



QUARTERLY STATEMENT  
AS OF September 30, 2002  
OF THE CONDITION AND AFFAIRS OF THE  
MCKINLEY LIFE INSURANCE COMPANY

NAIC Group Code	1204 (Current Period)	1204 (Prior Period)	NAIC Company Code	77216	Employer's ID Number	341624818
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile						
Incorporated	08/15/1989		Commenced Business	11/01/1989		
Statutory Home Office	2600 SIXTH STREET SW (Street and Number)		CANTON, OH 44710 (City, or Town, State and Zip Code)			
Main Administrative Office			2600 SIXTH STREET SW (Street and Number)			
	CANTON , OH 44710 (City or Town, State and Zip Code)				(330)438-6360 x4057 (Area Code) (Telephone Number)	
Mail Address	2600 SIXTH STREET SW (Street and Number or P.O. Box)		CANTON, OH 44710 (City, or Town, State and Zip Code)			
Primary Location of Books and Records			2600 SIXTH STREET SW (Street and Number)			
	CANTON, OH 44710 (City, or Town, State and Zip Code)				(330)438-6360 x4057 (Area Code) (Telephone Number)	
Internet Website Address						
Statutory Statement Contact	CHRISTOPHER JOHN INDORF (Name)		(330)438-6360 x4057 (Area Code)(Telephone Number)(Extension)			
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Policyowner Relations Contact						

OFFICERS

President	RICK L HAINES
Secretary	ROGER E BAKER MD
Treasurer	SHEILA M MARKLEY
Vice Chairman	FRANK G PROVO
Executive Vice President	EDWARD J ROTH
Vice President of Brokered Sales	WILLIAM A HAMMERSTROM

VICE PRESIDENTS

DIRECTORS OR TRUSTEES

JOHN B HUMPHREY JR MD	WILLIAM H BELDEN JR
RAYMOND CANDAGE MD	GREGORY A HABAN MD
EILEEN W GOOD	MARINO G ONG MD
WILLIAM A HAMMERSTROM	WILLIAM R STROHMENGER

State of Ohio  
County of Stark ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the 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 manuals except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

(Signature)	(Signature)	(Signature)
Rick L Haines	Bradley R Hecker	
(Printed Name)	(Printed Name)	(Printed Name)
President	Associate Vice President	

Subscribed and sworn to before me this	a. Is this an original filing?	Yes[ ] No[X]
day of , 2002	b. If no,	
	1. State the amendment number	
	2. Date filed	
	3. Number of pages attached	

(Notary Public Signature)

**ASSETS**

		Current Statement Date			4
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1-2)	December 31 Prior Year Net Admitted Assets
1.	Bonds .....	9,457,426		9,457,426	9,168,457
2.	Stocks:				
2.1	Preferred stocks .....				
2.2	Common stocks .....				
3.	Mortgage loans on real estate:				
3.1	First liens .....				
3.2	Other than first liens .....				
4.	Real estate:				
4.1	Properties occupied by the company (less \$..... encumbrances) .....				
4.2	Properties held for the production of income (less \$..... encumbrances) .....				
4.3	Properties held for sale (less \$..... encumbrances) ....				
5.	Policy loans .....				
6.	Premium notes, including \$..... for first year premiums .....				
7.	Cash (\$.....1,900,839) and short-term investments (\$.....) .....	1,900,839		1,900,839	2,171,337
8.	Other invested assets .....	980		980	980
9.	Receivable for Securities .....				
10.	Aggregate write-ins for invested assets .....				
11.	Subtotals, cash and invested assets (Lines 1 to 10) .....	11,359,245		11,359,245	11,340,774
12.	Reinsurance ceded:				
12.1	Amounts recoverable from reinsurers .....	209,370		209,370	569,186
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 .....				
14.	Federal and foreign income tax recoverable and interest thereon (including \$..... net deferred tax asset) .....				
15.	Guaranty funds receivable or on deposit .....				
16.	Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$..... loading) .....				
17.	Accident and health premiums due and unpaid .....	898,187	139,098	759,089	1,692,008
18.	Investment income due and accrued .....	161,032		161,032	192,409
19.	Net adjustment in assets and liabilities due to foreign exchange rates .....				
20.	Receivable from parent, subsidiaries and affiliates .....	5,200,573		5,200,573	4,192,492
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 .....	2,428,416		2,428,416	213,493
25.	TOTAL assets excluding Separate Accounts business (Lines 11 to 24) .....	20,256,823	139,098	20,117,725	18,200,362
26.	From Separate Accounts Statement .....				
27.	TOTAL (Lines 25 and 26) .....	20,256,823	139,098	20,117,725	18,200,362
Details Of Write-ins					
1001	.....				
1002	.....				
1003	.....				
1098.	Summary of remaining write-ins for Line 10 from overflow page .....				
1099.	TOTALS (Lines 1001 through 1003 plus 1098) (Line 10 above) .....				
2401.	AULTCOMP RECEIVABLE .....				
2402.	OTHER RECEIVABLES - REFUNDS .....	1,514,686		1,514,686	34,481
2403.	REBATES .....	150,000		150,000	150,000
2498.	Summary of remaining write-ins for Line 24 from overflow page .....	763,730		763,730	29,013
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above) .....	2,428,416		2,428,416	213,493

