

ANNUAL STATEMENT

Including Supplements

OF THE

Orthodox Society

of America

of **North Olmsted**

in the state of **Ohio**

TO THE

Insurance Department

OF THE

STATE OF

**FOR THE YEAR ENDED
December 31, 2002**

FRATERNAL

2002



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ANNUAL STATEMENT

For the Year Ended December 31, 2002
OF THE CONDITION AND AFFAIRS OF THE

Orthodox Society of America

NAIC Group Code 0000 0000 NAIC Society Code 56987 Employer's ID Number 25-0850970
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated: June 10, 1916 Commenced Business: October 15, 1915

Statutory Home Office: 29510 Lorain Road North Olmsted, OH 44070

Main Administrative Office: 29510 Lorain Road North Olmsted, OH 44070 440-716-2360

Mail Address: 29510 Lorain Road North Olmsted, OH 44070

Primary Location of Books and Records: 29510 Lorain Road North Olmsted, OH 44070 440-716-2360

Internet Website Address: www.orthodoxsociety.org

Statement Contact: Marie Kucia 440-716-2360
orthsoc@msn.com 440-716-1990
(E-Mail Address) (Fax Number)

Policyowner Relations Contact: 29510 Lorain Road North Olmsted, OH 44070 440-716-2360

OFFICERS

President George G. Lichvarik

Secretary/Treasurer Marie Kucia

Actuary Bruce & Bruce Company

Vice-Presidents

<u>Rev Joseph Fester</u>	<u>Dr. Walter Rusnak</u>	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

DIRECTORS OR TRUSTEES

<u>Marge Hopkosky</u>	<u>Rev. Joseph Fester</u>	<u>George G. Lichvarik</u>	<u>Michael N. Pilat</u>
<u>Edward Selavko</u>	<u>Dr. Walter Rusnak</u>	<u>Marie Kucia</u>	<u>Helen Michak</u>
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

State of Ohio
County of Cuyahoga 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.

_____ (Signature)	_____ (Signature)	_____ (Signature)
<u>George G. Lichvarik</u> (Printed Name) President	<u>Marie Kucia</u> (Printed Name) Secretary/Treasurer	_____ (Printed Name)

Subscribed and sworn to before me this _____ day of _____, 2003

a. Is this an original filing? YES [X] NO []

b. If no: 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols 1 - 2)	4 Net Admitted Assets
1. Bonds	14,540,661		14,540,661	11,578,096
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)	1,544,226		1,544,226	1,988,611
2.2 Common stocks (Schedule D, Part 2, Section 2)	7,653		7,653	22,820
3. Mortgage loans on real estate (Schedule B, Part 1):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the society (less \$ 0 encumbrances)	380,100		380,100	387,750
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Certificate loans and liens	37,806		37,806	36,030
6. Cash (\$ 165,560, Schedule E, Part 1) and short-term investments (\$ 325,902, Schedule DA, Part 2)	491,462		491,462	465,128
7. Other invested assets (Schedule BA, Part 1)				
8. Receivable for securities				
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	17,001,908		17,001,908	14,478,435
11. Reinsurance ceded:				
11.1 Amounts recoverable from reinsurers (Schedule S, Part 2)				
11.2 Commissions and expense allowances due				
11.3 Experience rating and other refunds due				
11.4 Other amounts receivable under reinsurance contracts	34,266		34,266	22,985
12. Electronic data processing equipment and software				7,869
13. Premiums actually collected by subordinate lodges not yet remitted to home office (excluding \$ 0 loading)	1,264		1,264	666
14. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ 0 loading)				
15. Accident and health premiums due and unpaid				
16. Investment income due and accrued	244,059		244,059	179,775
17. Net adjustment in assets and liabilities due to foreign exchange rates				
18. Receivable from subsidiaries and affiliates	2		2	
19. Amounts due from agents				
20. Other assets nonadmitted (Exhibit 9)	2,599	2,599		
21. Aggregate write-ins for other than invested assets				
22. Total assets excluding Separate Accounts business (Lines 10 to 21)	17,284,098	2,599	17,281,499	14,689,730
23. From Separate Accounts statement				
24. Total (Lines 22 and 23)	17,284,098	2,599	17,281,499	14,689,730

DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Lines 0901 thru 0903 + 0998) (Line 9 above)				
2101.				
2102.				
2103.				
2198. Summary of remaining write-ins for Line 21 from overflow page				
2199. Totals (Lines 2101 thru 2103 + 2198) (Line 21 above)				

LIABILITIES, SURPLUS AND OTHER FUNDS	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts (Exhibit 5, Line 9999999) (including \$ 0 Modco Reserve)	11,880,900	10,916,746
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 16, Col. 1) (including \$ 0 Modco Reserve)		
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Column 1) (including \$ 0 Modco Reserve)	72,626	81,254
4. Contract claims:		
4.1 Life (Exhibit 11, Part 1, Line 4.4, Column 1 less Column 5)	15,000	30,000
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, Column 5)		
5. Refunds due and unpaid (Exhibit 4, Line 10)		
6. Provisions for refunds payable in following calendar year-estimated amounts:		
6.1 Apportioned for payment to 2002		
6.2 Not yet apportioned		
7. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ 0 discount; including \$ 0 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Lines 4 and 14)	35,147	25,246
8. Contract liabilities not included elsewhere:		
8.1 Surrender values on canceled contracts		
8.2 Other amounts payable on reinsurance including \$ 0 assumed and \$ 0 ceded		
8.3 Interest maintenance reserve (IMR) (Page 32, Line 6)	162,546	209,169
9. Commissions to fieldworkers due or accrued - life and annuity contracts \$ 0 ; accident and health \$ 0 and deposit-type contracts funds \$ 0	2,737	1,883
10. Commissions and expense allowances payable on reinsurance assumed		
11. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	6,797	8,294
12. Transfers to Separate Accounts due or accrued (net) (Including \$ 0 accrued for expense allowances recognized in reserves)		
13. Taxes, licenses and fees due or accrued (Exhibit 3, Line 8, Col. 6)	2,610	4,763
14. Unearned investment income		
15. Amounts withheld or retained by Society as agent or trustee	4,295,269	2,700,042
16. Amounts held for fieldworkers' account, including \$ 0 fieldworkers' credit balances		
17. Remittances and items not allocated		
18. Net adjustment in assets and liabilities due to foreign exchange rates	5,000	5,000
19. Liability for benefits for employees and fieldworkers if not included above		
20. Borrowed money \$ 0 and interest thereon \$ 0		
21. Miscellaneous liabilities:		
21.1 Asset valuation reserve (Page 33, Line 13, Col. 7)	121,194	145,195
21.2 Reinsurance in unauthorized companies		
21.3 Funds held under reinsurance treaties with unauthorized reinsurers		
21.4 Payable to subsidiaries and affiliates		
21.5 Drafts outstanding		
21.6 Funds held under coinsurance		
21.7 Payable for securities		
22. Aggregate write-ins for liabilities	199,599	139,057
23. Total liabilities excluding Separate Accounts business (Lines 1 to 22)	16,799,425	14,266,649
24. From Separate Accounts statement		
25. Total liabilities (Lines 23 to 24)	16,799,425	14,266,649
26. Aggregate write-ins for other than liabilities and surplus funds		
27. Surplus notes		
28. Aggregate write-ins for surplus funds		
29. Unassigned funds	482,072	423,081
30. Total (Lines 26 through 29)(Page 4, Line 47)(Including \$ 0 in Separate Accounts statement)	482,072	423,081
31. TOTALS (Lines 25 + 30) (Page 2, Line 24, Col. 3)	17,281,497	14,689,730

DETAILS OF WRITE-INS		
2201. Deferred Compensation Plan	199,599	139,057
2202.		
2203.		
2298. Summary of remaining write-ins for Line 22 from overflow page		
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)	199,599	139,057
2601.		
2602.		
2603.		
2698. Summary of remaining write-ins for Line 26 from overflow page		
2699. Totals (Lines 2601 through 2603 plus 2698) (Line 26 above)		
2801.		
2802.		
2803.		
2898. Summary of remaining write-ins for Line 28 from overflow page		
2899. Totals (Lines 2801 through 2803 plus 2898) (Line 28 above)		

