



ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2002
OF THE CONDITION AND AFFAIRS OF THE
COLUMBUS LIFE INSURANCE COMPANY

NAIC Group Code 0836 0836 NAIC Company Code 99937 Employer's ID Number 31-1191427
(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated September 8, 1986 Commenced Business July 1, 1988

Statutory Home Office 400 East 4th Street, Cincinnati, Ohio 45202-3302
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 400 East 4th Street, Cincinnati, Ohio 45202-3302 513-361-6700
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 400 East 4th Street, Cincinnati, Ohio 45202-3302
(Street and Number, City or Town, State and Zip Code)

Primary Location of Books and Records 400 East 4th Street, Cincinnati, Ohio 45202-3302
(Street and Number, City or Town, State and Zip Code)
513-361-6700
(Area Code) (Telephone Number)

Internet Website Address www.ColumbusLife.com

Statement Contact Bradley J. Hunkler 513-629-2980
(Name) (Area Code) (Telephone Number) (Extension)
Bradley.Hunkler@WesternSouthernLife.com 513-629-1871
(E-Mail Address) (Fax Number)

Policyowner Relations Contact 400 East 4th Street, Cincinnati, Ohio 45202-3302 1-800-677-9595
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

Chairman of Board	John Finn Barrett
President & CEO	Lawrence Lee Grypp
Sr VP & Chf Inf Off	Clint David Gibler
Sr VP	Noreen Joyce Hayes
Sr VP	Edward Scott Heenan
VP & Comptroller	Bradley Joseph Hunkler
VP & Chf Inv Officer	William Francis Ledwin
Sr VP & Chf Actuary	Nora Eyre Moushey
Sr VP	James McKinley Teeters
VP & Treasurer	James Joseph Vance
Sr VP & Chf Fin Off	Robert Lewis Walker
Sr VP & Chf Mkt Off	Mark Alan Wilkerson
Sr VP & Secretary	Donald Joseph Wuebbeling

VICE PRESIDENTS

David Todd Henderson
 Thomas Dale Holdridge
 Mario Joseph San Marco
 Donna Schenk
 Charles Wendell Wood, Jr.

DIRECTORS OR TRUSTEES

Paul Harold Amato
 John Finn Barrett
 James Norman Clark
 Lawrence Lee Grypp
 William Joseph Williams

State of Ohio }
 County of Hamilton } SS

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

 Lawrence Lee Grypp
 President & CEO

 Donald Joseph Wuebbeling
 Sr VP & Secretary

 Bradley Joseph Hunkler
 VP & Comptroller

Subscribed and sworn to before me this
 24th 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 _____

