



LIFE AND ACCIDENT AND HEALTH COMPANIES —ASSOCIATION EDITION

QUARTERLY STATEMENT

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

INTEGRITY LIFE INSURANCE COMPANY

NAIC Group Code	0836 (Current Period)	0836 (Prior Period)	NAIC Company Code	74780	Employer's ID Number	86-0214103
Organized under the Laws of		OHIO	State of Domicile or Port of Entry			
Country of Domicile						
Incorporated		05/03/1966	Commenced Business		05/25/1966	
Statutory Home Office		400 BROADWAY (Street and Number)	CINCINNATI, OH 45202 (City or Town, State and Zip Code)			
Main Administrative Office		515 WEST MARKET STREET (Street and Number)	LOUISVILLE, KY 40202 (City or Town, State and Zip Code)			
		502-582-7900 (Area Code) (Telephone Number)				
Mail Address		515 WEST MARKET STREET (Street and Number or P.O. Box)	LOUISVILLE, KY 40202 (City or Town, State and Zip Code)			
		502-582-7939 (Area Code) (Telephone Number)				
Primary Location of Books and Records		515 WEST MARKET STREET (Street and Number)	LOUISVILLE, KY 40202 (City or Town, State and Zip Code)			
		502-582-7939 (Area Code) (Telephone Number)				
Internet Website Address		http://www.integritycompanies.com				
Statement Contact		MEREDITH KYLE HETTINGER (Name)	502-582-7939 (Area Code) (Telephone Number) (Extension)			
		mhetting@integritycompanies.com (E-mail Address)	502-582-7903 (FAX Number)			
Policyowner Relations Contact		DONNA MARIE SOUTH (Street and Number)	515 WEST MARKET STREET LOUISVILLE, KY 40202 (City or Town, State and Zip Code)			
		502-540-2890 (Area Code) (Telephone Number) (Extension)				

OFFICERS

President	JOHN ROBERT LINDHOLM	Chief Financial Officer	DON WAYNE CUMMINGS
Chief Actuary	DENNIS LEE CARR	Secretary	EDWARD JOSEPH BABBITT

VICE PRESIDENTS

DAVID LEE ANDERS	DENNIS LEE CARR	DON WAYNE CUMMINGS
WILLIAM HASTINGS GUTH	EDWARD JOSEPH HAINES	KEVIN LOUIS HOWARD
JAMES GERALD KAISER	JILL RAE KEINSLEY	WILLIAM FRANCIS LEDWIN
KEN ARTHUR PALMER		

DIRECTORS OR TRUSTEES

JOHN FINN BARRETT	DENNIS LEE CARR	JOHN ROBERT LINDHOLM
ROBERT LEWIS WALKER	WILLIAM JOSEPH WILLIAMS	DONALD JOSEPH WUEBLING

State of KENTUCKY

County of JEFFERSON

} 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.

JOHN ROBERT LINDHOLM
President

DON WAYNE CUMMINGS
Chief Financial Officer

EDWARD JOSEPH BABBITT
Secretary

Subscribed and sworn to before me this
13TH day of NOVEMBER, 2002

CYNTHIA TEALE
NOTARY PUBLIC
DECEMBER 21, 2002

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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	1,269,666,842		1,269,666,842	1,349,887,893
2. Stocks:				
2.1 Preferred stocks	84,967,149		84,967,149	85,630,661
2.2 Common stocks	118,794,073		118,794,073	113,785,729
3. Mortgage loans on real estate:				
3.1 First liens	18,170,677		18,170,677	19,589,381
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	111,656,529		111,656,529	110,235,348
6. Premium notes, including \$ for first year premiums				
7. Cash (\$ 10,907,508) and short -term investments (\$ 68,711,698)	79,619,206		79,619,206	27,739,471
8. Other invested assets	11,038,245		11,038,245	9,076,063
9. Receivable for securities				
10. Aggregate write-ins for invested assets				
11. Subtotals, cash and invested assets (Lines 1 to 10)	1,693,912,721		1,693,912,721	1,715,944,546
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers				
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	1,608,002		1,608,002	
14. Federal and foreign income tax recoverable and interest thereon (including \$ 72,924,047 net deferred tax asset)	127,770,667	54,846,620	72,924,047	15,288,331
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)	100,287		100,287	100,287
17. Accident and health premiums due and unpaid				
18. Investment income due and accrued	24,919,497		24,919,497	22,240,832
19. Net adjustment in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates	4,920,021		4,920,021	2,016,801
21. Amounts receivable relating to uninsured accident and health plans				
22. Amounts due from agents				
23. Other assets nonadmitted				
24. Aggregate write-ins for other than invested assets	2,256,665		2,256,665	2,709,606
25. Total assets excluding Separate Accounts business (Lines 11 to 24)	1,855,487,860	56,454,622	1,799,033,238	1,758,300,403
26. From Separate Accounts Statement	1,713,258,105		1,713,258,105	1,636,625,871
27. Total (Lines 25 and 26)	3,568,745,965	56,454,622	3,512,291,343	3,394,926,274
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. Receivable from reinsurer	130,114		130,114	0
2402. Miscellaneous assets	2,126,551		2,126,551	2,709,606
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	2,256,665		2,256,665	2,709,606

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

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for Life contracts \$ 1,505,041,028 less \$ included in Line 6.3 (including \$ 8,723,164 Modco Reserve)	1,505,041,028	1,515,884,136
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	38,440,689	38,101,677
3. Liability for deposit-type contracts (including \$ Modco Reserve)	38,440,689	38,101,677
4. Contract claims:		
4.1 Life	146,000	146,000
4.2 Accident and health	146,000	146,000
5. Policyholders' dividends \$ and coupons \$ due and unpaid	146,000	146,000
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to (including \$ Modco Reserve)	146,000	146,000
6.2 Dividends not yet apportioned (including \$ Modco Reserve)	146,000	146,000
6.3 Coupons and similar benefits (including \$ Modco Reserve)	146,000	146,000
7. Amount provisionally held for deferred dividend policies not included in Line 6	146,000	146,000
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums	146,000	146,000
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	146,000	146,000
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds	146,000	146,000
9.3 Other amounts payable on reinsurance including \$ assumed and \$ ceded	146,000	146,000
9.4 Interest Maintenance Reserve	21,572,045	18,913,945
10. Commissions to agents due or accrued—life and annuity contracts \$ accident and health \$ and deposit-type contract funds \$	146,000	146,000
11. Commissions and expense allowances payable on reinsurance assumed	4,851,484	6,461,449
12. General expenses due or accrued	4,851,484	6,461,449
13. Transfers to Separate Accounts due or accrued (net) (Including \$ 67,597,217 accrued for expense allowances recognized in reserves)	(21,632,898)	(38,443,856)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	3,904,462	3,946,811
15. Federal and foreign income taxes, including \$ on realized capital gains (losses) (including \$ net deferred tax liability)	3,904,462	3,946,811
16. Unearned investment income	12,773	11,656
17. Amounts withheld or retained by company as agent or trustee	249,581	270,688
18. Amounts held for agents' account, including \$ agents' credit balances	249,581	270,688
19. Remittances and items not allocated	1,628,868	2,332,410
20. Net adjustment in assets and liabilities due to foreign exchange rates	1,628,868	2,332,410
21. Liability for benefits for employees and agents if not included above	1,628,868	2,332,410
22. Borrowed money \$ 56,039,348 and interest thereon \$	56,039,348	56,039,348
23. Dividends to stockholders declared and unpaid	56,039,348	56,039,348
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve	15,126,945	31,530,178
24.2 Reinsurance in unauthorized companies	15,126,945	31,530,178
24.3 Funds held under reinsurance treaties with unauthorized reinsurers	15,126,945	31,530,178
24.4 Payable to parent, subsidiaries and affiliates	15,126,945	31,530,178
24.5 Drafts outstanding	15,126,945	31,530,178
24.6 Liability for amounts held under uninsured accident and health plans	15,126,945	31,530,178
24.7 Funds held under coinsurance	15,126,945	31,530,178
24.8 Payable for securities	3,306,251	1,472,888
24.9 Capital notes \$ and interest thereon \$	696,121	3,295,740
25. Aggregate write-ins for liabilities	696,121	3,295,740
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	1,629,382,697	1,583,923,722
27. From Separate Accounts Statement	1,685,258,105	1,608,625,871
28. Total Liabilities (Lines 26 and 27)	3,314,640,802	3,192,549,593
29. Common capital stock	3,000,000	3,000,000
30. Preferred capital stock	3,000,000	3,000,000
31. Aggregate write-ins for other than special surplus funds	299,232,151	299,232,151
32. Surplus notes	299,232,151	299,232,151
33. Gross paid in and contributed surplus	299,232,151	299,232,151
34. Aggregate write-ins for special surplus funds	(104,581,610)	(99,855,470)
35. Unassigned funds (surplus)	(104,581,610)	(99,855,470)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)	194,650,541	199,376,681
36.2 shares preferred (value included in Line 30 \$)	194,650,541	199,376,681
37. Surplus (total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including \$ 28,000,000 in Separate Accounts Statement)	194,650,541	199,376,681
38. Totals of Lines 29, 30 and 37	197,650,541	202,376,681
39. Totals of Lines 28 and 38	3,512,291,343	3,394,926,274
DETAILS OF WRITE-INS		
2501. Payable to reinsurers	1,324,310	1,324,310
2502. Miscellaneous liabilities	696,121	693,649
2503. Deferred payable	1,277,781	1,277,781
2598. Summary of remaining write-ins for Line 25 from overflow page	696,121	696,121
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	696,121	696,121
3101.	696,121	696,121
3102.	696,121	696,121
3103.	696,121	696,121
3198. Summary of remaining write-ins for Line 31 from overflow page	696,121	696,121
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	696,121	696,121
3401.	696,121	696,121
3402.	696,121	696,121
3403.	696,121	696,121
3498. Summary of remaining write-ins for Line 34 from overflow page	696,121	696,121
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	696,121	696,121