SUMMARY OF OPERATIONS (EXCLUDING UNREALIZED CAPITAL GAINS AND LOSSES)		1	2
		Current Year	Prior Year
1. Premiums and annuity considerations for life and accident and health policies and contracts (Exhibit 1, Part 1, Line 20.4, Col. 1)		1,102,360	912,078
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income (Exhibit of Net Investment Income, Line 17)		1,244,408	1,005,718
4. Amortization of Interest Maintenance Reserve (IMR) (Page 32, Line 5)		17,120	17,496
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)			
7. Reserve adjustments on reinsurance ceded			
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2 Charges and fees for deposit-type contracts			
8.3 Aggregate write-ins for miscellaneous income		153	1,318
9. Totals (Lines 1 to 8.3)		2,364,041	1,936,610
10. Death benefits		167,054	285,636
11. Matured endowments		1,089	3,006
12. Annuity and old age benefits		397,847	409,485
13. Disability, accident and health benefits, including premiums waived \$	0		
14. Surrender benefits and withdrawals for life contracts		12,550	15,296
15. Interest and adjustments on contract or deposit-type contract funds		168,987	119,772
16. Payments on supplementary contracts with life contingencies			
17. Increase in aggregate reserve for life and accident and health contracts		1,064,154	712,000
18. Totals (Lines 10 to 17)		1,811,681	1,545,195
19. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1 less Column 5)		15,941	16,279
20. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2 Col. 1 less Col. 5)			
21. General insurance expenses and fraternal expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 5)		348,155	330,872
22. Insurance taxes, licenses and fees (Exhibit 3, Line 6, Cols. 1, 2, 3 and 5)		7,872	12,128
23. Increase in loading on deferred and uncollected premiums			
24. Net transfers to or (from) Separate Accounts			
25. Aggregate write-ins for deductions			
26. Totals (Lines 18 to 25)		2,183,649	1,904,474
27. Net gain from operations before refunds to members (Line 9 minus Line 26)		180,392	32,136
28. Refunds to members (Exhibit 4, Line 17, Cols. 1 + 2)			
29. Net gain from operations after refunds to members and before realized capital gains (losses)(Line 27 minus Line 28)		180,392	32,136
30. Net realized capital gains (losses)(excluding \$ (29,503) transferred to the IMR)		(142,526)	3,287
31. Net income (Lines 29 + 30)		37,866	35,423
SURPLUS ACCOUNT			
32. Surplus December 31, prior year (Page 3, Line 30, Col. 2)		423,081	602,214
33. Net income from operations (Line 31)		37,866	35,423
34. Change in net unrealized capital gains (losses)		(42,745)	(11,401)
35. Change in net unrealized foreign exchange capital gain (loss)			
36. Change in nonadmitted assets and related items (Exhibit 9, Line 6, Col. 3)		867	867
37. Change in liability for reinsurance in unauthorized companies			
38. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)			(150,000)
39. Change in asset valuation reserve (Page 31, Lines 2 through 7, Line 11 plus Lines 14 & 15, Column 7)		24,001	(54,018)
40. Surplus (contributed to) withdrawn from Separate Accounts during period			
41. Other changes in surplus in Separate Accounts statement			
42. Change in surplus notes			
43. Cumulative effect of changes in accounting principles			
44. Change in surplus as a result of reinsurance			
45. Aggregate write-ins for gains and losses in surplus		39,002	
46. Net change in surplus for the year (Lines 33 through 45)		58,991	(179,129)
47. Surplus December 31, current year (Lines 32 + 46)(Page 3, Line 30)		482,072	423,085
DETAILS OF WRITE-INS			
08.301. Miscellaneous Income		153	1,085
08.302. GE Long Term Care Commission			233
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page			
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)		153	1,318
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)			
4501. Deferred Compensation Plan Interest		(60,998)	
4502. Release of Asset/Liability Analysis Reserve		100,000	
4503.			
4598. Summary of remaining write-ins for Line 45 from overflow page			
4599. Totals (Lines 4501 through 4503 plus 4598) (Line 45 above)		39,002	

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums and annuity considerations for life and accident and health policies and contracts	1,111,665	915,374
2. Charges and fees for deposit-type contracts		
3. Considerations for supplementary contracts with life contingencies		
4. Net investment income	1,151,784	934,181
5. Commissions and expense allowances on reinsurance ceded		
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts		
7. Aggregate write-ins for miscellaneous income	1,595,379	1,114,365
8. TOTAL (Lines 1 to 7)	3,858,828	2,963,920
9. Death benefits	182,055	270,504
10. Matured endowments	1,089	3,006
11. Annuity and old age benefits	397,847	409,485
12. Disability, accident and health benefits		
13. Surrender benefits and withdrawals for life contracts	12,550	15,296
14. Interest and adjustment on contract or deposit-type contract funds	168,986	119,772
15. Payments on supplementary contracts with life contingencies		
16. TOTAL (Lines 9 to 15)	762,527	818,063
17. Commissions on premiums, annuity considerations and deposit-type contract funds	15,087	15,871
18. Commissions and expense allowances on reinsurance assumed		
19. General insurance expenses and fraternal expenses	349,651	342,116
20. Insurance taxes, licenses and fees, excluding federal income taxes	10,026	10,507
21. Net transfers to or (from) Separate Accounts		
22. Aggregate write-ins for deductions	11,731	26,594
23. Refunds to members paid		
24. TOTAL (Lines 16 to 23)	1,149,022	1,213,151
25. Net cash from operations (Line 8 minus Line 24)	2,709,806	1,750,769
Cash from Investments		
26. Proceeds from investments sold, matured or repaid:		
26.1 Bonds	2,843,237	2,810,187
26.2 Stocks	1,041,294	355,905
26.3 Mortgage loans		
26.4 Real estate		
26.5 Other invested assets		
26.6 Net gains or (losses) on cash and short-term investments		
26.7 Miscellaneous proceeds		
26.8 TOTAL (Lines 26.1 to 26.7)	3,884,531	3,166,092
27. Cost of investments acquired (long-term only):		
27.1 Bonds	5,887,930	4,193,504
27.2 Stocks	670,541	486,331
27.3 Mortgage loans		
27.4 Real estate		
27.5 Other invested assets		
27.6 Miscellaneous applications		
27.7 Total investments acquired (Lines 27.1 to 27.6)	6,558,471	4,679,835
28. Net increase (or decrease) in certificate loans and liens	1,776	1,779
29. Net cash from investments (Line 26.8 minus Line 27.7 minus Line 28)	(2,675,716)	(1,515,522)
Cash from Financing and Miscellaneous Sources		
30. Cash provided:		
30.1 Surplus notes, capital and surplus paid in		
30.2 Borrowed money \$ 0 less amounts repaid \$ 0		
30.3 Deposit on deposit-type contract funds and other liabilities without life or disability contingencies		
30.4 Other cash provided	872	
30.5 Total (Lines 30.1 to 30.4)	872	
31. Cash applied:		
31.1 Interest on indebtedness		
31.2 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies	8,628	
31.3 Other applications (net)		9,637
31.4 Total (Lines 31.1 and 31.3)	8,628	9,637
32. Net cash from financing and miscellaneous sources (Line 30.5 minus Line 31.4)	(7,756)	(9,637)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
33. Net change in cash and short-term investments (Line 25, plus Line 29, plus Line 32)	26,334	225,610
34. Cash and short-term investments:		
34.1 Beginning of year	465,128	239,518
34.2 End of year (Line 33 plus Line 34.1)	491,462	465,128

DETAILS OF WRITE-INS		
0701. Miscellaneous Income & Long term Care Commission	153	1,318
0702. Net Change of Ledger Liability	1,595,226	1,113,047
0703.		
0798. Summary of remaining write-ins for Line 7 from overflow page		
0799. Totals (Lines 0701 thru 0703 plus 0798)(Line 7 above)	1,595,379	1,114,365
2201. Deferred Compensation Plan Benefit Paid	450	3,609
2202. Net Change in Reinsurance Premium Paid in Advance	11,281	22,985
2203.		
2298. Summary of remaining write-ins for Line 22 from overflow page		
2299. Totals (Lines 2201 thru 2203 plus 2298)(Line 22 above)	11,731	26,594

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	3	4
	Total	Life Insurance	Annuities	Supplementary Contracts
Involving Life or Disability Contingencies (Reserves) (Net of Reinsurance Ceded)				
1. Reserve December 31, prior year	10,916,746	3,046,000	7,870,746	
2. Tabular net premiums or considerations	1,164,386	245,137	919,249	
3. Present value of disability claims incurred				X X X
4. Tabular interest	636,684	151,090	485,594	
5. Tabular less actual reserve released	2,158		2,158	
6. Increase in reserve on account of change in valuation basis				
7. Other increases (net)	(100,000)	(50,000)	(50,000)	
8. Totals (Lines 1 to 7)	12,619,974	3,392,227	9,227,747	
9. Tabular cost	301,212	301,212		X X X
10. Reserves released by death	14,286	14,286	X X X	X X X
11. Reserves released by other terminations (net)	25,729	25,729		
12. Annuity, supplementary contract and disability payments involving life contingencies	397,847		397,847	
13. Net transfers to or (from) Separate Accounts				
14. Total deductions (Lines 9 to 13)	739,074	341,227	397,847	
15. Reserve December 31, current year	11,880,900	3,051,000	8,829,900	

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 963	917
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 991,769	1,055,351
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 126,176	127,060
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		136
2.21 Common stocks of affiliates	272	
3. Mortgage loans	(c)	
4. Real estate	(d) 27,600	27,600
5. Contract loans	2,287	2,287
6. Cash/short-term investments	(e) 1,712	1,712
7. Derivative instruments	(f) 85,072	85,072
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	1,235,851	1,300,135
11. Investment expenses		(g) 33,091
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 7,120
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 15,516
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		55,727
17. Net investment income - (Line 10 minus Line 16)		1,244,408
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 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 1598 (Line 15, above)		
(a) Includes \$ 47,953 accrual of discount less \$ 4,098 amortization of premium and less \$ 74,579 paid for accrued interest on purchases.		
(b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.		
(c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.		
(d) Includes \$ 27,600 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.		
(e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.		
(f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.		
(g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.		
(h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.		
(i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.		

