



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2002
OF THE CONDITION AND AFFAIRS OF THE

The Personal Service Insurance Company

NAIC Group Code 1279 0303 NAIC Company Code 12289 Employer's ID Number 31-0736459
(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated October 11, 1967 Commenced Business October 11, 1967

Statutory Home Office 100 EAST GAY STREET, COLUMBUS, Ohio 43215
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 1000 RIVER ROAD, CONSHOHOCKEN, Pennsylvania 19428 610-832-4940 -8100
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 1000 RIVER ROAD, CONSHOHOCKEN, Pennsylvania 19428
(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 1000 RIVER ROAD, CONSHOHOCKEN, Pennsylvania 19428
(Street and Number, City or Town, State and Zip Code)
610-832-4940 -8100
(Area Code) (Telephone Number)

Internet Website Address N/A

Statement Contact MARK J KEYSER 610-832-4940 -8600
(Name) (Area Code) (Telephone Number) (Extension)
MKEYSER@AIICO.COM 610-834-1959
(E-Mail Address) (Fax Number)

Policyowner Relations Contact 1000 RIVER ROAD, CONSHOHOCKEN, Pennsylvania 19428 610-832-4940 -8813
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President *WILLIAM BERT LOCKHORN
Secretary *BRUCE SCOTT ARNESON
Treasurer *MARK JAN KEYSER

VICE PRESIDENTS

DIRECTORS OR TRUSTEES

*PETER AUSTIN APPEL
*BRUCE SCOTT ARNESON
*CONSTANTINE IORDANOU
*THOMAS G KAISER
*MARK JAN KEYSER
*JOSEPH NEWBORG KING
*WILLIAM BERT LOCKHORN

State of Pennsylvania }
County of Montgomery } 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.

*WILLIAM BERT LOCKHORN
President

*BRUCE SCOTT ARNESON
Secretary

*MARK JAN KEYSER
Treasurer

- 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 _____

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

Page E01

Schedule A, Pt. 1, Real Estate Owned

NONE

Page E02

Schedule A, Pt. 2, Real Estate Acquired

NONE

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE The Personal Service Insurance Company

SCHEDULE A - PART 3

Showing all Real Estate SOLD during the Year, including Payments during the Final Year on "Sales under Contract"

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Expended for Additions, Permanent Improvements and Changes in Encumbrances	10 Book/Adjusted Carrying Value Less Encumbrances	11 Amounts Received	12 Foreign Exchange Profit (Loss) on Sale	13 Realized Profit (Loss) on Sale	14 Total Profit (Loss) on Sale	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred
	2 City	3 State													
Property sold															
LEASEHOLDS GAY & NORTH 3RD ST	COLUMBUS	OH	11/30/2002	TENANCY INTEREST ABANDONED	714,406	(21,201)			611,225			(611,225)	(611,225)		
0199999 - Property sold					714,406	(21,201)			611,225			(611,225)	(611,225)		
9999999 - TOTALS					714,406	(21,201)			611,225			(611,225)	(611,225)		

