

AMENDED EXPLANATION COVER



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2002
OF THE CONDITION AND AFFAIRS OF THE
OHIO BAR LIABILITY INSURANCE CO

NAIC Group Code 0000 (Current Period) NAIC Company Code 37176 (Prior Period) Employer's ID Number 31-0947214

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

Country of Domicile US

Incorporated December 5, 1978 Commenced Business September 1, 1979

Statutory Home Office 1650 LAKE SHORE DRIVE, COLUMBUS, Ohio 43204
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 1650 LAKE SHORE DRIVE, COLUMBUS, Ohio 43204 614-488-7924
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address PO BOX 2708, COLUMBUS, Ohio 43216-2708
(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 1650 LAKE SHORE DRIVE, COLUMBUS, Ohio 43204
(Street and Number, City or Town, State and Zip Code)
614-488-7924
(Area Code) (Telephone Number)

Internet Website Address www.oblic.com

Statement Contact ALBERT G SLAKIS 614-488-7924
(Name) (Area Code) (Telephone Number) (Extension)
aslakis@oblic.com 614-488-7936
(E-Mail Address) (Fax Number)

Policyowner Relations Contact 1650 Lake Shore Dr, Columbus, Ohio 43204 614-488-7924
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President ALBERT G SLAKIS
Secretary LINDA FAYE SAUTTER
Treasurer DENNY L RAMEY

VICE PRESIDENTS
FREDERICK HUNKER

DIRECTORS OR TRUSTEES

JOHN MARSHALL ADAMS
GARY ALAN BANAS
JOHN THOMAS BROWN
JAMES R JEFFERY
DOLORIS FINCHER LEARMONTH
DENNY L RAMEY
ALBERT GEORGE SLAKIS
THOMAS M TAGGART
MERIDETH ANN TROTT

KEITH A ASHMUS
PAULA LOUISE BROOKS
DON EDGAR FULLER
THOMAS D LAMMERS
FREDERICK L OREMUS
DAVID PETER RUPP
JOSEPH THOMAS SVETE
DUKE WINSTON THOMAS
JAMES M WILES

State of Ohio }
County of Franklin } SS

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

FREDERICK HUNKER
VP Claims

LINDA F SAUTTER
Secretary

DENNY L RAMEY
Treasurer

- a. Is this an original filing? Yes (X) No ()
- b. If no: 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

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

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Columns 1 minus 2)	4 Net Admitted Assets
1. Bonds	20,418,676		20,418,676	20,805,829
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)	2,550,080	6,580	2,543,500	
2.2 Common stocks (Schedule D, Part 2, Section 2)	7,500,756	1,892,626	5,608,130	6,414,590
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 16,732 Schedule E, Part 1) and short-term investments (\$ 2,114,771 Schedule DA, Part 2)	2,131,503		2,131,503	1,647,771
6. Other invested assets (Schedule BA)				
7. Receivable for securities				
8. Aggregate write-ins for invested assets				
9. Subtotals, cash and invested assets (Line 1 to Line 8)	32,601,015	1,899,206	30,701,809	28,868,190
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection	312,706		312,706	341,978
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				
10.3 Accrued retrospective premiums				
11. Funds held by or deposited with reinsured companies				
12. Bills receivable, taken for premiums				
13. Amounts receivable under high deductible policies				
14. Reinsurance recoverables on loss and loss adjustment expense payments (Schedule F, Part 3, Columns 7 and 8)				
15. Federal and foreign income tax recoverable and interest thereon (including \$ 146,439 net deferred tax asset)	730,176	583,737	146,439	165,253
16. Guaranty funds receivable or on deposit				
17. Electronic data processing equipment and software				
18. Interest, dividends and real estate income due and accrued	217,142		217,142	286,075
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates				
21. Amount due from/to protected cells				
22. Equities and deposits in pools and associations				
23. Amounts receivable relating to uninsured accident and health plans				
24. Other assets nonadmitted (Exhibit 1)	36,449	36,449		
25. Aggregate write-ins for other than invested assets				
26. Total assets excluding protected cell assets (Line 9 through Line 25)	33,897,488	2,519,392	31,378,096	29,661,496
27. Protected cell assets				
28. TOTALS (Line 26 and Line 27)	33,897,488	2,519,392	31,378,096	29,661,496
DETAILS OF WRITE-INS				
0801.				
0802.				
0803.				
0898. Summary of remaining write-ins for Line 8 from overflow page				
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)				
2501.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)				

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	5,319,191	4,144,053
2. Reinsurance payable on paid loss and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	1,258,876	1,493,551
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	57,257	41,353
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	14,350	14,300
7. Federal and foreign income taxes (including \$ on realized capital gains (losses)) (including \$ net deferred tax liability)		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 442,625 and including warranty reserves of \$)	1,246,562	1,527,640
10. Advance premiums	387,484	411,661
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	279,832	211,762
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (Schedule F, Part 7)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Payable for securities		
21. Liability for amounts held under uninsured accident and health plans		
22. Capital notes \$ and interest thereon \$		
23. Aggregate write-ins for liabilities	41,702	37,661
24. Total liabilities excluding protected cell liabilities (Line 1 through Line 23)	8,605,254	7,881,981
25. Protected cell liabilities		
26. Total liabilities (Line 24 and Line 25)	8,605,254	7,881,981
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	1,000,000	1,000,000
29. Preferred capital stock		
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus		
33. Unassigned funds (surplus)	21,772,842	20,779,515
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		
34.2 shares preferred (value included in Line 29 \$)		
35. Surplus as regards policyholders (Line 27 to Line 33, less Line 34) (Page 4, Line 38)	22,772,842	21,779,515
36. TOTALS (Page 2, Line 28, Column 3)	31,378,096	29,661,496
DETAILS OF WRITE-INS		
2301. CLAIMS SETTLEMENT	41,702	37,661
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. TOTALS (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)	41,702	37,661
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. TOTALS (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)		
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page		
3099. TOTALS (Line 3001 through Line 3003 plus Line 3098) (Line 30 above)		

