



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

Medical Benefits Mutual Life Insurance Company

NAIC Group Code 0000 (Current Period) NAIC Company Code 74322 (Prior Period) Employer's ID Number 31-4210910

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

Country of Domicile US

Incorporated May 6, 1938 Commenced Business April 4, 1938

Statutory Home Office 1975 Tamarack Rd, Newark, Ohio 43055 (Street and Number, City or Town, State and Zip Code)

Main Administrative Office 1975 Tamarack Rd, Newark, Ohio 43055 (Street and Number, City or Town, State and Zip Code) 740-522-7324 (Area Code) (Telephone Number)

Mail Address 1975 Tamarack Rd, Newark, Ohio 43055 (Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 1975 Tamarack Rd, Newark, Ohio 43055 (Street and Number, City or Town, State and Zip Code) 740-522-7324 (Area Code) (Telephone Number)

Internet Website Address www.medben.com

Statement Contact Charles E Krajacic (Name) 740-522-7324 (Area Code) (Telephone Number) (Extension) charliek@medben.com (E-Mail Address) 740-522-7324 (Fax Number)

Policyowner Relations Contact 1975 Tamarack Rd, Newark, Ohio 43055 (Street and Number, City or Town, State and Zip Code) 740-522-8425 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Douglas James Freeman
Secretary Thomas Arthur Hoffman
Treasurer Richard Merrill Main

VICE PRESIDENTS

Cara Kalstrom Delcher
YCaroline Fischer Rouse Fraker
Kurt Jeffrey Harden
Charles Edward Krajacic
James Andrew Weisent

DIRECTORS OR TRUSTEES

James Edward Barton
Charles Daniel Delawder
Nancy Shrider Dix
Douglas James Freeman
David Alfred Gallimore
Thomas Arthur Hoffman
Richard Merrill Main
Clark Arthur Morrow
Glen Edward Smith

State of Ohio }
County of Licking } 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.

Douglas James Freeman
President

Thomas Arthur Hoffman
Secretary

Richard Merrill Main
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
24th day of February, 2003

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE A - PART 1

Showing all Real Estate OWNED December 31 of Current Year

1 Description of Property	Location		4 Date Acquired	5 Date of Last Appraisal	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Fair Value Less Encumbrances	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Amounts Received During Year	13 Expended for Additions, Permanent Improvements and Changes in Encumbrances During Year	14 Gross Income Earned Less Interest Incurred on Encumbrances	15 Taxes, Repairs and Expenses Incurred
	2 City	3 State												
Properties occupied by the reporting entity - Administrative														
Home Office	Newark	Ohio	01/13/1986	12/23/1991	2,644,739	150,400	1,729,702	2,110,100	69,405			3,329		
0299999 - Properties occupied by the reporting entity - Administrative					2,644,739	150,400	1,729,702	2,110,100	69,405			3,329		
0399999 - Total Properties occupied by the reporting entity					2,644,739	150,400	1,729,702	2,110,100	69,405			3,329		
9999999 - TOTALS					2,644,739	150,400	1,729,702	2,110,100	69,405			3,329		

Page E02

Schedule A, Pt. 2, Real Estate Acquired

NONE

Page E03

Schedule A, Pt. 3, Real Estate Sold

NONE

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

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 1

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

1 CUSIP Identification	2 Description	3 *	Interest		6 Maturity Date	7 Option Date	8 Option Call Price	9 Book/ Adjusted Carrying Value	10 Par Value	11 Rate Used to Obtain Fair Value	12 Fair Value	13 Actual Cost	Interest		16 Increase (Decrease) by Adjustment	17 Increase (Decrease) by Foreign Exchange Adjustment	18 Amount of Interest Due and Accrued December 31 Current Year, on Bonds in Default as to Principal or Interest	19 NAIC Designation	20 Date Acquired	21 Effective Rate of Interest
			4 Rate of	5 How Paid									14 Amount Due and Accrued December 31 of Current Year on Bonds not in Default	15 Gross Amount Received During Year						
U.S. Governments - Issuer Obligations																				
912827-J7-8	UNITED STATES TREAS NTS		6.250	FA	02/15/2003			124,979	125,000	100.590	125,743	124,497	1,628	7,824	169			1	02/25/2000	
