



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

NAIC Group Code 0140 (Current Period) 0140 (Prior Period) NAIC Company Code 10070 Employer's ID Number 31-1399201

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

Country of Domicile United States of America

Incorporated 02/16/1994 Commenced Business 04/15/1994

Statutory Home Office One Nationwide Plaza (Street and Number) Columbus, OH 43215-2220 (City or Town, State and Zip Code)

Main Administrative Office One Nationwide Plaza (Street and Number) Columbus, OH 43215-2220 (City or Town, State and Zip Code) 614-249-7111 (Area Code) (Telephone Number)

Mail Address One Nationwide Plaza (Street and Number or P.O. Box) Columbus, OH 43215-2220 (City or Town, State and Zip Code)

Primary Location of Books and Records One Nationwide Plaza (Street and Number) Columbus, OH 43215-2220 (City or Town, State and Zip Code) 614-249-1545 (Area Code) (Telephone Number)

Internet Website Address www.nationwide.com

Statement Contact Raymond T. Hohl (Name) 614-249-1545 (Area Code) (Telephone Number) (Extension) hohlr@nationwide.com (E-mail Address) 614-249-4718 (Fax Number)

Policyowner Relations Contact One Nationwide Plaza (Street and Number) Columbus, OH 43215-2220 (City or Town, State and Zip Code) 614-249-6408 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Galen Ross Barnes Secretary Glenn Warren Soden
Treasurer Michael Dean Miller

VICE PRESIDENTS

Patricia Ruth Hatler David Karl Hollingsworth David Ralph Jahn
John Hugh Jones Jr Edwin Pugh McCausland Jr Robert Harold McNaghten
Michael Dean Miller Robert Alan Oakley Robert Allen Rosholt #

DIRECTORS OR TRUSTEES

Galen Ross Barnes Michael Dean Miller Robert Alan Oakley
Douglas Craig Robinette

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.

Galen Ross Barnes--President/Chief Operating Officer President Glenn Warren Soden--Assoc. VP/Secretary Secretary Michael Dean Miller--Sr. VP-Finance 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

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds	2,119,215,609	0	2,119,215,609	2,226,323,598
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)	20,687,810	0	20,687,810	20,762,990
2.2 Common stocks (Schedule D, Part 2, Section 2)	144,862,944	0	144,862,944	192,830,275
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	206,304,395	0	206,304,395	140,497,292
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$0 encumbrances)	0	0	0	0
5. Cash (\$(9,968,554) Schedule E, Part 1) and short-term investments(\$ .....15,384,591 Schedule DA, Part 2)	5,416,037	0	5,416,037	37,883,135
6. Other invested assets (Schedule BA)	44,537,184	0	44,537,184	25,911,361
7. Receivable for securities	7,150,050	0	7,150,050	2,156,977
8. Aggregate write-ins for invested assets	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8)	2,548,174,030	0	2,548,174,030	2,646,365,627
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	4,774,257	2,371,815	2,402,442	0
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (Including \$0 earned but unbilled premiums)	0	0	0	0
10.3 Accrued retrospective premiums	0	0	0	0
11. Funds held by or deposited with reinsured companies	12,255,413	0	12,255,413	9,592,842
12. Bills receivable, taken for premiums	0	0	0	0
13. Amounts receivable under high deductible policies	0	0	0	0
14. Reinsurance recoverables on loss and loss adjustment expense payments (Schedule F, Part 3, Cols. 7 and 8)	20,622,486	5,976,328	14,646,158	5,558,812
15. Federal and foreign income tax recoverable and interest thereon (including \$10,943,421 net deferred tax asset)	71,914,596	60,971,175	10,943,421	10,911,234
16. Guaranty funds receivable or on deposit	0	0	0	0
17. Electronic data processing equipment and software	0	0	0	0
18. Interest, dividends and real estate income due and accrued	26,702,412	0	26,702,412	27,415,291
19. Net adjustments in assets and liabilities due to foreign exchange rates	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates	0	0	0	0
21. Amount due from/to protected cells	0	0	0	0
22. Equities and deposits in pools and associations	0	0	0	0
23. Amounts receivable relating to uninsured accident and health plans	0	0	0	0
24. Other assets nonadmitted (Exhibit 1)	0	0	0	0
25. Aggregate write-ins for other than invested assets	31,352,967	27,151,164	4,201,804	8,438,655
26. Total assets excluding protected cell assets (Lines 9 through 25)	2,715,796,161	96,470,482	2,619,325,679	2,708,282,460
27. Protected cell assets	0	0	0	0
28. TOTALS (Lines 26 and 27)	2,715,796,161	96,470,482	2,619,325,679	2,708,282,460
DETAILS OF WRITE-INS				
0801.	0	0	0	0
0802.	0	0	0	0
0803.	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0
2501. Miscellaneous	31,352,967	27,151,164	4,201,804	8,438,655
2502.	0	0	0	0
2503.	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	31,352,967	27,151,164	4,201,804	8,438,655

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	1,435,189,986	1,448,980,926
2. Reinsurance payable on paid loss and loss adjustment expenses (Schedule F, Part 1, Column 6)	9,954,413	758,816
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	519,999,073	585,330,952
4. Commissions payable, contingent commissions and other similar charges	333,201	335,265
5. Other expenses (excluding taxes, licenses and fees)	28,784	3,012,718
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	0	0
7. Federal and foreign income taxes (including \$0 on realized capital gains (losses)) (including \$0 net deferred tax liability)	19,989,598	6,664,516
8. Borrowed money \$0 and interest thereon \$0	0	0
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$0 and including warranty reserves of \$0)	2,964,796	2,335,742
10. Advance premiums	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	0	0
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	0	0
14. Amounts withheld or retained by company for account of others	3,788,003	13,842,514
15. Remittances and items not allocated	6,440,273	0
16. Provision for reinsurance (Schedule F, Part 7)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	6,385,118	4,599,219
20. Payable for securities	0	0
21. Liability for amounts held under uninsured accident and health plans	0	0
22. Capital Notes \$0 and interest thereon \$0	0	0
23. Aggregate write-ins for liabilities	22,625,539	31,875,717
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	2,027,698,784	2,097,736,385
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	2,027,698,784	2,097,736,385
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	3,080,000	3,080,000
29. Preferred capital stock	0	0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes	0	0
32. Gross paid in and contributed surplus	591,449,000	591,449,000
33. Unassigned funds (surplus)	(2,902,104)	16,017,075
34. Less treasury stock, at cost:		
34.1 .....0 shares common (value included in Line 28 \$0)	0	0
34.2 .....0 shares preferred (value included in Line 29 \$0)	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 38)	591,626,896	610,546,075
36. TOTALS (Page 2, Line 28, Col. 3)	2,619,325,680	2,708,282,460
DETAILS OF WRITE-INS		
2301. Assumed Reinsurance Balances Payable.....	22,625,539	31,875,717
2302.	0	0
2303.	0	0
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	22,625,539	31,875,717
2701.	0	0
2702.	0	0
2703.	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.	0	0
3002.	0	0
3003.	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 34, Column 4)	14,100,649	17,488,025
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7)	117,239,933	67,033,003
3. Loss expenses incurred (Part 3, Line 25, Column 1)	44,617,125	120,501,698
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	471,980	4,224,827
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	162,329,038	191,759,528
7. Net income of protected cells	0	
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(148,228,389)	(174,271,503)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	166,964,640	158,724,018
10. Net realized capital gains or (losses) (Exhibit of Capital Gains (Losses))	(21,933,045)	(14,349,246)
11. Net investment gain or (loss) (Lines 9 + 10)	145,031,595	144,374,773
OTHER INCOME		
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$0 amount charged off \$0)	0	0
13. Finance and service charges not included in premiums	0	0
14. Aggregate write-ins for miscellaneous income	208,574	7,913,192
15. Total other income (Lines 12 through 14)	208,574	7,913,192
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(2,988,220)	(21,983,538)
17. Dividends to policyholders	0	0
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(2,988,220)	(21,983,538)
19. Federal and foreign income taxes incurred	(4,368,862)	(20,918,886)
20. Net income (Line 18 minus Line 19) (to Line 22)	1,380,642	(1,064,652)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 38, Column 2)	610,546,076	632,007,287
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20)	1,380,642	(1,064,652)
23. Net unrealized capital gains or (losses)	(37,550,921)	(12,521,810)
24. Change in net unrealized foreign exchange capital gain (loss)	0	0
25. Change in net deferred income tax	9,523,380	62,391,216
26. Change in nonadmitted assets (Exhibit 1, Line 5, Col. 3)	8,022,004	(72,685,785)
27. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
28. Change in surplus notes	0	0
29. Surplus (contributed to) withdrawn from protected cells	0	0
30. Cumulative effect of changes in accounting principles	0	2,419,820
31. Capital changes:		
31.1. Paid in	0	0
31.2. Transferred from surplus (Stock Dividend)	0	0
31.3. Transferred to surplus	0	0
32. Surplus adjustments:		
32.1. Paid in	0	0
32.2. Transferred to capital (Stock Dividend)	0	0
32.3. Transferred from capital	0	0
33. Net remittances from or (to) Home Office	0	0
34. Dividends to stockholders (cash)	0	0
35. Change in treasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1)	0	0
36. Aggregate write-ins for gains and losses in surplus	(294,282)	0
37. Change in surplus as regards policyholders for the year (Lines 22 through 36)	(18,919,177)	(21,461,211)
38. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 37) (Page 3, Line 35)	591,626,899	610,546,076
DETAILS OF WRITE-INS		
0501.	0	0
0502.	0	0
0503.	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0
1401. Miscellaneous Income.....	208,574	3,801,217
1402. Contingent Suit Liability.....	0	4,111,975
1403.	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	208,574	7,913,192
3601. Goodwill write off.....	(294,282)	0
3602.	0	0
3603.	0	0
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)	(294,282)	0

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	5,119,525	44,036,991
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	229,728,243	263,194,630
3. Underwriting expenses paid	3,459,933	7,412,869
4. Other underwriting income (expenses)	3,433,403	4,330,310
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(224,635,248)	(222,240,198)
6. Net investment income	173,859,212	170,984,010
7. Other income (expenses):		
7.1 Agents' balances charged off	0	0
7.2 Net funds held under reinsurance treaties	(2,662,572)	(785,637)
7.3 Net amount withheld or retained for account of others	1,379,033	2,477,900
7.4 Aggregate write-ins for miscellaneous items	208,574	3,801,217
7.5 Total other income (Lines 7.1 to 7.4)	(1,074,964)	5,493,481
8. Dividends to policyholders on direct business, less \$ dividends on reinsurance assumed or ceded (net)	0	0
9. Federal and foreign income taxes (paid) recovered	17,693,944	30,343,985
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	(34,157,056)	(15,418,722)
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	461,795,712	494,843,371
11.2 Stocks	39,090,739	23,830,165
11.3 Mortgage loans	3,293,160	1,675,431
11.4 Real estate	0	0
11.5 Other invested assets	6,506,911	939,965
11.6 Net gains or (losses) on cash and short-term investments	0	41,250
11.7 Miscellaneous proceeds	0	0
11.8 Total investment proceeds (Lines 11.1 to 11.7)	510,686,522	521,330,182
12. Cost of investments acquired (long-term only):		
12.1 Bonds	379,801,528	441,289,986
12.2 Stocks	29,694,878	44,119,669
12.3 Mortgage loans	69,100,905	84,112,557
12.4 Real estate	0	0
12.5 Other invested assets	26,896,874	19,597,622
12.6 Miscellaneous applications	5,387,462	775,985
12.7 Total investments acquired (Lines 12.1 to 12.6)	510,881,647	589,895,820
13. Net Cash from investments (Line 11.8 minus Line 12.7)	(195,125)	(68,565,638)
Cash from Financing and Miscellaneous Sources		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in	0	0
14.2 Capital notes \$ less amounts repaid \$	0	0
14.3 Net transfers from affiliates	1,785,899	114,481
14.4 Borrowed funds received	0	0
14.5 Other cash provided	99,184	0
14.6 Total (Lines 14.1 to 14.5)	1,885,083	114,481
15. Cash applied:		
15.1 Dividends to stockholders paid	0	0
15.2 Net transfers to affiliates	0	0
15.3 Borrowed funds repaid	0	0
15.4 Other applications	0	198,278
15.5 Total (Lines 15.1 to 15.4)	0	198,278
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	1,885,083	(83,798)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(32,467,098)	(84,068,158)
18. Cash and short-term investments:		
18.1 Beginning of year	37,883,136	121,951,294
18.2 End of year (Line 17 plus Line 18.1)	5,416,038	37,883,136
DETAILS OF WRITE-INS		
07.401 Miscellaneous Income	208,574	3,801,217
07.402		
07.403		
07.498 Summary of remaining write-ins for Line 7.4 from overflow page	0	0
07.499 Totals (Lines 07.401 thru 07.403 plus 07.498) (Line 7.4 above)	208,574	3,801,217

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Lines of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 2	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	500,095	346,670	417,854	428,911
2.	Allied lines	1,375,411	2,026	13,313	1,364,124
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	(14,414)	(3)	0	(14,417)
5.	Commercial multiple peril	301	14	19	296
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	29,246	37,175	70,458	(4,037)
9.	Inland marine	202,670	(982)	1,682	200,006
10.	Financial guaranty	0	0	0	0
11.1	Medical malpractice - occurrence	0	0	0	0
11.2	Medical malpractice - claims-made	0	0	0	0
12.	Earthquake	32,017	164,823	105,972	90,868
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	38	0	0	38
16.	Workers' compensation	20,833	(303,924)	(305,117)	22,026
17.1	Other liability - occurrence	4,356,674	33,950	36,907	4,353,717
17.2	Other liability - claims-made	0	0	0	0
18.1	Products liability - occurrence	(33,100)	0	0	(33,100)
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	72,949	8,973	11,680	70,242
19.3,19.4	Commercial auto liability	3,505,449	6,731	23,212	3,488,968
21.	Auto physical damage	763,460	12,463	16,352	759,571
22.	Aircraft (all perils)	39,290	981,941	505,915	515,316
23.	Fidelity	20,860	8,556	61,490	(32,074)
24.	Surety	492,420	314,158	1,025,751	(219,173)
26.	Burglary and theft	5,427	1,500	1,696	5,231
27.	Boiler and machinery	11,893	(873)	77	10,943
28.	Credit	0	75	0	75
29.	International	(35,954)	530,174	570,748	(76,528)
30.	Reinsurance - Nonproportional Assumed Property	3,352,008	192,295	406,787	3,137,516
31.	Reinsurance - Nonproportional Assumed Liability	32,131	0	0	32,131
32.	Reinsurance - Nonproportional Assumed Financial Lines	0	0	0	0
33.	Aggregate write-ins for other lines of business	0	0	0	0
34.	TOTALS	14,729,703	2,335,742	2,964,796	14,100,649
DETAILS OF WRITE-INS					
3301.	.....	0	0	0	0
3302.	.....	0	0	0	0
3303.	.....	0	0	0	0
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

(a) Gross premiums (less reinsurance) and unearned premiums on all unexpired risks and reserve for return premiums under rate credit or retrospective rating plans based upon experience, viz:

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (b)	2 Amount Unearned (Running More Than One Year from Date of Policy) (b)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols: 1 + 2 + 3 + 4
1. Fire	417,854	.0			417,854
2. Allied lines	13,313	.0			13,313
3. Farmowners multiple peril					0
4. Homeowners multiple peril					0
5. Commercial multiple peril	19	.0			19
6. Mortgage guaranty					0
8. Ocean marine	70,458	.0			70,458
9. Inland marine	1,682	.0			1,682
10. Financial guaranty .....		.0			0
11.1 Medical malpractice - occurrence					0
11.2 Medical malpractice - claims-made					0
12. Earthquake	105,972	.0			105,972
13. Group accident and health					0
14. Credit accident and health (group and individual)					0
15. Other accident and health					0
16. Workers' compensation	(305,117)	.0			(305,117)
17.1 Other liability - occurrence	36,907	.0			36,907
17.2 Other liability - claims-made					0
18.1 Products liability - occurrence					0
18.2 Products liability - claims-made					0
19.1,19.2 Private passenger auto liability	11,680	.0			11,680
19.3,19.4 Commercial auto liability	23,212	.0			23,212
21. Auto physical damage	16,352	.0			16,352
22. Aircraft (all perils)	505,915	.0			505,915
23. Fidelity	61,490	.0			61,490
24. Surety	1,025,751	.0			1,025,751
26. Burglary and theft	1,696	.0			1,696
27. Boiler and machinery	77	.0			77
28. Credit	0				0
29. International	570,748	.0			570,748
30. Reinsurance - Nonproportional Assumed Property	406,787	.0			406,787
31. Reinsurance - Nonproportional Assumed Liability					0
32. Reinsurance - Nonproportional Assumed Financial Lines					0
33. Aggregate write-ins for other lines of business	0	.0	.0	.0	0
34. TOTALS	2,964,796	0	0	0	2,964,796
35. Accrued retrospective premiums based on experience					
36. Earned but unbilled premiums					
37. Balance (Sum of Line 34 through 36)					2,964,796
DETAILS OF WRITE-INS					
3301.					
3302.					
3303.					
3398. Summary of remaining write-ins for Line 33 from overflow page	0	.0	.0	.0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0

(a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force.