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

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	382,223,582	291,464,130	391,622,465
2. Considerations for supplementary contracts with life contingencies	229,592	502,386	578,380
3. Net investment income	86,065,186	93,467,465	118,797,509
4. Amortization of Interest Maintenance Reserve (IMR)	166,543	641,110	820,274
5. Separate Accounts net gain from operations excluding unrealized gains or losses		0	
6. Commissions and expense allowances on reinsurance ceded	35,980	39,633	52,029
7. Reserve adjustments on reinsurance ceded	(1,132,202)	(1,332,718)	(1,631,068)
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	8,582,452	9,234,973	12,229,923
8.2 Charges and fees for deposit-type contracts	11,995,797	5,417,966	8,679,094
8.3 Aggregate write-ins for miscellaneous income	488,166,930	399,434,945	531,148,606
9. Totals (Lines 1 to 8.3)	6,091,860	2,995,476	4,705,042
10. Death benefits			
11. Matured endowments (excluding guaranteed annual pure endowments)			
12. Annuity benefits	56,590,828	59,162,953	79,498,080
13. Disability benefits and benefits under accident and health contracts			
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	213,523,368	193,307,321	251,622,318
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds	1,475,585	1,798,278	2,332,867
18. Payments on supplementary contracts with life contingencies	1,166,509	1,237,003	1,642,208
19. Increase in aggregate reserves for life and accident and health contracts	(10,431,509)	(31,187,268)	(43,136,061)
20. Totals (Lines 10 to 19)	268,416,641	227,313,763	296,664,454
21. Commissions on premiums, annuity considerations, and deposit-type contract funds(direct business only)	18,226,549	15,309,969	20,665,003
22. Commissions and expense allowances on reinsurance assumed	399,555	160,225	208,192
23. General insurance expenses	18,150,407	18,055,207	21,158,206
24. Insurance taxes, licenses and fees, excluding federal income taxes	452,435	359,842	483,708
25. Increase in loading on deferred and uncollected premiums			
26. Net transfers to or (from) Separate Accounts	178,778,816	134,005,940	182,690,739
27. Aggregate write-ins for deductions	2,026,353	2,089,263	2,667,948
28. Totals (Lines 20 to 27)	486,450,756	397,294,209	524,538,250
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,716,174	2,140,736	6,610,356
30. Dividends to policyholders			
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,716,174	2,140,736	6,610,356
32. Federal and foreign income taxes incurred (excluding tax on capital gains)		(2,035,160)	65,027
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)	1,716,174	4,175,896	6,545,329
34. Net realized capital gains or (losses) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)	(26,226,948)	(444,623)	(11,814,077)
35. Net income (Line 33 plus Line 34)	(24,510,774)	3,731,273	(-5,268,748)
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	202,376,681	188,510,401	188,510,401
37. Net income (Line 35)	(24,510,774)	3,731,273	(-5,268,748)
38. Change in net unrealized capital gains (losses)	(40,710,407)	19,667,820	63,605,297
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax	28,333,999	4,423,180	508,332
41. Change in non-admitted assets and related items	37,548,262		27,629,645
42. Change in liability for reinsurance in unauthorized companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease	(86,789)	(9,500,000)	(10,750,961)
44. Change in asset valuation reserve	16,403,233	(3,409,270)	(-9,506,073)
45. Change in treasury stock			
46. Surplus (contributed to) withdrawn from Separate Accounts during period			
47. Other changes in surplus in Separate Accounts Statement	(21,703,664)	6,869,000	7,805,000
48. Change in surplus notes			
49. Cumulative effect of changes in accounting principles		(37,546,221)	(65,058,034)
50. Capital changes:			
50.1 Paid in			
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			4,901,821
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)	(4,726,140)	(15,764,218)	13,866,280
55. Capital and surplus, as of statement date (Lines 36 + 54)	197,650,541	172,746,183	202,376,681
DETAILS OF WRITE-INS			
08.301. Policy deductions	868,997	413,596	682,603
08.302. Surrender charges	2,463,485	2,647,920	3,351,825
08.303. Administrative service fees	917,490	779,691	1,051,835
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	7,745,825	1,576,759	3,592,831
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	11,995,797	5,417,966	8,679,094
2701. Miscellaneous expense	1,882,264	1,898,635	2,178,408
2702. Reserve adjustment on reinsurance assumed	144,089	160,968	459,880
2703. Experience refund		29,660	29,660
2798. Summary of remaining write-ins for Line 27 from overflow page	2,026,353	2,089,263	2,667,948
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)			

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY LIFE 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	382,223,582	391,622,465
2. Charges and fees for deposit-type contracts	229,592	578,380
3. Considerations for supplementary contracts with life contingencies	81,980,370	124,384,404
4. Net investment income	(1,096,222)	(1,579,039)
5. Commissions and expense allowances on reinsurance ceded	8,582,452	12,229,923
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts	11,497,405	12,993,168
7. Aggregate write-ins for miscellaneous income	483,417,179	540,229,301
8. Total (Lines 1 to 7)	6,091,860	4,705,042
9. Death Benefits		
10. Matured endowments		
11. Annuity Benefits	56,590,828	79,498,080
12. Disability benefits and benefits under accident and health contracts		
13. Coupons, guaranteed annual pure endowments and similar benefits		
14. Surrender benefits and withdrawals for life contracts	213,523,368	251,622,318
15. Group conversions		
16. Interest and adjustments on contract or deposit-type contract funds	257,009	160,430
17. Payments on supplementary contracts with life contingencies	1,166,509	1,642,208
18. Total (Lines 9 to 17)	277,629,574	337,628,078
19. Commissions on premiums, annuity considerations and deposit-type contract funds	18,226,549	20,665,003
20. Commissions and expense allowances on reinsurance assumed	399,555	208,192
21. General insurance expenses	19,760,372	22,505,458
22. Insurance taxes, licenses and fees, excluding federal income taxes	494,784	(1,738,637)
23. Net transfers to or (from) Separate Accounts	161,967,858	187,969,983
24. Aggregate write-ins for deductions	2,026,350	2,667,948
25. Total (Lines 18 to 24)	480,505,042	569,906,025
26. Dividends paid to policyholders	(8,971,948)	(5,505,558)
27. Federal income taxes (excluding tax on capital gains)	471,533,094	564,400,467
28. Total (Lines 25 to 27)	11,884,085	(24,171,166)
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	595,149,171	425,185,265
30.2 Stocks	4,614,203	1,728,385
30.3 Mortgage loans	1,418,704	
30.4 Real estate		
30.5 Other invested assets	15,518	7,796,557
30.6 Net gains or (losses) on cash and short-term investments		
30.7 Miscellaneous proceeds		2,617,143
30.8 Total investment proceeds (Lines 30.1 to 30.7)	601,197,596	437,327,350
31. Net tax on capital gains (losses)		
32. Total (Line 30.8 minus Line 31)	601,197,596	437,327,350
33. Cost of investments acquired (long-term only):		
33.1 Bonds	549,432,742	364,551,511
33.2 Stocks	4,250,000	10,141,659
33.3 Mortgage loans		
33.4 Real estate		
33.5 Other invested assets	1,977,700	
33.6 Miscellaneous applications	(1,833,363)	3,967,228
33.7 Total investments acquired (Lines 33.1 to 33.6)	553,827,079	378,660,398
34. Net increase (or decrease) in policy loans and premium notes	1,421,181	2,835,571
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	45,949,336	55,831,381
Cash from Financing and Miscellaneous Sources		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in	0	
36.2 Borrowed money \$ less amounts repaid \$	56,039,348	
36.3 Capital notes \$ less amounts repaid \$		
36.4 Deposits on deposit-type contract funds and other liabilities without life or disability contingencies	8,371,820	6,330,212
36.5 Other cash provided	33,795,284	9,898,319
36.6 Total (Lines 36.1 to 36.5)	98,206,452	16,228,531
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	9,251,384	12,649,411
37.4 Other applications (net)	94,908,754	29,107,483
37.5 Total (Lines 37.1 to 37.4)	104,160,138	41,756,894
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	(5,953,686)	(25,528,363)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	51,879,735	6,131,852
40. Cash and short-term investments:		
40.1 Beginning of year	27,739,471	21,607,620
40.2 End of period (Line 39 plus Line 40.1)	79,619,206	27,739,471
DETAILS OF WRITE-INS		
0701. Policy deductions	370,609	94,856
0702. Surrender charges	2,463,485	3,351,825
0703. Administrative service fees	917,490	1,051,835
0798. Summary of remaining write-ins for Line 7 from overflow page	7,745,821	8,494,652
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above)	11,497,405	12,993,168
2401. Reserve adjustment on reinsurance assumed	144,089	459,880
2402. Miscellaneous expense	1,882,261	2,178,408
2403. Experience refund		29,660
2498. Summary of remaining write-ins for Line 24 from overflow page		
2499. TOTALS (Lines 2401 thru 2403 plus 2498) (Line 24 above)	2,026,350	2,667,948

