



# ANNUAL STATEMENT

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

## The Ohio National Life Insurance Company

NAIC Group Code 0704 0704 NAIC Company Code 67172 Employer's ID Number 31-0397080  
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated 09/09/1909 Commenced Business 10/10/1910

Statutory Home Office One Financial Way, Cincinnati, OH 45242  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office One Financial Way  
(Street and Number) 513-794-6100  
Cincinnati, OH 45242 (Area Code) (Telephone Number)  
(City or Town, State and Zip Code)

Mail Address Post Office Box 237, Cincinnati, OH 45201  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records One Financial Way  
(Street and Number) 513-794-6100  
Cincinnati, OH 45242 (Area Code) (Telephone Number)  
(City or Town, State and Zip Code)

Internet Website Address \_\_\_\_\_

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(Street and Number) 513-794-6100-6377  
Cincinnati, OH 45242 (Area Code) (Telephone Number) (Extension)  
(City or Town, State and Zip Code)

### OFFICERS

President David Boyers O'Maley Secretary Ronald Louis Benedict  
Treasurer Arthur James Roberts Actuary Ronald John Dolan

### VICE PRESIDENTS

<u>Trudy Kolb Backus</u>	<u>Thomas Abdo Barefield, Senior V.P.</u>	<u>Lee Edward Bartels</u>
<u>Howard Charles Becker, Senior V.P.</u>	<u>Michael Allan Boedeker, Senior V.P.</u>	<u>Robert Allen Bowen, Senior V.P.</u>
<u>Roylene Mullen Broadwell</u>	<u>Christopher Allen Carlson, Senior V.P.</u>	<u>Robert Walter Conway</u>
<u>David William Cook, Senior V.P.</u>	<u>Anthony Gerard Esposito</u>	<u>Diane Sue Hagenbuch</u>
<u>Michael Francis Haverkamp, Senior V.P. #</u>	<u>John Alfred Houser III</u>	<u>William Joseph McFadden</u>
<u>James Irwin Miller II</u>	<u>Carolyn Marie Nightingale</u>	<u>Edward Poli Nolan Jr. #</u>
<u>Thomas Orren Olson</u>	<u>John Jacob Palmer, Executive V.P.</u>	<u>George Barclay Pearson, Jr.</u>
<u>William Charles Price #</u>	<u>David Gates Smith, Executive V.P.</u>	<u>James Clive Smith</u>
<u>Michael Dean Stohler</u>	<u>Barbara Ann Turner</u>	<u>Dennis Clarence Twarogowski</u>
<u>David Symmes Williams</u>		

### DIRECTORS OR TRUSTEES

<u>Jack Elliott Brown</u>	<u>William Robert Burleigh</u>	<u>George Edward Castrucci</u>
<u>Raymond Robert Clark</u>	<u>Ronald John Dolan</u>	<u>Victoria Buyniski Gluckman</u>
<u>John Weber Hayden</u>	<u>David Boyers O'Maley</u>	<u>James Francis Orr</u>
<u>John Jacob Palmer</u>	<u>David Gates Smith</u>	

State of Ohio } ss  
County of Hamilton

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.

David Boyers O'Maley  
President

Ronald Louis Benedict  
Secretary

Arthur James Roberts  
Treasurer

Subscribed and sworn to before me this 12th day of February, 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 \_\_\_\_\_

Shawna G. Stroup  
August 27, 2007



ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds .....	5,070,985,937	0	5,070,985,937	3,859,087,752
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1).....	101,234	0	101,234	101,234
2.2 Common stocks (Schedule D, Part 2, Section 2).....	132,014,192	0	132,014,192	197,845,414
3. Mortgage loans on real estate: (Schedule B, Part 1)				
3.1 First liens .....	785,164,074	0	785,164,074	723,940,465
3.2 Other than first liens .....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	651,866	0	651,866	791,866
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	11,148,476	0	11,148,476	7,098,217
5. Policy loans .....	130,737,864	0	130,737,864	126,411,356
6. Premium notes, including \$ .....0 for first year premiums .....	0	0	0	0
7. Cash (\$ .....59,085,643 , Schedule E, Part 1) and short -term investments (\$ .....4,966,910 , Schedule DA, Part 2) .....	64,052,553	0	64,052,553	109,141,321
8. Other invested assets (Schedule BA, Part 1) .....	41,031	0	41,031	45,857
9. Receivable for securities .....	3,471,129	0	3,471,129	1,283,685
10. Aggregate write-ins for invested assets .....	0	0	0	0
11. Subtotals, cash and invested assets (Lines 1 to 10) .....	6,198,368,356	0	6,198,368,356	5,025,747,167
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers (Schedule S, Part 2) .....	658,340	0	658,340	2,999,781
12.2 Commissions and expense allowances due .....	0	0	0	0
12.3 Experience rating and other refunds due .....	0	0	0	0
12.4 Other amounts receivable under reinsurance contracts .....	0	0	0	0
13. Electronic data processing equipment and software.....	56,770	0	56,770	117,076
14. Federal and foreign income tax recoverable and interest thereon (including \$ .....25,403,092 net deferred tax asset) .....	104,639,246	67,832,589	36,806,657	16,140,249
15. Guaranty funds receivable or on deposit .....	3,165,857	0	3,165,857	3,010,017
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ .....4,579,462 loading) .....	12,075,137	0	12,075,137	22,041,757
17. Accident and health premiums due and unpaid .....	216,852	0	216,852	(349,363)
18. Investment income due and accrued .....	80,133,944	0	80,133,944	70,794,701
19. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates .....	11,647,422	0	11,647,422	15,814,758
21. Amounts receivable relating to uninsured accident and health plans .....	0	0	0	0
22. Amounts due from agents .....	6,964,732	6,964,732	0	0
23. Other assets nonadmitted (Exhibit 9) .....	9,420,479	9,420,479	0	0
24. Aggregate write-ins for other than invested assets .....	12,793,194	9,075,898	3,717,296	4,388,320
25. Total assets excluding Separate Accounts business (Lines 11 to 24) .....	6,440,140,329	93,293,698	6,346,846,631	5,160,704,463
26. From Separate Accounts Statement .....	1,586,135,603	0	1,586,135,603	1,870,859,351
27. Total (Lines 25 and 26) .....	8,026,275,932	93,293,698	7,932,982,234	7,031,563,814
<b>DETAILS OF WRITE-INS</b>				
1001. ....				
1002. ....				
1003. ....				
1098. Summary of remaining write-ins for Line 10 from overflow page .....	0	0	0	0
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above) .....	0	0	0	0
2401. Keyman insurance.....	3,472,654	0	3,472,654	3,646,712
2402. Recoverable from separate account.....	188,429	0	188,429	0
2403. Reinsurance deposits.....	45,297	0	45,297	45,298
2498. Summary of remaining write-ins for Line 24 from overflow page .....	9,086,814	9,075,898	10,916	696,310
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) .....	12,793,194	9,075,898	3,717,296	4,388,320

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ .....3,504,307,874 (Exh. 5, Line 9999999) less \$ .....0 included in Line 6.3 (including \$ .....0 Modco Reserve) .....	3,504,307,874	2,670,166,398
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1)(including \$ .....0 Modco Reserve) .....	64,278,446	60,123,043
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ .....0 Modco Reserve) .....	1,160,254,381	1,370,039,727
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11) .....	5,436,871	17,322,932
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11) .....	393,759	593,081
5. Policyholders' dividends \$ .....569,145 and coupons \$ .....0 due and unpaid (Exhibit 4, Line 10) .....	569,145	476,543
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment to ..... (including \$ .....0 Modco).....	32,795,468	30,017,267
6.2 Dividends not yet apportioned (including \$ .....0 Modco) .....	0	0
6.3 Coupons and similar benefits (including \$ .....0 Modco) .....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ .....0 discount; including \$ .....292,646 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14) .....	790,853	665,569
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....	0	0
9.2 Provision for experience rating refunds, including \$ .....0 accident and health experience rating refunds .....	0	0
9.3 Other amounts payable on reinsurance including \$ .....0 assumed and \$ .....0 ceded .....	0	0
9.4 Interest maintenance reserve (Page 33, Line 6) .....	19,190,280	9,003,780
10. Commissions to agents due or accrued-life contracts and annuity contracts \$ .....1,441,606 accident and health \$ .....170,031 and deposit-type contract funds \$ .....0 .....	1,611,637	1,603,733
11. Commissions and expense allowances payable on reinsurance assumed .....	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 5) .....	4,631,419	3,140,175
13. Transfers to Separate Accounts due or accrued (net) (Including \$ .....(41,139,907) accrued for expense allowances recognized in reserves) .....	(41,139,907)	(50,853,108)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5) .....	648,118	2,148,728
15. Federal and foreign income taxes including \$ .....0 on realized capital gains (losses) (including \$ .....0 net deferred tax liability) .....	0	(5,608,837)
16. Unearned investment income .....	4,091,237	3,884,223
17. Amounts withheld or retained by company as agent or trustee .....	31,545,954	31,418,375
18. Amounts held for agents' account, including \$ .....1,993,210 agents' credit balances .....	2,750,812	2,393,992
19. Remittances and items not allocated .....	34,929,845	54,821,417
20. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0
21. Liability for benefits for employees and agents if not included above .....	0	0
22. Borrowed money \$ .....0 and interest thereon \$ .....0 .....	0	0
23. Dividends to stockholders declared and unpaid .....	0	0
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve (Page 34, Line 16, Col. 7) .....	16,243,546	62,066,518
24.2 Reinsurance in unauthorized companies .....	2,935,067	1,316,018
24.3 Funds held under reinsurance treaties with unauthorized reinsurers .....	372,790,110	217,588,130
24.4 Payable to parent, subsidiaries and affiliates .....	14,156,476	7,869,030
24.5 Drafts outstanding .....	0	0
24.6 Liability for amounts held under uninsured accident and health plans .....	0	0
24.7 Funds held under coinsurance .....	571,326,655	217,890,195
24.8 Payable for securities .....	31,810,820	742,857
24.9 Capital notes \$ .....0 and interest thereon \$ .....0 .....	0	0
25. Aggregate write-ins for liabilities .....	2,061,156	3,990,925
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25) .....	5,838,410,022	4,712,820,711
27. From Separate Accounts Statement .....	1,575,423,242	1,854,707,908
28. Total Liabilities (Lines 26 and 27) .....	7,413,833,264	6,567,528,619
29. Common capital stock .....	10,000,000	10,000,000
30. Preferred capital stock .....	0	0
31. Aggregate write-ins for other than special surplus funds .....	0	0
32. Surplus notes .....	134,451,472	134,408,069
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1) .....	50,000,000	0
34. Aggregate write-ins for special surplus funds .....	0	1,646,802
35. Unassigned funds (surplus) .....	324,697,498	317,980,324
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 29 \$ .....0 ) .....	0	0
36.2 .....0 shares preferred (value included in Line 30 \$ .....0 ) .....	0	0
37. Surplus (total Lines 31+32+33+34+35-36) ( Including \$ .....10,712,362 in Separate Accounts Statement) .....	509,148,970	454,035,195
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55) .....	519,148,970	464,035,195
39. Totals of Lines 28 and 38 (Page 2, Line 27, Col. 3) .....	7,932,982,234	7,031,563,814
<b>DETAILS OF WRITE-INS</b>		
2501. Various liabilities for group insurance contracts.....	1,070,687	1,860,018
2502. Deferred gains on intercompany purchase.....	836,588	836,588
2503. Unclaimed funds.....	153,881	111,456
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	1,182,863
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	2,061,156	3,990,925
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above) .....	0	0
3401. Separate Account contingency reserve.....	0	1,627,913
3402. Investment guarantee reserve.....	0	18,889
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	1,646,802

**SUMMARY OF OPERATIONS**

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	1,466,242,875	1,314,323,684
2. Considerations for supplementary contracts with life contingencies	207,787	90,828
3. Net investment income (Exhibit of Net Investment Income, Line 17)	375,097,148	342,720,001
4. Amortization of interest maintenance reserve (IMR) (Page 33, Line 5)	2,951,893	1,538,456
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	33,372,247	26,799,357
7. Reserve adjustments on reinsurance ceded	0	0
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	21,467,938	0
8.2 Charges and fees for deposit-type contracts	661,501	0
8.3 Aggregate write-ins for miscellaneous income	12,182,076	35,072,843
9. Total (Lines 1 to 8.3)	1,912,183,465	1,720,545,169
10. Death benefits	24,189,866	48,573,130
11. Matured endowments (excluding guaranteed annual pure endowments)	1,289,741	1,198,870
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	97,615,168	84,612,476
13. Disability benefits and benefits under accident and health contracts	7,458,361	8,398,993
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0
15. Surrender benefits and withdrawals for life contracts	486,293,560	354,583,447
16. Group conversions	(179)	16,167
17. Interest and adjustments on contracts or deposit-type contract funds	87,940,221	101,338,926
18. Payments on supplementary contracts with life contingencies	949,146	1,089,252
19. Increase in aggregate reserves for life and accident and health contracts	848,297,602	552,253,476
20. Totals (Lines 10 to 19)	1,554,033,486	1,152,064,737
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1 less Col. 11)	108,824,763	95,374,552
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	1,081,369	1,164,628
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1 + 2 + 3)	56,175,082	44,991,379
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	7,310,842	5,804,220
25. Increase in loading on deferred and uncollected premiums	468,640	(593,696)
26. Net transfers to or (from) Separate Accounts	91,118,107	330,270,830
27. Aggregate write-ins for deductions	(534,303)	889,346
28. Totals (Lines 20 to 27)	1,818,477,986	1,629,965,996
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	93,705,479	90,579,173
30. Dividends to policyholders	32,496,045	28,982,310
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	61,209,434	61,596,863
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	9,607,784	18,339,295
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	51,601,650	43,257,568
34. Net realized capital gains or (losses) less capital gains tax of \$ (19,392,188) (excluding taxes of \$ 7,074,519 ) transferred to the IMR	(59,055,866)	(29,973,485)
35. Net income (Line 33 plus Line 34)	(7,454,216)	13,284,083
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
36. Capital and surplus, December 31, previous year (Page 3, Line 38, Col. 2)	464,035,195	376,228,205
37. Net income (Line 35)	(7,454,216)	13,284,083
38. Change in net unrealized capital gains (losses)	(35,572,234)	(4,206,998)
39. Change in net unrealized foreign exchange capital gain (loss)	0	0
40. Change in net deferred income tax	14,793,393	1,349,441
41. Change in nonadmitted assets and related items (Exhibit 9, Line 6, Col. 3)	(12,042,447)	54,291
42. Change in liability for reinsurance in unauthorized companies	(1,619,049)	(1,305,604)
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)	0	0
44. Change in asset valuation reserve (Page 34, Lines 2 through 5 minus Line 6 plus Line 7 plus Line 11 plus Lines 14 through 15, Col. 7)	45,822,972	6,682,265
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	6,581,035	18,151,123
47. Other changes in surplus in Separate Accounts Statement	(5,439,082)	(17,595,864)
48. Change in surplus notes	43,403	50,000,000
49. Cumulative effect of changes in accounting principles	0	20,413,356
50. Capital changes:		
50.1 Paid in	0	0
50.2 Transferred from surplus (Stock Dividend)	0	0
50.3 Transferred to surplus	0	0
51. Surplus adjustment:		
51.1 Paid in	50,000,000	0
51.2 Transferred to capital (Stock Dividend)	0	0
51.3 Transferred from capital	0	0
51.4 Change in surplus as a result of reinsurance	0	0
52. Dividends to stockholders	0	0
53. Aggregate write-ins for gains and losses in surplus	0	980,903
54. Net change in capital and surplus for the year (Lines 37 through 53)	55,113,775	87,806,996
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	519,148,970	464,035,202
<b>DETAILS OF WRITE-INS</b>		
08.301. Surrender charges on separate accounts	5,096,380	0
08.302. Miscellaneous gain/(loss)	4,027,637	3,783,594
08.303. Income from succession rights on group lines	1,165,134	5,014,866
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	1,892,925	26,274,383
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	12,182,076	35,072,843
2701. Health surrender benefits	255,028	217,657
2702. Increase / (decrease) in various group liabilities	(789,331)	671,689
2703. Summary of remaining write-ins for Line 27 from overflow page	0	0
2798. TOTALS (Lines 2701 thru 2703 plus 2798) (Line 27 above)	(534,303)	889,346
5301. Surplus note interest reserve	0	937,500
5302. Surplus note discount	0	43,403
5303. Summary of remaining write-ins for Line 53 from overflow page	0	0
5398. TOTALS (Lines 5301 thru 5303 plus 5398) (Line 53 above)	0	980,903

CASH FLOW

	1 Current Year	2 Prior Year
<b>Cash from Operations</b>		
1. Premiums and annuity considerations for life and accident and health contracts	1,475,299,918	1,318,296,337
2. Charges and fees for deposit-type contracts	661,501	0
3. Considerations for supplementary contracts with life contingencies	207,787	90,828
4. Net investment income	373,053,699	329,840,054
5. Commissions and expense allowances on reinsurance ceded	33,372,247	26,799,357
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts	21,467,938	0
7. Aggregate write-ins for miscellaneous income	545,105,067	472,197,323
8. Total (Lines 1 to 7)	2,449,168,157	2,147,223,899
9. Death benefits	37,280,054	51,898,911
10. Matured endowments	1,289,741	1,198,870
11. Annuity benefits	96,992,759	85,219,542
12. Disability benefits and benefits under accident and health contracts	4,712,735	7,287,027
13. Coupons, guaranteed annual pure endowments and similar benefits	0	0
14. Surrender benefits and withdrawals for life contracts	486,293,560	354,583,447
15. Group conversions	(179)	16,167
16. Interest and adjustments on contracts or deposit-type contract funds	7,073,415	8,766,123
17. Payments on supplementary contracts with life contingencies	949,146	1,089,252
18. Total (Lines 9 to 17)	634,591,231	510,059,339
19. Commissions on premiums, annuity considerations and deposit-type contract funds	108,816,859	96,496,195
20. Commissions and expense allowances on reinsurance assumed	1,081,369	1,164,628
21. General insurance expenses	54,729,101	50,503,280
22. Insurance taxes, licenses and fees, excluding federal income taxes	8,693,507	4,113,060
23. Net transfers to or (from) Separate Accounts	91,118,107	330,270,830
24. Aggregate write-ins for deductions	(6,326,007)	(17,933,466)
25. Total (Lines 18 to 24)	892,704,167	974,673,866
26. Dividends paid to policyholders	29,625,241	29,354,561
27. Federal income taxes (excluding tax on capital gains)	3,084,843	41,717,154
28. Total (Lines 25 to 27)	925,414,251	1,045,745,581
29. Net cash from operations (Line 8 minus Line 28)	1,523,753,906	1,101,478,318
<b>Cash from Investments</b>		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	1,618,577,242	525,586,676
30.2 Stocks	49,830,602	5,393,799
30.3 Mortgage loans	100,426,699	210,299,626
30.4 Real estate	345,954	1,243,650
30.5 Other invested assets	4,826	35,212,738
30.6 Net gains (losses) on cash and short-term investments	0	0
30.7 Miscellaneous proceeds	0	806,054
30.8 Total investment proceeds (Lines 30.1 to 30.7)	1,769,185,323	778,542,543
31. Net tax on capital gains (losses)	0	0
32. Total (Line 30.8 minus Line 31)	1,769,185,323	778,542,543
33. Cost of investments acquired (long-term only):		
33.1 Bonds	2,909,508,702	1,633,237,492
33.2 Stocks	0	4,234,419
33.3 Mortgage loans	161,336,652	14,261,341
33.4 Real estate	4,534,272	2,720,210
33.5 Other invested assets	0	5,626,483
33.6 Miscellaneous applications	3,028,972	3,898,812
33.7 Total investments acquired (Lines 33.1 to 33.6)	3,078,408,598	1,663,978,757
34. Net increase (or decrease) in policy loans and premium notes	4,326,508	4,020,120
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(1,313,549,783)	(889,456,334)
<b>Cash from Financing and Miscellaneous Sources</b>		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in	50,000,000	50,000,000
36.2 Borrowed money \$ 0 less amounts repaid \$ 0	0	0
36.3 Capital notes \$ 0 less amounts repaid \$ 0	0	0
36.4 Deposits on deposit-type contract funds and other liabilities without life or disability contingencies	90,335,014	154,798,008
36.5 Other cash provided	6,977,046	2,527,902
36.6 Total (Lines 36.1 to 36.5)	147,312,060	207,325,910
37. Cash applied:		
37.1 Dividends to stockholders paid	0	0
37.2 Interest on indebtedness	11,154,057	8,293,750
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies	381,274,688	380,176,075
37.4 Other applications (net)	10,176,205	3,338,586
37.5 Total (Lines 37.1 to 37.4)	402,604,950	391,808,411
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	(255,292,890)	(184,482,501)
<b>RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS</b>		
39. Net change in cash and short-term investments (Line 29, plus Line 35, plus Line 38)	(45,088,767)	27,539,483
40. Cash and short-term investments:		
40.1 Beginning of year	109,141,320	81,601,837
40.2 End of year (Line 39 plus Line 40.1)	64,052,553	109,141,320
<b>DETAILS OF WRITE-INS</b>		
0701. Increase in ledger liabilities	532,922,991	437,124,480
0702. Surrender charges on separate accounts	5,096,380	0
0703. Miscellaneous gain	4,027,637	3,783,594
0798. Summary of remaining write-ins for Line 7 from overflow page	3,058,059	31,289,249
0799. TOTALS (Lines 0701 thru 0703 plus 0798) (Line 7 above)	545,105,067	472,197,323
2401. Health surrender benefits	255,028	217,657
2402. Seed money invested in separate account	(6,581,035)	(18,151,123)
2403.	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0
2499. TOTALS (Lines 2401 thru 2403 plus 2498) (Line 24 above)	(6,326,007)	(17,933,466)