Are they so returned in this statement? Yes [X] No []

(b) State here basis of computation used in each case .

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1B - PREMIUMS WRITTEN

Gross Premiums (Less Return Premiums), Including Policy and Membership Fees Written and Renewed During Year

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	0	500,095	0	0	0	500,095
2. Allied lines	0	1,375,411	0	0	0	1,375,411
3. Farmowners multiple peril	0	0	0	0	0	0
4. Homeowners multiple peril	0	(14,414)	0	0	0	(14,414)
5. Commercial multiple peril	0	301	0	0	0	301
6. Mortgage guaranty	0	0	0	0	0	0
8. Ocean marine	0	29,246	0	0	0	29,246
9. Inland marine	0	202,670	0	0	0	202,670
10. Financial guaranty	0	0	0	0	0	0
11.1 Medical malpractice - occurrence	0	0	0	0	0	0
11.2 Medical malpractice - claims-made	0	0	0	0	0	0
12. Earthquake	0	32,017	0	0	0	32,017
13. Group accident and health	0	0	0	0	0	0
14. Credit accident and health (group and individual)	0	0	0	0	0	0
15. Other accident and health	0	38	0	0	0	38
16. Workers' compensation	0	0	20,833	0	0	20,833
17.1 Other liability - occurrence	0	1,515,293	2,841,381	0	0	4,356,674
17.2 Other liability - claims-made	0	0	0	0	0	0
18.1 Products liability - occurrence	0	(33,100)	0	0	0	(33,100)
18.2 Products liability - claims-made	0	0	0	0	0	0
19.1,19.2 Private passenger auto liability	0	6,443	66,506	0	0	72,949
19.3,19.4 Commercial auto liability	0	3,403,842	101,607	0	0	3,505,449
21. Auto physical damage	0	782,254	(18,794)	0	0	763,460
22. Aircraft (all perils)	0	39,290	0	0	0	39,290
23. Fidelity	0	20,860	0	0	0	20,860
24. Surety	0	492,420	0	0	0	492,420
26. Burglary and theft	0	5,427	0	0	0	5,427
27. Boiler and machinery	0	11,893	0	0	0	11,893
28. Credit	0	0	0	0	0	0
29. International	0	(35,954)	0	0	0	(35,954)
30. Reinsurance - Nonproportional Assumed Property	XXX	3,348,850	3,158	0	0	3,352,008
31. Reinsurance - Nonproportional Assumed Liability	XXX	0	32,131	0	0	32,131
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	0	0	0	0	0
33. Aggregate write-ins for other lines of business	0	0	0	0	0	0
34. TOTALS	0	11,682,882	3,046,821	0	0	14,729,703
DETAILS OF WRITE-INS						
3301.	0	0	0	0	0	0
3302.	0	0	0	0	0	0
3303.	0	0	0	0	0	0
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Previous Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire	.0	7,928,279	.0	7,928,279	3,782,502	2,449,239	9,261,543	2,159.3
2. Allied lines	.0	13,035,623	.0	13,035,623	4,947,087	4,181,942	13,800,768	1,011.7
3. Farmowners multiple peril	.0	61,028	.0	61,028	39,017	10,320	89,725	.0
4. Homeowners multiple peril	.0	217,436	.0	217,436	312,229	261,421	268,244	(1,860.6)
5. Commercial multiple peril	.0	21,625,406	.0	21,625,406	28,155,635	39,590,450	10,190,591	3,445,910.6
6. Mortgage guaranty	.0	.0	.0	.0	.0	.0	.0	.0
8. Ocean marine	.0	246,765	.0	246,765	4,224,697	4,162,553	308,909	(7,651.5)
9. Inland marine	.0	70,378	.0	70,378	128,082	124,431	74,029	37.0
10. Financial guaranty	.0	.0	.0	.0	.0	.0	.0	.0
11.1 Medical malpractice - occurrence	.0	1,649,468	.0	1,649,468	9,507,244	11,522,582	(365,870)	.0
11.2 Medical malpractice - claims-made	.0	.0	.0	.0	.0	.0	.0	.0
12. Earthquake	.0	239,014	.0	239,014	23,239	182,926	79,327	87.3
13. Group accident and health	.0	6,420	.0	6,420	12,598	.0	19,018	.0
14. Credit accident and health (group and individual)	.0	.0	.0	.0	.0	.0	.0	.0
15. Other accident and health	.0	27,729	.0	27,729	81,710	.0	109,439	286,339.6
16. Workers' compensation	.0	2,164,358	.0	2,164,358	43,339,034	28,720,642	16,782,750	76,195.2
17.1 Other liability - occurrence	.0	43,329,571	.0	43,329,571	496,418,368	400,927,141	138,820,798	3,188.6
17.2 Other liability - claims-made	.0	283,064	.0	283,064	87,272	2,002	368,334	.0
18.1 Products liability - occurrence	.0	58,675,018	.0	58,675,018	214,822,404	65,868,751	207,628,671	(627,276.4)
18.2 Products liability - claims-made	.0	99,895	.0	99,895	(25,012)	(8,987)	83,870	.0
19.1,19.2 Private passenger auto liability	.0	812,034	.0	812,034	33,376,926	6,892,786	27,296,174	38,860.2
19.3,19.4 Commercial auto liability	.0	(15,379,559)	.0	(15,379,559)	21,731,403	2,240,347	4,111,497	117.8
21. Auto physical damage	.0	(1,097,248)	.0	(1,097,248)	1,439,085	42,980	298,857	39.3
22. Aircraft (all perils)	.0	1,072,315	.0	1,072,315	2,299,713	1,551,522	1,820,506	353.3
23. Fidelity	.0	(5,789)	.0	(5,789)	(21,028)	(23,308)	(3,509)	10.9
24. Surety	.0	652,563	.0	652,563	1,291,844	426,562	1,517,845	(692.5)
26. Burglary and theft	.0	44,856	.0	44,856	13,755	3,071	55,540	1,061.7
27. Boiler and machinery	.0	26,982	.0	26,982	39,442	10,595	55,829	510.2
28. Credit	.0	.0	.0	.0	.0	.0	.0	.0
29. International	.0	5,092,780	.0	5,092,780	173,783,146	248,234,560	(69,358,634)	90,632.0
30. Reinsurance - Nonproportional Assumed Property	XXX	(16,755,508)	.0	(16,755,508)	16,816,834	24,391,923	(24,330,597)	(775.5)
31. Reinsurance - Nonproportional Assumed Liability	XXX	6,907,995	.0	6,907,995	378,562,760	607,214,475	(221,743,720)	(690,129.7)
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	.0	.0	.0	.0	.0	.0	.0
33. Aggregate write-ins for other lines of business	.0	.0	.0	.0	.0	.0	.0	.0
34. TOTALS	0	131,030,873	0	131,030,873	1,435,189,986	1,448,980,926	117,239,933	831.5
DETAILS OF WRITE-INS								
3301.	.0	.0	.0	.0	.0	.0	.0	.0
3302.	.0	.0	.0	.0	.0	.0	.0	.0
3303.	.0	.0	.0	.0	.0	.0	.0	.0
3398. Summary of remaining write-ins for Line 33 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0	0	0.0

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

**UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	.0	3,706,141	.0	3,706,141	.0	76,361	.0	3,782,502	113,783
2. Allied lines	.0	1,600,711	.0	1,600,711	.0	3,346,376	.0	4,947,087	69,142
3. Farmowners multiple peril	.0	35,115	.0	35,115	.0	3,902	.0	39,017	26,550
4. Homeowners multiple peril	.0	300,758	.0	300,758	.0	11,471	.0	312,229	1,587
5. Commercial multiple peril	.0	15,701,002	.0	15,701,002	.0	12,454,633	.0	28,155,635	47,784,426
6. Mortgage guaranty	.0	.0	.0	.0	.0	.0	.0	.0	.0
8. Ocean marine	.0	2,222,275	.0	2,222,275	.0	2,002,422	.0	4,224,697	20,240
9. Inland marine	.0	110,627	.0	110,627	.0	17,455	.0	128,082	123,350
10. Financial guaranty	.0	.0	.0	.0	.0	.0	.0	.0	.0
11.1 Medical malpractice - occurrence	.0	2,889,727	.0	2,889,727	.0	6,617,517	.0	9,507,244	2,426,300
11.2 Medical malpractice - claims-made	.0	.0	.0	.0	.0	.0	.0	.0	.0
12. Earthquake	.0	18,564	.0	18,564	.0	4,675	.0	23,239	1,659
13. Group accident and health	.0	12,598	.0	12,598	.0	.0	.0	(a) 12,598	.0
14. Credit accident and health (group and individual)	.0	.0	.0	.0	.0	.0	.0	.0	.0
15. Other accident and health	.0	81,710	.0	81,710	.0	.0	.0	(a) 81,710	.0
16. Workers' compensation	.0	21,834,584	.0	21,834,584	.0	21,504,450	.0	43,339,034	5,299,343
17.1 Other liability - occurrence	.0	209,772,232	.0	209,772,232	.0	286,646,136	.0	496,418,368	316,287,798
17.2 Other liability - claims-made	.0	90,840	.0	90,840	.0	(3,568)	.0	87,272	3,083
18.1 Products liability - occurrence	.0	117,118,282	.0	117,118,282	.0	97,704,122	.0	214,822,404	97,616,462
18.2 Products liability - claims-made	.0	4,232	.0	4,232	.0	(29,244)	.0	(25,012)	6,758
19.1,19.2 Private passenger auto liability	.0	31,847,162	.0	31,847,162	.0	1,529,764	.0	33,376,926	94,113
19.3,19.4 Commercial auto liability	.0	11,828,268	.0	11,828,268	.0	9,903,135	.0	21,731,403	3,402,973
21. Auto physical damage	.0	10,871	.0	10,871	.0	1,428,214	.0	1,439,085	228,071
22. Aircraft (all perils)	.0	2,277,424	.0	2,277,424	.0	22,289	.0	2,299,713	118,271
23. Fidelity	.0	(27,325)	.0	(27,325)	.0	6,297	.0	(21,028)	10,103
24. Surety	.0	1,282,762	.0	1,282,762	.0	9,082	.0	1,291,844	2,154
26. Burglary and theft	.0	13,367	.0	13,367	.0	388	.0	13,755	1,798
27. Boiler and machinery	.0	19,669	.0	19,669	.0	19,773	.0	39,442	14,223
28. Credit	.0	.0	.0	.0	.0	.0	.0	.0	.0
29. International	.0	66,460,552	.0	66,460,552	.0	107,322,594	.0	173,783,146	.0
30. Reinsurance - Nonproportional Assumed Property	XXX	10,856,921	.0	10,856,921	XXX	5,959,913	.0	16,816,834	19,125
31. Reinsurance - Nonproportional Assumed Liability	XXX	130,126,448	.0	130,126,448	XXX	248,436,312	.0	378,562,760	46,327,761
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	.0	.0	.0	XXX	.0	.0	.0	.0
33. Aggregate write-ins for other lines of business	.0	.0	.0	.0	.0	.0	.0	.0	.0
34. TOTALS	0	630,195,517	0	630,195,517	0	804,994,469	0	1,435,189,986	519,999,073
DETAILS OF WRITE-INS									
3301.	.0	.0	.0	.0	.0	.0	.0	.0	.0
3302.	.0	.0	.0	.0	.0	.0	.0	.0	.0
3303.	.0	.0	.0	.0	.0	.0	.0	.0	.0
3398. Summary of remaining write-ins for Line 33 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0	0	0	0

(a) Including \$ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct				0
1.2 Reinsurance assumed	27,120,040			27,120,040
1.3 Reinsurance ceded				0
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	27,120,040	0	0	27,120,040
2. Commission and brokerage:				
2.1 Direct excluding contingent				0
2.2 Reinsurance assumed excluding contingent		108,023		108,023
2.3 Reinsurance ceded excluding contingent		0		0
2.4 Contingent-direct				0
2.5 Contingent-reinsurance assumed		32,320		32,320
2.6 Contingent-reinsurance ceded				0
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	140,343	0	140,343
3. Allowances to managers and agents				0
4. Advertising	1,822	65	66	1,953
5. Boards, bureaus and associations	925,002	4	0	925,006
6. Surveys and underwriting reports		5	29	34
7. Audit of assureds' records		0	0	0
8. Salary and related items:				
8.1 Salaries	6,878,893	500,791	2,289,833	9,669,517
8.2 Payroll taxes	339,398	451,186	0	790,584
9. Employee relations and welfare	1,778,493	(775,392)	463,277	1,466,378
10. Insurance	30,700	40,794	0	71,494
11. Directors' fees		0	61,221	61,221
12. Travel and travel items	418,714	45,691	303,810	768,215
13. Rent and rent items	895,749	15,145	160,143	1,071,037
14. Equipment	1,313,052	12,947	386,935	1,712,934
15. Cost or depreciation of EDP equipment and software	139,066	2,785	38,392	180,243
16. Printing and stationery	163,436	3,114	32,275	198,825
17. Postage, telephone and telegraph, exchange and express	262,279	4,614	29,315	296,208
18. Legal and auditing	3,480,633	33,969	587,989	4,102,591
19. Totals (Lines 3 to 18)	16,627,237	335,718	4,353,285	21,316,240
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$				0
20.2 Insurance department licenses and fees				0
20.3 Gross guaranty association assessments				0
20.4 All other (excluding federal and foreign income and real estate)				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	0	0	0
21. Real estate expenses				0
22. Real estate taxes				0
23. Reimbursements by uninsured accident and health plans				0
24. Aggregate write-ins for miscellaneous expenses	869,848	(4,081)	(308,181)	557,586
25. Total expenses incurred	44,617,125	471,980	4,045,104	(a) 49,134,209
26. Less unpaid expenses - current year	519,999,074	334,743	27,242	520,361,059
27. Add unpaid expenses - prior year	585,330,952	3,322,696	25,287	588,678,935
28. Amounts receivable relating to uninsured accident and health plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured accident and health plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	109,949,003	3,459,933	4,043,149	117,452,085
DETAILS OF WRITE-INS				
2401. Other Expenses	(1,687)	(2,244)		(3,931)
2402. Donations	1,004	11	30	1,045
2403. Outside Services and Income	870,531	(1,848)	(308,211)	560,472
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above)	869,848	(4,081)	(308,181)	557,586