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

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	976,206	1,128,144	1,370,911
3. Ordinary Individual Annuities	357,404,667	272,087,944	360,680,136
4. Credit Life (Group & Individual)			
5. Group Life Insurance			
6. Group Annuities	25,785,908	20,400,054	32,156,129
7. A & H - Group			
8. A & H - Credit (Group & Individual)			
9. A & H - Other			
10. Aggregate of All Other Lines of Business			
11. Subtotal	384,166,781	293,616,142	394,207,176
12. Deposit-Type Contracts	8,601,412	5,350,239	6,330,212
13. Total	392,768,193	298,966,381	400,537,388
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)			

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

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The statutory financial statements of Integrity Life Insurance Company (the "Company") are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. Ohio has adopted the National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures Manual-Version Effective January 1, 2001*, ("NAIC SAP") as a component of prescribed and permitted practices. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

The Company and its wholly owned insurance subsidiary, National Integrity Life Insurance Company ("National Integrity"), are wholly owned subsidiaries of The Western and Southern Life Insurance Company ("W&S"). The Company, domiciled in the state of Ohio and currently licensed in 47 states and the District of Columbia, and National Integrity specialize in the asset accumulation business with particular emphasis on retirement savings and investment products.

On March 3, 2000, W&S acquired the Company and National Integrity from ARM Financial Group, Inc. ("ARM") pursuant to a purchase agreement dated December 17, 1999 ("Purchase Agreement"). Under the terms of the Purchase Agreement, the \$119.3 million purchase price was placed into a recoverable escrow account and was subject to a number of price adjustments. These price adjustments related primarily to indemnification of losses on the sales or deemed sales of certain securities owned by the Company and National Integrity. As of March 31, 2001, the Company had recovered \$125.0 million related to the sales of these securities and accrued interest on the escrow funds in full settlement of the escrow.

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

C. Accounting Policy

The Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the interest method.
- (3) Common stocks are stated at market value as determined by the Securities Valuation Office of the NAIC and the related net unrealized gains or losses are reported in unassigned surplus along with any adjustment for federal income taxes, if applicable.
- (4) Preferred stocks are stated at cost.
- (5) Mortgage loans on real estate and policy loans are stated at the aggregate unpaid principal balance.
- (6) Loan-backed bonds and structured securities are stated at amortized cost using the interest method adjusted retrospectively for differences between anticipated and actual prepayments.
- (7) The Company owns 100% of the capital stock of National Integrity, which is stated at statutory net worth.
- (8) The Company had no investments in joint ventures, partnerships or limited liability companies during the statement periods.
- (9) Derivative instruments, held in the Company's guaranteed separate accounts, are stated at fair value with unrealized gains and losses being recognized in the separate accounts' summary of operations.
- (10) Not Applicable.
- (11) The company had no accident and health contracts on its books during the statement periods.

2. Accounting Changes and Corrections of Errors

A. There were no errors corrected during the statement periods.

B. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. Effective January 1, 2001, the State of Ohio required that insurance companies domiciled in the State of Ohio prepare their statutory basis financial statements in accordance with NAIC SAP subject to any deviation prescribed or permitted by the State of Ohio insurance commissioner.

Accounting changes adopted to conform to the provisions of NAIC SAP are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a change of accounting principle that decreased unassigned funds (surplus) \$65.1 million as of January 1, 2001. The change in accounting principle was primarily attributable to write-downs of impaired invested assets, establishment of deferred tax assets, and the accrual of guaranty fund assessments. Despite the negative effect on statutory surplus, management expects the Company to remain in compliance with all regulatory and contractual obligations.

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

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of the net deferred tax asset/(liability) are as follows:

	September 30, 2002	December 31, 2001
Total of all deferred tax assets (admitted and nonadmitted)	\$ 135,945,741	\$ 107,996,457
Total of all deferred tax liabilities	\$ 8,175,075	\$ 8,559,785
Total deferred tax assets nonadmitted in accordance with SSAP No. 10, Income Taxes	\$ 54,846,620	\$ 95,079,862
Increase (decrease) in deferred tax assets nonadmitted	\$ (40,233,242)	\$ 28,512,238

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

Current year expense (benefit)	\$ -	\$ 1,694,749
Tax credits	\$ -	\$ -
Current year equity tax	\$ -	\$ -
Prior year overaccrual of tax reserves	\$ -	\$ (1,629,722)
Current income taxes incurred	\$ -	\$ 65,027

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

<u>Deferred Tax Assets (DTAs)</u>	Statutory	Tax	Differences	Tax effect
Reserves	\$ 1,543,481,717	\$ 1,489,894,605	\$ 53,587,112	\$ 18,755,489
Bonds / Stocks	1,445,065,469	1,519,629,387	74,563,918	26,097,371
DAC	-	10,080,162	10,080,162	3,528,057
Capital Loss Carryover	-	189,306,377	189,306,377	66,257,232
Section 197 Intangible	-	6,786,261	6,786,261	2,375,191
Acquisition Related Goodwill	-	5,742,218	5,742,218	2,009,776
Separate Account Adjustment	1,685,258,105	1,685,258,105	-	-
Deferred Hedge Losses	-	7,431,564	7,431,564	2,601,047
Net Operating Loss Carryover	-	32,840,216	32,840,216	11,494,076
Tax Credit Carryovers	-	-	-	2,827,501
Other	-	-	-	-
Total DTAs	\$ 4,673,805,291	\$ 4,946,968,894	\$ 380,337,828	\$ 135,945,741
DTAs nonadmitted				\$ 54,846,620

Deferred Tax Liabilities (DTLs)

Reserve Strengthening	\$ -	\$ 23,357,356	\$ 23,357,356	\$ 8,175,075
Total DTLs	\$ -	\$ 23,357,356	\$ 23,357,356	\$ 8,175,075

Changes in the main components of DTAs and DTLs are as follows:

	September 30, 2002	December 31, 2001	Change
DTAs resulting from book/tax differences in:			
Reserves	\$ 18,755,489	\$ 9,800,252	\$ 8,955,237
Bonds / Stocks	26,097,371	9,249,086	16,848,285
DAC	3,528,057	3,547,673	(19,616)
Capital Loss Carryover	66,257,232	72,377,193	(6,119,961)
Section 197 Intangible	2,375,191	4,149,026	(1,773,835)
Acquisition Related Goodwill	2,009,776	2,007,546	2,230
Separate Account Adjustment	-	4,257,000	(4,257,000)
Deferred Hedge Losses	2,601,047	2,774,451	(173,404)
Other	-	(165,770)	165,770
Total DTAs	\$ 121,624,164	\$ 107,996,457	\$ 13,627,707
DTAs nonadmitted	\$ 54,846,620	\$ 95,079,862	\$ (40,233,242)