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS (Gain and Loss Exhibit) (Excluding Capital Gains and Losses)**

	1	2	Ordinary			6	Group		Accident and Health		12	
			3	4	5		7	8	9	10		11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	1,466,242,875	.0	90,184,790	1,187,164,520	.0	.0	786,699	175,837,007	511,376	.0	11,758,483	.0
2. Considerations for supplementary contracts with life contingencies	207,787	.0	.0	190,255	17,532	.0	.0	.0	.0	.0	.0	.0
3. Net investment income	375,097,148	.0	67,961,607	180,020,611	3,200,781	.0	1,487,037	116,731,521	349,039	.0	5,346,552	.0
4. Amortization of Interest Maintenance Reserve (IMR)	2,951,893	.0	371,250	1,481,930	.0	.0	218,743	879,970	.0	.0	.0	.0
5. Separate Accounts net gain from operations excluding unrealized gains or losses	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6. Commissions and expense allowances on reinsurance ceded	33,372,247	.0	1,086	29,789,384	.0	.0	.0	.0	.0	.0	3,581,777	.0
7. Reserve adjustments on reinsurance ceded	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	21,467,938	.0	.0	16,758,577	.0	.0	.0	4,709,361	.0	.0	.0	.0
8.2 Charges and fees for deposit-type contracts	661,501	.0	.0	.0	.0	.0	.0	661,501	.0	.0	.0	.0
8.3 Aggregate write-ins for miscellaneous income	12,182,085	0	178,437	7,309,526	0	0	2,323,813	2,183,411	188,445	0	(1,547)	0
9. Totals (Lines 1 to 8.3)	1,912,183,474	0	158,697,170	1,422,714,803	3,218,313	0	4,816,292	301,002,771	1,048,860	0	20,685,265	0
10. Death benefits	24,189,866	.0	22,017,138	.0	.0	.0	2,172,587	.0	141	.0	.0	.0
11. Matured endowments (excluding guaranteed annual pure endowments)	1,289,741	.0	1,289,741	.0	.0	.0	.0	.0	.0	.0	.0	.0
12. Annuity benefits	97,615,168	.0	.0	87,868,111	.0	.0	.0	9,747,057	.0	.0	.0	.0
13. Disability benefits and benefits under accident and health contracts	7,458,361	.0	448,632	.0	.0	.0	18,997	.0	710,659	.0	6,280,073	.0
14. Coupons, guaranteed annual pure endowments and similar benefits	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
15. Surrender benefits and withdrawals for life contracts	486,293,561	.0	33,883,629	310,964,339	.0	.0	.0	141,445,593	.0	.0	.0	.0
16. Group conversions	(179)	.0	61,205	.0	.0	.0	(61,384)	.0	.0	.0	.0	.0
17. Interest and adjustments on contract or deposit-type contract funds	87,940,223	.0	3,497,165	5,489,344	2,831,363	.0	236,225	75,886,126	.0	.0	.0	.0
18. Payments on supplementary contracts with life contingencies	949,146	.0	.0	.0	949,146	.0	.0	.0	.0	.0	.0	.0
19. Increase in aggregate reserves for life and accident and health contracts	848,297,602	0	13,215,340	824,198,631	(1,500,941)	0	(1,238,970)	9,468,139	(378,386)	0	4,533,789	0
20. Totals (Lines 10 to 19)	1,554,033,489	.0	74,412,850	1,228,520,425	2,279,568	.0	1,127,455	236,546,915	332,414	.0	10,813,862	.0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	108,824,763	.0	16,024,535	85,101,086	.0	.0	109,373	4,498,056	228,187	.0	2,863,526	.0
22. Commissions and expense allowances on reinsurance assumed	1,081,369	.0	.0	.0	.0	.0	.0	.0	.0	.0	1,081,369	.0
23. General insurance expenses	56,175,080	.0	19,021,763	22,490,552	227,618	.0	294,822	9,641,098	395,195	.0	4,104,032	.0
24. Insurance taxes, licenses and fees, excluding federal income taxes (FIT)	7,310,842	.0	2,962,070	2,775,188	14,312	.0	109,565	730,029	157,108	.0	562,570	.0
25. Increase in loading on deferred and uncollected premiums	468,640	.0	468,640	.0	.0	.0	.0	.0	.0	.0	.0	.0
26. Net transfers to or (from) Separate Accounts	91,118,107	.0	.0	60,878,381	.0	.0	.0	30,239,726	.0	.0	.0	.0
27. Aggregate write-ins for deductions	(534,303)	0	15,347	0	0	0	(235,154)	0	(569,524)	0	255,028	0
28. Totals (Lines 20 to 27)	1,818,477,987	0	112,905,205	1,399,765,632	2,521,498	0	1,406,061	281,655,824	543,380	0	19,680,387	0
29. Net gain from operations before dividends to policyholders and FIT (Line 9 - Line 28)	93,705,487	.0	45,791,965	22,949,171	696,815	.0	3,410,231	19,346,947	505,480	.0	1,004,878	.0
30. Dividends to policyholders	32,496,045	0	32,066,479	13,568	0	0	47,253	0	0	0	368,745	0
31. Net gain from operations after dividends to policyholders and before FIT (Line 29 - Line 30)	61,209,442	.0	13,725,486	22,935,603	696,815	.0	3,362,978	19,346,947	505,480	.0	636,133	.0
32. Federal income taxes incurred (excluding tax on capital gains)	9,607,784	0	2,154,432	3,600,103	109,376	0	527,872	3,036,807	79,343	0	99,851	0
33. Net gain from operations after dividends to policyholders and FIT and before realized capital gains or (losses) (Line 31 - Line 32)	51,601,658	0	11,571,054	19,335,500	587,439	0	2,835,106	16,310,140	426,137	0	536,282	0
<b>DETAILS OF WRITE-INS</b>												
08.301. Surrender charge on separate accounts	5,096,380	.0	.0	4,372,100	.0	.0	.0	724,280	.0	.0	.0	.0
08.302. Miscellaneous gain / (loss)	4,027,646	.0	178,437	1,044,501	.0	.0	1,158,679	1,459,131	188,445	.0	(1,547)	.0
08.303. Income from succession rights on group lines	1,165,134	.0	.0	.0	.0	.0	1,165,134	.0	.0	.0	.0	.0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	1,892,925	.0	.0	1,892,925	.0	.0	.0	.0	.0	.0	.0	.0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	12,182,085	0	178,437	7,309,526	0	0	2,323,813	2,183,411	188,445	0	(1,547)	0
2701. Health surrender benefits	255,028	.0	.0	.0	.0	.0	.0	.0	.0	.0	255,028	.0
2702. Reserve transfers net	.0	.0	15,347	.0	.0	.0	(829)	.0	(14,518)	.0	.0	.0
2703. Increase in various group liabilities	(789,331)	.0	.0	.0	.0	.0	(234,325)	.0	(555,006)	.0	.0	.0
2798. Summary of remaining write-ins for Line 27 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	(534,303)	0	15,347	0	0	0	(235,154)	0	(569,524)	0	255,028	0

(a) Includes the following amounts for FEGLI/SGLI: Line 1 ..... 0, Line 10 ..... 0, Line 16 ..... 0, Line 23 ..... 0, Line 24 ..... 0

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
<b>Involving Life or Disability Contingencies (Reserves)</b> (Net of Reinsurance Ceded)								
1. Reserve December 31, prior year .....	2,670,166,395	.0	712,782,754	1,680,796,896	6,421,057	.0	14,309,718	255,855,970
2. Tabular net premiums or considerations .....	1,447,874,782	.0	73,303,671	1,198,162,131	17,532	.0	4,796,796	171,594,652
3. Present value of disability claims incurred .....	204,734	.0	204,734	.0	.XXX	.0	.0	.0
4. Tabular interest .....	150,840,797	.0	28,424,590	109,839,723	349,808	.0	14,567	12,212,109
5. Tabular less actual reserve released .....	152,199	.0	(1,187,903)	(980,590)	45,759	.0	.0	2,274,933
6. Increase in reserve on account of change in valuation basis .....	.0	.0	.0	.0	.0	.0	.0	.0
7. Other increases (net) .....	(21,307,511)	0	0	(21,684,772)	(737,124)	0	1,224,013	(109,628)
8. Totals (Lines 1 to 7) .....	4,247,931,396	0	813,527,846	2,966,133,388	6,097,032	0	20,345,094	441,828,036
9. Tabular cost .....	50,505,096	.0	45,370,008	.0	.XXX	.0	5,135,088	.0
10. Reserves released by death .....	10,888,504	.0	10,888,504	.XXX	.XXX	.0	.0	.XXX
11. Reserves released by other terminations (net) .....	569,891,731	.0	30,822,877	395,384,612	.0	.0	2,139,258	141,544,984
12. Annuity, supplementary contract and disability payments involving life contingencies .....	20,986,504	.0	448,362	11,153,902	949,146	.0	.0	8,435,094
13. Net transfers to or (from) Separate Accounts .....	91,351,682	0	0	63,680,544	0	0	0	27,671,138
14. Total Deductions (Lines 9 to 13) .....	743,623,517	0	87,529,751	470,219,058	949,146	0	7,274,346	177,651,216
15. Reserve December 31, current year .....	3,504,307,879	0	725,998,095	2,495,914,330	5,147,886	0	13,070,748	264,176,820

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EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 3,400,741	3,755,270
1.1 Bonds exempt from U.S. tax	(a) 0	0
1.2 Other bonds (unaffiliated)	(a) 295,505,876	304,654,332
1.3 Bonds of affiliates	(a) 0	0
2.1 Preferred stocks (unaffiliated)	(b) 6,560	6,560
2.11 Preferred stocks of affiliates	(b) 0	0
2.2 Common stocks (unaffiliated)	955,820	743,270
2.21 Common stocks of affiliates	12,000,000	12,000,000
3. Mortgage loans	(c) 60,308,045	60,560,013
4. Real estate	(d) 1,013,003	933,341
5. Contract loans	9,574,823	9,244,732
6. Cash/short-term investments	(e) 773,703	773,311
7. Derivative instruments	(f) 0	0
8. Other invested assets	0	(28)
9. Aggregate write-ins for investment income	222,601	222,601
10. Total gross investment income	383,761,172	392,893,402
11. Investment expenses		(g) 6,012,039
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 369,285
13. Interest expense		(h) 11,154,057
14. Depreciation on real estate and other invested assets		(i) 183,034
15. Aggregate write-ins for deductions from investment income		77,839
16. Total (Lines 11 through 15)		17,796,254
17. Net Investment Income - (Line 10 minus Line 16)		375,097,148
<b>DETAILS OF WRITE-INS</b>		
0901. Income from separate account	144,446	144,446
0902. Other income	77,536	77,536
0903. Income from unlisted assets	619	619
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	222,601	222,601
1501. Amortization of discount		77,839
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		77,839

(a) Includes \$ 7,327,921 accrual of discount less \$ 3,631,208 amortization of premium and less \$ 22,512,634 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 \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.  
 (e) Includes \$ 523,014 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 \$ 11,106,250 interest on surplus notes and \$ 0 interest on capital notes.  
 (i) Includes \$ 183,034 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Increases (Decreases) by Adjustment	4 Net Gain (Loss) from Change in Difference Between Basis Book/ Adjusted Carrying and Admitted Values	5 Total
1. U.S. Government bonds	246,999	0	0	0	246,999
1.1 Bonds exempt from U.S. tax	0	0	0	0	0
1.2 Other bonds (unaffiliated)	(73,561,234)	0	0	(1,682,447)	(75,243,681)
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	17,889,435	0	0	(23,794,059)	(5,904,624)
2.21 Common stocks of affiliates	0	0	(717,776)	(9,377,953)	(10,095,729)
3. Mortgage loans	143,558	170,098	0	0	313,656
4. Real estate	(95,026)	0	0	0	(95,026)
5. Contract loans	0	0	0	0	0
6. Cash/Short-term investments	0	0	0	0	0
7. Derivative instruments	0	0	0	0	0
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	(3,028,972)	0	0	0	(3,028,972)
10. Total capital gains (losses)	(58,405,240)	170,098	(717,776)	(34,854,459)	(93,807,377)
<b>DETAILS OF WRITE-INS</b>					
0901. Gain (Loss) from seed money	(2,595,017)	0	0	0	(2,595,017)
0902. Miscellaneous	(433,955)	0	0	0	(433,955)
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	(3,028,972)	0	0	0	(3,028,972)

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

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

	1		2		3 Ordinary		4	5	6 Group		7		8 Accident and Health		9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business						
<b>FIRST YEAR (other than single)</b>																	
1. Uncollected	287,417	0	275,611	0	0	0	0	0	0	0	0	0	0	0	0	11,806	0
2. Deferred and accrued	1,356,665	0	1,356,665	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:																	
3.1 Direct	1,644,081	0	1,632,275	0	0	0	0	0	0	0	0	0	0	0	0	11,806	0
3.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3.4 Net (Line 1 + Line 2)	1,644,082	0	1,632,276	0	0	0	0	0	0	0	0	0	0	0	0	11,806	0
4. Advance	224,331	0	0	0	0	0	0	0	0	0	0	0	0	0	0	224,331	0
5. Line 3.4 - Line 4	1,419,751	0	1,632,276	0	0	0	0	0	0	0	0	0	0	0	0	(212,525)	0
6. Collected during year:																	
6.1 Direct	147,191,052	0	13,447,179	102,473,093	0	54,592	28,055,108	345,426	0	2,815,654	0	0	0	0	0	0	0
6.2 Reinsurance assumed	59,826	0	(75)	0	0	(749)	0	0	0	60,650	0	0	0	0	0	0	0
6.3 Reinsurance ceded	2,192,374	0	22,684	0	0	1,902	0	452,496	0	1,715,292	0	0	0	0	0	0	0
6.4 Net	145,058,504	0	13,424,420	102,473,093	0	51,941	28,055,108	(107,070)	0	1,161,012	0	0	0	0	0	0	0
7. Line 5 + Line 6.4	146,478,255	0	15,056,696	102,473,093	0	51,941	28,055,108	(107,070)	0	948,487	0	0	0	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance)	1,448,465	0	1,723,245	0	0	4,357	0	(137,518)	0	(141,619)	0	0	0	0	0	0	0
9. First year premiums and considerations:																	
9.1 Direct	146,937,828	0	13,356,209	102,473,093	0	50,098	28,055,108	258,572	0	2,744,748	0	0	0	0	0	0	0
9.2 Reinsurance assumed	59,826	0	(75)	0	0	(749)	0	0	0	60,650	0	0	0	0	0	0	0
9.3 Reinsurance ceded	1,967,865	0	22,684	0	0	1,765	0	228,124	0	1,715,292	0	0	0	0	0	0	0
9.4 Net (Line 7 - Line 8)	145,029,789	0	13,333,450	102,473,093	0	47,584	28,055,108	30,448	0	1,090,106	0	0	0	0	0	0	0
<b>SINGLE</b>																	
10. Single premiums and considerations:																	
10.1 Direct	1,688,809,010	0	26,971,732	1,582,914,735	0	0	78,922,543	0	0	0	0	0	0	0	0	0	0
10.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10.3 Reinsurance ceded	516,064,644	0	43	516,064,601	0	0	0	0	0	0	0	0	0	0	0	0	0
10.4 Net	1,172,744,366	0	26,971,689	1,066,850,134	0	0	78,922,543	0	0	0	0	0	0	0	0	0	0
<b>RENEWAL</b>																	
11. Uncollected	3,358,652	0	3,153,606	0	0	0	0	0	0	205,046	0	0	0	0	0	0	0
12. Deferred and accrued	11,868,714	0	11,868,714	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13. Deferred, accrued and uncollected:																	
13.1 Direct	15,179,715	0	14,974,669	0	0	0	0	0	0	205,046	0	0	0	0	0	0	0
13.2 Reinsurance assumed	47,651	0	47,651	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13.4 Net (Line 11 + Line 12)	15,227,366	0	15,022,320	0	0	0	0	0	0	205,046	0	0	0	0	0	0	0
14. Advance	566,522	0	498,207	0	0	0	0	0	0	68,315	0	0	0	0	0	0	0
15. Line 13.4 - Line 14	14,660,844	0	14,524,113	0	0	0	0	0	0	136,731	0	0	0	0	0	0	0
16. Collected during year:																	
16.1 Direct	160,985,302	0	62,089,217	17,841,293	0	1,253,407	68,859,356	1,294,379	0	9,647,650	0	0	0	0	0	0	0
16.2 Reinsurance assumed	5,599,007	0	(10,348,088)	0	0	9,470,644	0	0	0	6,476,451	0	0	0	0	0	0	0
16.3 Reinsurance ceded	9,087,261	0	2,189,627	0	0	211,132	0	1,196,499	0	5,490,003	0	0	0	0	0	0	0
16.4 Net	157,497,048	0	49,551,502	17,841,293	0	10,512,919	68,859,356	97,880	0	10,634,098	0	0	0	0	0	0	0
17. Line 15 + Line 16.4	172,157,892	0	64,075,615	17,841,293	0	10,512,919	68,859,356	97,880	0	10,770,829	0	0	0	0	0	0	0
18. Prior year (uncollected + deferred and accrued - advance)	23,689,172	0	14,195,964	0	0	9,773,804	0	(383,048)	0	102,452	0	0	0	0	0	0	0
19. Renewal premiums and considerations:																	
19.1 Direct	160,705,369	0	62,430,824	17,841,293	0	834,477	68,859,356	1,057,490	0	9,681,929	0	0	0	0	0	0	0
19.2 Reinsurance assumed	(3,884,346)	0	(10,361,546)	0	0	749	0	0	0	6,476,451	0	0	0	0	0	0	0
19.3 Reinsurance ceded	8,352,303	0	2,189,627	0	0	96,111	0	576,562	0	5,490,003	0	0	0	0	0	0	0
19.4 Net (Line 17 - Line 18)	148,468,720	0	49,879,651	17,841,293	0	739,115	68,859,356	480,928	0	10,668,377	0	0	0	0	0	0	0
<b>TOTAL</b>																	
20. Total premiums and annuity considerations:																	
20.1 Direct	1,996,452,207	0	102,758,765	1,703,229,121	0	884,575	175,837,007	1,316,062	0	12,426,677	0	0	0	0	0	0	0
20.2 Reinsurance assumed	(3,824,520)	0	(10,361,621)	0	0	0	0	0	0	6,537,101	0	0	0	0	0	0	0
20.3 Reinsurance ceded	526,384,812	0	2,212,354	516,064,601	0	97,876	0	804,686	0	7,205,295	0	0	0	0	0	0	0
20.4 Net (Line 9.4 + 10.4 + 19.4)	1,466,242,875	0	90,184,790	1,187,164,520	0	786,699	175,837,007	511,376	0	11,758,483	0	0	0	0	0	0	0

