



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

Grange Life Insurance Company

NAIC Group Code	0267 <small>(Current Period)</small>	0267 <small>(Prior Period)</small>	NAIC Company Code	71218	Employer's ID Number	31-0739286
Organized under the Laws of	Ohio			State of Domicile or Port of Entry	Ohio	
Country of Domicile	United States of America					
Incorporated	03/05/1968			Commenced Business	07/01/1968	
Statutory Home Office	650 South Front Street <small>(Street and Number)</small>			Columbus, OH 43206-1014 <small>(City or Town, State and Zip Code)</small>		
Main Administrative Office	650 South Front Street <small>(Street and Number)</small>			614-445-2900 <small>(Area Code) (Telephone Number)</small>		
Mail Address	650 South Front Street, P.O. Box 1218 <small>(Street and Number or P.O. Box)</small>			Columbus, OH 43216-1212 <small>(City or Town, State and Zip Code)</small>		
Primary Location of Books and Records	650 South Front Street <small>(Street and Number)</small>			614-445-2820 <small>(Area Code) (Telephone Number)</small>		
Internet Website Address	www.grangeinsurance.com					
Statement Contact	Richard Paul McKinley <small>(Name)</small>			614-445-2820 <small>(Area Code) (Telephone Number) (Extension)</small>		
	mckinleyd@grangeinsurance.com <small>(E-mail Address)</small>			614-445-2619 <small>(FAX Number)</small>		
Policyowner Relations Contact	650 South Front Street <small>(Street and Number)</small>			614-445-2900 <small>(Area Code) (Telephone Number) (Extension)</small>		
	Columbus, OH 43206-1014 <small>(City or Town, State and Zip Code)</small>					

OFFICERS

President	Thomas Howard Welch	CFO & Vice President	Randall Joseph Montelone
Secretary & Vice President	David Trufant Roark	Actuary	Actuarial Management Resources

VICE PRESIDENTS

Martin James Dinehart	Walter Loren Neff
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DIRECTORS OR TRUSTEES

RANDALL JOSEPH MONTELONE	EDWIN LOWELL BILLMAN	ANTHONY ALFONSO COLAO JR
ROBERT JOHN O'BRIEN	MICHAEL VERNE PARROTT	MELVIN GEORGE PYE JR
JAMES LAWRENCE SETTERLIN	THOMAS SIMRALL STEWART	PHILIP WAYNE STICHTER
PHILIP HUGH URBAN	DAVID CHARLES WETMORE	

State ofOHIO.....
County ofPICKAWAY.....

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.

Thomas Howard Welch PRESIDENT	Randall Joseph Montelone CFO & VICE PRESIDENT	David Trufant Roark SERETARY & VICE PRESIDENT
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Subscribed and sworn to before me this
SEVENTH day of NOVEMBER, 2002

LINDA LINDSEY
ADMINISTRATIVE ASSISTANT
MAY 28, 2003

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GRANGE LIFE 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	122,955,847		122,955,847	112,515,157
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	521,730		521,730	762,939
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	7,128,601		7,128,601	6,802,006
6. Premium notes, including \$ for first year premiums				
7. Cash (\$3,533,564) and short-term investments (\$)	3,533,564		3,533,564	4,184,004
8. Other invested assets				
9. Receivable for securities				
10. Aggregate write-ins for invested assets				0
11. Subtotals, cash and invested assets (Lines 1 to 10)	134,139,742		134,139,742	124,264,106
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers	2,283,601		2,283,601	458,000
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	59,899		59,899	101,739
14. Federal and foreign income tax recoverable and interest thereon (including \$752,887 net deferred tax asset)	3,204,564	2,451,677	752,887	789,126
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 \$(179,375) loading)	7,915,711		7,915,711	6,185,941
17. Accident and health premiums due and unpaid				6,500
18. Investment income due and accrued	1,638,814		1,638,814	1,819,089
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	101,831	101,831		
24. Aggregate write-ins for other than invested assets	72,519		72,519	12,727
25. Total assets excluding Separate Accounts business (Lines 11 to 24)	149,416,681	2,553,508	146,863,173	133,637,228
26. From Separate Accounts Statement				
27. Total (Lines 25 and 26)	149,416,681	2,553,508	146,863,173	133,637,228
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)				0
2401. Miscellaneous Receivables.....	72,519		72,519	12,727
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)	72,519		72,519	12,727