UNDERWRITING AND INVESTMENT EXHIBIT

STATEMENT OF INCOME

UNDERWRITING INCOME	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 34, Column 4)	3,527,869	3,328,077
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7)	1,765,996	814,650
3. Loss expenses incurred (Part 3, Line 25, Column 1)	488,006	641,175
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	748,466	770,857
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Line 2 through Line 5)	3,002,468	2,226,682
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	525,401	1,101,395
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	1,609,094	1,196,584
10. Net realized capital gains (losses) (Exhibit of Capital Gains (Losses))	52,144	(68,259)
11. Net investment gain (loss) (Line 9 plus Line 10)	1,661,238	1,128,325
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		
13. Finance and service charges not included in premiums		
14. Aggregate write-ins for miscellaneous income	90	125
15. Total other income (Line 12 through Line 14)	90	125
16. Net income before dividends to policyholders and before federal and foreign income taxes (Line 8 plus Line 11 plus Line 15)	2,186,729	2,229,845
17. Dividends to policyholders		
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	2,186,729	2,229,845
19. Federal and foreign income taxes incurred	743,488	758,147
20. Net income (Line 18 minus Line 19) (to Line 22)	1,443,241	1,471,698
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 38, Column 2)	21,779,515	20,843,454
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20)	1,443,241	1,471,698
23. Net unrealized capital gains or (losses)	(526,629)	(372,720)
24. Change in net unrealized foreign exchange capital gain (loss)		
25. Change in net deferred income tax	(47,175)	34,747
26. Change in nonadmitted assets (Exhibit 1, Line 5, Column 3)	(221,149)	(346,481)
27. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
28. Change in surplus notes		
29. Surplus (contributed to) withdrawn from protected cells		
30. Cumulative effect of changes in accounting principles		191,173
31. Capital changes:		
31.1 Paid in		
31.2 Transferred from surplus (Stock Dividend)		
31.3 Transferred to surplus		
32. Surplus adjustments:		
32.1 Paid in		
32.2 Transferred to capital (Stock Dividend)		
32.3 Transferred from capital		
33. Net remittances from or (to) Home Office		
34. Dividends to stockholders		
35. Change in treasury stock (Page 3, Line 34.1 and 34.2, Column 2 minus Column 1)		
36. Aggregate write-ins for gains and losses in surplus	345,039	(42,356)
37. Change in surplus as regards policyholders for the year (Line 22 through Line 36)	993,327	936,061
38. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 37) (Page 3, Line 35)	22,772,842	21,779,515
DETAILS OF WRITE-INS		
0501		
0502		
0503		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Line 0501 through Line 0503 plus Line 0598) (Line 5 above)		
1401. MISCELLANEOUS INCOME	90	125
1402		
1403		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)	90	125
3601. GAIN IN SURPLUS	371,039	(11,356)
3602. STOCK REDEMPTION	(26,000)	(31,000)
3603		
3698. Summary of remaining write-ins for Line 36 from overflow page		
3699. Totals (Line 3601 through Line 3603 plus Line 3698) (Line 36 above)	345,039	(42,356)

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	3,344,133	3,365,592
2. Loss and loss adjustment expenses paid (net of salvage and subrogation)	1,313,539	1,635,825
3. Underwriting expenses paid	732,811	752,239
4. Other underwriting income (expenses)		
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	1,297,783	977,528
6. Net investment income	1,679,932	1,317,579
7. Other income (expenses):		
7.1 Agents' balances charged off		
7.2 Net funds held under reinsurance treaties		
7.3 Net amount withheld or retained for account of others		
7.4 Aggregate write-ins for miscellaneous items	90	125
7.5 Total other income (Line 7.1 to Line 7.4)	90	125
8. Dividends to policyholders on direct business, less \$..... dividends on reinsurance assumed or ceded (net)		
9. Federal and foreign income taxes (paid) recovered	(743,488)	(675,000)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9)	2,234,317	1,620,232
Cash from Investments		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds	14,745,017	9,411,941
11.2 Stocks		1,943,488
11.3 Mortgage loans		
11.4 Real estate		
11.5 Other invested assets		
11.6 Net gains or (losses) on cash and short-term investments		
11.7 Miscellaneous proceeds		
11.8 Total investment proceeds (Line 11.1 to Line 11.7)	14,745,017	11,355,429
12. Cost of investments acquired (long-term only):		
12.1 Bonds	14,216,682	10,994,252
12.2 Stocks	2,579,692	3,471,144
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Miscellaneous applications		
12.7 Total investments acquired (Line 12.1 to Line 12.6)	16,796,374	14,465,396
13. Net cash from investments (Line 11.8 minus Line 12.7)	(2,051,357)	(3,109,967)
Cash from Financing and Miscellaneous Sources		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in		
14.2 Capital notes, \$..... less amounts repaid \$.....		
14.3 Net transfers from affiliates		
14.4 Borrowed funds received		
14.5 Other cash provided	371,039	
14.6 Total (Lines 14.1 to 14.5)	371,039	
15. Cash applied:		
15.1 Dividends to stockholders paid		
15.2 Net transfers to affiliates		
15.3 Borrowed funds repaid		
15.4 Other applications	70,267	586,286
15.5 Total (Line 15.1 to Line 15.4)	70,267	586,286
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5)	300,772	(586,286)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10 plus Line 13 plus Line 16)	483,732	(2,076,021)
18. Cash and short-term investments:		
18.1 Beginning of year	1,647,771	3,723,792
18.2 End of year (Line 17 plus Line 18.1)	2,131,503	1,647,771
DETAILS OF WRITE-INS		
7.401 MISCELLANEOUS INCOME	90	125
7.402		
7.403		
7.498 Summary of remaining write-ins for Line 7.4 from overflow page		
7.499 Totals (Line 7.401 through Line 7.403 plus Line 7.498) (Line 7.4 above)	90	125

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Column 3, Last Year's Part 2	3 Unearned Premiums December 31 Current Year- per Column 5 Part 1A	4 Premiums Earned During Year (Column 1 plus 2 minus 3)
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical malpractice - occurrence				
11.2 Medical malpractice - claims-made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	54,708			54,708
17.2 Other liability - claims-made	3,192,083	1,527,640	1,246,562	3,473,161
18.1 Products liability - occurrence				
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability				
19.3, 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Reinsurance - Nonproportional Assumed Property				
31. Reinsurance - Nonproportional Assumed Liability				
32. Reinsurance - Nonproportional Assumed Financial Lines				
33. Aggregate write-ins for other lines of business				
34. TOTALS	3,246,791	1,527,640	1,246,562	3,527,869
DETAILS OF WRITE-INS				
3301.				
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page				
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)				

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 Columns 1 + 2 + 3 + 4
1. Fire					
2. Allied lines					
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril					
6. Mortgage guaranty					
8. Ocean marine					
9. Inland marine					
10. Financial guaranty					
11.1 Medical malpractice - occurrence					
11.2 Medical malpractice - claims-made					
12. Earthquake					
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability - occurrence					
17.2 Other liability - claims-made	1,246,562				1,246,562
18.1 Products liability - occurrence					
18.2 Products liability - claims-made					
19.1, 19.2 Private passenger auto liability					
19.3, 19.4 Commercial auto liability					
21. Auto physical damage					
22. Aircraft (all perils)					
23. Fidelity					
24. Surety					
26. Burglary and theft					
27. Boiler and machinery					
28. Credit					
29. International					
30. Reinsurance - Nonproportional Assumed Property					
31. Reinsurance - Nonproportional Assumed Liability					
32. Reinsurance - Nonproportional Assumed Financial Lines					
33. Aggregate write-ins for other lines of business					
34. TOTALS	1,246,562				1,246,562
35. Accrued retrospective premiums based on experience					
36. Earned but unbilled premiums					
37. Balance (Sum of Line 34 through Line 36)					1,246,562
DETAILS OF WRITE-INS					
3301.					
3302.					
3303.					
3398. Summary of remaining write-ins for Line 33 from overflow page					
3399. Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)					

(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 (X)

