



# HEALTH ANNUAL STATEMENT

FOR THE YEAR ENDING DECEMBER 31, 2002  
of the Condition and Affairs of the

## Vision Service Plan

NAIC Group Code..... 1189, 1189  
(Current Period) (Prior Period)

NAIC Company Code..... 54380

Employer's ID Number..... 31-0725743

Organized under the Laws of Ohio State of Domicile or Port of Entry Ohio Country of Domicile US

Licensed as Business Type Vision Service Corporation

Is HMO Federally Qualified? Yes [ ] No [ X ]

Date Incorporated or Organized..... November 4, 1966 Date Commenced Business..... March 29, 1967

Statutory Home Office 3400 Morse Crossing ..... Columbus ..... OH ..... 43215  
(Street and Number) (City or Town, State and Zip Code)

Address of Main Administrative Office 3333 Quality Drive ..... Rancho Cordova ..... CA ..... 95670  
(Street and Number) (City or Town, State and Zip Code) 916-851-5000  
(Area Code) (Telephone Number)

Mail Address 3333 Quality Drive ..... Rancho Cordova ..... CA ..... 95670  
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 3333 Quality Drive ..... Rancho Cordova ..... CA ..... 95670  
(Street and Number) (City or Town, State and Zip Code) 916-851-5000  
(Area Code) (Telephone Number)

Internet Website Address www.vsp.com

Statement Contact Laura Olson 916-851-5000  
(Name) (Area Code) (Telephone Number) (Extension)  
laurol@vsp.com 916-858-5388  
(E-Mail Address) (Fax Number)

Policyowner Relations Contact ..... (City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

### OFFICERS

President ..... Roger Joseph Valine Treasurer ..... Patricia Cochran Secretary ..... Gary Norman Brooks

### VICE PRESIDENTS

### DIRECTORS OR TRUSTEES

James Kuhlman O.D. Jeffrey Wintersteller Phil Stevens

State of..... California  
County of..... Sacramento

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.

_____ (Signature) Roger Joseph Valine (Printed Name) President	_____ (Signature) Gary Norman Brooks (Printed Name) Secretary	_____ (Signature) Patricia Cochran (Printed Name) Treasurer
--	---	---

Subscribed and sworn to before me this  
.....day of ....., 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.....

## SCHEDULE A - PART 1

Showing all Real Estate OWNED December 31 of Current Year

1	Location		4	5	6	7	8	9	10	11	12	13	14	15
Description of Property	2	3	Date Acquired	Date of Last Appraisal	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Fair Value Less Encumbrances	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amounts Received During Year	Expended for Additions, Permanent Improvements and Changes in Encumbrances During Year	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs, and Expenses Incurred
	City	State												
<b>Properties Occupied by the Reporting Entity - Health Care Delivery</b>														
Optical Laboratory.....	Hamilton.....	OH....	12/20/2002.....		380,434	0	380,434	0	0	0	0	0	0	0
0199999. Properties Occupied by the Reporting Entity - Health Care Delivery.....					380,434	0	380,434	0	0	0	0	0	0	0
0399999. Total - Properties Occupied by the Reporting Entity.....					380,434	0	380,434	0	0	0	0	0	0	0
9999999. Totals.....					380,434	0	380,434	0	0	0	0	0	0	0

## SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED During the Year

1	Location		4	5	6	7	8	9
Description of Property	2	3	Date Acquired	Name of Vendor	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Expended for Additions and Permanent Improvements
<b>Acquired by Purchase</b>								
Optical Laboratory.....	Hamilton.....	OH.....	..12/20/2002...	Pizzuti Land Company.....	380,434	.....0	380,434	.....0
0199999. Total - Acquired by Purchase.....					380,434	.....0	380,434	.....0
9999999. Totals.....					380,434	.....0	380,434	.....0