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)	(61,949)			(64,024)	(125,973)
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)	(4,196)			(3,510)	(7,706)
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	(106,882)			24,789	(82,093)
2.21 Common stocks of affiliates					
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)	(173,027)			(42,745)	(215,772)
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 0998 (Line 9, above)					

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	3	Insurance 4	5	6	7	8
	Total	Life Insurance	Individual Annuities	Accident and Health	Aggregate of All Other Lines of Business	Total (Columns 2 through 5)	Fraternal	Expense
FIRST YEAR (other than single)								
1. Uncollected								
2. Deferred and accrued								
3. Deferred, accrued and uncollected:								
3.1 Direct								
3.2 Reinsurance assumed								
3.3 Reinsurance ceded								
3.4 Net (Line 1 + Line 2)								
4. Advance								
5. Line 3.4 - Line 4								
6. Collected during year:								
6.1 Direct	411,799	4,516	407,282			411,799		
6.2 Reinsurance assumed								
6.3 Reinsurance ceded								
6.4 Net	411,799	4,516	407,282			411,799		
7. Line 5 + Line 6.4	411,799	4,516	407,282			411,799		
8. Prior year (uncollected + deferred and accrued - advance)								
9. First year premiums and considerations:								
9.1 Direct	411,798	4,516	407,282			411,798		
9.2 Reinsurance assumed								
9.3 Reinsurance ceded								
9.4 Net (Line 7 - Line 8)	411,798	4,516	407,282			411,798		
SINGLE								
10. Single premiums and considerations:								
10.1 Direct	33,637	33,637				33,637		
10.2 Reinsurance assumed								
10.3 Reinsurance ceded								
10.4 Net	33,637	33,637				33,637		
RENEWAL								
11. Uncollected	1,264	1,264				1,264		
12. Deferred and accrued								
13. Deferred, accrued and uncollected:								
13.1 Direct	1,264	1,264				1,264		
13.2 Reinsurance assumed								
13.3 Reinsurance ceded								
13.4 Net (Line 11 + Line 12)	1,264	1,264				1,264		
14. Advance	35,147	35,147				35,147		
15. Line 13.4 - Line 14	(33,883)	(33,883)				(33,883)		
16. Collected during year:								
16.1 Direct	742,952	230,985	511,967			742,952		
16.2 Reinsurance assumed								
16.3 Reinsurance ceded	76,723	76,723				76,723		
16.4 Net	666,229	154,261	511,967			666,229		
17. Line 15 + Line 16.4	632,345	120,378	511,967			632,345		
18. Prior year (uncollected + deferred and accrued - advance)	(24,580)	(24,580)				(24,580)		
19. Renewal premiums and considerations:								
19.1 Direct	733,648	221,681	511,967			733,648		
19.2 Reinsurance assumed								
19.3 Reinsurance ceded	76,723	76,723				76,723		
19.4 Net (Line 17 - Line 18)	656,925	144,958	511,967			656,925		
TOTAL								
20. Total premiums and annuity considerations:								
20.1 Direct	1,179,083	259,834	919,249			1,179,083		
20.2 Reinsurance assumed								
20.3 Reinsurance ceded	76,723	76,723				76,723		

EXHIBIT 1 - PART 2 - REFUNDS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)

	1 Total	Insurance					7 Fraternal	8 Expense
		2 Life Insurance	3 Individual Annuities	4 Accident and Health	5 Aggregate of All Other Lines of Business	6 Total (Columns 2 through 5)		
REFUNDS APPLIED (included in Part 1)								
21. To pay renewal premiums (Exhibit 4, Line 1)								
22. All other (Exhibit 4, Lines 2, 3 & 4)								
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED								
23. First year (other than single):								
23.1 Reinsurance ceded								
23.2 Reinsurance assumed								
23.3 Net ceded less assumed								
24. Single:								
24.1 Reinsurance ceded								
24.2 Reinsurance assumed								
24.3 Net ceded less assumed								
25. Renewal:								
25.1 Reinsurance ceded								
25.2 Reinsurance assumed								
25.3 Net ceded less assumed								
26. Totals:								
26.1 Reinsurance ceded (Page 6, Line 6)								
26.2 Reinsurance assumed								
26.3 Net ceded less assumed								
COMMISSIONS INCURRED (direct business only)								
27. First year (other than single)								
28. Single								
29. Renewal	15,941	15,941				15,941		
30. Deposit-type contract funds								
31. Totals (to agree with Page 6, Line 19)	15,941	15,941				15,941		

EXHIBIT 2 - GENERAL EXPENSES

	Insurance			4 Investment	5 Fraternal	6 Total
	1 Life	2 Accident and Health	3 Aggregate of All Other Lines of Business			
1. Rent	20,400				3,600	24,000
2. Salaries and wages	80,084			25,000	23,000	128,084
3.11 Insured benefit plans for employees	1,907				200	2,107
3.12 Insured benefit plans for fieldworkers						
3.21 Uninsured benefit plans for employees						
3.22 Uninsured benefit plans for fieldworkers						
3.31 Other employee welfare						
3.32 Other fieldworker welfare						
4.1 Legal fees and expenses	2,127				800	2,927
4.2 Medical examination fees	741			224		965
4.3 Inspection report fees						
4.4 Fees of public accountants and consulting actuaries	88,378					88,378
4.5 Expense of investigation and settlement of certificate claims						
5.1 Traveling expenses	6,234				4,000	10,234
5.2 Advertising	8,510					8,510
5.3 Postage express, telegraph and telephone	7,969				1,000	8,969
5.4 Printing and stationery	1,850				1,500	3,350
5.5 Cost or depreciation of furniture and equipment	884				200	1,084
5.6 Rental of equipment	2,281					2,281
5.7 Cost or depreciation of EDP equipment and software						
5.8 Lodge supplies less \$ 0 from sales						
6.1 Books and periodicals	20				50	70
6.2 Bureau and association dues					2,958	2,958
6.3 Insurance, except on real estate	21,381					21,381
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	3,393					3,393
6.6 Sundry general expenses	1,550				400	1,950
7.1 Field expense allowance						
7.2 Fieldworkers' balances charged off (less \$ 0 recovered)						
7.3 Field conferences other than local meetings						
8.1 Official publication					12,367	12,367
8.2 Expense of supreme lodge meetings					11,119	11,119
9.1 Real estate expenses				7,867		7,867
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	20,813				18,439	39,252
10. General expenses incurred	268,522			33,091	(a) 79,633	(b) 381,246
11. General expenses unpaid December 31, prior year	8,294					8,294
12. General expenses unpaid December 31, current year	6,797					6,797
13. General expenses paid during year (Lines 10 + 11 - 12)	270,019			33,091	79,633	382,743

DETAILS OF WRITE-INS						
	1	2	3	4	5	6
09.301 Data Processing	9,996					9,996
09.302 Fraternal Activities					18,439	18,439
09.303 Directors Fees	10,817					10,817
09.398 Summary of remaining write-ins for Line 9.3 from overflow page						
09.399 Totals(Lines 09.301 through 09.303 plus 09.398)(Line 9.3 above)	20,813				18,439	39,252

- (a) Show the distribution of this amount in the following categories:
1. Charitable \$ 0 ; 2. Institutional \$ 0 ; 3. Recreational and Health \$ 0 ; 4. Educational \$ 0 ;
 5. Religious \$ 0 ; 6. Membership \$ 0 ; 7. Other \$ 0 ; 8. Total \$ 0
- (b) Includes management fees of \$ 0 to affiliates and \$ 0 to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES

	Insurance			4 Investment	5 Fraternal	6 Total
	1 Life	2 Accident and Health	3 Aggregate of All Other Lines of Business			
1. Real estate taxes				5,220		5,220
2. State insurance department licenses and fees	1,831					1,831
3. Other state taxes, incl. \$ 0 for employee benefits	(1,957)			100		(1,857)
4. U.S. Social Security taxes	7,998			1,800		9,798
5. All other taxes						
6. Taxes, licenses and fees incurred	7,872			7,120		14,992
7. Taxes, licenses and fees unpaid December 31, prior year	2,153			2,610		4,763
8. Taxes, licenses and fees unpaid December 31, current year				2,610		2,610
9. Taxes, licenses and fees paid during year (Lines 6 + 7 - 8)	10,025			7,120		17,145

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total (Lines 1 to 4)		
6. Paid in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund		
9. Total (Lines 5 to 8)		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total (Line 10 through Line 14)		
16. Total of prior line from prior year		
17. Total dividend or refunds (Lines 9 + 15 - 16)		

NONE

DETAILS OF WRITE-INS		
	1	2
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)		