DTLs resulting from book/tax differences in:

	September 30, 2002	December 31, 2001	Change
Reserve Strengthening	\$ 8,175,075	\$ 8,559,785	\$ (384,710)
Other	-	-	-
Total DTLs	\$ 8,175,075	\$ 8,559,785	\$ (384,710)

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

	Amount	Tax effect
Income before taxes	\$ 1,716,174	\$ 600,661
Book over tax reserves	77,384	27,084
Net DAC adjustment	711,791	249,127
Section 197 Amortization	(5,068,100)	(1,773,835)
Accrued market discount	1,091,984	382,194
Separate Account Adjustment	(22,532,947)	(7,886,532)
Deferred Hedge Losses	(495,438)	(173,403)
Acquisition Related Goodwill	(320,000)	(112,000)
Elimination of IMR	(166,543)	(58,290)
Reserve Strengthening	(2,502,793)	(875,977)
Other	(268,814)	(94,085)
Taxable income	\$ (27,757,303)	\$ (9,715,056)

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

NOTES TO FINANCIAL STATEMENTS

E: 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	-
2001	1,694,749
2000	-
1999	-

F: (1) The Company's federal Income Tax return is consolidated with the following entity:

National Integrity Life Insurance Company

(2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled annually.

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY LIFE INSURANCE COMPANY**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 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. 12/31/1999

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. 12/31/1999

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). 03/12/2001

7.4 By what department or departments?

Ohio Department of Insurance.....

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

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

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

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: \$

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

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

13.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds	\$	\$
13.22 Preferred Stock	\$	\$
13.23 Common Stock	\$	\$
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
Bank of New York	1 Wall Street, New York, NY 10286

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
107126	Fort Washington Investment Advisors	420 East Fourth Street, Cincinnati, Ohio 45202

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

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	\$ 5,104,160
1.12	Residential Mortgages	\$ 32,838
1.13	Commercial Mortgages	\$ 13,033,679
1.14	Total Mortgages in Good Standing	<u>\$ 18,170,677</u>
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.....	<u>\$.....</u>
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.....	<u>\$.....</u>
1.5	Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Col. 3, Lines 3.1 plus 3.2).....	<u>\$ 18,170,677</u>
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	<u>\$.....</u>

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				
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)				

NONE**SCHEDULE B - VERIFICATION**

	1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/recorded investment excluding accrued interest on mortgages owned, beginning of period	19,589,381	18,468,907	18,282,430	21,317,766
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	1,120,474	186,477	111,753	1,728,385
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	18,468,907	18,282,430	18,170,677	19,589,381
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	18,468,907	18,282,430	18,170,677	19,589,381
12. Total nonadmitted amounts				
13. Statement value of mortgages owned at end of current period	18,468,907	18,282,430	18,170,677	19,589,381

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	9,076,063	9,075,025	11,039,204	18,854,681
2. Cost of acquisitions during period:				
2.1. Actual cost at time of acquisitions		1,977,700		
2.2. Additional investment made after acquisitions				
3. Accrual of discount				
4. Increase (decrease) by adjustment	(1,038)	(1,021)	(959)	(12,687)
5. Total profit (loss) on sale				(1,969,374)
6. Amounts paid on account or in full during the period		12,500		7,796,557
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	9,075,025	11,039,204	11,038,245	9,076,063
10. Total valuation allowance				
11. Subtotal (Lines 9 plus 10)	9,075,025	11,039,204	11,038,245	9,076,063
12. Total nonadmitted amounts				
13. Statement value of long-term invested assets at end of current period	9,075,025	11,039,204	11,038,245	9,076,063

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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	700,049,098	286,991,622	280,048,872	(1,569,293)	685,466,306	700,049,098	705,422,555	679,138,828
2. Class 2	508,270,023	4,122,994	32,471,775	(14,180,534)	556,355,848	508,270,023	465,740,708	540,235,481
3. Class 3	112,091,606			(26,432,300)	98,086,839	112,091,606	85,659,306	94,536,498
4. Class 4	41,206,591			22,880,431	41,449,101	41,206,591	64,087,022	42,380,878
5. Class 5	29,734,211			(13,888,373)	17,331,986	29,734,211	15,845,838	20,092,664
6. Class 6	1,424,060			199,053	4,282,375	1,424,060	1,623,113	4,544,824
7. Total Bonds	1,392,775,589	291,114,616	312,520,647	(32,991,016)	1,402,972,455	1,392,775,589	1,338,378,542	1,380,929,173
PREFERRED STOCK								
8. Class 1	82,684,582			1,373,124	82,022,514	82,684,582	84,057,706	80,705,432
9. Class 2					4,925,229			4,925,229
10. Class 3								
11. Class 4								
12. Class 5	241,600			76,143	241,600	317,743		
13. Class 6	731,380			(139,680)	731,380	591,700		
14. Total Preferred Stock	83,657,562			1,309,587	86,947,743	83,657,562	84,967,149	85,630,661
15. Total Bonds and Preferred Stock	1,476,433,151	291,114,616	312,520,647	(31,681,429)	1,489,920,198	1,476,433,151	1,423,345,691	1,466,559,834

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Amount of Interest Received Current Quarter	5 Paid for Accrued Interest
80999999 Totals	68,711,698	XXX	68,711,698	299,361	

SCHEDULE DA - PART 2- Verification

Short-Term Investments Owned		1 First Quarter Current Year	2 Second Quarter Current Year	3 Third Quarter Current Year	4 Prior Year Ended December 31
1. Book/adjusted carrying value, beginning of period		31,041,280	41,555,708	73,852,137	29,819,958
2. Cost of short-term investments acquired		180,685,105	73,852,137	68,711,698	744,350,247
3. Increase (decrease) by adjustment					117,189
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		170,170,677	41,555,708	73,852,137	743,246,114
7. Book/adjusted carrying value, current period		41,555,708	73,852,137	68,711,698	31,041,280
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)		41,555,708	73,852,137	68,711,698	31,041,280
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)		41,555,708	73,852,137	68,711,698	31,041,280
12. Income collected during period		141,689	357,845	299,361	8,356,025
13. Income earned during period		141,689	357,845	299,361	8,302,545

Schedule DB - Part F - Section 1
NONE

Schedule DB - Part F - Section 2
NONE

Schedule S
NONE

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

SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

During Current Year to Date - Allocated by States and Territories

States, Etc.	Is Insurer Licensed? (Yes or No)	Direct Business Only			6	
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees		
		2	3 Life Insurance Premiums			
1. Alabama	AL	Yes	(12,487)	6,531,656		
2. Alaska	AK	Yes	3,261	104,488		
3. Arizona	AZ	Yes	21,390	6,652,614	98,814	
4. Arkansas	AR	Yes	3,869	915,318	1,445,159	
5. California	CA	Yes	845	45,955,391	81,912	
6. Colorado	CO	Yes	9,964	4,246,622	15,289	
7. Connecticut	CT	Yes	897	9,849,482		
8. Delaware	DE	Yes	13,414	163,263		
9. District of Columbia	DC	Yes		175		
10. Florida	FL	Yes	51,931	76,455,042	55,245	
11. Georgia	GA	Yes	61,919	3,463,831	75,142	
12. Hawaii	HI	Yes		2,085,781	348,333	
13. Idaho	ID	Yes		257,778	4,186	
14. Illinois	IL	Yes	66,628	16,050,370	203,302	
15. Indiana	IN	Yes	14,843	8,124,409	4,714	
16. Iowa	IA	Yes	10,532	2,194,184	105,067	
17. Kansas	KS	Yes	9,444	1,485,507		
18. Kentucky	KY	Yes	6,252	4,550,997	185,952	
19. Louisiana	LA	Yes	45,817	3,140,471		
20. Maine	ME	No		315		
21. Maryland	MD	Yes	35,975	4,493,524		
22. Massachusetts	MA	Yes		12,921,603		
23. Michigan	MI	Yes		8,062,030	22,122	
24. Minnesota	MN	Yes	10,248	9,909,202	314,452	
25. Mississippi	MS	Yes	21,009	255,856		
26. Missouri	MO	Yes	31,587	7,663,520		
27. Montana	MT	Yes		49,934	19,820	
28. Nebraska	NE	Yes	21,298	691,341		
29. Nevada	NV	Yes		1,312,620	1,071,016	
30. New Hampshire	NH	No		197,011		
31. New Jersey	NJ	Yes	11,674	31,603,305	918,717	
32. New Mexico	NM	Yes	19,602	909,458	14,381	
33. New York	NY	No	4,121	11,287,371		
34. North Carolina	NC	Yes	4,403	6,659,706		
35. North Dakota	ND	Yes		197,374		
36. Ohio	OH	Yes	205,012	19,144,839	35,703	
37. Oklahoma	OK	Yes	17,351	10,273,489	1,882	
38. Oregon	OR	Yes	44,756	4,600,549	726,501	
39. Pennsylvania	PA	Yes	51,214	30,216,571	268,546	
40. Rhode Island	RI	Yes		196,984		
41. South Carolina	SC	Yes	60,641	987,760	31,712	
42. South Dakota	SD	Yes		540,909		
43. Tennessee	TN	Yes	14,475	4,766,093	73,238	
44. Texas	TX	Yes	11,564	12,386,741	349,367	
45. Utah	UT	Yes		165,109		
46. Vermont	VT	No		100,000	91,330	
47. Virginia	VA	Yes	11,059	5,109,350	73,558	
48. Washington	WA	Yes	70,701	219,415	1,726,358	
49. West Virginia	WV	Yes	17,017	1,196,154		
50. Wisconsin	WI	Yes	598	4,664,859	6,296	
51. Wyoming	WY	Yes	2,476	179,769		
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	906	435	3,706	
58. Subtotal		(a) 47	976,206383,190,575	8,371,820	
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	976,206383,190,575	8,371,820	
96. Plus Reinsurance Assumed		XXX	410,498			
97. Totals (All Business)		XXX	1,386,704383,190,575	8,371,820	
98. Less Reinsurance Ceded		XXX	2,007,064	346,632		
99. Totals (All Business) less Reinsurance Ceded		XXX	(620,360)	382,843,943	8,371,820	
DETAILS OF WRITE-INS						
5701. Alien(01)		XXX	906	435	3,706	
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	906	435	3,706	
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

