 Accident and health	5,137,052	5,150,000
5. Policyholders' dividends \$ and coupons \$ due and unpaid		
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to (including \$ Modco Reserve)		
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 \$ 1,282,500 accident and health premiums	1,282,500	493,362
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		
9.3 Other amounts payable on reinsurance including \$ assumed and \$ ceded		
9.4 Interest Maintenance Reserve	35,319	28,737
10. Commissions to agents due or accrued—life and annuity contracts \$ accident and health \$ 136,122 and deposit-type contract funds \$	136,122	132,873
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued	683,591	595,028
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	383,354	315,814
15. Federal and foreign income taxes, including \$ on realized capital gains (losses) (including \$ net deferred tax liability)		1,798
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated		
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	26,948	23,078
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates	33,859	44,058
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		
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities		
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	7,718,745	6,784,747
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27)	7,718,745	6,784,747
29. Common capital stock	1,000,000	1,000,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus	2,602,011	2,602,011
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	2,221,633	1,079,360
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)	4,823,644	3,681,371
38. Totals of Lines 29, 30 and 37	5,823,644	4,681,371
39. Totals of Lines 28 and 38	13,542,389	11,466,118
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	35,060,604	28,110,143	38,927,321
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income	480,548	477,186	619,593
4. Amortization of Interest Maintenance Reserve (IMR)	7,298	7,416	10,678
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded			
7. Reserve adjustments on reinsurance ceded			
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			
9. Totals (Lines 1 to 8.3)	35,548,450	28,594,745	39,557,593
10. Death benefits			
11. Matured endowments (excluding guaranteed annual pure endowments)			
12. Annuity benefits			
13. Disability benefits and benefits under accident and health contracts	29,538,506	24,528,083	33,946,731
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts			
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds			
18. Payments on supplementary contracts with life contingencies			
19. Increase in aggregate reserves for life and accident and health contracts			
20. Totals (Lines 10 to 19)	29,538,506	24,528,083	33,946,731
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only)	1,214,911	999,060	1,389,943
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	2,884,835	2,417,139	3,225,326
24. Insurance taxes, licenses and fees, excluding federal income taxes	483,242	306,670	412,195
25. Increase in loading on deferred and uncollected premiums			
26. Net transfers to or (from) Separate Accounts			
27. Aggregate write-ins for deductions		1,090	1,090
28. Totals (Lines 20 to 27)	34,121,494	28,252,042	38,975,285
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,426,956	342,703	582,307
30. Dividends to policyholders			
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,426,956	342,703	582,307
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	560,980		5,527
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)	865,976	342,703	576,780
34. Net realized capital gains or (losses) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)			
35. Net income (Line 33 plus Line 34)	865,976	342,703	576,780
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	4,681,372	4,127,523	4,127,523
37. Net income (Line 35)	865,976	342,703	576,780
38. Change in net unrealized capital gains (losses)			
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax	63,158	11,241	30,361
41. Change in non-admitted assets and related items	217,009	(71,703)	(45,309)
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	(3,870)	(4,150)	(7,984)
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			
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			
52. Dividends to stockholders			
53. Aggregate write-ins for gains and losses in surplus			
54. Net change in capital and surplus for the year (Lines 37 through 53)	1,142,273	278,091	553,849
55. Capital and surplus, as of statement date (Lines 36 + 54)	5,823,645	4,405,614	4,681,372
DETAILS OF WRITE-INS			
08.301.			
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)			
2701. LOSS ON SALE OF EQUIPMENT.....		1,090	1,090
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)		1,090	1,090
5301.			
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page			
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)			