**LIABILITIES, SURPLUS AND OTHER FUNDS**

		1	2
		Current Statement Date	December 31 Prior Year
1.	Aggregate reserve for life policies and contracts \$..... less \$..... included in Line 6.3 (including \$..... Modco Reserve) .	.....	.....
2.	Aggregate reserve for accident and health contracts (including \$..... Modco Reserve) .....	.....	.....
3.	Liability for deposit-type contracts (including \$..... Modco Reserve) .....	.....	.....
4.	Contract claims:		
4.1	Life .....		
4.2	Accident and health .....	6,383,648	5,741,995
5.	Policyholders' dividends \$..... and coupons \$..... due and unpaid .....		
6.	Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1	Dividends apportioned for payment to ..... (including \$..... Modco Reserve) .....		
6.2	Dividends not yet apportioned (including \$..... Modco Reserve) .....		
6.3	Coupons and similar benefits (including \$..... Modco Reserve) .....		
7.	Amount provisionally held for deferred dividend policies not included in Line 6 .....		
8.	Premiums and annuity considerations for life and accident & health policies and contracts received in advance less \$..... discount; including \$..... accident and health premiums .....	1,385,248	620,210
9.	Contract liabilities not included elsewhere:		
9.1	Surrender values on canceled contracts .....		
9.2	Provision for experience rating refunds, including \$..... A&H experience rating refunds .....		
9.3	Other amounts payable on reinsurance; including \$..... assumed and \$..... ceded .....		
9.4	Interest Maintenance Reserve .....	(12,001)	(12,001)
10.	Commissions to agents due or accrued-life and annuity contracts \$....., accident and health \$..... and deposit-type contract funds \$.....	162,232	162,232
11.	Commissions and expense allowances payable on reinsurance assumed .....		
12.	General expenses due or accrued .....	145,772	208,640
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 .....	509,501	468,734
15.	Federal and foreign income taxes, including \$..... on realized capital gains (losses) (Including \$..... net deferred tax liability) .		
16.	Unearned investment income .....		
17.	Amounts withheld or retained by company as agent or trustee .....		
18.	Amounts held for agents' account, including \$..... agents' credit balances .....		
19.	Remittances and items not allocated .....		
20.	Net adjustment in assets and liabilities due to foreign exchange rates .....		
21.	Liability for benefits for employees and agents if not included above .....		
22.	Borrowed money \$..... and interest thereon \$.....		
23.	Dividends to stockholders declared and unpaid .....		
24.	Miscellaneous liabilities:		
24.1	Asset valuation reserve .....		
24.2	Reinsurance in unauthorized companies .....		
24.3	Funds held under reinsurance treaties with unauthorized reinsurers .....		
24.4	Payable to parent, subsidiaries and affiliates .....	4,932,944	5,597,220
24.5	Drafts outstanding .....		
24.6	Liability for amounts held under uninsured accident and health plans .....		
24.7	Funds held under coinsurance .....		
24.8	Payable for securities .....		
24.9	Capital notes \$..... and interest thereon \$.....		
25.	Aggregate write-ins for liabilities .....		
26.	TOTAL Liabilities excluding Separate Accounts business (Lines 1 to 25) .....	13,507,343	12,787,030
27.	From Separate Accounts Statement .....		
28.	TOTAL LIABILITIES (Lines 26 and 27) .....	13,507,343	12,787,030
29.	Common capital stock .....	1,000,000	1,000,000
30.	Preferred capital stock .....		
31.	Aggregate write-ins for other than special surplus funds .....		
32.	Surplus Notes .....		
33.	Gross paid in and contributed surplus .....	5,950,000	4,850,000
34.	Aggregate write-ins for special surplus funds .....		
35.	Unassigned funds (surplus) .....	(339,618)	(436,668)
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 (Lines 31 to 35, Less 36) (Including \$..... in Separate Accounts Statement) .....	5,610,382	4,413,332
38.	TOTALS of Lines 29, 30 and 37 .....	6,610,382	5,413,332
39.	TOTALS of Lines 28 and 38 .....	20,117,725	18,200,362
DETAILS OF WRITE-INS			
2501	.....		
2502	.....		
2503	.....		
2598.	Summary of remaining write-ins for Line 25 from overflow page .....		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....		
3101	.....		
3102	.....		
3103	.....		
3198.	Summary of remaining write-ins for Line 31 from overflow page .....		
3199.	TOTALS (Lines 3101 through 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 through 3403 plus 3498) (Line 34 above) .....		

