



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2002
OF THE CONDITION AND AFFAIRS OF THE
GRANGE INDEMNITY INSURANCE COMPANY

NAIC Group Code 0267 (Current Period) 0267 (Prior Period) NAIC Company Code 10322 Employer's ID Number 31-1432675

Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio

Country of Domicile United States of America

Incorporated 03/10/1995 Commenced Business 08/03/1995

Statutory Home Office 650 South Front Street (Street and Number), Columbus, OH 43206-1014 (City or Town, State and Zip Code)

Main Administrative Office 650 South Front Street (Street and Number), Columbus, OH 43206-1014 (City or Town, State and Zip Code), 614-445-2900 (Area Code) (Telephone Number)

Mail Address 650 South Front Street, P.O. Box 1218 (Street and Number or P.O. Box), Columbus, OH 43216-1218 (City or Town, State and Zip Code)

Primary Location of Books and Records 650 South Front Street (Street and Number), Columbus, OH 43206-1014 (City or Town, State and Zip Code), 614-445-2497 (Area Code) (Telephone Number)

Internet Website Address www.grangeinsurance.com

Statement Contact Jeffrey Earl Dye (Name), 614-445-2497 (Area Code) (Telephone Number) (Extension), dyej@grangeinsurance.com (E-mail Address), 614-445-2404 (Fax Number)

Policyowner Relations Contact 650 South Front Street (Street and Number), Columbus, OH 43206-1014 (City or Town, State and Zip Code), 614-445-2900 (Area Code) (Telephone Number) (Extension)

OFFICERS

PRESIDENT PHILIP HUGH URBAN SECRETARY DAVID TRUFANT ROARK
TREASURER RANDALL JOSEPH MONTELEONE

VICE PRESIDENTS

WALTER LOREN NEFF LYLE DEAN RHODEBECK #

DIRECTORS OR TRUSTEES

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

State of Ohio }
County of Franklin } 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.

PHILIP HUGH URBAN PRESIDENT DAVID TRUFANT ROARK SECRETARY RANDALL JOSEPH MONTELEONE TREASURER

Subscribed and sworn to before me this 21st day of February, 2003

- a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number
2. Date filed
3. Number of pages attached