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ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY

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

	1 Total	2 Industrial Life	3 Ordinary		5 Credit Life (Group and Individual)	6 Group		8 Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
<b>DIVIDENDS AND COUPONS APPLIED (included in Part 1)</b>											
21. To pay renewal premiums (Exhibit 4, Line 1) .....	5,949,317	0	5,701,214	0	0	38,168	0	0	0	209,935	0
22. All other (Exhibit 4, Lines 2, 3 & 4) .....	20,519,274	0	20,505,733	13,541	0	0	0	0	0	0	0
<b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>											
23. First year (other than single):											
23.1 Reinsurance ceded .....	1,598,140	0	0	0	0	0	0	0	0	1,598,140	0
23.2 Reinsurance assumed .....	55,192	0	0	0	0	0	0	0	0	55,192	0
23.3 Net ceded less assumed .....	1,542,948	0	0	0	0	0	0	0	0	1,542,948	0
24. Single:											
24.1 Reinsurance ceded .....	29,789,384	0	0	29,789,384	0	0	0	0	0	0	0
24.2 Reinsurance assumed .....	0	0	0	0	0	0	0	0	0	0	0
24.3 Net ceded less assumed .....	29,789,384	0	0	29,789,384	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded .....	1,984,723	0	1,086	0	0	0	0	0	0	1,983,637	0
25.2 Reinsurance assumed .....	1,026,177	0	0	0	0	0	0	0	0	1,026,177	0
25.3 Net ceded less assumed .....	958,546	0	1,086	0	0	0	0	0	0	957,460	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6) .....	33,372,247	0	1,086	29,789,384	0	0	0	0	0	3,581,777	0
26.2 Reinsurance assumed (Page 6, Line 23) .....	1,081,369	0	0	0	0	0	0	0	0	1,081,369	0
26.3 Net ceded less assumed .....	32,290,878	0	1,086	29,789,384	0	0	0	0	0	2,500,408	0
<b>COMMISSIONS INCURRED (direct business only)</b>											
27. First year (other than single) .....	33,526,518	0	12,180,593	17,648,768	0	6,430	2,002,686	51,148	0	1,636,893	0
28. Single .....	65,214,436	0	283	65,181,451	0	0	32,702	0	0	0	0
29. Renewal .....	10,083,809	0	3,843,659	2,270,867	0	102,943	2,462,668	177,039	0	1,226,633	0
30. Deposit-type contract funds .....	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21) .....	108,824,763	0	16,024,535	85,101,086	0	109,373	4,498,056	228,187	0	2,863,526	0

**EXHIBIT 2 - GENERAL EXPENSES**

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Rent	2,429,593	211,536	0	157,006	2,798,135
2. Salaries and wages	23,805,301	2,074,988	0	2,273,671	28,153,960
3.11 Contributions for benefit plans for employees	6,823,070	594,060	0	366,601	7,783,731
3.12 Contributions for benefit plans for agents	1,454,803	126,664	0	88,303	1,669,770
3.21 Payments to employees under non-funded benefit plans	0	0	0	0	0
3.22 Payments to agents under non-funded benefit plans	596,156	51,905	0	36,185	684,246
3.31 Other employee welfare	438,315	38,163	0	33,427	509,905
3.32 Other agent welfare	0	0	0	0	0
4.1 Legal fees and expenses	221,075	19,248	0	40,180	280,503
4.2 Medical examination fees	719,696	62,661	0	0	782,357
4.3 Inspection report fees	54,242	4,723	0	0	58,965
4.4 Fees of public accountants and consulting actuaries	874,464	76,136	0	65,159	1,015,759
4.5 Expense of investigation and settlement of policy claims	45,687	3,978	0	0	49,665
5.1 Traveling expenses	1,387,581	120,812	0	154,901	1,663,294
5.2 Advertising	570,903	49,706	0	0	620,609
5.3 Postage, express, telegraph and telephone	1,489,944	129,724	0	143,947	1,763,615
5.4 Printing and stationery	791,196	68,887	0	48,236	908,319
5.5 Cost or depreciation of furniture and equipment	292,794	25,493	0	17,850	336,137
5.6 Rental of equipment	447,099	38,927	0	27,332	513,358
5.7 Cost or depreciation of EDP equipment and software	4,804,477	418,308	0	333,338	5,556,123
6.1 Books and periodicals	81,078	7,059	0	20,560	108,697
6.2 Bureau and association fees	197,638	17,208	0	14,618	229,464
6.3 Insurance, except on real estate	662,042	57,642	0	0	719,684
6.4 Miscellaneous losses	0	0	0	0	0
6.5 Collection and bank service charges	0	0	0	0	0
6.6 Sundry general expenses	803,009	69,915	0	103,168	976,092
6.7 Group service and administration fees	537	47	0	0	584
6.8 Reimbursements by uninsured accident and health plans	0	0	0	0	0
7.1 Agency expense allowance	867,526	75,532	0	0	943,058
7.2 Agents' balances charged off (less recovered)	507,447	44,182	0	0	551,629
7.3 Agency conferences other than local meetings	643,459	56,024	0	0	699,483
9.1 Real estate expenses	0	0	0	1,051,238	1,051,238
9.2 Investment expenses not included elsewhere	0	0	0	72,861	72,861
9.3 Aggregate write-ins for expenses	666,722	55,700	0	963,458	1,685,880
10. General expenses incurred	51,675,854	4,499,228	0	6,012,039	62,187,121
11. General expenses unpaid December 31, prior year	2,466,413	271,275	0	402,487	3,140,175
12. General expenses unpaid December 31, current year	3,848,587	335,082	0	447,750	4,631,419
13. Amounts receivable relating to uninsured accident and health plans, prior year	0	0	0	0	0
14. Amounts receivable relating to uninsured accident and health plans, current year	0	0	0	0	0
15. General expenses paid during year (Lines 10+11-12-13+14)	50,293,680	4,435,421	0	5,966,776	60,695,877
<b>DETAILS OF WRITE-INS</b>					
09.301. Cafeteria	56,386	4,909	0	3,423	64,718
09.302. Correspondence Servicing Participation	0	0	0	960,035	960,035
09.303. Agency Development Expense	471,312	38,687	0	0	509,999
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	139,024	12,104	0	0	151,128
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	666,722	55,700	0	963,458	1,685,880

(a) Includes management fees of \$ 13,666,631 to affiliates and \$ 0 to non-affiliates.

**EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)**

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes	0	0	0	243,094	243,094
2. State insurance department licenses and fees	163,296	17,830	0	0	181,126
3. State taxes on premiums	3,406,709	371,973	0	0	3,778,682
4. Other state taxes, incl. \$ for employee benefits	845,511	92,320	0	1,855	939,686
5. U.S. Social Security taxes	2,175,648	237,555	0	124,337	2,537,540
6. All other taxes	0	0	0	0	0
7. Taxes, licenses and fees incurred	6,591,164	719,678	0	369,286	7,680,128
8. Taxes, licenses and fees unpaid December 31, prior year	1,660,371	339,248	0	149,109	2,148,728
9. Taxes, licenses and fees unpaid December 31, current year	558,265	58,689	0	31,164	648,118
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	7,693,270	1,000,237	0	487,231	9,180,738

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums	5,739,409	209,935
2. Applied to shorten the endowment or premium-paying period	0	0
3. Applied to provide paid-up additions	20,455,851	0
4. Applied to provide paid-up annuities	63,422	0
5. Total Lines 1 thru 4	26,258,682	209,935
6. Paid in cash	1,232,381	0
7. Left on deposit	1,924,243	0
8. Aggregate write-ins for dividend or refund options	0	0
9. Total Lines 5 thru 8	29,415,306	209,935
10. Amount due and unpaid	525,131	44,014
11. Provision for dividends or refunds payable in the following calendar year	32,650,251	145,217
12. Terminal dividends	0	0
13. Provision for deferred dividend contracts	0	0
14. Amount provisionally held for deferred dividend contracts not included in Line 13	0	0
15. Total Lines 10 thru 14	33,175,382	189,231
16. Total from prior year	30,463,389	30,421
17. Total Dividends or refunds (Lines 9 + 15 - 16)	32,127,299	368,745
<b>DETAILS OF WRITE-INS</b>		
0801.	0	0
0802.	0	0
0803.	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1		2	3	4	5	6
Valuation Standard		Total	Industrial	Ordinary	Credit (Group and Individual)	Group
<b>A. LIFE INSURANCE:</b>						
0100001.	41 CSO 2% NLP	75,630	0	75,630	0	0
0100002.	41 CSO 2 1/4% CRVM	36,669,679	0	36,669,679	0	0
0100003.	41 CSO 2 1/2% CRVM	17,046,343	0	17,046,343	0	0
0100004.	41 CSO 2 1/2% MOD	1,624,424	0	1,624,424	0	0
0100005.	41 CSO 2 1/2% NLP	27,743,692	0	27,743,692	0	0
0100006.	42 CSO 2 1/2% MOD	2,392	0	2,392	0	0
0100007.	43 CSO 2 1/2% MOD	3,586	0	3,586	0	0
0100008.	44 CSO 2 1/2% MOD	10,184	0	10,184	0	0
0100009.	58 CET 2 1/4% NLP	8,297	0	8,297	0	0
0100010.	58 CET 2 1/2% NLP	19,231	0	19,231	0	0
0100011.	58 CET 3% NLP	5,916	0	5,916	0	0
0100012.	58 CET 3 1/4% NLP	15,273	0	15,273	0	0
0100013.	58 CET 3 1/2% NLP	40,681	0	40,681	0	0
0100014.	58 CET 4% NLP	120,182	0	120,182	0	0
0100015.	58 CET 4 1/2% NLP	4,853	0	4,853	0	0
0100016.	58 CET 5% NLP	927,030	0	927,030	0	0
0100017.	58 CSO 1 3/4% CRVM	3,298,856	0	3,298,856	0	0
0100018.	58 CSO 2% CRVM	34,108,552	0	34,108,552	0	0
0100019.	58 CSO 2% NLP	439,104	0	439,104	0	0
0100020.	58 CSO 2 1/4% CRVM	5,874,372	0	5,874,372	0	0
0100021.	58 CSO 2 1/4% NLP	62,886	0	62,886	0	0
0100022.	58 CSO 2 1/2% CRVM	4,518,711	0	4,518,711	0	0
0100023.	58 CSO 2 1/2% MOD	601,173	0	601,173	0	0
0100024.	58 CSO 2 1/2% NLP	18,650,636	0	18,650,636	0	0
0100025.	58 CSO 2 3/4% NLP	2,366,473	0	2,366,473	0	0
0100026.	58 CSO 3% CRVM	2,047,986	0	2,047,986	0	0
0100027.	58 CSO 3% NLP	4,545,523	0	4,545,523	0	0
0100028.	58 CSO 3 1/4% MOD	81,644	0	81,644	0	0
0100029.	58 CSO 3 1/4% NLP	74,357,270	0	74,357,270	0	0
0100030.	58 CSO 3 1/2% CRVM	36,376,711	0	36,376,711	0	0
0100031.	58 CSO 3 1/2% NLP	1,283,214	0	1,283,214	0	0
0100032.	58 CSO 4% CRVM	19,163,286	0	19,163,286	0	0
0100033.	58 CSO 4% NLP	726,406	0	726,406	0	0
0100034.	58 CSO 4 1/2% CRVM	49,660,573	0	49,660,573	0	0
0100035.	58 CSO 4 1/2% NLP	2,301,306	0	2,301,306	0	0
0100036.	1970 Group Disability 3.5% NLP	13,801,087	0	0	0	13,801,087
0100037.	80 CET 4% NLP	193,025	0	193,025	0	0
0100038.	80 CET 4 1/2% NLP	1,618	0	1,618	0	0
0100039.	80 CET 5% NLP	98,420	0	98,420	0	0
0100040.	80 CET 6% NLP	646,797	0	646,797	0	0
0100041.	80 CSO 4% CRVM	22,259,572	0	22,259,572	0	0
0100042.	80 CSO 4% NLP	97,040,149	0	97,040,149	0	0
0100043.	80 CSO 4 1/4% CRVM	2,685,864	0	2,685,864	0	0
0100044.	80 CSO 4 1/4% NLP	52,757	0	52,757	0	0
0100045.	80 CSO 4 1/2% CRVM	44,232,603	0	44,232,603	0	0
0100046.	80 CSO 4 1/2% NLP	3,970,569	0	3,970,569	0	0
0100047.	80 CSO 4 1/2% XXX	167,882	0	167,882	0	0
0100048.	80 CSO 5% CRVM	28,574,709	0	28,574,709	0	0
0100049.	80 CSO 5% NLP	5,355,118	0	5,355,118	0	0
0100050.	80 CSO 5 1/2% CRVM	129,653,942	0	129,653,942	0	0
0100051.	80 CSO 5 1/2% NLP	5,521,863	0	5,521,863	0	0
0100052.	80 CSO 6% CRVM	23,312,244	0	23,312,244	0	0
0100053.	80 CSO 6% NLP	4,969,216	0	4,969,216	0	0
0100054.	AE 3% MOD	98,700	0	98,700	0	0
0100055.	AE 3% NLP	7,495,515	0	7,495,515	0	0
0100056.	AE 3 1/2% MOD	406,625	0	406,625	0	0
0100057.	AE 3 1/2% NLP	5,511,561	0	5,511,561	0	0
0100058.	Unearned Premium	55,350	0	55,350	0	0
<b>0199997. Totals (Gross)</b>		<b>740,887,261</b>	<b>0</b>	<b>727,086,174</b>	<b>0</b>	<b>13,801,087</b>
<b>0199998. Reinsurance ceded</b>		<b>7,001,108</b>	<b>0</b>	<b>6,270,769</b>	<b>0</b>	<b>730,339</b>
<b>0199999. Totals (Net)</b>		<b>733,886,153</b>	<b>0</b>	<b>720,815,405</b>	<b>0</b>	<b>13,070,748</b>
<b>B. ANNUITIES (excluding supplementary contracts with life contingencies):</b>						
0200001.	37STD 2.50%	13,826	XXX	13,826	XXX	0
0200002.	55STD 2.50%	63,456	XXX	63,456	XXX	0
0200003.	71IAM 2.50%	1,697,153	XXX	1,695,921	XXX	1,232
0200004.	71IAM 6.00%	4,611,189	XXX	4,611,189	XXX	0
0200005.	71IAM 7.50%	4,400,401	XXX	4,400,401	XXX	0
0200006.	71IAM 11.00%	552,190	XXX	509,772	XXX	42,418
0200007.	71IAM 11.25%	330,270	XXX	329,928	XXX	342
0200008.	83A 6.25%	1,912,923	XXX	1,154,878	XXX	758,045
0200009.	83A 6.50%	2,178,062	XXX	2,176,565	XXX	1,497
0200010.	83A 6.75%	10,154,938	XXX	10,121,268	XXX	33,670
0200011.	83A 7.00%	1,070,661	XXX	1,070,661	XXX	0
0200012.	83A 7.25%	6,054,174	XXX	6,049,202	XXX	4,972
0200013.	83A 7.75%	1,951,808	XXX	1,930,752	XXX	21,056
0200014.	83A 8.00%	895,461	XXX	881,941	XXX	13,520
0200015.	83A 8.25%	4,609,912	XXX	4,579,605	XXX	30,307
0200016.	83A 8.75%	4,078,021	XXX	4,020,578	XXX	57,443
0200017.	83A 9.25%	1,370,274	XXX	1,369,320	XXX	954
0200018.	A2000 6.25%	5,006,167	XXX	5,006,167	XXX	0
0200019.	A2000 6.50%	6,113,897	XXX	6,113,897	XXX	0
0200020.	A2000 6.75%	3,931,086	XXX	3,931,086	XXX	0
0200021.	A2000 7.00%	5,024,207	XXX	4,987,133	XXX	37,074
0200022.	71GAM 2.50%	1,822,933	XXX	0	XXX	1,822,933
0200023.	71GAM 6.00%	1,466,959	XXX	338,205	XXX	1,128,754
0200024.	71GAM 7.50%	1,076,404	XXX	629,702	XXX	446,702
0200025.	83GAM 6.25%	3,934,630	XXX	0	XXX	3,934,630
0200026.	83GAM 6.50%	1,215,876	XXX	0	XXX	1,215,876
0200027.	83GAM 6.75%	3,599,812	XXX	0	XXX	3,599,812
0200028.	83GAM 7.00%	1,640,849	XXX	0	XXX	1,640,849
0200029.	83GAM 7.25%	1,577,911	XXX	0	XXX	1,577,911
0200030.	83GAM 7.75%	1,124,843	XXX	0	XXX	1,124,843
0200031.	83GAM 8.00%	5,239,274	XXX	11,417	XXX	5,227,857
0200032.	83GAM 8.25%	4,384,115	XXX	0	XXX	4,384,115
0200033.	83GAM 8.75%	4,154,389	XXX	0	XXX	4,154,389
0200034.	83GAM 9.25%	3,994,511	XXX	10,111	XXX	3,984,400
0200035.	94GAR 4.00%	63,891	XXX	0	XXX	63,891
0200036.	94GAR 6.50%	175,117	XXX	0	XXX	175,117
0200037.	94GAR 6.75%	35,376	XXX	0	XXX	35,376
0200038.	94GAM 2.50%	12,497	XXX	0	XXX	12,497
0200039.	94GAM 6.25%	3,180,966	XXX	0	XXX	3,180,966