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

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

LQ004 Additional Aggregate Lines for Page 04 Line 8.3.

*SUMOPS

08.304. Miscellaneous income.....	7,745,825	1,576,759	3,592,831
08.397. Summary of remaining write-ins for Line 8.3 from Page 4	7,745,825	1,576,759	3,592,831

LQ005 Additional Aggregate Lines for Page 05 Line 7.

*CASH

0704. Miscellaneous income.....	7,745,821	3,592,831
0705. Noncash appreciated common stock.....		4,901,821
0797. Summary of remaining write-ins for Line 7 from Page 05	7,745,821	8,494,652

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

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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								
31390J-6G-1.	FNMA POOL #648071 6.500% 07/01/32 USD Cost = 7,917,502	05/15/2002	Salomon Brothers Inc.		7,917,502	7,915,337	20,008	1
31390Q-FX-8.	FNMA POOL #652782 6.500% 08/01/32 USD Cost = 13,875,455	05/15/2002	Salomon Brothers Inc.		13,875,455	13,871,662	35,064	1
939335-JL-0.	WASHINGTON MUTUAL MSC 6.750% 07/25/31 Ser 2001-7 Class 3A4	09/25/2002	Legg Mason.		9,352,969	9,000,000	48,938	1PE
000000-00-0.	FNMA DOLLAR ROLL 5.500% 10/01/17 USD Cost = 25,397,774	09/17/2002	DEUTSCHE BANK.		25,397,774	24,801,000	75,781	1
00139P-AA-6.	AIG SUNAMER GLOB FIN 6.900% 03/15/32 IX	08/07/2002	J. P. Morgan Securities Inc.		3,157,380	3,000,000	81,650	1
110122-AB-4.	USD Cost = 3,157,380 BRISTOL-MYERS SQUIBB 6.800% 11/15/26	09/10/2002	Merrill Lynch.		1,101,280	1,000,000	22,289	1PE
110122-AG-3.	USD Cost = 3,204,530 SEC COMMUNICATIONS 6.250% 03/15/11	09/26/2002	Various.		3,204,530	3,000,000	57,181	1PE
78387G-AD-5.	USD Cost = 1,072,440 ZENECA WILMINGTON 7.000% 11/15/23	09/30/2002	Morgan Stanley & Co Inc.		1,072,440	1,000,000	3,125	1
98934K-AB-6.	USD Cost = 2,132,140 GMNA DOLLAR ROLL 6.000% 09/15/32	07/30/2002	Lehman Brothers.		2,132,140	2,000,000	29,944	1PE
000000-00-0.	USD Cost = 4,952,374	09/25/2002	Bank America Securities Inc.		4,952,374	4,820,562	16,470	1
Total United States						72,163,844	70,408,561	390,450 XXX
0399996 - Bonds - U.S. Government						72,163,844	70,408,561	390,450 XXX
0399999 - Total - Bonds - U.S. Government						72,163,844	70,408,561	390,450 XXX
Special Revenue & Assessment								
United States								
000000-00-0.	FNMA DOLLAR ROLL 6.500% 06/01/32 USD Cost = 25,615,875 FHLMC 0.000% 02/04/28	08/28/2002	UBS Securities Inc.		25,615,875	24,900,000	62,942	1
3134A1-2K-5.	USD Cost = 1,280,790	09/30/2002	Lazard Freres & Co.		1,280,790	7,000,000		1
Total United States						26,896,665	31,900,000	62,942 XXX
3199996 - Bonds - Special Revenues - United States						26,896,665	31,900,000	62,942 XXX
3199999 - Total - Bonds - Special Revenue						26,896,665	31,900,000	62,942 XXX
Public Utilities (unaffiliated)								
United States								
001957-BD-0.	AT&T CORP 8.000% 11/15/31 USD Cost = 4,122,994	08/13/2002	Tax Free Exchange.		4,122,994	4,000,000	78,222	2
Total United States						4,122,994	4,000,000	78,222 XXX
3899996 - Bonds - Public Utilities - United States						4,122,994	4,000,000	78,222 XXX
3899999 - Total - Bonds - Public Utilities						4,122,994	4,000,000	78,222 XXX
Industrial & Miscellaneous								
United States								
76110G-JM-4.	RESIDENTIAL ACCREDIT 6.750% 05/25/31 LNS, INC Ser 2001-QS5 Class A5 USD Cost = 122,830	09/01/2002	Interest Capitalization		122,830	122,830		1PE
030955-AN-8.	AMERITECH CAPITAL 6.550% 01/15/28 FUNDING	09/10/2002	Morgan Stanley & Co Inc.		639,863	625,000	6,595	1PE
208251-AE-8.	CONOCO INC 6.950% 04/15/29 USD Cost = 2,245,240	09/13/2002	J. P. Morgan Securities Inc.		2,245,240	2,000,000	59,075	1
459200-AM-3.	IBM CORP 7.000% 10/30/25 USD Cost = 3,678,886	09/25/2002	Various.		3,678,886	3,315,000	95,684	1PE
459200-AS-0.	IBM CORP 6.500% 01/15/28 USD Cost = 1,676,651	09/24/2002	Barclays Capital		1,676,651	1,575,000	20,475	1
Total United States						8,363,470	7,637,830	181,829 XXX