912827-J7-8	UNITED STATES TREAS NTS		6.250	FA	02/15/2003			140,045	140,000	100.590	140,832	140,978	3,281	8,750	(356)			1	05/19/2000	
912827-4V-1	UNITED STATES TREAS NTS		4.750	MN	11/15/2008			310,449	310,000	109.440	339,264	310,510	1,841	9,844	(61)			1	03/15/2002	
0199999	U.S. Governments - Issuer Obligations							575,473	575,000		605,839	575,985	6,750	26,418	(248)					
0399999	Subtotal - U.S. Governments							575,473	575,000		605,839	575,985	6,750	26,418	(248)					
Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																				
31359M-DF-7	FEDERAL NAT'L MTG ASSN		5.250	JJ	01/15/2003			299,950	300,000	100.150	300,468	294,093	7,219	15,750	1,628			1	06/01/1999	
3133MA-BA-6	FEDERAL HOME LOAN BANK		6.375	MN	11/14/2003			24,999	25,000	104.370	26,094	24,995	199	1,594	1			1	11/05/1999	
3133M7-QD-1	FEDERAL HOME LOAN BANK		5.295	FA	02/18/2004			24,986	25,000	104.280	26,070	24,988	496	1,324	13			1	02/18/1999	
31359M-DT-7	FEDERAL NAT'L MTG ASSN		5.750	AO	04/15/2003			124,646	125,000	101.280	126,601	121,034	1,497	7,188	1,232			1	01/25/2000	
31331L-QF-8	FEDERAL FARM CREDIT BANK		5.125	MS	09/06/2006			499,606	500,000	108.680	543,438	499,455	7,474	25,625	115			1	09/06/2001	
3134A4-GW-8	FEDERAL HOME LOAN MTG		4.500	FA	08/15/2004			1,099,010	1,100,000	104.590	1,150,531	1,098,174	18,563	49,500	626			1	08/17/2001	
3133MH-3N-2	FEDERAL HOME LOAN BANK		5.000	FA	08/22/2005			1,000,000	1,000,000	102.190	1,021,880	1,000,000	18,750	50,000				1	08/22/2001	
3136F1-UX-6	FEDERAL NAT'L MTG ASSN		5.000	MS	03/21/2007			500,000	500,000	104.370	521,875	500,000	7,292	12,431				1	03/22/2002	
312925-UM-0	FEDERAL HOME LOANMTG		4.375	JJ	07/12/2006			25,000	25,000	103.760	25,941	25,000	501					1	07/12/2002	
3136F1-TQ-3	FEDERAL NAT'L MTG ASSN		5.000	MS	03/21/2007			25,000	25,000	107.120	26,781	25,000	364	625				1	03/21/2002	
2599999	Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations							3,623,197	3,625,000		3,769,679	3,612,689	62,355	164,037	3,615					
3199999	Subtotal - Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions							3,623,197	3,625,000		3,769,679	3,612,689	62,355	164,037	3,615					
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																				
617446-D5-5	MORGAN STANLEY DEAN WITTER		7.125	JJ	01/15/2003			10,000	10,000	100.140	10,014	9,998	327	713	1			1	12/23/1999	
637432-CC-7	NATIONAL RURAL UTILS CORP		6.125	MN	05/15/2003			9,926	10,000	108.070	10,807	9,829	77	613	31			1	11/26/1999	
046003-DC-0	ASSOCIATES CORP		8.550	JJ	07/15/2009			24,792	25,000	118.480	29,620	24,420	980	2,138	32			1	04/17/1991	
16161A-BH-0	CHASE MANHATTAN		7.125	MS	03/21/2005			24,928	25,000	108.610	27,153	24,823	594	1,781	35			1	01/14/2000	
162451-BH-0	CHATTANOOGA VALLEY CORP				01/01/2003			29,996	30,000	100.000	30,000	27,554			1,438			1	04/17/2001	
423074-AG-8	HEINZ		6.000	MS	03/15/2008			24,811	25,000	111.550	27,888	24,743	438	1,500	36			1	02/12/2001	
337434-L8-5	FIRST USA BANK		7.000	MS	03/31/2003			30,000	30,000	101.070	30,323	30,000	473	2,156				1	03/20/2000	
027789-VN-3	AMERICAN NAT'L BANK & TRUST		7.000	FA	08/30/2005			35,000	35,000	103.770	36,319	35,000	946	2,118				1	08/30/2000	
156944-49-8	GLOUSTER COMM BANK		3.750	MD	12/06/2005			25,000	25,000	100.000	25,000	25,000						1	12/06/2002	
36962G-UD-4	GE CAPITAL CORP		4.250	JJ	01/28/2005			24,990	25,000	104.440	26,111	24,985	443		5			1	01/10/2002	
191216-AJ-9	COCA COLA CO		4.000	JD	06/01/2005			25,000	25,000	104.690	26,172	25,000	83	731				1	03/08/2002	
459200-AW-1	IBM		4.875	FO	10/01/2006			25,000	25,000	106.720	26,680	25,000	305	772				1	02/13/2002	
929903-AA-0	WACHOVIA		4.950	MN	11/01/2006			24,924	25,000	106.710	26,677	24,904	206	956	23			1	01/23/2002	
931142-BR-3	WALMART STORES		4.375	JJ	07/12/2007			25,000	25,000	105.420	26,355	25,000	500					1	07/12/2002	
3999999	Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations							339,367	340,000		359,119	336,256	5,372	13,478	1,601					
4599999	Subtotal - Industrial and Miscellaneous (Unaffiliated)							339,367	340,000		359,119	336,256	5,372	13,478	1,601					
5499999	Total Bonds - Subtotal - Issuer Obligations							4,538,037	4,540,000		4,734,637	4,524,930	74,477	203,933	4,968					
6099999	TOTALS							4,538,037	4,540,000		4,734,637	4,524,930	74,477	203,933	4,968					