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1		2	3	4	5	6
Valuation Standard		Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200040.	94GAM 6.50%.....	4,030,433	XXX		XXX	4,030,433
0200041.	94GAM 6.75%.....	2,825,213	XXX		XXX	2,825,213
0200042.	94GAM 7.00%.....	3,584,486	XXX		XXX	3,584,486
0200043.	2.50% CARVM.....	18,843	XXX	18,843	XXX	
0200044.	3.00% CARVM.....	488,653	XXX	488,653	XXX	
0200045.	4.75% CARVM.....	6,976	XXX		XXX	6,976
0200046.	5.00% CARVM.....	78,421,127	XXX	78,421,127	XXX	
0200047.	5.25% CARVM.....	812,292,605	XXX	812,292,605	XXX	
0200048.	5.50% CARVM.....	1,881,329,481	XXX	1,881,329,481	XXX	
0200049.	5.75% CARVM.....	268,176,931	XXX	264,829,531	XXX	3,347,400
0200050.	6.00% CARVM.....	81,065,392	XXX	80,926,812	XXX	138,580
0200051.	6.25% CARVM.....	88,593,768	XXX	86,169,884	XXX	2,423,884
0200052.	6.50% CARVM.....	52,170,765	XXX	49,100,652	XXX	3,070,113
0200053.	6.75% CARVM.....	55,796,471	XXX	55,344,562	XXX	451,909
0200054.	7.00% CARVM.....	19,612,205	XXX	18,207,636	XXX	1,404,569
0200055.	7.25% CARVM.....	5,308,593	XXX	5,132,192	XXX	176,401
0200056.	7.50% CARVM.....	12,385,466	XXX	12,385,466	XXX	
0200057.	7.75% CARVM.....	1,989,482	XXX	15,214	XXX	1,974,268
0200058.	8.00% CARVM.....	17,320,139	XXX	15,973,037	XXX	1,347,102
0200059.	8.25% CARVM.....	11,236,468	XXX	11,172,375	XXX	64,093
0200060.	8.50% CARVM.....	2,494,023	XXX	2,377,003	XXX	117,020
0200061.	8.75% CARVM.....	90,099	XXX	45,910	XXX	44,189
0200062.	9.25% CARVM.....	44,119	XXX		XXX	44,119
0200063.	Group Defd @ AV.....	202,031,244	XXX		XXX	202,031,244
0200064.	GL 34 Reserve.....	5,915,505	XXX	5,915,505	XXX	
0200065.	Funds W/H, Var Ann GMDB Re.....	885,686	XXX	885,686	XXX	
0200066.	GEB Reserve.....	173,771	XXX	173,771	XXX	
0200067.	GMB.....	13,907	XXX	13,907	XXX	
0299997.	Totals (Gross)	3,713,022,280	XXX	3,447,226,833	XXX	265,795,447
0299998.	Reinsurance ceded	952,931,138	XXX	952,931,138	XXX	
0299999.	Totals (Net)	2,760,091,142	XXX	2,494,295,695	XXX	265,795,447
<b>C. SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:</b>						
0300001.	37STD 3.50%.....	36,469		36,469		
0300002.	55STD 3.50%.....	133,455		133,455		
0300003.	711AM 2.50%.....	1,674,718		1,674,718		
0300004.	711AM 3.5%.....	96,951		96,951		
0300005.	711AM 11.00%.....	329,303		329,303		
0300006.	711AM 11.25%.....	269,088		269,088		
0300007.	71GAM 2.50%.....	5,192		5,192		
0300008.	83A 6.25%.....	33,892		33,892		
0300009.	83A 6.50%.....	81,559		81,559		
0300010.	83A 6.75%.....	389,828		389,828		
0300011.	83A 7.00%.....	192,067		192,067		
0300012.	83A 7.25%.....	146,359		146,359		
0300013.	83A 7.75%.....	307,759		307,759		
0300014.	83A 8.00%.....	244,439		244,439		
0300015.	83A 8.25%.....	182,060		182,060		
0300016.	83A 8.75%.....	564,971		564,971		
0300017.	83A 9.25%.....	120,607		120,607		
0300018.	A2000 6.25%.....	48,239		48,239		
0300019.	A2000 6.50%.....	18,117		18,117		
0300020.	A2000 6.75%.....	115,661		115,661		
0300021.	A2000 7.00%.....	20,617		20,617		
0300022.	83GAM 6.5%.....	41,750		41,750		
0300023.	83GAM 6.75%.....	20,750		20,750		
0300024.	83GAM 7.25%.....	11,410		11,410		
0300025.	83GAM 8.25%.....	5,641		5,641		
0300026.	6.25%.....	8,654		8,654		
0300027.	6.75%.....	7,835		7,835		
0300028.	7.25%.....	6,412		6,412		
0300029.	7.75%.....	7,152		7,152		
0300030.	8.00%.....	956		956		
0300031.	8.75%.....	25,979		25,979		
0399997.	Totals (Gross)	5,147,890		5,147,890		
0399998.	Reinsurance ceded	0		0		
0399999.	Totals (Net)	5,147,890		5,147,890		
<b>D. ACCIDENTAL DEATH BENEFITS:</b>						
0400001.	Inter-Company Double Indemnity Table.....	0		0		
0400002.	Combined with 1941 CSO @ 2 1/2%.....	13,123		13,123		
0400003.	1959 Accidental Death Benefit Table.....	0		0		
0400004.	Combined with 1958 CSO @ 2 1/2%.....	89,914		89,914		
0400005.	Combined with 1980 CSO @ 2 1/2%.....	40,963		40,963		
0499997.	Totals (Gross)	144,000		144,000		
0499998.	Reinsurance ceded	45		45		
0499999.	Totals (Net)	143,955		143,955		
<b>E. DISABILITY-ACTIVE LIVES:</b>						
0500001.	Unearned Premium.....	0		0		
0500002.	1952 Inter-Co. Ben. 4, Per. 2 & 1941 CSO 2 1/2%.....	8,783		8,783		
0500003.	1952 Inter-Co. Ben. 5, Per. 2 & 1958 CSO 2 1/2%.....	501,039		501,039		
0500004.	1952 Inter-Co. Ben. 5, Per. 2 & 1980 CSO 2 1/2%.....	2,446,985		2,446,985		
0599997.	Totals (Gross)	2,956,807		2,956,807		
0599998.	Reinsurance ceded	68,980		68,980		
0599999.	Totals (Net)	2,887,827		2,887,827		
<b>F. DISABILITY-DISABLED LIVES:</b>						
0600001.	1952 Inter-Co. Disability Table 2 1/2%.....	2,484,091		2,484,091		
0699997.	Totals (Gross)	2,484,091		2,484,091		
0699998.	Reinsurance ceded	333,184		333,184		
0699999.	Totals (Net)	2,150,907		2,150,907		
<b>G. MISCELLANEOUS RESERVES</b>						
For excess of valuation net premiums over corresponding gross premiums on respective policies, computed according to the standard of valuation required by this state.....						
0700001.	For non-deduction of deferred fractional premiums or return of premiums at the death of the insured.....	0		0		
0700002.	For Converted Group Insurance.....	0		0		
0700003.	GEB.....	0		0		
0700004.	For Separate Account Business.....	0		0		
0799997.	Totals (Gross)	0		0		
0799998.	Reinsurance ceded	0		0		
0799999.	Totals (Net)	0		0		
9999999.	Totals (Net) - (Page 3, Line 1)	3,504,307,874		3,225,441,679		278,866,195



ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts? ..... Yes [ X ] No [ ]
- 1.2 If not, state which kind is issued  
.....
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts? ..... Yes [ X ] No [ ]
- 2.2 If not, state which kind is issued  
.....
- 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 ]
  - 4.1 Amount of insurance? ..... \$ .....
  - 4.2 Amount of reserve? ..... \$ .....
  - 4.3 Basis of reserve:  
.....
  - 4.4 Basis of regular assessments:  
.....
  - 4.5 Basis of special assessments:  
.....
  - 4.6 Assessments collected during the 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.  
.....
- 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 of 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:  
.....
  - 7.3 State the amount of reserves established for this business: ..... \$ .....
  - 7.4 Identify where the reserves are reported in the blank:  
.....

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)	XXX	XXX	
ACCIDENT AND HEALTH CONTRACTS (Exhibit 6)			
0299999 - Subtotal	XXX	XXX	
DEPOSIT-TYPE CONTRACTS (Exhibit 7)	<b>NONE</b>		
0399999 - Subtotal	XXX	XXX	
9999999 - Total (Column 4, only)			

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY

**EXHIBIT 6 - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS**

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
<b>ACTIVE LIFE RESERVE</b>									
1. Unearned premium reserve	1,273,670	0	0	0	1,157,721	115,596	353	0	0
2. Additional contract reserves (a)	21,805,247	0	0	0	19,602,572	2,201,028	1,647	0	0
3. Additional actuarial reserves-Asset/Liability analysis	0	0	0	0	0	0	0	0	0
4. Reserve for future contingent benefits	0	0	0	0	0	0	0	0	0
5. Reserve for rate credits	0	0	0	0	0	0	0	0	0
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	23,078,917	0	0	0	20,760,293	2,316,624	2,000	0	0
8. Reinsurance ceded	5,743,101	0	0	0	4,991,161	751,940	0	0	0
9. Totals (Net)	17,335,816	0	0	0	15,769,132	1,564,684	2,000	0	0
<b>CLAIM RESERVE</b>									
10. Present value of amounts not yet due on claims	61,529,542	12,561,499	0	0	47,660,815	1,306,130	1,098	0	0
11. Additional actuarial reserves-Asset/Liability analysis	0	0	0	0	0	0	0	0	0
12. Reserve for future contingent benefits	0	0	0	0	0	0	0	0	0
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	61,529,542	12,561,499	0	0	47,660,815	1,306,130	1,098	0	0
15. Reinsurance ceded	14,586,912	9,347,268	0	0	4,758,035	481,609	0	0	0
16. Totals (Net)	46,942,630	3,214,231	0	0	42,902,780	824,521	1,098	0	0
17. <b>TOTAL (Net)</b>	64,278,446	3,214,231	0	0	58,671,912	2,389,205	3,098	0	0
18. <b>TABULAR FUND INTEREST</b>	2,905,612	107,213	0	0	2,695,613	102,704	82	0	0
<b>DETAILS OF WRITE-INS</b>									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

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

**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 .....	1,370,039,727	841,822,779	464,912,323	59,510,074	3,794,551	.0
2. Deposits received during the year .....	90,335,014	79,000,000	9,316,258	1,924,513	94,243	.0
3. Investment earnings credited to the account .....	83,267,121	47,542,847	32,766,451	2,599,066	358,757	.0
4. Other net change in reserves .....	(1,452,794)	(755,483)	(892,955)	.0	195,644	.0
5. Fees and other charges assessed .....	661,561	661,501	.60	.0	.0	.0
6. Surrender charges .....	.0	.0	.0	.0	.0	.0
7. Net surrender or withdrawal payments .....	381,274,688	306,922,469	65,404,608	5,146,413	3,801,198	.0
8. Other net transfers to or (from) Separate Accounts .....	(1,562)	.0	(1,562)	.0	.0	.0
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8) .....	1,160,254,381	660,026,173	440,698,971	58,887,240	641,997	.0
10. Reinsurance balance at the beginning of the year .....	.0	.0	.0	.0	.0	.0
11. Net change in reinsurance assumed .....	.0	.0	.0	.0	.0	.0
12. Net change in reinsurance ceded .....	.0	.0	.0	.0	.0	.0
13. Reinsurance balance at the end of the year (Lines 10+11-12) .....	.0	.0	.0	.0	.0	.0
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	1,160,254,381	660,026,173	440,698,971	58,887,240	641,997	0

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 1 - Liability End of Current Year**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
<b>1. Due and Unpaid:</b>											
1.1 Direct .....	0	0	0	0	0	0	0	0	0	0	0
1.2 Reinsurance assumed .....	0	0	0	0	0	0	0	0	0	0	0
1.3 Reinsurance ceded .....	0	0	0	0	0	0	0	0	0	0	0
1.4 Net .....	0	0	0	0	0	0	0	0	0	0	0
<b>2. In course of settlement:</b>											
2.1 Resisted .....											
2.11 Direct .....	0	0	0	0	0	0	0	0	0	0	0
2.12 Reinsurance assumed .....	0	0	0	0	0	0	0	0	0	0	0
2.13 Reinsurance ceded .....	0	0	0	0	0	0	0	0	0	0	0
2.14 Net .....	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other .....											
2.21 Direct .....	4,814,441	0	3,313,543	1,079,036	1,000	0	248,042	0	95,789	0	77,031
2.22 Reinsurance assumed .....	325,661	0	39,729	0	0	0	0	0	0	0	285,932
2.23 Reinsurance ceded .....	438,849	0	298,878	0	0	0	45,000	0	68,239	0	26,732
2.24 Net .....	4,701,253	0	(b) 3,054,394	(b) 1,079,036	1,000	(b) 0	(b) 203,042	0	(b) 27,550	(b) 0	(b) 336,231
<b>3. Incurred but unreported:</b>											
3.1 Direct .....	1,129,426	0	1,099,399	0	0	0	0	0	0	0	30,027
3.2 Reinsurance assumed .....	19,720	0	0	0	0	0	0	0	0	0	19,720
3.3 Reinsurance ceded .....	19,769	0	0	0	0	0	0	0	0	0	19,769
3.4 Net .....	1,129,377	0	(b) 1,099,399	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	(b) 29,978
<b>4. TOTALS</b> .....											
4.1 Direct .....	5,943,867	0	4,412,942	1,079,036	1,000	0	248,042	0	95,789	0	107,058
4.2 Reinsurance assumed .....	345,381	0	39,729	0	0	0	0	0	0	0	305,652
4.3 Reinsurance ceded .....	458,618	0	298,878	0	0	0	45,000	0	68,239	0	46,501
4.4 Net .....	5,830,630	(a) 0	(a) 4,153,793	1,079,036	1,000	0	(a) 203,042	0	27,550	0	366,209

(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).

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**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
<b>1. Settlements During the Year:</b>											
1.1 Direct .....	142,401,322	.0	25,304,937	96,847,406	970,935	.0	3,856,792	9,749,057	4,423,891	.0	1,248,304
1.2 Reinsurance assumed .....	18,470,865	.0	3,627,544	.0	.0	.0	9,364,277	.0	.0	.0	5,479,044
1.3 Reinsurance ceded .....	19,625,963	.0	3,162,005	9,603,704	.0	.0	421,750	.0	5,947,846	.0	490,658
1.4 Net .....	141,246,224	.0	25,770,476	87,243,702	970,935	.0	12,799,319	9,749,057	(1,523,955)	.0	6,236,690
<b>2. Liability December 31, current year from Part 1:</b>											
2.1 Direct .....	5,943,867	.0	4,412,942	1,079,036	1,000	.0	248,042	.0	95,789	.0	107,058
2.2 Reinsurance assumed .....	345,381	.0	39,729	.0	.0	.0	.0	.0	.0	.0	305,652
2.3 Reinsurance ceded .....	458,618	.0	298,878	.0	.0	.0	45,000	.0	68,239	.0	46,501
2.4 Net .....	5,830,630	.0	4,153,793	1,079,036	1,000	.0	203,042	.0	27,550	.0	366,209
<b>3. Amounts recoverable from reinsurers December 31, current year</b> .....	658,340	.0	21,045	445,814	.0	.0	22,775	.0	106,806	.0	61,900
<b>4. Liability December 31, prior year:</b>											
4.1 Direct .....	7,086,036	.0	3,353,200	197,998	22,790	.0	1,566,700	2,000	1,856,456	.0	86,892
4.2 Reinsurance assumed .....	12,639,928	.0	2,997,321	.0	.0	.0	9,389,826	.0	.0	.0	252,781
4.3 Reinsurance ceded .....	1,809,951	.0	181,903	.0	.0	.0	25,000	.0	1,571,265	.0	31,783
4.4 Net .....	17,916,013	.0	6,168,618	197,998	22,790	.0	10,931,526	2,000	285,191	.0	307,890
<b>5. Amounts recoverable from reinsurers December 31, prior year</b> .....	2,999,780	0	21,045	189,185	0	0	143,525	0	2,599,061	0	46,964
<b>6. Incurred Benefits:</b>											
6.1 Direct .....	141,259,153	.0	26,364,679	97,728,444	949,145	.0	2,538,134	9,747,057	2,663,224	.0	1,268,470
6.2 Reinsurance assumed .....	6,176,318	.0	669,952	.0	.0	.0	(25,549)	.0	.0	.0	5,531,915
6.3 Reinsurance ceded .....	15,933,190	.0	3,278,980	9,860,333	.0	.0	321,000	.0	1,952,565	.0	520,312
6.4 Net .....	131,502,281	0	23,755,651	87,868,111	949,145	0	2,191,585	9,747,057	710,659	0	6,280,073

- (a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1 and \$ .....0 in Line 6.4.
- (b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....1,289,741 in Line 1.1, \$ .....1,289,741 in Line 1.4.  
 \$ .....1,289,741 in Line 6.1 and \$ .....1,289,741 in Line 6.4.
- (c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1 and \$ .....0 in Line 6.4.
- (d) Includes \$ .....461,544 premiums waived under total and permanent disability benefits.

**EXHIBIT 9**  
**ANALYSIS OF NON-ADMITTED 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 12 to 17 and 19 to 22, Column 2.....	74,797,321	67,239,931	(7,557,390)
2. Other Nonadmitted Assets:			
2.1 Bills receivable .....	338,054	306,257	(31,797)
2.2 Furniture and equipment .....	6,803,780	9,473,944	2,670,164
2.3 Leasehold improvements .....	2,241,367	2,237,341	(4,026)
2.4 Cash advanced to or in the hands of officers or agents .....	37,278	42,705	5,427
2.5 Loans on personal security, endorsed or not .....	.0	.0	.0
2.6 Supplies, stationery, printed matter .....	.0	.0	.0
2.7 Commuted commissions .....	.0	.0	.0
3. Total (Lines 2.1 thru 2.7) .....	9,420,479	12,060,247	2,639,768
4. Disallowed interest maintenance reserve .....	.0	.0	.0
5. Aggregate write-ins for other assets .....	9,075,898	1,951,073	(7,124,825)
6. Total (Line 1 plus Lines 3 to 5)	93,293,698	81,251,251	(12,042,447)
<b>DETAILS OF WRITE-INS</b>			
0501. Overfunded pension asset.....	8,594,878	.0	(8,594,878)
0502. Surplus note issuance cost.....	252,001	286,437	34,436
0503. Prepaid expenses.....	229,019	.0	(229,019)
0598. Summary of remaining write-ins for Line 5 from overflow page .....	.0	1,664,636	1,664,636
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	9,075,898	1,951,073	(7,124,825)

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

#### A. Accounting Practices

The financial statements of The Ohio National Life Insurance Company (LIC) 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 an insurance company, for determining its solvency under the Ohio Insurance Law. The NAIC completed its project to codify statutory accounting practices (Codification) and issued a new NAIC Accounting Practices and Procedures Manual (Manual), effective January 1, 2001. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual, version effective January 1, 2001, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Ohio. Accounting changes adopted to conform to the provisions of the new Manual are reported as cumulative changes in accounting principles and are reflected as an adjustment to capital and surplus in the period of the change. 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 periods.

#### 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

Premiums are credited to revenue over the premium-paying period of the policies. Expenses, including acquisition costs related to acquiring new business, are charged to income as incurred. Investment income is recognized as earned.

The payment of dividends by the Company to its participating policyholders is based on the dividend scale declared at least annually by the Company's Board of Directors.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost
- (2) Bonds are valued at amortized cost using the modified scientific method.
- (3) Common Stocks are valued at market except where investments in stocks of wholly owned insurance subsidiaries and affiliates are carried on the equity basis, in accordance with SSAP No. 46.
- (4) Preferred stocks are stated at cost.
- (5) Conventional Mortgage loans on real estate are stated at unpaid principal balances less unaccrued discount, not to exceed 80% of appraised value. Mortgage loans on real estate insured and guaranteed by U.S. Agencies at unpaid principal balances less unaccrued discount.
- (6) Loan-backed securities are stated at amortized cost. The retrospective adjustment methodology is used for asset-backed, CMO, and Mortgage-backed securities.
- (7) The Company carries Ohio National Life Assurance Corporation, a wholly owned Life Insurance Company at statutory equity plus the remaining goodwill balance of \$358,904. O.N. Equity Sales Company and Ohio National Equities, Inc. are non-insurance Companies and are carried at GAAP equity adjusted to a statutory basis. Enterprise Park, Inc. and Ohio National Investments, Inc. are non-insurance companies carried at GAAP Equity.
- (8) The Company has no ownership interests in limited partnerships.
- (9) The Company does not invest in derivatives.
- (10) The Company does not anticipate investment income as a factor in Premium Deficiency.
- (11) Liabilities for losses for individual accident and health policies.
  - a. Individual Disability Income policies represent more than 99% of the policies and about 99.7% of the liabilities. Claim Reserves are calculated using the 1985 Commissioner's Individual Disability Table A or the 1971 modification of the 1964 Commissioner's Disability Table with various interest rates depending on the year of claim.
  - b. An additional liability is established for any scheduled claim payments that are due but not yet paid as of the statement date.
  - c. Incurred But Not Reported Reserves are estimated by applying factors to the total amount of monthly income in-force.
  - d. Claim reserves and liabilities for the very small block (less than 60 policies and about three-tenths of one percent of net claim liabilities) of major medical and hospital confinement policies still in-force are estimated using average factors per claim.
  - e. Incurred But Not Reported Reserves are set at an amount equal to 1 claim.