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$117,998,207 less \$included in Line 6.3 (including \$ Modco Reserve)	117,998,207	108,326,031
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	399,826	394,589
3. Liability for deposit-type contracts (including \$ Modco Reserve)	519,427	436,809
4. Contract claims:		
4.1 Life	2,759,674	1,707,310
4.2 Accident and health	55,000	55,000
5. Policyholders' dividends \$224,939 and coupons \$due and unpaid	224,939	191,889
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to (including \$ Modco Reserve)	53,987	53,987
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 \$ accident and health premiums	140,575	58,441
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	479,115	290,890
10. Commissions to agents due or accrued—life and annuity contracts \$357,745 accident and health \$3,306 and deposit-type contract funds \$	361,051	267,293
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued	875,338	862,588
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	293,040	348,328
15. Federal and foreign income taxes, including \$141,140 on realized capital gains (losses) (including \$20,886 net deferred tax liability)	1,272,398	384,944
16. Unearned investment income	290,223	267,659
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	320,308	163,038
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	440,581	440,581
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates	1,675,902	1,598,700
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	317,045	
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	26,943	21,876
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	128,503,579	115,869,953
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27)	128,503,579	115,869,953
29. Common capital stock	1,500,000	1,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus	600,000	600,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	16,259,594	15,667,274
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)	16,859,594	16,267,274
38. Totals of Lines 29, 30 and 37	18,359,594	17,767,274
39. Totals of Lines 28 and 38	146,863,173	133,637,227
DETAILS OF WRITE-INS		
2501. CHECKS OUTSTANDING	26,943	21,876
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)	26,943	21,876
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	22,584,164	20,645,536	26,928,020
2. Considerations for supplementary contracts with life contingencies	914,610		663,694
3. Net investment income	6,455,288	6,067,683	8,061,501
4. Amortization of Interest Maintenance Reserve (IMR)	73,892	40,436	64,608
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded	2,967,822	2,682,681	3,686,800
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	28,211	40,238	54,505
9. Totals (Lines 1 to 8.3)	33,023,987	29,476,574	39,459,128
10. Death benefits	5,778,178	5,981,061	8,752,849
11. Matured endowments (excluding guaranteed annual pure endowments)			
12. Annuity benefits	2,083,298	1,704,596	2,032,782
13. Disability benefits and benefits under accident and health contracts	219,974	290,103	279,600
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	3,244,973	2,971,093	3,689,834
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	9,750,452	8,874,043	11,762,782
20. Totals (Lines 10 to 19)	21,076,875	19,820,896	26,517,847
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only)	4,072,981	3,351,643	4,681,077
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	6,463,058	5,357,905	7,141,002
24. Insurance taxes, licenses and fees, excluding federal income taxes	526,806	460,573	637,955
25. Increase in loading on deferred and uncollected premiums	(822,222)	(2,236)	(27,451)
26. Net transfers to or (from) Separate Accounts			
27. Aggregate write-ins for deductions			
28. Totals (Lines 20 to 27)	31,317,498	28,988,781	38,950,430
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,706,489	487,793	508,698
30. Dividends to policyholders	230,148	192,331	265,692
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,476,341	295,462	243,006
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	748,369	106,366	239,444
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)	727,972	189,096	3,562
34. Net realized capital gains or (losses) less capital gains tax of \$(22,942) (excluding taxes of \$141,140 transferred to the IMR)	(42,607)		
35. Net income (Line 33 plus Line 34)	685,365	189,096	3,562
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	17,767,274	17,298,959	17,298,959
37. Net income (Line 35)	685,365	189,096	3,562
38. Change in net unrealized capital gains (losses)	(62,614)	(217,241)	(193,255)
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax	(57,123)	789,230	2,416,282
41. Change in non-admitted assets and related items	26,692	(36,223)	(1,616,152)
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		(123,166)	(142,122)
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)	592,320	601,696	468,315
55. Capital and surplus, as of statement date (Lines 36 + 54)	18,359,594	17,900,655	17,767,274
DETAILS OF WRITE-INS			
08.301. SERVICE FEES.....	28,211	40,238	54,505
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)	28,211	40,238	54,505
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.			
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)			