EOB

H/T

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	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 Designation	15 Date Acquired
									10 Declared but Unpaid	11 Amount Received During Year				
Preferred Stocks - Parent, Subsidiaries, and Affiliates														
58449@-11-3	MEDBEN MARKETING SERVICES, INC.	50.000	10.00	50.000	500	10.000	500	500					A	01/01/1992
6499999	Subtotal - Preferred Stocks - Parent, Subsidiaries, and Affiliates				500		500	500						
6599999	TOTAL - Preferred Stocks				500		500	500						

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	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				
Common Stocks - Public Utilities (Unaffiliated)												
025537-10-1	AMERICAN ELECTRIC POWER CO	225.000	6,149	27.330	6,149	9,835		540	(3,645)		L	11/19/2001
025537-10-1	AMERICAN ELECTRIC POWER CO	250.000	6,833	27.330	6,833	10,000		600	(4,050)		L	12/04/2001
65473P-10-5	NISOURCE INC	400.000	7,989	20.000	7,989	6,268		464	(1,224)		L	02/15/1994
6699999	- Subtotal - Common Stocks - Public Utilities (Unaffiliated)		20,971		20,971	26,103		1,604	(8,919)			
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)												
700658-10-7	PARK NATIONAL CORP	2,362.000	233,366	98.800	233,366	49,846		7,180	14,290		L	10/17/1991
06423A-10-3	BANK ONE	2,500.000	91,375	36.550	91,375	98,589		2,100	(6,250)		L	11/12/1999
700658-10-7	PARK NATIONAL CORP	787.000	77,755	98.800	77,755	29,545		2,392	4,761		L	05/03/1993
172967-10-1	CITIGROUP INC	589.000	20,727	35.190	20,727	9,868		496	(14,225)		L	04/11/1997
46625H-10-0	J.P. MORGAN CHASE AND CO	275.000	6,600	24.000	6,600	10,835		374	(3,396)		L	11/19/2001
46625H-10-0	J.P. MORGAN CHASE AND CO	300.000	7,200	24.000	7,200	10,755		408	(3,705)		L	12/19/2001
89420G-40-6	TRAVELERS PROP & CASUALTY CORP CLASS B	66.000	967	14.650	967	7		7	959		L	08/26/2002
89420G-10-9	TRAVELERS PROP & CASUALTY CORP CLASS A	32.000	469	14.650	469	5		5	463		L	08/26/2002
06423A-10-3	BANK ONE	119.000	4,349	36.550	4,349	3,242		100	(298)		L	04/06/1994
06423A-10-3	BANK ONE	181.000	6,616	36.550	6,616	4,264		152	(453)		L	10/13/1994
06423A-10-3	BANK ONE	50.000	1,828	36.550	1,828	2,116		40	(125)		L	08/30/1999
06423A-10-3	BANK ONE	50.000	1,828	36.550	1,828	1,735		44	(125)		L	09/30/1999
075811-10-9	BECKMAN COULTER INC	150.000	4,428	29.520	4,428	5,469		44	(2,217)		L	05/23/2001
075811-10-9	BECKMAN COULTER INC	250.000	7,380	29.520	7,380	6,838		8	542		L	10/25/2002
172967-10-1	CITIGROUP INC	100.000	3,519	35.190	3,519	5,063		69	(1,529)		L	05/23/2001
172967-10-1	CITIGROUP INC	200.000	7,038	35.190	7,038	8,828		141	(3,058)		L	11/27/2001
475070-10-8	JEFFERSON PILOT	230.500	8,784	38.110	8,784	3,285		289	(6,786)		L	05/21/1993
475070-10-8	JEFFERSON PILOT	169.500	6,460	38.110	6,460	2,305		213	(1,337)		L	01/21/1994
6799999	- Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)		490,689		490,689	252,595		14,062	(22,489)			
Common Stocks - Industrial and Miscellaneous (Unaffiliated)												
459200-10-1	IBM	1,000.000	77,500	77.500	77,500	12,913		590	(43,460)		L	02/23/1993
00184A-10-5	AOL TIME WARNER	250.000	3,275	13.100	3,275	9,563			(4,750)		L	11/20/2001
00184A-10-5	AOL TIME WARNER	275.000	3,603	13.100	3,603	9,625			(5,225)		L	12/04/2001
14149Y-10-8	CARDINAL HEALTH INC OHIO	150.000	8,879	59.190	8,879	9,771		15	(821)		L	11/19/2001
14149Y-10-8	CARDINAL HEALTH INC OHIO	150.000	8,879	59.190	8,879	10,156		8	(1,278)		L	05/21/2002
219350-10-5	CORNING, INC	800.000	2,648	3.310	2,648	20,772			(4,488)		L	04/23/2001
284131-20-8	ELAN PLC	375.000	923	2.460	923	20,055			(15,975)		L	04/23/2001
277902-81-3	EV WORLDWIDE	1,012.000	7,742	7.650	7,742	10,009			(2,712)		L	11/20/2001
277902-81-3	EV WORLDWIDE	982.318	7,515	7.650	7,515	10,000			(2,633)		L	12/06/2001
277902-81-3	EV WORLDWIDE	992.063	7,589	7.650	7,589	10,000			(2,411)		L	01/10/2002
30231G-10-2	EXXON MOBIL CORP	250.000	8,735	34.940	8,735	9,725		230	(1,090)		L	11/19/2001
30231G-10-2	EXXON MOBIL CORP	275.000	9,609	34.940	9,609	10,186		253	(1,199)		L	12/19/2001
314172-67-7	FEDERATED KAUFMANN FUND	2,273.000	7,842	3.450	7,842	10,001			(2,137)		L	11/20/2001
314172-67-7	FEDERATED KAUFMANN FUND	2,415.459	8,333	3.450	8,333	10,000			(2,271)		L	12/06/2001
314172-67-7	FEDERATED KAUFMANN FUND	2,309.469	7,968	3.450	7,968	10,000			(2,032)		L	01/10/2002
369604-10-3	GENERAL ELECTRIC	600.000	14,610	24.350	14,610	5,040		432	(9,438)		L	08/25/1994
49337W-10-0	KEYSPAN CORP	300.000	10,572	35.240	10,572	10,044		534	177		L	11/19/2001
49337W-10-0	KEYSPAN CORP	300.000	10,572	35.240	10,572	9,825		534	177		L	12/11/2001
543913-60-2	LORD ABBOTT RESCH LARGE	701.919	13,765	19.610	13,765	15,005			(3,404)		L	11/17/1998
543913-60-2	LORD ABBOTT RESCH LARGE	5.581	109	19.610	109	119			(27)		L	12/18/1998
543913-60-2	LORD ABBOTT RESCH LARGE	38.197	749	19.610	749	924			(185)		L	12/20/1999
543913-60-2	LORD ABBOTT RESCH LARGE	26.140	513	19.610	513	677			(127)		L	12/18/2000
543913-60-2	LORD ABBOTT RESCH LARGE	244.821	4,801	19.610	4,801	6,505			(1,187)		L	02/01/2001

(continues)