**SUMMARY OF OPERATIONS**  
**(Excluding Unrealized Capital Gains and Losses)**

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1.	Premiums and annuity considerations for life and accident and health policies and contracts .....	57,003,988	42,288,886	61,338,373
2.	Considerations for supplementary contracts with life contingencies .....			
3.	Net investment income .....	537,292	374,541	531,171
4.	Amortization of Interest Maintenance Reserve (IMR) .....			(12,770)
5.	Separate Accounts net gain from operations excluding unrealized gains or losses .....			
6.	Commissions and expense allowances on reinsurance ceded .....			
7.	Reserve adjustments on reinsurance ceded .....			
8.	Miscellaneous Income:			
8.1	Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....			
8.2	Charges and fees for deposit-type contracts .....			
8.3	Aggregate write-ins for miscellaneous income .....	3,083,867		105,988
9.	TOTALS (Lines 1 to 8.3) .....	60,625,147	42,663,427	61,962,762
10.	Death benefits .....			
11.	Matured endowments (excluding guaranteed annual pure endowments) .....			
12.	Annuity benefits .....			
13.	Disability benefits and benefits under accident and health contracts .....	53,697,285	36,665,078	55,528,444
14.	Coupons, guaranteed annual pure endowments and similar benefits .....			
15.	Surrender benefits and other fund withdrawals for life contracts .....			
16.	Group conversions .....			
17.	Interest and adjustments on contract or deposit-type contract funds .....			
18.	Payments on supplementary contracts with life contingencies .....			
19.	Increase in aggregate reserves for life and accident and health policies and contracts .....			
20.	TOTALS (Lines 10 to 19) .....	53,697,285	36,665,078	55,528,444
21.	Commissions on premiums, annuity considerations, and deposit type contract funds (direct business only) .....	2,354,644	1,789,326	2,677,004
22.	Commissions and expense allowances on reinsurance assumed .....			
23.	General insurance expenses .....	3,897,163	3,496,322	3,239,945
24.	Insurance taxes, licenses and fees, excluding federal income taxes .....	850,115	523,696	774,961
25.	Increase in loading on deferred and uncollected premiums .....			
26.	Net transfers to or (from) Separate Accounts .....			
27.	Aggregate write-ins for deductions .....			
28.	TOTALS (Lines 20 to 27) .....	60,799,207	42,474,422	62,220,353
29.	Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(174,060)	189,005	(257,592)
30.	Dividends to policyholders .....			
31.	Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(174,060)	189,005	(257,592)
32.	Federal and foreign income taxes incurred (excluding tax on capital gains) .....			157,318
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) .....	(174,060)	189,005	(414,910)
34.	Net realized capital gains or (losses) less capital gains tax of \$..... (excluding taxes of \$..... transferred to the IMR) .....			6,653
35.	Net Income (Line 33 plus Line 34) .....	(174,060)	189,005	(408,257)
<b>CAPITAL AND SURPLUS ACCOUNT</b>				
36.	Capital and surplus, December 31, prior year .....	5,413,333	5,259,185	5,259,185
37.	Net Income (Line 35) .....	(174,060)	189,005	(408,257)
38.	Change in net unrealized capital gains or (losses) .....			
39.	Change in net unrealized foreign exchange capital gain (loss) .....			
40.	Change in net deferred income tax .....			
41.	Change in nonadmitted assets and related items .....	133,791	105,527	(65,072)
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 .....			
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 .....	1,100,000	500,000	500,000
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 .....	137,318	142,180	127,477
54.	Net change in capital and surplus (Lines 37 through 53) .....	1,197,049	936,712	154,148
55.	Capital and surplus, as of statement date (Lines 36 + 54) .....	6,610,382	6,195,897	5,413,333
<b>DETAILS OF WRITE-INS</b>				
08.301.	AGENCY INCOME .....			105,988
08.302.	REINSURANCE INCOME .....	3,083,867		
08.303	.....			
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page .....			
08.399.	TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above) .....	3,083,867		105,988
2701	.....			
2702	.....			
2703	.....			
2798.	Summary of remaining write-ins for Line 27 from overflow page .....			
2799.	TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above) .....			
5301.	AUDIT ADJUSTMENT .....	137,318	142,180	127,477
5302	.....			
5303	.....			
5398.	Summary of remaining write-ins for Line 53 from overflow page .....			
5399.	TOTALS (Lines 5301 through 5303 plus 5398) (Line 53 above) .....	137,318	142,180	127,477