Colleen R. Miesse
Notary Public
October 19th, 2004

Schedule A - Part 1

NONE

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

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21		
			4	5									14	15								
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest		
US Governments Issuer Obligations (10) United States																						
912810-FP-8	United States Treasury - GA	LS	5.375	FA	02/15/2031			97,757	100,000	0.0000	97,757	97,727	2,030	2,688	31			1	03/04/2002	5.533		
912827-T8-5	United States Treasury Note -Deposit OH		6.500	MN	05/15/2005			1,493,975	1,500,000	111.0000	1,665,000	1,479,844	12,659	97,500	2,275			1	05/11/1995	6.686		
Total United States								1,591,732	1,600,000	XXX	1,762,757	1,577,571	14,689	100,188	2,306	0	0	XXX	XXX	XXX		
0199999 - Total Bonds - U.S. Government - Issuer Obligations								1,591,732	1,600,000	XXX	1,762,757	1,577,571	14,689	100,188	2,306	0	0	XXX	XXX	XXX		
0399996 - Bonds - U.S. Government								1,591,732	1,600,000	XXX	1,762,757	1,577,571	14,689	100,188	2,306	0	0	XXX	XXX	XXX		
0399999 - Total - U.S. Government Bonds								1,591,732	1,600,000	XXX	1,762,757	1,577,571	14,689	100,188	2,306	0	0	XXX	XXX	XXX		
Special Revenue & Assessment Issuer Obligations (10) United States																						
312924-FC-2	FHLMC 5NC1.5 1X - Call		5.250	MS	09/06/2006			998,480	1,000,000	0.0000	998,480	998,000	16,771	52,500	365			1PE	08/23/2001	5.296		
31359M-NF-6	FNMA 5NC2 1X Call	LS	4.750	JD	06/18/2007			499,643	500,000	104.5000	522,500	499,605	858	11,875	38			1PE	06/13/2002	4.768		
3136FO-6P-2	FNMA 4.5NC1.5 1X - Call		4.625	JD	06/04/2006			994,140	1,000,000	0.0000	994,140	992,500	3,469	46,250	1,548			1PE	12/07/2001	4.813		
3136F2-ZU-5	FNMA 5NC 3 mo		4.050	JD	12/27/2007	03/27/2003	100.000	500,236	500,000	0.0000	500,236	500,250	225		(14)			1PE	12/19/2002	3.867		
Total United States								2,992,499	3,000,000	XXX	3,015,356	2,990,355	21,323	110,625	1,937	0	0	XXX	XXX	XXX		
Total United States								2,992,499	3,000,000	XXX	3,015,356	2,990,355	21,323	110,625	1,937	0	0	XXX	XXX	XXX		
2599999 - Total Bonds - Special Revenue - Issuer Obligations								2,992,499	3,000,000	XXX	3,015,356	2,990,355	21,323	110,625	1,937	0	0	XXX	XXX	XXX		
3199996 - Bonds - Special Revenue - United States								2,992,499	3,000,000	XXX	3,015,356	2,990,355	21,323	110,625	1,937	0	0	XXX	XXX	XXX		
3199997 - Bonds - Special Revenue - Canada								0	0	XXX	0	0	0	0	0	0	0	0	XXX	XXX	XXX	
3199998 - Bonds - Special Revenue - Other Countries								0	0	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
3199999 - Total - Special Revenue Bonds								2,992,499	3,000,000	XXX	3,015,356	2,990,355	21,323	110,625	1,937	0	0	XXX	XXX	XXX		
Public Utilities (unaffiliated) Issuer Obligations (10) United States																						
153663-BL-2	Central Illinois Pub Service NC		6.625	JD	06/15/2011			499,185	500,000	107.7720	538,860	498,985	1,472	33,125	70			1	06/07/2001	6.651		
302570-AJ-5	FPL Group Capital Inc NC		7.375	JD	06/01/2009			531,155	500,000	110.7010	553,505	534,655	3,073	36,875	(3,500)			1	01/28/2002	6.183		