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

E/10

H/7

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	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				
Common Stocks - Industrial and Miscellaneous (Unaffiliated) (continued)												
543913-60-2	LORD ABBOTT RESCH LARGE	6,466	127	19.610	127	154			(31)		L	12/14/2001
589958-30-5	M. L. FUNDAMENTAL GROWTH C	191,807	2,284	11.910	2,284	5,000			(955)		L	05/19/2000
589958-30-5	M. L. FUNDAMENTAL GROWTH C	262,858	3,131	11.910	3,131	7,000			(1,309)		L	10/03/2000
589958-30-5	M. L. FUNDAMENTAL GROWTH C	37,950	452	11.910	452	808			(189)		L	12/21/2000
589958-40-4	M. L. FUNDAMENTAL GROWTH D	565,570	7,183	12.700	7,183	13,871			(6,689)		L	09/09/2002
594918-10-4	MICROSOFT CORP	315,000	16,286	51.700	16,286	20,723			(4,583)		L	04/23/2001
604059-10-5	MINNESOTA MINING & MFG	100,000	12,330	123.300	12,330	11,300		248	1,030		L	01/15/2002
604059-10-5	MINNESOTA MINING & MFG	100,000	12,330	123.300	12,330	10,400		248	1,930		L	01/22/2002
617446-44-8	MORGAN STANLEY DEAN WITTER	375,000	14,970	39.920	14,970	22,863		345	(6,008)		L	06/15/2001
717081-10-3	PFIZER	560,000	17,119	30.570	17,119	19,902		146	(2,783)		L	05/21/2002
746802-62-8	PUTNAM RESEARCH FD C	775,194	7,760	10.010	7,760	15,005			(2,295)		L	07/12/2000
746802-62-8	PUTNAM RESEARCH FD C	71,656	717	10.010	717	1,185			(212)		L	12/18/2000
747020-40-2	PUTNAM VOYAGER II CLASS C	459,686	5,433	12.110	5,433	20,005			(2,347)		L	03/09/2000
80589M-10-2	SCANA CORP NEW	650,000	20,124	30.960	20,124	18,902		423	1,222		L	03/12/2002
806605-10-1	SCHERING PLOUGH CORP	600,000	13,320	22.200	13,320	23,536		402	(8,166)		L	05/03/2001
866810-10-4	SUN MICROSYSTEMS	500,000	1,555	3.110	1,555	16,753			(4,595)		L	02/01/2001
866810-10-4	SUN MICROSYSTEMS	400,000	1,244	3.110	1,244	7,476			(3,676)		L	03/29/2001
902124-10-6	TYCO INT'L LTD	400,000	6,832	17.080	6,832	18,892		20	(16,728)		L	05/03/2000
902124-10-6	TYCO INT'L LTD	200,000	3,416	17.080	3,416	9,167		10	(8,364)		L	03/29/2001
92343V-10-4	VERIZON COMMUNICATIONS	275,000	10,656	38.750	10,656	11,853		212	(1,196)		L	05/23/2002
013104-10-4	ALBERTSONS, INC.	275,000	6,122	22.260	6,122	7,717		52	(1,595)		L	08/29/2002
013817-10-1	ALCOA, INC.	150,000	3,417	22.780	3,417	5,255		90	(1,915)		L	02/22/2001
026609-10-7	AMERICAN HOME PRODUCTS	125,000	4,675	37.400	4,675	7,417		101	(2,995)		L	11/27/2001
026609-10-7	AMERICAN HOME PRODUCTS	125,000	4,675	37.400	4,675	5,532		43	(857)		L	08/29/2002
001957-50-5	AT&T CORP (NEW)	40,000	1,044	26.110	1,044	1,827			(782)		L	11/26/2002
110122-10-8	BRISTOL MYERS SQUIBB	100,000	2,315	23.150	2,315	5,264		112	(2,785)		L	05/07/2001
110122-10-8	BRISTOL MYERS SQUIBB	150,000	3,473	23.150	3,473	8,317		168	(4,178)		L	11/27/2001
166764-10-0	CHEVRON TEXACO CORP	100,000	6,648	66.480	6,648	8,668		280	(2,313)		L	02/22/2001
166764-10-0	CHEVRON TEXACO CORP	50,000	3,324	66.480	3,324	3,454		35	(130)		L	09/30/2002
20030N-10-1	COMCAST CORP-NEW CLASS A	64,000	1,508	23.570	1,508	3,025			(1,516)		L	11/25/2002
205887-10-2	CONAGRA INC	250,000	6,253	25.010	6,253	5,160		238	310		L	02/22/2001
205887-10-2	CONAGRA INC	100,000	2,501	25.010	2,501	2,327		95	124		L	11/27/2001
24522P-10-3	DEL MONTE FOODS CO	111,650	860	7.700	860	954			(94)		L	12/30/2002
263534-10-9	DUPONT (EI) DE NEMOURS & CO	100,000	4,240	42.400	4,240	4,881		130	(11)		L	05/23/2001
263534-10-9	DUPONT (EI) DE NEMOURS & CO	75,000	3,180	42.400	3,180	3,366		97	(8)		L	11/27/2001
263534-10-9	DUPONT (EI) DE NEMOURS & CO	75,000	3,180	42.400	3,180	3,076		45	104		L	08/29/2002
291011-10-4	EMERSON ELECTRIC	100,000	5,085	50.850	5,085	5,764		156	(625)		L	11/24/1999
291011-10-4	EMERSON ELECTRIC	100,000	5,085	50.850	5,085	6,922		156	(625)		L	05/23/2001
291011-10-4	EMERSON ELECTRIC	125,000	6,356	50.850	6,356	6,001		49	355		L	11/05/2002
30231G-10-2	EXXON MOBIL CORP	200,000	6,988	34.940	6,988	8,252		184	(872)		L	08/18/2000
30231G-10-2	EXXON MOBIL CORP	50,000	1,747	34.940	1,747	1,900		46	(218)		L	11/27/2001
307000-10-9	FAMILY DOLLAR STORES	200,000	6,242	31.210	6,242	1,120		70	287		L	02/07/1994
313586-10-9	FEDERAL NAT'L MTG ASSN	150,000	9,650	64.330	9,650	2,909		198	(2,276)		L	04/05/1993
369604-10-3	GENERAL ELECTRIC CO	150,000	3,653	24.350	3,653	7,659		102	(2,360)		L	08/18/2000
369604-10-3	GENERAL ELECTRIC CO	125,000	3,044	24.350	3,044	3,624		40	(3,031)		L	06/26/2002
369604-10-3	GENERAL ELECTRIC CO	75,000	1,826	24.350	1,826	2,005		11	(179)		L	09/30/2002
423074-10-3	H J HEINZ	250,000	8,218	32.870	8,218	8,799		405	(2,063)		L	11/27/2001
427866-10-8	HERSHEY FOODS	150,000	10,116	67.440	10,116	3,332		189	(39)		L	07/29/1993
459200-10-1	IBM	100,000	7,750	77.500	7,750	10,901		59	(4,346)		L	07/07/2000
456866-10-2	INGERSOL RAND CO	125,000	5,383	43.060	5,383	6,192		85	156		L	10/27/1999
458140-10-0	INTEL CORP	150,000	2,336	15.570	2,336	5,649		12	(2,382)		L	10/13/2000
478160-10-4	JOHNSON & JOHNSON	125,000	6,714	53.710	6,714	7,563		99	(674)		L	11/27/2001
478160-10-4	JOHNSON & JOHNSON	125,000	6,714	53.710	6,714	6,389		51	325		L	08/02/2002

(continues)