(a) Includes management fees of \$0 paid to affiliates and \$0 paid to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 18,993,589	16,178,717
1.1 Bonds exempt from U.S. tax	(a) 0	0
1.2 Other bonds (unaffiliated)	(a) 128,838,308	130,603,371
1.3 Bonds of affiliates	(a) 0	0
2.1 Preferred stocks (unaffiliated)	(b) 1,466,462	1,466,462
2.11 Preferred stocks of affiliates	(b) 0	0
2.2 Common stocks (unaffiliated)	2,394,189	2,466,079
2.21 Common stocks of affiliates	0	0
3. Mortgage loans	(c) 12,415,395	12,749,984
4. Real estate	(d)	
5. Contract loans		
6. Cash/short-term investments	(e) 1,096,640	1,054,235
7. Derivative instruments	(f) 200,064	172,922
8. Other invested assets	531,940	531,940
9. Aggregate write-ins for investment income	5,786,034	5,786,034
10. Total gross investment income	171,722,621	171,009,744
11. Investment expenses		(g) 4,045,104
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h) 0
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		0
16. Total (Lines 11 through 15)		4,045,104
17. Net Investment Income - (Line 10 minus Line 16)		166,964,640
DETAILS OF WRITE-INS		
0901. Miscellaneous Income	138,220	138,220
0902. Securities Lending	322,805	322,805
0903. Interest Income on Receivable	5,325,009	5,325,009
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	5,786,034	5,786,034
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		0

- (a) Includes \$ 2,008,466 accrual of discount less \$ 8,187,566 amortization of premium and less \$ 3,010,210 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ 0 accrual of discount less \$ 642 amortization of premium and less \$ 1,907 paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Increases (Decreases) by Adjustment	4 Net Gain (Loss) from Change in Difference Between Basis Book/ Adjusted Carrying and Admitted Values	5 Total
1. U.S. Government bonds	4,224,274				4,224,274
1.1 Bonds exempt from U.S. tax	0	0			0
1.2 Other bonds (unaffiliated)	(3,096,936)	(9,871,352)	(10,190,690)	0	(23,158,978)
1.3 Bonds of affiliates					0
2.1 Preferred stocks (unaffiliated)			(75,180)	0	(75,180)
2.11 Preferred stocks of affiliates					0
2.2 Common stocks (unaffiliated)	1,072,130	(12,147,724)	(27,495,874)	0	(38,571,468)
2.21 Common stocks of affiliates					0
3. Mortgage loans					0
4. Real estate					0
5. Contract loans					0
6. Cash/Short-term investments			99,184		99,184
7. Derivative instruments					0
8. Other invested assets		(2,113,437)	111,640	0	(2,001,797)
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	2,199,468	(24,132,513)	(37,550,920)	0	(59,483,965)
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	0	0	0	0	0

EXHIBIT 1 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1 End of Current Year	2 End of Prior Year	3 Changes for Year (Increase) Decrease
1. Summary of Items Page 2, Lines 10 to 17 and 19 to 23, Column 2	69,319,318	78,007,220	8,687,902
2. Other Nonadmitted Assets:			
2.1 Bills receivable		0	0
2.2 Furniture, equipment and supplies		0	0
2.3 Leasehold improvements		0	0
2.4 Loans on personal security, endorsed or not		0	0
3. Total (Lines 2.1 to 2.4)	0	0	0
4. Aggregate write-ins for other assets	27,151,164	26,485,266	(665,898)
5. Total (Line 1 plus Lines 3 and 4)	96,470,482	104,492,486	8,022,004
0401. Miscellaneous.....	27,151,164	26,347,715	(803,449)
0402. Receivables for Securities.....		137,551	137,551
0403.			
0498. Summary of remaining write-ins for Line 4 from overflow page	0	0	0
0499. Totals (Lines 0401 thru 0403 plus 0498) (Line 4 above)	27,151,164	26,485,266	(665,898)

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying statutory financial statements of Nationwide Indemnity Company (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Ohio.

Throughout this statement, the failure of items to add to the totals shown is due to rounding.

B. Use of Estimates in the Preparation of the Financial Statements

In preparing the statutory financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the statutory financial statements and revenues and expenses for the reporting period. Actual results could differ from those estimates.

C. Accounting Policies

Premiums are earned over the terms of the related reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are based on reports received from the ceding companies for reinsurance assumed.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds not backed by other loans are stated at amortized cost using the interest method. Non-investment grade bonds are stated at the lower of amortized cost or fair value.
3. Common stocks, other than investments in stocks of subsidiaries and affiliated, are stated at market. During 2002 the Company wrote down the cost basis of several common and preferred stock investments and recorded as a realized loss. These securities were determined to have other than temporary declines in value below cost. Factors that were used in evaluating impairment include: the intent to hold for a period of time to allow recovery of the unrealized loss, financial condition, prospects of the issuer, and the length of time below cost. Realized losses of \$12.1 million and 1.7 million were recorded for impairments of unaffiliated stocks in 2002 and 2001, respectively.
4. Redeemable preferred stocks are stated at amortized cost. Perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized cost or fair value.
5. First lien mortgage loans on real estate are stated at their unpaid principal balance. Mortgages other than first liens are nonadmitted.
6. Loan-backed securities are stated at amortized cost. The retrospective adjustment method is used to value all loan-backed securities. Non-investment grade securities are stated at the lower of amortized value or fair value.
7. Investments in subsidiary and affiliated companies are stated as follows:
 Not applicable.
8. Investments in joint ventures and partnerships are stated at the underlying audited GAAP equity value.
9. The accounting for derivatives varies with the nature of the derivative and its use. Derivatives are accounted for in a manner consistent with the hedged item. If the item being hedged is accounted for at amortized cost, the hedging derivative is also accounted for at amortized cost. If the item being hedged is accounted for at market value, the hedging derivative is also accounted for at market value. The Company sold several credit default swaps. The premium received is recorded to investment income. The swap is accounted for at amortized cost consistent with the underlying hedged item.
10. Premium deficiency
 Not applicable.
11. The liability for losses is provided based upon estimates based on information received relating to assumed reinsurance, and deduction for ceded reinsurance. The company reflects its liability for losses net of anticipated salvage and subrogation recoverables.

The liability for loss adjustment expenses is provided by estimating future expenses to be incurred in settlement of claims provided for in the liability for losses, and is stated after deduction for amounts to be recovered from reinsurers.

Note 2 - Accounting Changes and Corrections of Errors

A. Accounting Change or Correction of Error

Not applicable.

B. Accounting Changes as a Result of Codification

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the Ohio Insurance Department. The State of Ohio requires insurance companies domiciled in the State of Ohio to prepare their statutory financial statements in accordance with the NAIC *Accounting Practices and Procedures Manual*, subject to any deviations prescribed or permitted by the Ohio Insurance Department. Many changes were made to this manual effective January 1, 2001 as a result of the NAIC 'Codification Project'.

Accounting changes adopted to conform with the provisions of the new NAIC *Accounting Practices and Procedures Manual* are reported as changes in accounting principles in 2001. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of policyholders' surplus at the beginning of the year and the amount of policyholders' surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a cumulative effect of changes in accounting principles that decreased unassigned funds by \$ 7.2 million as of January 1, 2001. Included in this adjustment is an increase of \$2.4 million for the elimination of "excess of statutory reserves over statement reserves" (Schedule P penalty), and an increase of \$4.8 million for deferred taxes.

NOTES TO FINANCIAL STATEMENTS

Note 3 - Business Combinations and Goodwill

Not applicable.

Note 4 - Discontinued Operations

Not applicable.

Note 5 - Investments

A. Mortgage Loans

1. The maximum and minimum lending rates for commercial mortgage loans originated during 2002 were 8.08% and 5.69%, respectively.
2. During 2002 the Company did not reduce interest rates on any outstanding loans.
3. The maximum percentage of any one loan to the value of collateral at the time of the loan was 80.0%.
4. The Company did not hold mortgages with interest 180 days or more past due.
5. There were no taxes, assessments or any amounts advanced and not included in the mortgage loan.
6. - 11. There were no impaired mortgage loans.

B. Troubled Debt Restructuring for Creditors

Not applicable.

C. Reverse Mortgages

Not applicable.

D. Loan-Backed Securities

1. The Company has elected to use book value on January 1, 1994 as the cost for applying the retrospective adjustment method to securities purchased prior to that date.
2. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates.
3. The Company used IDC Interactive Pricing Service to determine the market value of its loan-backed securities.
4. The Company had no negative yield situations requiring a change from the retrospective to prospective method.

E. Repurchase Agreements

For repurchase agreements, Company policies require a minimum of 102% of the fair value of securities purchased under repurchase agreements to be maintained as collateral. Cash collateral received is invested in short-term investments and the offsetting collateral liability is included in aggregate write-ins for liabilities. There were no open repurchase agreements as of year-end.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

Not applicable.

B. Write-downs for Impairments

SSAP No 48 requires that undistributed gains and losses be recorded as an unrealized gain or loss until distributed. During 2001 the Company wrote down the cost basis of several limited partnership investments as a realized loss as there was evidence indicating the inability of the investee to sustain earnings in the near future to recover these unrealized losses. Realized losses for these unaffiliated investments were \$0.3 million.

Note 7 - Investment Income

A. Accrued Investment Income

The Company nonadmits investment income due and accrued if amounts are over 90 days past due (180 days for mortgage loans or amounts on mortgage loans in default). The Company's unassigned surplus funds are not restricted in any way.

B. Amounts Nonadmitted

Not applicable.

Note 8 - Derivative Instruments

The Company has only limited use of derivatives. The Company takes positions in certain derivative instruments to increase investment returns. Financial instruments used for such purposes include credit default swaps. Credit risk is minimized by requiring collateral when possible.

A credit defaults swap is an agreement to purchase or sell a referenced assets if a credit event occurs. The Company sells credit default protection to enhance investment returns. The credit default swap is combined with an underlying highly rated asset to replicate a corporate bond. The premium received for selling default protection is recorded as an increase to investment income.

NOTES TO FINANCIAL STATEMENTS

Note 9 - Income Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

	12/31/02	12/31/01
1. Total of all deferred tax assets (admitted and nonadmitted)	74,381,117	65,607,761
2. Total of all deferred tax liabilities	(2,466,521)	(3,216,545)
3. Total deferred tax assets nonadmitted	(60,971,175)	(51,479,982)
4. Net deferred tax asset (liability)	10,943,421	10,911,234
5. Increase(decrease) in deferred tax assets non admitted	9,491,193	5,686,982

B. Deferred tax liabilities are not recognized for the following amounts:

N/A

C. Current income tax incurred consist of the following major components:

	12/31/02	12/31/01
1. Current year expense	1,371,762	(8,335,484)
2. Tax credits	-	-
3. Prior year over/under accrual	(5,740,624)	(2,583,472)
4. Current income tax incurred	(4,368,862)	(10,918,956)

The main components of the 2002 deferred tax amounts are as follows:

DTAs	Statutory	Tax	Difference	Tax Effect
6. Reserves	1,963,646,626	1,857,924,897	105,721,729	37,002,605
7. Other Assets	(31,103,374)	(66,602,680)	35,499,306	12,424,757
8. Bonds	(2,119,215,609)	(2,151,842,579)	32,626,970	11,419,440
9. Total DTAs	(183,707,561)	(386,516,745)	202,809,184	74,381,117
10. DTAs nonadmitted	60,971,175	N/A	60,971,175	60,971,175
DTLs	Statutory	Tax	Difference	Tax Effect
11. Bonds	-	-	-	-
12. Market Discount	-	(5,960,076)	(5,960,076)	(2,086,027)
13. Accts Payable&Other Liabilites	-	-	-	-
14. Accrued dividends	-	-	-	-
15. Total DTLs	(6,513,388)	(13,560,589)	(7,047,201)	(2,466,521)

The changes in main components of DTAs and DTLs are as follows:

DTAs	12/31/02	12/31/01	Change
16. Reserves	37,002,605	38,824,325	(1,821,720)
17. Other Assets	12,424,757	18,506,234	(6,081,477)
18. Bonds	11,419,440	-	11,419,440
19. Total DTAs	74,381,117	65,607,761	8,773,356
20. DTAs nonadmitted	60,971,175	51,479,982	9,491,193
DTLs	12/31/02	12/31/01	Change
21. Bonds	-	(1,762,457)	1,762,457
22. Market Discount	(2,086,027)	(1,409,967)	(676,060)
23. Accts Payable&Other Liabilites	-	-	-
24. Accrued dividends	-	-	-
25. Total DTLs	(2,466,521)	(3,216,545)	750,024

D. Among the more significant book to tax adjustments were the following:

	Amount	Tax Effect
1. Income before taxes	(2,988,223)	(1,045,878)
2. Tax-exempt interest, net	-	-
3. Dividends received deduction, net	(1,875,556)	(656,445)
4. Dividends received deduction, 100% owned subs	-	-
5. Loss reserve discounting	(2,425,215)	(848,825)
6. Unearned premium adjustment	125,811	44,034
7. Agents security compensation	-	-
8. Investment related transactions	17,700,915	6,195,320
9. Depreciation/Amortization	-	-
10. All other	(860,790)	(301,277)
11. Separate company taxable income	9,676,942	3,386,930
12. Consolidation	-	-
13. Reclass to deferred taxes	-	(2,015,168)
14. Prior year over/under accrual	-	(5,740,624)
15. Other	-	-
16. Tax	-	(4,368,862)

E.

	Amount	Origination	Expiration
1. Amount of operating loss carryforwards	-	-	-
Amount of AMT tax credits	-	-	-
Business credits	3,397,903	-	-

2. The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses:

Current year	3,386,930
2001	-
2000	-

NOTES TO FINANCIAL STATEMENTS

F.

