



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

NAIC Group Code 0000 (Current Period) 0000 (Prior Period) NAIC Company Code 16799 Employer's ID Number 34-0606100

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

Country of Domicile United States of America

Incorporated 01/10/1910 Commenced Business 03/01/1910

Statutory Home Office 3873 Cleveland Road (Street and Number), Wooster, OH 44691 (City or Town, State and Zip Code)

Main Administrative Office 3873 Cleveland Road (Street and Number), Wooster, OH 44691 (City or Town, State and Zip Code), 330-345-8100 (Area Code) (Telephone Number)

Mail Address 3873 Cleveland Road (Street and Number or P.O. Box), Wooster, OH 44691 (City or Town, State and Zip Code)

Primary Location of Books and Records 3873 Cleveland Road (Street and Number), Wooster, OH 44691 (City or Town, State and Zip Code), 330-345-8100-0024 (Area Code) (Telephone Number)

Internet Website Address http://www.waynemutual.com

Statement Contact Tod James Carmony (Name), 330-345-8100-0024 (Area Code) (Telephone Number) (Extension), tod_carmony@waynemutual.com (E-mail Address), 330-345-8775 (Fax Number)

Policyowner Relations Contact 3873 Cleveland Road (Street and Number), Wooster, OH 44691 (City or Town, State and Zip Code), 330-345-8100-0026 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Tod James Carmony Secretary Morris Stutzman
Treasurer Tod James Carmony

VICE PRESIDENTS

Richard Michael Miller Timothy John Suppes David Edward Tschantz

DIRECTORS OR TRUSTEES

Donald Wade Buehler Tod James Carmony Ralph Howard Gresser
Richard Earl Herald Alice Louise McCoy Alvin Conrad Ramseyer
Joseph Edward Sringer Morris Stutzman

State of }
County of } 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.

President Secretary 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 03/01/2003
3. Number of pages attached

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds	14,348,119		14,348,119	14,561,753
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)	335,554		335,554	328,760
2.2 Common stocks (Schedule D, Part 2, Section 2)	3,560,777		3,560,777	4,390,184
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	551,394		551,394	591,370
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$838,341 Schedule E, Part 1) and short-term investments(\$350,211 Schedule DA, Part 2)	1,188,552		1,188,552	1,216,189
6. Other invested assets (Schedule BA)	10,160	10,160	0	0
7. Receivable for securities			0	0
8. Aggregate write-ins for invested assets	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8)	19,994,556	10,160	19,984,396	21,088,256
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	528,707		528,707	0
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (Including \$ earned but unbilled premiums)	2,643,533		2,643,533	2,909,125
10.3 Accrued retrospective premiums			0	0
11. Funds held by or deposited with reinsured companies			0	0
12. Bills receivable, taken for premiums			0	0
13. Amounts receivable under high deductible policies			0	0
14. Reinsurance recoverables on loss and loss adjustment expense payments (Schedule F, Part 3, Cols. 7 and 8)	25,387		25,387	791
15. Federal and foreign income tax recoverable and interest thereon (including \$300,500 net deferred tax asset)	598,100		598,100	138,480
16. Guaranty funds receivable or on deposit			0	0
17. Electronic data processing equipment and software			0	0
18. Interest, dividends and real estate income due and accrued	207,299		207,299	230,098
19. Net adjustments in assets and liabilities due to foreign exchange rates			0	0
20. Receivable from parent, subsidiaries and affiliates			0	0
21. Amount due from/to protected cells			0	0
22. Equities and deposits in pools and associations			0	6,816
23. Amounts receivable relating to uninsured accident and health plans			0	0
24. Other assets nonadmitted (Exhibit 1)	215,790	215,790	0	0
25. Aggregate write-ins for other than invested assets	4,600	4,100	500	500
26. Total assets excluding protected cell assets (Lines 9 through 25)	24,217,972	230,050	23,987,922	24,374,066
27. Protected cell assets			0	
28. TOTALS (Lines 26 and 27)	24,217,972	230,050	23,987,922	24,374,066
DETAILS OF WRITE-INS				
0801.				
0802.				
0803.				
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. DEPOSIT-OTHERS	4,600	4,100	500	500
2502.				
2503.				
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)	4,600	4,100	500	500

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	4,931,574	4,332,304
2. Reinsurance payable on paid loss and loss adjustment expenses (Schedule F, Part 1, Column 6)		0
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	525,000	525,000
4. Commissions payable, contingent commissions and other similar charges	218,044	214,782
5. Other expenses (excluding taxes, licenses and fees)	157,806	46,852
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	208,402	125,693
7. Federal and foreign income taxes (including \$ on realized capital gains (losses)) (including \$ net deferred tax liability)		277,800
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ and including warranty reserves of \$)	6,512,855	5,985,807
10. Advance premiums		
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	149,384	230,054
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	6,936	0
14. Amounts withheld or retained by company for account of others	7,466	34,436
15. Remittances and items not allocated		0
16. Provision for reinsurance (Schedule F, Part 7)	0	85,218
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates		0
20. Payable for securities		0
21. Liability for amounts held under uninsured accident and health plans		0
22. Capital Notes \$ and interest thereon \$		0
23. Aggregate write-ins for liabilities	0	0
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	12,717,467	11,857,946
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	12,717,467	11,857,946
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock		0
29. Preferred capital stock		0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes		0
32. Gross paid in and contributed surplus		0
33. Unassigned funds (surplus)	11,270,455	12,516,120
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		0
34.2 shares preferred (value included in Line 29 \$)		0
35. Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 38)	11,270,455	12,516,120
36. TOTALS (Page 2, Line 28, Col. 3)	23,987,922	24,374,066
DETAILS OF WRITE-INS		
2301. EXCESS OF STATUTORY RESERVES OVER STATEMENT RESERVES		0
2302.		
2303.		
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)	0	0
2701.		
2702.		
2703.		
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.		
3002.		
3003.		
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 WAYNE MUTUAL INSURANCE 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)	14,630,913	13,308,711
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7)	10,300,748	9,667,769
3. Loss expenses incurred (Part 3, Line 25, Column 1)	1,119,813	272,250
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	5,108,575	4,558,179
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	16,529,136	14,498,198
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(1,898,223)	(1,189,487)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	678,914	770,005
10. Net realized capital gains or (losses) (Exhibit of Capital Gains (Losses))	47,952	264,134
11. Net investment gain or (loss) (Lines 9 + 10)	726,866	1,034,139
OTHER INCOME		
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		0
13. Finance and service charges not included in premiums		0
14. Aggregate write-ins for miscellaneous income	5,043	19,045
15. Total other income (Lines 12 through 14)	5,043	19,045
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	(1,166,314)	(136,303)
17. Dividends to policyholders		0
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	(1,166,314)	(136,303)
19. Federal and foreign income taxes incurred	(217,653)	(31,618)
20. Net income (Line 18 minus Line 19) (to Line 22)	(948,661)	(104,685)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 38, Column 2)	12,516,120	12,998,452
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20)	(948,661)	(104,685)
23. Net unrealized capital gains or (losses)	(1,015,785)	(635,583)
24. Change in net unrealized foreign exchange capital gain (loss)		0
25. Change in net deferred income tax	578,300	113,200
26. Change in nonadmitted assets (Exhibit 1, Line 5, Col. 3)	55,263	(9,398)
27. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	85,218	(85,218)
28. Change in surplus notes		0
29. Surplus (contributed to) withdrawn from protected cells		
30. Cumulative effect of changes in accounting principles		239,352
31. Capital changes:		
31.1. Paid in		0
31.2. Transferred from surplus (Stock Dividend)		0
31.3. Transferred to surplus		0
32. Surplus adjustments:		
32.1. Paid in		0
32.2. Transferred to capital (Stock Dividend)		0
32.3. Transferred from capital		0
33. Net remittances from or (to) Home Office		0
34. Dividends to stockholders (cash)		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	0	0
37. Change in surplus as regards policyholders for the year (Lines 22 through 36)	(1,245,665)	(482,332)
38. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 37) (Page 3, Line 35)	11,270,455	12,516,120
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
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. N.A.M.I.C.O. & OTHER INCOME	5,043	19,045
1402.		
1403.		
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)	5,043	19,045
3601. CHANGE IN STATUTORY RESERVE		0
3602.		0
3603.		
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)	0	0