845437-AT-9	Southwestern Electric Power Callable		7.250	JJ	07/01/2023	07/01/2013	100.000	508,445	500,000	102.9930	514,965	510,695	18,125	36,250	(529)			2	01/22/1998	7.020		
906548-BQ-4	Union Electric Company Callable		7.000	JJ	01/15/2024	01/15/2014	100.000	503,496	500,000	104.8190	524,095	504,290	16,139	35,000	(206)			1PE	03/24/1998	6.908		
976656-BF-4	Wisconsin Electric Power Callable		7.750	JJ	01/15/2023	01/15/2003	102.720	513,793	500,000	102.8440	514,220	532,951	17,868	38,750	(4,989)			1PE	09/25/1998	6.523		
Total United States								2,556,074	2,500,000	XXX	2,645,645	2,581,576	56,677	180,000	(9,154)	0	0	XXX	XXX	XXX		
3299999 - Total Bonds - Public Utilities - Issuer Obligations								2,556,074	2,500,000	XXX	2,645,645	2,581,576	56,677	180,000	(9,154)	0	0	XXX	XXX	XXX		
3899996 - Bonds - Public Utilities - United States								2,556,074	2,500,000	XXX	2,645,645	2,581,576	56,677	180,000	(9,154)	0	0	XXX	XXX	XXX		
3899997 - Bonds - Public Utilities - Canada								0	0	XXX	0	0	0	0	0	0	0	0	XXX	XXX	XXX	
3899998 - Bonds - Public Utilities - Other Countries								0	0	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
3899999 - Total - Public Utilities Bonds								2,556,074	2,500,000	XXX	2,645,645	2,581,576	56,677	180,000	(9,154)	0	0	XXX	XXX	XXX		
Industrial & Miscellaneous Issuer Obligations (10) United States																						
001957-AV-1	AT & T Corp		6.000	MS	03/15/2009			44,837	45,000	98.8750	44,494	44,764	795	2,700	21			2	03/30/1999	6.071		
00209T-AA-3	AT&T Broadband Corp NC		8.375	MS	03/15/2013			458,031	452,925	113.0000	511,805	458,102	4,531	4,778	(71)			2	11/18/2002	8.211		
030955-AH-1	Ameritech Capital Funding		6.300	AO	10/15/2004			499,584	500,000	106.6650	533,325	498,732	6,650	31,500	214			1PE	09/25/1998	6.350		
046003-JH-3	Associates Corp. NA		6.100	JJ	01/15/2005			499,738	500,000	107.1000	535,500	499,228	14,064	30,500	117			1PE	09/25/1998	6.128		
054303-AM-4	Avon Products Inc. NC		7.150	MN	11/15/2009			518,448	500,000	116.8060	584,030	522,055	4,568	35,750	(2,074)			1PE	03/05/2001	6.476		
05563Q-AA-8	Bank of New York 144A - Callable		7.780	JD	12/01/2026			532,809	500,000	107.9050	539,525	533,350	3,242	38,900	(500)			1	11/08/2001	7.201		
06422K-AA-0	Bank One Texas NC		6.250	FA	02/15/2008			499,308	500,000	0.0000	499,308	498,840	11,806	31,250	111			1PE	02/19/1998	6.282		
06606H-BD-2	Bank of Boston NC		6.375	MS	03/25/2008			499,341	500,000	0.0000	499,341	498,875	8,500	31,875	103			1PE	04/21/1998	6.405		
073902-BG-2	Bear Stearns Co NC		6.750	JD	12/15/2007			505,643	500,000	113.2080	566,040	508,805	1,500	33,750	(939)			1PE	03/30/1999	6.480		
093662-AA-2	Block Financial Corp		6.750	MN	11/01/2004			499,804	500,000	103.2500	516,250	499,386	5,625	33,750	97			2	09/25/1998	6.773		
134429-AM-1	Campbell Soup Inc NC		6.750	FA	02/15/2011			498,396	500,000	113.9720	569,860	498,145	12,750	33,750	144			1	02/15/2001	6.802		
194160-DB-3	Colgate-Palmolive Co NC		5.980	AO	04/25/2012			500,000	500,000	0.0000	500,000	500,000	5,482	15,033				1PE	04/19/2002	5.980		
233835-AP-2	Daimler Chrysler NC		7.750	JJ	01/18/2011			510,499	500,000	114.2400	571,200	511,885	17,545	38,750	(926)			2	05/16/2001	7.399		