NONE

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts? YES [] NO [X]
- 1.2 If not, state which kind is issued PARTICIPATING
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts? YES [] NO [X]
- 2.2 If not, state which kind is issued PARTICIPATING
- 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? YES [X] NO []
If so, attach a statement that contains the determination procedures, answers to the interrogatories, and an actuarial opinion as described in the instructions.
- 4. Has the reporting entity any assessment or stipulated premium contracts in force? YES [] NO [X]
If so, state:
 - 4.1 Amount of insurance? \$
 - 4.2 Amount of reserve? \$
 - 4.3 Basis of reserve N/A
 - 4.4 Basis of regular assessments NONE
 - 4.5 Basis of special assessments NONE
 - 4.6 Assessments collected during year: \$
- 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts. INTEREST 5% OR GREATER
- 6. Does the reporting entity hold reserves for any annuity contracts which are less than the reserves that would be held on a standard basis? YES [] NO [X]
- 6.1 If so, state the amount or reserve on such contracts on the basis actually held: \$
- 6.2 Which would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: \$
Attach statement of methods employed in their valuation.
- 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? YES [] NO [X]
- 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements? \$
- 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount. N/A
- 7.3 State the amount of reserves established for this business: \$
- 7.4 Identify where the reserves are reported in the blank N/A

EXHIBIT 5A-CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
LIFE CONTRACTS (Including supplementary contracts set upon a basis other than that used to determine benefits)(Exhibit 5)			
0199999 Subtotal (Page 7, Line 6)	X X X	X X X	
ACCIDENT AND HEALTH CONTRACTS (Exhibit 6)	NONE		
0299999 Subtotal	X X X	X X X	
DEPOSIT-TYPE CONTRACTS (Exhibit 7)			
0399999 Subtotal	X X X	X X X	
9999999 TOTAL (Column 4 only)			

EXHIBIT 6 - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Collectively Renewable	Other Individual Contracts			
			3 Non- Cancelable	4 Guaranteed Renewable	5 Non-Renewable for Stated Reasons Only	6 Other Accident Only

ACTIVE LIFE RESERVE

1. Unearned premium reserves		NONE				
2. Additional contract reserves (a)						
3. Additional actuarial reserves - Asset/liability analysis						
4. Reserve for future contingent benefits						
5. Aggregate write-ins for reserves						
6. Totals (Gross)						
7. Reinsurance ceded						
8. Totals (Net)						

CLAIM RESERVE

9. Present value of amounts not yet due on claims		NONE				
10. Additional actuarial reserves - Asset/liability analysis						
11. Reserve for future contingent benefits						
12. Aggregate write-ins for reserves						
13. Totals (Gross)						
14. Reinsurance ceded						
15. Totals (Net)						
16. TOTAL (Net)						
17. TABULAR FUND INTEREST						

DETAILS OF WRITE-INS

0501.		NONE				
0502.						
0503.						
0598. Summary of remaining write-ins for Line 5 from overflow page						
0599. Totals (Lines 0501 through 0503 + 0598) (Line 5 above)						
1201.		NONE				
1202.						
1203.						
1298. Summary of remaining write-ins for Line 12 from overflow page						
1299. Totals (Lines 1201 through 1203 + 1298) (Line 12 above)						

(a) Attach statement as to valuation standard used in calculating this reserve, specify reserve bases, interest rates and method.

EXHIBIT 7 - DEPOSIT - TYPE CONTRACTS

	1 Total	2 Guaranteed Interest Contracts	3 Supplemental Contracts and Annuities Certain	4 Dividend Accumulations or Refunds	5 Premium and Other Deposit Funds	6 Other
1. Balance at the beginning of the year before reinsurance	81,254				81,254	
2. Deposits received during the year						
3. Investment earnings credited to the account						
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	8,628				8,628	
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of the current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	72,626				72,626	
10. Reinsurance balance at the beginning of the year						
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Lines 10+11-12)						
14. Net balance at the end of current year after reinsurance (Lines 9 + 13).	72,626				72,626	

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS
PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and Unpaid:											
1.1 Direct	11,432		11,432								
1.2 Reinsurance assumed											
1.3 Reinsurance ceded											
1.4 Net	11,432		11,432								
2. In course of settlement:											
2.1 Resisted											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other											
2.21 Direct											
2.22 Reinsurance assumed											
2.23 Reinsurance ceded											
2.24 Net			(b)	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	3,568		3,568								
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net	3,568		(b)	3,568	(b)	(b)	(b)		(b)	(b)	(b)
4. TOTALS											
4.1 Direct	15,000		15,000								
4.2 Reinsurance assumed											
4.3 Reinsurance ceded											
4.4 Net	15,000	(a)	(a)	15,000			(a)				

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ 0 in Column 2, \$ 0 in Column 3 and \$ 0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ 0 Individual Annuities \$ 0, Credit Life (Group and Individual) \$ 0, and Group Life \$ 0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ 0, Credit (Group and Individual) Accident and Health \$ 0 and Other Accident and Health \$ 0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS
PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct	605,989		208,142	397,847							
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	25,000		25,000								
1.4 Net	(d) 580,989		183,142	397,847							
2. Liability December 31, current year from Part 1:											
2.1 Direct	15,000		15,000								
2.2 Reinsurance assumed											
2.3 Reinsurance ceded											
2.4 Net	15,000		15,000								
3. Amounts recoverable from reinsurers December 31, current year											
4. Liability December 31, prior year:											
4.1 Direct	30,000		30,000								
4.2 Reinsurance assumed											
4.3 Reinsurance ceded											
4.4 Net	30,000		30,000								
5. Amounts recoverable from reinsurers December 31, prior year											
6. Incurred benefits:											
6.1 Direct	590,989		193,142	397,847							
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	25,000		25,000								
6.4 Net	565,989		168,142	397,847							

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ _____ in Line 1.1 \$ _____ in Line 1.4.
 \$ _____ in Line 6.1 and \$ _____ in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 1,089 in Line 1.1 \$ 1,089 in Line 1.4.
 \$ 1,089 in Line 6.1 and \$ 1,089 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ _____ in Line 1.1 \$ _____ in Line 1.4.
 \$ _____ in Line 6.1 and \$ _____ in Line 6.4.

(d) Includes \$ _____ 0 premiums waived under total and permanent disability benefits.

EXHIBIT 9 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1	2	3
	End of Current Year	End of Prior Year	Changes for Year (Increase) or Decrease
1. Summary of Items Page 2, Lines 11 to 15, 17 to 19, Column 2			
2. Other Nonadmitted Assets:			
2.1 Bills receivable			
2.2 Furniture and equipment	2,599	3,466	867
2.3 Leasehold improvements			
2.4 Cash advanced to or in the hands of officers or agents			
2.5 Loans on personal security, endorsed or not			
2.6 Supplies, stationery, printed matter			
2.7 Commuted commissions			
3. Total (Lines 2.1 to 2.7)	2,599	3,466	867
4. Disallowed interest maintenance reserve			
5. Aggregate write-ins for other assets			
6. Total (Line 1 plus Lines 3 to 5)	2,599	3,466	867

DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	NONE		
0599. Totals (Lines 0501 through 0503 + 0598) (Line 5 above)			

NOTES TO FINANCIAL STATEMENTS

1. Significant Account Policies.

A. Accounting practices.

The financial statements of Orthodox Society of America are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The Ohio Insurance Department recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of a Fraternal Benefit Society, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual, (NAIC SAP), has been adopted as a component of prescribed or permitted practices by the state of Ohio. The state has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, 1) goodwill arising from the purchase of a subsidiary, controlled or affiliated entity is written off directly to surplus in the year it originates by Ohio domiciled companies. In NAIC SAP, goodwill in amounts not to exceed 10% of an insurer's capital and surplus may be capitalized and all amounts of goodwill are amortized to unrealized gains and losses on investments over periods not to exceed 10 years, and, 2) 100% of all fixed assets are admitted by Ohio domiciled Fraternal Benefit Societies. In NAIC SAP, fixed assets are not admitted. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

A reconciliation of the Society's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of Ohio results in no change.

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

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

C. Accounting Policy

Life premiums are recognized as income over the premium paying period of the related policies. Annuity considerations are recognized as revenue when received. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

NOTES TO FINANCIAL STATEMENTS

The amount of dividends to be paid to policyholders is determined annually by the Society's Board of Directors. The aggregate amount of policyholders' dividends is related to actual interest, mortality, morbidity, and expense experience for the year and judgment as to the appropriate level of statutory surplus to be retained by the Society.

In addition, the society uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds: Not backed by other loans at amortized cost using the interest method; loan-backed bonds and structured securities at amortized cost using the interest method including anticipated prepayments at the date of purchase; significant changes in estimated cash flows from the original purchase assumptions are accounted for using the composite method. Bonds rated NAIC Class 6 are valued at market.
- (3) Common Stock: At market value except that investments in stocks of unconsolidated subsidiaries and affiliates in which the Society has an interest of 20% or more are carried on the equity basis.
- (4) Preferred Stock: Cost or Association Value in accordance with NAIC procedure.
- (5) Mortgage Loan or Real Estate: Aggregate unpaid balance. Other Investments: Equity basis.
- (6) See #2.
- (7) The Society has no subsidiary company.
- (8) The Society has no ownership interests in joint ventures.
- (9) The Society has no derivatives.
- (10) The Society has no Individual and Group Accident and Health Contracts.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimated 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. Because the Society is a life insurer, loss adjustment expenses are not a big factor nor large expense.