(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 Columns 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine						
10. Financial guaranty						
11.1 Medical malpractice - occurrence						
11.2 Medical malpractice - claims-made						
12. Earthquake						
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence	64,258				9,550	54,708
17.2 Other liability - claims-made	4,227,503				1,035,420	3,192,083
18.1 Products liability - occurrence						
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability						
19.3, 19.4 Commercial auto liability						
21. Auto physical damage						
22. Aircraft (all perils)						
23. Fidelity						
24. Surety						
26. Burglary and theft						
27. Boiler and machinery						
28. Credit						
29. International						
30. Reinsurance - Nonproportional Assumed Property	XXX					
31. Reinsurance - Nonproportional Assumed Liability	XXX					
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX					
33. Aggregate write-ins for other lines of business						
34. TOTALS	4,291,761				1,044,970	3,246,791
DETAILS OF WRITE-INS						
3301.						
3302.						
3303.						
3398. Summary of remaining write-ins for Line 33 from overflow page						
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)						

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

If yes: 1. The amount of such installment premiums \$
2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 plus 2 minus 3)	Net Losses Unpaid Current Year (Part 2A Column 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Column 4 plus 5 minus 6)	Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine								
10. Financial guaranty								
11.1 Medical malpractice - occurrence								
11.2 Medical malpractice - claims-made								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence					12,500		12,500	22.8
17.2 Other liability - claims-made	935,035		344,177	590,858	5,306,691	4,144,053	1,753,496	50.5
18.1 Products liability - occurrence								
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability								
19.3, 19.4 Commercial auto liability								
21. Auto physical damage								
22. Aircraft (all perils)								
23. Fidelity								
24. Surety								
26. Burglary and theft								
27. Boiler and machinery								
28. Credit								
29. International								
30. Reinsurance- Nonproportional Assumed Property	XXX							
31. Reinsurance- Nonproportional Assumed Liability	XXX							
32. Reinsurance- Nonproportional Assumed Financial Lines	XXX							
33. Aggregate write-ins for other lines of business								
34. TOTALS	935,035		344,177	590,858	5,319,191	4,144,053	1,765,996	50.0
DETAILS OF WRITE-INS								
3301								
3302								
3303								
3398. Summary of remaining write-ins for Line 33 from overflow page								
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)								

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 (Columns 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 Excluding Incurred But Not Reported (Columns 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire									
2. Allied lines									
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril									
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine									
10. Financial guaranty									
11.1 Medical malpractice - occurrence									
11.2 Medical malpractice - claims-made									
12. Earthquake									
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence	12,500			12,500				12,500	12,500
17.2 Other liability - claims-made	5,221,985		184,294	5,037,691	269,000			5,306,691	1,246,376
18.1 Products liability - occurrence									
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability									
19.3, 19.4 Commercial auto liability									
21. Auto physical damage									
22. Aircraft (all perils)									
23. Fidelity									
24. Surety									
26. Burglary and theft									
27. Boiler and machinery									
28. Credit									
29. International									
30. Reinsurance- Nonproportional Assumed Property	XXX				XXX				
31. Reinsurance- Nonproportional Assumed Liability	XXX				XXX				
32. Reinsurance- Nonproportional Assumed Financial Lines	XXX				XXX				
33. Aggregate write-ins for other lines of business									
34. TOTALS	5,234,485		184,294	5,050,191	269,000			5,319,191	1,258,876
DETAILS OF WRITE-INS									
3301.									
3302.									
3303.									
3398. Summary of remaining write-ins for Line 33 from overflow page									
3399. Totals (Line 3301 through Line 3303 plus Line 3398) (Line 33 above)									

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	359,643			359,643
1.2 Reinsurance assumed				
1.3 Reinsurance ceded	36,340			36,340
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	323,303			323,303
2. Commission and brokerage:				
2.1 Direct excluding contingent				
2.2 Reinsurance assumed excluding contingent				
2.3 Reinsurance ceded excluding contingent		232,139		232,139
2.4 Contingent - direct				
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		(232,139)		(232,139)
3. Allowances to manager and agents				
4. Advertising		28,755		28,755
5. Boards, bureaus and associations		5,020		5,020
6. Surveys and underwriting reports				
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	123,777	398,914	39,342	562,033
8.2 Payroll taxes	9,902	26,642	2,751	39,295
9. Employee relations and welfare	31,024	68,782	7,512	107,318
10. Insurance		7,307	550	7,857
11. Directors' fees		40,708		40,708
12. Travel and travel items		6,025	454	6,479
13. Rent and rent items		88,122	6,633	94,755
14. Equipment		10,240	771	11,011
15. Cost or Depreciation of EDP equipment and software		12,624	950	13,574
16. Printing and stationery		16,640	1,252	17,892
17. Postage, telephone and telegraph, exchange and express		22,081	1,662	23,743
18. Legal and auditing		94,384	7,104	101,488
19. Totals (Lines 3 to 18)	164,703	826,244	68,981	1,059,928
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		200		200
20.2 Insurance department licenses and fees		7,250		7,250
20.3 Gross guaranty association assessments		9,300		9,300
20.4 All other (excluding federal and foreign income and real estate)				
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		16,750		16,750
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured accident and health plans				
24. Aggregate write-ins for miscellaneous expenses		137,611		137,611
25. Total expenses incurred	488,006	748,466	68,981	(a) 1,305,453
26. Less unpaid expenses - current year	1,258,876	69,459	2,148	1,330,483
27. Add unpaid expenses - prior year	1,493,551	53,804	1,849	1,549,204
28. Amounts receivable relating to uninsured accident and health plans, prior year				
29. Amounts receivable relating to uninsured accident and health plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	722,681	732,811	68,682	1,524,174
DETAILS OF WRITE-INS				
2401. Miscellaneous		93,861		93,861
2402. Charitable Contributions		43,750		43,750
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Line 2401 through Line 2403 plus Line 2498) (Line 24 above)		137,611		137,611

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

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U. S. Government bonds	(a) 489,260	457,241
1.1 Bonds exempt from U. S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 831,839	795,187
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 27,125	27,125
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		37,964
2.21 Common stocks of affiliates		335,000
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash/short-term investments	(e) 25,820	25,558
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	1,747,008	1,678,075
11. Investment expenses		(g) 68,981
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)
15. Aggregate write-ins for deductions from investment income		
16. Totals deductions (Line 11 through Line 15)		68,981
17. Net investment income (Line 10 minus Line 16)		1,609,094
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus Line 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503 plus Line 1598) (Line 15 above)		
(a) Includes \$ 89,666 accrual of discount less \$ 68,060 amortization of premium and less \$ 91,808 paid for accrued interest on purchases.	(f) Includes \$ accrual of discount less \$ amortization of premium.	
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.	(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.	
(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.	(h) Includes \$ interest on surplus notes and \$ interest on capital notes.	
(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.	(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.	
(e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.		

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Net Gain (Loss) from Change in Difference Between Basis Book/Adjusted Carrying and Admitted Values	Total
1. U. S. Government bonds					
1.1 Bonds exempt from U. S. tax					
1.2 Other bonds (unaffiliated)	52,144				52,144
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)			(6,580)		(6,580)
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)			(769,529)		(769,529)
2.21 Common stocks of affiliates			(66,541)		(66,541)
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash/short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	52,144		(842,650)		(790,506)
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus Line 0998) (Line 9 above)					

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, Line 10 to Line 17 and Line 19 to Line 23, Column 2	583,737	348,221	(235,516)
2. Other Nonadmitted Assets:			
2.1 Bills receivable			
2.2 Furniture, equipment and supplies	36,449	50,816	14,367
2.3 Leasehold improvements			
2.4 Loans on personal security, endorsed or not			
3. Total (Line 2.1 to Line 2.4)	36,449	50,816	14,367
4. Aggregate write-ins for other assets			
5. Total (Line 1 plus Line 3 and Line 4)	620,186	399,037	(221,149)
DETAILS OF WRITE-INS			
0401.			
0402.			
0403.			
0498. Summary of remaining write-ins for Line 4 from overflow page			
0499. Totals (Line 0401 through Line 0403 plus Line 0498) (Line 4 above)			

NOTES TO FINANCIAL STATEMENTS

Note 1: Summary of Significant Accounting Policies

A. Accounting Practices

The Company's statutory financial statements are presented on the basis of accounting practices prescribed or permitted by the Insurance Department of the State of Ohio.