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	21,832,834	25,802,853
2. Charges and fees for deposit-type contracts		
3. Considerations for supplementary contracts with life contingencies	914,610	663,694
4. Net investment income	6,735,626	8,071,638
5. Commissions and expense allowances on reinsurance ceded	2,967,822	3,686,800
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts		
7. Aggregate write-ins for miscellaneous income	28,211	54,505
8. Total (Lines 1 to 7)	32,479,103	38,279,490
9. Death Benefits	6,541,835	8,919,645
10. Matured endowments		
11. Annuity Benefits	2,083,298	2,032,782
12. Disability benefits and benefits under accident and health contracts	219,974	279,600
13. Coupons, guaranteed annual pure endowments and similar benefits		
14. Surrender benefits and withdrawals for life contracts	3,244,973	3,689,834
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)	12,090,080	14,921,861
19. Commissions on premiums, annuity considerations and deposit-type contract funds	3,979,223	4,667,710
20. Commissions and expense allowances on reinsurance assumed		
21. General insurance expenses	6,450,679	7,188,732
22. Insurance taxes, licenses and fees, excluding federal income taxes	581,722	594,114
23. Net transfers to or (from) Separate Accounts		
24. Aggregate write-ins for deductions		
25. Total (Lines 18 to 24)	23,101,704	27,372,417
26. Dividends paid to policyholders	197,099	250,664
27. Federal income taxes (excluding tax on capital gains)		653,555
28. Total (Lines 25 to 27)	23,298,803	28,276,636
29. Net cash from operations (Line 8 minus Line 28)	9,180,300	10,002,854
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	28,430,549	20,721,432
30.2 Stocks	52,743	
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)	28,483,292	20,721,432
31. Net tax on capital gains (losses)		14,499
32. Total (Line 30.8 minus Line 31)	28,483,292	20,706,933
33. Cost of investments acquired (long-term only):		
33.1 Bonds	38,520,222	31,012,803
33.2 Stocks	781	9,898
33.3 Mortgage loans		
33.4 Real estate		
33.5 Other invested assets		
33.6 Miscellaneous applications	(317,045)	
33.7 Total investments acquired (Lines 33.1 to 33.6)	38,203,958	31,022,701
34. Net increase (or decrease) in policy loans and premium notes	326,595	511,290
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(10,047,261)	(10,827,058)
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	276,312	61,381
36.6 Total (Lines 36.1 to 36.5)	276,312	61,381
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		2,267
37.4 Other applications (net)	59,792	194,228
37.5 Total (Lines 37.1 to 37.4)	59,792	196,495
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	216,520	(135,114)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	(650,441)	(959,318)
40. Cash and short-term investments:		
40.1 Beginning of year	4,184,005	5,143,323
40.2 End of period (Line 39 plus Line 40.1)	3,533,564	4,184,005
DETAILS OF WRITE-INS		
0701. SERVICE FEES	28,211	54,505
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)	28,211	54,505
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	23,437,186	20,371,081	28,766,196
3. Ordinary Individual Annuities	3,683,854	3,220,352	4,004,657
4. Credit Life (Group & Individual)			
5. Group Life Insurance	956,981	886,942	1,199,307
6. Group Annuities			
7. A & H - Group			
8. A & H - Credit (Group & Individual)			
9. A & H - Other	521,394	436,645	555,953
10. Aggregate of All Other Lines of Business			
11. Subtotal	28,599,415	24,915,020	34,526,113
12. Deposit-Type Contracts			
13. Total	28,599,415	24,915,020	34,526,113
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

No events subsequent to the most recent annual statement or audited financial statements, have occurred which have a material impact on the company for this reporting period other than the update of the SSAP's.

9. Income Taxes

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

1. Total of all deferred tax assets (admitted and nonadmitted)	\$3,204,564
2. Total of all deferred tax liabilities	\$ 20,886
3. Deferred tax assets nonadmitted in accordance with SSAP No.10 Income Taxes	\$2,451,677
4. Increase (decrease) in deferred tax assets nonadmitted	\$ (57,123)

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. 12/31/1998

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. 12/31/1998

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). 10/30/2000

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

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 [X]

If no, attach a description with this statement.