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	14,814,176	13,557,684
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	10,845,887	10,282,478
3. Underwriting expenses paid	4,913,086	4,425,392
4. Other underwriting income (expenses)	0	0
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	(944,797)	(1,150,186)
6. Net investment income	727,917	819,787
7. Other income (expenses):		
7.1 Agents' balances charged off	0	0
7.2 Net funds held under reinsurance treaties	6,936	0
7.3 Net amount withheld or retained for account of others	(26,970)	3,378
7.4 Aggregate write-ins for miscellaneous items	12,689	12,227
7.5 Total other income (Lines 7.1 to 7.4)	(7,345)	15,605
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	58,533	(50,000)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	(165,692)	(364,794)
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	3,142,826	4,121,498
11.2 Stocks	411,341	1,023,168
11.3 Mortgage loans	0	0
11.4 Real estate	0	0
11.5 Other invested assets	10,029	15,219
11.6 Net gains or (losses) on cash and short-term investments	0	0
11.7 Miscellaneous proceeds	0	0
11.8 Total investment proceeds (Lines 11.1 to 11.7)	3,564,196	5,159,885
12. Cost of investments acquired (long-term only):		
12.1 Bonds	3,046,810	3,403,947
12.2 Stocks	429,902	864,714
12.3 Mortgage loans	0	0
12.4 Real estate	2,129	4,153
12.5 Other invested assets	0	0
12.6 Miscellaneous applications	0	0
12.7 Total investments acquired (Lines 12.1 to 12.6)	3,478,841	4,272,814
13. Net Cash from investments (Line 11.8 minus Line 12.7)	85,355	887,071
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	0	0
14.4 Borrowed funds received	0	0
14.5 Other cash provided	52,700	18,253
14.6 Total (Lines 14.1 to 14.5)	52,700	18,253
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	42,870
15.5 Total (Lines 15.1 to 15.4)	0	42,870
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	52,700	(24,617)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10, plus Line 13, plus Line 16)	(27,637)	497,660
18. Cash and short-term investments:		
18.1 Beginning of year	1,216,189	718,529
18.2 End of year (Line 17 plus Line 18.1)	1,188,552	1,216,189
DETAILS OF WRITE-INS		
07.401 N.A.M.I.C.O. & OTHER INCOME	12,689	12,227
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)	12,689	12,227

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	477,807	275,608	267,783	485,632
2.	Allied lines	173,514	90,239	101,252	162,501
3.	Farmowners multiple peril	1,453,882	828,061	806,360	1,475,583
4.	Homeowners multiple peril	3,296,335	1,710,882	1,894,017	3,113,200
5.	Commercial multiple peril	708,428	358,410	407,167	659,671
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	46,320	22,573	23,628	45,265
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	0	0	0	0
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	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	371,626	187,097	235,189	323,534
17.2	Other liability - claims-made	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	4,767,358	1,413,743	1,517,796	4,663,305
19.3,19.4	Commercial auto liability	0	0	0	0
21.	Auto physical damage	3,846,309	1,091,009	1,251,365	3,685,953
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	16,382	8,185	8,298	16,269
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Reinsurance - Nonproportional Assumed Property	0	0	0	0
31.	Reinsurance - Nonproportional Assumed Liability	0	0	0	0
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	15,157,961	5,985,807	6,512,855	14,630,913
DETAILS OF WRITE-INS					
3301.	Fire & Extended Coverage Combined.....	0		0	0
3302.				
3303.				
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	267,783				267,783
2. Allied lines	101,252				101,252
3. Farmowners multiple peril	806,360				806,360
4. Homeowners multiple peril	1,894,017				1,894,017
5. Commercial multiple peril	407,167				407,167
6. Mortgage guaranty					0
8. Ocean marine					0
9. Inland marine	23,628				23,628
10. Financial guaranty					0
11.1 Medical malpractice - occurrence					0
11.2 Medical malpractice - claims-made					0
12. Earthquake					0
13. Group accident and health					0
14. Credit accident and health (group and individual)					0
15. Other accident and health					0
16. Workers' compensation					0
17.1 Other liability - occurrence	235,189				235,189
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	1,517,796				1,517,796
19.3,19.4 Commercial auto liability					0
21. Auto physical damage	1,251,365				1,251,365
22. Aircraft (all perils)					0
23. Fidelity					0
24. Surety					0
26. Burglary and theft	8,298				8,298
27. Boiler and machinery					0
28. Credit					0
29. International					0
30. Reinsurance - Nonproportional Assumed Property					0
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	6,512,855	0	0	0	6,512,855
35. Accrued retrospective premiums based on experience					
36. Earned but unbilled premiums					
37. Balance (Sum of Line 34 through 36)					6,512,855
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 [] 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	538,778				60,971	477,807
2. Allied lines	195,361				21,847	173,514
3. Farmowners multiple peril	1,636,670				182,788	1,453,882
4. Homeowners multiple peril	3,628,385				332,050	3,296,335
5. Commercial multiple peril	793,126				84,698	708,428
6. Mortgage guaranty						0
8. Ocean marine						0
9. Inland marine	52,225				5,905	46,320
10. Financial guaranty						0
11.1 Medical malpractice - occurrence						0
11.2 Medical malpractice - claims-made						0
12. Earthquake						0
13. Group accident and health						0
14. Credit accident and health (group and individual)						0
15. Other accident and health						0
16. Workers' compensation						0
17.1 Other liability - occurrence	458,740				87,114	371,626
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	5,117,258				349,900	4,767,358
19.3,19.4 Commercial auto liability						0
21. Auto physical damage	4,199,713				353,404	3,846,309
22. Aircraft (all perils)						0
23. Fidelity						0
24. Surety						0
26. Burglary and theft	17,383				1,001	16,382
27. Boiler and machinery						0
28. Credit						0
29. International						0
30. Reinsurance - Nonproportional Assumed Property	XXX					0
31. Reinsurance - Nonproportional Assumed Liability	XXX					0
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX					0
33. Aggregate write-ins for other lines of business	0	0	0	0	0	0
34. TOTALS	16,637,639	0	0	0	1,479,678	15,157,961
DETAILS OF WRITE-INS						
3301.						0
3302.						0
3303.						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 []