**Sch. A-Pt. 3  
NONE**

**Sch. B-Pt. 1  
NONE**

**Sch. B-Pt. 2  
NONE**

**Sch. BA-Pt. 1  
NONE**

**Sch. BA-Pt. 2  
NONE**

**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 Identifi- cation	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 December 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 December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Desig- nation	Date Acquired	Effec- tive Rate of Interest
<b>U.S. Government - Issuer Obligations</b>																				
3134A1 QD 5.	FHLMC.....		6.645	MS...	03/10/2004			1,038,684	1,000,000		1,038,684	1,069,200	20,489	66,450	(30,516)			..1PE	01/10/2002	3.310
3134A2 T9 9..	FHLMC.....		5.000	JJ.....	01/15/2004			511,790	500,000		511,790	524,650	11,528	25,000	(11,078)			..1PE	11/01/2001	2.684
3134A3 2S 4..	FHLMC.....		6.875	JJ.....	01/15/2005			1,632,474	1,500,000		1,632,474	1,651,800	47,552		(19,326)			..1PE	09/11/2002	2.411
3134A4 CQ 5.	FHLMC.....		6.375	MN.....	11/15/2003			1,033,016	1,000,000		1,033,016	1,074,800	8,146	63,750	(37,029)			..1PE	11/13/2001	2.527
31359M JG 9.	FNMA.....		4.625	MN.....	05/15/2003			1,000,822	1,000,000		1,000,822	1,004,140	5,910	46,250	(2,142)			..1PE	06/05/2001	4.401
0199999.	U.S. Government - Issuer Obligations.....							5,216,786	5,000,000	...XXX...	5,216,786	5,324,590	93,625	201,450	(100,091)	0	0	XXX	XXX	XXX
0399999.	Total - U.S. Government.....							5,216,786	5,000,000	...XXX...	5,216,786	5,324,590	93,625	201,450	(100,091)	0	0	XXX	XXX	XXX
<b>Special Revenue &amp; Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations</b>																				
<b>United States</b>																				
3133M2 V5 3.	FHLB.....		5.420	JJ.....	01/22/2003			500,264	500,000		500,264	507,800	11,969	27,100	(4,396)			..1PE	04/02/2001	4.511
3133M5 ZW 3.	FHLB.....		4.830	AO.....	10/15/2003			998,293	1,000,000		998,293	994,360	10,197	48,300	2,069			..1PE	01/19/2001	5.053
3133MC UE 3.	FHLB.....		5.125	JJ.....	01/13/2003			1,000,193	1,000,000		1,000,193	1,009,400	23,917	51,250	(5,612)			..1PE	04/30/2001	4.546
3133ME HL 8.	FHLB.....		4.875	AO.....	04/16/2004			1,014,632	1,000,000		1,014,632	1,023,400	10,156	48,750	(8,768)			..1PE	03/11/2002	3.705
3133ME UD 1.	FHLB.....		4.500	MN.....	05/15/2003			1,002,366	1,000,000		1,002,366	1,010,900	5,750	45,000	(6,194)			..1PE	08/10/2001	3.855
	U.S.....							4,515,748	4,500,000	...XXX...	4,515,748	4,545,860	61,989	220,400	(22,901)	0	0	XXX	XXX	XXX
	Total States and US.....							4,515,748	4,500,000	...XXX...	4,515,748	4,545,860	61,989	220,400	(22,901)	0	0	XXX	XXX	XXX
2599999.	Special Revenue & Assessment Obligations - Issuer Obligations.....							4,515,748	4,500,000	...XXX...	4,515,748	4,545,860	61,989	220,400	(22,901)	0	0	XXX	XXX	XXX
3199999.	Total - Special Revenue & Special Assessment Obligations.....							4,515,748	4,500,000	...XXX...	4,515,748	4,545,860	61,989	220,400	(22,901)	0	0	XXX	XXX	XXX
<b>Totals</b>																				
5499999.	Total - Issuer Obligations.....							9,732,534	9,500,000	...XXX...	9,732,534	9,870,450	155,614	421,850	(122,992)	0	0	XXX	XXX	XXX
6099999.	Grand Total - Bonds.....							9,732,534	9,500,000	...XXX...	9,732,534	9,870,450	155,614	421,850	(122,992)	0	0	XXX	XXX	XXX

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### SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Number of Shares	4 Par Value per Share	5 Rate per Share	6 Book/Adjusted Carrying Value	7 Rate per Share Used to Obtain Fair Value	8 Fair Value	9 Actual Cost	Dividends		12 Increase (Decrease) by Adjustment	13 Increase (Decrease) by Foreign Exchange Adjustment	14 NAIC Desig- nation	15 Date Acquired
									10 Declared but Unpaid	11 Amount Received During Year				
<b>NONE</b>														

## SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Number of Shares	4 Book/Adjusted Carrying Value	5 Rate per Share Used to Obtain Fair Value	6 Fair Value	7 Actual Cost	Dividends		10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 NAIC Designation (a)	13 Date Acquired
							8 Declared but Unpaid	9 Amount Received During Year				
<b>Common Stocks - Industrial and Miscellaneous (Unaffiliated)</b>												
<b>United States</b>												
626129 76 1.....	Munder Index 500.....	22,360.716	410,096	18.340	410,095	577,037		4,498	(124,450)		L	12/27/2002...
	United States.....		410,096	XXX	410,095	577,037	0	4,498	(124,450)	0	XXX	XXX
6899999	Total - Common Stocks - Industrial and Miscellaneous (Unaffiliated).....		410,096	XXX	410,095	577,037	0	4,498	(124,450)	0	XXX	XXX
7099999	Total - Common Stock.....		410,096	XXX	410,095	577,037	0	4,498	(124,450)	0	XXX	XXX
7199999	Total - Preferred and Common Stock.....		410,096	XXX	410,095	577,037	0	4,498	(124,450)	0	XXX	XXX

(a) For all common stocks bearing the NAIC designation "U" provide: the number of such issues.....0, the total \$ value (included in Column 6) of all such issues \$.0.

**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
<b>Bonds - U.S. Government</b>							
3134A1 QD 5.....	FHLMC.....	01/10/2002....	Bank Of America.....		1,069,200	1,000,000	22,335
3134A3 2S 4.....	FHLMC.....	09/11/2002....	Bank Of America.....		1,651,800	1,500,000	16,328
0399999	Total - Bonds - U.S. Government.....				2,721,000	2,500,000	38,663
<b>Bonds - Special Revenue and Special Assessment United States</b>							
3133ME HL 8.....	FHLB.....	03/11/2002....	Bank Of America.....		1,023,400	1,000,000	19,771
	U.S.....				1,023,400	1,000,000	19,771
	Total States and US.....				1,023,400	1,000,000	19,771
3199999	Total - Bonds - Special Revenue & Special Assessments.....				1,023,400	1,000,000	19,771
6099997	Total - Bonds - Part 3.....				3,744,400	3,500,000	58,434
6099999	Total - Bonds.....				3,744,400	3,500,000	58,434
<b>Common Stocks - Industrial and Miscellaneous United States</b>							
626129 76 1.....	Munder Index 500.....	12/27/2002....	Merrill Lynch.....	229,286	4,498		
	United States.....				4,498	XXX	0
6899999	Total - Common Stocks - Industrial & Miscellaneous.....				4,498	XXX	0
7099997	Total - Common Stocks - Part 3.....				4,498	XXX	0
7099999	Total - Common Stocks.....				4,498	XXX	0
7199999	Total - Preferred and Common Stocks.....				4,498	XXX	0
7299999	Total - Bonds, Preferred and Common Stocks.....				3,748,898	XXX	58,434

**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
<b>Bonds - U.S. Government</b>															
313586 3E 7.....	FNMA.....	02/11/2002	MATURITY.....		1,000,000	1,000,000	1,029,500	1,000,000	(1,592)				0	37,500	
31364C WL 8.....	FNMA.....	02/11/2002	MATURITY.....		1,000,000	1,000,000	1,002,050	1,000,000	(202)				0	31,450	
0399999	Total - Bonds - U.S. Government.....				2,000,000	2,000,000	2,031,550	2,000,000	(1,794)	0	0	0	0	68,950	XXX
<b>Bonds - Special Revenue and Special Assessment</b>															
<b>United States</b>															
3133M0 GW 5.....	FHLB.....	05/28/2002	MATURITY.....		1,000,000	1,000,000	1,005,700	1,000,000	(1,539)				0	33,450	
3133M1 FF 1.....	FHLB Notes.....	08/13/2002	MATURITY.....		1,000,000	1,000,000	987,930	1,000,000	3,805				0	62,050	
3133MA T7 4.....	FHLB Disc Note.....	02/15/2002	MATURITY.....		1,000,000	1,000,000	992,500	1,000,000	565				0	33,750	
	U.S.....				3,000,000	3,000,000	2,986,130	3,000,000	2,831	0	0	0	0	129,250	XXX
	Total States and US.....				3,000,000	3,000,000	2,986,130	3,000,000	2,831	0	0	0	0	129,250	XXX
3199999	Total - Bonds - Special Revenue & Assessment.....				3,000,000	3,000,000	2,986,130	3,000,000	2,831	0	0	0	0	129,250	XXX
6099997	Total - Bonds - Part 4.....				5,000,000	5,000,000	5,017,680	5,000,000	1,037	0	0	0	0	198,200	XXX
6099999	Total - Bonds.....				5,000,000	5,000,000	5,017,680	5,000,000	1,037	0	0	0	0	198,200	XXX
<b>Common Stocks - Industrial and Miscellaneous</b>															
<b>United States</b>															
626129 76 1.....	Munder Index 500.....	02/06/2002	Merrill Lynch.....	8.000	181		199	199	7			(18)	(18)		
	United States.....				181	XXX	199	199	7	0	0	(18)	(18)	XXX	0
6899999	Total - Common Stocks - Industrial & Miscellaneous.....				181	XXX	199	199	7	0	0	(18)	(18)	XXX	0
7099997	Total - Common Stocks - Part 4.....				181	XXX	199	199	7	0	0	(18)	(18)	XXX	0
7099999	Total - Common Stocks.....				181	XXX	199	199	7	0	0	(18)	(18)	XXX	0
7199999	Total - Preferred and Common Stocks.....				181	XXX	199	199	7	0	0	(18)	(18)	XXX	0
7299999	Total - Bonds, Preferred and Common Stocks.....				5,000,181	XXX	5,017,879	5,000,199	1,044	0	0	(18)	(18)	198,200	0