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Columns 1 minus 2)	4 Net Admitted Assets
1. Bonds	1,571,044,055		1,571,044,055	1,482,357,882
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1)	29,447,071		29,447,071	30,538,580
2.2 Common stocks (Schedule D, Part 2, Section 2)	81,205,260		81,205,260	173,315,746
3. Mortgage loans on real estate (Schedule B, Part 1):				
3.1 First liens	145,212,562		145,212,562	157,174,099
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)	342,186		342,186	1,626,910
4.3 Properties held for sale (less \$ encumbrances)				
5. Policy loans	73,928,983		73,928,983	73,570,847
6. Premium notes, including \$ for first year premiums				
7. Cash (\$ (552,184), Schedule E, Part 1) and short term investments (\$ 25,000 , Schedule DA, Part 2)	(527,184)		(527,184)	(6,651,431)
8. Other invested assets (Schedule BA, Part 1)	71,618,849		71,618,849	71,898,655
9. Receivable for securities	5,027,074		5,027,074	7,504,180
10. Aggregate write-ins for invested assets	4,389,073		4,389,073	3,460,082
11. Subtotals, cash and invested assets (Line 1 to Line 10)	1,981,687,929		1,981,687,929	1,994,795,550
12. Reinsurance ceded:				
12.1 Amounts recoverable from reinsurers (Schedule S, Part 2)	1,943,002		1,943,002	339,942
12.2 Commissions and expense allowances due				
12.3 Experience rating and other refunds due				
12.4 Other amounts receivable under reinsurance contracts				
13. Electronic data processing equipment and software				
14. Federal and foreign income tax recoverable and interest thereon (including \$ 75,621,920 net deferred tax asset)	77,449,160	14,312,840	63,136,320	43,182,533
15. Guaranty funds receivable or on deposit	122,675		122,675	249,134
16. Life insurance premiums and annuity considerations deferred and uncollected on in force business (less premiums on reinsurance ceded and less \$ 446,770 loading)	6,586,636		6,586,636	6,334,207
17. Accident and health premiums due and unpaid	7,290		7,290	7,358
18. Investment income due and accrued	23,653,286	688,438	22,964,848	22,217,191
19. Net adjustment in assets and liabilities due to foreign exchange rates				
20. Receivable from parent, subsidiaries and affiliates	59,632,033	200,000	59,432,033	50,305,288
21. Amounts receivable relating to uninsured accident and health plans				
22. Amounts due from agents	2,848,796	2,848,796		
23. Other assets nonadmitted (Exhibit 9)	687,136	687,136		
24. Aggregate write-ins for other than invested assets	1,110,551		1,110,551	1,105,624
25. Total assets excluding Separate Accounts business (Line 11 to Line 24)	2,155,728,494	18,737,210	2,136,991,284	2,118,536,827
26. From Separate Accounts Statement	12,907,566		12,907,566	4,163,900
27. Total (Line 25 and Line 26)	2,168,636,060	18,737,210	2,149,898,850	2,122,700,727
DETAILS OF WRITE-INS				
1001. Cash value employee split dollar plan	1,568,034		1,568,034	1,609,994
1002. Option Contracts	1,079,795		1,079,795	1,850,088
1003. CSV of Corporate Owned Life Insurance	1,741,244		1,741,244	
1098. Summary of remaining write-ins for Line 10 from overflow page				
1099. Totals (Line 1001 through Line 1003 plus Line 1098) (Line 10 above)	4,389,073		4,389,073	3,460,082
2401. Prepaid Dividends	77,551		77,551	72,624
2402. Miscellaneous	1,033,000		1,033,000	1,033,000
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Line 2401 through Line 2403 plus Line 2498) (Line 24 above)	1,110,551		1,110,551	1,105,624

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 1,663,016,650 (Exhibit 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	1,663,016,650	1,608,981,943
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Column 1) (including \$ Modco Reserve)	9,124,898	9,672,153
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Column 1) (including \$ Modco Reserve)	48,606,823	47,614,279
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Column 1 less sum of Columns 9, 10 and 11)	3,653,987	4,670,211
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10 and 11)	51,160	49,840
5. Policyholders' dividends \$ 12,133 and coupons \$ due and unpaid (Exhibit 4, Line 10)	12,133	111,960
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment to (including \$ Modco)	15,791,925	15,523,558
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 2,312 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Line 4 and Line 14)	139,596	147,934
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on cancelled contracts		
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds		
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ ceded		
9.4 Interest Maintenance Reserve (Page 33, Line 6)	14,232,614	11,671,705
10. Commissions to agents due or accrued-life and annuity contracts \$ 967,935, accident and health \$ and deposit-type contract funds \$	967,935	923,280
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 5)	782,688	601,383
13. Transfers to Separate Accounts due or accrued (net) (including \$ 2,296,663 accrued for expense allowances recognized in reserves)	(1,020,834)	(1,020,834)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Column 5)	901,751	793,843
15. Federal and foreign income taxes, including \$ on realized capital gains (losses) (including \$ net deferred tax liability)		3,813,023
16. Unearned investment income	2,464,165	2,459,998
17. Amounts withheld or retained by company as agent or trustee	31,701,486	20,911,254
18. Amounts held for agents' account, including \$ agents' credit balances		602,771
19. Remittances and items not allocated	3,355,937	4,228,083
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	14,637,181	13,067,893
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve (Page 34, Line 16, Column 7)	1,742,264	22,177,588
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates		
24.5 Drafts outstanding		
24.6 Liability for amounts held under uninsured accident and health plans		
24.7 Funds held under coinsurance		
24.8 Payable for securities	40,200,424	3,410,267
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,481,941	9,858,687
26. Total liabilities excluding Separate Accounts business (Line 1 to Line 25)	1,851,844,724	1,781,291,653
27. From Separate Accounts statement	12,907,566	4,163,900
28. Total liabilities (Line 26 and Line 27)	1,864,752,290	1,785,455,553
29. Common capital stock	10,000,000	10,000,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)	41,600,000	41,600,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	233,546,560	285,645,173
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	275,146,560	327,245,173
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	285,146,560	337,245,173
39. Totals of Lines 28 and 38 (Page 2, Line 27, Column 3)	2,149,898,850	2,122,700,726
DETAILS OF WRITE-INS		
2501. Additional reserves for interest guarantees on premium deposits	8,161	13,316
2502. Uncashed drafts and checks that are pending escheatment to the state	321,416	316,300
2503. Outstanding disbursement checks written awaiting booking	1,142,990	1,962,168
2598. Summary of remaining write-ins for Line 25 from overflow page	9,374	7,566,903
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	1,481,941	9,858,687
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Line 3101 through Line 3103 plus Line 3198) (Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)		