1. The company's federal income tax return is consolidated with the following entities:

401(K) Investment Advisors, Inc.
 401(K) Investment Services, Inc.
 The 401(K) Companies, Inc.
 Affiliate Agency Inc.
 Affiliate Agency of Ohio, Inc.
 Agmc Reinsurance, Ltd.
 Aid Finance Services, Inc.
 Allied Document Solutions, Inc.
 Allied General Agency Company
 Allied Group, Inc.
 Allied Group Insurance Marketing Company
 Allied Property And Casualty Insurance Company
 Allied Texas Agency, Inc.
 Amco Insurance Company
 American Marine Underwriters
 Cal-Ag Insurance Services, Inc.
 Calfarm Insurance Agency
 Calfarm Insurance Company
 Corviant Corporation (Formerly Villanova Financial Group, Inc.)
 Depositors Insurance Company
 Excaliber Funding Corporation
 Financial Horizons Distributors Agency of Alabama, Inc.
 Financial Horizons Distributors Agency of Ohio, Inc.
 Financial Horizons Distributors Agency of Oklahoma, Inc.
 Financial Horizons Distributors Agency of Texas, Inc.
 Financial Horizons Securities Corporation
 Gartmore Global Asset Management Trust
 (Formerly Villanova Global Asset Management Trust)
 Gartmore Distribution Services, Inc.
 (Formerly Villanova Distribution Services, Inc.)
 Gartmore Global Investments, Inc. (Formerly Villanova Capital, Inc.)
 Gartmore Morley & Associates, Inc (Formerly Morley & Associates, Inc.)
 Gartmore Morley Capital Management, Inc.
 (Formerly Morley Capital Management, Inc.)
 Gartmore Morley Financial Services, Inc.
 (Formerly Morley Financial Services, Inc.)
 Gartmore Mutual Fund Capital Trust
 (Formerly Villanova Mutual Fund Capital Trust)
 Gartmore Sa Capital Trust (Formerly Villanova Sa Capital Trust)
 Gartmore Trust Company (Formerly Union Bond & Trust Company)
 Gates McDonald & Company
 Gates McDdonald & Company of Nevada
 Gates McDonald & Company of New York
 Gates McDonald Health Plus, Inc.
 Insurance Intermediaries, Inc.
 Interplan, Inc D/B/A The 401(K) Company
 Landmark Financial Services of New York, Inc.
 Lone Star General Agency, Inc.
 Medprosolutions, Inc.
 Morley Research Associates, Ltd.
 Mrm Investments, Inc.
 National Casualty Company
 National Deferred Compensation, Inc.
 National Premium And Benefits Administration
 Nationwide Affinity Insurance Company Of America
 Nationwide Agribusiness Insurance Company
 Nationwide Securities, Inc. (Formerly
 Nationwide Advisory Services, Inc.)
 Nationwide Agency, Inc.
 Nationwide Assurance Company
 Nationwide Cash Management Company
 Nationwide Corporation
 Nationwide Financial Assignment Company
 Nationwide Financial Institution Distributors Agency, Inc.
 Nationwide Financial Institution Distributors Agency, Inc.
 of Mass.
 Nationwide Financial Institution Distributors Agency, Inc.
 of New Mexico
 Nationwide Financial Services, Inc.
 Nationwide General Insurance Company
 Nationwide Global Holdings, Inc.
 Nationwide Global Japan, Inc.
 Nationwide Health Plans, Inc.
 Nationwide Home Mortgage Company
 Nationwide Home Mortgage Distributors
 Nationwide Insurance Company of America
 Nationwide Insurance Company of Florida
 Nationwide International Underwriters
 Nationwide Investment Services Corporation
 Nationwide Investors Services, Inc.
 Nationwide Life And Annuity Insurance Company
 Nationwide Life Insurance Company
 Nationwide Lloyds
 Nationwide Management Systems, Inc.
 Nationwide Mortgage Holdings, Inc.
 Nationwide Mutual Insurance Company
 Nationwide Property And Casualty Insurance Company
 Nationwide Retirement Plan Services, Inc. (Formerly
 Irvin L. Swartz & Associates)
 Nationwide Retirement Solutions, Inc.
 Nationwide Retirement Solutions, Inc. of Alabama
 Nationwide Retirement Solutions, Inc. of Arizona
 Nationwide Retirement Solutions, Inc. of Arkansas
 Nationwide Retirement Solutions, Inc. of Montana
 Nationwide Retirement Solutions, Inc. of New Mexico
 Nationwide Retirement Solutions, Inc. of Nevada
 Nationwide Retirement Solutions, Inc. of Ohio
 Nationwide Retirement Solutions, Inc. of Oklahoma
 Nationwide Retirement Solutions, Inc. of South Dakota
 Nationwide Retirement Solutions, Inc. of Texas
 Nationwide Retirement Solutions, Inc. of Wyoming
 Nationwide Retirement Solutions, Insurance Agency, Inc.
 Nationwide Trust Company, FSB
 Nevada Independent Companies - Construction
 Nevada Independent Companies - Health and Nonprofit
 Nevada Independent Companies - Hospitality and Entertainment
 Nevada Independent Companies - Manufacturing,
 Transportation, and Distribution
 NFS Distributors, Inc.
 Pension Associates, Inc.
 Portland Investment Services, Inc.
 Premier Agency, Inc.
 Riverview Agency, Inc.
 Scottsdale Indemnity Company
 Scottsdale Insurance Company
 Scottsdale Surplus Lines Insurance Company
 Western Heritage Insurance Company

2. The method of allocation among the companies is subject to the resolution approved by the Board of Directors. Allocation is based upon separate return or sub-group aggregated separate return calculations with the company being reimbursed for the actual Federal income tax benefit of its net operating losses which are actually used to reduce the taxable income of other companies in the consolidated return.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

A. Nature of Relationships

All outstanding shares of the company are owned by Nationwide Mutual Insurance Company (NMIC), domiciled in the State of Ohio.

B. Detail of Transactions Greater than ½ % of Admitted Assets

Not applicable.

C. Change in Terms of Intercompany Arrangements

There were no changes to the intercompany arrangements in 2002.

D. Amounts Due to or from Related Parties

Intercompany receivables and payables are the result of various transactions between the Company and its subsidiaries and affiliates where settlement has not yet occurred. The net balance due from the Company from subsidiaries and affiliates is \$1.9 million at December 31, 2002; \$4.6 million at December 31, 2001.

NOTES TO FINANCIAL STATEMENTS

E. Guarantees or Contingencies for Related Parties

There have been no guarantees or undertakings for the benefit of an affiliate.

F. Management, Service Contracts, Cost Sharing Arrangements

Pursuant to a cost sharing agreement among NMIC and certain of its direct and indirect subsidiaries, including the Company, NMIC provides certain operational and administrative services, such as sales support, advertising, personnel and general management services, to those subsidiaries. Expenses covered by this agreement are subject to allocation among NMIC, the Company and other affiliates. The allocations are based on techniques and procedures in accordance with insurance regulatory guidelines. Measures used to allocate expenses among companies include individual employee estimates of time spent, special cost studies, salary expense, commissions expense and other methods agreed to by the participating companies that are within industry guidelines and practices. The Company believes these allocation methods are reasonable. In addition, the Company does not believe that expenses recognized under the inter-company agreements are materially different than expenses that would have been recognized had the Company operated on a stand-alone basis.

G. Nature of Relationships that Could Affect Operations

Not applicable.

H. Amount Deducted for Investment in Upstream Company

The Company does not own shares of an upstream intermediate or ultimate parent, either directly or indirectly via a downstream subsidiary, controlled or affiliated company.

I. Not applicable.

The Company does not hold any investments in affiliates.

J. Writedown for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies

Not applicable.

Note 11 - Debt

A. Capital Notes

Not applicable.

B. All Other Debt

Not applicable.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plans

None – the Company has no employees.

B. Defined Contribution Plans

None – the Company has no employees.

C. Multiemployer Plans

Not applicable.

D. Consolidated/Holding Company Plans

Not applicable.

E. Postemployment Benefits and Compensated Absences

None – the Company has no employees.

Note 13 - Capital and Surplus, Shareholders' dividend Restrictions and Quasi-Reorganizations

A. Outstanding Shares

The Company has 50,000 shares of \$110 par value common stock authorized and 28,000 shares issued and outstanding. The Company has no preferred stock authorized, issued or outstanding.

B. Dividend Rate of Preferred Stock

Not applicable.

C., D., and E. Dividend Restrictions

Dividends may be paid to shareholders by State of Ohio domiciled insurance companies without prior approval of the Director of Insurance, subject to 10% limitations relative to prior year surplus or prior year net income. No dividends were declared in 2002 or 2001.

F. Mutual Surplus Advances

Not applicable.

G. Company Stock Held for Special Purposes

Not applicable.

NOTES TO FINANCIAL STATEMENTS

H. Changes in Special Surplus Funds

Not applicable.

I. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

Description	Cumulative Increase (Decrease) in Surplus	Current Year Increase (Decrease) in Surplus
1. Unrealized gain or loss	\$(29,535,020)	(\$37,550,921)
2. Nonadmitted assets	(96,470,482)	(8,022,004)
3. Provision for reinsurance	0	0
Total decrease	(\$126,005,502)	\$(45,572,925)

J. Surplus Notes

Not applicable.

K. and L. Quasi Reorganizations

Not applicable.

Note 14 - Contingencies

A. Contingent Commitments

The Company has no commitments or contingent commitments to affiliates or other entities. As indicated in Note 10E, the Company has made no guarantees on behalf of affiliates.

B. Guaranty Fund and Other Assessments

Not applicable.

C. Gain Contingencies

None

D. All Other Contingencies

Various lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation and other matters are not considered material in relation to the financial position of the Company.

Note 15 - Leases

A. Lessee Leasing Arrangements

Not applicable.

B. Leasing Arrangements

Not applicable.

Note 16 – Information About Financial Instruments With Off-Balance Sheet Risk With Concentrations of Credit Risk

A. Financial Instruments With Off-Balance Sheet Risk

1. A financial instrument has off-balance sheet risk of accounting loss if the risk of accounting loss to the Company may exceed the amount recognized as an asset, if any, or if the ultimate obligation may exceed the amount that is recognized as a liability. The table below summarizes the face amount (notional amount for swaps, original amount for futures, number of contracts times shares per contract times strike price for options) of the Company's financial instruments with off-balance sheet risk:

Description	Assets		Liabilities	
	2002	2001	2002	2001
a. Swaps	\$ 0	\$ 8,000,000	\$ 8,000,000	\$ 0
b. Futures				
c. Options				
Total	\$ 0	\$ 8,000,000	\$ 8,000,000	\$ 0

2. The Company has minimal exposure if all counterparties fail completely to perform according to the terms of their contracts and the collateral or other security, if any, for the amount due proved to be no value to the entity.

B. Financial Instruments With Concentrations of Credit Risk

1. Credit risk is managed by entering into transactions with creditworthy counterparties and obtaining collateral where appropriate and customary. 100% of the net credit exposure for the Company from derivative contracts is with investment-grade counterparties. The Company and its counterparties are required to put up collateral for any futures contracts that are opened. The form and amount of collateral that is required is determined by the exchange on which it is traded.

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not applicable.

B. Transfers and Servicing of Financial Assets

NOTES TO FINANCIAL STATEMENTS

The Company lends treasury, corporate and equity securities and in turn, generally receives cash collateral. In some cases, securities or letter of credits are used by the borrower as collateral. The fair value of the collateral is equal to at least 102% of the loaned securities at all times during the period the securities are loaned.

The cash collateral is invested in high-quality short-term investments. Both the borrower and the Company can request or return the loaned securities at any time. Nationwide maintains ownership of the securities at all times and is entitled to receive from the borrower any payments for interest or dividends received during the loan term.

Since the collateral pledged by the borrower is not available for the general use of the Company (restricted), the collateral is not recorded on the balance sheet as an asset, and a corresponding liability for the return of the collateral is not recorded.

C. Wash Sales

Not applicable.

Note 18 – Gain or Loss from Uninsured Accident and Health Plans and Uninsured Portion of Partially Insured Plans

Not applicable

Note 19 – Direct Premiums Written / Produced by Managing General Agents / Third Party Administrators

Not applicable.

Note 20 – Other Items

A. Extraordinary Items

None

B. Troubled Debt Restructuring for Debtors

Not applicable.

C. Other Disclosures

None

D. Uncollectible Premiums Receivable

None

E. Reinsurance Accounted for as a Deposit

Not applicable.

F. Multiple Peril Crop Insurance

Not applicable.

G. Mezzanine Real Estate Loans

Not applicable.

H. Health Care Receivables

Not applicable.

I. September 11 Events

The Company has no exposure to the September 11, 2001 terrorist attacks. Further, we are not aware of any reinsurer who has been impaired by the events to the point of creating a credit risk on any of our reinsurance programs.

Note 21 – Events Subsequent

None

Note 22 – Reinsurance

A. Unsecured Reinsurance Recoverables

The Company does not have an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with any individual reinsurers, authorized or unauthorized, that exceeds 3% of policyholders' surplus.

B. Reinsurance Recoverable in Dispute

The Company does not have reinsurance recoverables for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus for an individual reinsurer or 10% of policyholders' surplus in aggregate.

C. Reinsurance Assumed and Ceded

1. The following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2002.

(\$000's)	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
a. Affiliates	\$2,965	\$578	\$0	\$0	\$2,965	\$578
b. All other	0	0	0	0	0	0
c. Totals	2,965	\$578	\$0	\$0	\$2,965	\$578
d. Direct Unearned Premium Reserve	\$0					

NOTES TO FINANCIAL STATEMENTS

2. Certain agency agreements and ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. Amounts accrued at December 31, 2002 are as follows:

(\$000's) Description	Direct	Assumed	Ceded	Net
a. Contingent Commissions	\$0	\$34	\$0	\$34
b. Sliding Scale adjustments	0	0	0	0
c. Other profit Commissions	0	0	0	0
d. Totals	\$0	\$34	\$0	\$34

D. Uncollectible Reinsurance

None

E. Commutation of Ceded Reinsurance

None

F. Retroactive Reinsurance

Not applicable.

Note 23 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable.

Note 24 – Changes in Incurred Losses and Loss Adjustment Expenses

(\$000's) (Line of Business)	2002 Calendar Year Losses and LAE Incurred			2002 Loss Year Losses and LAE Incurred	Shortage (Redundancy)
	Losses Incurred	LAE Incurred	Totals		
Commercial Multi Peril	\$10,191	\$22,918	\$33,109	\$43	\$33,066
Other Liability	139,189	(55,364)	83,825	756	83,069
International	(69,359)	(66)	(69,425)	8	(69,433)
Reinsurance	(246,074)	1,275	(244,799)	958	(245,757)
All Others	283,293	75,855	359,148	4,432	354,716
Totals	\$117,240	\$44,618	\$161,858	\$6,197	\$155,661

The estimated cost of loss and loss adjustment expenses attributable to insured events of prior years increased by \$155.7 million during 2002, as shown in the chart above. This is about 8.0% of unpaid losses and loss adjustment expense of \$2.0 billion as of December 31, 2001.

The 2002 and 2001 change in incurred losses and loss adjustment expenses for prior years is primarily related to asbestos and environmental claims assumed for Employers Insurance of Wausau A Mutual Company (EIOW), and certain of its property and casualty affiliates.

Note 25 – Intercompany Pooling arrangements

Not applicable.

Note 26 – Structured Settlements

A. Reserves Released due to Purchases of Annuities

Not applicable.

B. Annuity Insurers with Balances due Greater than 1% of Policyholders' Surplus

Not applicable.

Note 27 – High Deductibles

Not applicable.

Note 28 – Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expense

A. Tabular Discounts

Not applicable.

B. Non-Tabular Discounts

Not applicable.

C. Changes in Discount Assumptions

Not applicable.

Note 29 – Asbestos and Environmental Reserves

The Company has exposure to both asbestos and environmental claims from assumed reinsurance. In 1997 the Company had no exposure to asbestos or environmental claims.

The Company's asbestos and environmental related losses for each of the five most recent calendar years were as follows (in millions). This schedule includes all loss segments that now reside in Nationwide Indemnity:

NOTES TO FINANCIAL STATEMENTS

Environmental Claims - Gross	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Beginning Reserves:	820.6	763.4	771.0	671.3	525.8
Incurred Loss & Loss Adj. Expense:	4.6	59.5	(63.1)	(105.9)	(118.9)
Calendar Year Payments:	61.8	51.9	36.6	39.6	50.4
Ending Reserve:	763.4	771.0	671.3	525.8	356.5
Loss and LAE Reserve Footnote-Gross IBNR		706.6	601.3	445.7	283.4
Asbestos Claims - Gross	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Beginning Reserves:	537.5	499.9	676.4	715.0	829.2
Incurred Loss and Loss Adj. Expense:	36.5	247.6	115.3	190.2	181.8
Calendar Year Payments:	74.1	71.1	76.7	75.3	119.9
Ending Reserve:	499.9	676.4	715.0	829.9	891.2
Loss and LAE Reserve Footnote-Gross IBNR		429.0	388.3	447.0	401.8
Environmental Claims - Net	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Beginning Reserves:	820.6	763.4	771.0	671.3	525.8
Incurred Loss and Loss Adj. Expense:	4.6	59.5	(63.1)	(105.9)	(118.9)
Calendar Year Payments:	61.8	51.9	36.6	39.6	50.4
Ending Reserve:	763.4	771.0	671.3	525.8	356.5
Loss and LAE Reserve Footnote-Net IBNR		706.6	601.3	445.7	283.4
Asbestos Claims - Net	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Beginning Reserves:	537.5	499.9	676.4	715.0	829.2
Incurred Loss and Loss Adj. Expense:	36.5	247.6	115.3	190.2	181.8
Calendar Year Payments:	74.1	71.1	76.7	75.3	119.9
Ending Reserve:	499.9	676.4	715.0	829.9	891.2
Loss and LAE Reserve Footnote-Net IBNR		429.0	388.3	447.0	401.8

Note 30 – Subscriber Savings Accounts

Not applicable.