### 2. Accounting Changes and Corrections of Errors

- A. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted in 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, version effective January 1, 2001, subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner.

Accounting changes adopted to conform to the provisions of the NAIC Accounting Practices and Procedures Manual, version effective January 1, 2001, 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 Company reported a change of accounting principles, as an adjustment that increased unassigned funds (surplus), of \$20,413,356 as of January 1, 2001. Included in this total adjustment is an increase in unassigned funds of approximately \$10 million related to the elimination of bond and mortgage loan prepayment fees from the Interest Maintenance Reserve and an increase in unassigned funds of approximately \$15 million related to deferred tax assets. The change in accounting principles also caused an increase in the reserve for our general agents' retirement plan, decreasing unassigned funds approximately \$3 million. All other changes resulted in a net reduction of unassigned funds of approximately \$1 million.

### 3. Business Combinations and Goodwill

#### A. Statutory Purchase Method

- (1) The Pennsylvania National Life Insurance Company was acquired in 1993. Its products consist primarily of universal life and individual deferred annuities.
- (2) The method of accounting was the statutory purchase method.
- (3) The cost of the acquired entity was \$16,366,169; and the amount of original goodwill was \$7,178,120.
- (4) The amount of amortization of goodwill recorded for the year was \$717,812.

## NOTES TO FINANCIAL STATEMENTS

B. Statutory Merger

The Company did not have any Statutory Mergers

C. Assumption Reinsurance

The Company did not have any Assumption Reinsurance.

D. Impairment Loss

The Company did not have any Impairment Losses.

**4. Discontinued Operations**

None.

**5. Investments**

A. Mortgage Loans

(1) The maximum and minimum lending rates for mortgage loans during 2002 were:

Farm loans NA, City loans NA, Purchase money mortgages NA

(2) During 2002, the Company reduced interest rates of outstanding mortgages 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 75.0%:

	<u>Current Year</u>	<u>Prior Year</u>
(4) As of year end, the Company held mortgages with interest more then 180 days past due with a recorded investment, excluding accrued interest	\$ 3,008,290	\$ 0
(5) Taxes, assessments and any amounts advanced and not included in the mortgage loan totaled	\$ 0	\$ 0
(6) Current year impaired loans with a related allowance for credit losses was	\$ 0	\$ 0
(7) Impaired Mortgage loans without an allowance for credit losses was	\$ 0	\$ 0
(8) Average recorded investment in impaired loans	\$ 0	\$ 0
(9) Interest income recognized during the period the loans were impaired was	\$ 0	\$ 0
(10) Amount of interest income recognized on a cash basis during the period the loans were impaired was	\$ 0	\$ 0
(11) The methods for recording cash receipts are: <u>1.2% checks directly to Company, 19.6% ACH and 79.2% wires to Company account</u>		

B. Debt Restructuring

	<u>Current Year</u>	<u>Prior Year</u>
(1) The total recorded investment in restructure loans, as of year end	\$ 0	\$ 0
(2) The realized capital losses related to these loans	\$ 0	\$ 0
(3) Total contractual commitments to extend credit to debtors owning receivables whose terms have been modified in troubled debt restructuring	\$ 0	\$ 0
(4) The Company does not have debt restructuring for the year 2002.	\$ 0	\$ 0
(5) Allowance for credit losses:		
a. Balance at beginning of period	\$ 0	\$ 0
b. Additions charged to operations	\$ 0	\$ 0
c. Direct write-downs charged against the Allowances	\$ 0	\$ 0
d. Recoveries of amounts previously charged Off	\$ 0	\$ 0
e. Balance at end of period	\$ 0	\$ 0

C. Reverse Mortgages

The company does not have reverse mortgages.

D. Loan-Backed Securities

The Company does not have any loan-backed securities.

E. Repurchase Agreements

The Company does not have any repurchase Agreements.

**6. Joint Ventures, Partnerships and Limited Liability Companies**

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies.

B. Impairments

NONE

**7. Investment Income**

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

Bonds - where collection of interest is uncertain.

Due and accrued income was excluded from surplus on the following bases: all investment income due and accrued on bonds in default as to principal and interest.

B. The total amount excluded was \$1,329,895

NOTES TO FINANCIAL STATEMENTS

8. Derivative Instruments

The Company does not invest in derivative instruments.

9. Income Taxes

A. The components of the net asset/(liability) at December 31, 2002 and December 31, 2001 are as follows:

	2002	2001	Change
(1) Total of all deferred tax assets (admitted and nonadmitted)	\$ 100,269,331	\$ 98,265,262	\$ 2,004,069
(2) Total of all deferred tax liabilities	\$ 7,033,650	\$ 19,822,975	\$ (12,789,325)
(3) Total deferred tax assets nonadmitted in accordance with SSAP No. 10	\$ 67,832,589	\$ 62,302,038	\$ 5,530,551
(4) Total deferred tax assets admitted in accordance with SSAP No. 10	\$ 25,403,092	\$ 16,140,249	\$ 9,262,843
(5) Increase (decrease) in deferred tax assets non-admitted	\$ 5,530,550	\$ 62,302,039	

B. PSA Account:

	\$0	\$0
--	-----	-----

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

	12/31/02	12/31/2001
1. Current year expense	\$17,841,239	\$23,667,632
2. Tax credits	0	0
3. Current year equity tax	0	0
4. Prior year underaccrual	(8,233,455)	(5,328,337)
5. Current income taxes incurred	\$9,607,784	\$18,339,295

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

DTAS	Stat-Tax Difference	Tax Effect
6. Reserves	\$67,537,781	\$23,638,223
7. Proxy DAC	76,684,698	26,839,644
8. Accrued retirement benefits	40,362,340	14,126,819
9. Policyholder Dividends	32,795,468	11,478,414
10. Bonds	23,013,037	8,054,563
11. Capital Loss Carry-forward	22,045,387	7,715,885
12. Other	24,045,092	8,415,782
13. Total DTAs	\$286,483,804	\$100,269,331
13a. DTAs nonadmitted	\$193,807,397	\$67,832,589

DTLS	Stat-Tax Difference	Tax Effect
14. Section 807 (f) Adjustment	\$0	\$0
15. Net Deferred & Uncollected Premium	12,075,137	4,226,298
16. Equities & Bonds	4,855,149	1,699,302
17. Other	3,165,857	1,108,050
18. Total DTLs	\$20,096,143	\$7,033,650

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

DTAS RESULTING FROM BOOK/TAX DIFFERENCES	12/31/02	01/01/02	Change
19. Reserves	\$23,638,223	\$21,536,775	\$2,101,448
20. Proxy DAC	26,839,644	27,047,218	(207,574)
21. Accrued retirement benefits	14,126,819	14,306,780	(179,961)
22. Policyholder Dividends	11,478,414	10,506,043	972,371
23. Bonds	8,054,563	8,361,858	(307,295)
24. Capital Loss Carry-forward	7,715,885	0	7,715,885
25. Other	8,415,782	16,506,588	(8,090,806)
26. Total DTAs	\$100,269,331	\$98,265,262	\$2,004,069
27. DTAs nonadmitted	\$67,832,589	\$62,302,039	\$5,530,550

DTLS RESULTING FROM BOOK/TAX DIFFERENCES	12/31/02	01/01/02	Change
28. Section 807(f) Adjustment	\$0	\$0	\$0
29. Net Deferred & Uncollected Premium	4,226,298	7,714,615	(3,488,317)
30. Equities & Bonds	1,699,302	10,135,238	(8,435,936)
31. Other	1,108,050	1,973,122	(865,072)
32. Total DTLs	\$7,033,650	\$19,822,975	\$ (12,789,325)

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

	Amount	Tax Effect
1. Income before taxes	\$61,209,438	\$21,423,303
2. Book over tax reserves	9,291,314	3,251,960
3. Net DAC adjustment	13,655,632	4,779,471
4. Net Deferred & Uncollected Premiums	9,497,980	3,324,293
5. Accrued Retirement Benefits	(10,143,704)	(3,550,296)
6. Bond Differences	(14,604,075)	(5,111,426)
7. Income from Subsidiary	(12,000,000)	(4,200,000)
8. Other	(5,931,616)	(2,076,065)
9. Taxable Income	\$50,974,970	\$17,841,239

NOTES TO FINANCIAL STATEMENTS

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

2002 (current year)	\$ 17,841,239
2001 (current year -1)	\$ 19,767,348
2000 (current year -2)	\$ 13,746,420
	\$ 51,355,008

F. (1) The Company's federal income tax return is consolidated with the following entities:  
Ohio National Life Assurance Corporation as part of the life/non-life consolidated return of the ultimate parent, Ohio National Mutual Holdings, Inc.

(2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocations based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled quarterly.

10. Information Concerning Parent, Subsidiaries and Affiliates.

Effective August 1, 1998, The Ohio National Life Insurance Company, formerly a mutual company, reorganized under Ohio's Mutual Insurance Holding Company Act. The Ohio National Life Insurance Company ("LIC") is now a stock life insurance company whose shares of stock are owned entirely by Ohio National Financial Services, Inc. ("ONFS"), an intermediate holding company whose shares of stock are owned entirely by Ohio National Mutual Holdings, Inc. ("ONMH"), a mutual insurance holding company whose members are exclusively the life insurance and annuity policyholders of LIC.

Effective August 1, 1998, ONMH and ONFS each entered into Pledge and Security Agreements with LIC, whereby the assets of ONMH and ONFS were assigned and pledged to LIC, and LIC was granted a security interest therein, for purposes of satisfying the claims of LIC's policyholders in the event that proceedings involving LIC are ever commenced pursuant to the provisions of Ohio law relating to the supervision, rehabilitation or liquidation of insurers (Ohio Revised Code Sections 3903.01 to 3903.76).

On April 30, 2001, the company purchased long term bonds with a value of \$100,390,400 from its wholly owned subsidiary, Ohio National Life Assurance Corporation ("LAC"). In consideration for the purchase, the Company transferred to Ohio National Life Assurance Corporation limited partnerships with a value of \$29,736,697, mortgage loans with a value of \$68,799,184 and cash in the amount of \$1,854,519.

On August 3, 2001, the Board of Directors of Ohio National Financial Services, Inc. (ONFS), the Company's parent, authorized ONFS to purchase a \$50 million surplus note from the Company, subject to regulatory approval. This note was issued September 28, 2001, and is described in Note 13. In addition, the Company's Board of Directors authorized the Company to set aside \$35 million to be held in trust as assets identified for repayment of the Company's currently outstanding 8.875% Surplus Notes scheduled to mature July 15, 2004. Trust assets remain general account assets available for distribution to policyholders and other creditors in the order specified by law in the event of a rehabilitation or insolvency proceeding involving the Company under Ohio Law.

In 2002, the Company received a \$50,000,000 Capital Contribution from its parent, Ohio National Financial Services, Inc. The contribution consisted of Bonds with a value of \$45,312,087, Mortgages with a value of \$3,631,818 and \$1,056,095 in cash.

Effective January 1, 2002, the Company terminated its Individual Life Reinsurance Agreement with Ohio National Life Assurance Corporation. As a result, in 2002, the Company increased its page 4, line 31 pre-tax gain from operations by approximately \$11.1 million and its page 4, line 35 net income after taxes by approximately \$7.2 million. This transaction was approved by the Ohio Department of Insurance.

The Company's investment income reflects dividends of \$12,000,000 in 2002 and \$24,000,000 in 2001 from its wholly owned subsidiary, Ohio National Life Assurance Corporation.

The Company paid \$3,728,929 and \$3,444,930 rent and operating expenses on the home office to Ohio National Life Assurance Corporation, a wholly owned subsidiary, for the years ended 2002 and 2001, respectively.

LIC has an agreement to provide personnel, EDP equipment, and supplies to LAC. This agreement was approved by the Ohio Department of Insurance. The terms call for a cash settlement at least quarterly. The amount that LAC owed LIC was \$2,524,428 and \$ 618,000 as of December 31, 2002 and 2001, respectively. Charges for all services totaled \$20,000,000 and \$18,618,000 for the years ended 2002 and 2001, respectively.

ONFS provides services for executive management and EDP equipment placed in service during 2002 to LIC. For the years ended 2002 and 2001, LIC recorded expenses of \$13,666,631 and \$12,038,492, respectively for these services.

LIC carries LAC, a wholly owned life insurance company subsidiary at statutory equity plus the remaining goodwill balance of \$358,904. The following is a summary of 2002 and 2001 financial information for LAC:

	2002	2001
Total Assets	\$1,623,747,660	\$1,464,402,672
Total Liabilities	1,501,587,271	1,330,374,732
Total surplus and capital	122,160,389	134,027,940
Net Income	\$(3,350,033)	\$10,677,171

There were no other subsidiaries, controlled entities, or affiliates that exceeded 10% of the admitted assets.

11. Debt

A. Capital Notes

The Company has no capital note obligations.

B. All Other Debt

The Company has a \$100,000,000 revolving credit facility, of which, \$50,000,000 is automatic and \$50,000,000 is discretionary. In 2002, the Company utilized this \$50,000,000 automatic revolving credit draw twice, with effective rates of 3.75% and 3.50%. As of December 31, 2002, the Company's outstanding credit draw was \$0. Total interest & fees paid in 2002 was \$ 25,134.

NOTES TO FINANCIAL STATEMENTS

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

As more fully described in Note 1, the Company prepares its financial statements in accordance with the NAIC Accounting Practices and Procedures Manual. Accounting changes adopted to conform to these provisions were reported as changes in accounting principles as an adjustment to unassigned surplus for 2001.

The Company sponsors a fully funded pension plan covering substantially all home office employees hired before January 1, 1998. Retirement benefits are based on years of service and the highest average earnings in five of the last ten years. Substantially all other home office employees hired after January 1, 1998, are covered under a defined contribution plan. The expenses for the defined contribution plan were \$383,109 and \$279,131 for 2002 and 2001, respectively. The general agents plan provides benefits based on years of service and average compensation during the final five and ten years of service.

The Company currently offers eligible retirees the opportunity to participate in a health plan. The Company has two health plans (other benefits), one is offered to home office employees, the other is offered to qualifying agents. Also, a group life benefit is provided for eligible retired home office employees and career agents.

(1) Home Office Plan

Only home office employees hired prior to January 1, 1998, may become eligible for these benefits provided that the employee meets the age and years of service requirements. The plan states that an employee becomes eligible as follows: age 55 with 20 years of credited service at retirement, age 56 with 18 years of service, age 57 with 16 years of service grading to age 63 with 14 years of service. The health plan is contributory with retirees contributing approximately 51% of premium for coverage.

(2) Agents' Plan

Only qualifying agents with contracts effective prior to January 1, 1996, may become eligible for these benefits provided that the agent is at least 55 and has 15 years of credited service at retirement. The Health plan is contributory, with retirees contributing approximately 42% of medical costs.

Information regarding the funded status of the pension plans as a whole and other benefits as a whole as of December 31, 2002 and 2001 is as follows:

	Pensions		Other Benefits	
	2002	2001	2002	2001
<b>Change in vested benefit obligation</b>				
Vested Benefit obligation at beginning of year	\$ 36,081,000	\$ 31,979,000	\$ 6,543,000	\$ 4,037,000
Service Costs	1,585,000	1,315,000	551,000	686,000
Interest cost	2,864,000	2,590,000	458,000	495,000
Actuarial (gain) loss	1,579,000	2,036,000	(954,000)	1,673,000
Amendments	853,000	-	-	-
Benefits paid	(5,092,000)	(1,839,000)	(287,000)	(348,000)
Vested Benefits obligation at end of year	\$ 37,870,000	\$ 36,081,000	\$ 6,311,000	\$ 6,543,000
<b>Change in plan assets</b>				
Fair value of assets at beginning of year	\$ 25,517,000	\$ 28,793,000	-	-
Actual return on plan assets	(4,029,000)	(3,595,000)	-	-
Employer contribution	8,800,000	1,129,000	-	-
Benefits paid	(4,299,000)	(810,000)	-	-
Fair value of assets at end of year	\$ 25,989,000	\$ 25,517,000	-	-
<b>Calculation of funded status</b>				
Funded status	\$ (11,882,000)	\$ (10,564,000)	\$ (6,311,000)	\$ (6,543,000)
Unrecognized actuarial (gain) loss	15,826,000	7,682,000	(463,000)	492,000
Unrecognized prior service cost	(1,765,000)	(1,985,000)	658,000	722,000
(Accrued) / Prepaid benefit cost	\$2,179,000	\$ (4,867,000)	\$ (6,115,000)	\$ (5,329,000)

The Following table shows the portions of the above values, in aggregate, attributable to the pension plans whose vested Accumulated Benefit Obligation exceeds Plan Assets for 2002 and 2001 respectively.

	2002	2001
Vested Projected Benefit Obligation	6,931,000	6,592,000
Vested Accumulated Benefit Obligation	6,214,000	5,621,000
(Accrued) Prepaid Assets	0	0
Minimum Liability	6,214,000	5,621,000
Accrued Pension Cost	(6,149,000)	5,997,000
Unrecognized Transition Obligation	0	0

Effective December 31, 2000, the Company transferred obligations of two of its unfunded retirement plans to ONFS. Both plans were non-qualified. One of them was a defined benefit plan. In addition to the liabilities transferred, those employees covered by these plans became employees of ONFS effective December 31, 2000.

Weighted Average Assumptions used in calculation the funded status and net periodic benefit cost of the pension plans and other benefits were as follows.

	Pensions		Other Benefits	
	2002	2001	2002	2001
Discount rate	6.25%	6.50%	7.00%	7.25%
Expected return on plan assets	9.50%	10.50%	--	--
Rate of compensation increase	5.10%	4.90%	--	--
Ultimate Health care inflation	--	--	5.00%	5.50%

## NOTES TO FINANCIAL STATEMENTS

Components of Net Benefit Cost for the pension plans and other benefits for the years ended December 31, 2002 and 2001 were as follows:

	Pensions		Other Benefits	
	2002	2001	2002	2001
Service Cost	\$ 1,585,000	\$ 1,315,000	\$ 551,000	686,000
Interest cost	2,864,000	2,590,000	458,000	495,000
Expected Return	(2,329,000)	(2,918,000)	0	0
Amortization of prior services cost	(219,000)	(209,000)	64,000	64,000
Recognized actuarial loss	646,000	0	0	89,000
Net periodic benefit cost	\$2,547,000	\$778,000	\$1,073,000	\$1,334,000

The health care cost trend rate assumption has a significant effect on the amounts reported for the health care plan. A one percent point increase in the assumed health care cost trend rate would increase the accumulated postretirement benefit obligation as of December 31, 2002 and 2001 by \$302,000 and \$277,000, respectively, and the net periodic postretirement benefit cost for 2002 and 2001 by \$73,000 and \$93,000 respectively.

The Company also maintains a qualified contributory defined contribution profit sharing plan covering substantially all employees. Company contributions to the Profit Sharing Plan are based on the net earnings of the Company and are payable at the sole discretion of management. The expenses reported for contributions to the plan for 2002 and 2001 were \$1,860,262, and \$1,814,373, respectively.