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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)
459996 - Bonds - Industrial and Misc - United States					8,363,470	7,637,830	181,829	XXX
459999 - Total - Bonds - Industrial, Misc.					8,363,470	7,637,830	181,829	XXX
609997 - Total - Bonds - Part 3					111,546,973	113,946,391	713,443	XXX
609998 - Total - Bonds - Part 5					110,855,946	109,554,124	292,259	XXX
609999 - Total - Bonds					222,402,919	223,500,515	1,005,702	XXX
659999 - Total - Preferred Stocks						XXX		XXX
709999 - Total - Common Stocks						XXX		XXX
719999 - Total - Preferred and Common Stocks						XXX		XXX
7299999 - Totals					222,402,919	XXX	1,005,702	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 INTEGRITY 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)
BONDS																
US Governments																
United States																
04243*-AC-3...	ARMSTRONG MTG CO FHA 10.25% 07/01/31 042-43083-ECPM Altermcare USD Cost = 4,178	09/01/2002	Paydown.....			4,166	4,166	4,178	4,166	(12)				0	.71	
21204*-AH-3...	CONTINENTAL SECS CORP 10.000% 02/01/33 FHA 023-43137 Golden Pond USD Cost = 45,789	09/01/2002	Paydown.....			6,134	.6,134	.6,169	6,134	(222)				0	(233,006)	1
313840-PN-7...	FNMA POOL #530629 7.25% 04/01/30 USD Cost = 156,273	09/01/2002	Paydown.....			157,702	.157,702	.156,273	157,702	1,400				0	2,381	1
31385B-ZD-0...	FNMA POOL #539940 8.000% 05/01/30	09/01/2002	Paydown.....			717,896	.717,896	.717,840	717,896	.177				0	8,729	1
31385N-SC-4...	FNMA POOL #547815 8.000% 07/01/30	09/01/2002	Paydown.....			315,500	.315,500	.315,475	315,500	.77				0	3,833	1
31384U-U7-7...	FNMA POOL #534406 7.198% 04/01/30 USD Cost = 614,201	09/01/2002	Paydown.....			620,699	.620,699	.614,201	620,699	.6,636				0	4,921	1
36200W-S3-6...	GNMA Pool #574838 6.000% 11/15/31 USD Cost = 4,843,535	07/31/2002	Bank America Securities Inc.....			4,843,439	.4,820,562	.4,843,535	4,843,439	(680)				0	40,171	1
36200W-S3-6...	GNMA Pool #574838 6.000% 11/15/31 USD Cost = 93,624	08/01/2002	Paydown.....			93,180	.93,180	.93,624	93,180	(455)				0	24,849	1
43038*-AG-1...	HIGHLAND MTG CO FHA 9.125% 10/01/21 064-35271-PM A REDEMPRESS USD Cost = 12,485	09/01/2002	Paydown.....			12,346	.12,346	.12,485	.12,346	(109)				0	.188	1
912827-2W-1...	US TREASURY NOTE 6.500% 05/31/02 USD Cost = 112,088	05/31/2002	Maturity.....			110,000	.110,000	.112,088	110,000					0	(3,350)	1PE
Total United States						6,881,062	6,858,185	6,875,868	6,881,062	6,812	0	0	0	0	(151,213)	XXX
						6,881,062	6,858,185	6,875,868	6,881,062	6,812	0	0	0	0	(151,213)	XXX
0399996 - Bonds - U.S. Government						6,881,062	6,858,185	6,875,868	6,881,062	6,812	0	0	0	0	(151,213)	XXX
0399999 - Bonds - U.S. Governments						6,881,062	6,858,185	6,875,868	6,881,062	6,812	0	0	0	0	(151,213)	XXX
All other Governments																
Special Revenue & Assessment																
United States																
312903-5X-1...	FHLMC 174 Z 10.000% 08/15/21 USD Cost = 212,265	08/15/2002	Paydown.....			204,101	.204,101	.212,265	204,101	(761)				0	2,558	1
312913-BY-1...	FHLMC 92-1414 LA 3.471% 11/15/07 USD Cost = 12,838	09/01/2002	Paydown.....			13,381	.13,381	.12,838	.13,381	.96				0	.87	1
3133TD-YY-6...	FHLMC 2056 PH 6.500% 05/15/28 USD Cost = 1,953,252	09/01/2002	Paydown.....			1,953,863	.1,953,863	.1,953,252	1,953,863	.4,475				0	27,112	1
3133TD-ZT-6...	FHLMC 2056 L 7.000% 05/15/28 USD Cost = 1,592,773	07/01/2002	Paydown.....			288,670	.288,670	.288,310	.288,670	.773				0	(13,294)	1
3133TE-MP-6...	FHLMC 2064 L 0.000% 06/15/28 USD Cost = 440,161	09/01/2002	Paydown.....			441,264	.441,264	.440,161	441,264	.1,193				0	1,324	1
313615-AQ-9...	FNMA POOL #050415 9.000% 03/01/21 USD Cost = 2,156	09/01/2002	Paydown.....			2,065	.2,065	.2,156	2,065	(92)				0	.34	1
313616-3C-6...	FNMA POOL #052095 9.500% 08/01/17 USD Cost = 17	09/01/2002	Paydown.....			16	.16	.17	.16	(1)				0		1
313616-D9-2...	FNMA POOL #051428 9.500% 07/01/17 USD Cost = 483	09/01/2002	Paydown.....			460	.460	.483	460	(19)				0	.7	1
313616-W4-2...	FNMA POOL #051967 9.500% 07/01/17 USD Cost = 1,311	09/01/2002	Paydown.....			1,250	.1,250	.1,311	1,250	(46)				0	.26	1
313621-5N-3...	FNMA POOL #044053 9.500% 01/01/18 USD Cost = 146	09/01/2002	Paydown.....			139	.139	.146	.139	(6)				0	2	1
313623-L7-3...	FNMA POOL #076850 9.000% 05/01/18 USD Cost = 41	09/01/2002	Paydown.....			39	.39	.41	.39	(1)				0	.1	1
313627-TU-7...	FNMA POOL #070763 9.000% 03/01/21 USD Cost = 2,554	09/01/2002	Paydown.....			2,445	.2,445	.2,554	2,445	(109)				0	.33	1

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)	
31364N-RJ-5...	FNMA POOL #112189 9.500% 11/01/08 USD Cost = 764	09/01/2002	Paydown.....		.727	.727	.764	.727	-(18)				0	.6		1	
31364R-D2-8...	FNMA POOL #114521 9.000% 05/01/18 USD Cost = 16	09/01/2002	Paydown.....		15	.15	.16	.15	-(1)				0			1	
31364S-Y3-1...	FNMA POOL #116030 9.500% 06/01/19 USD Cost = 11	09/01/2002	Paydown.....		10	.10	.11	.10					0			1	
31364V-VW-3...	FNMA POOL #118629 9.500% 04/01/21 USD Cost = 21,914	09/01/2002	Paydown.....		20,939	20,939	21,914	20,939	(802)			0	333			1	
000000-00-0...	FNMA DOLLAR ROLL 6.500% 06/01/32	07/01/2002	UBS Securities Inc.		25,164,563	24,900,000	25,164,563	25,164,563				0	62,942			1	
Total United States					28,093,947	27,829,384	28,100,802	28,093,947	4,681	0	0	0	0	81,171	XXX	XXX	
3199996 - Bonds - Special Revenues - United States					28,093,947	27,829,384	28,100,802	28,093,947	4,681	0	0	0	0	81,171	XXX	XXX	
3199999 - Bonds - Special Revenues					28,093,947	27,829,384	28,100,802	28,093,947	4,681	0	0	0	0	81,171	XXX	XXX	
Public Utilities (unaffiliated)																	
United States																	
001957-BA-6...	AT&T CORP 8.000% 11/15/31 USD Cost = 4,123,300	08/13/2002	Tax Free Exchange.....		4,122,994	4,000,000	4,123,300	4,122,994	(140)				0	.78,222			2
653522-CD-2...	NIAGARA MOHAWK PWR 8.770% 01/01/18 CORP USD Cost = 36,317	07/01/2002	Call 100.0000.....		35,000	35,000	36,317	.35,000	(1,231)				0	1,535			2
Total United States					4,157,994	4,035,000	4,159,617	4,157,994	(1,371)	0	0	0	0	79,757	XXX	XXX	
Other Country																	
KOREA ELECTRIC & POWER 7.400% 04/01/16																	
500631-AD-8...	USD Cost = 2,075,580	09/06/2002	UBS Securities Inc.		2,282,432	2,083,100	.2,075,580	2,076,735	.53				205,696	205,696	.68,511		2PE
500631-AE-6...	KOREA ELECTRIC & POWER 0.000% 04/01/96 USD Cost = 2,122,800	09/06/2002	Salomon Brothers Inc.		4,176,000	11,600,000	2,122,800	3,418,600	55,111				757,400	757,400			2PE
Total Other Country					6,458,432	13,683,100	4,198,380	5,495,335	55,164	0	0	963,096	963,096	.68,511	XXX	XXX	
3899996 - Bonds - Public Utilities - United States					4,157,994	4,035,000	4,159,617	4,157,994	(1,371)	0	0	0	0	79,757	XXX	XXX	
389998 - Bonds - Public Utilities - Other Countries					6,458,432	13,683,100	4,198,380	5,495,335	55,164	0	0	963,096	963,096	.68,511	XXX	XXX	
389999 - Bonds - Public Utilities					10,616,426	17,718,100	8,357,997	9,653,329	53,793	0	0	963,096	963,096	148,268	XXX	XXX	
Industrial & Miscellaneous																	
United States																	
00077B-CV-3...	ABN AMRO BANK NV 98-4 6.750% 11/25/28 A6 USD Cost = 458,911	09/01/2002	Paydown.....		458,338	.458,338	.458,911	.458,338	1,893				0	5,328		1PE	
02582J-AC-4...	AMERICAN EXPRESS CRED 6.400% 04/15/05 ACC MAST USD Cost = 25,051,758	09/15/2002	Redemption 100.0000.....		.25,500,000	.25,500,000	.25,051,758	.25,500,000	.40,254				0	.408,000		1	
055240-LT-0...	BA MTG SEC, INC. 98-7 6.250% 01/25/29 A4 USD Cost = 281,134	07/01/2002	Redemption 100.0000.....		283,794	283,794	.281,134	283,794	.1,214				0	1,478		1PE	
05535D-AM-6...	BCF 97-R1 WAC 1.938% 03/25/37 USD Cost = 193,310	09/01/2002	Paydown.....		.195,140	.195,140	.193,310	.195,140	.1,217				0	2,802		1PE	
126342-EP-5...	CSFB 1996-1R 3M1 6.070% 01/27/19 USD Cost = 143,198	09/01/2002	Paydown.....		.120,664	.120,664	.119,229	.120,664	.1,813				0	(4,595)		.22	
12639T-AA-8...	CST EXPORT MASTER 8.220% 03/01/04 TRUST SERIES 97-1 USD Cost = 312,500	09/01/2002	Redemption 100.0000.....		.312,500	.312,500	.312,500	.312,500					0	4,281		.2	
126691-A7-9...	RESIDENTIAL ASSET SEC 8.000% 12/25/26 TR 96-A8 B3 USD Cost = 55,275	09/01/2002	Paydown.....		.57,540	.57,540	.55,275	.57,540	.1,651				0	.724		1	