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21			
			4	5									14	15									
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest			
248019-AC-5	Deluxe Corp NC		.5000	JD	12/15/2012			302,758	300,000	0.0000	302,758	302,766	917		(8)			1PE	12/12/2002	4.882			
257661-AF-5	Donaldson Lufkin & Jenrette NC		.6500	JD	06/01/2008			502,708	500,000	109.1510	545,755	504,255	2,708	32,500	(407)			1PE	08/19/1998	6.380			
319455-BU-4	First Chicago		.6375	JJ	01/30/2009			489,362	500,000	111.5470	557,735	484,039	13,370	31,875	1,372			1PE	09/25/1998	6.808			
370425-RX-0	General Motors Acceptance Corp NC		.6875	MS	09/15/2011			493,743	500,000	99.7260	498,630	493,185	10,122	34,661	558			2	01/11/2002	7.070			
428040-BN-8	Hertz Corp. NC		.7625	FA	08/15/2007			504,143	500,000	99.9690	499,845	506,390	14,403	38,125	(728)			2PE	08/18/1999	7.410			
441812-JV-7	Household Finance Co NC		.6750	MN	05/15/2011			492,898	500,000	107.7500	538,750	491,910	4,313	33,750	607			1	05/16/2001	6.977			
532449-AA-3	Lilly Del Mar Inc 144A - Call		.7717	FA	08/01/2029			500,000	500,000	106.9760	534,880	500,000	16,077	38,585				1PE	07/29/1999	7.717			
532457-AU-2	Lilly (Eli) & Co NC		.6000	MS	03/15/2012			548,294	500,000	111.7410	558,705	549,600	8,833	14,750	(1,306)			1PE	09/05/2002	4.695			
534187-AK-5	Lincoln National Corp		.6500	MS	03/15/2008			498,987	500,000	107.3720	536,860	498,360	9,569	32,500	159			1PE	09/25/1998	6.547			
58013M-DF-8	McDonald's Corp NC		.5350	MS	09/15/2008			451,029	500,000	0.0000	451,029	434,260	7,876	26,750	6,668			1	05/02/2000	7.493			
65590G-AA-1	Nordstrom Credit Inc. NC		.6700	JJ	07/01/2005			505,721	500,000	108.6250	543,125	513,614	16,750	33,500	(2,055)			1PE	09/25/1998	6.199			
724477-AR-5	Pitney Bowes Credit Corp NC		.5750	FA	08/15/2008			501,546	500,000	110.6890	553,445	501,670	10,861	14,375	(124)			1	04/05/2002	5.685			
867914-AN-3	Suntrust Banks Inc Put		.6000	JJ	01/15/2028			487,776	500,000	109.3830	546,915	487,410	13,833	30,000	201			1PE	05/16/2001	6.193			
881685-BH-3	Texaco Capital Inc Call		.5700	JD	12/01/2008			461,004	500,000	105.6740	528,370	448,760	2,375	28,500	5,101			1PE	06/19/2000	7.350			
902911-AC-0	UST Inc NC		.7250	JD	06/01/2009			499,951	500,000	112.0310	560,155	499,925	3,021	36,250	6			1PE	05/24/1999	7.252			
918204-AL-2	VF Corp NC		.8100	AO	10/01/2005			499,444	500,000	113.6600	568,300	499,065	10,125	40,500	174			1	09/22/2000	8.146			
92857T-AG-2	Vodafone Group NC		.7750	FA	02/15/2010			495,113	500,000	117.9380	589,690	493,785	14,639	38,750	494			1	04/28/2000	7.932			
931142-BD-4	Wal-Mart Stores Inc NC		.6550	FA	08/10/2004			493,744	500,000	107.4880	537,440	484,835	12,827	32,750	3,540			1	05/04/2000	7.390			
949740-CD-4	Wells Fargo & Co NC		.6250	AO	04/15/2008			496,461	500,000	0.0000	496,461	494,169	6,596	31,250	547			1	04/22/1998	6.410			
Total United States								15,291,120	15,297,925	XXX	16,419,526	15,260,165	276,273	931,657	11,096	0	0	0	XXX	XXX	XXX		
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations								15,291,120	15,297,925	XXX	16,419,526	15,260,165	276,273	931,657	11,096	0	0	0	0	XXX	XXX	XXX	
Defined Multi-Class Residential (DR)																							
United States																							
393505-T3-6	Green Tree Financial Corp. 1999-1 A6 MFH		.6370	MTLY	07/01/2025	09/01/2011	100.000	504,713	500,000	0.0000	504,713	505,234	2,654	31,850	(477)			1PE	11/20/2001	6.294			
Total United States								504,713	500,000	XXX	504,713	505,234	2,654	31,850	(477)	0	0	0	XXX	XXX	XXX		
4199999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Residential Mortgage-Backed Securities								504,713	500,000	XXX	504,713	505,234	2,654	31,850	(477)	0	0	0	XXX	XXX	XXX		
4599996 - Bonds - Industrial and Misc - United States								15,795,833	15,797,925	XXX	16,924,239	15,765,399	278,927	963,507	10,619	0	0	0	XXX	XXX	XXX		
4599997 - Bonds - Industrial and Misc - Canada								0	0	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	
4599998 - Bonds - Industrial and Misc - Other Countries								0	0	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX	
4599999 - Total - Industrial and Miscellaneous Bonds								15,795,833	15,797,925	XXX	16,924,239	15,765,399	278,927	963,507	10,619	0	0	0	XXX	XXX	XXX		
5499999 - Total - Issuer Obligations								22,431,425	22,397,925	XXX	23,843,284	22,409,667	368,962	1,322,470	6,185	0	0	0	XXX	XXX	XXX		
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities								504,713	500,000	XXX	504,713	505,234	2,654	31,850	(477)	0	0	0	XXX	XXX	XXX		
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
5999999 - Total - Other Multi-Class Commercial Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	0	0	0	XXX	XXX	XXX
6099999 Totals								22,936,138	22,897,925	XXX	24,347,997	22,914,901	371,616	1,354,320	5,708	0	0	0	XXX	XXX	XXX		