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

- (1) The Company has 10,000,000 shares authorized, 10,000,000 shares issued, and 10,000,000 outstanding. All shares are Class A shares with a \$1 per share par value.
- (2) The Company has no preferred stock outstanding.
- (3) The payment of dividends by LIC to its parent, ONFS, is limited by Ohio insurance Laws. The maximum dividend that may be paid without prior approval of the Director of Insurance is limited to greater of statutory net income of the preceding calendar year or 10% of statutory earned surplus as of the preceding December 31. Therefore, dividends of approximately \$50,912,097 may be paid by LIC to ONFS without prior approval.
- (4) Within the limitation of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- (5) The Company has no special surplus funds.
- (6) Not Applicable
- (7) The Company held no stock for special purposes.
- (8) Special surplus funds for Separate Account Contingencies changed by \$(1,646,802). Guideline 34 superceded the Separate account GMDB reserve requirement, therefore the reserve was reduced to \$0.
- (9) The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

Net Income	(7,454,216)
Change in net unrealized capital gains (losses)	(35,572,234)
Change in net unrealized foreign exchange capital gain (loss)	0
Change in net deferred income tax	14,793,393
Change in nonadmitted assets and related items (Exhibit 12, line 6, Col.3)	(12,042,447)
Change in liability for reinsurance in unauthorized companies	(1,619,049)
Change in reserve on account of change in valuation basis, (increase) or decrease	0
Change in asset valuation reserve (Page 34, Line 2 thru 6 plus 10, 13 and 14 Col. 7)	45,822,972
Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col 1.)	0
Surplus (contributed to) withdraw from Separate Accounts during period	6,581,035
Other changes in surplus in Separate Accounts Statement	(5,439,082)
Change in surplus notes	0
Cumulative effect of changes in accounting principles	0
Surplus note discount	43,403
Surplus Paid in	50,000,000
Prior period adjustment	0
TOTAL	55,113,775

- (10) The Company issued a surplus note on September 28, 2001 at 7.5% in the amount of \$50,000,000, to Ohio National Financial Services, Inc., its parent company, in exchange for \$50,000,000 cash. The maturity date is September 28, 2021.

The surplus note has the following repayment conditions and restrictions: each payment of interest on and principal of the surplus notes may be made only with the prior approval of the Superintendent of Insurance of the State of Ohio and only to the extent the company has sufficient remaining surplus to make such payment.

The note is not subject to mandatory redemption prior to maturity. Subject to the Superintendent's prior approval, the note may be prepaid in whole or in part at any time without penalty.

The surplus note has the following subordination terms: the note is subordinate to the claims of policyholders and to other prior claims as set forth in Section 3903.42 of the Ohio Revised Code (all except shareholder claims) and ranks *pari passu* with any other surplus note of the Company, issued before or after this note, and with all other similarly subordinated claims.

The Company has other Surplus Notes outstanding of \$35,000,000 at an interest rate of 8.875% maturing July 15, 2004 and \$50,000,000 at an interest rate of 8.5% maturing May 25, 2026.

These notes are not subject to mandatory or optional redemption prior to maturity. Payment of interest and payment of principal requires the approval of the Superintendent of Insurance of Ohio.

- (11) The Company has not restated surplus due to a quasi-reorganization.

## NOTES TO FINANCIAL STATEMENTS

### 14. Contingencies

#### A. Contingent Commitments

The Company has committed to fund mortgage loans in the amount of \$57,976,340, bonds in the amount of \$5,000,000 and has no other material contingent commitments.

#### B. Assessments

The Company has accrued a liability of \$1,912,265 based on the 2002 NOLHGA futures report. A related asset of \$1,368,505 has been established for premium tax credits expected to be realized over the 5 to 10 years following payment.

In addition, the Company has established a \$1,797,352 asset for guarantee fund assessments all ready paid. Premium tax offsets are expected to be realized over the next 5 to 10 years.

#### C. Gain Contingencies

The Company has no gain contingencies.

#### D. All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

### 15. Leases

The Company primarily leases computer equipment, printers, and copiers under various noncancelable operating lease agreements.

The expenses for these leases are as follows:

2003	\$1,650,248
2004	\$1,409,452
2005	\$1,351,088
2006	\$ 541,660
2007	\$ 246,348

In addition to the computer equipment, printers, and copier leases identified above, the Company also leases its home office. On March 31, 2001, a subsidiary life Insurance company (ONLAC) purchased the home office from an unrelated party and leased the property to the Company. The total of all of the lease payments for 2002 and 2001 were \$3,689,679 and \$3,851,197 respectively. The minimum rental commitments for the home lease is:

2003	\$2,397,461
2004	\$2,397,461
2005	\$2,397,461
2006	\$2,397,461
2007	\$2,397,461

### 16. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk.

The Company does not have financial instruments with off-balance sheet risk.

### 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

#### A. Transfer of Receivables Reported as Sales

The Company does not have any transfer of receivables reported as sales.

#### B. Transfer and Servicing of Financial Assets

The Company has not transferred financial assets.

#### C. Wash Sales

The Company has no wash sales.

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

#### A. ASO Plans

The Company does not have ASO plans.

#### B. ASC Plans

The Company does not have ASC plans.

#### C. Medicare or Similarly Structured Cost Based Reimbursement Contract

The Company does not have Medicare or similarly structured contracts.

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

The Company has no premiums written/produced by managing general agents/third party administrators.

### 20. Other Items

A. The Ohio National Life Insurance Company entered into a Succession Rights Agreement with The Canada Life Assurance Company effective April 6, 2001 relating to the Company's group life and health insurance business. Corresponding to this agreement, the Company has recognized \$1,165,000 and \$7,278,000 in income for the years 2002 and 2001, respectively.

#### B. Troubled Debt Restructuring : Debtors

NONE

NOTES TO FINANCIAL STATEMENTS

C. In conjunction with its review of group life and health business for the Canada Life transaction, the Company noted that the reserves it held for extended death benefits had been determined utilizing current levels of death benefits. The Company refined its reserve calculation to reflect the scheduled reductions of death benefits in later years. This change resulted in a decrease of \$4.8 million of reserves reflected in the 2001 financial statements.

The table below provides additional detail and information regarding our annuity withdrawal characteristics which are briefly presented in note 28.

Statement of Annuity Withdrawal Characteristics:

	<u>Amount</u>	<u>Ceded</u>	<u>Net</u>	<u>% of Total</u>
A. Subject to discretionary withdrawal - with adjustment				
(1) - with market value adjustment**	661,839,396		661,839,396	12.0%
(2) - at book value less surrender charge*				
Surrender charge > = 8%	109,849,209		109,849,209	2.0%
Surrender charge > = 7% but < 8%	286,607,537		286,607,537	5.2%
Surrender charge > = 6% but < 7%	850,048,210	459,574,711	390,473,498	7.1%
Surrender charge > = 5% but < 6%	944,158,840	395,500,521	548,658,320	10.0%
(3) At fair value	1,549,171,553		1,549,171,553	28.2%
(4) Total with adjustment or at mkt value	4,401,674,745		3,546,599,513	64.5%
(5) Subject to discretionary withdrawal - without adjustment at book value (minimal or no charge)				
a. Surrender charge > = 4% but < 5%	57,164,862		57,164,862	1.0%
Surrender charge > = 3% but < 4%	35,101,991		35,101,991	0.6%
Surrender charge > = 2% but < 3%	58,279,249		58,279,249	1.1%
Surrender charge > = 1% but < 2%	44,077,994		44,077,994	0.8%
b. Surrender charge > = 0%	1,390,956,171	95,070,599	1,295,885,572	23.6%
Total at book value	1,585,580,267		1,490,509,667	27.1%
B. Not subject to discretionary withdrawal	466,582,583	2,785,307	463,797,276	8.4%
C. Total annuity actuarial reserves and deposit fund liabilities (gross)	1,585,580,267		5,500,906,456	100%
D. Less: reinsurance	952,931,138			
E. Total annuity actuarial reserves and deposit fund liabilities (net)*	5,500,906,456		5,500,906,456	
* Surrender charge > = 5%				
* Reconciliation of total annuity actuarial reserves and deposit fund liabilities				
F. Life & Accident & Health Annual Statements				
1. Exhibit 8, Annuities Section, Totals (net)	2,760,080,948			
2. Exhibit 8, Supplementary Contracts, Totals (net)	5,147,886			
3. Exhibit of Deposit Type Con, Column 1, Line 14	1,160,254,379			
4. Subtotal	3,925,483,213			
Separate Accounts Annual Statement				
5. Exhibit 6, Line 0299999, Column 2	1,575,423,242			
6. Exhibit 6, Line 0399999, Column 2				
7. Policyholder Coupon & Div Accums				
8. Policyholder Premiums				
9. Guaranteed Interest Contracts				
10 Other contract deposit funds				
11 Subtotal	1,575,423,242			
12 Combined Total	5,500,906,455			

\* \* Includes \$1,549,171,553 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

21. Events Subsequent

Effective January 31, 2003, the Company has recaptured the portion of its fixed annuity business that had been ceded to Annuity and Life Reassurance, LTD. As part of the agreement, the Company paid a recapture fee of \$5 million. The result of this transaction will be an increase in policy liabilities offset by a release of the funds withheld (Page 3, Line 24.3) liability attributable to their block of business. As of December 31, 2002, the funds withheld liability was approximately \$373 million and the ceded reserves were approximately \$375 million.

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, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?  
 Yes ( ) No (X)  
 If yes, give full details.

(2) Have any policies issued by the Company 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 or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?  
 Yes ( ) No (X)  
 If yes, give full details.

Section 2 - Ceded Reinsurance Report - Part A

(1) Does the Company have any reinsurance agreements in effect under which the insurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?  
 Yes ( ) No (X)  
 a. If yes, what is the estimated amount of the aggregate reduction in surplus, of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.  
 \$ \_\_\_\_\_

## NOTES TO FINANCIAL STATEMENTS

- b. What is the total amount of reinsurance credits taken, whether as an asset or as reduction of liability, for these agreements in this statement? \$ \_\_\_\_\_
- (2) Does the Company 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 policies?  
 Yes ( ) No (X)  
 If yes, give full details.

### 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 Company 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, since January 1 of the year of this statement, to include policies or contracts which were in force or which had existing reserves established by the Company as of the effective date of the agreement?  
 Yes ( ) No (X)  
 If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$ \_\_\_\_\_

#### B. Uncollectible Reinsurance

The Company has not written off any reinsurance balances in the current year.

#### C. Commutation of Reinsurance Reflected in Income and Expenses.

The company has not reported in its operations in the current year any commutation of reinsurance with other companies.

#### 23. Retrospectively Rated Contracts & Contracts Subject to Redetermination

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

#### 24. Change in Incurred Losses and Loss Adjustment Expenses

Direct reserves for incurred losses attributable to insured events of prior years was \$6 million in 2002 equal to the claim reserve at the end of 2001. The reserves for incurred losses for this block of primarily disability income policies reflects the termination of claims due to recovery or death and the duration since disability being 1 year greater on those claims that remained open since the prior year end.

#### 25. Intercompany Pooling Arrangements

The Company does not utilize a pooling arrangement.

#### 26. Reserves for Life Contracts and Deposit-Type Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premiums beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- (2) On current issues, reserves on substandard policies are standard mortality table reserves plus one-half year's charges for extra mortality during the premium paying period.
- (3) As of December 31, 2002, the Company had \$643,679,815 of Individual Life insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio.
- (4) The tabular interest, tabular less actual reserve released and tabular cost, have all been determined from the basic data for the calculation of policy reserves and the actual reserves released.
- a. Tabular Interest: Involving Life Contingencies
- For deferred annuities we use the interest that is credited to the account value.
- For immediate pay-out annuities (on a seriatim basis) the valuation interest rate is applied to the beginning reserve. For new contracts, interest from the date of issue to the valuation date is calculated using an effective interest rate calculation. Interest is subtracted for interest on each benefit payment from its effective date to the valuation date.
- b. Tabular Cost, and Tabular less Actual Reserves Releases have been determined by formula as specified in the instructions given T-A+I and I.
- (5) Tabular interest on funds not involving life contingencies:
- a. Tabular interest on immediate cases not involving life contingencies is calculated by applying (on a seriatim basis) the valuation interest rate to the beginning reserve and for new contracts we calculate interest from the date of issue to the valuation date using an effective interest rate calculation. We subtract interest for each benefit payment from its effective date to the valuation date.
- (6) Other changes consist of the increase in the differences between statutory reserves for deferred annuities and their account value.

**NOTES TO FINANCIAL STATEMENTS**

**27. At 12-31-2002 the Company had Variable Annuities with Guaranteed Living Benefits as follows:**

Benefit and Type of Risk	Subjected Account Value	Amount of Reserve Held	Location of Reserve	Reins Resv Credit
GMIIB-Greater 1yr ratchet and 6% roll-up; 10 yr waiting period	\$12.4 million	\$13,907	Exhibit 5	\$12,980

**28. Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics**

Statement of Annuity Withdrawal Characteristics:

	<u>Amount</u>	<u>% of Total</u>
A. Subject to discretionary withdrawal - with adjustment		
(1) - with market value adjustment**	661,839,396	10.3%
(2) - at book value less surrender charge*	2,190,663,796	33.9%
(3) At fair value	1,549,171,553	24.0%
(4) Total with adjustment or at market value	4,401,674,745	68.2%
(5) Subject to discretionary withdrawal - without adjustment at book value (minimal or no charge)	1,585,580,267	24.6%
B. Not subject to discretionary withdrawal	466,582,583	7.2%
C. Total annuity actuarial reserves and deposit fund liabilities (gross)	6,453,837,594	100.0%
D. Less: reinsurance	952,931,138	
E. Total annuity actuarial reserves and deposit fund liabilities (net)*	5,500,906,456	
* Surrender charge >= 5%		
* Reconciliation of total annuity actuarial reserves and deposit fund liabilities		
F. Life & Accident & Health Annual Statements		
(1) Exhibit 5, Annuities Section, Totals (net)	2,760,080,948	
(2) Exhibit 5, Supplementary Contracts, Totals (net)	5,147,886	
(3) Exhibit of Deposit Type Con, Column 1, Line 14	1,160,254,379	
(4) Subtotal	3,925,483,213	
Separate Accounts Annual Statement		
(5) Exhibit 3, Line 0299999, Column 2	1,575,423,242	
(6) Exhibit 3, Line 0399999, Column 2		
(7) Policyholder Coupon & Div Accum		
(8) Policyholder Premiums		
(9) Guaranteed Interest Contracts		
(10) Other contract deposit funds		
(11) Subtotal	1,575,423,242	
(12) Combined Total	5,500,906,455	

\* \* Includes \$1,549,171,553 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

**29. Premium and Annuity Considerations Deferred and Uncollected**

Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2002 were as follows:

	<u>Gross</u>	<u>Net of Loading</u>
Ordinary New Business.....	1,632,275	(57,835)
Ordinary Renewal.....	15,022,323	12,132,972
Group Life.....	0	0
Total.....	16,654,599	12,075,137

NOTES TO FINANCIAL STATEMENTS

30. Separate Accounts

A. General Nature and Characteristics of Separate Accounts Business

Most separate and variable accounts held by the company relate to individual variable annuities of a nonguaranteed return nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These variable annuities generally provide an incidental death benefit of the greater of account value or minimum guaranteed death benefit.

In 1998 the company began offering a policy with a minimum guaranteed death benefit that is adjusted every three years to the current account value adjusted for withdrawals on a prorata basis. Riders are available that provide for a one year adjustment to the current account value, and an increasing guaranteed minimum death benefit increased at 6% per year with a cap at twice the purchase amount less any withdrawals prior to death. The assets and liabilities of these accounts are carried at market. The minimum guaranteed death benefit reserve of \$5,915,505 is held in Exhibit 5, Annuity Reserves Section, of the company's general account annual statement as GL34 reserve.

In 2001 we began selling enhanced benefits riders. These provide for an additional death benefit to that provided in the contract of at least half the basis in the contract, up to 40% of contract value, determined before calculating any minimum death benefits provided by the underlying contract or any other riders (other than this rider), minus the basis in the contract. At no time will the additional death benefit exceed \$1 million. The enhanced benefits reserve of \$173,771 is held in Exhibit 5, Annuity Reserves section, of the company's general account annual statement as GEB reserve.

In 2002 the company began selling a guaranteed minimum income benefit rider. This rider, which is issued through age 80, provides for a guaranteed minimum fixed income in the form of a monthly annuity. The monthly income is determined by applying a guaranteed income base to the annuity tables in the rider. The guaranteed income base is the greater of (a) the premiums increased at 6% per year (4% for rider issue ages 76-80) until age 85, with adjustment for withdrawals on a pro rata basis or (b) the highest contract anniversary value prior to age 80. The amount for (b) during a period between contract anniversaries is determined by increasing the previous anniversary value by additional premiums and adjusting it, on a pro rata basis, for withdrawals. Reserve of \$13,907 is entirely ceded.

Certain other separate accounts relate to group annuity contracts that fund defined contribution pension plans of a nonguaranteed nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These group variable annuities generally provide no death benefits of any kind.

<u>Separate Accounts with Guarantees</u>	Non-guaranteed Separate Accounts	<u>Total</u>
(1) Premiums, considerations or deposits for year ended 12/31/2002 Reserves at 12/31/2002	276,161,139	276,161,139
(2) For accounts with assets at		
a. Market Value	1,373,207,820	1,373,207,820
b. Amortized Cost	161,075,515	161,075,820
c. Total Reserves	1,534,283,335	1,534,283,335
(3) By withdrawal characteristics:		
a. Subject to discretionary withdrawal:		
b. With MV adjustment		
c. At book value without MV adjustment and with current surrender charge of more than 5%		
d. At market value	1,507,017,984	1,507,017,984
e. At book value without MV adjustment and with current surrender charge of less than 5%		
f. Subtotal		
g. Not subject to discretionary withdrawal	27,265,351	27,265,351
h. Total	1,534,283,335	1,534,283,335

\* Line 2© should equal Line 3(h).