Note 31 – Financial Guaranty Exposures

Not applicable.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. Treasury securities	133,016,789	5.220	133,016,789	5.220
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	28,701,206	1.126	28,701,206	1.126
1.22 Issued by U.S. government sponsored agencies	91,303,896	3.583	91,303,896	3.583
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)	9,759,119	0.383	9,759,119	0.383
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations		0.000		0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations		0.000		0.000
1.43 Revenue and assessment obligations		0.000		0.000
1.44 Industrial development and similar obligations		0.000		0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA		0.000		0.000
1.512 Issued by FNMA and FHLMC	43,890,169	1.722	43,890,169	1.722
1.513 Privately issued	8,084,413	0.317	8,084,413	0.317
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC	559,699,960	21.965	559,699,960	21.965
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC		0.000		0.000
1.523 All other privately issued	33,852,846	1.329	33,852,846	1.329
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	1,046,492,029	41.068	1,046,492,029	41.068
2.2 Unaffiliated foreign securities	164,415,181	6.452	164,415,181	6.452
2.3 Affiliated securities		0.000		0.000
3. Equity interests:				
3.1 Investments in mutual funds		0.000		0.000
3.2 Preferred stocks:				
3.21 Affiliated		0.000		0.000
3.22 Unaffiliated	20,687,810	0.812	20,687,810	0.812
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated	144,752,135	5.681	144,752,135	5.681
3.4 Other equity securities:				
3.41 Affiliated		0.000		0.000
3.42 Unaffiliated	110,811	0.004	110,811	0.004
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated		0.000		0.000
3.52 Unaffiliated		0.000		0.000
4. Mortgage loans:				
4.1 Construction and land development	0	0.000	0	0.000
4.2 Agricultural	0	0.000	0	0.000
4.3 Single family residential properties	0	0.000	0	0.000
4.4 Multifamily residential properties	0	0.000	0	0.000
4.5 Commercial loans	206,304,395	8.096	206,304,395	8.096
5. Real estate investments:				
5.1 Property occupied by the company		0.000	0	0.000
5.2 Property held for the production of income (includes \$ of property acquired in satisfaction of debt)		0.000	0	0.000
5.3 Property held for sale (\$ including property acquired in satisfaction of debt)		0.000	0	0.000
6. Policy loans		0.000		0.000
7. Receivables for securities	7,150,050	0.281	7,150,050	0.281
8. Cash and short-term investments	5,416,037	0.213	5,416,037	0.213
9. Other invested assets	44,537,184	1.748	44,537,184	1.748
10. Total invested assets	2,548,174,030	100.000	2,548,174,031	100.000

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [] No [] NA []
- 1.3 State Regulating? Ohio.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No []
- 2.2 If yes, date of change:
 If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2001
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2001
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).11/12/2002
- 3.4 By what department or departments? Ohio.....
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No []
- 4.12 renewals? Yes [] No []
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No []
- 4.22 renewals? Yes [] No []
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No []
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....
.....

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes [] No []
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No []
- 7.2 If yes,
- 7.21 State the percentage of foreign control;
- 7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney in fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
.....
.....

GENERAL INTERROGATORIES

(continued)

- 8. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG LLP, 191 W. Nationwide Blvd. Ste 500, Columbus, OH 43215.....
- 9. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Kevin McAllister, FCAS, MAAA, KPMG LLP, 100 Matsonford Rd., Radnor, PA 19087.....
- 10. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 10.1 What changes have been made during the year in the United States Manager or the United States Trustees of the reporting entity?
- 10.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 10.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 10.4 If answer to (10.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []

BOARD OF DIRECTORS

- 11. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [] No [X]
- 12. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []
- 13. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees which is in or likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

- 14.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 - 14.11 To directors or other officers .. \$.....
 - 14.12 To stockholders not officers ... \$.....
 - 14.13 Trustees, supreme or grand (Fraternal only) \$.....
- 14.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
 - 14.21 To directors or other officers ... \$.....
 - 14.22 To stockholders not officers \$.....
 - 14.23 Trustees, supreme or grand (Fraternal only) \$.....
- 15.1 Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement? Yes [] No [X]
- 15.2 If yes, state the amount thereof at December 31 of the current year:
 - 15.21 Rented from others \$.....
 - 15.22 Borrowed from others \$.....
 - 15.23 Leased from others \$.....
 - 15.24 Other \$.....

Disclose in Notes to Financial Statements the nature of each of these obligations.
- 16.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 16.2 If answer is yes,
 - 16.21 Amount paid as losses or risk adjustment \$.....
 - 16.22 Amount paid as expenses \$.....
 - 16.23 Other amounts paid \$.....

GENERAL INTERROGATORIES

(continued)
INVESTMENT

17. List the following capital stock information for the reporting entity:

Class	1	2	3	4	5		6	
	Number of Shares Authorized	Number of Shares Outstanding	Par Value Per Share	Redemption Price if Callable	Is Dividend Rate Limited?		Are Dividends Cumulative?	
					Yes	No	Yes	No
					[]	[]	[]	[]
Preferred								
Common	50,000	28,000	110.000	XXX	XXX	XXX	XXX	XXX

18.1. Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E - Part 2 - Special Deposits? Yes [] No [X]

18.2 If no, give full and complete information relating thereto:

See 19.1 Below

19.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, except as shown on the Schedule E - Part 2 - Special Deposits; or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 15.1) Yes [X] No []

19.2 If yes, state the amount thereof at December 31 of the current year:

19.21	Loaned to others	\$	147,418,896
19.22	Subject to repurchase agreements	\$	
19.23	Subject to reverse repurchase agreements	\$	
19.24	Subject to dollar repurchase agreements	\$	
19.25	Subject to reverse dollar repurchase agreements	\$	
19.26	Pledged as collateral	\$	
19.27	Placed under option agreements	\$	
19.28	Letter stock or other securities restricted as to sale ...	\$	20,861,260
19.29	Other	\$	

19.3 For each category above, if any of these assets are held by others, identify by whom held:

19.31 Detailed Listing Filed with the State of Domicile.....	19.35
19.32	19.36
19.33	19.37
19.34	19.38 Detailed Listing Filed with the State of Domicile.....
	19.39

For categories (19.21) and (19.23) above, and for any other securities that were made available for use by another person during the period covered by this statement, attach a schedule as shown in the instructions to the annual statement.

19.4 For category (19.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
Detailed Listing Filed with the State of Domicile.....		\$

20.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [X] No []

20.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [X] No [] NA []
If no, attach a description with this statement.

21.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

21.2. If yes, state the amount thereof at December 31 of the current year. \$

22. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV.H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?..... Yes [X] No []

22.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
The Bank of New York.....	1 Wall Street, New York, New York 10286.....

GENERAL INTERROGATORIES

(continued)
INVESTMENT

22.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

22.03 Have there been any changes, including name changes, in the custodian(s) identified in 22.01 during the current year?..... Yes [] No []

22.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

22.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address

OTHER

23.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?..... \$

23.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$

24.1 Amount of payments for legal expenses, if any?..... \$

24.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$

25.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$

25.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	\$
	\$
	\$

GENERAL INTERROGATORIES

(continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
- 1.2 If yes, indicate premium earned on U. S. business only \$
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$
- 1.31 Reason for excluding

- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
- 1.5 Indicate total incurred claims on all Medicare Supplement Insurance. \$
- 1.6 Individual policies:
- Most current three years:
- 1.61 Total premium earned \$0
- 1.62 Total incurred claims \$0
- 1.63 Number of covered lives \$0
- All years prior to most current three years:
- 1.64 Total premium earned \$0
- 1.65 Total incurred claims \$0
- 1.66 Number of covered lives \$0
- 1.7 Group policies:
- Most current three years:
- 1.71 Total premium earned \$0
- 1.72 Total incurred claims \$0
- 1.73 Number of covered lives \$0
- All years prior to most current three years:
- 1.74 Total premium earned \$0
- 1.75 Total incurred claims \$0
- 1.76 Number of covered lives \$0
- 2.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]
- 2.2 If yes, state the amount of calendar year net premiums written on:
- 2.21 Participating policies \$
- 2.22 Non-participating policies \$
3. For Mutual Reporting Entities and Reciprocal Exchanges Only:
- 3.1 Does the reporting entity issue assessable policies? Yes [] No []
- 3.2 Does the reporting entity issue non-assessable policies? Yes [] No []
- 3.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %
- 3.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums? \$
4. For Reciprocal Exchanges Only:
- 4.1 Does the Exchange appoint local agents? Yes [] No []
- 4.2 If yes, is the commission paid:
- 4.21 Out of Attorney's-in-fact compensation Yes [] No [] NA [X]
- 4.22 As a direct expense of the Exchange Yes [] No [] NA [X]
- 4.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

- 4.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [] No [X]
- 4.5 If yes, give full information

- 5.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
 No Workers' Compensation Exposure
- 5.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
 The Company analyzes its exposures through the use of various actuarial methodologies
- 5.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
 Business is spread throughout the U.S. and also includes international exposures. The Company participates in several reinsurance programs, including a catastrophe cover. Additionally, the Company's parent is well capitalized and maintains an option to issue up to \$400 million of surplus notes under an arrangement with an affiliated trust
- 5.4 Does the reporting entity carry catastrophe reinsurance protection, with provision for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [] No [X]
- 5.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.
 Except for some limited intercompany reinsurance, Nationwide Indemnity serves as a run-off company
- 6.1 Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract which includes a provision which would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provision)? Yes [] No [X]
- 6.2 If yes, indicate the number of reinsurance contracts containing such provisions:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES (continued)

- 7.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?..... Yes [] No [X]
- 7.2 If yes, give full information
8. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?..... Yes [X] No [] NA []
- 9.1 Has this reporting entity guaranteed policies issued by any other entity and now in force?..... Yes [] No [X]
- 9.2 If yes, give full information
- 10.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 10.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 10.11 Unpaid losses..... \$
- 10.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$
- 10.2 Of the amount on Line 10.3 of the assets schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds..... \$
- 10.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation are premium or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?..... Yes [] No [X] NA []
- 10.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 10.41 From..... %
- 10.42 To..... %
- 10.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?..... Yes [] No [X]
- 10.6 If yes, state the amount thereof at December 31 of the current year:
- 10.61 Letters of credit..... \$
- 10.62 Collateral and other funds..... \$
- 11.1 What amount of installment notes is owned and now held by the reporting entity?..... \$0
- 11.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year?..... Yes [] No []
- 11.3 If yes, what amount?..... \$
- 12.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation):..... \$0
- 12.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?..... Yes [] No [X]
- 12.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of this amount..... 0
- 13.1 Has this reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
- 13.2 If yes, give full information
- 14.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?..... Yes [X] No []
- 14.11 Name of real estate holding company..... See Schedule BA.....
- 14.12 Number of parcels involved..... 1
- 14.13 Total book/adjusted carrying value..... \$17,148,582
- 14.2 If yes, provide explanation:
 See Schedule BA
- 15.1 Does the reporting entity write any warranty business?..... Yes [] No [X]
- If yes, disclose the following information for each of the following types of warranty coverage:
- | | 1
Direct Losses
Incurred | 2
Direct Losses
Unpaid | 3
Direct Written
Premium | 4
Direct Premium
Unearned | 5
Direct Premium
Earned |
|-----------------------|--------------------------------|------------------------------|--------------------------------|---------------------------------|-------------------------------|
| 15.11 Home..... | \$ | \$ | \$ | \$ | \$ |
| 15.12 Products..... | \$ | \$ | \$ | \$ | \$ |
| 15.13 Automobile..... | \$ | \$ | \$ | \$ | \$ |
| 15.14 Other*..... | \$ | \$ | \$ | \$ | \$ |

* Disclose type of coverage:

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2002	2 2001	3 2000	4 1999	5 1998
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	7,922,805	6,367,377	1,162,352	3,116,744	3,906,282
2. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	2,879,080	53,525	1,319,937	9,624,440	32,466,060
3. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	66,315	500,641	(155,461)	7,289,507	19,807,642
4. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	477,364	757,832	2,726,958	10,128,866	19,124,453
5. Non-proportional Reinsurance Lines (Lines 30, 31 & 32)	3,384,139	8,589,161	7,113,678	10,654,465	46,748,790
6. Total (Line 34)	14,729,703	16,268,535	12,167,465	40,814,022	122,053,227
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	7,922,805	6,367,377	1,162,352	3,116,744	3,906,282
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	2,879,080	53,525	1,319,937	9,624,440	32,466,060
9. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	66,315	500,641	(155,461)	7,289,507	19,807,642
10. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	477,364	757,832	2,726,958	10,128,866	19,124,453
11. Non-proportional Reinsurance Lines (Lines 30, 31 & 32)	3,384,139	8,589,161	7,113,678	10,654,465	46,748,790
12. Total (Line 34)	14,729,703	16,268,535	12,167,465	40,814,022	122,053,227
Statement of Income (Page 4)					
13. Net Underwriting Gain (Loss) (Line 8)	(148,228,389)	(174,271,503)	(183,354,959)	(108,409,989)	9,070,053
14. Net Investment Gain (Loss) (Line 11)	145,031,595	144,374,773	143,047,120	157,721,048	30,368,765
15. Total Other Income (Line 15)	208,574	7,913,192	1,138,228	124,966	0
16. Dividends to Policyholders (Line 17)	0	0	0	0	0
17. Federal and Foreign Income Taxes Incurred (Line 19)	(4,368,862)	(20,918,886)	(41,007,123)	17,618,745	104,563,961
18. Net Income (Line 20)	1,380,642	(1,064,652)	1,837,513	31,817,279	(65,125,143)
Balance Sheet Lines (Pages 2 and 3)					
19. Total Admitted Assets excluding Protected Cell (Page 2, Line 26, Col. 3)	2,619,325,679	2,708,282,460	2,748,511,804	2,700,621,662	2,854,567,277
20. Agents' Balances or Uncollected Premiums (Page 2, Col. 3)					
20.1 In Course of Collection (Line 10.1)	2,402,442	0	306,995	0	0
20.2 Deferred and not yet due (Line 10.2)	0	0	0	0	0
20.3 Accrued Retrospective Premiums (Line 10.3)	0	0	0	0	0
21. Total Liabilities excluding Protected Cell (Page 3, Line 24)	2,027,698,784	2,097,736,385	2,116,504,517	2,065,902,733	2,237,148,518
22. Losses (Page 3, Lines 1 and 2)	1,445,144,399	1,449,739,742	1,530,779,132	1,590,865,786	1,730,439,908
23. Loss Adjustment Expenses (Page 3, Line 3)	519,999,073	585,330,952	552,279,696	429,972,830	378,100,087
24. Unearned premiums (Page 3, Line 9)	2,964,796	2,335,742	3,555,231	7,476,461	23,884,926
25. Capital Paid Up (Page 3, Lines 28 & 29)	3,080,000	3,080,000	3,080,000	3,080,000	3,080,000
26. Surplus as Regards Policyholders (Page 3, Line 35)	591,626,896	610,546,075	632,007,288	634,718,930	617,418,759
Risk-Based Capital Analysis					
27. Total Adjusted Capital	591,626,896	610,546,075	632,007,288	634,718,930	617,418,759
28. Authorized Control Level Risk-Based Capital	245,239,735	246,426,881	234,075,655	219,375,345	224,476,272
Percentage Distribution of Cash and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 9, Col. 3) x 100.0					
29. Bonds (Line 1)	83.2	84.1	84.9	89.2	78.7
30. Stocks (Lines 2.1 & 2.2)	6.5	8.1	7.9	7.9	0.6
31. Mortgage Loans on Real Estate (Lines 3.1 and 3.2)	8.1	5.3	2.2	1.9	0.0
32. Real Estate (Lines 4.1, 4.2 & 4.3)	0.0	0.0	0.0	0.0	0.0
33. Cash and Short-Term Investments (Line 5)	0.2	1.4	4.5	0.9	20.6
34. Other Invested Assets (Line 6)	1.7	1.0	0.4	0.1	0.1
35. Receivable for Securities (Line 7)	0.3	0.1	0.1	0.0	0.0
36. Aggregate Write-Ins for Invested Assets (Line 8)	0.0	0.0	0.0	0.0	0.0
37. Cash and Invested Assets (Line 9)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
38. Affiliated Bonds (Schedule D, Summary, Line 25, Col. 1)	0	0	0	0	0
39. Affiliated Preferred Stocks (Schedule D, Summary, Line 39, Col. 1)	0	0	0	0	0
40. Affiliated Common Stocks (Schedule D, Summary, Line 53, Col. 2)	0	0	0	0	0
41. Affiliated Short-Term Investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11)	0	0	0	0	0
42. Affiliated Mortgage Loans on Real Estate	0	0	0	0	0
43. All Other Affiliated	0	0	0	0	0
44. Total of above Lines 38 to 43	0	0	0	0	0
45. Percentage of Investments in Parent, Subsidiaries and Affiliates to Surplus as Regards Policyholders (Line 44 above divided by Page 3, Col. 1, Line 35 x 100.0)	0.0	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2002	2 2001	3 2000	4 1999	5 1998
Capital and Surplus Accounts (Page 4)					
46. Net Unrealized Capital Gains (Losses) (Line 23)	(37,550,921)	(12,521,810)	4,079,108	15,193,129	(53,842)
47. Dividends to Stockholders (Line 34)	0	0	0	0	0
48. Change in surplus as regards policyholders for the year (Line 37)	(18,919,177)	(21,461,211)	(2,711,641)	17,300,172	234,821,015
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
49. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	91,633,849	59,254,325	(2,689,848)	83,678,212	(693,203,436)
50. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	20,220,902	3,495,489	9,257,979	10,484,772	17,320,167
51. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	23,249,932	17,359,439	13,360,547	16,362,087	(52,095,785)
52. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	5,773,703	17,412,106	25,183,642	34,013,091	(296,123,102)
53. Non-Proportional Reinsurance Lines (Lines 30, 31 & 32)	(9,847,513)	49,986,594	60,095,738	53,082,353	(568,873,588)
54. Total (Line 34)	131,030,873	147,507,953	105,208,057	197,620,515	(1,592,975,744)
Net Losses Paid (Page 9, Part 2, Col. 4)					
55. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	91,633,849	59,254,325	(2,689,848)	83,678,212	(693,203,436)
56. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	20,220,902	3,495,489	9,257,979	10,484,772	17,320,167
57. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	23,249,932	17,359,439	13,360,547	16,362,087	(52,095,785)
58. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	5,773,703	17,412,106	25,183,642	34,013,091	(296,123,102)
59. Non-Proportional Reinsurance Lines (Lines 30, 31 & 32)	(9,847,513)	49,986,594	60,095,738	53,082,353	(568,873,588)
60. Total (Line 34)	131,030,873	147,507,953	105,208,057	197,620,515	(1,592,975,744)
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
61. Premiums Earned (Line 1)	100.0	100.0	100.0	100.0	100.0
62. Losses Incurred (Line 2)	831.5	383.3	295.4	94.9	66.0
63. Loss Expenses Incurred (Line 3)	316.4	689.1	893.8	178.3	0.9
64. Other Underwriting Expenses Incurred (Line 4)	3.3	24.2	50.4	16.2	25.3
65. Net Underwriting gain (loss) (Line 8)	(1,051.2)	(996.5)	(1,139.7)	(189.5)	7.8
Other Percentages					
66. Other Underwriting Expenses to Net Premiums Written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0)	1.8	(22.7)	57.4	22.4	24.1
67. Losses and Loss Expenses Incurred to Premiums Earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	1,147.9	1,072.4	1,189.2	273.3	66.9
68. Net Premiums Written to Policyholders' Surplus (Page 8, Part 1B, Col. 6, Line 34 divided by Page 3, Line 35, Col. 1 x 100.0)	2.5	2.7	1.9	6.4	19.8
One Year Loss Development (000 omitted)					
69. Development in Estimated Losses and Loss Expenses Incurred Prior to Current Year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	134,371	127,879	71,499	132,433	10,063
70. Percent of Development of Loss and Loss Expenses Incurred to Policyholders' Surplus of Previous Year End (Line 69 above divided by Page 4, Line 21, Col. 1 x 100.0)	22.0	20.2	11.3	21.4	2.6
Two Year Loss Development (000 omitted)					
71. Development in Estimated Losses and Loss Expenses Incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	267,417	197,414	199,785	103,257	20,903
72. Percent of Development of Loss and Loss Expenses Incurred to Reported Policyholders' Surplus of Second Previous Year End (Line 71 above divided by Page 4, Line 21, Col. 2 x 100.0)	42.3	31.1	32.4	27.0	6.1

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description	1 Book/Adjusted Carrying Value	2 Fair Value (a)	3 Actual Cost	4 Par Value of Bonds
BONDS				
Governments (Including all obligations guaranteed by governments)	1. United States 218,359,138 2. Canada 0 3. Other Countries 2,012,809 4. Totals 220,371,947	244,153,551 0 2,012,809 246,166,360	228,254,478 0 2,016,500 230,270,978	196,247,941 0 1,850,000 198,097,941
States, Territories and Possessions (Direct and guaranteed)	5. United States 0 6. Canada 0 7. Other Countries 0 8. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States 0 10. Canada 0 11. Other Countries 0 12. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States 617,989,176 14. Canada 0 15. Other Countries 0 16. Totals 617,989,176	617,989,176 0 0 617,989,176	624,451,420 0 0 624,451,420	613,520,437 0 0 613,520,437
Public Utilities (unaffiliated)	17. United States 63,839,304 18. Canada 2,843,846 19. Other Countries 9,892,729 20. Totals 76,575,879	65,829,981 2,843,846 10,526,900 79,200,727	64,017,463 2,843,846 9,843,354 76,704,663	64,574,000 2,740,000 10,000,000 77,314,000
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States 1,042,840,882 22. Canada 6,740,700 23. Other Countries 154,697,025 24. Totals 1,204,278,607	1,069,782,743 7,319,370 159,888,033 1,236,990,146	1,058,012,532 6,770,225 155,954,710 1,220,737,467	1,065,202,285 8,750,000 152,965,092 1,226,917,377
Parent, Subsidiaries and Affiliates	25. Totals 0 26. Total Bonds 2,119,215,609	0 2,180,346,409	0 2,152,164,528	0 2,115,849,755
PREFERRED STOCKS				
Public Utilities (unaffiliated)	27. United States 0 28. Canada 0 29. Other Countries 0 30. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Banks, Trust and Insurance Companies (unaffiliated)	31. United States 5,000,000 32. Canada 0 33. Other Countries 6,735,000 34. Totals 11,735,000	5,000,000 0 6,735,000 11,735,000	5,000,000 0 6,024,540 11,024,540	5,000,000 0 6,024,540 11,024,540
Industrial and Miscellaneous (unaffiliated)	35. United States 8,685,690 36. Canada 267,120 37. Other Countries 0 38. Totals 8,952,810	8,685,690 267,120 0 8,952,810	8,736,978 267,120 0 9,004,098	8,736,978 267,120 0 9,004,098
Parent, Subsidiaries and Affiliates	39. Totals 0 40. Total Preferred Stocks 20,687,810	0 20,687,810	0 20,028,638	0 20,028,638
COMMON STOCKS				
Public Utilities (unaffiliated)	41. United States 0 42. Canada 0 43. Other Countries 0 44. Totals 0	0 0 0 0	0 0 0 0	0 0 0 0
Banks, Trust and Insurance Companies (unaffiliated)	45. United States 20,563,380 46. Canada 0 47. Other Countries 0 48. Totals 20,563,380	20,563,380 0 0 20,563,380	24,060,624 0 0 24,060,624	24,060,624 0 0 24,060,624
Industrial and Miscellaneous (unaffiliated)	49. United States 117,758,898 50. Canada 0 51. Other Countries 6,540,675 52. Totals 124,299,573	117,758,898 0 6,540,675 124,299,573	128,556,095 0 7,537,171 136,093,266	128,556,095 0 7,537,171 136,093,266
Parent, Subsidiaries and Affiliates	53. Totals 0 54. Total Common Stocks 144,862,953	0 144,862,953	0 160,153,890	0 160,153,890
	55. Total Stocks 165,550,763 56. Total Bonds and Stocks 2,284,766,372	165,550,763 2,345,897,172	180,182,528 2,332,347,056	180,182,528 2,332,347,056

(a) The aggregate value of bonds which are valued at other than actual fair value is \$1,470,556,233 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year 2,439,916,864	6. Foreign Exchange Adjustment:
2. Cost of bonds and stocks acquired, Column 6, Part 3 409,496,406	6.1 Column 17, Part 1 0
3. Increase (decrease) by adjustment:	6.2 Column 13, Part 2, Sec. 1 0
3.1 Column 16, Part 1 (25,604,272)	6.3 Column 11, Part 2, Sec. 2 0
3.2 Column 12, Part 2, Sec. 1 (75,180)	6.4 Column 11, Part 4 0
3.3 Column 10, Part 2, Sec. 2 (31,425,322)	7. Book/adjusted carrying value at end of current period 2,284,766,372
3.4 Column 10, Part 4 (8,855,141) (65,959,915)	8. Total valuation allowance 0
4. Total gain (loss), Col. 14, Part 4 2,199,468	9. Subtotal (Lines 7 plus 8) 2,284,766,372
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4 500,886,451	10. Total nonadmitted amounts 0
	11. Statement value of bonds and stocks, current period 2,284,766,372

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	142,322	0	70,067	0	30,001	0	(1)	242,390	XXX
2. 1993	0	0	0	(9,264)	2,799	(4,002)	620	1,185	0	413	(15,500)	XXX
3. 1994	16,488	0	16,488	(1,234)	11,103	(4,419)	992	(692)	0	1,591	(18,441)	XXX
4. 1995	182,102	31,493	150,609	152,249	33,465	5,249	239	12,784	0	1,659	136,578	XXX
5. 1996	104,297	(15,742)	120,039	56,848	0	1,358	0	1,100	0	0	59,306	XXX
6. 1997	105,392	0	105,392	45,613	0	116	0	174	0	1	45,904	XXX
7. 1998	116,259	0	116,259	97,048	0	241	0	3,266	0	2	100,555	XXX
8. 1999	57,222	0	57,222	16,134	0	1,735	0	643	0	102	18,511	XXX
9. 2000	16,089	0	16,089	13,721	0	1,579	0	52	0	61	15,352	XXX
10. 2001	17,488	0	17,488	13,351	0	700	0	(260)	0	33	13,791	XXX
11. 2002	14,101	0	14,101	2,237	0	33	0	1,409	0	77	3,679	XXX
12. Totals	XXX	XXX	XXX	529,025	47,367	72,657	1,851	49,660	0	3,936	602,124	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	582,372	0	743,241	0	233,311	0	96,350	0	135,869	0	588	1,791,142	XXX
2.	9,834	0	6,645	0	3,505	0	12,673	0	1,180	0	300	33,838	XXX
3.	4,659	0	5,719	0	3,662	0	5,699	0	4,782	0	146	24,521	XXX
4.	2,192	0	4,624	0	1,156	0	1,557	0	3,809	0	84	13,338	XXX
5.	3,623	0	4,688	0	840	0	1,088	0	1,215	0	48	11,455	XXX
6.	5,216	0	6,413	0	903	0	1,570	0	1,392	0	61	15,494	XXX
7.	8,768	0	11,732	0	373	0	649	0	767	0	0	22,290	XXX
8.	6,902	0	6,277	0	607	0	723	0	543	0	0	15,051	XXX
9.	2,540	0	6,010	0	910	0	767	0	900	0	0	11,128	XXX
10.	3,230	0	8,694	0	435	0	1,100	0	954	0	0	14,413	XXX
11.	859	0	950	0	75	0	0	0	634	0	0	2,517	XXX
12. Totals	630,196	0	804,994	0	245,777	0	122,177	0	152,045	0	1,227	1,955,189	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	1,325,613	465,529
2.	21,757	3,419	18,338	0.0	0.0	0.0	0	0	0.0	16,480	17,358
3.	18,176	12,095	6,081	110.2	0.0	36.9	0	0	0.0	10,378	14,143
4.	183,620	33,704	149,916	100.8	107.0	99.5	0	0	0.0	6,816	6,522
5.	70,761	0	70,761	67.8	0.0	58.9	0	0	0.0	8,311	3,144
6.	61,397	0	61,397	58.3	0.0	58.3	0	0	0.0	11,629	3,865
7.	122,846	0	122,846	105.7	0.0	105.7	0	0	0.0	20,501	1,790
8.	33,563	0	33,563	58.7	0.0	58.7	0	0	0.0	13,179	1,873
9.	26,480	0	26,480	164.6	0.0	164.6	0	0	0.0	8,551	2,578
10.	28,203	0	28,203	161.3	0.0	161.3	0	0	0.0	11,924	2,488
11.	6,196	0	6,196	43.9	0.0	43.9	0	0	0.0	1,809	708
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	1,435,190	519,999

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	One Year	Two Year
1. Prior	0	0	18,233	14,000	14,002	14,006	104,675	176,375	291,307	402,063	110,756	225,688
2. 1993	0	0	(1,997)	(2,193)	(2,193)	(2,191)	(8,609)	(12,744)	358	15,973	15,615	28,717
3. 1994	XXX	3,607	2,229	8,407	5,130	2,362	(109)	(1,129)	3,562	1,991	(1,571)	3,120
4. 1995	XXX	XXX	105,911	134,803	141,124	136,437	138,559	137,218	137,193	133,322	(3,870)	(3,896)
5. 1996	XXX	XXX	XXX	41,452	63,648	66,758	68,228	69,655	69,036	68,446	(591)	(1,209)
6. 1997	XXX	XXX	XXX	XXX	30,126	44,528	53,539	53,588	55,051	59,831	4,780	6,243
7. 1998	XXX	XXX	XXX	XXX	XXX	73,542	113,325	120,463	116,421	118,813	2,392	(1,650)
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	15,047	27,594	30,561	32,378	1,817	4,784
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,908	24,363	25,528	1,165	5,620
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	23,631	27,510	3,879	XXX
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,153	XXX	XXX
12. Totals											134,371	267,417

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002		
1. Prior	000	0	(67,474)	14,000	14,002	(1,924,907)	(1,756,620)	(1,624,693)	(1,465,600)	(1,253,211)	XXX	XXX
2. 1993	0	0	(25,416)	(2,193)	(2,193)	(32,867)	(30,546)	(37,867)	(23,831)	(16,685)	XXX	XXX
3. 1994	XXX	500	(31,848)	(3,481)	(130)	(15,376)	(14,056)	(29,317)	(22,337)	(17,748)	XXX	XXX
4. 1995	XXX	XXX	50,394	108,739	124,429	125,534	128,643	120,772	122,545	123,793	XXX	XXX
5. 1996	XXX	XXX	XXX	17,282	41,648	52,683	57,984	53,505	57,010	58,206	XXX	XXX
6. 1997	XXX	XXX	XXX	XXX	9,414	24,280	40,798	41,172	45,009	45,728	XXX	XXX
7. 1998	XXX	XXX	XXX	XXX	XXX	29,218	69,823	94,026	100,964	97,290	XXX	XXX
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	7,128	19,670	26,667	17,869	XXX	XXX
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,685	21,523	15,300	XXX	XXX
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,237	14,052	XXX	XXX
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,270	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$'000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
1. Prior	0	0	41,295	0	0	1,303,967	1,227,103	1,163,892	1,058,352	839,591
2. 1993	0	0	11,606	0	0	10,403	16,145	18,162	14,981	19,319
3. 1994	XXX	2,385	17,135	7,598	3,458	7,676	11,635	20,319	18,601	11,419
4. 1995	XXX	XXX	32,562	9,871	6,749	6,148	7,265	13,239	11,449	6,181
5. 1996	XXX	XXX	XXX	15,014	11,624	6,017	4,565	9,777	7,794	5,776
6. 1997	XXX	XXX	XXX	XXX	14,177	10,744	8,554	10,068	8,174	7,983
7. 1998	XXX	XXX	XXX	XXX	XXX	22,356	25,848	21,608	13,502	12,381
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	4,792	7,018	7,232	7,000
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,157	8,108	6,777
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,853	9,794
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	950