E10.1

L/H

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	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				
Common Stocks - Industrial and Miscellaneous (Unaffiliated) (continued)												
500472-30-3	KONINKLIJKE PHILIPS ELECTRONICS	150.000	2,652	17.680	2,652	5,020		52	(1,715)		L	05/23/2001
500472-30-3	KONINKLIJKE PHILIPS ELECTRONICS	150.000	2,652	17.680	2,652	4,011		52	(1,715)		L	11/27/2001
549463-10-7	LUCENT TECHNOLOGIES	125.000	158	1.260	158	5,286			(630)		L	07/07/2000
549463-10-7	LUCENT TECHNOLOGIES	25.000	32	1.260	32	1,315			(126)		L	07/25/2000
549463-10-7	LUCENT TECHNOLOGIES	50.000	63	1.260	63	1,446			(252)		L	10/13/2000
55262C-10-0	MBIA	150.000	6,579	43.860	6,579	7,774		99	(1,466)		L	02/22/2001
55262C-10-0	MBIA	25.000	1,097	43.860	1,097	1,248		17	(244)		L	11/27/2001
589331-10-7	MERCK & COMPANY	100.000	5,661	56.610	5,661	7,437		141	(219)		L	04/09/2001
589331-10-7	MERCK & COMPANY	100.000	5,661	56.610	5,661	6,138		106	(477)		L	02/27/2002
594918-10-4	MICROSOFT CORP	150.000	7,755	51.700	7,755	8,633			(878)		L	02/27/2002
604059-10-5	MINN MINING & MFG	100.000	12,330	123.300	12,330	11,510		248	509		L	11/27/2001
620076-10-9	MOTOROLA	200.000	1,730	8.650	1,730	5,950		32	(1,274)		L	07/07/2000
620076-10-9	MOTOROLA	100.000	865	8.650	865	1,546		16	(637)		L	05/23/2001
654106-10-3	NIKE INC	50.000	2,224	44.470	2,224	707		30	(3,401)		L	08/03/1993
654106-10-3	NIKE INC	100.000	4,447	44.470	4,447	1,298		48	(1,177)		L	09/09/1993
696429-30-7	PALL CORP	225.000	3,753	16.680	3,753	5,162		99	(1,661)		L	05/23/2001
696429-30-7	PALL CORP	125.000	2,085	16.680	2,085	2,799		55	(923)		L	11/27/2001
713448-10-8	PEPSICO INC	200.000	8,444	42.220	8,444	9,854		118	(1,294)		L	11/27/2001
742718-10-9	PROCTOR & GAMBLE CO	100.000	8,594	85.940	8,594	6,097		158	681		L	08/18/2000
780257-80-4	ROYAL DUTCH PETROLEUM CO	100.000	4,402	44.020	4,402	6,175		134	(500)		L	05/23/2001
780257-80-4	ROYAL DUTCH PETROLEUM CO	50.000	2,201	44.020	2,201	2,471		67	(250)		L	11/27/2001
78387G-10-3	SBC COMMUNICATIONS INC	250.000	6,778	27.110	6,778	9,746		267	(3,015)		L	11/27/2001
824348-10-6	SHERWIN-WILLIAMS	250.000	7,063	28.250	7,063	4,800		150	188		L	12/17/1999
852061-10-0	SPRINT CORP (FON GROUP)	400.000	5,792	14.480	5,792	4,564		200	(2,240)		L	05/05/1993
852061-50-6	SPRINT CORP (PCS GROUP)	200.000	876	4.380	876	548			(4,006)		L	05/05/1993
867914-10-3	SUNTRUST BANKS INC	150.000	8,538	56.920	8,538	9,138		65	(600)		L	11/05/1992
87612E-10-6	TARGET CORP	150.000	4,500	30.000	4,500	4,573		9	(73)		L	10/25/2000
882508-10-4	TEXAS INSTRUMENTS	100.000	1,501	15.010	1,501	6,938		9	(1,299)		L	07/07/2000
882508-10-4	TEXAS INSTRUMENTS	100.000	1,501	15.010	1,501	6,589		9	(1,299)		L	08/18/2000
882508-10-4	TEXAS INSTRUMENTS	50.000	751	15.010	751	2,413		4	(650)		L	09/29/2000
882508-10-4	TEXAS INSTRUMENTS	50.000	751	15.010	751	2,169		4	(650)		L	10/13/2000
907818-10-8	UNION PACIFIC CORP	125.000	7,484	59.870	7,484	7,982		25	(499)		L	08/29/2002
915289-10-2	VALERO CORP	200.000	6,116	30.580	6,116	6,999		160	(1,098)		L	12/27/2001
91913Y-10-0	VALERO ENERGY CORP	250.000	9,235	36.940	9,235	8,632		50	603		L	08/02/2002
922042-20-5	VANGUARD-EUROPE FUND	794.347	12,876	16.210	12,876	10,000		338	(3,209)		L	02/01/1994
922042-20-5	VANGUARD-EUROPE FUND	2.000	32	16.210	32	24		1	(8)		L	12/31/1994
922042-20-5	VANGUARD-EUROPE FUND	7.000	113	16.210	113	80		3	(28)		L	12/31/1995
922042-20-5	VANGUARD-EUROPE FUND	3.258	53	16.210	53	48		1	(13)		L	12/31/1996
922042-20-5	VANGUARD-EUROPE FUND	1.436	23	16.210	23	24		1	(6)		L	03/31/1997
922042-20-5	VANGUARD-EUROPE FUND	2.004	32	16.210	32	40		1	(8)		L	12/30/1997
922042-20-5	VANGUARD-EUROPE FUND	1.999	32	16.210	32	49		1	(8)		L	03/31/1998
922042-20-5	VANGUARD-EUROPE FUND	2.554	41	16.210	41	65		1	(10)		L	12/30/1998
922040-10-0	VANGUARD-INDEX 500 FUND	31.871	2,564	80.450	2,564	4,239		45	(779)		L	12/27/1999
922040-10-0	VANGUARD-INDEX 500 FUND	80.555	6,481	80.450	6,481	10,000		114	(1,969)		L	01/31/2000
922040-10-0	VANGUARD-INDEX 500 FUND	117.151	9,425	80.450	9,425	15,000		165	(2,863)		L	02/16/2000
922040-10-0	VANGUARD-INDEX 500 FUND	41.041	3,302	80.450	3,302	5,000		58	(1,003)		L	02/28/2000
929160-10-9	VULCAN MATERIALS CO	175.000	6,696	37.500	6,696	7,570		108	(1,007)		L	06/26/2002
931142-10-3	WALMART STORES	100.000	5,051	50.510	5,051	5,170		30	(704)		L	05/23/2001
931142-10-3	WALMART STORES	75.000	3,788	50.510	3,788	4,128		22	(521)		L	11/27/2001
6899999	- Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)		733,102		733,102	885,328		11,361	(254,071)			

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	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				
Common Stocks - Parent, Subsidiaries, and Affiliates												
92830*-10-3	MEDICAL BENEFITS ADMINISTRATORS, INC	100.000	2,353,791	23,537.910	2,353,791	160,000			446,126		A	01/01/1988
58449*-10-7	VISIONPLUS OF AMERICA, INC	200.000	1,388,593	6,942.965	1,388,593	20,000			564,275		A	01/01/1990
58449*-10-7	MEDBEN MARKETING SERVICES, INC	20.000	(236,641)	(11,832.050)	(236,641)	20			(236,661)		A	01/01/2002
6999999	- Subtotal - Common Stocks - Parent, Subsidiaries, and Affiliates		3,505,743		3,505,743	180,020			773,740			
7099999	- TOTAL - Common Stocks		4,750,505		4,750,505	1,344,046		27,027	488,261			
7199999	- TOTAL - Preferred and Common Stocks		4,750,505		4,750,505	1,344,046		27,027	488,261			