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)
	RESIDENTIAL ASSET SEC 7.250% 05/25/26 TR 96-1 B3 USD Cost = 84,172	09/01/2002	Paydown.....		94,509	94,509	84,172	94,509	2,960				0	1,298		1
126691-TH-7...	RESIDENTIAL ASSET SEC 7.750% 05/25/27 TR 1997-A3 B3 USD Cost = 162,746	09/01/2002	Paydown.....		160,687	160,687	162,746	160,687	.414				0	2,538		1
126691-W3-4...	COUNTRYWIDE HOME LOANS 6.750% 05/25/28 1998-A5 A8 USD Cost = 2,801,224	08/01/2002	Paydown.....		2,773,489	2,773,489	2,801,224	2,773,489	10,898				0	22,991		1PE
12669A-NT-7...	COUNTRYWIDE HOME LOANS 2.740% 08/25/28 1998-A8 A6 USD Cost = 210,362	09/01/2002	Paydown.....		209,055	209,055	210,362	209,055	.231				0	1,331		1PE
12669A-WB-6...	COUNTRYWIDE HOME LOANS 6.750% 08/25/28 98-A8 B1C USD Cost = 9,969	09/01/2002	Paydown.....		10,239	10,239	9,969	10,239	.89				0	.115		1
12669A-WE-0...	CHASE CAPITAL I SERIES 7.670% 12/01/26 A USD Cost = 16,047	09/01/2002	Paydown.....		16,466	16,466	16,047	16,466	.142				0	210		2
161477-AA-2...	CHASE MORTGAGE FIN 6.750% 07/25/28 CORP 1998-S2 B2 USD Cost = 3,194,940	07/23/2002	J. P. Morgan Securities Inc.....		3,502,905	3,500,000	3,194,940	3,202,263	.263			300,642	.300,642	.41,013		1
161626-4S-2...	CHASE MORTGAGE FIN 6.900% 08/25/28 CORP 98-S4 A9 USD Cost = 7,883	09/01/2002	Paydown.....		8,068	8,068	7,883	8,068	.99				0	.90		2
16162R-AJ-9...	CHASE MORTGAGE FIN 6.950% 08/25/28 CORP 98-S4 A11 USD Cost = 108,019	09/01/2002	Paydown.....		108,306	108,306	108,019	108,306	.483				0	1,352		1
16162R-AL-4...	CITICORP CAPITAL I 7.933% 02/15/27 USD Cost = 76,765	09/01/2002	Paydown.....		76,717	76,717	76,765	76,717	.326				0	.965		1PE
17303P-AA-0...	CONSECO COMMERCIAL MTG 9.700% 10/15/15 TR 1 89-1 A3 USD Cost = 2,856,720	07/30/2002	J. P. Morgan Securities Inc.....		3,029,700	3,000,000	2,856,720	2,860,128	.150			169,572	.169,572	110,401		1PE
208463-AC-3...	CS FIRST BOSTON SEC 7.398% 09/30/24 CORP 97-1R 1M5 USD Cost = 204,511	09/15/2002	Paydown.....		190,710	190,710	204,511	190,710	(8,897)				0	3,939		2
22540A-BT-4...	DLJ MTG ACCEPT CO 6.955% 09/02/23 95-T10 1B USD Cost = 363,725	09/01/2002	Paydown.....		286,440	286,440	282,882	286,440	.4,072				0	(11,529)		2PE
23321P-VA-3...	DLJ MTG ACCEPT CO 4.846% 12/28/25 1996-E 1 USD Cost = 452,553	08/01/2002	Paydown.....		493,919	493,919	.452,553	493,919	11,920				0	(18,261)		2PE
23321P-ZK-7...	DLJ MTG ACCEPT CO 96-G 0.000% 06/28/26 1 USD Cost = 352,569	08/01/2002	Paydown.....		345,307	345,307	.349,893	345,307	(747)				0	(21,611)		.1Z
23321P-ZM-3...	USD Cost = 639,765	08/01/2002	Paydown.....		618,702	618,702	.638,230	618,702	(6,004)				0	(24,803)		1

E05.2

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)
	FIRST CHICAGO/LENNAR 7.915% 04/29/06															
31947H-AC-7...	1997-CHL1 CL B USD Cost = 359,172	08/01/2002	Paydown.....		354,793	.354,793	.359,172	.354,793	(22)				0	(31,883)		2
36157L-4R-6...	GE CAPITAL MTG 6.500% 04/25/24 SERVICES 94-13 B2 USD Cost = 179,911	09/01/2002	Paydown.....		176,383	.176,383	.179,911	.176,383	(995)				0	2,174		1
36157R-Y6-6...	GE CAPITAL MORTGAGE 6.500% 07/25/29 1999-11 A7 USD Cost = 2,464,711	09/01/2002	Paydown.....		2,468,954	.2,468,954	.2,464,711	.2,468,954	.9,057				0	.30,300		1PE
361849-CB-6...	GMAC 1997-C1 X 1.758% 07/15/29 USD Cost = 37,121	09/01/2002	Paydown.....				.37,121		(37,121)				0	1,420		1
396782-ET-7...	GREENWICH CAPITAL 4.912% 01/29/25 ACCEPTANCE 96-B A USD Cost = 8,228	09/01/2002	Paydown.....		8,435	.8,435	.8,228	.8,435	.125				0	(165)		2
44926M-BK-5...	ICI FUNDING CORP 8.000% 07/25/28 USD Cost = 105,983	09/01/2002	Paydown.....		101,177	.101,177	.105,983	.101,177	(1,451)				0	1,905		2PE
44926M-CD-0...	ICI FUNDING CORP 7.250% 09/25/27 1997-3 USD Cost = 5,432	09/01/2002	Paydown.....		5,628	.5,628	.5,432	.5,628	.53				0	.68		2PE
47607T-AA-2...	JENKINS-EMP 6.840% 09/01/08 ASSC/VERITUS SEC NT USD Cost = 106,177	08/01/2002	Redemption 100,0000.....		105,785	.105,785	.106,177	.105,785	(178)				0	.593		1
52518R-AC-0...	LB MORTGAGE TRUST 97-A 3.320% 09/25/36 A USD Cost = 850,800	09/01/2002	Paydown.....		850,800	.850,800	.850,800	.850,800					0	(23,099)		2
55337*-AA-6...	MOBIL PRODUCING 8.625% 02/02/06 NIGERIA USD Cost = 13,441,316	09/03/2002	Debt Traders, Inc.....		13,794,847	.13,854,167	.13,441,316	.13,716,819	(5,220)			.78,027	.78,027	.723,539		2
55337*-AA-6...	MOBIL PRODUCING 8.625% 02/02/06 NIGERIA USD Cost = 1,921,199	08/02/2002	Redemption 100,0000.....		1,979,167	.1,979,167	.1,921,199	.1,979,167	.18,529				0	.85,411		2
66937N-U7-1...	NORWEST ASSET SEC'S 7.000% 07/25/28 CORP 1998-15 A4 USD Cost = 1,076,031	09/01/2002	Paydown.....		1,061,436	.1,061,436	.1,076,031	.1,061,436	(3,792)				0	.10,602		1PE
66937N-VA-3...	NORWEST ASSET SEC'S 7.250% 11/25/27 CORP 1997-17 B2 USD Cost = 1,786	09/01/2002	Paydown.....		1,799	.1,799	.1,786	.1,799	.10				0	.22		1
66937R-VL-0...	NORWEST ASSET 6.750% 06/25/29 SECURITIES CORP USD Cost = 558,395	09/01/2002	Paydown.....		557,220	.557,220	.558,395	.557,220	.961				0	.6,300		1PE
69348L-J4-2...	PNC MORTGAGE SEC'S CORP 6.750% 08/25/13 1998-6 4A1 USD Cost = 200,999	09/01/2002	Paydown.....		199,710	.199,710	.200,999	.199,710	.651				0	.2,946		1PE
69348L-JN-0...	PNC MORTGAGE SEC'S CORP 7.750% 02/25/27 97-1 B3 USD Cost = 59,773	09/01/2002	Paydown.....		58,530	.58,530	.59,773	.58,530	(131)				0	.867		1
69348L-N6-2...	PNC MORTGAGE SEC'S CORP 6.750% 09/25/28 1998-7 1A13 USD Cost = 72,970	09/01/2002	Paydown.....		72,539	.72,539	.72,970	.72,539	.268				0	.895		1PE
69563A-JU-6...	PAINNE WEBBER GROUP, 2.529% 05/07/18 INC.	07/11/2002	Paine Webber Inc.....		4,914,602	.4,850,000	.4,850,000	.4,850,000				.64,602	.64,602	.9,198		1