2. Accounting Changes and Correction of Errors

- A. During the current year's financial statement preparation, the Society made no adjustment for error in the prior year.
- B. The Society 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 basis financial statements in accordance with the NAIC *Accounting Practices and Procedures* manual - subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner.

Accounting changes adopted to conform to the provisions of the NAIC *Accounting Practices and Procedures* manual - are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Society reported no changes.

3. Business Combination and Goodwill:

- A. N/A

NOTES TO FINANCIAL STATEMENTS

- B. The Society had no merger.
 - C. The Society had no assumption reinsurance.
 - D. The Society had no impairment loss.
4. Discontinued Operations: N/A
5. Investments.
- A. Mortgage Loans, including Mezzanine Real Estate Loans.
 - (1) The maximum and minimum lending rate for mortgage loans during 2001 were:

Farm loans 10.5% and 9%, City loans 11.5% and 9.5%, Purchase money mortgages 10.5% and 9.5%.
 - (2) During 2002, the society reduced interest rates of outstanding mortgage loans as follows: none.
 - (3) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages was: 75%.

	<u>Current Year</u>	<u>Prior Year</u>
(4) As of year end, the Society held Mortgages with interest more than 180 days past due with a recorded investment, excluding accrued interest	None	None
 Total interest due on mortgages With interest more than 180 days Past due.	 None	 None
(5) As of December 31, the amount which had been advanced but not repaid and not included in the mortgage loan total:	None	None
(6) Current year impaired loans with a related allowance for credit losses.	None	None
Related allowance for credit losses.	None	None
(7) Impaired mortgage loans without an allowance for credit losses.	None	None
(8) Average recorded investment in impaired loans.	None	None
(9) Interest income recognized during the period the loans were impaired.	None	None
(10) Amount of interest income recognized on a cash basis during the period the loans were impaired.	None	None
(11) The Society recognizes interest income on its impaired loans upon receipt. At year-end, interest income on Impaired loans was	None	None

B. Debt Restructuring

- (1) The total recorded investment in restructured loans, as of year end. None None

NOTES TO FINANCIAL STATEMENTS

(2) The realized capital losses related to these loans. None None

(3) Total contractual commitments to extend credit to debtors owning receivables whose terms have been modified in troubled debt restructuring. None None

(4) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest income on non-performing loans is generally recognized on a cash basis.

(5) Allowance for credit losses:

a. Balance at beginning of period	None	
b. Additions charged to operations	None	None
c. Direct write-downs charged against the allowances	None	None
d. Recoveries of amounts previously charged off	None	None
e. Balance at end of period	None	None

C. Reverse Mortgages: None

D. Loan-Backed Securities:

(1) The Society has elected to use the book value as of January 1, 1994 as the cost for applying the retrospective adjustment method to securities purchased prior to that date.

(2) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates.

(3) The Society used XYZ Pricing Service in determining the market value of its loan-backed securities.

(4) In the current year, the Society changed no securities from the retrospective to prospective methodology.

E. Repurchase Agreements: N/A

6. Joint Ventures, Partnerships and Limited Liability Companies.

A. The Society has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.

B. The Society did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

7. Investment Income

A. Due and accrued income was excluded from investment income on the following basis:

Mortgage loans: On loans in foreclosure or delinquent for more than 90 days.

Bonds: Where collection of interest is uncertain and/or the bond is in default.

Real Estate: Where rent is in arrears for more than three months.

NOTES TO FINANCIAL STATEMENTS

- 8. Derivative Instruments: The Society owned no derivative instruments at December 31, 2002.
- 9. Income Taxes: The Society, as a Fraternal Benefit Society, is not subject to income taxes.
- 10. Information Concerning Parent, Subsidiaries and Affiliates:
 - A. The Society is not directly or indirectly owned or controlled by any other company, corporation, group of companies, partnership or individual.
 - B. There were only normal transactions with affiliates or subsidiaries.
 - C. The Society does not hold any investments in its subsidiaries which are not included in Schedule D, Summary by Country.
 - B. The Society has not made any agreements for the benefit of its subsidiaries which result in a material contingent exposure of the Society's assets.
 - C. The Society has no management or cost-sharing arrangements, other than cost allocation arrangements based upon generally accepted accounting principles, involving the society or any affiliated insurer.
 - F " J. N/A

11. Debt: The Society has no debt or borrowed money as of December 31, 2002.

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans.

A. Deferred Compensation Plan

The society sponsors a non-contributory Deferred Compensation plan covering U.S. employees. As of December 31, 2002, the society accrued in accordance with actuarially determined amounts with an offset to the pension cost accrual for the incremental asset amortization.

A summary of assets, obligations and assumptions of the Pension Plan are as follows at December 31, 2002:

PENSION	EMPLOYEES
<u>2002</u>	
(1) Change in benefit obligation	
a. Benefit obligation at beginning of year	181,319
b. Service cost	5,610
c. Interest cost	13,582
d. Contribution by plan participant	0
e. Actuarial (gain) loss	0
f. Foreign currency exchange ate changes	0
g. Benefits paid	(456)
h. Plan amendments	0
i. Business combinations, divestitures, curtailments, settlements and special termination benefits	0
j. Benefit obligation at end of year	200,055
(2) Change in plan assets	
a. Fair value of plan assets at beginning of year	139,057
b. Actual return on plan assets	10,810
c. Foreign currency exchange rate changes	0
d. Employer contribution	10,615
e. Plan participants' contributions	0
f. Benefits paid	(456)
g. Business combinations, divestitures and settlements	0

NOTES TO FINANCIAL STATEMENTS

h. Fair value of plan assets at end of year 160,026

(3) Funded status

a. Unamortized prior service cost	0
b. Unrecognized net gain or (loss)	(1,741)
c. Remaining net (obligation) or net asset at initial date of application	(26,404)
d. Prepaid assets or (accrued liabilities)	(11,884)
e. Intangible asset	0
f. Funded status	(40,029)

(4) Benefit obligation for non-vested employees 4,826

(5) Components of net periodic benefit cost

a. Service cost	5,610
b. Interest cost	13,582
c. Expected return on plan assets	(10,810)
d. Amortization of unrecognized transition obligation or (transition asset)	2,031
e. Amount of unrecognized (gains) and losses	0
f. Amount of prior service cost recognized	0
g. Amount of gain or loss recognized due to a settlement or curtailment	0
g. total net periodic benefit cost	10,413

(6) A minimum pension liability adjustment is required when the actuarial present value of accumulated benefits exceeds plan assets and accrued pension liabilities. The minimum liability adjustment, less allowable intangible assets, net of tax benefit, is reported as income in the Income Statement. At December 31, 2002, the additional minimum liability was reduced to \$28,145 from \$30,176 at December 31, 2001.

(7) Weighted-average assumption as of December 31:

a. Discount rate	7.00%
b. Rate of compensation increase	0.00%
c. Expected long-term rate of return on plan assets	7.00%

(8) N/A

(9) N/A

B. Defined Contribution Plan:

The Society does not have a Defined Contribution Plan.

C. Multiemployer Plans: N/A

D. Consolidated/holding Company Plans: N/A

E. Post-employment Benefits and Compensated Absences: N/A

13. Capital and surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations.

The Society is a Fraternal Benefit Society and issues no stock.

The Society had no advances to surplus.

The Society has no special surplus funds.

The Society has no surplus notes.

14. Contingencies.

The Society had no contingencies.

15. Leases

The Society does not have any material lease obligations at this time.

NOTES TO FINANCIAL STATEMENTS

16. Information about financial Instruments with Off-Balance Sheet Risk.

The Society has no financial instruments with off-balance sheet risk.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities: None.

18. Gain or Loss to the Reporting Entity from uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans: None

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators:

The society has no direct premium written/produced by managing general agents/third party administrators.

20. Other Items:

The Society has no other items that require reporting.

21. Events Subsequent:

The society has nothing to report as Events Subsequent.

22. Reinsurance:

- A. Ceded Reinsurance Report

Section 1 - General interrogatories

1. Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, with directly or indirectly, by the society or by any representative, officer, trustee, or director of the society? No.
2. Have any certificate issued by the society been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) which is owned in excess of 10% or controlled directly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business? No.

Section 2 - Ceded Reinsurance Report - Part A

1. Does the society have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? No.
 - a. N/A
 - b. N/A
2. Does the society have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured certificates? No.

Section 3 - Ceded Reinsurance Report - Part B

1. What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the society may consider the current or anticipated experience of the business reinsured in making this estimate. \$0.
2. Have any new agreements been executed or existing agreements amended,

NOTES TO FINANCIAL STATEMENTS

since January 1 of the year of this statement, to include certificates or contracts which were in force or which had existing reserves established by the company as of the effective date of the agreement?
No.