**CASH FLOW**

		1	2
		Current Year To Date	Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>			
1.	Premiums and annuity considerations for life and accident and health contracts .....	58,562,847	60,914,354
2.	Charges and fees for deposit-type contracts .....		
3.	Considerations for supplementary contracts with life contingencies .....		
4.	Net investment income .....	568,668	513,453
5.	Commissions and expense allowances on reinsurance ceded .....		
6.	Fees associated with investment management, administration and contract guarantee from Separate Accounts .....		
7.	Aggregate write-ins for miscellaneous income .....	3,443,683	
8.	TOTAL (Lines 1 to 7) .....	62,575,198	61,427,807
9.	Death benefits .....		
10.	Matured endowments .....		
11.	Annuity benefits .....		
12.	Disability benefits and benefits under accident and health contracts .....	52,978,596	55,274,348
13.	Coupons, guaranteed annual pure endowments and similar benefits .....		
14.	Surrender benefits and withdrawals for life contracts .....		
15.	Group conversions .....		
16.	Interest and adjustments on contract or deposit-type contract funds .....		
17.	Payments on supplementary contracts with life contingencies .....		
18.	TOTAL (Lines 9 to 17) .....	52,978,596	55,274,348
19.	Commissions on premiums, annuity considerations, and deposit type contract funds .....	2,354,644	2,768,772
20.	Commissions and expense allowances on reinsurance assumed .....		
21.	General insurance expenses .....	3,834,295	3,978,132
22.	Insurance taxes, licenses and fees, excluding federal income taxes .....	890,882	306,227
23.	Net transfers to or (from) Separate Accounts .....		
24.	Aggregate write-ins for deductions .....		
25.	TOTAL (Lines 18 to 24) .....	60,058,417	62,327,479
26.	Dividends paid to policyholders .....		
27.	Federal income taxes (excluding tax on capital gains) .....	(1)	(107,087)
28.	TOTAL (Lines 25 to 27) .....	60,058,416	62,220,393
29.	Net cash from operations (Line 8 minus Line 28) .....	2,516,782	(792,586)
<b>CASH FROM INVESTMENTS</b>			
30.	Proceeds from investments sold, matured or repaid:		
30.1	Bonds .....		778,828
30.2	Stocks .....		
30.3	Mortgage loans .....		
30.4	Real estate .....		
30.5	Other invested assets .....		
30.6	Net gains or (losses) on cash and short-term investments .....		
30.7	Miscellaneous proceeds .....		
30.8	TOTAL investment proceeds (Lines 30.1 to 30.7) .....		778,828
31.	Net tax on capital gains (losses) .....		
32.	TOTAL (Line 30.8 minus Line 31) .....		778,828
33.	Cost of investments acquired (long-term only):		
33.1	Bonds .....		1,840,995
33.2	Stocks .....		
33.3	Mortgage loans .....		
33.4	Real estate .....		
33.5	Other invested assets .....		
33.6	Miscellaneous applications .....		
33.7	TOTAL investments acquired (Lines 33.1 to 33.6) .....		1,840,995
34.	Net increase (or decrease) in policy loans and premium notes .....		
35.	Net cash from investments (Line 32 minus Line 33.7 minus Line 34) .....		(1,062,167)
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>			
36.	Cash provided:		
36.1	Surplus notes, capital and surplus paid in .....	1,100,000	500,000
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 .....		4,126,343
36.6	TOTAL (Lines 36.1 to 36.5) .....	1,100,000	4,626,343
37.	Cash applied:		
37.1	Dividends to stockholders paid .....		
37.2	Interest on indebtedness .....		
37.3	Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies .....		
37.4	Other applications (net) .....	3,887,280	3,568,058
37.5	TOTAL (Lines 37.1 and 37.4) .....	3,887,280	3,568,058
38.	Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5) .....	(2,787,280)	1,058,285
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>			
39.	Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38) .....	(270,498)	(796,467)
40.	Cash and short-term investments:		
40.1	Beginning of year .....	2,171,337	2,967,804
40.2	End of period (Line 39 plus Line 40.1) .....	1,900,839	2,171,337
<b>DETAILS OF WRITE-INS</b>			
0701.	Reinsurance Income .....	3,443,683	
0702	.....		
0703	.....		
0798.	Summary of remaining write-ins for Line 7 from overflow page .....		
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	3,443,683	
2401	.....		
2402	.....		
2403	.....		
2498.	Summary of remaining write-ins for Line 24 from overflow page .....		
2499.	TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above) .....		

**EXHIBIT 1**  
**DIRECT PREMIUMS AND DEPOSIT - TYPE CONTRACTS**

		1	2	3
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1.	Industrial life .....	.....	.....	.....
2.	Ordinary life insurance .....	.....	.....	.....
3.	Ordinary individual annuities .....	.....	.....	.....
4.	Credit life (group and individual) .....	.....	.....	.....
5.	Group life insurance .....	.....	.....	.....
6.	Group annuities .....	.....	.....	.....
7.	A & H - group .....	57,003,988	42,288,866	49,919,794
8.	A & H - credit (group and individual) .....	.....	.....	.....
9.	A & H - other .....	.....	.....	.....
10.	Aggregate of all other lines of business .....	.....	.....	.....
11.	Subtotal .....	57,003,988	42,288,866	49,919,794
12.	Deposit-type contracts .....	.....	.....	.....
13.	Total .....	57,003,988	42,288,866	49,919,794
DETAILS OF WRITE-INS				
1001	.....	.....	.....	.....
1002	.....	.....	.....	.....
1003	.....	.....	.....	.....
1098.	Summary of remaining write-ins for Line 10 from overflow page .....	.....	.....	.....
1099.	Totals (Lines 1001 through 1003 plus 1098) (Line 10 above) .....	.....	.....	.....