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**Sch. D-Pt. 5  
NONE**

**Sch. D-Pt. 6-Sn. 1  
NONE**

**Sch. D-Pt. 6-Sn. 2  
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	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Design- nation	17 Effective Rate of Interest
				5 Rate of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	14 Gross Amount Received			
<b>U.S. Government Bonds - Issuer Obligations</b>																
313396 AK 9.	FHLMC Disc Note.....	02/08/2002	Bank Of America.....		MATR	01/10/2003	3,925,667			4,000,000	3,925,667	72,108			1....	2.049
313396 CK 7.	FHLMC.....	03/11/2002	Bank Of America.....		MATR	02/27/2003	976,044			1,000,000	976,044	19,959			1....	2.521
313396 DP 5.	FHLMC Discount Note.....	04/08/2002	Bank Of America.....		MATR	03/27/2003	976,338			1,000,000	976,338	17,808			1....	2.489
313396 FX 6..	FHLMC Discount Note.....	05/29/2002	Bank Of America.....		MATR	05/22/2003	977,552			1,000,000	977,552	13,420			1....	2.326
313396 HH 9.	FHLMC Disc Note.....	07/09/2002	Bank Of America.....		MATR	06/25/2003	981,431			1,000,000	981,431	9,190			1....	1.958
313396 NX 7.	FHLMC.....	11/15/2002	Bank Of America.....		MATR	11/06/2003	986,650			1,000,000	986,650	1,726			1....	1.383
313396 QB 2.	FHLMC Disc Note.....	12/13/2002	Bank Of America.....		MATR	12/04/2003	986,763			1,000,000	986,763	665			1....	1.371
313588 FB 6..	FNMA Discount Note.....	05/14/2002	Bank Of America.....		MATR	05/02/2003	488,819			500,000	488,819	7,253			1....	2.350
313588 LX 1..	FNMA.....	10/08/2002	Bank Of America.....		MATR	09/19/2003	985,189			1,000,000	985,189	3,601			1....	1.581
0199999	U.S. Government Bonds- Issuer Obligations.....						11,284,453	0	0	11,500,000	11,284,453	145,730	0	0	XXX	XXX
0399999	Total - U.S. Government Bonds.....						11,284,453	0	0	11,500,000	11,284,453	145,730	0	0	XXX	XXX
<b>Bonds - Special Revenue &amp; Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations</b>																
<b>United States</b>																
313312 BV 1..	FFCB Disc Note.....	02/14/2002	Bank Of America.....		MATR	02/13/2003	978,623			1,000,000	978,623	18,749			1....	2.177
313384 HZ 5.	FHLB Discount Note.....	08/12/2002	Bank Of America.....		MATR	07/11/2003	985,521			1,000,000	985,521	6,092			1....	1.602
313384 LG 2..	FHLB Disc Note.....	09/11/2002	Bank Of America.....		MATR	09/04/2003	983,142			1,000,000	983,142	5,215			1....	1.741
313384 QN 2.	FHLB Disc.....	12/20/2002	Bank Of America.....		MATR	12/15/2003	987,000			1,000,000	987,000	399			1....	1.331
313396 AB 9.	FHLB Discount Note.....	01/10/2002	Bank Of America.....		MATR	01/02/2003	1,958,784			2,000,000	1,958,784	40,986			1....	2.116
863872 GS 0.	SLMA Disc Note.....	06/18/2002	Bank Of America.....		MATR	06/10/2003	1,959,710			2,000,000	1,959,710	21,980			1....	2.092
	U.S.....						7,852,780	0	0	8,000,000	7,852,780	93,421	0	0	XXX	XXX
	United States.....						7,852,780	0	0	8,000,000	7,852,780	93,421	0	0	XXX	XXX
2599999	Special Revenue & Special Assessment Obligations - Issuer Obligations.....						7,852,780	0	0	8,000,000	7,852,780	93,421	0	0	XXX	XXX
3199999	Total - Special Revenue & Special Assessment Obligations.....						7,852,780	0	0	8,000,000	7,852,780	93,421	0	0	XXX	XXX
<b>Totals</b>																
5499999	Total Bonds - Issuer Obligations.....						19,137,233	0	0	19,500,000	19,137,233	239,151	0	0	XXX	XXX
6099999	Total - Bonds.....						19,137,233	0	0	19,500,000	19,137,233	239,151	0	0	XXX	XXX
8099999	Grand Total - Short-Term Investments.....						19,137,233	(a)0	0	19,500,000	19,137,233	239,151	0	0	XXX	XXX