3. Uncollectible Reinsurance

The Society has no uncollectible reinsurance.

4. Commutation of Ceded Reinsurance: None.

23. Retrospectively Rated Contracts & Contracts Subject to Redetermination:

The Society has no retrospectively rated contracts or contracts subject to redetermination.

24. Change in Incurred Losses and Loss Adjustment Expenses:

The Society has no change in incurred losses or loss adjustment expenses.

25. Intercompany Pooling Arrangements:

The Society has no intercompany pooling arrangements.

26. Reserves for Life Contracts and Deposit-type Contracts:

A. The society authorizes deductions of deferred fractional premium upon death of the insured and returns any portion of the fractional premium beyond the date of death. Surrender values are not promised in excess of regularly computed reserves.

B. Extra premiums are charged for substandard lives for certificates issued, plus the gross premium at a rated age.

Regular reserves are computed by the regular reserve for the plan at a rated age and holding in addition one-half of the extra premium charge for one year.

C. As of December 31, 2002, the Society had no insurance-in-force for which the gross premiums are less than the net premium according to the standard valuation set by the State of PA.

D. The Tabular Interest (Page 7, Part A, Line4) has been determined from basic policy data. The Tabular Less Actual Reserve Released (Page 7, Part A, Line5) has been determined by formula as described in the instructions for Page 7 by formula.

E. The Tabular Cost (Page 7, Part A, Line 9) has been determined by formula as described in the instructions for Page 7. For the determination of Tabular Interest on funds not involving life contingencies under Page 7, Part B, Line 3, for each valuation rate of interest, the Tabular Interest is calculated as one-hundredth of the product of such valuation rate of interest times the mean of the amount of funds subject to such valuation rate of interest held at the beginning and the end of the year of valuation. The total amount of all such products is entered under Page 7, Part B, Line 3.

F. The details for "Other Increases" (net) under Page 7, Part B, Line 5, are: None.

27. Variable Annuities with Guaranteed Living Benefits: N/A.

NOTES TO FINANCIAL STATEMENTS

28. withdrawal Characteristics of Annuity Actuarial Reserves and Deposit Type Contract funds and other liabilities without life or disability contingencies:

	Amount	% of Total
A. Subject to discretionary withdrawal		
(1) with fair value adjustment:		
(2) at book value less current surrender charges of 5% or more:	8,614,000	98.7
(3) at fair value:		
(4) Total with adjustments or at fair value (Total 1 through 3):		
(5) At book value without adjustment:		
 B. Not subject to discretionary withdrawal provision:	 115,656	 1.3
C. Total Gross:	8,729,656	
D. Reinsurance ceded:	-0-	
E. Total (Net) * (C) " (D)	8,729,656	
* Reconciliation of Total Annuity Actuarial Reserves and Deposit Fund Liabilities.		
F. <u>Annual Statement:</u>		
1. Exh. 5, Annuities, Totals (Net):	8,729,656	
2. Exh. 5, Suppl. Contracts w/ Life Contingencies, Total (Net):		-0-
3. Exh. 7, L15, Col. 1:	72,626	
4. Subtotal:	8,802,282	

29. Premium and Annuity Considerations Deferred and Uncollected:

The Society's uncollected premiums are shown on Page 2, Line 14, Column 2 and on Exhibit 1.

30. Separate Accounts:

The Society does not have any separate accounts.

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	10,898	0.064	10,898	0.064
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	86,941	0.511	86,941	0.511
1.3 Foreign government (including Canada, excluding mortgage-backed securities)	112,629	0.662	112,629	0.662
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	211,399	1.243	211,399	1.243
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (including residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA	17,616	0.104	17,616	0.104
1.512 Issued by FNMA and FHLMC				
1.513 Privately issued				
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC	203,838	1.199	203,838	1.199
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC				
1.523 All other privately issued	192,158	1.130	192,158	1.130
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	13,705,182	80.610	13,705,182	80.610
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	1,544,226	9.083	1,544,226	9.083
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	7,653	0.045	7,653	0.045
3.4 Other equity securities:				
3.41 Affiliated				
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	380,100	2.236	380,100	2.236
5.2 Property held for production of income (includes \$ 0 of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ 0 including property acquired in satisfaction of debt)				
6. Policy loans	37,806	0.222	37,806	0.222
7. Receivables for securities				
8. Cash and short-term investments	491,462	2.891	491,462	2.891
9. Other invested assets				
10. Total invested assets	17,001,908	100.000	17,001,908	100.000

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [] No [] N/A []
- 1.3 State Regulating? _____
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No []
- 2.2 If yes, date of change: _____
If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. _____ 12/31/2000
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. _____ 12/31/1995
- 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). _____ 02/15/1997
- 3.4 By what department or departments? PENNSYLVANIA INSURANCE DEPARTMENT
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No []
4.12 renewals? Yes [] No []
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No []
4.22 renewals? Yes [] No []
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No []
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
	00000	
	00000	
	00000	
	00000	
	00000	

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action either formal or informal, if a confidentiality clause is part of the agreement) Yes [] No []
- 6.2 If yes, give full information _____
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No []
- 7.2 If yes,
- 7.21 State the percentage of foreign control _____ 0 %
7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager, or attorney-in-fact)

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

(continued)

8. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
 MCKEEVER, VARGA & SENKO
 MANOR OAK TWO, SUITE 500, 1910 COCHRAN ROAD, PITTSBURGH, PA 15220-1102
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? EDWARD F COWMAN, FSA, MAAA
 916 SHERWOOD DRIVE, LAKE BLUFF, IL 60044
 BRUCE AND BRUCE COMPANY, CONSULTING ACTUARIES
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 | \$ | 0 |
| 14.12 To stockholders not officers | \$ | 0 |
| 14.13 Trustees, supreme or grand (Fraternal only) | \$ | 0 |
- 14.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|---|----|---|
| 14.21 To directors or other officers | \$ | 0 |
| 14.22 To stockholder not officers | \$ | 0 |
| 14.23 Trustees, supreme or grand (Fraternal only) | \$ | 0 |
- 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 | \$ | 0 |
| 15.22 Borrowed from others | \$ | 0 |
| 15.23 Leased from others | \$ | 0 |
| 15.24 Other | \$ | 0 |
- Disclose in Notes to Financial 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 | \$ | 0 |
| 16.22 Amount paid as expenses | \$ | 0 |
| 16.23 Other amounts paid | \$ | 0 |

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	0	0	0.000	0	Yes [] No [X]	Yes [] No [X]
Common	0	0	0.000	X X X	X X X X X X	X X X X X X

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 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	\$	0
19.22 Subject to repurchase agreements	\$	0
19.23 Subject to reverse repurchase agreements	\$	0
19.24 Subject to dollar repurchase agreements	\$	0
19.25 Subject to reverse dollar repurchase agreements	\$	0
19.26 Pledged as collateral	\$	0
19.27 Placed under option agreements	\$	0
19.28 Letter stock or securities restricted as to sale	\$	0
19.29 Other	\$	0