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, Column 1, less Column 11)	187,467,396	159,655,217
2. Considerations for supplementary contracts with life contingencies	261,084	863,920
3. Net investment income (Exhibit of Net Investment Income, Line 17)	133,668,208	129,989,813
4. Amortization of Interest Maintenance Reserve (IMR) (Page 33, Line 5)	2,937,276	2,715,386
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Column 1)	(19,771)	1,512
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	570,974	
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	521,547	1,954,334
9. Totals (Line 1 to Line 8.3)	325,406,714	295,180,182
10. Death benefits	46,710,551	42,123,590
11. Matured endowments (excluding guaranteed annual pure endowments)	684,333	877,406
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Columns 4 plus 8)	6,555,384	7,331,913
13. Disability benefits and benefits under accident and health contracts	2,083,015	2,338,569
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	78,054,697	98,210,717
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	3,157,020	2,861,002
18. Payments on supplementary contracts with life contingencies	1,254,095	1,369,105
19. Increase in aggregate reserves for life and accident and health contracts	70,794,236	40,543,352
20. Totals (Line 10 to Line 19)	209,293,331	195,655,654
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	30,131,160	24,741,805
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2 Column 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1 plus 2 plus 3)	24,457,632	23,546,694
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Columns 1 plus 2 plus 3)	3,102,604	2,545,255
25. Increase in loading on deferred and uncollected premiums	(626,182)	(1,110,660)
26. Net transfers to or (from) Separate Accounts	8,920,342	3,451,225
27. Aggregate write-ins for deductions	(4,179,469)	(1,168,549)
28. Totals (Line 20 to Line 27)	271,099,418	247,661,424
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	54,307,296	47,518,758
30. Dividends to policyholders	15,912,937	15,600,811
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	38,394,359	31,917,947
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	13,222,557	11,111,842
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)	25,171,802	20,806,105
34. Net realized capital gains or (losses) less capital gains tax of \$ (4,878,751) (excluding taxes of \$ 5,498,184 transferred to the IMR)	(36,069,264)	108,994
35. Net Income (Line 33 plus Line 34)	(10,897,462)	20,915,099
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	337,245,173	352,836,365
37. Net income (Line 35)	(10,897,462)	20,915,099
38. Change in net unrealized capital gains (losses)	(35,120,766)	(28,825,154)
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	17,508,067	1,678,787
41. Change in nonadmitted assets and related items (Exhibit 9, Line 6, Column 3)	689,653	(9,575,455)
42. Change in liability for reinsurance in unauthorized companies		
43. Change in reserve on account of change in valuation bases, (increase) or decrease (Exhibit 5A, Line 9999999, Column 4)	20,135,864	
44. Change in asset valuation reserve (Page 34, Line 2 through Line 5 minus Line 6 plus Line 7 plus Line 11 plus Line 14 plus Line 15, Column 7)	20,435,324	22,502,410
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2 Column 2 minus Column 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts statement		
48. Change in surplus notes		
49. Cumulative effects of changes in accounting principles		47,709,264
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders	(64,849,294)	(70,000,000)
53. Aggregate write-ins for gains and losses in surplus		3,857
54. Net change in capital and surplus for the year (Line 37 through Line 53)	(52,098,614)	(15,591,192)
55. Capital and surplus, December 31, current year (Line 36 plus Line 54) (Page 3, Line 38)	285,146,559	337,245,173
DETAILS OF WRITE-INS		
08.301. Miscellaneous income	521,547	1,954,334
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above)	521,547	1,954,334
2701. Change in reserve for agent benefits	485,531	340,464
2702. Change in claim stabilization	(4,665,000)	(1,509,013)
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)	(4,179,469)	(1,168,549)
5301. Change in additional reserve interest guaranty premium deposits Increase (-) or Decrease (+)		3,857
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Line 5301 through Line 5303 plus Line 5398) (Line 53 above)		3,857