STATEMENT AS OF SEPTEMBER 30, 2002 OF THE INTEGRITY 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 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year	17 NAIC Designa- tion (a)
754052-AC-2...	RAS LAFFAN LIQ NAT GAS 8.294% 03/15/14 USD Cost = 2,278,550	08/08/2002	First Boston Corp.	2,450,300	2,290,000	2,278,550	2,280,335	.58				169,965	.169,965	.78,083		2
760947-Y3-9...	RESIDENTIAL FDG MTG 7.750% 12/25/26 96-S25 M3 USD Cost = 51,983	09/01/2002	Paydown	.51,341	.51,341	.51,983	.51,341	.61				0	0	.702		1PE
76110F-DL-4...	RESIDENTIAL ACCREDIT 8.000% 09/25/26 LN 96-QS5 M3 USD Cost = 399,452	09/01/2002	Paydown	.66,620	.66,620	.65,538	.66,620	.3,279				0	0	(259,800)		1
76110F-FD-0...	RESIDENTIAL ACCREDIT 7.750% 12/25/26 LN 96-QS8 M3 USD Cost = 81,156	09/01/2002	Paydown	.83,923	.83,923	.81,156	.83,923	.828				0	0	1,111		1
76110Y-5C-2...	RESIDENTIAL FUNDING 6.750% 06/25/31 MTG 2001-S14 A5 USD Cost = 93,712	09/01/2002	Paydown	.89,276	.89,276	.93,712	.89,276	(2,359)				0	0	1,006		1PE
79548K-WH-7...	ASSETS 96-4 A2 SOUTHERN PACIFIC SEC 7.300% 01/25/28 USD Cost = 11,391	08/25/2002	Paydown	1,082,861	1,082,861	1,082,861	1,082,861					0	0	4,202		22
843590-AZ-3...	STRUCTURED ASST SEC 7.000% 08/25/26 CRP 96-2 B3 USD Cost = 11,391	09/01/2002	Paydown	.11,119	.11,119	.11,391	.11,119	(91)				0	0	.131		1PE
863572-KP-7...	STRUCTURED ASST SEC 2.964% 02/25/28 CRP 98-2 B	09/01/2002	Paydown	.17,037	.17,037	.15,048	.17,037	.712				0	0	.228		1
863572-SH-7...	STRUCTURED ASST SEC 2.404% 08/25/28 CRP 98-7 CL-A USD Cost = 683,898	09/25/2002	Paydown	.627,875	.627,875	.630,033	.627,875	(463)				0	0	(4,721)		2
863572-UR-2...	WILSHIRE MTG LOAN TR 7.770% 05/25/28 97-2 M3 USD Cost = 438,589	08/01/2002	Paydown	.438,589	.438,589	.438,589	.438,589					0	0	1,047		.1Z
971885-AP-3...	USD Cost = 377,704	09/01/2002	Paydown	.371,550	.371,550	.377,704	.371,550	(5,192)				0	0	.4,799		2PE
Total United States					70,855,491	70,657,304	69,355,602	70,072,682	42,018	0	0	782,808	782,808	1,175,938	XXX	XXX
Other Country																
448414-AE-2...	HUTCHISON WHAMPOA 7.500% 08/01/27 USD Cost = 9,919,176	09/17/2002	J. P. Morgan Securities Inc.	.10,548,480	.10,330,000	.9,919,176	.9,941,472	.1,123				607,007	.607,007	.492,827		1PE
70556W-AC-4...	PEGASUS FOUR LTD 4.327% 07/15/27 USD Cost = 2,500,000	07/16/2002	Redemption	63,5214	3,176,071	5,000,000	2,500,000	3,176,071	.676,071			607,007	607,007	.56,622		1PE
Total Other Country					13,724,551	15,330,000	12,419,176	13,117,543	.677,194	0	0	607,007	607,007	549,449	XXX	XXX
459996 - Bonds - Industrial and Misc - United States					70,855,491	70,657,304	69,355,602	70,072,682	42,018	0	0	782,808	782,808	1,175,938	XXX	XXX
459998 - Bonds - Industrial and Misc - Other Countries					13,724,551	15,330,000	12,419,176	13,117,543	.677,194	0	0	607,007	607,007	549,449	XXX	XXX
459999 - Bonds - Industrial and Miscellaneous					84,580,042	85,987,304	81,774,778	83,190,225	.719,212	0	0	1,389,815	1,389,815	1,725,387	XXX	XXX
609997 - Bonds - Part 4					130,171,477	138,392,973	125,109,445	127,818,563	.784,498	0	0	2,352,911	2,352,911	1,803,613	XXX	XXX
609998 - Bonds - Part 5					110,880,075	109,554,124	110,855,946	110,849,947	(5,999)			30,129	30,129	543,937	XXX	XXX
609999 - Total - Bonds					241,051,552	247,947,097	235,965,391	238,668,510	.778,499			2,383,040	2,383,040	2,347,550	XXX	XXX
639999 - Preferred Stocks - Industrial and Miscellaneous					0	XXX	0	0	0	0	0	0	0	0	0	0
659997 - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0
659999 - Total - Preferred Stocks					XXX	XXX	0	0				0	0	0	XXX	XXX
709999 - Total - Common Stocks					XXX	XXX									XXX	XXX
719999 - Total - Preferred and Common Stocks					XXX	0	0					0	0	XXX		XXX
7299999 Totals					241,051,552	XXX	235,965,391	238,668,510	.778,499			2,383,040	2,383,040	2,347,550		XXX

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Rate of Interest	3 Amount of Interest Received During Current Quarter	4 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			8 *
				5 First Month	6 Second Month	7 Third Month	
Chase Manhattan Bank, AIP.....New York, NY.....	1.350	2,918		760,000	420,000	460,000	
Chase Manhattan Bank, APO EFT.....New York, NY.....				(6,943)	(8,711)	(3,950)	
Chase Manhattan Bank, Concentration.....New York, NY.....				5,147	119	2,385	
Chase Manhattan Bank, PAC Deposits.....New York, NY.....				152,683	72,117	79,540	
Chase Manhattan Bank, Policy & Commissions.....New York, NY.....				(12,992,602)	(9,966,646)	(8,085,717)	
Huntington National Bank, Disbursements.....Columbus, OH.....				1,142	1,013	(5,577)	
PNC Bank, Premium Receipts.....Louisville, KY.....	6.500	221		(149,725)	(81,664)	(75,677)	
National City, Concentration.....Louisville, KY.....				3,205,693	1,861,067	5,164,064	
Bank of New York.....New York, NY.....		1,208		21,208		13,372,440	
0199998 Deposits indepositories which do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX						XXX
0199999 Totals - Open Depositories	XXX	4,347	0	(9,003,397)	(7,702,705)	10,907,508	XXX
0399999 Total Cash on Deposit	XXX	4,347	0	(9,003,397)	(7,702,705)	10,907,508	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX				XXX
0599999 Total Cash	XXX	4,347	0	(9,003,397)	(7,702,705)	10,907,508	XXX