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

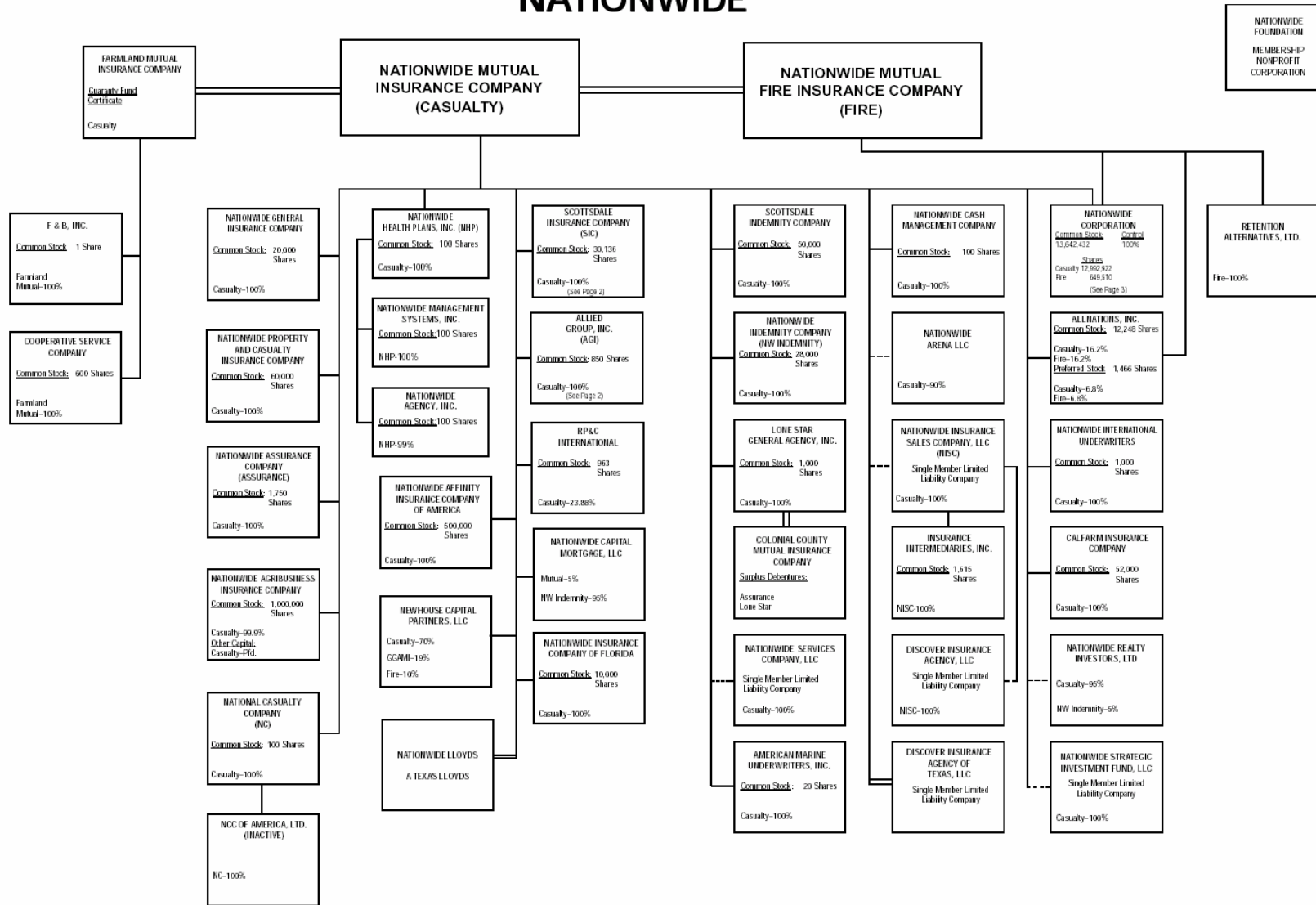
States, etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	No	0	0	0	0	0	0	0
2. Alaska	AK	No	0	0	0	0	0	0	0
3. Arizona	AZ	No	0	0	0	0	0	0	0
4. Arkansas	AR	No	0	0	0	0	0	0	0
5. California	CA	No	0	0	0	0	0	0	0
6. Colorado	CO	No	0	0	0	0	0	0	0
7. Connecticut	CT	No	0	0	0	0	0	0	0
8. Delaware	DE	No	0	0	0	0	0	0	0
9. District of Columbia	DC	No	0	0	0	0	0	0	0
10. Florida	FL	No	0	0	0	0	0	0	0
11. Georgia	GA	No	0	0	0	0	0	0	0
12. Hawaii	HI	No	0	0	0	0	0	0	0
13. Idaho	ID	No	0	0	0	0	0	0	0
14. Illinois	IL	Yes	0	0	0	0	0	0	0
15. Indiana	IN	No	0	0	0	0	0	0	0
16. Iowa	IA	Yes	0	0	0	0	0	0	0
17. Kansas	KS	No	0	0	0	0	0	0	0
18. Kentucky	KY	No	0	0	0	0	0	0	0
19. Louisiana	LA	No	0	0	0	0	0	0	0
20. Maine	ME	No	0	0	0	0	0	0	0
21. Maryland	MD	No	0	0	0	0	0	0	0
22. Massachusetts	MA	No	0	0	0	0	0	0	0
23. Michigan	MI	No	0	0	0	0	0	0	0
24. Minnesota	MN	No	0	0	0	0	0	0	0
25. Mississippi	MS	No	0	0	0	0	0	0	0
26. Missouri	MO	No	0	0	0	0	0	0	0
27. Montana	MT	No	0	0	0	0	0	0	0
28. Nebraska	NE	No	0	0	0	0	0	0	0
29. Nevada	NV	No	0	0	0	0	0	0	0
30. New Hampshire	NH	No	0	0	0	0	0	0	0
31. New Jersey	NJ	No	0	0	0	0	0	0	0
32. New Mexico	NM	No	0	0	0	0	0	0	0
33. New York	NY	Yes	0	0	0	0	0	0	0
34. North Carolina	NC	No	0	0	0	0	0	0	0
35. North Dakota	ND	No	0	0	0	0	0	0	0
36. Ohio	OH	Yes	0	0	0	0	0	0	0
37. Oklahoma	OK	No	0	0	0	0	0	0	0
38. Oregon	OR	No	0	0	0	0	0	0	0
39. Pennsylvania	PA	No	0	0	0	0	0	0	0
40. Rhode Island	RI	No	0	0	0	0	0	0	0
41. South Carolina	SC	No	0	0	0	0	0	0	0
42. South Dakota	SD	No	0	0	0	0	0	0	0
43. Tennessee	TN	No	0	0	0	0	0	0	0
44. Texas	TX	No	0	0	0	0	0	0	0
45. Utah	UT	No	0	0	0	0	0	0	0
46. Vermont	VT	No	0	0	0	0	0	0	0
47. Virginia	VA	No	0	0	0	0	0	0	0
48. Washington	WA	No	0	0	0	0	0	0	0
49. West Virginia	WV	No	0	0	0	0	0	0	0
50. Wisconsin	WI	Yes	0	0	0	0	0	0	0
51. Wyoming	WY	No	0	0	0	0	0	0	0
52. American Samoa	AS	No	0	0	0	0	0	0	0
53. Guam	GU	No	0	0	0	0	0	0	0
54. Puerto Rico	PR	No	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	No	0	0	0	0	0	0	0
56. Canada	CN	No	0	0	0	0	0	0	0
57. Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0
58. Totals	(a) 5	0	0	0	0	0	0	0	0
DETAILS OF WRITE-INS									
5701.	XXX								
5702.	XXX								
5703.	XXX								
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)	XXX	0	0	0	0	0	0	0	0

(a) Insert the number of yes responses except for Canada and Other Alien.

Explanation of basis of allocation of premiums by states, etc.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

NATIONWIDE®



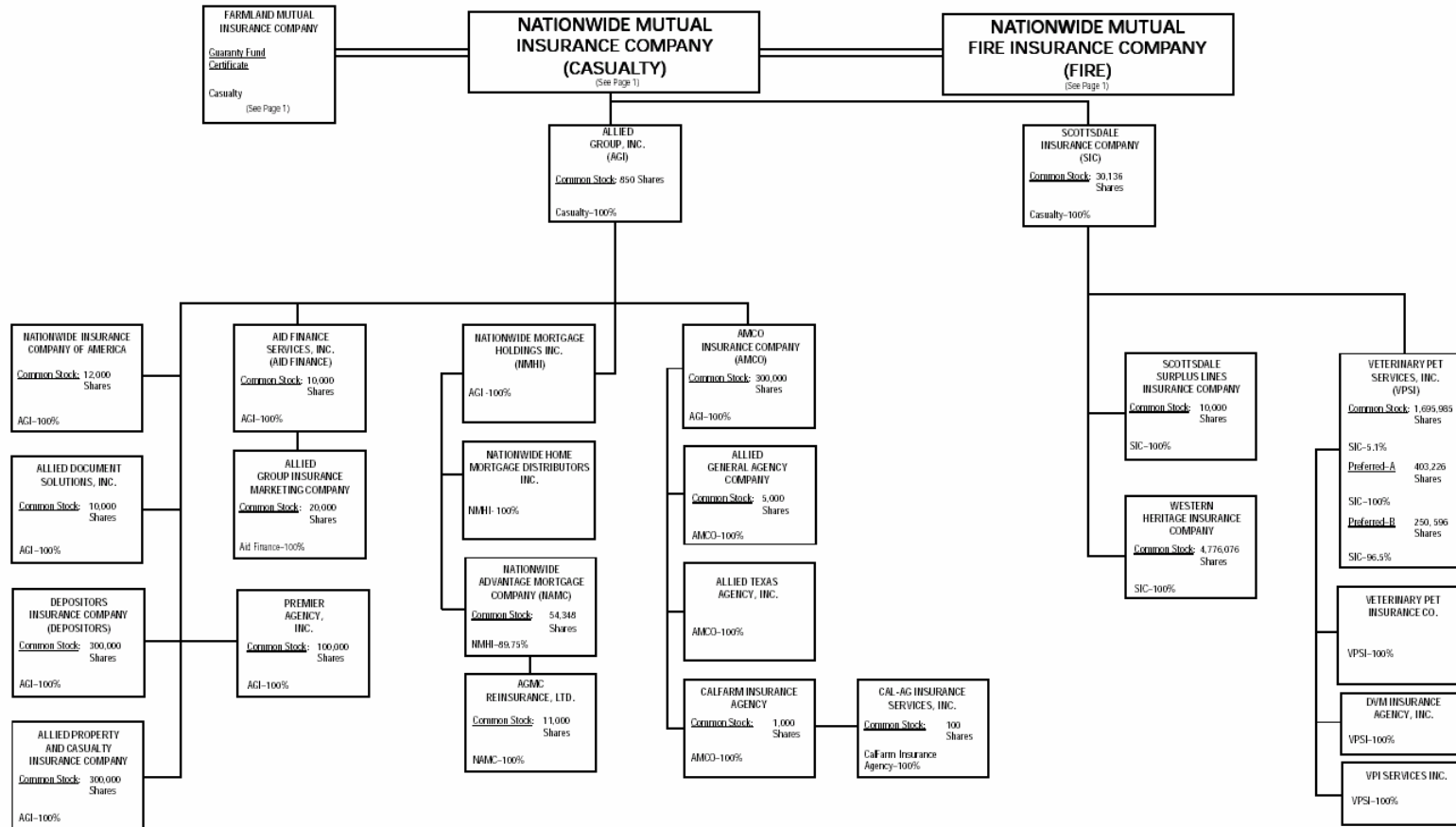
Subsidiary Companies — Solid Line
 Contractual Association — Double Line
 Limited Liability Company — Dotted Line

December 31, 2002

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SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

NATIONWIDE*



109.1

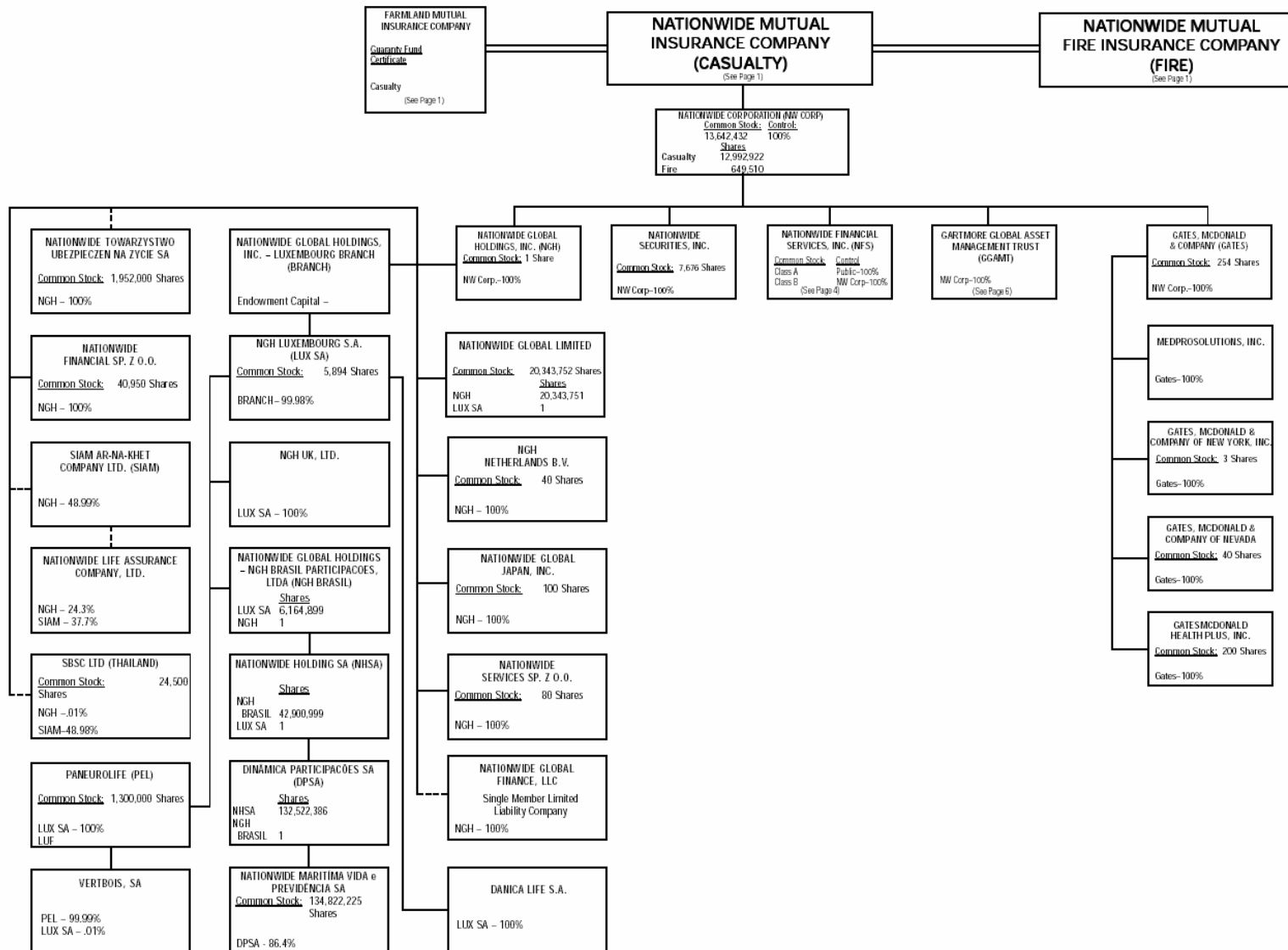
Subsidiary Companies — Solid Line
 Contractual Association — Double Line
 Limited Liability Company — Dotted Line