(4) Reserves for Asset Default Risk in Lieu of AVR

(5) Transfers as reported in the Summary of Operations of the Separate Accounts Statement

B. Reconciliation of Net Transfers To or (From) Separate Accounts

(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:

a. Transfers to Separate Accounts (Page 4, Line 1.4)	280,774,645
b. Transfers from Separate Accounts (Page 4, Line 10)	177,069,066
c. Net transfers to (from) Separate Accounts (a) – (b)	103,705,579

(2) Reconciling Adjustments

a. Change in CARVM expense allowance	(9,713,200)
b. Processing Income	(423,731)
c. Seed Money Income	(2,450,541)

(3) Transfers as reported in the Summary of Operations of the Life, Accident & Health Annual Statement +(2)=(Page 4, Line 26) 91,118,107

**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 .....	41,148,527	0.664	41,148,527	0.664
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies .....	5,000,000	0.081	5,000,000	0.081
1.22 Issued by U.S. government sponsored agencies .....	32,620,135	0.526	32,620,135	0.526
1.3 Foreign government (including Canada, excluding mortgaged-backed securities) .....	2,993,221	0.048	2,993,221	0.048
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations .....	8,157,778	0.132	8,157,778	0.132
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations .....	14,550,757	0.235	14,550,757	0.235
1.43 Revenue and assessment obligations .....	71,785,100	1.158	71,785,100	1.158
1.44 Industrial development and similar obligations .....	0	0.000	0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA .....	59,596,897	0.961	59,596,897	0.961
1.512 Issued by FNMA and FHLMC .....	5,636,549	0.091	5,636,549	0.091
1.513 Privately issued .....	0	0.000	0	0.000
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC .....	330,377,285	5.330	330,377,285	5.330
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC .....	0	0.000	0	0.000
1.523 All other privately issued .....	378,089,657	6.100	378,089,657	6.100
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO) .....	3,575,136,221	57.679	3,575,136,221	57.679
2.2 Unaffiliated foreign securities .....	545,893,810	8.807	545,893,810	8.807
2.3 Affiliated securities .....	0	0.000	0	0.000
3. Equity interests:				
3.1 Investments in mutual funds .....	0	0.000	0	0.000
3.2 Preferred stocks:				
3.21 Affiliated .....	0	0.000	0	0.000
3.22 Unaffiliated .....	101,234	0.002	101,234	0.002
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated .....	0	0.000	0	0.000
3.32 Unaffiliated .....	215,029	0.003	215,029	0.003
3.4 Other equity securities:				
3.41 Affiliated .....	131,205,552	2.117	131,205,552	2.117
3.42 Unaffiliated .....	593,611	0.010	593,611	0.010
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated .....	0	0.000	0	0.000
3.52 Unaffiliated .....	0	0.000	0	0.000
4. Mortgage loans:				
4.1 Construction and land development .....	0	0.000	0	0.000
4.2 Agricultural .....	0	0.000	0	0.000
4.3 Single family residential properties .....	48,594	0.001	48,594	0.001
4.4 Multifamily residential properties .....	129,802,027	2.094	129,802,027	2.094
4.5 Commercial loans .....	655,313,452	10.572	655,313,452	10.572
5. Real estate investments:				
5.1 Property occupied by the company .....	0	0.000	0	0.000
5.2 Property held for the production of income (includes \$ .....0 of property acquired in satisfaction of debt) .....	651,866	0.011	651,866	0.011
5.3 Property held for sale (\$ .....10,330,976 including property acquired in satisfaction of debt) .....	11,148,476	0.180	11,148,476	0.180
6. Policy loans .....	130,737,864	2.109	130,737,864	2.109
7. Receivables for securities .....	3,471,129	0.056	3,471,129	0.056
8. Cash and short-term investments .....	64,052,553	1.033	64,052,553	1.033
9. Other invested assets .....	41,031	0.001	41,031	0.001
10. Total invested assets	6,198,368,355	100.000	6,198,368,355	100.000

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

### GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [ X ] No [ ]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? ..... Yes [ X ] No [ ] NA [ ]
- 1.3 State Regulating? ..... Ohio.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [ X ]
- 2.2 If yes, date of change: .....  
 If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. ....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. ....12/31/2000
- 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). ....02/15/2002
- 3.4 By what department or departments? Ohio .....
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? ..... Yes [ ] No [ X ]
- 4.12 renewals? ..... Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? ..... Yes [ ] No [ X ]
- 4.22 renewals? ..... Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

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

# GENERAL INTERROGATORIES

(continued)

- 8. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
KPMG Two Nationwide Plaza, Suite 1600 Columbus, OH 43215-2577.....
- 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?  
Ronald John Dolan Executive Vice President & CFO One Financial Way Cincinnati, OH 45242.....
- 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?  
N/A.....
- 10.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]
- 10.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]
- 10.4 If answer to (10.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] NA [ ]

## BOARD OF DIRECTORS

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

## FINANCIAL

- 14.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
  - 14.11 To directors or other officers .. \$ .....0
  - 14.12 To stockholders not officers ... \$ .....0
  - 14.13 Trustees, supreme or grand (Fraternal only) ..... \$ .....0
- 14.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
  - 14.21 To directors or other officers ... \$ .....0
  - 14.22 To stockholders not officers .... \$ .....0
  - 14.23 Trustees, supreme or grand (Fraternal only) ..... \$ .....0
- 15.1 Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement? ..... Yes [ ] No [ X ]
- 15.2 If yes, state the amount thereof at December 31 of the current year:
  - 15.21 Rented from others ..... \$ .....
  - 15.22 Borrowed from others ..... \$ .....
  - 15.23 Leased from others ..... \$ .....
  - 15.24 Other ..... \$ .....

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

# GENERAL INTERROGATORIES

(continued)  
INVESTMENT

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

Class	1	2	3	4	5		6	
	Number of Shares Authorized	Number of Shares Outstanding	Par Value Per Share	Redemption Price if Callable	Is Dividend Rate Limited?		Are Dividends Cumulative?	
					Yes	No	Yes	No
Preferred	0	0	0.000	0	[ ]	[ X ]	[ ]	[ X ]
Common	10,000,000	10,000,000	1.000	XXX	XXX	XXX	XXX	XXX

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

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

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

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

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

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

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

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

19.4 For category (19.28) provide the following:

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

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

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
U.S. Bank.....	P.O. Box 2054 Schlitz Park, Suite 300 Milwaukee, WI 53201.....
.....	.....

## GENERAL INTERROGATORIES

### (continued) INVESTMENT

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

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

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

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

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address
NONE.....		

### OTHER

23.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?..... \$.....709,892

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

1 Name	2 Amount Paid
NONE.....	\$.....
	\$.....
	\$.....

24.1 Amount of payments for legal expenses, if any?..... \$.....433,184

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

1 Name	2 Amount Paid
NONE.....	\$.....
	\$.....

25.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ .....2,217

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

1 Name	2 Amount Paid
Mutual Tax Committee.....	\$.....2,217

# GENERAL INTERROGATORIES

(continued)

## PART 2 - LIFE 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 [ X ] No [ ]
2.2	If yes, has a Separate Accounts Statement been filed with this Department? .....	Yes [ X ] No [ ] NA [ ]
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: Section 3907.15 of the Ohio Revised Code	
2.5	Was any of the reporting entity's Separate Accounts business reinsured as of December 31? .....	Yes [ X ] No [ ]
2.6	Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? .....	Yes [ ] No [ X ]
3.1	Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? .....	Yes [ X ] No [ ]
3.2	Net reimbursement of such expenses between reporting entities:	
	3.21 Paid: .....	\$ .....13,666,631
	3.22 Received: .....	\$ .....27,715,681
4.1	Does the reporting entity write any guaranteed interest contracts? .....	Yes [ X ] No [ ]
4.2	If yes, what amount pertaining to these items is included in:	
	4.21 Page 3, Line 3 .....	\$ .....660,026,172
	4.22 Page 4, Line 1 .....	\$ .....79,000,000
5.	For stock reporting entities only:	
5.1	Total amount paid in by stockholders as surplus funds since organization of the reporting entity:	\$ .....50,000,000
6.	Total dividends paid stockholders since organization of the reporting entity:	
	6.11 Cash: .....	\$ .....107,000,000
	6.12 Stock: .....	\$ .....0
7.1	Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? .....	Yes [ ] No [ X ]
	7.11 Name of real estate holding company .....	
	7.12 Number of parcels involved .....	
	7.13 Total book/adjusted carrying value .....	\$ .....
7.2	If yes, provide explanation:	

# GENERAL INTERROGATORIES

(continued)

## PART 2 - LIFE INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: ..... Yes [ ] No [ X ]

Workers compensation carve-out business is defined as reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability expositors, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers Compensation Carve-Out Supplement to the Annual Statement: ..... Yes [ ] No [ ]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1. Reinsurance Assumed	2. Reinsurance Ceded	3. Net Retained
8.31 Earned premium.....	.....	.....	.....
8.32 Paid claims.....	.....	.....	.....
8.33 Claim liability and reserve (beginning of year).....	.....	.....	.....
8.34 Claim liability and reserve (end of year).....	.....	.....	.....
8.35 Incurred Claims.....	.....	.....	.....

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column 1 are:

	Attachment Point	1. Earned Premium	2. Claim Liability And Reserve
8.41	<\$25,000	.....	.....
8.42	\$25,000 – 99,999	.....	.....
8.43	\$100,000 – 249,999	.....	.....
8.44	\$250,000 – 999,999	.....	.....
8.45	\$1,000,000 or more	.....	.....

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? ..... \$.....

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**FIVE-YEAR HISTORICAL DATA**

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

	1 2002	2 2001	3 2000	4 1999	5 1998
<b>Life Insurance in Force</b>					
(Exhibit of Life Insurance)					
1. Ordinary - Whole Life and Endowment (Line 34, Col. 4) .....	3,808,120	11,135,244	10,149,258	10,759,751	9,014,070
2. Ordinary - Term (Line 21, Col. 4, less Line 34, Col. 4) .....	500,390	565,128	514,863	545,833	457,235
3. Credit Life (Line 21, Col. 6) .....	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4) .....	29,343	3,332,948	6,204,347	6,271,945	6,574,067
5. Industrial (Line 21, Col. 2) .....	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4) .....	0	0	4,700,596	4,517,583	4,232,016
7. Total (Line 21, Col. 10) .....	4,337,853	15,033,320	21,569,064	22,095,112	20,277,388
<b>New Business Issued</b>					
(Exhibit of Life Insurance)					
8. Ordinary - Whole Life and Endowment (Line 34, Col. 2) .....	586,084	379,002	248,154	193,816	248,934
9. Ordinary - Term (Line 2, Col. 4, less Line 34, Col. 2) .....	40,988	49,539	32,441	25,338	32,543
10. Credit Life (Line 2, Col. 6) .....	0	0	0	0	0
11. Group (Line 2, Col. 9) .....	0	189,819	343,585	533,873	1,558,368
12. Industrial (Line 2, Col. 2) .....	0	0	0	0	0
13. Total (Line 2, Col. 10) .....	627,072	618,360	624,180	753,027	1,839,845
<b>Premium Income - Lines of Business</b>					
14. Industrial Life (Exhibit 1-Part 1, Line 20.4, Col. 2) .....	0	0	0	0	0
15.1 Ordinary-Life Insurance (Exhibit 1-Part 1, Line 20.4, Col. 3) .....	90,184,790	107,116,959	102,707,313	98,610,777	94,835,338
15.2 Ordinary-Individual Annuities (Exhibit 1-Part 1, Line 20.4, Col. 4) .....	1,187,164,520	1,026,260,979	9,310,577	16,489,650	17,166,538
16. Credit Life (Group and Individual) (Exhibit 1-Part 1, Line 20.4, Col. 5) .....	0	0	0	0	0
17.1 Group Life Insurance (Exhibit 1-Part 1, Line 20.4, Col. 6) .....	786,699	20,897,928	30,896,171	30,237,982	30,170,217
17.2 Group Annuities (Exhibit 1-Part 1, Line 20.4, Col. 7) .....	175,837,007	141,884,566	10,555,414	1,672,924	1,267,794
18.1 A & H-Group (Exhibit 1-Part 1, Line 20.4, Col. 8) .....	511,376	7,224,556	7,919,093	7,801,726	8,069,538
18.2 A & H-Credit (Group and Individual) (Exhibit 1-Part 1, Line 20.4, Col. 9) .....	0	0	0	0	0
18.3 A & H-Other (Exhibit 1-Part 1, Line 20.4, Col. 10) .....	11,758,483	10,938,696	10,458,107	9,951,343	9,305,681
19. Aggregate of All Other Lines of Business (Exhibit 1-Part 1, Line 20.4, Col. 11) .....	0	0	0	0	0
20. Deposit-type funds .....	XXX	XXX	1,029,109,494	812,491,183	624,571,312
21. Total .....	1,466,242,875	1,314,323,684	1,200,956,169	977,255,585	785,386,418
<b>Balance Sheet Items (Pages 2 &amp; 3)</b>					
22. Total Admitted Assets Excluding Separate Accounts Business (Page 2, Line 25, Col. 3) .....	6,346,846,631	5,160,704,463	4,238,565,926	4,440,805,328	4,324,512,559
23. Total Liabilities Excluding Separate Accounts Business (Page 3, Line 26) .....	5,838,410,022	4,712,820,711	3,896,085,028	4,032,693,158	3,963,111,914
24. Aggregate Life Reserves (Page 3, Line 1) .....	3,504,307,874	2,670,166,398	1,911,294,585	1,740,919,826	1,723,699,440
25. Aggregate A & H Reserves (Page 3, Line 2) .....	64,278,446	60,123,043	54,506,967	50,019,273	46,238,539
26. Deposit-type contract funds (Page 3, Line 3) .....	1,160,254,381	1,370,039,727	XXX	XXX	XXX
27. Asset Valuation Reserve (Page 3, Line 24.1) .....	16,243,546	62,066,518	68,748,784	78,320,807	96,354,705
28. Capital (Page 3, Lines 29 and 30) .....	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
29. Surplus (Page 3, Line 37) .....	509,148,970	454,035,195	366,228,205	420,868,638	398,927,927
<b>Risk-Based Capital Analysis</b>					
30. Total Adjusted Capital .....	557,303,056	554,455,873	471,998,784	533,094,213	528,612,953
31. Authorized Control Level Risk - Based Capital .....	87,877,473	78,482,782	74,754,338	75,053,280	75,442,880
<b>Percentage Distribution of Assets</b> (Page 2, Col. 3) (Line No. / Page 2, Line 11, Col. 3) x 100.0					
32. Bonds (Line 1) .....	81.8	76.8	66.6	66.1	64.5
33. Stocks (Lines 2.1 and 2.2) .....	2.1	3.9	5.3	4.6	5.1
34. Mortgage Loans on Real Estate (Lines 3.1 and 3.2) .....	12.7	14.4	22.3	23.5	24.2
35. Real Estate (Lines 4.1, 4.2 and 4.3) .....	0.2	0.2	0.2	0.2	0.2
36. Policy Loans (Line 5) .....	2.1	2.5	3.0	2.7	2.8
37. Premium Notes (Line 6) .....	0.0	0.0	0.0	0.0	0.0
38. Cash and Short - Term Investments (Line 7) .....	1.0	2.2	2.0	1.6	2.3
39. Other Invested Assets (Line 8) .....	0.0	0.0	0.7	1.3	1.0
40. Receivable for Securities (Line 9) .....	0.1	0.0	0.1	0.0	0.0
41. Aggregate Write-ins for Invested Assets (Line 10) .....	0.0	0.0	0.0	0.0	0.0
42. Cash and Invested Assets (Line 11) .....	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2002	2 2001	3 2000	4 1999	5 1998
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
43. Affiliated Bonds (Schedule D Summary, Line 25, Col. 1) .....	0	0	0	0	0
44. Affiliated Preferred Stocks (Schedule D Summary, Line 39, Col. 1) .....	0	0	0	0	0
45. Affiliated Common Stocks (Schedule D Summary, Line 53, Col. 2) .....	131,205,551	141,301,461	152,243,167	124,899,594	121,248,885
46. Affiliated Short-Term Investments (Subtotals included in Schedule DA Part 2 Col. 5, Line 11) .....	0	0	0	0	0
47. Affiliated Mortgage Loans on Real Estate .....	0	0	0	0	0
48. All Other Affiliated .....	0	0	0	0	0
49. Total of above Lines 43 to 48 .....	131,205,551	141,301,461	152,243,167	124,899,594	121,248,885
<b>Total Non-admitted and Admitted Assets</b>					
50. Total Non admitted Assets (Page 2, Line 27, Col. 2) .....	93,293,698	79,586,615	29,725,330	12,026,045	13,423,556
51. Total Admitted Assets (Page 2, Line 27, Col. 3) .....	7,932,982,234	7,031,563,814	6,068,104,776	6,017,952,849	5,375,782,561
<b>Investment Data</b>					
52. Net Investment Income (Exhibit of Net Investment Income) .....	375,097,148	342,720,001	342,329,637	338,554,138	331,135,788
53. Realized Capital Gains (Losses) .....	(45,917,473)	(29,534,756)	(4,416,742)	26,292,557	3,023,964
54. Unrealized Capital Gains (Losses) .....	(35,572,234)	(4,206,998)	(26,423,954)	(16,720,228)	9,141,637
55. Total of above Lines 52, 53 & 54 .....	293,607,441	308,978,247	311,488,941	348,126,467	343,301,389
<b>Benefits and Reserve Increases (Page 6)</b>					
56. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15, Col.1 less Lines 10, 11, 12, 13, 14, and 15, Cols. 9, 10 & 11) .....	609,855,824	489,516,730	1,011,448,915	786,459,610	688,984,301
57. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11) .....	6,990,732	7,850,187	7,551,901	8,704,131	7,891,206
58. Increase in Life Reserves - Other than Group and Annuities (Line 19, Cols. 2 and 3) .....	13,215,340	32,775,181	38,764,647	31,895,426	30,221,523
59. Increase in A & H Reserves (Line 19, Cols. 9, 10 & 11) .....	4,155,403	5,616,077	4,487,694	3,780,732	1,848,159
60. Dividends to Policyholders (Line 30, Col. 1) .....	32,496,045	28,982,310	29,311,007	28,888,499	26,910,522
<b>Operating Percentages</b>					
61. Insurance Expense Percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus group annuity contribution funds) x 100.0 .....	9.1	8.7	64.8	52.1	46.6
62. Lapse Percent (Ordinary Only) (Exhibit of Life Insurance, Col. 4, Lines 14 & 15) x 100.0 / 1/2 (Lines 1 & 21) .....	3.1	2.3	2.6	2.7	4.7
63. A & H Loss Percent (Schedule H, Part 1, Lines 3 and 4, Col. 2) .....	90.9	74.3	65.6	70.5	55.3
64. A & H Expense Percent (Schedule H, Pt. 1, Line 8, Col. 2) .....	47.4	47.6	52.0	43.4	41.8
<b>A &amp; H Claim Reserve Adequacy</b>					
65. Incurred Losses on Prior Years' Claims - Group Health (Schedule H, Part 3, Line 3.1 Col. 2) .....	6,438,844	4,630,148	4,208,347	817,783	2,335,613
66. Prior Years' Claim Liability and Reserve - Group Health (Schedule H, Part 3, Line 3.2 Col. 2) .....	3,872,567	3,415,751	3,712,122	3,622,865	3,467,965
67. Incurred Losses on Prior Years' Claims-Health other than Group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2) .....	45,096,373	40,382,979	34,801,950	28,714,075	26,387,752
68. Prior Years' Claim Liability and Reserve-Health other than Group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2) .....	40,494,877	36,091,430	32,346,367	28,682,157	27,484,572
<b>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</b>					
69. Industrial Life (Col. 2) .....	0	0	0	0	0
70. Ordinary - Life (Col. 3) .....	11,571,054	12,621,675	14,263,071	9,319,428	11,460,509
71. Ordinary - Individual Annuities (Col. 4) .....	19,335,500	(1,639,616)	96,342	26,210,501	29,385,793
72. Ordinary-Supp. Contracts (Col. 5) .....	587,439	869,386	834,452	63,196	196,221
73. Credit Life (Col. 6) .....	0	0	0	0	0
74. Group Life (Col. 7) .....	2,835,106	9,767,463	1,280,532	(347,436)	(922,732)
75. Group Annuities (Col. 8) .....	16,310,140	20,864,329	19,370,526	16,585,964	15,352,456
76. A & H-Group (Col. 9) .....	426,137	(156,183)	(3,084)	(30,329)	1,044,565
77. A & H-Credit (Col. 10) .....	0	0	0	0	0
78. A & H-Other (Col. 11) .....	536,282	930,509	973,508	1,419,880	3,045,336
79. Aggregate of All Other Lines of Business (Col. 12) .....	0	0	0	0	(3,519,624)
80. Total (Col. 1) .....	51,601,658	43,257,563	36,815,347	53,221,204	56,042,524

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY**

**EXHIBIT OF LIFE INSURANCE**

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year	0	0	130,887	11,700,372	0	0	264	73,941	3,332,948	15,033,320
2. Issued during year	0	0	2,696	627,072	0	0	0	0	0	627,072
3. Reinsurance assumed	0	0	(41,366)	(7,816,232)	0	0	0	0	0	(7,816,232)
4. Revived during year	0	0	29	2,281	0	0	0	0	0	2,281
5. Increased during year (net)	0	0	0	74,887	0	0	0	0	0	74,887
6. Subtotals, Lines 2 to 5	0	0	(38,641)	(7,111,992)	0	0	0	0	0	(7,111,992)
7. Additions by dividends during year	XXX	0	XXX	0	XXX	0	XXX	XXX	0	0
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 and 6 to 8)	0	0	92,246	4,588,380	0	0	264	73,941	3,332,948	7,921,328
Deductions during year:										
10. Death	0	0	1,846	21,764	0	0	XXX	0	0	21,764
11. Maturity	0	0	456	8,279	0	0	XXX	0	0	8,279
12. Disability	0	0	0	0	0	0	XXX	0	0	0
13. Expiry	0	0	0	0	0	0	0	0	0	0
14. Surrender	0	0	2,457	198,030	0	0	264	72,951	3,303,605	3,501,635
15. Lapse	0	0	560	51,797	0	0	0	0	0	51,797
16. Conversion	0	0	0	0	0	0	XXX	XXX	XXX	0
17. Decreased (net)	0	0	0	0	0	0	0	0	0	0
18. Reinsurance	0	0	0	0	0	0	0	0	0	0
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals, (Lines 10 to 19)	0	0	5,319	279,870	0	0	264	72,951	3,303,605	3,583,475
21. In force end of year, (Line 9 minus Line 20)	0	0	86,927	4,308,510	0	0	0	990	29,343	4,337,853
22. Reinsurance ceded end of year	XXX	0	XXX	802,330	XXX	0	XXX	XXX	1,427	803,757
23. Line 21 minus Line 22	XXX	0	XXX	3,506,180	XXX	(b)	XXX	XXX	27,916	3,534,096
<b>DETAILS OF WRITE-INS</b>										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$ .....0 ; Individual \$ .....0