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

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

1 Name of Custodian(s)	2 Custodian Address
Bank One Trust Co. NA.....	1111 Polaris Parkway Columbus, OH 43240.....

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

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

15.3 Have there been any changes, including name changes in the custodian(s) identified in 15.1 during the current year? Yes [] No [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.			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	\$	0
1.12	Residential Mortgages	\$	0
1.13	Commercial Mortgages	\$	0
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	\$	0
1.3	Long-Term Mortgages Loans Upon which Interest is Overdue more than Three Months		
1.31	Farm Mortgages	\$	0
1.32	Residential Mortgages	\$	0
1.33	Commercial Mortgages	\$	0
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	\$	0
1.42	Residential Mortgages	\$	0
1.43	Commercial Mortgages	\$	0
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	\$	0
1.62	Residential Mortgages	\$	0
1.63	Commercial Mortgages	\$	0
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 GRANGE 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
BONDS								
1. Class 1	102,111,872	11,035,425	6,391,583	1,938,152	97,671,513	102,111,872	108,693,866	97,991,113
2. Class 2	14,212,072			(1,974,401)	14,242,325	14,212,072	12,237,671	12,325,679
3. Class 3	1,022,582			(1,022,582)	1,998,923	1,022,582	0	1,248,364
4. Class 4	1,003,060			1,021,273	248,378	1,003,060	2,024,333	
5. Class 5								
6. Class 6					949,965			950,000
7. Total Bonds	118,349,586	11,035,425	6,391,583	(37,558)	115,111,104	118,349,586	122,955,870	112,515,156
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	118,349,586	11,035,425	6,391,583	(37,558)	115,111,104	118,349,586	122,955,870	112,515,156

Schedule DA - Part 1
NONE

Schedule DA - Part 2
NONE

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		29,962	1,800			
2. Alaska	AK		1,257				
3. Arizona	AZ		19,084				
4. Arkansas	AR		12,686				
5. California	CA		34,323	3,700			
6. Colorado	CO		9,199		97		
7. Connecticut	CT		5,143				
8. Delaware	DE		3,581				
9. District of Columbia	DC		724				
10. Florida	FL		190,408		7,451		
11. Georgia	GA	Yes	2,098,990	64,965	102,281		
12. Hawaii	HI		1,007				
13. Idaho	ID		1,069				
14. Illinois	IL	Yes	329,060	102,363	5,213		
15. Indiana	IN	Yes	1,727,400	274,811	35,034		
16. Iowa	IA	Yes	4,313				
17. Kansas	KS	Yes	6,188				
18. Kentucky	KY	Yes	3,077,289	470,808	72,227		
19. Louisiana	LA		10,304				
20. Maine	ME		1,036				
21. Maryland	MD		16,936				
22. Massachusetts	MA		2,871				
23. Michigan	MI	Yes	70,804	29,955	218		
24. Minnesota	MN		9,640				
25. Mississippi	MS		36,195	21,478			
26. Missouri	MO	Yes	26,126				
27. Montana	MT		2,257				
28. Nebraska	NE		2,863				
29. Nevada	NV		4,853				
30. New Hampshire	NH		1,453				
31. New Jersey	NJ		7,181				
32. New Mexico	NM		2,348		199		
33. New York	NY		10,934		364		
34. North Carolina	NC		33,225				
35. North Dakota	ND		35				
36. Ohio	OH	Yes	12,792,378	2,358,301	246,472		
37. Oklahoma	OK		8,268				
38. Oregon	OR		2,433				
39. Pennsylvania	PA	Yes	54,889				
40. Rhode Island	RI						
41. South Carolina	SC		38,500	450	223		
42. South Dakota	SD		3,825				
43. Tennessee	TN	Yes	3,570,763	352,056	49,298		
44. Texas	TX		44,204		1,347		
45. Utah	UT		2,322				
46. Vermont	VT		3,356				
47. Virginia	VA		35,279		504		
48. Washington	WA		8,954				
49. West Virginia	WV		23,782	3,167	289		
50. Wisconsin	WI	Yes	12,525		177		
51. Wyoming	WY		1,945				
52. American Samoa	AS						
53. Guam	GU						
54. Puerto Rico	PR						
55. US Virgin Islands	VI						
56. Canada	CN						
57. Aggregate Other Alien	OT	XXX					
58. Subtotal	(a) 12		24,394,167	3,683,854	521,394		
90. Reporting entity contributions for employee benefit plans	XXX						
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		24,394,167	3,683,854	521,394		
96. Plus Reinsurance Assumed	XXX						
97. Totals (All Business)	XXX		24,394,167	3,683,854	521,394		
98. Less Reinsurance Ceded	XXX		6,591,592		174,989		
99. Totals (All Business) less Reinsurance Ceded	XXX		17,802,575	3,683,854	346,405		
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 - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