December 31, 2002

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

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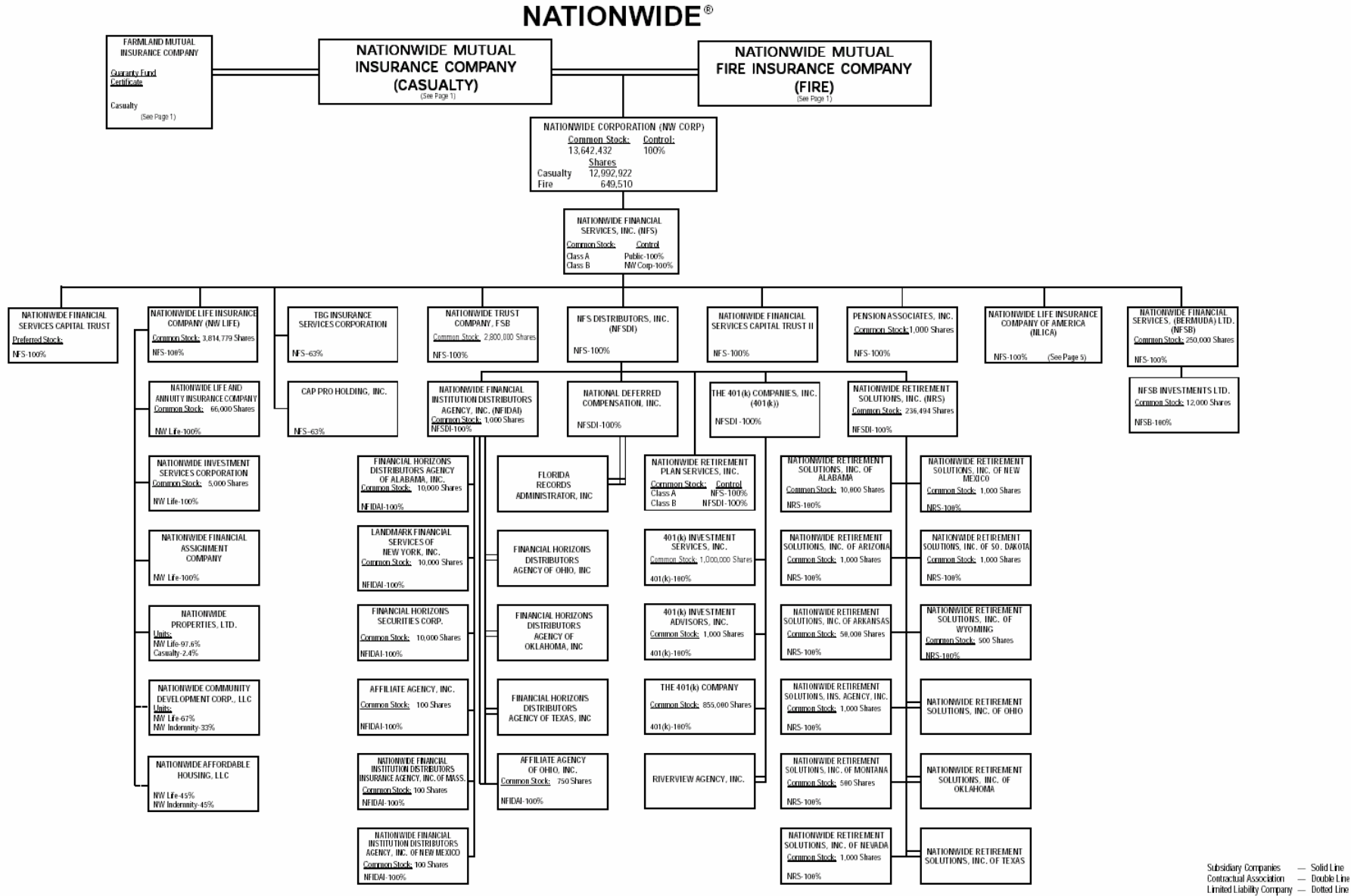


Subsidiary Companies — Solid Line
 Contractual Association — Double Line
 Limited Liability Company — Dotted Line

December 31, 2002

109.2

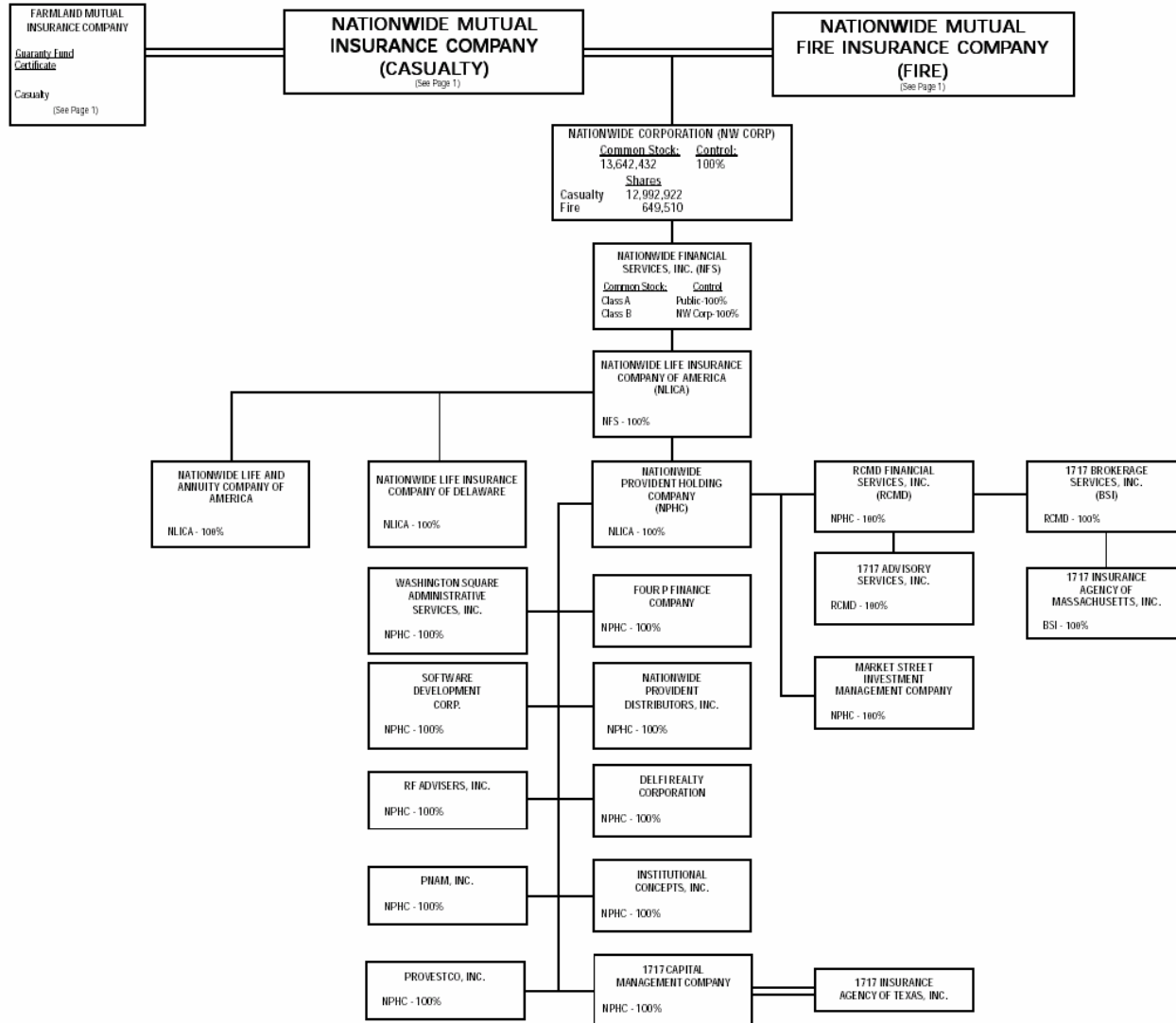
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



1093

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

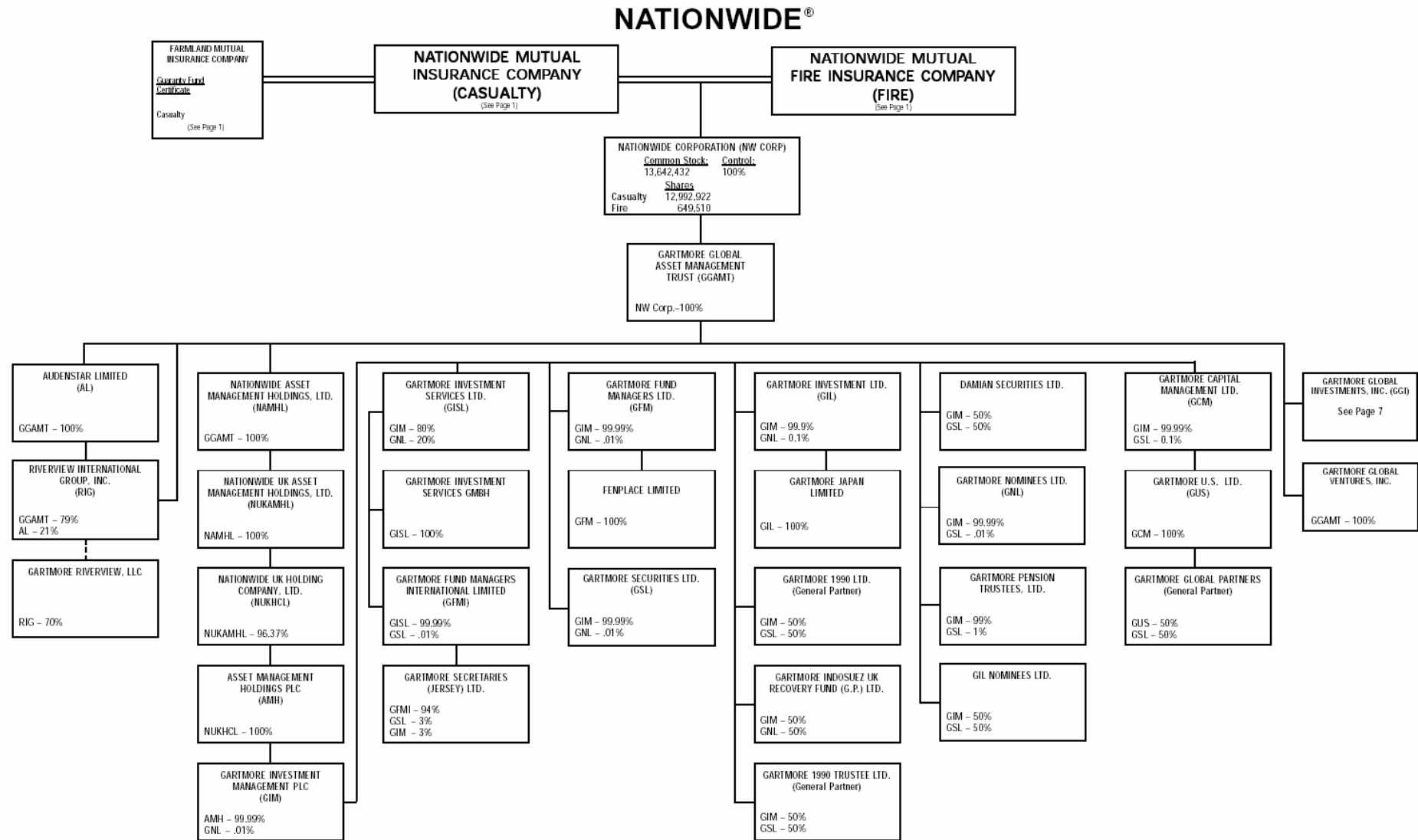
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109.4

Subsidiary Companies — Solid Line
 Contractual Association — Double Line
 Limited Liability Company — Dotted Line

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



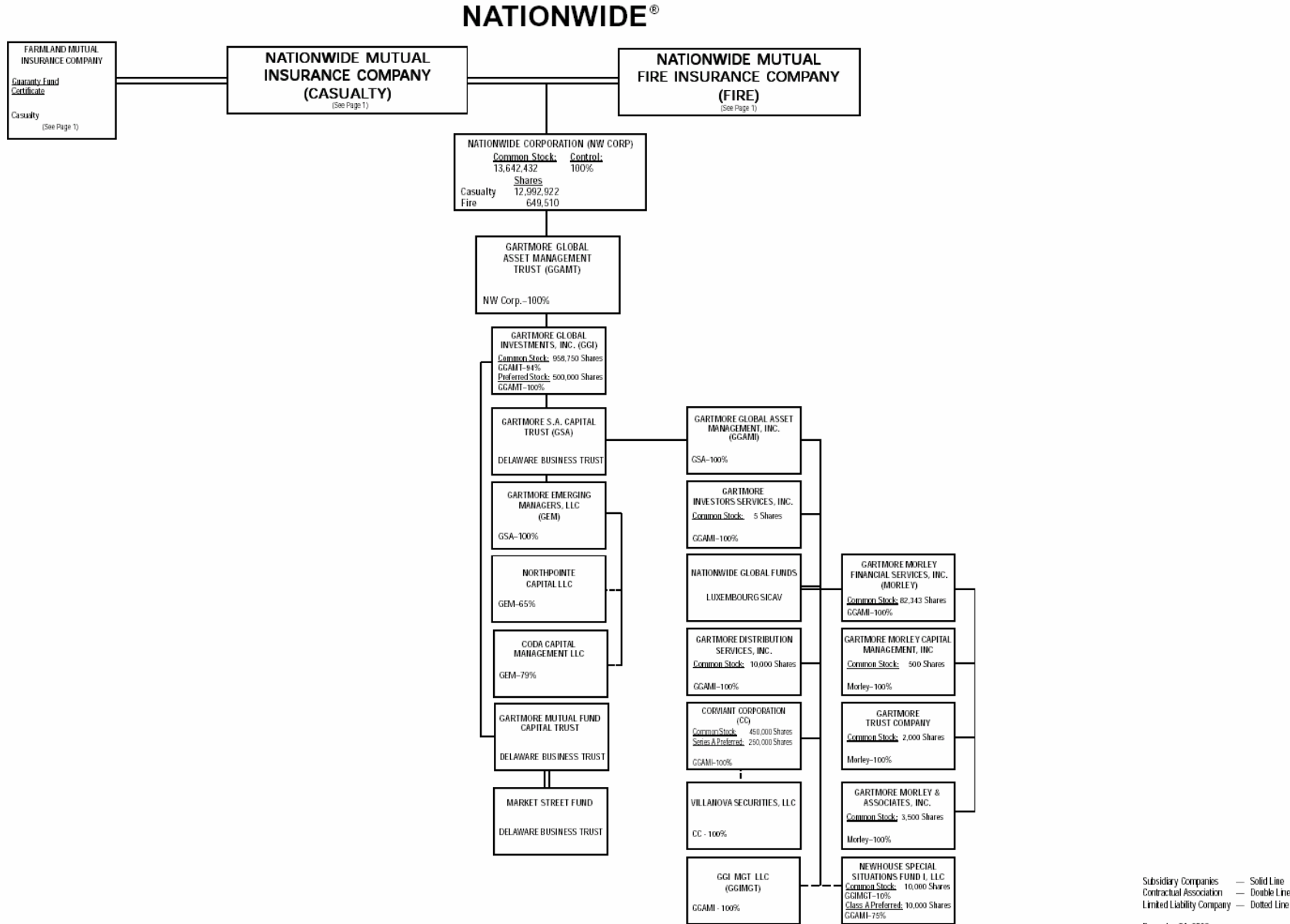
Subsidiary Companies — Solid Line
 Contractual Association — Double Line
 Limited Liability Company — Dotted Line

December 31, 2002

109.5

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE NATIONWIDE INDEMNITY COMPANY

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



109.6