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Schedule D - Part 2 - Section 1

NONE

Schedule D - Part 2 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

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
BONDS							
US Governments							
United States							
.....912810-FP-8.....	United States Treasury 5.375% 02/15/31 - GA.....	.....03/04/2002.....	DBAB.....		97,727	100,000	267
Total United States					97,727	100,000	267
0399996 - Bonds - U.S. Government					97,727	100,000	267
0399999 - Total - Bonds - U.S. Government					97,727	100,000	267
Special Revenue & Assessment							
United States							
United States							
.....31359M-NF-6.....	FNMA 5NC2 1X Call 4.750% 06/18/07.....	.....06/13/2002.....	Merrill Lynch.....		499,605	500,000	
.....3136F2-ZU-5.....	FNMA 5NC 3 mo 4.050% 12/27/07.....	.....12/19/2002.....	Direct.....		500,250	500,000	
Total United States					999,855	1,000,000	0
Total United States					999,855	1,000,000	0
3199996 - Bonds - Special Revenues - United States					999,855	1,000,000	0
3199997 - Bonds - Special Revenues - Canada					0	0	0
3199998 - Bonds - Special Revenues - Other Countries					0	0	0
3199999 - Total - Bonds - Special Revenue					999,855	1,000,000	0
Public Utilities (unaffiliated)							
United States							
.....302570-AJ-5.....	FPL Group Capital Inc 7.375% 06/01/09 NC.....	.....01/28/2002.....	DBAB.....		534,655	500,000	6,146
Total United States					534,655	500,000	6,146
3899996 - Bonds - Public Utilities - United States					534,655	500,000	6,146
3899997 - Bonds - Public Utilities - Canada					0	0	0
3899998 - Bonds - Public Utilities - Other Countries					0	0	0
3899999 - Total - Bonds - Public Utilities					534,655	500,000	6,146
Industrial & Miscellaneous							
United States							
.....00209T-AA-3.....	AT&T Broadband Corp NC 8.375% 03/15/13.....	11/18/2002	Tax Free Exchange.....		458,102	452,925	
.....19416Q-DB-3.....	Colgate-Palmolive Co 5.980% 04/25/12 NC.....	04/19/2002	DBAB.....		500,000	500,000	
.....248019-AC-5.....	Deluxe Corp NC 5.000% 12/15/12.....	12/12/2002	Raymond James & Associates.....		302,766	300,000	333
.....370425-RX-0.....	General Motors 6.875% 09/15/11 Acceptance Corp NC.....	01/11/2002	DBAB.....		493,185	500,000	11,840
.....532457-AU-2.....	Lilly (Eli) & Co NC 6.000% 03/15/12.....	09/05/2002	DBAB.....		549,600	500,000	14,333
.....724477-AR-5.....	Pitney Bowes Credit 5.750% 08/15/08 Corp NC.....	04/05/2002	Raymond James & Associates.....		501,670	500,000	4,393
Total United States					2,805,323	2,752,925	30,899
4599996 - Bonds - Industrial and Misc - United States					2,805,323	2,752,925	30,899
4599997 - Bonds - Industrial and Misc - Canada					0	0	0
4599998 - Bonds - Industrial and Misc - Other Countries					0	0	0
4599999 - Total - Bonds - Industrial, Misc.					2,805,323	2,752,925	30,899
6099997 - Total - Bonds - Part 3					4,437,560	4,352,925	37,312
6099998 - Total - Bonds - Part 5					453,325	455,000	4,778
6099999 - Total - Bonds					4,890,885	4,807,925	42,090
6599998 - Total - Preferred Stocks - Part 5					0	XXX	0
6599999 - Total - Preferred Stocks					0	XXX	0
7099998 - Total - Common Stocks - Part 5					0	XXX	0
7099999 - Total - Common Stocks					0	XXX	0
7199999 - Total - Preferred and Common Stocks					0	XXX	0
7299999 Totals					4,890,885	XXX	42,090