The State of Ohio has adopted the National Association of Insurance Commissioners' statutory accounting practices (NAIC SAP) as the basis of its statutory accounting practices.

B. Use of Estimates

The preparation of financial statements in accordance with statutory accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ significantly from those estimates.

C. Accounting Policies

Premium and Related Commissions

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 costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies.

- (1) Short term investments are stated at amortized cost, which approximates fair value.
- (2) Bonds not backed by other loans are stated at amortized cost.
- (3) Common stocks, other than investments of subsidiaries and affiliates, are stated at market.
- (4) Preferred stock. Redeemable preferred stocks are stated at amortized values.
- (5) Mortgage loans. None.
- (6) Loan-backed securities. None.
- (7) The company carries the non-insurance subsidiary (1650 Lake Shore Inc) in which the company has an interest of 100% on the equity basis.
- (8) Joint ventures. None.
- (9) Derivatives. None.
- (10) Investment income consists primarily of interest and dividends. Interest is recognized on an accrual basis and dividends are recorded as earned at the ex-dividend date.

NOTES TO FINANCIAL STATEMENTS

(11) **Unpaid Losses and Loss Expenses**

Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates 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.

Note 2: Accounting Changes and Correction of Errors

A. Accounting changes other than Codification and correction of errors. N/A

B. Change in accounting principle as a result of the initial implementation of Codification - disclosure of material components of the total change.

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 of Ohio required that insurance companies domiciled in the State of Ohio prepare their statutory 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.

Accounting changes adopted to conform to these provisions are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned surplus in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at the date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a change of accounting principle, as an adjustment that increased unassigned surplus, of \$191,173 as of January 1, 2001.

Note 3 Business Combinations and Goodwill

A, B, C . Not Applicable.

Note 4 Discontinued Operations

1, 2, 3, 4, 5. Not Applicable.

Note 5 Investments

A. Mortgage Loans. None.

B. Debt Restructuring. None.

C. Reverse Mortgage. None.

D. Loan-Backed Securities. None.

NOTES TO FINANCIAL STATEMENTS**E. Repurchase Agreements. None.****Note 6 Joint Ventures, Partnerships and Limited Liability Companies.****A, B. Not Applicable.****Note 7 Investment Income**

- (1) The company nonadmits investment income due and accrued if amounts are over 90 days past due.
 (2) Amounts nonadmitted. Not Applicable.

Note 8 Derivative Instruments**1, 2, 3. Not Applicable.****Note 9 Income Taxes****A. The components of the net deferred tax asset/(liability) at December 31, 2002 are as follows:**

- (1) Total all deferred tax assets (Admitted & nonadmitted)
 Current Year-\$730,671, Prior Year- \$523,832.
 (2) Total all DTL's.
 Current Year- \$495, Prior Year- \$10,358.
 (3) Total DTA's nonadmitted in accordance with SSAP No 10.
 Current Year-\$583,737, Prior Year- \$348,221.
 (4) Change in DTA's nonadmitted.
 Current Year- \$235,516.

B. Not Applicable.**C. The significant components of income taxes incurred are:**

- (1-4) Not Applicable.
 (5) Current income taxes incurred.

	Current Year	Prior Year
	\$758,147	\$758,147

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

	<u>2002</u>
Deferred Tax Assets	
Book over Tax Reserves	167,170
Fixed Assets	1,172
Accrued Expenses	13,735
Capital Loss Carryforward	90,902
Unearned Premiums	84,766
Unrealized Losses	372,926
Total Deferred Tax Assets	730,671
Non Admitted Deferred Tax Assets	583,737
Admitted Deferred Tax Asset	146,934
Bond Investments	495
Total Deferred Tax Liabilities	495
Net Admitted Deferred Tax Assets	146,439

NOTES TO FINANCIAL STATEMENTS

D. None

E. (1) At 12/31/2002 the company did not have any unused operating loss carry forwards available to offset against future taxable income.

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

2002	\$743,488
2001	\$758,147
2000	\$953,143

F. The Company files a consolidated and federal income tax return with its eligible domestic subsidiary, 1650 Lake Shore, Inc. No written federal income tax allocation agreement has been executed due to 100% ownership.

Note 10 Information concerning Parent, Subsidiaries and affiliates

A, B, C, D, E, F, G, H, J. Not applicable.

I. The company owns 100% interest in 1650 Lake Shore, Inc., Non-Insurance Company, whose carrying value is equal to or exceeds 10% of the admitted assets of the Company. At December 31, 2001, the company carries 1650 Lake Shore Inc., Non Insurance Company at equity-adjusted balance of \$3,197,636.

Note 11 Debt

A, B. Not Applicable.

Note 12 Retirement Plans, Deferred Compensation, Post employment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A, Not applicable.

B. The Company's employees are covered by a qualified defined contribution pension plan sponsored by the Company. Contributions of 10% of each employee's compensation are made each year. The Company's contribution for the plan was \$54,690 and \$54,892 for 2002 and 2001, respectively. The funds were paid in full annually by the Company and placed with Key Corporation for investing in vehicles of the employee's choice.

There is a 401K plan that only the Employee makes contributions.

C, D, E. Not Applicable.

Note 13 Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

1. The Company has 10,000 shares of \$200 par value common stock authorized and 5000 shares issued and outstanding. The company has no preferred stock authorized, issued or outstanding.

2, 3, 4, 5, 6, 7, 8, 10, 11, 12. Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 14 Commitments and Contingencies

- A. **The Company has no commitments or contingent commitments to affiliates or other entities.**
- B. **The Company is subject to guaranty fund and other assessments by the state in which it writes business.**

On December 14, 2001, the Company received a notification of the insolvency of Reliance Insurance Company. It is expected that the insolvency will result in a guaranty fund and assessment against the Company of \$9,300 that has been charged to operations in the current period.

- C. **Gain contingencies. Not Applicable.**
- D. **All other contingencies.**

Various lawsuits have arisen in the ordinary course of the Company's business. The Company believes that its defenses are meritorious and the eventual outcome of those lawsuits will not have a material effect on the Company's financial position. [Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.]

Note 15 Leases

A. Lessee Leasing Arrangements

1. The Company leases office space.
2. The Company is not involved in non-cancelable lease terms.
3. The Company has not entered into any sales and leaseback arrangements.