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 WAYNE MUTUAL INSURANCE 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	214,626		(72)	214,698	65,446	54,225	225,919	46.5
2. Allied lines	63,071			63,071	16,854	19,075	60,850	37.4
3. Farmowners multiple peril	828,644		66,255	762,389	283,909	269,777	776,521	52.6
4. Homeowners multiple peril	2,760,126		187,687	2,572,439	1,012,541	636,864	2,948,116	94.7
5. Commercial multiple peril	442,204		(4,073)	446,277	192,554	295,916	342,915	52.0
6. Mortgage guaranty				.0	.0	.0	.0	0.0
8. Ocean marine				.0	.0	.0	.0	0.0
9. Inland marine	14,442			14,442	5,200	2,075	17,567	38.8
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	.0	.0	.0	0.0
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	.0	.0	.0	0.0
16. Workers' compensation				.0	.0	.0	.0	0.0
17.1 Other liability - occurrence	95,149			95,149	133,080	127,907	100,322	31.0
17.2 Other liability - claims-made				.0	.0	.0	.0	0.0
18.1 Products liability - occurrence				.0	.0	.0	.0	0.0
18.2 Products liability - claims-made				.0	.0	.0	.0	0.0
19.1,19.2 Private passenger auto liability	2,785,101			2,785,101	3,109,058	2,945,641	2,948,518	63.2
19.3,19.4 Commercial auto liability				.0	.0	.0	.0	0.0
21. Auto physical damage	2,744,935			2,744,935	109,932	(21,676)	2,876,543	78.0
22. Aircraft (all perils)				.0	.0	.0	.0	0.0
23. Fidelity				.0	.0	.0	.0	0.0
24. Surety				.0	.0	.0	.0	0.0
26. Burglary and theft	2,977			2,977	3,000	2,500	3,477	21.4
27. Boiler and machinery				.0	.0	.0	.0	0.0
28. Credit				.0	.0	.0	.0	0.0
29. International				.0	.0	.0	.0	0.0
30. Reinsurance - Nonproportional Assumed Property	XXX			.0	.0	.0	.0	0.0
31. Reinsurance - Nonproportional Assumed Liability	XXX			.0	.0	.0	.0	0.0
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX			.0	.0	.0	.0	0.0
33. Aggregate write-ins for other lines of business	.0	.0	.0	.0	.0	.0	.0	0.0
34. TOTALS	9,951,275	0	249,797	9,701,478	4,931,574	4,332,304	10,300,748	70.4
DETAILS OF WRITE-INS								
3301.				.0	.0		.0	0.0
3302.								
3303.								
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