**Notes to Financial Statement**

**N O N E**

**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[X] N/A[ ]
- 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?  
If yes attach an organizational chart.

Yes[ ] No[X]
- 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	2	3
Name of Entity	NAIC Company Code	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?  
If yes, attach an explanation.

Yes[ ] No[X] N/A[ ]
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/1997
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.
- 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).
- 7.4 By what department or departments?  
Ohio Department of Insurance
- 8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes[ ] No[X]
- 8.2 If yes, give full information



**GENERAL INTERROGATORIES (continued)**

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

**INVESTMENT**

- 9.1

Has there been any changes in the reporting entity's own preferred or common stock?

Yes[ ] No[X]
- 9.2

If yes, explain:
- 10.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[ ] No[X]
- 10.2

If yes, give full and complete information relating thereto:
11.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$
12.

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

\$
- 13.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[ ] No[X]
- 13.2

If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
13.21 Bonds .....		
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 in Schedule DB?

Yes[ ] No[X]
- 14.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
If no, attach a description with this statement.

Yes[ ] No[X] N/A[ ]
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[ ] No[X]
- 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

- 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 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:	
1.1 Long-Term Mortgages in Good Standing	
1.11 Farm Mortgages	\$
1.12 Residential Mortgages	\$
1.13 Commercial Mortgages	\$
1.14 Total Mortgages in Good Standing	\$
1.2 Long-Term Mortgages in good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing	\$
1.3 Long-Term Mortgage Loans upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages	\$
1.32 Residential Mortgages	\$
1.33 Commercial Mortgages	\$
1.34 Total Mortgages with Interest Overdue more than Three Months	\$
1.4 Long-Term Mortgage Loans in Process of Foreclosure	
1.41 Farm Mortgages	\$
1.42 Residential Mortgages	\$
1.43 Commercial Mortgages	\$
1.44 Total Mortgages in Process of Foreclosure	\$
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages	\$
1.62 Residential Mortgages	\$
1.63 Commercial Mortgages	\$
1.64 Total Mortgages Foreclosed and Transferred to Real Estate	\$

NONE

		1	2	3	4
		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/adjusted carrying value, beginning of period .....				
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	2	3	4
		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/recorded investment excluding accrued interest on mortgages owned, beginning of period .....				
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	2	3	4
Description		First Quarter Current Year	Second Quarter Current Year	Third Quarter Current Year	Prior Year Ended December 31
1.	Book/adjusted carrying value of long-term invested assets owned, beginning of period .....	980	980		980
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 .....	980	980		980
10.	Total valuation allowance .....				
11.	Subtotal (Lines 9 plus 10) .....	980	980		980
12.	Total nonadmitted amounts .....				
13.	Statement value of long-term invested assets at end of current period .....	980	980		980

**SCHEDULE D - PART 1B**  
**Showing the Acquisitions, Dispositions and Non-Trading Activity**  
**During the Current Quarter for all Bonds and Preferred Stock by Rating Class**

	1 Statement Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Statement Value End of First Quarter	6 Statement Value End of Second Quarter	7 Statement Value End of Third Quarter	8 Statement Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 .....	9,470,262			(12,836)	9,480,383	9,470,262	9,457,426	9,168,457
2. Class 2 .....								
3. Class 3 .....								
4. Class 4 .....								
5. Class 5 .....								
6. Class 6 .....								
7. TOTAL Bonds .....	9,470,262			(12,836)	9,480,383	9,470,262	9,457,426	9,168,457
<b>PREFERRED STOCK</b>								
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 & Preferred Stock .....	9,470,262			(12,836)	9,480,383	9,470,262	9,457,426	9,168,457