B. Lessor Leasing Arrangements

1. Operating Leases. Not Applicable.
2. Leveraged Leases. Not Applicable.

Note 16 Information About Financial Instruments with Off-balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

- A. **The company does not carry financial instruments with Off-balance Sheet Risks or concentration of credit risk.**

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

- A. **Transfer of Receivables reported as Sales. Not Applicable.**
- B. **Transfer and Servicing of Financial Assets. Not Applicable.**
- C. **Wash Sales. Not Applicable.**

Note 18 Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

- A. **ASO Plans. Not Applicable.**

NOTES TO FINANCIAL STATEMENTS

- B. ASC Plans. Not Applicable.**
- C. Medicare or Similarly Structured Cost Based Reimbursement Contract. Not Applicable.**

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

The Company does not use Managing General Agents/Third Party Administrators.

Note 20 Other Items

- A. Extraordinary Items. Not Applicable.**
- B. Troubled Debt Restructuring Debtors. Not Applicable.**
- C. Other Disclosures.**
- D. Not Applicable.**
- E.F.G.H. Not Applicable**
- I. No losses were incurred as a result of the terrorist attacks of September 11, 2001.**
- J.K.L.M. Not Applicable**

Note 21 Events Subsequent

There were no events occurring subsequent to December 31, 2002 meriting disclosure.

Note 22 Reinsurance

- A. Unsecured Reinsurance Recoverables. None.**
- B. Reinsurance Recoverables in Dispute. None.**
- C. Reinsurance Assumed and Ceded.**

1.	Assumed		Ceded		Net	
	Reinsurance		Reinsurance		Reinsurance	
	Prem.	Comm.	Prem.	Comm.	Prem.	Comm.
	Reserve	Comm.	Reserve	Comm.	Reserve	Comm.
a. Affiliates	\$N/A	\$N/A	\$N/A	\$N/A	\$	\$
b. All others	\$	\$	\$442,625	\$88,525	\$442,625	\$88,525
c. Total	\$N/A	\$N/A	\$442,625	\$88,525	\$442,625	\$88,525
d. Direct Unearned Premium Reserve			\$803,937			

2. Not Applicable

NOTES TO FINANCIAL STATEMENTS

3. The Company does not use protected cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance. Not Applicable.

E. Commutation of Ceded Reinsurance.

The Company recognized \$380,517 received from its reinsurer, General Cologne Reinsurance Corp., as a reduction of loss and loss adjustment expenses paid and incurred in the current year.

F. Retroactive Reinsurance. Not Applicable.

Note 23 Retrospectively Rated Contracts and Contracts Subject to Redetermination Not Applicable.

Note 24 Change in Incurred Losses and Loss Adjustment Expenses

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years has increased by \$1,392 from \$19,293 in 2001 to \$17,901 in 2002 (000's omitted) as a result of reestimation of unpaid losses and loss adjustment expenses. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

Note 25 Intercompany Policy Arrangements. Not Applicable.

Note 26 Structured Settlements. Not Applicable.

Note 27 High Deductibles. Not Applicable.

Note 28 Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

The Company does not discount any of the liabilities for unpaid losses or unpaid loss adjustment expenses.

Note 29 Asbestos/Environmental Reserves. Not Applicable.

Note 30 Subscriber Savings Accounts. Not Applicable.

Note 31 Financial Guaranty Insurance Exposures. Not Applicable.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	3,976,252	12.197	3,976,252	12.951
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies				
1.3 Foreign government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations				
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations	6,491,799	19.913	6,491,799	21.145
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA				
1.512 Issued by FNMA and FHLMC	3,430,000	10.521	3,430,000	11.172
1.513 Privately issued	2,579,739	7.913	2,579,739	8.403
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC				
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC				
1.523 All other privately issued				
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	3,940,886	12.088	3,940,886	12.836
2.2 Unaffiliated foreign securities				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated	2,550,080	7.822	2,543,500	8.285
3.3 Publically traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	3,500,756	10.738	2,410,494	7.851
3.4 Other equity securities:				
3.41 Affiliated	4,000,000	12.270	3,197,636	10.415
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (includes \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ including property acquired in satisfaction of debt)				
6. Policy loans				
7. Receivables for securities				
8. Cash and short-term investments	2,131,503	6.538	2,131,503	6.943
9. Other invested assets				
10. Total invested assets	32,601,015	100.000	30,701,809	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 (X) 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 (X) No () N/A ()
- 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 (X)
- 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: 08/03/1998
- 3.2 State the as of date of 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. 12/31/1997
- 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). 08/21/1998
- 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 (X)
 4.12 renewals? Yes () No (X)
- 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 (X)
 4.22 renewals? Yes () No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
- 5.2 If yes, provide name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any reporting 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 (X)
- 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 (X)
- 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 reporting 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, government, manager or attorney-in-fact).

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

GENERAL INTERROGATORIES - Lines 5.2 (continued)

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

GENERAL INTERROGATORIES - Lines 7.22 (continued)

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?
 DELOITTE & TOUCHE LLP, 155 E BROAD ST, COLUMBUS OH 43215

9. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
 DELOITTE & TOUCHE LLP, 1750 TYSON BLVD, MCLEAN, VA 22102

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 () N/A (X)

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 is likely to conflict with the official duties of such person? Yes (X) No ()

FINANCIAL

- 14.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 14.11 To directors or other officers | \$ |
| | 14.12 To stockholders not officers | \$ |
| | 14.13 Trustees, supreme or grand (Fraternal only) | \$ |
- 14.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 14.21 To directors or other officers | \$ |
| | 14.22 To stockholders not officers | \$ |
| | 14.23 Trustees, supreme or grand (Fraternal only) | \$ |
- 15.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the 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 obligation.
- 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 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price if Callable	5 Is Dividend Rate Limited?	6 Are Dividends Cumulative?
Preferred Common	10,000	5,000	200.00	XXX	Yes () No () XXX XXX	Yes () No () 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 securities restricted as to sale	\$
19.29	Other	\$

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

- 19.31
- 19.32
- 19.33
- 19.34
- 19.35
- 19.36
- 19.37
- 19.38
- 19.39

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

19.4 For category (19.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....

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? If no, attach a description with this statement. Yes () No () N/A (X)

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

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
MERRILL LYNCH	10 W SECOND ST, 4TH FL, DAYTON OH 45402
PAINE WEBBER	5025 ARLINGTON CENTRE BLVD STE 120 COL OH 43220
KEY BANK	PO BOX 22114, ALBANY NY 12201

GENERAL INTERROGATORIES - Lines 19.4 (continued)

1 Nature of Restriction	2 Description	3 Amount
1 Nature of Restriction	2 Description	3 Amount

(continues)

GENERAL INTERROGATORIES - Lines 22.01 (continued)

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

(continues)

GENERAL INTERROGATORIES (continued)

INVESTMENT

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

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

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

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? \$ 4,770

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
AM BEST COMPANY	\$ 3,200
NAIC	\$ 1,500
.....	\$
.....	\$

24.1 Amount of payments for legal expenses, if any? \$ 5,918

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
VORYS SATER SEYMOUR & PEASE	\$ 5,918
.....	\$
.....	\$
.....	\$

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

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

1 Name	2 Amount Paid
.....	\$
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES - Lines 22.02 (continued)

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

(continues)

GENERAL INTERROGATORIES - Lines 22.04 (continued)

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

(continues)

GENERAL INTERROGATORIES - Lines 22.05 (continued)

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

(continues)

GENERAL INTERROGATORIES - Lines 23.2 (continued)