FEI NO.	STATE OF	NAIC	DOMICILE	CODE	
<u>PARENT COMPANY:</u>					
31-4192970			OHIO	14060	*GRANGE MUTUAL CASUALTY COMPANY
<u>SUBSIDIARY COMPANIES:</u>					
31-0739286			OHIO	71218	*GRANGE LIFE INSURANCE COMPANY 100% OWNED
41-1405571			OHIO	40118	*TRUSTGARD INSURANCE COMPANY 100% OWNED
31-1432675			OHIO	10322	*GRANGE INDEMNITY INSURANCE COMPANY 100% OWNED
31-1769414			MICHIGAN	11136	*GRANGE INSURANCE COMPANY OF MICHIGAN 100% OWNED
31-1651402			OHIO	N/A	THE GRANGE BANK 100% OWNED
<u>AFFILIATE:</u>					
39-0367560			WISCONSIN	14303	*INTEGRITY MUTUAL INSURNANCE COMPANY 100% POOLED
* INSURER					

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

.....Yes.....

.....No.....

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

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

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

E04

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GRANGE 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 ^(a)
BONDS								
US Governments								
United States								
312925-4S-6	FHLMC Call 3.670% 03/26/07	09/16/2002	DBAB		1,000,000	1,000,000		1PE
Total United States					1,000,000	1,000,000	0	XXX
0399996 - Bonds - U.S. Government					1,000,000	1,000,000	0	XXX
0399999 - Total - Bonds - U.S. Government					1,000,000	1,000,000	0	XXX
Special Revenue & Assessment								
United States								
31359M-ML-4	FNMA 10NC3 1X - Call 6.250% 03/22/12	08/01/2002	DBAB		1,045,320	1,000,000	22,569	1PE
31359M-NK-5	FNMA 10NC3 1x - Call 5.500% 07/18/12	08/13/2002	DBAB		2,055,000	2,000,000	7,944	1PE
31392T-XA-0	FHR 2478 EG 6.000% 09/15/27	09/25/2002	Huntington Capital Corp.		2,182,744	2,090,000	10,102	1PE
Total United States					5,283,064	5,090,000	40,615	XXX
3199996 - Bonds - Special Revenues - United States					5,283,064	5,090,000	40,615	XXX
3199999 - Total - Bonds - Special Revenue					5,283,064	5,090,000	40,615	XXX
Public Utilities (unaffiliated)								
United States								
927804-CE-2	Virginia Electric & Power NC 7.625% 07/01/07	07/22/2002	Banc One Capital Corp.		680,538	600,000	3,050	1
Total United States					680,538	600,000	3,050	XXX
3899996 - Bonds - Public Utilities - United States					680,538	600,000	3,050	XXX
3899999 - Total - Bonds - Public Utilities					680,538	600,000	3,050	XXX
Industrial & Miscellaneous								
United States								
172953-7N-5	Citicorp Mortgage Security 2002-5 1A8 6.500% 04/25/32	09/25/2002	DBAB		1,046,250	1,000,000	5,236	1PE
459200-AZ-4	IBM Corporation NC 4.250% 09/15/09	09/24/2002	DBAB		1,002,070	1,000,000	2,007	1PE
532457-AU-2	Lilly (Eli) & Co NC 6.000% 03/15/12	09/04/2002	Raymond James & Associates		1,098,260	1,000,000	28,500	1PE
674135-BL-1	Oakwood Mortgage Investors Inc 1996-C A5 7.350% 04/15/27	09/06/2002	DBAB		925,244	870,306	1,777	1PE