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life 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 - U. S. Governments							
912827-4V-1	UNITED STATES TREAS NTS	03/15/2002	REGIONS, MORGAN KEESON TRUST		310,660	310,000.00	4,881
0399999	- Subtotal - Bonds - U. S. Governments				310,660	310,000.00	4,881
Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions							
3136F1-UJ-6	FEDERAL NAT'L MTG ASSN	03/22/2002	MERRILL LYNCH		500,000	500,000.00	
312925-UM-0	FEDERAL HOME LOAN MTG	07/12/2002	MESIROW FINANCIAL INC		25,000	25,000.00	
3136F1-TQ-3	FEDERAL NAT'L MTG ASSN	03/21/2002	ADVEST		25,000	25,000.00	
3133MM-MG-5	FEDERAL HOME LOAN BANK	03/26/2002	MERRILL LYNCH		700,000	700,000.00	
3199999	- Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				1,250,000	1,250,000.00	
Bonds - Industrial and Miscellaneous (Unaffiliated)							
156944-49-8	GLOUSTER COMM BANK	12/06/2002	PART NATIONAL BANK		25,000	25,000.00	
36962G-UD-4	GE CAPITAL CORP	01/10/2002	MESIROW FINANCIAL INC		24,985	25,000.00	
191216-AJ-9	COCA COLA CO	03/08/2002	MESIROW FINANCIAL INC		25,000	25,000.00	
459200-AW-1	IBM	02/13/2002	MESIROW FINANCIAL INC		25,000	25,000.00	461
929903-AA-0	WACHOVIA	01/23/2002	MESIROW FINANCIAL INC		24,904	25,000.00	278
931142-BR-3	WALMART STORES	07/12/2002	MESIROW FINANCIAL INC		25,000	25,000.00	
4599999	- Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				149,889	150,000.00	739
6099997	- Subtotal - Bonds - Part 3				1,710,549	1,710,000.00	5,620
6099998	- Summary Item from Part 5 for Bonds				700,000	700,000.00	
6099999	- Subtotal - Bonds				2,410,549	2,410,000.00	5,620
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)							
075811-10-9	BECKMAN COULTER INC	10/25/2002	E-TRADE	250.000	6,838		8
6799999	- Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)				6,838		8
Common Stocks - Industrial and Miscellaneous (Unaffiliated)							
939322-10-3	WASHINGTON MUTUAL INC	03/12/2002	MERRILL LYNCH	575.000	19,406		150
873168-10-8	TXU CORP	02/05/2002	MERRILL LYNCH	200.000	9,548		120
786514-20-8	SAFEWAY, INC	03/22/2002	E-TRADE	200.000	9,092		
873168-10-8	TXU CORP	09/13/2002	MERRILL LYNCH	200.000	9,176		
14149Y-10-8	CARDINAL HEALTH INC OHIO	05/21/2002	MERRILL LYNCH	150.000	10,157		8
277902-81-3	EV WORLDWIDE	01/10/2002	MERRILL LYNCH	992.063	10,000		
314172-67-7	FEDERATED KAUFMANN FUND	01/10/2002	MERRILL LYNCH	2,309.469	10,000		
589958-40-4	M. L. FUNDAMENTAL GROWTH D	09/09/2002	MERRILL LYNCH	565.570	13,922		
604059-10-5	MINNESOTA MINING & MFG	01/15/2002	MERRILL LYNCH	100.000	11,300		248
604059-10-5	MINNESOTA MINING & MFG	01/22/2002	MERRILL LYNCH	100.000	10,400		248
717081-10-3	PFIZER INC	05/21/2002	MERRILL LYNCH	560.000	19,902		146
80589M-10-2	SCANA CORP (NEW)	03/12/2002	MERRILL LYNCH	650.000	18,902		423
92343V-10-4	VERIZON COMMUNICATIONS COM	05/23/2002	MERRILL LYNCH	275.000	11,853		212
013104-10-4	ALBERTSONS INC	08/29/2002	E-TRADE	275.000	7,717		52
026609-10-7	AMERICAN HOME PRODUCTS (WYETH)	08/29/2002	E-TRADE	125.000	5,532		43
166764-10-0	CHEVRON TEXACO CORP	09/30/2002	E-TRADE	50.000	3,454		35
589331-10-7	MERCK COMPANY	02/27/2002	E-TRACE	100.000	6,138		141
594918-10-4	MICROSOFT CORP	02/27/2002	E-TRADE	150.000	8,633		
369604-10-3	GENERAL ELECTRIC	06/26/2002	E-TRADE	125.000	3,624		40
929160-10-9	VULCAN MATERIALS CO	06/26/2002	E-TRADE	175.000	7,570		82
478160-10-4	JOHNSON & JOHNSON	08/02/2002	E-TRADE	125.000	6,389		51
91913Y-10-0	VALERO ENERGY CORP (NEW)	08/02/2002	E-TRADE	250.000	8,632		50
263534-10-9	DUPONT (EI) DE NEMOURS & CO	08/29/2002	E-TRADE	75.000	3,076		45
907818-10-8	UNION PACIFIC CORP	08/29/2002	E-TRADE	125.000	7,982		25
	(continues)						

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life 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
Common Stocks - Industrial and Miscellaneous (Unaffiliated) (continued)							
369604-10-3	GENERAL ELECTRIC CO	09/30/2002	E-TRADE	75.000	2,005		11
87612E-10-6	TARGET CORP	10/25/2002	E-TRADE	150.000	4,573		9
291011-10-4	EMERSON ELECTRIC	11/05/2002	E-TRADE	125.000	6,001		49
867914-10-3	SUNTRUST BANKS INC	11/05/2002	E-TRADE	150.000	9,138		65
6899999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)				254,122		2,253
7099997	Subtotal - Common Stocks - Part 3				260,960		2,261
7099998	Summary Item from Part 5 for Common Stocks				50,084		270
7099999	Subtotal - Common Stocks				311,044		2,531
7199999	Subtotal - Preferred and Common Stocks				311,044		2,531
7299999	TOTALS				2,721,593		8,151