1 Name	2 Amount Paid
1 Name	2 Amount Paid

(continues)

GENERAL INTERROGATORIES - Lines 24.2 (continued)

1 Name	2 Amount Paid
1 Name	2 Amount Paid

(continues)

GENERAL INTERROGATORIES - Lines 25.2 (continued)

1 Name	2 Amount Paid
1 Name	2 Amount Paid

(continues)

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO BAR LIABILITY INSURANCE CO
GENERAL INTERROGATORIES (continued)
PART 2 - PROPERTY AND 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 Line (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 \$
- 1.62 Total incurred claims \$
- 1.63 Number of covered lives
- All years prior to most current three years:
- 1.64 Total premium earned \$
- 1.65 Total incurred claims \$
- 1.66 Number of covered lives
- 1.7 Group policies:
- Most current three years:
- 1.71 Total premium earned \$
- 1.72 Total incurred claims \$
- 1.73 Number of covered lives
- All years prior to most current three years:
- 1.74 Total premium earned \$
- 1.75 Total incurred claims \$
- 1.76 Number of covered lives
- 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 premiums written on:
- 2.21 Participating \$
- 2.22 Non-participating policies \$
3. For Mutual Reporting Entities and Reciprocal Exchange only:
- 3.1 Does the reporting entity issue assessable policies? Yes () No (X)
- 3.2 Does the reporting entity issue non-assessable policies? Yes () No (X)
- 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 (X)
- 4.2 If yes, is the commission paid:
- 4.21 Out of Attorney's-in-fact compensation Yes () No () N/A (X)
- 4.22 As a direct expense of the exchange Yes () No () N/A (X)
- 4.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?
.....
.....
- 4.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred? Yes () No (X)
- 4.5 If yes, give full information.
.....
.....
- 5.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
.....
.....
- 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:
Probable Maximum loss limited to loss per policy due to type of risk, which is lawyers professional liability
.....
- 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?
Reinsurance provided to limit probable maximum loss for each policy reinsured
.....
- 5.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes () No (X)
- 5.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.
The company is a mono-line, mono-state insurer for lawyers professional liability only
.....
- 6.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract which includes a provision which would limit the reinsurers'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 provisions)? Yes () No (X)
- 6.2 If yes, indicate the number of reinsurance contracts containing such provisions.

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

- 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 reporting entity would have been required to charge had it retained the risks. Has this been done? Yes () No () N/A (X)
- 9.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? Yes () No (X)
- 9.2 If yes, give full information.

- 10.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 10.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
- | | |
|---|----------|
| 10.11 Unpaid losses | \$ |
| 10.12 Unpaid underwriting expenses (including loss adjustment expenses) | \$ |
- 10.2 Of the amount on Line 10.3 of the assets schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds. \$
- 10.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes () No () N/A (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? \$
- 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): \$ 775,000
- 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 the amount. 1
- 13.1 Has the reporting entity guaranteed any financial premium accounts? Yes () No (X)
- 13.2 If yes, give full information.

- 14.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes (X) No ()
- | | |
|---|--------------------|
| 14.11 Name of real estate holding company 1650 LAKE SHORE INC | |
| 14.12 Number of parcels involved | 1 |
| 14.13 Total book/adjusted carrying value | \$ 3,197,636 |
- 14.2 If yes, provide explanation.
 OBLIC owns 100% of 1650 Lake Shore Inc. stock, LSI consists of one office building with approximately 50,000 sq ft. OBLIC occupies space in the build

- 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:

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, Columns 1, 2 and 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	4,291,761	4,218,258	4,297,759	4,402,474	4,460,138
2. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
5. Nonproportional reinsurance lines (Lines 30, 31 and 32)					
6. Total (Line 34)	4,291,761	4,218,258	4,297,759	4,402,474	4,460,138
Net Premiums Written (Page 8, Part 1B, Column 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	3,246,791	3,324,113	3,400,060	3,513,709	3,569,915
8. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
11. Nonproportional reinsurance lines (Line 30, 31 and 32)					
12. Total (Line 34)	3,246,791	3,324,113	3,400,060	3,513,709	3,569,915
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	525,401	1,101,395	1,656,108	1,215,843	1,731,055
14. Net investment gain (loss) (Line 11)	1,661,238	1,128,325	1,379,514	1,821,008	1,710,918
15. Total other income (Line 15)	90	125	78	450	
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	743,488	758,147	824,679	916,191	723,949
18. Net income (Line 20)	1,443,241	1,471,698	2,211,021	2,121,110	2,718,024
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding Protected Cell (Page 2, Line 26, Column 3)	31,378,096	29,661,496	28,514,959	27,075,299	27,112,317
20. Agents' balances or uncollected premiums (Page 2, Column 3)					
20.1 In course of collection (Line 10.1)	312,706	341,978	138,742	87,735	141,394
20.2 Deferred and not yet due (Line 10.2)					
20.3 Accrued retrospective premiums (Line 10.3)					
21. Total liabilities excluding Protected Cell (Page 3, Line 24)	8,605,254	7,881,981	7,671,505	8,323,736	10,192,645
22. Losses (Page 3, Line 1 and Line 2)	5,319,191	4,144,053	4,779,012	5,034,831	6,097,153
23. Loss adjustment expenses (Page 3, Line 3)	1,258,876	1,493,551	1,528,478	1,766,799	1,839,292
24. Unearned premiums (Page 3, Line 9)	1,246,562	1,527,640	1,531,604	1,608,097	1,624,906
25. Capital paid up (Page 3, Line 28 and Line 29)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
26. Surplus as regards policyholders (Page 3, Line 35)	22,772,842	21,779,515	20,843,454	18,751,563	16,919,672
Risk-Based Capital Analysis					
27. Total adjusted capital	22,772,842	21,779,515	20,843,454	18,751,563	16,919,672
28. Authorized control level risk-based capital	951,937	979,809	888,028	863,520	783,358
Percentage Distribution of Cash and Invested Assets (Page 2, Column 3) (Item divided by Page 2, Line 9, Column 3) x 100.0					
29. Bonds (Line 1)	66.5	72.1	67.8	71.3	60.4
30. Stocks (Line 2.1 and Line 2.2)	26.5	22.2	19.0	19.2	13.3
31. Mortgage loans on real estate (Line 3.1 and Line 3.2)					
32. Real estate (Lines 4.1, 4.2 and 4.3)					
33. Cash and short-term investments (Line 5)	6.9	5.7	13.2	9.5	26.4
34. Other invested assets (Line 6)					
35. Receivable for securities (Line 7)					
36. Aggregate write-ins for invested assets (Line 8)					
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, Column 1)					
39. Affiliated preferred stocks (Schedule D, Summary, Line 39, Column 1)					
40. Affiliated common stocks (Schedule D, Summary, Line 53, Column 2)	3,197,636	3,264,178	3,384,676	3,380,531	3,548,663
41. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Column 5 Line 11)					
42. Affiliated mortgage loans on real estate					
43. All other affiliated					
44. Total of above Line 38 through Line 43	3,197,636	3,264,178	3,384,676	3,380,531	3,548,663
45. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 44 above divided by Page 3, Column 1, Line 34 x 100.0)	14.0	15.0	16.2	18.0	21.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2002	2 2001	3 2000	4 1999	5 1998
Capital and Surplus Accounts (Page 4)					
46. Net unrealized capital gains (losses) (Line 23)	(526,629)	(372,720)	(281,024)	(28,150)	(160,853)
47. Dividends to stockholders (Line 34)					
48. Change in surplus as regards policyholders for the year (Line 37)	993,327	936,061	2,091,891	1,831,891	(4,987,128)
Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)					
49. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	935,035	2,410,720	1,272,109	2,459,053	1,845,261
50. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
51. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
52. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
53. Nonproportional reinsurance lines (Lines 30, 31, and 32)					
54. Total (Line 34)	935,035	2,410,720	1,272,109	2,459,053	1,845,261
Net Losses Paid (Page 9, Part 2, Column 4)					
55. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	590,858	1,449,609	991,534	1,812,749	1,429,966
56. Property lines (Lines 1, 2, 9, 12, 21 and 26)					
57. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)					
58. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 and 33)					
59. Nonproportional reinsurance lines (Lines 30, 31, and 32)					
60. Total (Line 34)	590,858	1,449,609	991,534	1,812,749	1,429,966
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)	50.1	29.9	21.2	21.3	12.2
63. Loss expenses incurred (Line 3)	13.8	19.3	12.0	16.6	13.4
64. Other underwriting expenses incurred (Line 4)	21.2	23.1	19.2	27.7	26.6
65. Net underwriting gain (loss) (Line 8)	14.9	27.7	47.6	34.4	47.7
Other Percentages					
66. Other underwriting expenses to net premiums written (Page 4, Lines 4 plus 5 minus 15 divided by Page 8, Part 1B, Column 6, Line 34 x 100.0)	23.0	23.2	19.6	27.8	27.0
67. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 plus Line 3 divided by Page 4, Line 1 x 100.0)	63.9	49.2	33.2	37.9	25.6
68. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 34 divided by Page 3, Line 35, Column 1 x 100.0)	14.3	15.4	16.3	18.7	21.1
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, Column 11)	(1,392)	(1,181)	(1,562)	(1,442)	(2,290)
70. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 69 above divided by Page 4, Line 21, Column 1 x 100.0)	(6.4)	(5.1)	(8.3)	(8.5)	(10.5)
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, Column 12)	(2,131)	(2,334)	(2,560)	(3,359)	(4,167)
72. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 71 above divided by Page 4, Line 21, Column 2 x 100.0)	(10.2)	(12.3)	(15.1)	(15.3)	(20.1)