Total United States					4,071,824	3,870,306	37,520	XXX
4599996 - Bonds - Industrial and Misc - United States					4,071,824	3,870,306	37,520	XXX
4599999 - Total - Bonds - Industrial, Misc.					4,071,824	3,870,306	37,520	XXX
6099997 - Total - Bonds - Part 3					11,035,426	10,560,306	81,185	XXX
6099999 - Total - Bonds					11,035,426	10,560,306	81,185	XXX
6599999 - Total - Preferred Stocks						XXX		XXX
COMMON STOCK								
Parents, Subsidiaries & Affiliates								
United States								
66718*-10-4	Northview Insurance Agency Inc Class A Common Stock	08/15/2002	Direct	5.000	781			UZ
Total United States					781	XXX	0	XXX
6999999 - Total - Common Stocks - Parent, Subsidiaries, Affiliates					781	XXX	0	XXX
7099997 - Total - Common Stocks - Part 3					781	XXX	0	XXX
7099999 - Total - Common Stocks					781	XXX	0	XXX
7199999 - Total - Preferred and Common Stocks					781	XXX	0	XXX
7299999 - Totals					11,036,207	XXX	81,185	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 GRANGE 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)
BONDS US Governments United States																
36202D-BX-8	GNMA II #2754 6.500% 05/20/29	07/01/2002	Paydown		55,667	55,667	56,615	56,614	(947)				.0	302		1PE
36202D-BX-8	GNMA II #2754 6.500% 05/20/29	08/01/2002	Paydown		55,167	55,167	56,106	56,105	(938)				.0	598		1PE
36202D-BX-8	GNMA II #2754 6.500% 05/20/29	09/01/2002	Paydown		67,320	67,320	68,466	68,465	(1,145)				.0	1,094		1PE
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	07/01/2002	Paydown		1,168	1,168	1,159	1,160	.8				.0	.8		1
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	08/01/2002	Paydown		1,176	1,176	1,167	1,168	.8				.0	.16		1
36204S-ZD-1	GNMA Pool 378840 PL 8.250% 09/15/24	09/01/2002	Paydown		1,185	1,185	1,176	1,176	.9				.0	.24		1
	GNMA Pool 397814 PL - 8.250% 06/15/20															
36205Q-3X-5	241 (F)	07/01/2002	Paydown		1,712	1,712	1,742	1,738	(26)				.0	12		1
	GNMA Pool 397814 PL - 8.250% 06/15/20															
36205Q-3X-5	241 (F)	08/01/2002	Paydown		1,724	1,724	1,754	1,751	(26)				.0	24		1
	GNMA Pool 397814 PL - 8.250% 06/15/20															
36205Q-3X-5	241 (F)	09/01/2002	Paydown		1,737	1,737	1,767	1,763	(27)				.0	36		1
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	07/01/2002	Paydown		299	299	296	297	2				.0	2		1PE
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	08/01/2002	Paydown		301	301	299	299	.2				.0	5		1PE
362200-SX-6	GNMA Pool 293134 9.000% 09/15/05	09/01/2002	Paydown		304	304	301	301	.2				.0	7		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	07/01/2002	Paydown		1,026	1,026	1,032	1,031	(6)				.0	7		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	08/01/2002	Paydown		1,033	1,033	1,038	1,038	(6)				.0	13		1PE
36223D-CX-2	GNMA Pool 304386 PL 7.625% 05/15/32	09/01/2002	Paydown		1,039	1,039	1,046	1,045	(6)				.0	20		1PE