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life 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 - U. S. Governments															
912827-3S-9	UNITED STATES TREAS NTS	12/31/2002	MATURED		25,000	25,000.00	24,846	25,000		31				1,406	
912827-3C-4	UNITED STATES TREAS NTS	07/31/2002	MATURED		500,000	500,000.00	513,042	500,000	(2,228)					30,000	
912827-3Q-3	UNITED STATES TREAS NTS	12/02/2002	MATURED		500,000	500,000.00	509,492	500,000	(2,326)					28,750	
0399999	- Subtotal - Bonds - U. S. Governments				1,025,000	1,025,000.00	1,047,380	1,025,000	(4,523)					60,156	
Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions															
31359M-EN-9	FEDERAL NAT'L MTG ASSN	03/15/2002	MATURED		125,000	125,000.00	124,195	125,000		59				3,359	
31359M-EN-9	FEDERAL NAT'L MTG ASSN	03/15/2002	MATURED		310,000	310,000.00	306,648	310,000	246					8,331	
31364C-B5-6	FEDERAL NAT'L MTG ASSN	04/08/2002	MATURED		135,000	135,000.00	139,894	135,000	(426)					4,590	
3133M7-ZU-3	FEDERAL HOME LOAN BANK	10/17/2002	CALLED		25,000	25,000.00	25,000	25,000						1,563	
3133M9-FE-7	FEDERAL HOME LOAN BANK	09/15/2002	MATURED		500,000	500,000.00	489,280	500,000	2,633					30,000	
3133MK-FD-4	FEDERAL HOME LOAN BANK	10/17/2002	A. G. EDWARDS		25,000	25,000.00	24,809	24,860	49			140	140	954	
3133MM-MG-5	FEDERAL HOME LOAN BANK	06/26/2002	CALLED		700,000	700,000.00	700,000	700,000						5,906	
3199999	- Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				1,820,000	1,820,000.00	1,809,826	1,819,860	2,561			140	140	54,703	
Bonds - Industrial and Miscellaneous (Unaffiliated)															
37042W-WM-9	NW GENERAL MOTORS AC	03/15/2002	MATURED		150,000	150,000.00	150,000	150,000						2,117	
36962G-UD-4	GE CAPITAL CORP	03/01/2002	MATURED		25,000	25,000.00	24,994	25,000	1					1,459	
656569-AA-8	NORTEL NETWORKS	10/22/2002	SOUNDVIEW FINANCIAL GROUP		25,000	25,000.00	24,888	24,930	20			70	70	1,816	
55262W-XP-6	MBNA AMERICA BANK	03/18/2002	MATURED		97,000	97,000.00	97,000	97,000						2,864	
4599999	- Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				297,000	297,000.00	296,882	296,930	21			70	70	8,256	
6099997	- Subtotal - Bonds - Part 4				3,142,000	3,142,000.00	3,154,088	3,141,790	(1,941)			210	210	123,115	
6099998	- Summary Item from Part 5 for Bonds				700,000	700,000.00	700,000	700,000						5,906	
6099999	- Subtotal - Bonds				3,842,000	3,842,000.00	3,854,088	3,841,790	(1,941)			210	210	129,021	
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)															
475070-10-8	JEFFERSON PILOT	02/27/2002	E-TRADE	105.000	5,071		1,488	4,858				3,583	3,583		
89420G-10-9	TRAVELERS PROP & CASUALTY CLASS A	09/11/2002	E-TRADE	0.961	15		22					(7)	(7)		
89420G-40-6	TRAVELERS PROP & CASUALTY CLASS B	09/11/2002	E-TRADE	0.630	10		15					(5)	(5)		
172967-10-1	CITIGROUP INC	09/13/2002	MERRILL LYNCH	160.000	5,008		2,680	8,077				2,328	2,328		
89420G-10-9	TRAVELERS PROP & CASUALTY CLASS A	11/05/2002	E-TRADE	12.000	162		294					(132)	(132)		
89420G-40-6	TRAVELERS PROP & CASUALTY CLASS B	11/05/2002	E-TRADE	26.000	352		651					(299)	(299)		
6799999	- Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)			10,618	5,150		5,150	12,935				5,468	5,468		
Common Stocks - Industrial and Miscellaneous (Unaffiliated)															
651229-10-6	NEWELL RUBBERMAID INC	02/27/2002	E-TRADE	300.000	8,597		5,392	8,271				3,205	3,205		63
654106-10-3	NIKE, INC	02/27/2002	E-TRADE	100.000	5,726		1,676	5,624				4,050	4,050		8
654106-10-3	NIKE, INC	02/27/2002	E-TRADE	50.000	2,863		707	2,812				2,156	2,156		4
902124-10-6	TYCO INT'L LTD	02/27/2002	E-TRADE	125.000	4,315		7,196	7,363				(2,881)	(2,881)		2
651229-10-6	NEWELL RUBBERMAID INC	03/12/2002	MERRILL LYNCH	500.000	16,085		12,686	13,785				3,399	3,399		105
109043-10-9	BRIGGS & STRATTON, INC	03/25/2002	E-TRADE	200.000	9,500		6,610	8,540				2,890	2,890		126
939322-10-3	WASHINGTON MUTUAL INC	05/21/2002	MERRILL LYNCH	575.000	22,568		19,406					3,162	3,162		150
873168-10-8	TXU CORP	03/24/2002	MERRILL LYNCH	200.000	10,800		9,548					1,252	1,252		120
307000-10-9	FAMILY DOLLAR STORES	06/25/2002	E-TRADE	100.000	3,599		560	2,998				3,039	3,039		
00845V-20-9	AGERE SYSTEMS CLASS A	06/14/2002	E-TRADE	0.156	1		6					(5)	(5)		
00845V-10-0	AGERE SYSTEMS CLASS B	06/19/2002	E-TRADE	0.913	2		34					(32)	(32)		
00845V-20-9	AGERE SYSTEMS CLASS A	07/26/2002	E-TRADE	2.000	4		64					(60)	(60)		
00845V-10-0	AGERE SYSTEMS CLASS B	07/26/2002	E-TRADE	52.000	106		1,693					(1,587)	(1,587)		
832696-40-5	JM SMUCKER CO (NEW)	06/07/2002	E-TRADE	2.000	62		48					14	14		
(continues)															

E12

H/7

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life 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
Common Stocks - Industrial and Miscellaneous (Unaffiliated) (continued)															
786514-20-8	SAFEWAY INC	09/20/2002	E-TRADE	200.000	5,000		9,092					(4,092)	(4,092)		
803111-10-3	SARA LEE CORP	09/20/2002	E-TRADE	350.000	6,416		5,820	7,781				596	596		210
589958-20-6	M. L. FUNDAMENTAL FROWTH B	09/09/2002	MERRILL LYNCH	519.025	12,026		12,026	8,714							
589958-20-6	M. L. FUNDAMENTAL GROWTH B	09/09/2002	MERRILL LYNCH	39.604	924		924	665							
589958-20-6	M. L. FUNDAMENTAL GROWTH B	09/09/2002	MERRILL LYNCH	45.941	972		972	771							
873168-10-8	TXU CORP	10/04/2002	MERRILL LYNCH	200.000	7,806		9,176				(1,370)	(1,370)			
370442-10-5	GENERAL MOTORS CORP	11/22/2002	E-TRADE	125.000	4,328		5,092	2,430			(764)	(764)			250
370442-10-5	GENERAL MOTORS CORP	11/22/2002	E-TRADE	50.000	1,731		2,322	6,075			(591)	(591)			100
969457-10-0	WILLIAMS CO INC	11/22/2002	E-TRADE	125.000	320		5,190	3,190			(4,870)	(4,870)			76
969457-10-0	WILLIAMS CO INC	11/22/2002	E-TRADE	175.000	446		4,778	4,466			(4,332)	(4,332)			107
20030N-10-1	COMCAST CORP NEW CLASS A	12/10/2002	E-TRADE	0.700	17		35				(18)	(18)			
6899999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					124,214		121,053	83,485			3,161	3,161		1,321
7099997	Subtotal - Common Stocks - Part 4					134,832		126,203	96,420			8,629	8,629		1,321
7099998	Summary Item from Part 5 for Common Stocks					46,905		50,084				(3,179)	(3,179)		270
7099999	Subtotal - Common Stocks					181,737		176,287	96,420			5,450	5,450		1,591
7199999	Subtotal - Preferred and Common Stocks					181,737		176,287	96,420			5,450	5,450		1,591
7299999	TOTALS					4,023,737		4,030,375	3,938,210	(1,941)		5,660	5,660	129,021	1,591