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	5,155,991	5,155,991	4,961,184	5,268,739
	2. Canada				
	3. Other Countries				
	4. Totals	5,155,991	5,155,991	4,961,184	5,268,739
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada				
	7. Other Countries				
	8. Totals				
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	9,921,799	9,921,799	9,920,496	9,930,000
	14. Canada				
	15. Other Countries				
	16. Totals	9,921,799	9,921,799	9,920,496	9,930,000
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	5,340,886	5,340,886	5,341,274	5,300,000
	22. Canada				
	23. Other Countries				
	24. Totals	5,340,886	5,340,886	5,341,274	5,300,000
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	20,418,676	20,418,676	20,222,954	20,498,739
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States	500,000	507,500	500,000	
	28. Canada				
	29. Other Countries				
	30. Totals	500,000	507,500	500,000	
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	517,070	514,000	517,070	
	32. Canada				
	33. Other Countries				
	34. Totals	517,070	514,000	517,070	
Industrial and Miscellaneous (unaffiliated)	35. United States	1,533,010	1,522,000	1,533,010	
	36. Canada				
	37. Other Countries				
	38. Totals	1,533,010	1,522,000	1,533,010	
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	2,550,080	2,543,500	2,550,080	
COMMON STOCKS Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States	2,410,495	2,410,495	3,500,756	
	50. Canada				
	51. Other Countries				
	52. Totals	2,410,495	2,410,495	3,500,756	
Parent, Subsidiaries and Affiliates	53. Totals	3,197,636	3,197,636	4,000,000	
	54. Total Common Stocks	5,608,131	5,608,131	7,500,756	
Parent, Subsidiaries and Affiliates	55. Total Stocks	8,158,211	8,151,631	10,050,836	
	56. Total Bonds and Stocks	28,576,887	28,570,307	30,273,790	

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

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	26,383,720	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	16,796,374	6.1 Column 17, Part 1	
3. Increase (decreased) by adjustment:		6.2 Column 13, Part 2, Section 1	
3.1 Column 16, Part 1	67,926	6.3 Column 11, Part 2, Section 2	
3.2 Column 12, Part 2, Section 1		6.4 Column 11, Part 4	
3.3 Column 10, Part 2, Section 2		7. Book/adjusted carrying value at end of current period	28,576,887
3.4 Column 10, Part 4	21,740	8. Total valuation allowance	1,892,625
4. Total gain (loss), Column 14, Part 4	52,144	9. Subtotal (Line 7 plus Line 8)	30,469,512
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4	14,745,017	10. Total nonadmitted amounts	1,899,206
		11. Statement value of bonds and stocks, current period	28,570,306

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 (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX									1	XXX
2. 1993	4,785	1,007	3,778	1,824	1,126	739	266	66		7	1,237		XXX
3. 1994	4,937	984	3,953	1,646	740	683	18	64		20	1,635		XXX
4. 1995	5,077	966	4,111	1,689	179	702	1	62		25	2,273		XXX
5. 1996	4,966	932	4,034	1,631	658	534	147	107		73	1,467		XXX
6. 1997	4,815	897	3,918	2,213	403	517	8	117			2,436		XXX
7. 1998	4,482	856	3,626	1,224	3	473	1	124		5	1,817		XXX
8. 1999	4,401	870	3,531	1,327	281	229	10	188			1,453		XXX
9. 2000	4,385	908	3,477	402	341	308	35	170			504		XXX
10. 2001	4,223	895	3,328	586		164		92			842		XXX
11. 2002	4,563	1,035	3,528	419		41		89			549		XXX
12. Totals	XXX	XXX	XXX	12,961	3,731	4,390	486	1,080		130	14,214		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 & Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	10				15						10	25	XXX
2.					70	70							XXX
3.	23				18						3	41	XXX
4.	253	27			32	15					4	243	XXX
5.	60		3		11		2					76	XXX
6.	112		3		28	1	2				5	144	XXX
7.	89		2		50		2				11	143	XXX
8.	327		7		69		12				34	415	XXX
9.	1,203	25	60		184	1	25				48	1,446	XXX
10.	1,047	17	34		172	1	25				92	1,260	XXX
11.	2,111	115	160		581	12	61				290	2,786	XXX
12.	5,235	184	269		1,230	100	129				497	6,579	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			XXX	10	15
2.	2,699	1,462	1,237	56.4	145.2	32.7					
3.	2,434	758	1,676	49.3	77.0	42.4				23	18
4.	2,738	222	2,516	53.9	23.0	61.2				226	17
5.	2,348	805	1,543	47.3	86.4	38.2				63	13
6.	2,992	412	2,580	62.1	45.9	65.8				115	29
7.	1,964	4	1,960	43.8	0.5	54.1				91	52
8.	2,159	291	1,868	49.1	33.4	52.9				334	81
9.	2,352	402	1,950	53.6	44.3	56.1				1,238	208
10.	2,120	18	2,102	50.2	2.0	63.2				1,064	196
11.	3,462	127	3,335	75.9	12.3	94.5				2,156	630
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	5,320	1,259

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.