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE SUMMIT INSURANCE COMPANY

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums and annuity considerations for life and accident and health contracts	35,862,068	39,141,176
2. Charges and fees for deposit-type contracts		
3. Considerations for supplementary contracts with life contingencies		
4. Net investment income	514,920	623,093
5. Commissions and expense allowances on reinsurance ceded		
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts		
7. Aggregate write-ins for miscellaneous income		
8. Total (Lines 1 to 7)	36,376,987	39,764,269
9. Death Benefits		
10. Matured endowments		
11. Annuity Benefits		
12. Disability benefits and benefits under accident and health contracts	29,216,535	33,389,334
13. Coupons, guaranteed annual pure endowments and similar benefits		
14. Surrender benefits and withdrawals for life contracts		
15. Group conversions		
16. Interest and adjustments on contract or deposit-type contract funds		
17. Payments on supplementary contracts with life contingencies		
18. Total (Lines 9 to 17)	29,216,535	33,389,334
19. Commissions on premiums, annuity considerations and deposit-type contract funds	1,211,662	1,353,832
20. Commissions and expense allowances on reinsurance assumed		
21. General insurance expenses	2,698,360	3,146,308
22. Insurance taxes, licenses and fees, excluding federal income taxes	415,702	319,584
23. Net transfers to or (from) Separate Accounts		
24. Aggregate write-ins for deductions		
25. Total (Lines 18 to 24)	33,542,258	38,209,058
26. Dividends paid to policyholders	696,430	(1,271)
27. Federal income taxes (excluding tax on capital gains)		
28. Total (Lines 25 to 27)	34,238,688	38,207,787
29. Net cash from operations (Line 8 minus Line 28)	2,138,299	1,556,482
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	1,894,320	5,561,409
30.2 Stocks		
30.3 Mortgage loans		
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)	1,894,320	5,561,409
31. Net tax on capital gains (losses)	9,084	831
32. Total (Line 30.8 minus Line 31)	1,885,236	5,560,578
33. Cost of investments acquired (long-term only):		
33.1 Bonds	2,932,663	5,662,308
33.2 Stocks		
33.3 Mortgage loans		
33.4 Real estate		
33.5 Other invested assets		
33.6 Miscellaneous applications		
33.7 Total investments acquired (Lines 33.1 to 33.6)	2,932,663	5,662,308
34. Net increase (or decrease) in policy loans and premium notes		
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(1,047,427)	(101,730)
Cash from Financing and Miscellaneous Sources		
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		
36.5 Other cash provided	0	
36.6 Total (Lines 36.1 to 36.5)	0	
37. Cash applied:		
37.1 Dividends to stockholders paid		
37.2 Interest on indebtedness		
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies		
37.4 Other applications (net)	116,393	527,552
37.5 Total (Lines 37.1 to 37.4)	116,393	527,552
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	(116,393)	(527,552)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	974,480	927,200
40. Cash and short-term investments:		
40.1 Beginning of year	2,117,412	1,190,212
40.2 End of period (Line 39 plus Line 40.1)	3,091,892	2,117,412
DETAILS OF WRITE-INS		
0701.		
0702.		
0703.		
0798. Summary of remaining write-ins for Line 7 from overflow page		
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above)		
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			
3. Ordinary Individual Annuities			
4. Credit Life (Group & Individual)			
5. Group Life Insurance			
6. Group Annuities			
7. A & H - Group	36,502,316	28,682,604	39,628,530
8. A & H - Credit (Group & Individual)			
9. A & H - Other	21,800	26,366	35,694
10. Aggregate of All Other Lines of Business			
11. Subtotal	36,524,116	28,708,970	39,664,224
12. Deposit-Type Contracts			
13. Total	36,524,116	28,708,970	39,664,224
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

9. INCOME TAXES

A. The components of the net deferred tax asset of Summit Insurance Company (the Company) are as follows:

	September 30 2002	December 31 2001	Increase (Decrease)
(1) Total of all gross deferred tax assets	\$ 388,642	\$ 325,969	\$ 62,673
(2) Total of all gross deferred tax liabilities	(3,694)	(4,179)	485
(3) Total deferred tax assets nonadmitted	(65,265)	(302,651)	237,386
(4) Total of all admitted deferred tax assets	\$ 319,683	\$ 19,139	\$ 300,544
(5) Increase (decrease) in deferred tax assets nonadmitted	\$ 65,265	\$ 302,651	\$(237,386)

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

	Sept 30, 2002	Dec 31, 2001
Current income tax expense	\$ 577,962	\$ 7,898
Tax on capital gains transferred to IMR	(9,084)	(831)
Prior period tax under (over) accrual	(7,898)	(1,540)
Current income taxes incurred	\$ 560,980	\$ 5,527

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

	September 30 2002	December 31 2001	Increase (Decrease)
Deferred tax assets:			
Franchise tax accrual	\$ 114,993	\$ 93,228	\$ 21,765
Furniture, fixtures & equipment	56,716	61,604	(4,888)
Discounts on unpaid losses	52,973	53,101	(128)
Discounts on unearned premiums	87,210	33,548	53,662
General expense accruals	50,167	37,965	12,202
Compensated absences	26,583	27,384	(801)
Alternative minimum tax	-0-	19,139	(19,139)
Total of deferred tax assets	388,642	325,969	62,673
Nonadmitted deferred tax assets	(65,265)	(302,651)	237,386
Admitted deferred tax assets	323,377	23,318	300,059
Deferred tax liabilities:			
Accrual of bond discount	(3,694)	(4,179)	485
Total deferred tax liabilities	(3,694)	(4,179)	485
Net admitted deferred tax asset	\$ 319,683	\$ 19,139	\$ 300,544

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

	Amount	Tax Effect
Income before taxes	\$ 1,426,956	\$ 485,165
Tax discount on decrease in unpaid loss liabilities	(373)	(127)
Tax discount on increase in unearned premium liability	157,828	53,661
Increase in franchise tax accrual	64,015	21,765
Nonfunded pension plan expense	24,843	8,447
NOL carryforward utilized	(37,022)	(12,587)
Consolidated return adjustments	69,910	23,769
Other adjustments	26,793	9,110
Minimum tax credit	-	(11,241)
Taxable income	\$ 1,732,950	\$ 577,962

E. (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:

2002	\$570,064	2000	\$ 2,460
2001	\$ -0-	1999	\$ 8,781

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

(9) The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

A. Unrealized gains and losses	\$ -0-
B. Nonadmitted asset values	\$ 232,527
C. Separate account business	\$ -0-
D. Asset valuation reserve	\$ 26,948
E. Reinsurance in unauthorized companies	\$ -0-

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

C. Wash Sales

The Company has not reacquired within thirty (30) days any securities sold in the nine (9) months ended September 30, 2002. The Company has never reacquired within thirty (30) days any securities sold.