Total United States					190,858	190,858	193,964	193,951	(3,096)	0	0	0	0	2,168	XXX	XXX
0399996 - Bonds - U.S. Government					190,858	190,858	193,964	193,951	(3,096)	0	0	0	0	2,168	XXX	XXX
0399999 - Bonds - U.S. Government's					190,858	190,858	193,964	193,951	(3,096)	0	0	0	0	2,168	XXX	XXX
Special Revenue & Assessment United States																
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	07/01/2002	Paydown		6,042	6,042	5,958	5,959	83				.0	30		1
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	08/01/2002	Paydown		8,435	8,435	8,317	8,318	.116				.0	84		1
31292H-NB-6	FGLMC Pool C01286 6.000% 01/01/32	09/01/2002	Paydown		16,656	16,656	16,424	16,426	230				.0	250		1
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	07/01/2002	Paydown		22,382	22,382	22,704	22,693	(311)				.0	121		1PE
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	08/01/2002	Paydown		42,782	42,782	43,397	43,376	(594)				.0	463		1PE
31335H-Q2-2	FHLMC Pool #C90473 6.500% 08/01/21	09/01/2002	Paydown		73,969	73,969	75,032	74,996	(1,027)				.0	1,202		1PE
31339G-Z9-5	FHR 2387 D 5.500% 12/15/26	07/01/2002	Paydown		18,574	18,574	18,284	18,284	.290				.0	85		1PE
31339G-Z9-5	FHR 2387 D 5.500% 12/15/26	08/01/2002	Paydown		21,299	21,299	20,967	20,967	333				.0	195		1PE
31339G-Z9-5	FHR 2387 D 5.500% 12/15/26	09/01/2002	Paydown		33,069	33,069	32,552	32,552	517				.0	455		1PE
	FHG 25 B SEQ GNJO 6.5 6.500%															
3133T2-3F-5	12/25/08	07/01/2002	Paydown		20,360	20,360	20,182	20,246	114				.0	110		1
	FHG 25 B SEQ GNJO 6.5 6.500%															
3133T2-3F-5	12/25/08	08/01/2002	Paydown		22,032	22,032	21,839	21,908	123				.0	239		1
	FHG 25 B SEQ GNJO 6.5 6.500%															
3133T2-3F-5	12/25/08	09/01/2002	Paydown		27,413	27,413	27,174	27,260	153				.0	445		1
	FHR 2141 E NAS FGLMC 6.600% 04/15/29															
3133TK-G7-9	7.0	07/01/2002	Paydown		1,155	1,155	1,174	1,169	(13)				.0	6		1PE
	FHR 2141 E NAS FGLMC 6.600% 04/15/29															
3133TK-G7-9	7.0	08/01/2002	Paydown		1,165	1,165	1,184	1,178	(13)				.0	13		1PE
	FHR 2141 E NAS FGLMC 6.600% 04/15/29															
3133TK-G7-9	7.0	09/01/2002	Paydown		1,174	1,174	1,193	1,187	(13)				.0	19		1PE
	FNR 693-31 PJ 6.550% 10/25/20															
31359D-YK-3	PAC-1(11) GNSF 7.0	07/01/2002	Paydown		27,179	27,179	27,689	27,166	14				.0	148		1PE
	FNR 693-31 PJ 6.550% 10/25/20															
31359D-YK-3	PAC-1(11) GNSF 7.0	08/01/2002	Paydown		37,574	37,574	38,279	37,556	19				.0	410		1PE
	FNR 693-31 PJ 6.550% 10/25/20															
31359D-YK-3	PAC-1(11) GNSF 7.0	09/01/2002	Paydown		37,404	37,404	38,105	37,385	19				.0	612		1PE
31364K-2Y-5	FNMA 10NC3 - Call 6.450% 03/08/11	08/13/2002	DBAB		2,088,980	2,000,000	2,008,900	2,007,971	(498)			81,507	81,507	55,900		1PE