Page E04

Schedule B, Pt. 1, Mortgage Loans Owned

NONE

Page E05

Schedule B, Pt. 2, Mortgage Loans Sold

NONE

Page E06

Schedule BA, Pt. 1, Other Long-Term Invested Assets Owned

NONE

Page E07

Schedule BA, Pt. 2, Other Long-Term Invested Assets Sold

NONE

Page E08

Sch. D, Pt. 1, Long-Term Bonds Owned

NONE

Page E09

Sch. D, Pt. 2, Sn. 1, Preferred Stocks Owned

NONE

Page E10

Sch. D, Pt. 2, Sn. 2, Common Stocks Owned

NONE

Page E11

Sch. D, Pt. 3, Long-Term Bonds and Stocks Acquired

NONE

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE The Personal Service 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 Identifi- cation	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 - U. S. Governments															
3133M1-MK-2	FEDERAL HOME LOAN BANK	05/30/2002	VINING SPARKS		800,910	750,000.00	766,165	761,834	(2,008)			39,076	39,076	35,851	
3134A1-RG-7	FEDERAL HOME LOAN MORTGAGE CORP	05/30/2002	VINING SPARKS		654,270	600,000.00	596,130	597,026	214			57,244	57,244	28,929	
3134A1-SP-6	FEDERAL HOME LOAN MORTGAGE CORP	05/30/2002	VINING SPARKS		274,520	250,000.00	270,560	267,904	(1,330)			6,616	6,616	11,390	
0399999	Subtotal - Bonds - U. S. Governments				1,729,700	1,600,000.00	1,632,855	1,626,764	(3,124)			102,936	102,936	76,170	
Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions															
31371J-NF-7	FEDERAL NATIONAL MORTGAGE ASSN	05/30/2002	PAYDOWNS		537,295	517,609.00	518,337	518,051	(232)			19,244	19,244	16,264	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				537,295	517,609.00	518,337	518,051	(232)			19,244	19,244	16,264	
Bonds - Industrial and Miscellaneous (Unaffiliated)															
046003-EQ-8	ASSOCIATES CORP NORTH AMERICA	05/29/2002	LEGG MASON		1,034,740	1,000,000.00	1,016,760	1,005,347	(1,532)			29,393	29,393	36,417	
173034-GH-6	CITICORP	05/30/2002	LEGG MASON		266,402	250,000.00	259,875	258,002	(938)			8,400	8,400	13,547	
244199-AX-3	DEERE & CO	05/30/2002	ROBERT BAIRD CO		262,893	250,000.00	258,375	256,130	(1,124)			6,763	6,763	14,510	
24422E-HU-6	DEERE & CO	05/31/2002	ROBERT BAIRD CO		524,195	500,000.00	520,510	517,722	(1,226)			6,473	6,473	14,910	
260543-BK-8	DOW CHEMICAL	05/31/2002	ROBERT BAIRD CO		524,925	500,000.00	497,770	498,479	174			26,446	26,446	28,194	
260543-BL-6	DOW CHEMICAL	05/31/2002	ROBERT BAIRD CO		498,460	500,000.00	514,540	513,792	(508)			(15,332)	(15,332)	25,861	
362320-AX-1	GTE CORP	05/31/2002	ROBERT BAIRD CO		770,790	750,000.00	734,310	738,859	1,015			31,931	31,931	30,475	
36962G-UR-3	GENERAL ELECTRIC	05/30/2002	ROBERT BAIRD CO		266,432	250,000.00	263,000	259,239	(1,882)			7,193	7,193	10,623	
61745E-PL-9	MORGAN STANLEY DEAN WITTER	05/30/2002	ROBERT BAIRD CO		780,293	750,000.00	767,845	758,436	(3,895)			21,857	21,857	35,185	
742718-BR-9	PROCTOR & GAMBLE	05/30/2002	ROBERT BAIRD CO		801,885	750,000.00	756,255	755,659	(878)			46,226	46,226	23,238	
913017-AW-9	UNITED TECHNOLOGIES CORP	05/31/2002	ROBERT BAIRD CO		674,323	650,000.00	680,946	678,906	(1,386)			(4,583)	(4,583)	21,594	
929160-AC-3	VULCAN MATERIALS	05/30/2002	ROBERT BAIRD CO		258,280	250,000.00	248,383	249,027	207			9,253	9,253	9,703	
949740-CA-0	WELLS FARGO & CO	05/30/2002	BEAR STEARNS		539,415	500,000.00	494,745	496,060	329			43,355	43,355	28,599	
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				7,203,033	6,900,000.00	7,013,314	6,985,658	(11,644)			217,375	217,375	292,856	
6099997	Subtotal - Bonds - Part 4				9,470,028	9,017,609.00	9,164,506	9,130,473	(15,000)			339,555	339,555	385,290	
6099999	Subtotal - Bonds				9,470,028	9,017,609.00	9,164,506	9,130,473	(15,000)			339,555	339,555	385,290	
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)															
45806@-10-9	INSURANCE SERVICES OFFICE	05/10/2002	ISO REDEMPTION	1,921.000	133,702				(46,046)			133,702	133,702		
6799999	Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)					133,702			(46,046)			133,702	133,702		
7099997	Subtotal - Common Stocks - Part 4					133,702			(46,046)			133,702	133,702		
7099999	Subtotal - Common Stocks					133,702			(46,046)			133,702	133,702		
7199999	Subtotal - Preferred and Common Stocks					133,702			(46,046)			133,702	133,702		
7299999	TOTALS					9,603,730		9,164,506	(61,046)			473,257	473,257	385,290	