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums and annuity considerations for life and accident and health contracts	187,832,977	161,352,531
2. Charges and fees for deposit-type contracts		
3. Considerations for supplementary contracts with life contingencies	261,084	863,920
4. Net investment income	137,235,294	129,914,242
5. Commissions and expense allowances on reinsurance ceded	(19,771)	1,512
6. Fees associated with investment management, administration and contract guarantees from Separate Accounts	570,974	
7. Aggregate write-ins for miscellaneous income	319,003	
8. Total (Line 1 to Line 7)	326,199,561	292,132,205
9. Death benefits	50,233,736	43,029,083
10. Matured endowments	684,333	877,404
11. Annuity benefits	6,527,960	7,331,913
12. Disability benefits and benefits under accident and health contracts	1,205,216	1,438,546
13. Coupons, guaranteed annual pure endowments and similar benefits		
14. Surrender benefits and withdrawals for life contracts	78,054,697	98,210,718
15. Group conversions		
16. Interest and adjustments on contract or deposit-type contract funds	3,157,020	684,743
17. Payments on supplementary contracts with life contingencies	1,254,095	1,369,105
18. Totals (Line 9 to Line 17)	141,117,057	152,941,512
19. Commissions on premiums, annuity considerations and deposit-type contract funds	30,141,853	25,077,376
20. Commissions and expense allowances on reinsurance assumed		
21. General insurance expenses	24,276,326	25,911,821
22. Insurance taxes, licenses and fees, excluding federal income taxes	2,994,695	2,761,214
23. Net transfers to or (from) Separate Accounts	9,941,176	3,451,225
24. Aggregate write-ins for deductions	450,000	
25. Total (Line 18 to Line 24)	208,921,107	210,143,148
26. Dividends paid to policyholders	15,632,437	15,304,386
27. Federal income taxes (excluding tax on capital gains)	18,691,303	9,537,620
28. Total (Line 25 to Line 27)	243,244,847	234,985,154
29. Net cash from operations (Line 8 minus Line 28)	82,954,714	57,147,051
Cash from Investments		
30. Proceeds from investments sold, matured or repaid:		
30.1 Bonds	776,040,401	480,272,984
30.2 Stocks	47,581,161	64,305,793
30.3 Mortgage loans	14,829,463	11,952,108
30.4 Real estate	2,340,050	1,400,000
30.5 Other invested assets	2,544,859	4,578,994
30.6 Net gains (losses) on cash and short-term investments		39,424
30.7 Miscellaneous proceeds	2,477,106	
30.8 Total investment proceeds (Line 30.1 to Line 30.7)	845,813,040	562,549,303
31. Net tax on capital gains (losses)	633,041	1,543,440
32. Total (Line 30.8 minus Line 31)	845,179,999	561,005,863
33. Cost of investments acquired (long-term only):		
33.1 Bonds	884,530,097	486,965,988
33.2 Stocks	60,720,916	66,156,884
33.3 Mortgage loans	3,210,111	17,014,889
33.4 Real estate	504,312	369,700
33.5 Other invested assets	10,262,611	21,059,929
33.6 Miscellaneous applications	(36,790,157)	
33.7 Total investments acquired (Line 33.1 to Line 33.6)	922,437,890	591,567,390
34. Net increase (or decrease) in policy loans and premium notes	358,136	(1,227,613)
35. Net cash from investments (Line 32 minus Line 33.7 minus Line 34)	(77,616,027)	(29,333,914)
Cash from Financing and Miscellaneous Sources		
36. Cash provided:		
36.1 Surplus notes, capital and surplus paid in		
36.2 Borrowed money \$ less amounts repaid \$		
36.3 Capital notes \$ less amounts repaid \$		
36.4 Deposits on deposit-type contract funds and other liabilities without life or disability contingencies	6,904,894	6,668,338
36.5 Other cash provided	13,110,643	9,858,638
36.6 Total (Line 36.1 to Line 36.5)	20,015,537	16,526,976
37. Cash applied:		
37.1 Dividends to stockholders paid		70,000,000
37.2 Interest on indebtedness		
37.3 Withdrawals on deposit-type contract funds and other liabilities without life or disability contingencies	8,261,547	8,345,433
37.4 Other applications (net)	10,968,430	29,526,398
37.5 Total (Line 37.1 to Line 37.4)	19,229,977	107,871,831
38. Net cash from financing and miscellaneous sources (Line 36.6 minus Line 37.5)	785,560	(91,344,855)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
39. Net change in cash and short-term investments (Line 29 plus Line 35 plus Line 38)	6,124,247	(63,531,718)
40. Cash and short-term investments:		
40.1 Beginning of year	(6,651,431)	56,880,287
40.2 End of year (Line 39 plus Line 40.1)	(527,184)	(6,651,431)
DETAILS OF WRITE-INS		
0701. Miscellaneous Income	319,003	
0702.		
0703.		
0798. Summary of remaining write-ins for Line 7 from overflow page		
0799. Totals (Line 0701 through Line 0703 plus Line 0798) (Line 7 above)	319,003	
2401. Change in Agent Benefits	450,000	
2402.		
2403.		
2498. Summary of remaining write-ins for Line 24 from overflow page		
2499. Totals (Line 2401 through Line 2403 plus Line 2498) (Line 24 above)	450,000	