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
BONDS															
Public Utilities (unaffiliated)															
United States															
010392-DH-8	Alabama Power Callable 6.250% 09/30/10	12/26/2002	Call	100.0000	500,000	500,000	495,000	496,162	3,838				0	30,903	
Total United States					500,000	500,000	495,000	496,162	3,838	0	0	0	0	30,903	XXX
3899996	- Bonds - Public Utilities - United States				500,000	500,000	495,000	496,162	3,838	0	0	0	0	30,903	XXX
3899997	- Bonds - Public Utilities - Canada				0	0	0	0	0	0	0	0	0	0	XXX
3899998	- Bonds - Public Utilities - Other Countries				0	0	0	0	0	0	0	0	0	0	XXX
3899999	- Bonds - Public Utilities				500,000	500,000	495,000	496,162	3,838	0	0	0	0	30,903	XXX
Industrial & Miscellaneous															
United States															
001957-AV-1	AT & T Corp. 6.000% 03/15/09	11/15/2002	Tax Free Exchange		453,325	455,000	452,616	453,138	187				0	32,078	
125577-AM-8	CIT Group Inc NC 6.500% 02/07/06	01/30/2002	Bear Stearns		498,435	500,000	497,895	498,230	34			171	171	15,979	
194160-CR-9	Colgate-Palmolive Co 7.840% 05/15/07 MTN - NC	04/19/2002	DBAB		556,175	500,000	500,000	500,000				56,175	56,175	17,313	
370425-QS-2	General Motors 6.125% 01/22/08 Acceptance Corp NC	01/11/2002	DBAB		485,945	500,000	490,080	493,183	37			(7,275)	(7,275)	14,802	
98157D-AF-3	Worldcom Inc 144A - 7.375% 01/15/03 Put/Call	10/09/2002	Bear Stearns		62,500	500,000	60,000	514,154	(454,154)			2,500	2,500	18,847	
Total United States					2,056,380	2,455,000	2,000,591	2,458,705	(453,896)	0	0	51,571	51,571	99,019	XXX
4599996	- Bonds - Industrial and Misc - United States				2,056,380	2,455,000	2,000,591	2,458,705	(453,896)	0	0	51,571	51,571	99,019	XXX
4599997	- Bonds - Industrial and Misc - Canada				0	0	0	0	0	0	0	0	0	0	XXX
4599998	- Bonds - Industrial and Misc - Other Countries				0	0	0	0	0	0	0	0	0	0	XXX
4599999	- Bonds - Industrial and Miscellaneous				2,056,380	2,455,000	2,000,591	2,458,705	(453,896)	0	0	51,571	51,571	99,019	XXX
6099997	- Bonds - Part 4				2,556,380	2,955,000	2,495,591	2,954,867	(450,058)	0	0	51,571	51,571	129,922	XXX
6099998	- Bonds - Part 5				454,250	455,000	453,325	453,325	0	0	0	925	925	4,778	XXX
6099999	- Total - Bonds				3,010,630	3,410,000	2,948,916	3,408,192	(450,058)	0	0	52,496	52,496	134,700	XXX
6599998	- Preferred Stocks - Part 5				0	XXX	0	0	0	0	0	0	0	XXX	0
6599999	- Total - Preferred Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0
7099998	- Common Stocks - Part 5				0	XXX	0	0	0	0	0	0	0	XXX	0
7099999	- Total - Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0
7199999	- Total - Preferred and Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	0
7299999 Totals					3,010,630	XXX	2,948,916	3,408,192	(450,058)	0	0	52,496	52,496	134,700	0