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

19.31	19.36
19.32	19.37
19.33	19.38
19.34	19.39
19.35	

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
		0
		0
		0
		0
		0

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

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

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

21.2 If yes, state the amount thereof at December 31 of the current year. \$ 0

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

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

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

**GENERAL INTERROGATORIES
(continued)
PART 2 - FRATERNAL 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.	\$	0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$	0
1.31	Reason for excluding		
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$	0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$	0
1.6	Individual policies:		
	Most current three years:		
	1.61 Total Premium earned	\$	0
	1.62 Total incurred claims	\$	0
	1.63 Number of covered lives	\$	0
	All years prior to most current three years:		
	1.64 Total Premium earned	\$	0
	1.65 Total incurred claims	\$	0
	1.66 Number of covered lives	\$	0
1.7	Group policies:		
	Most current three years:		
	1.71 Total Premium earned	\$	0
	1.72 Total incurred claims	\$	0
	1.73 Number of covered lives	\$	0
	All years prior to most current three years:		
	1.74 Total Premium earned	\$	0
	1.75 Total incurred claims	\$	0
	1.76 Number of covered lives	\$	0
2.1	Does this reporting entity have Separate Accounts?	YES [] NO [X]	
2.2	If yes, has a Separate Accounts Statement been filed with this Department?	YES [] NO [] N/A [X]	
2.3	What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?	\$	0
2.4	State the authority under which Separate Accounts are maintained:		
2.5	Was any of the reporting entity's Separate Accounts business reinsured as of December 31?	YES [] NO [X]	
2.6	Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?	YES [] NO [X]	
3.	Is the reporting entity organized and conducted on the lodge system, with ritualistic form of work and representative form of government?	YES [X] NO []	
4.	How often are meetings of the subordinate branches required to be held? MONTHLY		
5.	How are the subordinate branches represented in the supreme or governing body? BY THE DELEGATION ELECTED BY LOCAL LODGES		
6.	What is the basis of representation in the governing body? ONE DELEGATE FOR EACH 35 MEMBERS OR FRACTION THEREOF		
7.1	How often are regular meetings of the governing body held? QUADRENNALLY		
7.2	When was the last regular meeting of the governing body held?		10/11/2002
7.3	When and where will the next regular or special meeting of the governing body be held? 10/2006, CLEVELAND, OH		
7.4	How many members of the governing body attended the last regular meeting?		35
7.5	How many of same were delegates of the subordinate branches?		25
8.	How are the expenses of the governing body defrayed? DELEGATE REGISTRATION FEE \$100, ALL OTHER DELEGATE EXPENSES PAID BY SOCIETY		
9.	When and by whom are the officers and directors elected? QUADRENNALLY BY THE CONVENTION		
10.	What are the qualifications for membership? TRINITARIAN CHRISTIANS PHYSICALLY & MORALLY ACCEPTABLE		
11.	What are the limiting ages for admission? 0 - 90		
12.	What is the minimum and maximum insurance that may be issued on any one life? MINIMUM ADULT = \$1,000; MINIMUM JUVENILE = \$1,000 MAXIMUM = NONE		
13.	Is a medical examination required before issuing a benefit certificate to applicants?	YES [X] NO []	
14.	Are applicants admitted to membership without filing an application with and becoming a member of a local branch by ballot and initiation?	YES [] NO [X]	
15.1	Are notices of the payments required sent to the members?	YES [X] NO [] N/A []	
15.2	If yes, do the notices state the purpose for which the money is to be used?	YES [X] NO []	
16.	What proportion of first and subsequent years payments may be used for management expenses?		
	16.11 First year	\$	0.00
	16.12 Subsequent years	\$	0.00
17.1	Is any part of the mortuary, disability, emergency or reserve fund, or the accretions from or payments for the same, used for expenses?	YES [] NO [X]	
17.2	If so, what amount and for what purpose? \$ 0,		
18.1	Does the reporting entity pay an old age disability benefit?	YES [] NO [X]	
18.2	If yes, at what age does the benefit commence?		0
19.1	Has the constitution or have the laws of the reporting entity been amended during the year?	YES [X] NO []	
19.2	If yes, when? OCTOBER 2002		

GENERAL INTERROGATORIES
(continued)
PART 2 - FRATERNAL INTERROGATORIES

20. Have you filed with this Department all forms of benefit certificates issued, a copy of the constitution and of all the laws, rules and regulations in force at the present time?
If not, please do so. YES [X] NO []
- 21.1 State whether all or a portion of the regular insurance contributions were waived during the current year under premium-paying certificates on account of meeting attained age or membership requirements. YES [] NO [X]
- 21.2 If so, was an additional reserve included in Exhibit 8? YES [] NO [] N/A [X]
- 21.3 If yes, explain
- 22.1 Has the reporting entity reinsured, amalgamated with, or absorbed any company, order, society, or association during the year? YES [] NO [X]
- 22.2 If yes, was there any contract agreement, or understanding, written or oral, expressed or implied, by means of which any officer, director, trustee, or any other person, or firm, corporation, society or association, received or is to receive any fee, commission, emolument, or compensation of any nature whatsoever in connection with, or on account of such reinsurance, amalgamation, absorption, or transfer of membership or funds? YES [] NO [] N/A [X]
23. Has any present or former officer, director, trustee, incorporator, or any other person, or any firm, corporation, society or association, any claim of any nature whatsoever against this reporting entity, which is not included in the liabilities on Page 3 of this statement? YES [] NO [X]

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6. Amounts of life insurance in this exhibit should be shown in thousands (omit 000).

	1 2002	2 2001	3 2000	4 1999	5 1998
<u>Life Insurance in Force</u> (Exhibit of Life Insurance)					
1. Total (Line 20, Column 2)	34,989	36,803	36,139	37,714	29,868
<u>New Business Issued</u> (Exhibit of Life Insurance)					
2. Total (Line 2, Column 2)	1,185	1,597	3,198	10,954	17,685
<u>Premium Income</u> (Exhibit 1, Part 1)					
3. Life insurance - first year (Line 9.4, Column 2)	4,516	10,041	29,911	21,960	64,861
4. Life insurance - single and renewal (Lines 10.4 and 19.4, Column 2)	178,595	147,366	190,749	147,519	57,617
5. Annuity (Line 20.4, Column 3)	919,249	754,671	212,555	531,384	769,024
6. Accident and health (Line 20.4, Column 4)					
7. Aggregate of all other lines of business (Line 20.4, Column 5)					
8. Total (Line 20.4, Column 1)	1,102,360	912,078	433,215	700,862	891,502
<u>Balance Sheet Items</u> (Pages 2 and 3)					
9. Total admitted assets excluding Separate Accounts business (Page 2, Line 22, Col. 4)	17,281,499	14,689,730	12,846,236	12,726,488	11,940,551
10. Total Liabilities excluding Separate Accounts business (Page 3, Line 23)	16,799,425	14,266,649	12,244,022	12,047,321	11,178,977
11. Aggregate reserve for life certificates and contracts (Page 3, Line 1)	11,880,900	10,916,746	10,136,000	10,093,000	9,742,000
12. Aggregate reserve for accident and health certificates (Page 3, Line 2)					
13. Deposit-type contract funds (Page 3, Line 3)	72,626	81,254			
14. Asset Valuation Reserve (Page 3, Line 21.1)	121,194	145,195	91,177	94,168	89,216
15. Surplus (Page 3, Line 30)	482,072	423,081	602,214	679,167	761,574
<u>Risk-Based Capital Analysis</u>					
16. Total adjusted capital	603,266	568,276	693,391	783,335	878,105
17. 50% of the calculated RBC amount	235,155	319,237	179,939	193,912	256,421
<u>Percentage Distribution of Assets</u> (Page 2, Col. 3) (Item No. ÷ Page 2, Line 10, Col. 3) x 100.0					
18. Bonds (Line 1)	85.5	80.0	79.8	77.0	65.8
19. Stocks (Lines 2.1 and 2.2)	9.1	13.9	14.9	17.7	24.2
20. Mortgage loans on real estate (Line 3.1 and 3.2)					
21. Real estate (Lines 4.1, 4.2 and 4.3)	2.2	2.7	3.1	3.2	3.5
22. Certificate loans (Line 5)	0.2	0.2	0.3	0.2	0.2
23. Cash and short-term investments (Line 6)	2.9	3.2	1.9	1.9	6.3
24. Other invested assets (Line 7)					
25. Receivable for securities (Line 8)					
26. Aggregate write-ins for invested assets (Line 9)					
27. Cash and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
<u>Investments in Subsidiaries and Affiliates</u>					
28. Affiliated bonds (Schedule D Summary, Line 25, Col. 1)					
29. Affiliated preferred stock (Schedule D Summary, Line 39, Col. 1)					
30. Affiliated common stock (Schedule D Summary, Line 53, Col. 2)					
31. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Column 5, Line 11)					
32. Affiliated mortgage loans on real estate					
33. All other affiliated					
34. Total of above Lines 28 to 33					
<u>Total Nonadmitted Assets and Admitted Assets</u>					
35. Total nonadmitted assets (Page 2, Line 24, Col. 2)	2,599	3,466	110,082	128,313	118,685
36. Total admitted assets (Page 2, Line 24, Col. 3)	17,281,499	14,689,730	12,846,236	12,726,488	11,940,551
<u>Investment Data</u>					
37. Net investment income (Exhibit of Net Investment Income, Line 17)	1,244,408	1,005,718	917,005	846,724	729,360
38. Realized capital gains (losses), net of tax and before IMR transfer	(142,526)	3,287		(28,388)	(210,624)
39. Unrealized capital gains (losses)	(42,745)	(11,401)	17,364	(10,783)	190,035
40. Total of above Lines 37, 38 and 39	1,059,137	997,604	934,369	807,553	708,771

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2002	2001	2000	1999	1998
<u>Benefits and Reserve Increases</u> (Page 6)					
41. Total certificate benefits - life (Lines 9, 10, 11, 12 and 13, Column 1 less Line 13, Column 5)	578,539	713,423	886,834	737,528	835,646
42. Total certificate benefits - accident and health (Line 13, Column 5)					
43. Increase in life reserves (Line 17, Column 2)	5,931	(7,000)	(40,963)	20,963	12,000
44. Increase in accident and health reserves (Line 17, Column 5)					
45. Refunds to members (Line 28, Column 1)			(20,000)		20,000
<u>Operating Percentages</u>					
46. Insurance expense percent (Page 6, Column 1, Lines 19, 20 and 21 less Line 6, Column 1 less Exhibit 2, Column 4, Line 10) ÷ (Page 6, Column 1, Line 1) X 100.0	30.0	34.5	83.1	43.2	34.9
47. Lapse percent (Exhibit of Life Insurance, Column 2, Lines 13 and 14) x 100.0 ÷ 1/2 (Lines 1 and 19, Column 2)	3.4	7.8	9.7	0.4	0.4
48. Accident and health loss percent (Schedule H, Line 3, Column 1, % Shown)					
49. Accident and health expense percent (Schedule H, Line 8, Column 1, % Shown)					
<u>Accident and Health Reserve Adequacy</u>					
50. Incurred losses on prior years' claims (Schedule H, Part 3, Line 3.1, Column 1)					
51. Prior years' liability and reserve (Schedule H, Part 3, Line 3.2, Column 1)					
<u>Net Gains from Operations After Refunds to Members by Lines of Business</u> (Page 6, Line 29)					
52. Life insurance (Column 2)	95,847	59,525	144,676	38,552	(113,090)
53. Annuity (Column 3)	64,179	40,609	(88,509)	25,942	21,760
54. Supplementary contracts (Column 4)					
55. Accident and health (Column 5)					
56. Aggregate of all other lines of business (Column 6)					
57. Fraternal (Column 8)	(79,633)	(67,997)	(86,010)	(87,541)	(83,187)
58. Expense (Column 9)					
59. Total (Column 1)	180,393	32,137	(29,843)	(23,047)	(174,517)