E12.1

L/H

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During 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 Identifi- cation	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	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 - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																
3133MM-MG-5	FEDERAL HOME LOAN BANK	03/26/2002	MERRILL LYNCH	06/26/2002	CALLED	700,000.000	700,000	700,000	700,000						5,906	
3199999	- Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					700,000.000	700,000	700,000	700,000						5,906	
6099998	- Subtotal - Bonds					700,000.000	700,000	700,000	700,000						5,906	
Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)																
89420G-10-9	TRAVELERS PROP & CASUALTY	08/27/2002	SPINOFF	09/11/2002	E-TRADE	0.961	22	15					(7)	(7)		
89420G-40-6	TRAVELERS PROP & CASUALTY	08/27/2002	SPINOFF	09/11/2002	E-TRADE	0.630	15	10					(5)	(5)		
89420G-10-9	TRAVELERS PROP & CASUALTY	08/27/2002	SPINOFF	11/05/2002	E-TRADE	12.000	294	162					(132)	(132)		
89420G-10-9	TRAVELERS PROP & CASUALTY	08/27/2002	SPINOFF	11/05/2002	E-TRADE	26.000	651	352					(299)	(299)		
6799999	- Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)						982	539					(443)	(443)		
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																
939322-10-3	WASHINGTON MUTUAL INC	03/12/2002	MERRILL LYNCH	05/21/2002	MERRILL LYNCH	575.000	19,406	22,568					3,162	3,162		150
873168-10-8	TXU CORP	02/05/2002	MERRILL LYNCH	05/24/2002	MERRILL LYNCH	200.000	9,548	10,800					1,252	1,252		120
00845V-20-9	AGERE SYSTEMS CLASS A	06/11/2002	SPINOFF	06/14/2002	E-TRADE	0.156	6	1					(5)	(5)		
00845V-10-0	AGERE SYSTEMS CLASS B	06/11/2002	SPINOFF	06/19/2002	E-TRADE	0.913	34	2					(32)	(32)		
00845V-20-9	AGERE SYSTEMS CLASS A	06/11/2002	SPINOFF	07/26/2002	E-TRADE	2.000	64	4					(60)	(60)		
00845V-10-0	AGERE SYSTEMS CLASS B	06/11/2002	SPINOFF	07/26/2002	E-TRADE	52.000	1,693	106					(1,587)	(1,587)		
832696-40-5	JM SMUCKER (NEW)	06/07/2002	SPINOFF	07/19/2002	E-TRADE	2.000	48	62					14	14		
786514-20-8	SAFEWAY INC	03/22/2002	E-TRADE	09/20/2002	E-TRADE	200.000	9,092	5,000					(4,092)	(4,092)		
873168-10-8	TXU CORP	09/13/2002	MERRILL LYNCH	10/04/2002	MERRILL LYNCH	200.000	9,176	7,806					(1,370)	(1,370)		
20030N-10-1	COMCAST CORP (NEW)	11/25/2002	SPINOFF	12/10/2002	E-TRADE	0.700	35	17					(18)	(18)		
6899999	- Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						49,102	46,366					(2,736)	(2,736)		270
7099998	- Subtotal - Common Stocks						50,084	46,905					(3,179)	(3,179)		270
7199999	- Subtotal - Preferred and Common Stocks						50,084	46,905					(3,179)	(3,179)		270
7299999	- TOTALS						750,084	746,905	700,000				(3,179)	(3,179)	5,906	270

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 NAIC Company Code or Alien Insurer Identification Number	4 NAIC Valuation Method (See SVO Purposes and Procedures manual)	5 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	6 Total Amount of Such Intangible Assets	7 Book/Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date		
							8 Number of Shares	9 % of Outstanding	
Preferred Stocks - Other Affiliates									
58449@-11-3	MEDBEN MARKETING SERVICES, INC.		COST	No		500	50.000	100.000	
0799999	- Subtotal - Preferred Stocks - Other Affiliates						500		
0899999	- Subtotal - Preferred Stocks						500		
Common Stocks - Other Affiliates									
58449*-10-7	MEDICAL BENEFITS ADMINISTRATORS, INC		GAAP	No		2,353,791	300.000	100.000	
92830*-10-3	VISIONPLUS OF AMERICA, INC		GAAP	No		1,388,593	20.000	100.000	
58449@-11-3	MEDBEN MARKETING SERVICES, INCF		GAAP	No		(236,641)	20.000	100.000	
1599999	- Subtotal - Common Stocks - Other Affiliates						3,505,743		
1699999	- Subtotal - Common Stocks						3,505,743		
1799999	- TOTALS						3,506,243		

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$
2. Total amount of intangible assets nonadmitted \$

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 6, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
NONE					

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life Insurance Company

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 Rate of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds Not in Default	14 Gross Amount Received			
				Class One Money Market Mutual Funds												
590900-10-6	MERRILL LYNCH GOV'T FUND		MERRILL LYNCH	MNTH			3,103,374			3,103,374	3,103,374		19,836			
6093YM-85-6	NORTHERN INST GOVT SELECT PORTFOLIO		PARK NATIONAL BANK	MNTH			75,801			75,801	75,801		484			
78999999	- Subtotal - Class One Money Market Mutual Funds															
80999999	- TOTALS															
							3,179,175			3,179,175	3,179,175		20,320			

(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

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	4,538,037	4,734,637	196,600
2. Preferred Stocks	500	500	
3. Totals	4,538,537	4,735,137	196,600

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

.....

.....

.....

.....

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						
Park National Bank	Newark, OH				605,077	
0199999 - TOTAL - Open Depositories					605,077	
0399999 - TOTAL Cash on Deposit					605,077	
0499999 - Cash in Company's Office					250	
0599999 - TOTAL Cash					605,327	

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

1. January	1,578,233	4. April	639,323	7. July	1,490,662	10. October	276,231
2. February	1,071,642	5. May	560,742	8. August	1,271,920	11. November	1,186,142
3. March	1,173,040	6. June	805,147	9. September	1,518,005	12. December	605,077

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE Medical Benefits Mutual Life 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
Arkansas						
AR00001	B	USTNTS, 4.75%, 11/15/2008	Little Rock, AR - Regions Bank - AR RSD	310,000	310,449	339,264
AR99999		Arkansas		310,000	310,449	339,264
North Carolina						
NC00001	B	USTNTS, 6.25%, 2/15/2003	Winston-Salem, NC - Wachovia Bank - NC RSD	125,000	124,979	125,743
NC99999		North Carolina		125,000	124,979	125,743
Ohio						
OH00001	B	FFCB, 5.125%, 6/6/2006	Newark, OH - Park National Bank - OH RSD	500,000	499,606	543,438
OH00002	B	FHLM, 4.500%, 8/15/2004	Newark, OH - Park National Bank - OH RSD	1,100,000	1,099,010	1,150,531
OH99999		Ohio		1,600,000	1,598,616	1,693,969
South Carolina						
SC00001	B	USTNTS, 6.25%, 2/15/2003	Winston-Salem, NC - Wachovia Bank - SC RSD	140,000	140,045	140,832
SC99999		South Carolina		140,000	140,045	140,832
XX99999		Subtotal - Special Deposits NOT held for the benefit of all Policyholders, Claimants, and Creditors of the Company		2,175,000	2,174,089	2,299,808
9999999		TOTALS		2,175,000	2,174,089	2,299,808

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