**13     Schedule DA Part 1. .... NONE**

**13     Schedule DA Part 2 Verification ..... NONE**

**14     Schedule DB Part F Section 1. .... NONE**

**15     Schedule DB Part F Section 2. .... NONE**

**16     Schedule S Ceded Reinsurance ..... NONE**

**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS**

**Current Year To Date - Allocated by States and Territories**

States, Etc.			1  Is Insurer Licensed? (Yes or No)	Direct Business Only			
				Life Contracts		4  Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5  Deposit-Type Contract Funds
				2  Life Insurance Premiums	3  Annuity Considerations		6  Other Considerations
1.	Alabama	AL	No				
2.	Alaska	AK	No				
3.	Arizona	AZ	No				
4.	Arkansas	AR	No				
5.	California	CA	No				
6.	Colorado	CO	No				
7.	Connecticut	CT	No				
8.	Delaware	DE	No				
9.	District of Columbia	DC	No				
10.	Florida	FL	No				
11.	Georgia	GA	No				
12.	Hawaii	HI	No				
13.	Idaho	ID	No				
14.	Illinois	IL	No				
15.	Indiana	IN	No				
16.	Iowa	IA	No				
17.	Kansas	KS	No				
18.	Kentucky	KY	No				
19.	Louisiana	LA	No				
20.	Maine	ME	No				
21.	Maryland	MD	No				
22.	Massachusetts	MA	No				
23.	Michigan	MI	No				
24.	Minnesota	MN	No				
25.	Mississippi	MS	No				
26.	Missouri	MO	No				
27.	Montana	MT	No				
28.	Nebraska	NE	No				
29.	Nevada	NV	No				
30.	New Hampshire	NH	No				
31.	New Jersey	NJ	No				
32.	New Mexico	NM	No				
33.	New York	NY	No				
34.	North Carolina	NC	No				
35.	North Dakota	ND	No				
36.	Ohio	OH	Yes			57,003,988	
37.	Oklahoma	OK	No				
38.	Oregon	OR	No				
39.	Pennsylvania	PA	No				
40.	Rhode Island	RI	No				
41.	South Carolina	SC	No				
42.	South Dakota	SD	No				
43.	Tennessee	TN	No				
44.	Texas	TX	No				
45.	Utah	UT	No				
46.	Vermont	VT	No				
47.	Virginia	VA	No				
48.	Washington	WA	No				
49.	West Virginia	WV	No				
50.	Wisconsin	WI	No				
51.	Wyoming	WY	No				
52.	American Samoa	AS	No				
53.	Guam	GU	No				
54.	Puerto Rico	PR	No				
55.	U.S. Virgin Islands	VI	No				
56.	Canada	CN	No				
57.	Aggregate other alien	OT	X X X				
58.	SUBTOTAL	(a)	1			57,003,988	
90.	Reporting entity contributions for employee benefits plans		X X X				
91.	Dividends or refunds applied to purchase paid-up additions and annuities		X X X				
92.	Dividends or refunds applied to shorten endowment or premium paying period		X X X				
93.	Premium or annuity considerations waived under disability or other contract provisions		X X X				
94.	Aggregate other amounts not allocatable by State		X X X				
95.	TOTALS (Direct Business)		X X X			57,003,988	
96.	Plus Reinsurance Assumed		X X X				
97.	TOTALS (All Business)		X X X			57,003,988	
98.	Less Reinsurance Ceded		X X X				
99.	TOTALS (All Business) less Reinsurance Ceded		X X X			57,003,988	
DETAILS OF WRITE-INS							
5701			X X X				
5702			X X X				
5703			X X X				
5798.	Summary of remaining write-ins for Line 57 from overflow page		X X X				
5799.	TOTALS (Lines 5701 through 5703 plus 5798) (Line 57 above)		X X X				
9401			X X X				
9402			X X X				
9403			X X X				
9498.	Summary of remaining write-ins for Line 94 from overflow page		X X X				
9499.	TOTALS (Lines 9401 through 9403 plus 9498) (Line 94 above)		X X X				

(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**

All insurer members of a Holding Company Group that has acquired and/or disposed of any domestic insurer (s) since filing the last annual or quarterly statement shall prepare a common schedule for inclusion in each of the individual quarterly statements

**PART 1 - ORGANIZATIONAL CHART**

AULTMAN HEALTH FOUNDATION-TAX EXEMPT FOUNDATION (34-1445390)  
(PARENT)

- 1. AULTCARE CORPORATION--MANAGED CARE (34-1488123)
  - 1A. AULTCARE HMO (34-1758734)
- 2. AULTMAN AMBULATORY SERVICES--HOME HEALTH, OUTPATIENT SURGERY (34-1388891)
- 3. AULTMAN HOSPITAL--HOSPITAL (34-0714538)
- 4. MCKINLEY LIFE INSURANCE COMPANY--HEALTH INSURANCE (34-1624818)
  - 4A. MCKINLEY LIFE INSURANCE AGENCY LTD--AGENCY (34-1795772)
- 5. NORTH CENTRAL MEDICAL RESOURCES--DURABLE MEDICAL EQUIPMENT (34-1610344)
- 6. PRIMETIME MEDICAL INSURANCE COMPANY--HEALTH INSURANCE (34-1809738)
- 7. OHIO PHYSICIAN SUPPORT SERVICES--MSO (34-1819356)

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	RESPONSES
1. Will the SVO Compliance Certification be filed with this statement?	No
2. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	No

Explanations:

Bar Codes:





**OVERFLOW PAGE FOR WRITE-INS**

**ASSETS**

	Current Statement Date			4  December 31 Prior Year Net Admitted Assets
	1  Assets	2  Nonadmitted Assets	3  Net Admitted Assets (Cols. 1-2)	
1097.    Summary of remaining write-ins for Line 10 (Lines 1004 through 1096) .....				
2404.    PREPAID EXPENSES PPM .....	763,730		763,730	12,500
2405.    PREPAID RENT DEPOSIT .....				
2406.    CITY INCOME TAXES .....				16,513
2497.    Summary of remaining write-ins for Line 24 (Lines 2404 through 2496) .....	763,730		763,730	29,013

E01	Schedule A Part 2. ....	NONE
E01	Schedule A Part 3. ....	NONE
E02	Schedule B Part 1. ....	NONE
E02	Schedule B Part 2. ....	NONE
E03	Schedule BA Part 1. ....	NONE
E03	Schedule BA Part 2 . ....	NONE
E04	Schedule D Part 3. ....	NONE
E05	Schedule D Part 4. ....	NONE
E06	Schedule DB Part A Section 1. ....	NONE
E06	Schedule DB Part B Section 1. ....	NONE
E07	Schedule DB Part C Section 1. ....	NONE
E07	Schedule DB Part D Section 1. ....	NONE

**SCHEDULE E - PART 1 - CASH**

Month End Depository Balances									
1			2	3	4	Book Balance at End of Each Month			8
						During Current Quarter			
						5	6	7	
Depository			Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
open depositories									
FIRST MERIT BANK .....	CANTON, OHIO .....		1.200			147,120	257,590	1,391,146	
BANK ONE OPERATING .....	AKRON, OHIO .....					638,435	638,435	638,435	
FIRST MERIT .....	CANTON, OHIO .....					363,655	154,310	(128,741)	
0199998 Deposits in ..... depositories which do not exceed the allowable limit in any one depository (See Instructions) - open depositories .....			X X X						
0199999 Totals - Open Depositories .....			X X X			1,149,210	1,050,335	1,900,839	
0299998 Deposits in ..... depositories which do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories .....			X X X						
0299999 Totals - Suspended Depositories .....			X X X						
0399999 Total Cash On Deposit .....			X X X			1,149,210	1,050,335	1,900,839	
0499999 Cash in Company's Office .....			X X X	X X X	X X X				
0599999 Total Cash .....			X X X			1,149,210	1,050,335	1,900,839	



# Trusted Surplus Statement

## AFFIDAVIT OF U.S. MANAGERS, GENERAL AGENTS OR ATTORNEYS

\_\_\_\_\_ being duly sworn, says that he/she is the \_\_\_\_\_ of the \_\_\_\_\_ MCKINLEY LIFE INSURANCE COMPANY  
a corporation organized under the laws of \_\_\_\_\_ entered to transact business in the United States through the State of \_\_\_\_\_, that this  
trusted surplus statement together with its related schedules appended hereto is a true statement of the trusted surplus of said corporation, that the several items of assets, as  
hereinafter enumerated, are the absolute property of said corporation, free and clear from any liens or claims thereon, except as hereinafter stated, and that each and all of the  
hereinafter mentioned assets are held in the United States by Insurance Departments and Officers of the various States of the United States and Trustees as hereinafter indicated, and  
that the assets, liabilities and deductions therefrom reported in this statement are in accordance with the instructions accompanying this statement.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_ A.D., 2002

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE B

\_\_\_\_\_ being sworn, say that it is the Trustee of the \_\_\_\_\_  
a corporation organized under the laws of \_\_\_\_\_ entered to transact business in the United States through the State of \_\_\_\_\_,  
located at \_\_\_\_\_. That the assets listed in Schedule B of the following statement are held by it as such Trustee within the United States, and that the said assets are  
subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_ A.D., 2002

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE C

\_\_\_\_\_ being sworn, say that it is the Trustee of the \_\_\_\_\_  
a corporation organized under the laws of \_\_\_\_\_ entered to transact business in the United States through the State of \_\_\_\_\_,  
located at \_\_\_\_\_. That the assets listed in Schedule C of the following statement are held by it as such Trustee within the United States, and that the said assets are  
subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_ A.D., 2002

\_\_\_\_\_  
\_\_\_\_\_

## AFFIDAVIT OF TRUSTEE - SCHEDULE D

\_\_\_\_\_ being sworn, say that it is the Trustee of the \_\_\_\_\_  
a corporation organized under the laws of \_\_\_\_\_ entered to transact business in the United States through the State of \_\_\_\_\_,  
located at \_\_\_\_\_. That the assets listed in Schedule D of the following statement are held by it as such Trustee within the United States, and that the said assets are  
subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_ A.D., 2000

\_\_\_\_\_  
\_\_\_\_\_

**TRUSTEED SURPLUS STATEMENT (continued)**

**ASSETS**

**SCHEDULE A - DEPOSITS WITH STATE OFFICERS (EXCLUDING SPECIAL DEPOSITS)**

2		3	4	5
Description		Admitted Asset Value	Par Value	Fair Value
01.98	Accrued Investment Income .....	.....	..... X X X .....	..... X X X .....
01.99	Totals .....	.....	.....	.....