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
BONDS																
Public Utilities (unaffiliated)																
United States																
00209U-AD-4	AT&T Corp NC 6.000% 03/15/09	11/15/2002	Tax Free Exchange	11/18/2002	Tax Free Exchange	455,000	453,325	453,325	453,325					0	4,778	4,778
Total United States						455,000	453,325	453,325	453,325	0	0	0	0	0	4,778	4,778
3899996	- Bonds - Public Utilities - United States					455,000	453,325	453,325	453,325	0	0	0	0	0	4,778	4,778
3899997	- Bonds - Public Utilities - Canada					0	0	0	0	0	0	0	0	0	0	0
3899998	- Bonds - Public Utilities - Other Countries					0	0	0	0	0	0	0	0	0	0	0
3899999	- Bonds - Public Utilities					455,000	453,325	453,325	453,325	0	0	0	0	0	4,778	4,778
Industrial & Miscellaneous																
United States																
00209T-AA-3	AT&T Broadband Corp NC 8.375% 03/15/13	11/18/2002	Tax Free Exchange	11/18/2002	Cash Adjustment	0		925					925	925		
Total United States						0	0	925	0	0	0	0	925	925	0	0
4599996	- Bonds - Industrial and Miscellaneous - United States					0	0	925	0	0	0	0	925	925	0	0
4599997	- Bonds - Industrial and Miscellaneous - Canada					0	0	0	0	0	0	0	0	0	0	0
4599998	- Bonds - Industrial and Miscellaneous - Other Countries					0	0	0	0	0	0	0	0	0	0	0
4599999	- Bonds - Industrial and Miscellaneous					0	0	925	0	0	0	0	925	925	0	0
6099998	- Total - Bonds					455,000	453,325	454,250	453,325	0	0	0	925	925	4,778	4,778
7299999 Totals							453,325	454,250	453,325	0	0	0	925	925	4,778	4,778

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Schedule D - Part 6 - Section 1

NONE

Schedule D - Part 6 - Section 2

NONE

Schedule DA - Part 1

NONE

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part A - Section 3

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part B - Section 3

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Part C - Section 3

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DB - Part D - Section 3

NONE

Schedule DB - Part E - Section 1

NONE

SCHEDULE DM

For bonds and preferred stocks owned as of December 31, state the aggregate statement (admitted) value, the aggregate fair value, and the aggregate difference, if any, between them.

	1	2	3
	Statement (Admitted) Value	Fair Value (a)	Excess of Statement over Fair Value(-), or Fair Value over Statement (+)
1. Bonds	22,936,138	24,647,860	1,711,722
2. Preferred Stocks	0		0
3. Totals	22,936,138	24,647,860	1,711,722

(a) Amortized or book values shall not be substituted for fair values. Describe the sources or methods utilized in determining the fair values.

Values are supplied by an outside vendor

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE E - PART 2 - SPECIAL DEPOSITS

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
GA00001	B	United States Treasury Bond 5.375% Due 2/15/2031 FA15	Georgia, Georgia Dept. of Insurance, General - Georgia Policyholder	85,000	83,094	83,094
GA99999				85,000	83,094	83,094
XX99999		- Total - Not All Policyholders		85,000	83,094	83,094
00001	B	United States Treasury Note 6.500% Due 5/15/2005 MN15	Ohio, Bank One Trust Company, Ohio - All Policyholders	1,500,000	1,493,975	1,665,000
ZZ99999		- Total - All Policyholders		1,500,000	1,493,975	1,665,000
9999999 Totals				1,585,000	1,577,069	1,748,094

(a) Including \$0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

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