6

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE WAYNE MUTUAL INSURANCE 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	47,446			47,446	18,000			65,446	8,398
2. Allied lines	10,815		961	9,854	7,000			16,854	2,800
3. Farmowners multiple peril	408,491		50,550	357,941	193,665		267,697	283,909	26,111
4. Homeowners multiple peril	963,937		224,004	739,933	387,335		114,727	1,012,541	120,487
5. Commercial multiple peril	48,814		260	48,554	165,000		21,000	192,554	10,879
6. Mortgage guaranty				0				0	
8. Ocean marine				0				0	
9. Inland marine	3,700			3,700	1,500			5,200	
10. Financial guaranty				0				0	
11.1 Medical malpractice - occurrence				0				0	
11.2 Medical malpractice - claims-made				0				0	
12. Earthquake				0				0	
13. Group accident and health				0			(a)	0	
14. Credit accident and health (group and individual)				0				0	
15. Other accident and health				0			(a)	0	
16. Workers' compensation				0				0	
17.1 Other liability - occurrence	50,300		220	50,080	86,000		3,000	133,080	10,132
17.2 Other liability - claims-made				0				0	
18.1 Products liability - occurrence				0				0	
18.2 Products liability - claims-made				0				0	
19.1,19.2 Private passenger auto liability	3,178,913		797,343	2,381,570	2,142,000		1,414,512	3,109,058	248,403
19.3,19.4 Commercial auto liability				0				0	
21. Auto physical damage	225,277		3,345	221,932	(112,000)			109,932	97,790
22. Aircraft (all perils)				0				0	
23. Fidelity				0				0	
24. Surety				0				0	
26. Burglary and theft	1,500			1,500	1,500			3,000	
27. Boiler and machinery				0				0	
28. Credit				0				0	
29. International				0				0	
30. Reinsurance - Nonproportional Assumed Property	XXX			0	XXX			0	
31. Reinsurance - Nonproportional Assumed Liability	XXX			0	XXX			0	
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX			0	XXX			0	
33. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
34. TOTALS	4,939,193	0	1,076,683	3,862,510	2,890,000	0	1,820,936	4,931,574	525,000
DETAILS OF WRITE-INS									
3301.				0				0	
3302.									
3303.									
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	395,966			395,966
1.2 Reinsurance assumed				0
1.3 Reinsurance ceded	17,064			17,064
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	378,902	0	0	378,902
2. Commission and brokerage:				
2.1 Direct excluding contingent		2,543,781		2,543,781
2.2 Reinsurance assumed excluding contingent				0
2.3 Reinsurance ceded excluding contingent		21,563		21,563
2.4 Contingent-direct		48,117		48,117
2.5 Contingent-reinsurance assumed				0
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	2,570,335	0	2,570,335
3. Allowances to managers and agents	11,578	46,311		57,889
4. Advertising		91,583		91,583
5. Boards, bureaus and associations		170,592		170,592
6. Surveys and underwriting reports	80,113	186,931		267,044
7. Audit of assureds' records				0
8. Salary and related items:				
8.1 Salaries	372,849	1,014,148	104,398	1,491,395
8.2 Payroll taxes	29,405	79,982	8,233	117,620
9. Employee relations and welfare	88,396	240,438	24,751	353,585
10. Insurance		51,649		51,649
11. Directors' fees		21,300		21,300
12. Travel and travel items	10,366	15,548		25,914
13. Rent and rent items			20,894	20,894
14. Equipment		49,512		49,512
15. Cost or depreciation of EDP equipment and software				0
16. Printing and stationery	36,502	194,679	12,168	243,349
17. Postage, telephone and telegraph, exchange and express	38,237	149,125	3,824	191,186
18. Legal and auditing	73,465	66,118	7,346	146,929
19. Totals (Lines 3 to 18)	740,911	2,377,916	181,614	3,300,441
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		100,083		100,083
20.2 Insurance department licenses and fees		9,385		9,385
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	109,468	0	109,468
21. Real estate expenses		14,397		14,397
22. Real estate taxes			19,191	19,191
23. Reimbursements by uninsured accident and health plans				0
24. Aggregate write-ins for miscellaneous expenses	0	36,459	41,920	78,379
25. Total expenses incurred	1,119,813	5,108,575	242,725	(a) 6,471,113
26. Less unpaid expenses - current year	525,000	565,061	19,191	1,109,252
27. Add unpaid expenses - prior year	525,000	369,572	17,755	912,327
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)	1,119,813	4,913,086	241,289	6,274,188
DETAILS OF WRITE-INS				
2401. Investment Fees			41,920	41,920
2402. Office Maintenance & Utilities		20,131		20,131
2403. Contributions		16,328		16,328
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)	0	36,459	41,920	78,379

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

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 2,756	3,963
1.1 Bonds exempt from U.S. tax	(a) 334,101	316,850
1.2 Other bonds (unaffiliated)	(a) 523,739	525,719
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 22,721	22,721
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		63,612
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d) 1,200	1,200
5. Contract loans		
6. Cash/short-term investments	(e) 25,508	25,442
7. Derivative instruments	(f)	
8. Other invested assets		1,069
9. Aggregate write-ins for investment income		3,168
10. Total gross investment income	977,874	963,744
11. Investment expenses		(g) 242,725
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 42,105
15. Aggregate write-ins for deductions from investment income		
16. Total (Lines 11 through 15)		284,830
17. Net Investment Income - (Line 10 minus Line 16)		678,914
DETAILS OF WRITE-INS		
0901. INTEREST - MILL CREEK AGENCY	67	67
0902. INTEREST - BRENDA RHOADS	1,521	1,521
0903. INTEREST - THOMAS SCHMID	1,580	1,580
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)	3,168	3,168
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 \$ 35,795 accrual of discount less \$ 27,127 amortization of premium and less \$ 24,662 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 \$ accrual of discount less \$ amortization of premium and less \$ 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 \$ 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					0
1.1 Bonds exempt from U.S. tax	19,580				19,580
1.2 Other bonds (unaffiliated)	(12,458)				(12,458)
1.3 Bonds of affiliates					0
2.1 Preferred stocks (unaffiliated)	(2,642)			6,114	3,472
2.11 Preferred stocks of affiliates					0
2.2 Common stocks (unaffiliated)	43,472			(860,411)	(816,939)
2.21 Common stocks of affiliates				19,970	19,970
3. Mortgage loans					0
4. Real estate					0
5. Contract loans					0
6. Cash/Short-term investments					0
7. Derivative instruments					0
8. Other invested assets					0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	47,952	0	0	(834,327)	(786,375)
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	0	0	0
2. Other Nonadmitted Assets:			
2.1 Bills receivable		0	0
2.2 Furniture, equipment and supplies	156,502	198,760	42,258
2.3 Leasehold improvements		0	0
2.4 Loans on personal security, endorsed or not	59,288	62,264	2,976
3. Total (Lines 2.1 to 2.4)	215,790	261,024	45,234
4. Aggregate write-ins for other assets	10,160	20,189	10,029
5. Total (Line 1 plus Lines 3 and 4)	225,950	281,213	55,263
0401. NOTE RECEIVABLE MID OHIO INSURANCE AGENCY.....	10,160	20,189	10,029
0402.			
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)	10,160	20,189	10,029

NOTES TO FINANCIAL STATEMENTS

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE WAYNE MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1. **Basis of Presentation:** The Statement was prepared with accounting practices & prescribed or permitted by the Ohio Department of Insurance. The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' NAIC Accounting Practices and Procedures manual, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

Use of Estimates in the Preparation of the Financial Statements - The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Accounting Policy - Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance.

Expenses incurred in connection with acquiring new insurance business, including such acquisition cost as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Unpaid losses and loss adjustment expenses include an amount determined from individual case estimate and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
2. **Accounting Changes and Corrections of Errors -** The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. Effective January 1, 2001, the State required that insurance companies domiciled in the State prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual - Version effective January 1, 2001 subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner.