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GRANGE 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)
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	07/01/2002	Paydown		16,104	16,104	16,305	16,306	(202)				.0	107		1PE
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	08/01/2002	Paydown		9,213	9,213	9,328	9,328	(116)				.0	123		1PE
31371J-07-2	FNMA Pool 253478 8.000% 09/01/20	09/01/2002	Paydown		21,273	21,273	21,539	21,540	(267)				.0	425		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	07/01/2002	Paydown		27,626	27,626	27,358	27,362	264				.0	161		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	08/01/2002	Paydown		61,460	61,460	60,864	60,873	587				.0	717		1PE
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20	09/01/2002	Paydown		68,382	68,382	67,719	67,729	653				.0	1,197		1PE
38373X-FF-8	GNR 2002-45 A 6.000% 06/20/32	07/01/2002	Paydown		6,907	6,907	7,015	7,015	(108)				.0	35		1PE
38373X-FF-8	GNR 2002-45 A 6.000% 06/20/32	08/01/2002	Paydown		11,947	11,947	12,133	12,133	(187)				.0	119		1PE
38373X-FF-8	GNR 2002-45 A 6.000% 06/20/32	09/01/2002	Paydown		4,906	4,906	4,982	4,982	(77)				.0	147		1PE
3837H0-JV-6	G2SF 7.5	07/01/2002	Paydown		66,822	66,822	69,485	68,801	(1,979)				.0	418		NRZ
3837H0-JV-6	G2SF 7.5	08/01/2002	Paydown		85,118	85,118	88,509	87,638	(2,521)				.0	1,064		NRZ
3837H0-JV-6	G2SF 7.5	09/01/2002	Paydown		74,194	74,194	77,150	76,391	(2,197)				.0	1,391		NRZ
3837H0-JV-6	G2SF 7.5	09/25/2002	Huntington Capital Corp.		1,860,893	1,773,862	1,844,543	1,826,393	(2,028)			36,533	36,533	43,978		NRZ
Total United States					4,822,489	4,646,478	4,736,284	4,713,088	(8,636)	0	0	118,040	118,040	110,669	XXX	XXX
3199996 - Bonds - Special Revenues - United States					4,822,489	4,646,478	4,736,284	4,713,088	(8,636)	0	0	118,040	118,040	110,669	XXX	XXX
3199999 - Bonds - Special Revenues					4,822,489	4,646,478	4,736,284	4,713,088	(8,636)	0	0	118,040	118,040	110,669	XXX	XXX
Industrial & Miscellaneous United States																
035229-BF-9	Anheuser Busch 7.000% 09/01/05 Companies Callable	09/01/2002	Call	100.0000	1,000,000	1,000,000	997,580	999,048	952				.0	35,000		NRZ
31331F-AU-5	Federal Express 1997-1 7.500% 01/15/18	07/16/2002	Redemption	100.0000	4,170	4,170	4,170	4,170					.0	156		1PE
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21 Trust 1997-4 A7	07/12/2002	Paydown		67,920	67,920	68,101	67,813	107				.0	394		1PE
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21 Trust 1997-4 A7	08/12/2002	Paydown		71,968	71,968	72,159	71,855	113				.0	835		1PE
337925-CL-3	FirstPlus Home Loan 6.960% 07/12/21 Trust 1997-4 A7	09/12/2002	Paydown		76,507	76,507	76,711	76,387	121				.0	1,331		1PE
60935B-BG-3	The Money Store Home 7.625% 12/15/27 Eq 1996-C A15	07/01/2002	Paydown		23,131	23,131	23,897	23,159	(29)				.0	147		1PE
60935B-BG-3	The Money Store Home 7.625% 12/15/27 Eq 1996-C A15	08/01/2002	Paydown		14,425	14,425	14,902	14,442	(18)				.0	183		1PE
60935B-BG-3	The Money Store Home 7.625% 12/15/27 Eq 1996-C A15	09/01/2002	Paydown		12,652	12,652	13,071	12,668	(16)				.0	241		1PE
69348R-JR-8	PNC Mortgage 6.500% 05/25/29 Securities Corp. 1999-4 4A1	07/01/2002	Paydown		33,008	33,008	32,977	32,962	45				.0	179		1PE
69348R-JR-8	PNC Mortgage 6.500% 05/25/29 Securities Corp. 1999-4 4A1	08/01/2002	Paydown		68,547	68,547	68,483	68,453	94				.0	743		1PE
69348R-JR-8	PNC Mortgage 6.500% 05/25/29 Securities Corp. 1999-4 4A1	09/01/2002	Paydown		79,882	79,882	79,807	79,772	110				.0	1,298		1PE
843590-CH-1	Southern Pacific 6.740% 01/25/28 Secured Asset 1997-4 A6	07/01/2002	Paydown		13,170	13,170	13,333	13,115	55				.0	74		1PE
843590-CH-1	Southern Pacific 6.740% 01/25/28 Secured Asset 1997-4 A6	08/01/2002	Paydown		6,020	6,020	6,094	5,995	25				.0	68		1PE
843590-CH-1	Southern Pacific 6.740% 01/25/28 Secured Asset 1997-4 A6	09/01/2002	Paydown		14,767	14,767	14,949	14,705	64				.0	249		1PE
Total United States					1,486,167	1,486,167	1,486,234	1,484,544	1,623	0	0	0	0	40,898	XXX	XXX
4599996 - Bonds - Industrial and Misc - United States					1,486,167	1,486,167	1,486,234	1,484,544	1,623	0	0	0	0	40,898	XXX	XXX
4599999 - Bonds - Industrial and Miscellaneous					1,486,167	1,486,167	1,486,234	1,484,544	1,623	0	0	0	0	40,898	XXX	XXX
6099997 - Bonds - Part 4					6,499,514	6,323,503	6,416,482	6,391,583	(10,109)	0	0	118,040	118,040	153,735	XXX	XXX
6099999 - Total - Bonds					6,499,514	6,323,503	6,416,482	6,391,583	(10,109)	0	0	118,040	118,040	153,735	XXX	XXX

SCHEDULE D - PART 4

[illegible]

E05.2

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE GRANGE LIFE INSURANCE COMPANY

SCHEDULE E - PART 1 - CASH

[illegible]