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 [] No [X] 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. 12/31/1997

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

7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 08/21/1998

7.4 By what department or departments?
OHIO.....

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

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

GENERAL INTERROGATORIES

(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 [] No [X]

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	\$	\$
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
PEOPLES SAVINGS BANK.....	635 SOUTH MARKET STREET; TROY, OH 45373.....

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

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.

Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1

Amount

1.1 Long-Term Mortgages In Good Standing

1.11 Farm Mortgages

\$

1.12 Residential Mortgages

\$

1.13 Commercial Mortgages

\$

1.14 Total Mortgages in Good Standing

\$

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)

\$

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	NONE			
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				
9. Total valuation allowance				
10. Subtotal (Lines 8 plus 9)				
11. Total nonadmitted amounts				
12. Statement value, current period (Page 2, real estate lines, current period)				

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	NONE			
2. Amount loaned during period:				
2.1. Actual cost at time of acquisitions				
2.2. Additional investment made after acquisitions				
3. Accrual of discount and mortgage interest points and commitment fees				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period				
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)				
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period				

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, beginning of period	NONE			
2. Cost of acquisitions during period:				
2.1. Actual cost at time of acquisitions				
2.2. Additional investment made after acquisitions				
3. Accrual of discount				
4. Increase (decrease) by adjustment				
5. Total profit (loss) on sale				
6. Amounts paid on account or in full during the period				
7. Amortization of premium				
8. Increase (decrease) by foreign exchange adjustment				
9. Book/adjusted carrying value of long-term invested assets at end of current period				
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)				
12. Total nonadmitted amounts				
13. Statement value of long-term invested assets at end of current period				

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE SUMMIT 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
BONDS								
1. Class 1	10,616,623	1,173,961	1,510,984	(289,714)	9,958,037	10,616,623	9,989,885	9,046,850
2. Class 2	1,03903		276,837	274,034	1,392,134	1,03903	1,428,100	1,394,023
3. Class 3					150,033			150,226
4. Class 4								
5. Class 5								
6. Class 6								
7. Total Bonds	12,04526	1,173,961	1,787,821	(15,680)	11,50,204	12,04526	11,417,985	10,591,099
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds and Preferred Stock	12,04526	1,173,961	1,787,821	(15,680)	11,50,204	12,04526	11,417,985	10,591,099

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Amount of Interest Received Current Quarter	Paid for Accrued Interest
8099999 Totals	1,718,824	XXX	1,718,824	12,198	

SCHEDULE DA - PART 2- Verification

Short-Term Investments Owned				
	1	2	3	4
	First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period	1,909,374	1,676,873	2,504,954	574,037
2. Cost of short-term investments acquired		828,081		1,335,338
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	232,502		786,130	
7. Book/adjusted carrying value, current period	1,676,873	2,504,954	1,718,824	1,909,374
8. Total valuation allowance				
9. Subtotal (Lines 7 plus 8)	1,676,873	2,504,954	1,718,824	1,909,374
10. Total nonadmitted amounts				
11. Statement value (Lines 9 minus 10)	1,676,873	2,504,954	1,718,824	1,909,374
12. Income collected during period	10,916	10,369	12,198	84,726
13. Income earned during period	10,633	10,458	11,311	81,339

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

			Direct Business Only				
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations
			2 Life Insurance Premiums	3 Annuity Considerations			
States, Etc.		1 Is Insurer Licensed? (Yes or No)					
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			36,358,078		
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					
58. Subtotal	(a)	1			36,358,078		
90. Reporting entity contributions for employee benefit plans		XXX			166,038		
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX					
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					
94. Aggregate of other amounts not allocable by State		XXX					
95. Totals (Direct Business)		XXX			36,524,116		
96. Plus Reinsurance Assumed		XXX					
97. Totals (All Business)		XXX			36,524,116		
98. Less Reinsurance Ceded		XXX			662,048		
99. Totals (All Business) less Reinsurance Ceded		XXX			35,862,068		
DETAILS OF WRITE-INS							
5701.		XXX					
5702.		XXX					
5703.		XXX					
5798. Summary of remaining write-ins for Line 57 from overflow page		XXX					
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)		XXX					
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 - Part 1

NONE

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:

Bar Codes:

Trusteed Surplus Statement (Document Identifier 490) here:



OVERFLOW PAGE FOR WRITE-INS

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

SCHEDULE D - PART 3

[illegible]

E04

E05

E05

E05

E05

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

SCHEDULE E - PART 1 - CASH

[illegible]