The Company had previously adopted the above rules effective January 1, 1999, except for the requirement to maintain statutory reserves. The effect of the discontinuance of statutory reserves results in the Company reporting a change of accounting principles, as an adjustment that increased unassigned funds (surplus), \$239,352 as of January 1, 2001. The Company amended its 2001 filing on June 3, 2002.
3. **Business Combinations and Goodwill:** *NONE*
4. **Discontinued Operations:** *NONE*
5. **Investments:**
 - A) Mortgage Loans- *NONE*
 - B) Debt Restructuring - *NONE*
 - C) Reverse Mortgages - *NONE*
 - D) Loan-Backed Securities - *NONE*
 - E) Repurchase Agreements - *NONE*
6. **Joint Ventures, etc.:** *NONE*
7. **Basis of Valuation of Invested Assets:**
 - A) Stocks are valued at current market value. Bonds are valued at cost with amortization of premium or discount. Bonds with SVO designation of 3 to 6 are adjusted to the lower of cost or market values.
 - B) Building is depreciated on a straight-line basis over 40 years except that improvements & additions after January 01, 1981 are depreciated at Federal Income Tax basis generally from 5 to 40 years. Equipment, furniture, fixtures, & electronic data processing equipment are depreciated generally over the useful life of 10 years except that additions after January 01, 1981 are depreciated at rates as allowed by the Internal Revenue Service. Assets acquired after December 31, 1986 are depreciated generally on a mid-month life of 7 years beginning the month of addition.
 - C) The market value of the Company's wholly owned subsidiary, Wayne Insurance Agency, Inc. is valued at net admitted asset value.
8. **Derivative Instruments:** *NONE*
9. **Federal Income Tax:** Federal Income Tax recoupment in the event of future net losses are as follows:

2001	\$	-0-
2000	\$	53,330
1999	\$	418,208
1998	\$	272,625
1997	\$	314,000

The Company adopted SSAP #10 of the NAIC Codification at December 31, 2000 and recorded deferred income taxes due of \$277,800 on unrealized gains of their investments at December 31, 2001.

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

	2002	
Total of all deferred tax assets (admitted and nonadmitted)	\$	393,000
Total of all deferred tax liabilities	\$	92,500
Total deferred tax assets nonadmitted in accordance with SSAP	\$	-0-
Total of all deferred tax assets	\$	300,500
10. **Information Concerning Subsidiary:** The Company has no service fees but does rent from its subsidiary, Wayne Insurance Agency, Inc. the use of automobile equipment.
11. **Debt:** *NONE*
12. **Retirement & Deferred Compensation Plans:** The Company has a voluntary 401K program for its employees. The Company made a contribution to the plan from excess funds available from the termination of the old defined benefit plan for 2002 and paid the administrative expenses.

The Company has a deferred unfunded compensation agreement with the former Chief Executive Officer. The total as of December 31, 2002 amounts to \$40,746 including interest.
13. **Capital & Surplus & Shareholders' & Policyholders' Dividend Restrictions:** *NONE*
14. **Contingencies -** Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.
15. **Leases:** *NONE*
16. **Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk:** *NONE*
17. **Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities:** *NONE*
18. **Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans:** *NONE*
19. **Direct Premium Written/Produced by Managing General Agents/Third Party Administrators:** *NONE*

NOTES TO FINANCIAL STATEMENTS

20. Other items: *NONE*
21. Events Subsequent: *NONE*
22. Reinsurance - The Company has an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with an individual reinsurer , that exceeds 3% of the Company's policyholder surplus. The amount due from Excess Insurance Co. NAIC Code 13722 is \$1,216,884.
23. Retrospectively Rated Contracts & Contracts Subject to Redetermination: *NONE*
24. Change in Incurred Losses and Loss Adjustment Expenses - Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have been adjusted as the result of ongoing analysis of loss development trends.
25. Intercompany Pooling Arrangements: *NONE*
26. Structured Settlements: *NONE*
27. High Deductibles: *NONE*
28. Discounting of Liabilities for Unpaid Loss Adjustment Expenses: *NONE*
29. Asbestos/Environmental (Mass Tort) Reserves:
- A) Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to asbestos losses? *NO*
- B) Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of, a liability due to environmental losses? *NO*
30. Subscriber Savings Accounts: *NONE*

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	226,332	1.132	226,332	1.133
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies		0.000		0.000
1.22 Issued by U.S. government sponsored agencies		0.000		0.000
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)		0.000		0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	1,180,593	5.905	1,180,593	5.908
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	1,796,103	8.983	1,796,103	8.988
1.43 Revenue and assessment obligations	2,294,742	11.477	2,294,742	11.483
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		0.000		0.000
1.513 Privately issued		0.000		0.000
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC		0.000		0.000
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		0.000		0.000
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	8,850,349	44.264	8,850,349	44.286
2.2 Unaffiliated foreign securities		0.000		0.000
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	335,554	1.678	335,554	1.679
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated	3,540,807	17.709	3,540,807	17.718
3.4 Other equity securities:				
3.41 Affiliated	19,970	0.100	19,970	0.100
3.42 Unaffiliated		0.000		0.000
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		0.000		0.000
4.2 Agricultural		0.000		0.000
4.3 Single family residential properties		0.000		0.000
4.4 Multifamily residential properties		0.000		0.000
4.5 Commercial loans		0.000		0.000
5. Real estate investments:				
5.1 Property occupied by the company	551,394	2.758	551,394	2.759
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		0.000	0	0.000
8. Cash and short-term investments	1,188,552	5.944	1,188,552	5.947
9. Other invested assets	10,160	0.051		0.000
10. Total invested assets	19,994,556	100.000	19,984,396	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).06/12/1998
- 3.4 By what department or departments? Ohio Department of Insurance
- 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?
 Frank, Seringer & Chaney, Inc.
 527 Portage Road
 Wooster, Ohio 44691
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?
 Joseph L. Petrelli
 Demotech, Inc.
 2941 Donnylane Blvd.
 Columbus, Oh 43235.....

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 [X] No []
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 .. | \$0 |
| | 14.12 To stockholders not officers ... | \$0 |
| | 14.13 Trustees, supreme or grand (Fraternal only) | \$0 |
- 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 ... | \$0 |
| | 14.22 To stockholders not officers | \$0 |
| | 14.23 Trustees, supreme or grand (Fraternal only) | \$0 |
- 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?	
Preferred					Yes	No	Yes	No
Common				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 [X] No []

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

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 [] No [X]

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

19.21	Loaned to others	\$.....
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 ...	\$.....
19.29	Other	\$.....

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

19.31	19.35
19.32	19.36
19.33	19.37
19.34	19.38
	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	2	3
Nature of Restriction	Description	Amount
.....
.....