**EXHIBIT OF LIFE INSURANCE (Continued)**

**ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR**

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends .....	.XXX	.0	.XXX	626,366
25. Other paid-up insurance .....	.0	.0	15,834	57,267
26. Debit ordinary insurance .....	.XXX	.XXX	0	0

**ADDITIONAL INFORMATION ON ORDINARY INSURANCE**

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Page 30, Line 2)		In Force End of Year (Included in Page 30, Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies - decreasing .....	.0	.0	.51	.461
28. Term policies - other .....	.0	12,426	.114	42,622
29. Other term insurance - decreasing .....	.XXX	.0	.XXX	.840
30. Other term insurance .....	.XXX	28,562	.XXX	280,299
31. Totals, Line 27 to 30 .....	.0	40,988	.165	324,222
Reconciliation to Page 30, Lines 2 and 21:				
32. Term additions .....	.XXX	.0	.XXX	132,662
33. Totals, extended term insurance .....	.XXX	.XXX	.578	43,504
34. Totals, whole life and endowment .....	2,696	586,084	86,184	3,808,120
35. Total (Lines 31 to 34) .....	2,696	627,072	86,927	4,308,508

**CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS**

	Issued During Year (Included in Page 30, Line 2)		In Force End of Year (Included in Page 30, Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial .....	.0	.0	.0	.0
37. Ordinary .....	.515	626,557	.371,826	3,936,684
38. Credit Life (Group and Individual) .....	.0	.0	.0	.0
39. Group .....	.0	.0	.0	29,343
40. Totals (Lines 36 to 39) .....	.515	626,557	.371,826	3,966,027

**ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE**

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Page 30, Line 2 ceded to other companies .....	.XXX	.0	.XXX	.0
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis .....	.0	.XXX	.0	.XXX
43. Federal Employees' Group Life Insurance included in Page 30, Line 21 .....	.0	.0	.0	.0
44. Servicemen's Group Life Insurance included in Page 30, Line 21 .....	.0	.0	.0	.0
45. Group Permanent Insurance included in Page 30, Line 21 .....	.0	.0	.0	.0

**ADDITIONAL ACCIDENTAL DEATH BENEFITS**

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	94,618
-----------------------------------------------------------------------------------------------------	--------

**BASIS OF CALCULATION OF ORDINARY TERM INSURANCE**

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1 Mean amount for current year for F.I. riders; inforce throughout current policy year for other.....
47.2 Amount inforce throughout current year

**POLICIES WITH DISABILITY PROVISIONS**

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium .....	.0	.0	25,758	29,455	.0	.0	.0	.0
49. Disability Income .....	.0	.0	.0	.0	.0	.0	.0	.0
50. Extended Benefits .....	.0	.0	.XXX	.XXX	.0	.0	.990	29,343
51. Other .....	.0	.0	.0	.0	.0	.0	.0	.0
52. Total .....	.0	.0	25,758	29,455	.0	.0	.990	29,343

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) See paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

**EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES,  
INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR  
SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH  
AND OTHER POLICIES**

**SUPPLEMENTARY CONTRACTS**

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year .....	915	1,316	0	0
2. Issued during year .....	2	157	0	0
3. Reinsurance assumed .....	0	0	0	0
4. Increased during year (net) .....	0	0	0	0
5. Total (Lines 1 to 4) .....	917	1,473	0	0
Deductions during year:				
6. Decreased (net) .....	112	294	0	0
7. Reinsurance .....	0	0	0	0
8. Totals (Lines 6 and 7) .....	112	294	0	0
9. In force end of year .....	805	1,179	0	0
10. Amount on deposit .....	0 <sup>(a)</sup>	0	0 <sup>(a)</sup>	0
11. Income now payable .....	0	0	0	0
12. Amount of income payable .....	905,632 <sup>(a)</sup>	8,983,018 <sup>(a)</sup>	0 <sup>(a)</sup>	0 <sup>(a)</sup>

**ANNUITIES**

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year .....	2,070	80,930	21	63,378
2. Issued during year .....	127	29,730	172	4,363
3. Reinsurance assumed .....	0	0	0	0
4. Increased during year (net) .....	0	0	1,821	0
5. Total (Lines 1 to 4) .....	2,197	110,660	2,014	67,741
Deductions during year:				
6. Decreased (net) .....	228	5,393	218	5,169
7. Reinsurance .....	0	0	0	0
8. Totals (Lines 6 and 7) .....	228	5,393	218	5,169
9. In force end of year .....	1,969	105,267	1,796	62,572
Income now payable:				
10. Amount of income payable .....	9,185,609 <sup>(a)</sup>	XXX	XXX	8,845,403 <sup>(a)</sup>
Deferred fully paid:				
11. Account balance .....	XXX	4,633,224,919 <sup>(a)</sup>	XXX	529,573,154 <sup>(a)</sup>
Deferred not fully paid:				
12. Account balance .....	XXX	0 <sup>(a)</sup>	XXX	0 <sup>(a)</sup>

**ACCIDENT AND HEALTH INSURANCE**

	Ordinary		Group		Credit	
	1 Policies	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year .....	8,216	10,502,113	291	13,811,148	0	0
2. Issued during year .....	1,548	2,862,140	0	0	0	0
3. Reinsurance assumed .....	0	0	0	0	0	0
4. Increased during year (net) .....	12	XXX	0	XXX	0	XXX
5. Total (Lines 1 to 4) .....	9,776	XXX	291	XXX	0	XXX
Deductions during year:						
6. Conversions .....	XXX	XXX	0	XXX	XXX	XXX
7. Decreased (net) .....	687	XXX	291	XXX	0	XXX
8. Reinsurance .....	0	XXX	0	XXX	0	XXX
9. Total (Lines 6 thru 8) .....	687	XXX	291	XXX	0	XXX
10. In force end of year .....	9,089 <sup>(a)</sup>	12,847,895 <sup>(a)</sup>	0 <sup>(a)</sup>	0 <sup>(a)</sup>	0 <sup>(a)</sup>	0 <sup>(a)</sup>

**DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS**

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year .....	362	22,178
2. Issued during year .....	15	50
3. Reinsurance assumed .....	0	0
4. Increased during year (net) .....	0	0
5. Total (Lines 1 to 4) .....	377	22,228
Deductions During Year:		
6. Decreased (net) .....	54	1,326
7. Reinsurance .....	0	0
8. Totals (Lines 6 and 7) .....	54	1,326
9. In force end of year .....	323	20,902
10. Amount of account balance .....	1,056,469,349 <sup>(a)</sup>	58,887,240 <sup>(a)</sup>

(a) See paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

**SCHEDULE D - SUMMARY BY COUNTRY**

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

Description	1 Book/Adjusted Carrying Value	2 Fair Value (a)	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b>				
Governments (Including all obligations guaranteed by governments)	1. United States ..... 79,565,427 2. Canada ..... 2,993,221 3. Other Countries ..... 0 4. Totals ..... 82,558,648	83,628,647 3,697,980 0 87,326,627	82,092,773 2,990,130 0 85,082,903	76,737,047 3,000,000 0 79,737,047
States, Territories and Possessions (Direct and guaranteed)	5. United States ..... 21,297,778 6. Canada ..... 0 7. Other Countries ..... 0 8. Totals ..... 21,297,778	21,297,778 0 0 21,297,778	21,297,778 0 0 21,297,778	21,297,778 0 0 21,297,778
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States ..... 13,603,966 10. Canada ..... 0 11. Other Countries ..... 0 12. Totals ..... 13,603,966	13,603,966 0 0 13,603,966	13,607,500 0 0 13,607,500	13,595,000 0 0 13,595,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States ..... 454,405,861 14. Canada ..... 0 15. Other Countries ..... 0 16. Totals ..... 454,405,861	455,018,306 0 0 455,018,306	452,658,718 0 0 452,658,718	469,679,409 0 0 469,679,409
Public Utilities (unaffiliated)	17. United States ..... 456,161,827 18. Canada ..... 8,077,748 19. Other Countries ..... 35,868,110 20. Totals ..... 500,107,685	435,829,657 8,077,748 36,376,596 480,284,001	455,407,515 8,077,748 35,785,578 499,270,841	456,478,314 8,077,748 36,695,000 501,251,062
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States ..... 3,415,778,752 22. Canada ..... 194,865,650 23. Other Countries ..... 388,367,597 24. Totals ..... 3,999,011,999	3,487,100,290 202,781,851 399,625,389 4,089,507,530	3,421,701,275 194,970,938 388,042,446 4,004,714,659	3,434,116,121 194,212,334 389,077,550 4,017,406,005
Parent, Subsidiaries and Affiliates	25. Totals ..... 0 26. <b>Total Bonds</b> ..... 5,070,985,937	0 5,147,038,208	0 5,076,632,399	0 5,102,966,301
<b>PREFERRED STOCKS</b>				
Public Utilities (unaffiliated)	27. United States ..... 101,234 28. Canada ..... 0 29. Other Countries ..... 0 30. Totals ..... 101,234	92,750 0 0 92,750	101,234 0 0 101,234	
Banks, Trust and Insurance Companies (unaffiliated)	31. United States ..... 0 32. Canada ..... 0 33. Other Countries ..... 0 34. Totals ..... 0	0 0 0 0	0 0 0 0	
Industrial and Miscellaneous (unaffiliated)	35. United States ..... 0 36. Canada ..... 0 37. Other Countries ..... 0 38. Totals ..... 0	0 0 0 0	0 0 0 0	
Parent, Subsidiaries and Affiliates	39. Totals ..... 0 40. <b>Total Preferred Stocks</b> ..... 101,234	0 92,750	0 101,234	
<b>COMMON STOCKS</b>				
Public Utilities (unaffiliated)	41. United States ..... 0 42. Canada ..... 0 43. Other Countries ..... 0 44. Totals ..... 0	0 0 0 0	0 0 0 0	
Banks, Trust and Insurance Companies (unaffiliated)	45. United States ..... 634,491 46. Canada ..... 0 47. Other Countries ..... 1,920 48. Totals ..... 636,411	634,491 0 1,920 636,411	223,385 0 0 223,385	
Industrial and Miscellaneous (unaffiliated)	49. United States ..... 46,166 50. Canada ..... 126,063 51. Other Countries ..... 0 52. Totals ..... 172,229	46,166 126,063 0 172,229	165,830 89,206 0 255,036	
Parent, Subsidiaries and Affiliates	53. Totals ..... 131,205,552 54. <b>Total Common Stocks</b> ..... 132,014,192	131,205,551 132,014,191	79,681,477 80,159,898	
	55. <b>Total Stocks</b> ..... 132,115,426 56. <b>Total Bonds and Stocks</b> ..... 5,203,101,363	132,106,941 5,279,145,149	80,261,132 5,156,893,531	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ .....2,805,552,041 .

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

1. Book/adjusted carrying value of bonds and stocks, prior year ..... 4,057,034,307	6. Foreign Exchange Adjustment:
2. Cost of bonds and stocks acquired, Column 6, Part 3 ..... 2,909,508,706	6.1 Column 17, Part 1 ..... 0
3. Increase (decrease) by adjustment:	6.2 Column 13, Part 2, Sec. 1 ..... 0
3.1 Column 16, Part 1 ..... (30,143,692)	6.3 Column 11, Part 2, Sec. 2 ..... 0
3.2 Column 12, Part 2, Sec. 1 ..... 0	6.4 Column 11, Part 4 ..... 0
3.3 Column 10, Part 2, Sec. 2 ..... (11,195,998)	7. Book/adjusted carrying value at end of current period ..... 5,203,101,363
3.4 Column 10, Part 4 ..... (35,093,311) ..... (76,433,001)	8. Total valuation allowance ..... 0
4. Total gain (loss), Col. 14, Part 4 ..... (18,600,805)	9. Subtotal (Lines 7 plus 8) ..... 5,203,101,363
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4 ..... 1,668,407,844	10. Total nonadmitted amounts ..... 0
	11. Statement value of bonds and stocks, current period ..... 5,203,101,363

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE OHIO NATIONAL LIFE INSURANCE COMPANY

SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Life Contracts		Direct Business Only			
		2	3	4	5	6	
	Is Insurer Licensed? (Yes or No)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Deposit-Type Contract Funds	Other Considerations	
1. Alabama	AL	Yes	2,250,505	3,007,273	113,566	23,071	1,508,463
2. Alaska	AK	No	19,839	0	0	0	6,683
3. Arizona	AZ	Yes	349,172	10,526,185	62,619	0	374,400
4. Arkansas	AR	Yes	388,295	13,378,660	97,375	0	367,759
5. California	CA	Yes	4,608,559	123,967,692	1,038,069	914,215	5,804,277
6. Colorado	CO	Yes	1,154,365	24,929,567	535,498	0	613,623
7. Connecticut	CT	Yes	445,534	38,423,342	243,911	10,000,000	397,833
8. Delaware	DE	Yes	54,727	1,083,248	43,312	0	0
9. District of Columbia	DC	Yes	40,655	4,016,741	17,851	0	76,871
10. Florida	FL	Yes	1,969,746	38,767,498	596,626	209,003	3,425,946
11. Georgia	GA	Yes	852,953	9,490,825	262,548	2,500,000	5,914,400
12. Hawaii	HI	No	13,357	3,290	2,121	0	0
13. Idaho	ID	Yes	492,793	10,606,109	180,530	(90)	2,034,788
14. Illinois	IL	Yes	7,608,040	95,638,550	644,901	22,114,668	6,544,072
15. Indiana	IN	Yes	2,749,518	14,970,833	444,663	1,016,000	2,502,597
16. Iowa	IA	Yes	1,938,999	56,121,200	587,307	8,224	5,320,858
17. Kansas	KS	Yes	1,851,215	23,422,970	214,724	153,584	1,584,802
18. Kentucky	KY	Yes	941,097	94,578,686	179,459	208,047	9,891,809
19. Louisiana	LA	Yes	501,774	12,907,516	67,270	0	424,550
20. Maine	ME	Yes	5,145	2,810,826	11,696	42,202	11,000
21. Maryland	MD	Yes	790,531	48,340,333	201,416	23,389	1,872,200
22. Massachusetts	MA	Yes	266,545	84,119,185	524,688	15,000,000	945,821
23. Michigan	MI	Yes	3,157,248	28,760,587	551,690	9,098	7,365,373
24. Minnesota	MN	Yes	2,159,339	48,819,109	182,437	70,207	2,412,574
25. Mississippi	MS	Yes	1,025,042	3,690,441	70,137	0	199,041
26. Missouri	MO	Yes	1,742,463	144,203,161	144,732	113,582	1,040,450
27. Montana	MT	Yes	110,946	3,491,429	16,967	0	17,050
28. Nebraska	NE	Yes	2,884,391	10,741,085	163,564	22,008	2,578,177
29. Nevada	NV	Yes	1,403,388	12,157,405	60,385	31,874	1,391,098
30. New Hampshire	NH	Yes	74,981	33,727,601	33,138	0	743
31. New Jersey	NJ	Yes	2,461,213	80,718,595	218,820	21,455,015	4,057,270
32. New Mexico	NM	Yes	50,159	748,732	31,914	0	23,888
33. New York	NY	No	151,538	381,022	19,859	0	43,166
34. North Carolina	NC	Yes	850,633	37,312,607	284,796	0	11,925,778
35. North Dakota	ND	Yes	283,126	5,552,172	113,217	0	167,470
36. Ohio	OH	Yes	11,048,782	141,658,764	1,746,666	3,930,597	48,065,947
37. Oklahoma	OK	Yes	272,022	2,542,813	121,826	0	3,390,213
38. Oregon	OR	Yes	1,189,038	32,572,932	168,322	0	494,655
39. Pennsylvania	PA	Yes	3,466,159	46,345,589	751,798	6,634,161	2,730,435
40. Rhode Island	RI	Yes	339,564	67,853,334	54,703	0	3,783
41. South Carolina	SC	Yes	607,070	3,054,674	74,761	233,687	966,162
42. South Dakota	SD	Yes	131,938	2,123,570	11,963	0	87,532
43. Tennessee	TN	Yes	2,662,105	72,851,491	447,240	168,027	8,283,000
44. Texas	TX	Yes	7,853,905	40,541,725	599,183	111,646	7,607,574
45. Utah	UT	Yes	100,481	3,738,252	43,057	0	13,569
46. Vermont	VT	Yes	15,866	987,236	462	0	0
47. Virginia	VA	Yes	1,715,669	28,786,618	228,011	59,587	4,422,248
48. Washington	WA	Yes	821,393	23,241,461	173,099	28,769	1,219,542
49. West Virginia	WV	Yes	629,171	1,465,266	178,220	38,555	2,038,854
50. Wisconsin	WI	Yes	4,300,556	86,386,900	852,054	5,215,889	15,537,465
51. Wyoming	WY	Yes	214,752	1,236,764	26,921	0	37,737
52. American Samoa	AS	No	0	0	0	0	0
53. Guam	GU	No	0	0	0	0	0
54. Puerto Rico	PR	Yes	7,589	26,413,717	566,220	0	0
55. US Virgin Islands	VI	No	24,302	0	0	0	0
56. Canada	CN	No	10,020	0	108	0	0
57. Aggregate Other Alien	OT	XXX	29,157	0	0	0	93,460
58. Subtotal	(a)	49	81,087,370	1,703,215,580	14,036,422	90,335,014	175,837,007
90. Reporting entity contributions for employee benefit plans	XXX		0	0	0	0	0
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX		20,505,759	13,541	0	0	0
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX		0	0	0	0	0
93. Premium or annuity considerations waived under disability or other contract provisions	XXX		461,664	0	66,687	0	0
94. Aggregate of other amounts not allocable by State	XXX		1,761,334	0	0	0	0
95. Totals (Direct Business)	XXX		103,816,127	1,703,229,121	14,103,109	90,335,014	175,837,007
96. Plus Reinsurance Assumed	XXX		(878,462)	0	6,537,296	0	0
97. Totals (All Business)	XXX		102,937,665	1,703,229,121	20,640,405	90,335,014	175,837,007
98. Less Reinsurance Ceded	XXX		2,425,388	516,064,601	8,854,290	0	0
99. Totals (All Business) less Reinsurance Ceded	XXX		100,512,277	1,187,164,520	(b) 11,786,115	90,335,014	175,837,007
<b>DETAILS OF WRITE-INS</b>							
5701. Miscellaneous Alien Premium	XXX		29,157	0	0	0	93,460
5702. ....	XXX		0	0	0	0	0
5703. ....	XXX		0	0	0	0	0
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX		0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)	XXX		29,157	0	0	0	93,460
9401. Dividend accruals used to purchase paid-up additions	XXX		1,738,057	0	0	0	0
9402. Dividend accruals used to shorten endow or prem pay	XXX		23,277	0	0	0	0
9403. ....	XXX		0	0	0	0	0
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0	0
9499. Totals (Lines 9401 thru 9403 plus 9498)(Line 94 above)	XXX		1,761,334	0	0	0	0

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

All premiums are allocated to the address of record of the premium payor at the time of premium payment entry.

Column 4 balances with Exhibit 1, Lines 6.4, 10.4 and 16.4

(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, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10.

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

**PART 1 - ORGANIZATIONAL CHART**