**SCHEDULE B - DEPOSITS WITH UNITED STATES TRUSTEE**

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
2.01	Cash .....	.....	.....	.....
2.02	Bonds .....	.....	.....	.....
2.03	Preferred Stock .....	.....	.....	.....
2.04	Common Stock .....	.....	.....	.....
2.05	Mortgage Loans on Real Estate .....	.....	.....	.....
2.06	Real Estate .....	.....	.....	.....
2.07	Short-Term Investments .....	.....	.....	.....
2.08	Other Invested Assets .....	.....	.....	.....
2.09	Miscellaneous Assets not included in any of the above categories .....	.....	.....	.....
2.98	Accrued Investment Income .....	.....	..... X X X .....	..... X X X .....
2.99	TOTALS .....	.....	.....	.....

**SCHEDULE C - DEPOSITS WITH UNITED STATES TRUSTEE**

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
3.01	Cash .....	.....	.....	.....
3.02	Bonds .....	.....	.....	.....
3.03	Preferred Stock .....	.....	.....	.....
3.04	Common Stock .....	.....	.....	.....
3.05	Mortgage Loans on Real Estate .....	.....	.....	.....
3.06	Real Estate .....	.....	.....	.....
3.07	Short-Term Investments .....	.....	.....	.....
3.08	Other Invested Assets .....	.....	.....	.....
3.09	Miscellaneous Assets not included in any of the above categories .....	.....	.....	.....
3.98	Accrued Investment Income .....	.....	..... X X X .....	..... X X X .....
3.99	TOTALS .....	.....	.....	.....

**SCHEDULE D - DEPOSITS WITH UNITED STATES TRUSTEE**

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
4.01	Cash .....	.....	.....	.....
4.02	Bonds .....	.....	.....	.....
4.03	Preferred Stock .....	.....	.....	.....
4.04	Common Stock .....	.....	.....	.....
4.05	Mortgage Loans on Real Estate .....	.....	.....	.....
4.06	Real Estate .....	.....	.....	.....
4.07	Short-Term Investments .....	.....	.....	.....
4.08	Other Invested Assets .....	.....	.....	.....
4.09	Miscellaneous Assets not included in any of the above categories .....	.....	.....	.....
4.98	Accrued Investment Income .....	.....	..... X X X .....	..... X X X .....
4.99	TOTALS .....	.....	.....	.....

**TRUSTEED SURPLUS STATEMENT (Continued)**

		1
		Current Quarter
1.	Total Liabilities .....	13,507,343
ADDITIONS TO LIABILITIES:		
2.	Aggregate write-ins for additions to liabilities .....	
3.	Total (Lines 1 + 2) .....	13,507,343
DEDUCTIONS FROM LIABILITIES:		
4.	Amounts Recoverable From Reinsurers:	
4.1	Authorized Companies .....	
4.2	Unauthorized Companies .....	
5.	Special State Deposits, not exceeding net liabilities carried:	
5.1	Special State Deposits (submit schedule) .....	
5.2	Accrued interest on special state deposits .....	
6.	Life insurance premiums and annuity considerations deferred and uncollected .....	
7.	Accident and health premiums due and unpaid .....	759,089
8.	Policy loans and premium notes:	
8.1	Policy loans not exceeding reserves carried on such policies .....	
8.2	Premiums notes .....	
8.3	Interest due and accrued on policy loans and premiums notes .....	
9.	Aggregate write-ins for other deductions from liabilities .....	
10.	Total Deductions (Lines 4.1 thru 9) .....	759,089
11.	Total Adjusted Liabilities (Line 3 minus Line 10) .....	12,748,253
12.	Trusteed Surplus .....	
13.	TOTAL .....	12,748,253
DETAILS OF WRITE-INS		
0201	.....	
0202	.....	
0203	.....	
0298.	Summary of remaining write-ins for Line 2 from overflow page .....	
0299.	TOTALS (Lines 0201 through 0203 plus 0298) (Line 2 above) .....	
0901	.....	
0902	.....	
0903	.....	
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above) .....	

INTERROGATORIES (To be completed by Fraternal organizations only)

- 1.1 Have there been any changes made to any of the trust indentures during the period? Yes[ ] No[X]
- 1.2 If yes, has the domiciliary or entry state approved the change? Yes[ ] No[X]

**OVERFLOW PAGE FOR WRITE-INS**

**INDEX TO LIFE AND ACCIDENT AND HEALTH  
QUARTERLY STATEMENT**

Assets .....	02
Cash (Sch. E – Part 1) .....	E08
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