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

20.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] 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 [] No [X]

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

1	2
Name of Custodian(s)	Custodian's Address
.....
.....

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)
Fifth Third Securities, Inc.	34 Fountain Square Plaza Cincinnati, Oh 45202	Brokerage firm insured by SPIC
Solomon Smith Barney	1111 Superior Ave Suite 1800 Cleveland, Oh 44114	Brokerage firm insured by SPIC

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?..... \$.....170,592

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
Insurance Services Office	\$.....62,943
	\$
	\$

24.1 Amount of payments for legal expenses, if any?..... \$.....6,012

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
Logee, Hostetler, Stutzman & Lehman, LLP	\$.....6,000
	\$
	\$

25.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$4,195

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 [X]
- 3.2 Does the reporting entity issue non-assessable policies? Yes [X] 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 []
- 4.22 As a direct expense of the Exchange Yes [] No [] NA []
- 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 []
- 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?
N/A
- 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.
Computer modeling by Guy, Carpenter using the Atmospheric Perils Other Than Hurricane (APOTH) model. The model totaled all company property coverage by Zip Code. Greatest concentration in Wayne County area.....
- 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?.....
The company has a 15 million dollar catastrophic excess reinsurance program.....
- 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 [X] No []
- 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.
.....
- 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 [] No [] NA [X]
- 9.1 Has this reporting entity guaranteed policies issued by any other entity and now in force?..... Yes [X] No []
- 9.2 If yes, give full information
 The company participates in the NAMICO Pool, NAIC POOL No. AA-9995095.....
- 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 [] NA [X]
- 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?..... \$ 69,448
- 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 [X]
- 11.3 If yes, what amount?..... \$
- 12.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation):..... \$ 100,000
- 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..... 8
- 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 [] No [X]
 14.11 Name of real estate holding company.....
 14.12 Number of parcels involved.....
 14.13 Total book/adjusted carrying value..... \$
- 14.2 If yes, provide explanation:
- 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 WAYNE MUTUAL INSURANCE 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)	5,575,998	5,041,229	4,589,277	4,711,063	5,054,067
2. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	5,003,460	3,699,419	3,275,407	2,995,600	2,919,421
3. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	6,058,181	5,615,434	5,147,050	4,860,216	4,533,589
4. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	692,383	697,897	713,108	769,790
5. Non-proportional Reinsurance Lines (Lines 30, 31 & 32)	0	0	0	0	0
6. Total (Line 34)	16,637,639	15,048,465	13,709,631	13,279,987	13,276,867
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)	5,138,984	4,684,611	4,293,837	4,380,468	4,810,344
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	4,560,332	3,455,577	3,080,469	2,818,876	2,831,610
9. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	5,458,645	5,197,142	4,723,586	4,513,322	3,698,602
10. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	631,258	641,797	658,378	635,451
11. Non-proportional Reinsurance Lines (Lines 30, 31 & 32)	0	0	0	0	0
12. Total (Line 34)	15,157,961	13,968,588	12,739,689	12,371,044	11,976,007
Statement of Income (Page 4)					
13. Net Underwriting Gain (Loss) (Line 8)	(1,898,223)	(1,189,487)	(607,202)	816,403	505,024
14. Net Investment Gain (Loss) (Line 11)	726,866	1,034,139	1,170,709	859,487	858,172
15. Total Other Income (Line 15)	5,043	19,045	17,995	14,562	13,565
16. Dividends to Policyholders (Line 17)	0	0	0	0	0
17. Federal and Foreign Income Taxes Incurred (Line 19)	(217,653)	(31,618)	53,330	418,208	272,625
18. Net Income (Line 20)	(948,661)	(104,685)	528,172	1,272,244	1,104,136
Balance Sheet Lines (Pages 2 and 3)					
19. Total Admitted Assets excluding Protected Cell (Page 2, Line 26, Col. 3)	23,987,922	24,374,066	24,448,015	24,159,321	22,517,046
20. Agents' Balances or Uncollected Premiums (Page 2, Col. 3)					
20.1 In Course of Collection (Line 10.1)	528,707	0	0	0	0
20.2 Deferred and not yet due (Line 10.2)	2,643,533	2,909,125	2,268,167	2,044,622	3,196,487
20.3 Accrued Retrospective Premiums (Line 10.3)	0	0	0	0	0
21. Total Liabilities excluding Protected Cell (Page 3, Line 24)	12,717,467	11,857,946	11,449,564	11,659,561	11,099,822
22. Losses (Page 3, Lines 1 and 2)	4,931,574	4,332,304	3,996,236	3,817,803	3,857,388
23. Loss Adjustment Expenses (Page 3, Line 3)	525,000	525,000	1,210,000	1,390,000	1,390,000
24. Unearned premiums (Page 3, Line 9)	6,512,855	5,985,807	5,325,930	5,049,820	4,872,359
25. Capital Paid Up (Page 3, Lines 28 & 29)	0	0	0	0	0
26. Surplus as Regards Policyholders (Page 3, Line 35)	11,270,455	12,516,120	12,998,451	12,499,759	11,417,224
Risk-Based Capital Analysis					
27. Total Adjusted Capital	11,270,455	12,516,120	12,998,451	12,499,759	11,417,224
28. Authorized Control Level Risk-Based Capital	1,120,858	1,009,787	1,042,553	1,047,317	1,079,584
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)	71.8	69.1	69.8	65.4	67.8
30. Stocks (Lines 2.1 & 2.2)	19.5	22.4	24.1	24.6	22.6
31. Mortgage Loans on Real Estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
32. Real Estate (Lines 4.1, 4.2 & 4.3)	2.8	2.8	2.9	3.0	3.7
33. Cash and Short-Term Investments (Line 5)	5.9	5.8	3.3	7.0	5.9
34. Other Invested Assets (Line 6)	0.0	0.0	0.0	0.0	0.0
35. Receivable for Securities (Line 7)	0.0	0.0	0.0	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)	19,970	61,095	49,189	47,617	45,833
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	19,970	61,095	49,189	47,617	45,833
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)	0.2	0.5	0.4	0.4	0.4