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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002	11 One Year	12 Two Year	
1. Prior		3,604	2,480	2,084	1,823	1,545	1,559	1,472	1,459	1,459		(13)	
2. 1993	2,878	2,245	2,228	1,248	918	1,053	1,103	1,227	1,222	1,171	(51)	(56)	
3. 1994	XXX	4,023	3,647	2,698	1,924	1,622	1,626	1,727	1,731	1,612	(119)	(115)	
4. 1995	XXX	XXX	4,105	3,875	3,014	2,830	2,887	2,677	2,632	2,454	(178)	(223)	
5. 1996	XXX	XXX	XXX	3,162	2,328	1,850	1,577	1,507	1,422	1,436	14	(71)	
6. 1997	XXX	XXX	XXX	XXX	4,927	3,744	2,888	2,458	2,548	2,463	(85)	5	
7. 1998	XXX	XXX	XXX	XXX	XXX	3,190	2,814	2,203	2,011	1,836	(175)	(367)	
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	2,623	2,244	1,718	1,681	(37)	(563)	
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,508	2,099	1,780	(319)	(728)	
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,451	2,009	(442)	XXX	
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,246	XXX	XXX	
											12. Totals	(1,392)	(2,131)

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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	0 0 0	857	1,040	1,271	1,258	1,390	1,437	1,433	1,434	1,435	XXX	XXX
2. 1993	77	280	380	564	631	715	767	946	1,148	1,171	XXX	XXX
3. 1994	XXX	155	671	248	1,404	1,542	1,542	1,544	1,571	1,571	XXX	XXX
4. 1995	XXX	XXX	96	1,235	1,801	2,068	2,108	2,156	2,201	2,211	XXX	XXX
5. 1996	XXX	XXX	XXX	61	357	1,149	1,286	1,329	1,342	1,360	XXX	XXX
6. 1997	XXX	XXX	XXX	XXX	241	757	1,944	1,999	2,308	2,319	XXX	XXX
7. 1998	XXX	XXX	XXX	XXX	XXX	276	693	1,275	1,560	1,693	XXX	XXX
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	436	945	1,217	1,265	XXX	XXX
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	90	525	334	XXX	XXX
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	349	750	XXX	XXX
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	460	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 1993	2 1994	3 1995	4 1996	5 1997	6 1998	7 1999	8 2000	9 2001	10 2002
1. Prior	1,491	1,044	430	214	204	4	4	3		
2. 1993	671	239	552	332	32	7	7			
3. 1994	XXX	727	347	389	46	16				
4. 1995	XXX	XXX	892	435	134	80	30			
5. 1996	XXX	XXX	XXX	521	113	55	29	25	5	5
6. 1997	XXX	XXX	XXX	XXX	521	136	14	13	13	5
7. 1998	XXX	XXX	XXX	XXX	XXX	282	86	66	5	4
8. 1999	XXX	XXX	XXX	XXX	XXX	XXX	419	154	40	19
9. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	308	108	85
10. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	389	59
11. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	221

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 Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	No							
2. Alaska	AK	No							
3. Arizona	AZ	No							
4. Arkansas	AR	No							
5. California	CA	No							
6. Colorado	CO	No							
7. Connecticut	CT	No							
8. Delaware	DE	No							
9. Dist. Columbia	DC	No							
10. Florida	FL	No							
11. Georgia	GA	No							
12. Hawaii	HI	No							
13. Idaho	ID	No							
14. Illinois	IL	No							
15. Indiana	IN	No							
16. Iowa	IA	No							
17. Kansas	KS	No							
18. Kentucky	KY	No							
19. Louisiana	LA	No							
20. Maine	ME	No							
21. Maryland	MD	No							
22. Massachusetts	MA	No							
23. Michigan	MI	No							
24. Minnesota	MN	No							
25. Mississippi	MS	No							
26. Missouri	MO	No							
27. Montana	MT	No							
28. Nebraska	NE	No							
29. Nevada	NV	No							
30. New Hampshire	NH	No							
31. New Jersey	NJ	No							
32. New Mexico	NM	No							
33. New York	NY	No							
34. North Carolina	NC	No							
35. North Dakota	ND	No							
36. Ohio	OH	Yes	4,291,761	4,562,549	935,035	1,778,025	5,503,485		
37. Oklahoma	OK	No							
38. Oregon	OR	No							
39. Pennsylvania	PA	No							
40. Rhode Island	RI	No							
41. South Carolina	SC	No							
42. South Dakota	SD	No							
43. Tennessee	TN	No							
44. Texas	TX	No							
45. Utah	UT	No							
46. Vermont	VT	No							
47. Virginia	VA	No							
48. Washington	WA	No							
49. West Virginia	WV	No							
50. Wisconsin	WI	No							
51. Wyoming	WY	No							
52. American Samoa	AS	No							
53. Guam	GU	No							
54. Puerto Rico	PR	No							
55. U. S. Virgin Islands	VI	No							
56. Canada	CN	No							
57. Aggregate other alien	OT	XXX							
58. Totals	(a) 1	4,291,761	4,562,549		935,035	1,778,025	5,503,485		
DETAILS OF WRITE-INS									
5701.	XXX								
5702.	XXX								
5703.	XXX								
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX								
5799. Totals (Line 5701 through Line 5703 plus Line 5798) (Line 57 above)	XXX								

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

Allocation of premium distribution method is by location of risk, as all premiums for Ohio Bar Liabi

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

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

PART 1 - ORGANIZATIONAL CHART

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO BAR LIABILITY INSURANCE COMPANY

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

NOTE: All insurer members of a Holding Company Group shall prepare a common Schedule for inclusion in each of the individual annual statements and the consolidated Fire and Casualty Annual Statement of the Group

PART 1 - ORGANIZATIONAL CHART

Attach a chart or listing presenting the identities of and interrelationships between the parent, all affiliated insurers and other affiliates, identifying all insurers as such and listing the Federal Employer's Identification Number for each. The NAIC Company Code and two-letter state abbreviation of the state of domicile should be included for all domestic insurers. The relationships of the Holding Company Group to the ultimate parent (if such parent is outside the reported holding company) should be shown. No non-insurer need be shown if it does not have any activities reported in Part 2 and its total assets are less than one-half of one percent of the total assets of the largest affiliated insurer.

Ohio State Bar
Association
31-4271520
(Nonprofit Ohio
unincorporated association)

100% Common Stock

OF

Ohio Bar Liability Insurance Company
(Ohio Corporation)

100%

OF

1650 Lake Shore, Inc.

31-1394604

Note:

The Ohio State Bar Association ("OSBA") owns 100% of the outstanding Common Stock of Ohio Bar Liability Insurance Company ("OBLIC"). Under the Articles of Incorporation of OBLIC, holders of the Common Stock are entitled to elect not less than 5 or more than 21 directors of OBLIC.

In 1993, OBLIC formed 1650 Lake Shore, Inc., a real estate holding company, by contributing \$4 million in cash in exchange for 100% of the stock of 1650 Lake Shore, Inc.