Page E13

Sch. D, Pt. 5, Long-Term Bonds and Stocks Acquired and Disp. of
NONE

Page E14

Sch. D, Pt. 6, Sn. 1, Valuation of Shares
NONE

Sch. D, Pt. 6, Sn. 2, Valuation of Shares
NONE

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Date Acquired	4 Name of Vendor	Interest		7 Maturity Date	8 Book/Adjusted Carrying Value	9 Increase (Decrease) by Adjustment (a)	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Desig- nation	17 Effective Rate of Interest
				5	6							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds Not in Default	14 Gross Amount Received			
				Rate of	How Paid											
U.S. Governments - Issuer Obligations																
912795-LS-8	U S TREASURY BILLS	12/06/2002	NATIONAL CITY INVESTMENTS	1.060	MAT	01/03/2003	14,999,066			15,011,000	14,999,066	10,655				1.060
0199999	U.S. Governments - Issuer Obligations						14,999,066			15,011,000	14,999,066	10,655				
0399999	Subtotal - U.S. Government Bonds						14,999,066			15,011,000	14,999,066	10,655				
5499999	Total Bonds - Subtotal - Issuer Obligations						14,999,066			15,011,000	14,999,066	10,655				
6099999	TOTAL - Bonds						14,999,066			15,011,000	14,999,066	10,655				
8099999	TOTALS						14,999,066			15,011,000	14,999,066	10,655				

(a) Includes \$ other than accrual of discount and amortization of premium.

Page E16

Sch. DB, Pt. A, Sn. 1, Financial Options Owned
NONE

Sch. DB, Pt. A, Sn. 2, Financial Options Acquired
NONE

Page E17

Sch. DB, Pt. A, Sn. 3, Financial Options Terminated
NONE

Sch. DB, Pt. B, Sn. 1, Written and In-Force
NONE

Page E18

Sch. DB, Pt. B, Sn. 2, Financial Options Written
NONE

Sch. DB, Pt. B, Sn. 3, Financial Options Terminated
NONE

Page E19

Sch. DB, Pt. C, Sn. 1, Collar, Swap and Forwards Open
NONE

Sch. DB, Pt. C, Sn. 2, Collar, Swap and Forwards Opened
NONE

Page E20

Sch. DB, Pt. C, Sn. 3, Collar, Swap and Forwards Terminated
NONE

Sch. DB, Pt. D, Sn. 1, Futures and Ins Futures Contracts Open
NONE

Page E21

Sch. DB, Pt. D, Sn. 2, Futures Contracts Opened Current Year
NONE

Sch. DB, Pt. D, Sn. 3, Futures Contracts Terminated Current Year
NONE

Page E22

Sch. DB, Pt. E, Sn. 1, Counterparty Exposure Derivative Instr.
NONE

Page E23

Sch. DM, Bonds and Preferred Stock Owned as of 12/31
NONE

SCHEDULE E - PART 1 - CASH

1		2	3	4	5	6
Depository		Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
Name	Location and Supplemental Information					
Open Depositories						
WELLS FARGO	MINNEAPOLIS, MN					.681
	NATIONAL CITY BANK CD	4.000				200,000
	NATIONAL CITY BANK (CASH MANAGEMENT)		80,281	.113	5,024,546	
0199999 - TOTAL - Open Depositories			80,281	.113	5,225,227	
0399999 - TOTAL Cash on Deposit			80,281	.113	5,225,227	
0599999 - TOTAL Cash			80,281	.113	5,225,227	

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	4. April	7. July	10. October
2. February	5. May	8. August	11. November
3. March	6. June	9. September	12. December
			5,225,227

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
Ohio						
OH00001	C	CERTIFICATE OF DEPOSIT 4% DUE 9-22-2005	NATIONAL CITY BANK, COLUMBUS OH; STATE OF OHIO DEPARTMENT OF INSURANCE	200,000	200,000	200,000
OH99999		Ohio		200,000	200,000	200,000
XX99999		Subtotal - Special Deposits NOT held for the benefit of all Policyholders, Claimants, and Creditors of the Company		200,000	200,000	200,000
9999999		TOTALS		200,000	200,000	200,000

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