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)	(1,015,785)	(635,583)	(211,508)	124,107	293,735
47. Dividends to Stockholders (Line 34)	0	0	0	0	0
48. Change in surplus as regards policyholders for the year (Line 37)	(1,245,665)	(482,332)	498,693	1,082,535	781,204
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)	2,880,250	3,047,594	2,747,620	2,652,182	2,471,563
50. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	3,040,051	2,539,004	2,053,670	1,661,183	1,851,671
51. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	4,030,974	3,776,802	3,310,146	2,266,157	2,570,383
52. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	329,634	368,314	332,875	416,762
53. Non-Proportional Reinsurance Lines (Lines 30, 31 & 32)	0	0	0	0	0
54. Total (Line 34)	9,951,275	9,693,034	8,479,750	6,912,397	7,310,379
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)	2,880,250	2,904,134	2,524,011	2,461,255	2,470,180
56. Property Lines (Lines 1, 2, 9, 12, 21 & 26)	3,040,123	2,539,004	2,053,671	1,660,601	1,848,360
57. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)	3,781,105	3,558,872	3,119,440	2,059,460	1,722,242
58. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	329,691	368,425	332,452	333,413
59. Non-Proportional Reinsurance Lines (Lines 30, 31 & 32)	0	0	0	0	0
60. Total (Line 34)	9,701,478	9,331,701	8,065,547	6,513,768	6,374,195
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)	70.4	72.6	66.1	53.1	53.6
63. Loss Expenses Incurred (Line 3)	7.7	2.0	5.7	6.8	7.4
64. Other Underwriting Expenses Incurred (Line 4)	34.9	34.2	33.0	33.4	34.5
65. Net Underwriting gain (loss) (Line 8)	(13.0)	(8.9)	(4.9)	6.7	4.5
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)	33.7	32.5	32.2	32.8	32.3
67. Losses and Loss Expenses Incurred to Premiums Earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	78.1	74.7	71.9	59.9	61.0
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)	134.5	111.6	98.0	99.0	104.9
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)	(546)	(481)	(817)	(1,205)	(1,006)
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)	(4.4)	(3.7)	(6.5)	(10.6)	(9.5)
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)	(1,231)	(1,151)	(2,097)	(2,071)	(2,015)
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)	(9.5)	(9.2)	(18.4)	(19.5)	(24.7)

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE WAYNE MUTUAL INSURANCE 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 226,332 2. Canada 0 3. Other Countries 0 4. Totals 226,332	235,244 0 0 235,244	226,357 0 0 226,357	226,000 0 0 226,000
States, Territories and Possessions (Direct and guaranteed)	5. United States 1,180,593 6. Canada 0 7. Other Countries 0 8. Totals 1,180,593	1,234,859 0 0 1,234,859	1,188,948 0 0 1,188,948	1,180,000 0 0 1,180,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States 1,796,103 10. Canada 0 11. Other Countries 0 12. Totals 1,796,103	1,891,833 0 0 1,891,833	1,803,308 0 0 1,803,308	1,795,000 0 0 1,795,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States 2,294,742 14. Canada 0 15. Other Countries 0 16. Totals 2,294,742	2,432,651 0 0 2,432,651	2,322,960 0 0 2,322,960	2,302,816 0 0 2,302,816
Public Utilities (unaffiliated)	17. United States 204,634 18. Canada 0 19. Other Countries 0 20. Totals 204,634	221,828 0 0 221,828	205,127 0 0 205,127	200,000 0 0 200,000
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States 8,645,715 22. Canada 0 23. Other Countries 0 24. Totals 8,645,715	9,114,041 0 0 9,114,041	8,821,128 0 0 8,821,128	8,686,170 0 0 8,686,170
Parent, Subsidiaries and Affiliates	25. Totals 0 26. Total Bonds 14,348,119	0 15,130,456	0 14,567,828	0 14,389,986
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 93,034 32. Canada 0 33. Other Countries 0 34. Totals 93,034	93,034 0 0 93,034	90,000 0 0 90,000	90,000 0 0 90,000
Industrial and Miscellaneous (unaffiliated)	35. United States 242,520 36. Canada 0 37. Other Countries 0 38. Totals 242,520	242,520 0 0 242,520	245,875 0 0 245,875	245,875 0 0 245,875
Parent, Subsidiaries and Affiliates	39. Totals 0 40. Total Preferred Stocks 335,554	0 335,554	0 335,875	0 335,875
COMMON STOCKS				
Public Utilities (unaffiliated)	41. United States 119,010 42. Canada 0 43. Other Countries 0 44. Totals 119,010	119,010 0 0 119,010	131,909 0 0 131,909	131,909 0 0 131,909
Banks, Trust and Insurance Companies (unaffiliated)	45. United States 1,184,849 46. Canada 0 47. Other Countries 0 48. Totals 1,184,849	1,184,849 0 0 1,184,849	367,085 0 0 367,085	367,085 0 0 367,085
Industrial and Miscellaneous (unaffiliated)	49. United States 2,236,948 50. Canada 0 51. Other Countries 0 52. Totals 2,236,948	2,236,948 0 0 2,236,948	2,620,408 0 0 2,620,408	2,620,408 0 0 2,620,408
Parent, Subsidiaries and Affiliates	53. Totals 19,970 54. Total Common Stocks 3,560,777	19,970 3,560,777	500 3,119,902	500 3,119,902
	55. Total Stocks 3,896,331 56. Total Bonds and Stocks 18,244,450	3,896,331 19,026,786	3,455,777 18,023,605	3,455,777 18,023,605

(a) The aggregate value of bonds which are valued at other than actual fair value is \$0 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year 19,341,791	6. Foreign Exchange Adjustment:
2. Cost of bonds and stocks acquired, Column 6, Part 3 3,476,712	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 (118,687)	6.3 Column 11, Part 2, Sec. 2 0
3.2 Column 12, Part 2, Sec. 1 6,114	6.4 Column 11, Part 4 0
3.3 Column 10, Part 2, Sec. 2 (901,536)	7. Book/adjusted carrying value at end of current period 18,244,076
3.4 Column 10, Part 4 (54,103) (1,068,212)	8. Total valuation allowance 0
4. Total gain (loss), Col. 14, Part 4 47,952	9. Subtotal (Lines 7 plus 8) 18,244,076
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4 3,554,167	10. Total nonadmitted amounts 0
	11. Statement value of bonds and stocks, current period 18,244,076