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(a) Includes \$.....0 other than accrual of discount and amortization of premium.

**Sch. DB-Pt. A-Sn. 1  
NONE**

**Sch. DB-Pt. A-Sn. 2  
NONE**

**Sch. DB-Pt. A-Sn. 3  
NONE**

**Sch. DB-Pt. B-Sn. 1  
NONE**

**Sch. DB-Pt. B-Sn. 2  
NONE**

**Sch. DB-Pt. B-Sn. 3  
NONE**

**Sch. DB-Pt. C-Sn. 1  
NONE**

**Sch. DB-Pt. C-Sn. 2  
NONE**

**Sch. DB-Pt. C-Sn. 3  
NONE**

**Sch. DB-Pt. D-Sn. 1  
NONE**

**Sch. DB-Pt. D-Sn. 2  
NONE**

**Sch. DB-Pt. D-Sn. 3  
NONE**

**Sch. DB-Pt. E-Sn. 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 Statement (Admitted) Value	2 Fair Value (a)	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
1. Bonds.....	28,869,767	29,283,356	413,589
2. Preferred stocks.....			0
3. Totals.....	28,869,767	29,283,356	413,589

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

The fair market values were obtained from the Interactive Data Corporation, a pricing service.

## SCHEDULE E - PART 1 - CASH

1 Depository	2 Rate of Interest	3 Amount of Interest Received During Year	4 Amount of Interest Accrued December 31 of Current Year	5 Balance	6 *
<b>Open Depositories</b>					
Bank of America - checking..... Sacramento, CA.....		46,203		2,585,947	XXX
Bank One - cd (matures 3/9/03)..... Columbus, OH.....	1.730	7,193	2,280	172,470	XXX
Bank One - cd (matures 12/4/03)..... Columbus, OH.....	4.550		2,306	50,000	XXX
Merrill Lynch - money market..... Sacramento, CA.....	6.000			10	XXX
0199999. Total - Open Depositories.....	XXX	53,396	4,586	2,808,427	XXX
0399999. Total Cash on Deposit.....	XXX	53,396	4,586	2,808,427	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	1,200	XXX
0599999. Total Cash.....	XXX	53,396	4,586	2,809,627	XXX

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

1. January.....	4,278,388	4. April.....	1,694,848	7. July.....	2,189,402	10. October.....	2,303,622
2. February.....	4,883,976	5. May.....	1,510,839	8. August.....	1,701,399	11. November.....	1,569,397
3. March.....	2,834,191	6. June.....	2,201,683	9. September.....	1,194,456	12. December.....	2,809,627

### 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
<b>SPECIAL DEPOSITS WHICH ARE NOT FOR THE BENEFIT OF ALL POLICYHOLDERS</b>						
<b>Ohio</b>						
OH00001.	C.....	Certificate of Deposit 1.73% 3/9/03.....	Bank One, Columbus, OH.....	172,470	172,470	172,470
OH00002.	C.....	Certificate of Deposit 4.55% 12/4/03.....	Bank One, Columbus, OH.....	50,000	50,000	50,000
OH99999.	Ohio.....			222,470	222,470	222,470
XX99999.	Total - All Special Deposits NOT Held for Benefit of all Policyholders, Claimants, & Creditors of the Company....			222,470	222,470	222,470
9999999.	Totals.....			222,470	222,470	222,470

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