EXHIBIT OF LIFE INSURANCE

	1 Number of Certificates	2 Amount of Insurance (a)
1. In force end of prior year	3,235	36,803
2. Issued during year	60	1,185
3. Reinsurance assumed		
4. Revived during year	6	63
5. Increased during year (net)		
6. Subtotals, Lines 2 to 5	66	1,248
7. Additions by refunds during year	X X X	
8. Aggregate write-ins for increases		
9. Totals (Line 1 plus Line 6 to Line 8)	3,301	38,051
Deductions during year:		
10. Death	74	195
11. Maturity	1	1
12. Disability		
13. Expiry	38	1,150
14. Surrender	14	87
15. Lapse	38	1,268
16. Decreased (net)	10	361
17. Reinsurance		
18. Aggregate write-ins for decreases		
19. Totals (Lines 10 to 18)	175	3,062
20. In force end of year (b) (Line 9 minus 19)	3,126	34,989
21. Reinsurance ceded end of year	X X X	15,173
22. Line 20 minus Line 21	X X X	19,816
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)		
1801.		
1802.		
1803.		
1898. Summary of remaining write-ins for Line 18 from overflow page		
1899. Totals (Lines 1801 through 1803 plus 1898) (Line 18 above)		

- (a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).
 (b) Paid-up insurance included in the final totals of Line 20 (including additions to certificates), number of certificates 2,080, Amount, \$ 8,522,925.
 Additional accidental death benefits included in life certificates were in amount, \$ 0. Does the society collect any contributions from members for general expenses of the society under fully paid-up certificates? YES [] NO [X] If not, how are such expenses met? Excess Interest and Mortality Savings

EXHIBIT OF NUMBERS OF CERTIFICATES FOR SUPPLEMENTARY CONTRACTS, ANNUITIES AND ACCIDENT & HEALTH INSURANCE

	1 Supplementary Contracts (Involving Life Contingencies)	2 Supplementary Contracts (Not Involving Life Contingencies)	3 Individual Annuities	4 Accident & Health Insurance
1. In force end of prior year			427	
2. Issued during year			86	
3. Reinsurance assumed				
4. Increased during year (net)				
5. TOTALS (Lines 1 to 4)			513	
Deductions during year:				
6. Decreased during year (net)			23	
7. Reinsurance				
8. TOTALS (Lines 6 and 7)			23	
9. In force end of year (Line 5 minus Line 8)			490	
10. Amount on deposit			25,442	X X X
Income now payable:				
11. Amount of income payable			2,780	X X X
Deferred: fully paid:				
12. Deferred: fully paid - account balance	X X X	X X X		X X X
Deferred: not fully paid:				
13. Deferred: not fully paid - account balance	X X X	X X X		X X X

SCHEDULE D - SUMMARY BY COUNTRY

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

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value (a)	Actual Cost	Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	115,455	96,951	79,054	428,616
	2. Canada				
	3. Other Countries	112,629	113,482	112,429	113,929
	4. Totals	228,084	210,433	191,483	542,545
States, Territories and Possessions (Direct and guaranteed)	5. United States	187,026	180,090	115,467	385,000
	6. Canada	24,373	16,250	24,373	24,373
	7. Other Countries				
8. Totals	211,399	196,340	139,840	409,373	
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	203,838	203,838	204,017	206,710
	14. Canada				
	15. Other Countries				
16. Totals	203,838	203,838	204,017	206,710	
Public Utilities (unaffiliated)	17. United States	1,675,923	1,741,107	1,675,829	1,680,000
	18. Canada				
	19. Other Countries				
20. Totals	1,675,923	1,741,107	1,675,829	1,680,000	
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	12,221,417	12,468,494	12,232,197	12,896,374
	22. Canada				
	23. Other Countries				
24. Totals	12,221,417	12,468,494	12,232,197	12,896,374	
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	14,540,661	14,820,212	14,443,366	15,735,002
PREFERRED STOCKS					
Public Utilities (unaffiliated)	27. United States	75,000	14,950	75,000	
	28. Canada				
	29. Other Countries				
30. Totals	75,000	14,950	75,000		
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	87,500	90,955	87,500	
	32. Canada				
	33. Other Countries				
34. Totals	87,500	90,955	87,500		
Industrial and Miscellaneous (unaffiliated)	35. United States	1,281,726	1,272,395	1,332,506	
	36. Canada	75,000	75,670	75,000	
	37. Other Countries	25,000	25,910	25,000	
38. Totals	1,381,726	1,373,975	1,432,506		
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	1,544,226	1,479,880	1,595,006	
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	7,653	7,653	29,982	
	50. Canada				
	51. Other Countries				
52. Totals	7,653	7,653	29,982		
Parent, Subsidiaries and Affiliates	53. Totals				
	54. Total Common Stocks	7,653	7,653	29,982	
	55. Total Stocks	1,551,879	1,487,533	1,624,988	
	56. Total Bonds and Stocks	16,092,540	16,307,745	16,068,354	

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

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	13,589,534	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	6,558,471	6.1 Column 17, Part 1	
3. Increase (decrease) by adjustment:		6.2 Column 13, Part 2, Section 1	
3.1 Column 16, Part 1	(20,169)	6.3 Column 11, Part 2, Section 2	
3.2 Column 12, Part 2, Section 1	(7,650)	6.4 Column 11, Part 4	
3.3 Column 10, Part 2, Section 2	(4,301)	7. Book/adjusted carrying value at end of current period	16,092,558
3.4 Column 10, Part 4	33,230	8. Total valuation allowance	
4. Total gain (loss), Column 14, Part 4	(172,026)	9. Subtotal (Lines 7 plus 8)	16,092,558
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4	3,884,531	10. Total nonadmitted amounts	
		11. Statement value of bonds and stocks, current period	16,092,558

**SCHEDULE T - DISTRIBUTION OF BUSINESS BY STATES AND TERRITORIES
(Adult and Juvenile Combined)**

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Life Contracts			5 Deposit-Type Contract Funds	6 Other Considerations
		2 Life Insurance Premiums	3 Annuity Considerations	4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees		
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	133	2,795		
8. Delaware	DE	NO				
9. District of Columbia	DC	NO				
10. Florida	FL	NO				
11. Georgia	GA	NO				
12. Hawaii	HI	NO				
13. Idaho	ID	NO				
14. Illinois	IL	YES	51	19,000		
15. Indiana	IN	YES	886	100		
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	YES	10,206	149,852		
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	YES	7,935			
32. New Mexico	NM	NO				
33. New York	NY	YES	10,729	23,500		
34. North Carolina	NC	NO				
35. North Dakota	ND	NO				
36. Ohio	OH	YES	211,442	513,665		
37. Oklahoma	OK	NO				
38. Oregon	OR	NO				
39. Pennsylvania	PA	YES	28,920	208,288		
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	33	2,050		
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	X X X				
58. Subtotal	(a) 7		270,335	919,250		
90. Reporting entity contributions for employee benefits plans	X X X					
91. Dividends or refunds applied to purchase paid-up additions and annuities	X X X					
92. Dividends or refunds applied to shorten endowment or premium paying period	X X X					
93. Premium or annuity considerations waived under disability or other contract provisions	X X X					
94. Aggregate other amounts not allocable by State	X X X					
95. Totals (Direct Business)	X X X		270,335	919,250		
96. Plus Reinsurance Assumed	X X X					
97. Totals (All Business)	X X X		270,335	919,250		
98. Less Reinsurance Ceded	X X X					
99. Totals (All Business) less Reinsurance Ceded	X X X		270,335	919,250	(b)	
DETAILS OF WRITE-INS						
5701.	X X X					
5702.	X X X					
5703.	X X X					
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X					
5799. Total (Lines 5701 thru 5703 plus 5798) (Line 57 above)	X X X					
9401.	X X X					
9402.	X X X					
9403.	X X X					
9498. Summary of remaining write-ins for Line 94 from overflow page	X X X					
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above)	X X X					

Explanation of basis of allocation by states, etc., of premiums and annuity considerations

(a) Insert the number of yes responses except for Canada and Other Alien.
 (b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Column 1, Line 1 indicate which;

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

NONE

OVERFLOW PAGE FOR WRITE-INS