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	5	6	7	8	9			
				Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded			
1. Prior	XXX	XXX	XXX	0	0	0	0	0	0	0	0	XXX
2. 1993	16,067	3,536	12,531	8,706	1,236	578	41	555	0	484	8,561	XXX
3. 1994	16,925	3,722	13,203	11,877	2,154	684	57	604	0	741	10,954	XXX
4. 1995	15,739	2,636	13,103	8,255	941	380	46	482	0	443	8,130	XXX
5. 1996	14,102	2,675	11,427	6,948	858	327	48	459	0	264	6,827	XXX
6. 1997	13,603	2,003	11,600	7,158	1,173	260	38	448	0	282	6,655	XXX
7. 1998	13,222	1,962	11,260	7,045	997	196	32	454	0	278	6,665	XXX
8. 1999	13,125	931	12,195	7,611	265	197	7	510	1	263	8,044	XXX
9. 2000	13,434	970	12,464	8,050	206	210	3	733	5	281	8,778	XXX
10. 2001	14,389	1,080	13,309	8,811	220	87	5	803	13	256	9,464	XXX
11. 2002	16,111	1,480	14,631	7,699	141	119	3	706	8	150	8,372	XXX
12. Totals	XXX	XXX	XXX	82,159	8,192	3,036	279	5,754	27	3,443	82,450	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	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded					
1.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
2.	6	0	3	0	0	0	0	0	1	0	0	9	XXX
3.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
4.	0	0	0	0	0	0	0	0	1	0	0	1	XXX
5.	4	0	1	0	0	0	0	0	1	0	0	6	XXX
6.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
7.	154	54	36	2	0	0	1	0	3	0	2	138	XXX
8.	81	0	29	2	0	0	1	0	7	0	10	117	XXX
9.	322	30	139	10	0	0	2	0	18	0	72	442	XXX
10.	1,655	781	748	673	0	0	23	0	65	0	106	1,037	XXX
11.	2,718	211	1,934	1,135	0	0	64	0	339	0	197	3,708	XXX
12. Totals	4,939	1,077	2,890	1,821	0	0	90	0	435	0	387	5,457	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	0	0
2.	9,848	1,278	8,570	61.3	36.1	68.4	0	0		8	1
3.	13,165	2,211	10,954	77.8	59.4	83.0	0	0		0	0
4.	9,117	987	8,130	57.9	37.4	62.1	0	0		0	1
5.	7,739	906	6,833	54.9	33.9	59.8	0	0		5	1
6.	7,866	1,211	6,655	57.8	60.5	57.4	0	0		0	0
7.	7,888	1,085	6,803	59.7	55.3	60.4	0	0		134	4
8.	8,436	275	8,161	64.3	29.5	66.9	0	0		109	8
9.	9,474	254	9,220	70.5	26.2	74.0	0	0		422	20
10.	12,192	1,691	10,500	84.7	156.6	78.9	0	0		949	88
11.	13,578	1,498	12,079	84.3	101.3	82.6	0	0		3,305	402
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	4,932	525

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 WAYNE MUTUAL INSURANCE 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												
2. 1993	8,256	8,472	7,914	7,855	7,872	7,857	7,947	8,011	8,010	8,014	4	3
3. 1994	XXX	10,015	10,382	10,436	10,372	10,346	10,345	10,366	10,350	10,350	0	(17)
4. 1995	XXX	XXX	8,846	8,633	7,768	7,757	7,690	7,665	7,659	7,648	(11)	(17)
5. 1996	XXX	XXX	XXX	7,532	7,273	6,528	6,405	6,350	6,377	6,373	(4)	24
6. 1997	XXX	XXX	XXX	XXX	7,566	7,373	6,364	6,263	6,217	6,207	(10)	(55)
7. 1998	XXX	XXX	XXX	XXX	XXX	7,331	7,207	6,470	6,381	6,346	(34)	(124)
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	7,955	7,975	7,771	7,645	(126)	(330)
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,189	9,046	8,474	(572)	(714)
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,437	9,645	208	XXX
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,042	XXX	XXX
12. Totals											(546)	(1,231)

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										XXX	XXX
2. 1993	5,069	6,492	7,360	7,646	7,829	7,837	7,927	8,003	8,003	8,006	XXX	XXX
3. 1994	XXX	6,169	8,542	9,890	10,284	10,264	10,304	10,351	10,350	10,350	XXX	XXX
4. 1995	XXX	XXX	5,415	6,707	7,258	7,520	7,549	7,665	7,659	7,648	XXX	XXX
5. 1996	XXX	XXX	XXX	4,445	5,694	6,146	6,229	6,347	6,372	6,368	XXX	XXX
6. 1997	XXX	XXX	XXX	XXX	4,558	5,722	6,014	6,128	6,217	6,207	XXX	XXX
7. 1998	XXX	XXX	XXX	XXX	XXX	4,794	5,643	5,927	6,212	6,212	XXX	XXX
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	5,387	6,625	7,180	7,535	XXX	XXX
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,377	7,915	8,050	XXX	XXX
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,918	8,674	XXX	XXX
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,673	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	503	221	131	67	7	11	0	0	0	0
2. 1993	1,590	901	254	66	14	7	8	3	2	2
3. 1994	XXX	1,211	460	81	28	29	15	5	0	0
4. 1995	XXX	XXX	1,508	934	175	73	55	0	0	0
5. 1996	XXX	XXX	XXX	1,324	880	210	73	1	2	1
6. 1997	XXX	XXX	XXX	XXX	1,300	935	212	43	0	0
7. 1998	XXX	XXX	XXX	XXX	XXX	1,123	968	227	53	35
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	942	502	182	28
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,158	747	132
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	395	98
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	862

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	No	0	0	0	0	0	0	0
15. Indiana	IN	No	0	0	0	0	0	0	0
16. Iowa	IA	No	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	No	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	16,637,639	16,110,591	9,951,275	10,935,293	7,829,193	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	No	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) 1		16,637,639	16,110,591	9,951,275	10,935,293	7,829,193	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
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)	XXX		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

WAYNE MUTUAL INSURANCE COMPANY (34-0606100)

WAYNE INSURANCE AGENCY, INC. (34-1104946)