ANNUAL STATEMENT FOR THE YEAR 2002 OF THE COLUMBUS LIFE INSURANCE COMPANY
ANALYSIS OF OPERATIONS BY LINES OF BUSINESS (Gain and Loss Exhibit)
(Excluding Capital Gains and Losses)

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	187,467,396		148,989,050	37,830,567							647,779	
2. Considerations for supplementary contracts with life contingencies	261,084				261,084							
3. Net investment income	133,668,208		98,937,935	31,362,926	1,689,115		780,968				897,264	
4. Amortization of Interest Maintenance Reserve (IMR)	2,937,276		2,772,724	62,020	51,603		23,815				27,114	
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded	(19,771)										(19,771)	
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	570,974		570,974									
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	521,547		299,860	210							221,477	
9. Totals (Line 1 to Line 8.3)	325,406,714		251,570,543	69,255,723	2,001,802		804,783				1,773,863	
10. Death benefits	46,710,551		46,710,551									
11. Matured endowments (excluding guaranteed annual pure endowments)	684,333		684,333									
12. Annuity benefits	6,555,384			5,583,169			972,215					
13. Disability benefits and benefits under accident and health contracts	2,083,015		875,479								1,207,536	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	78,054,697		43,531,004	34,523,693								
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds	3,157,020		2,495,062	212,282	449,676							
18. Payments on supplementary contracts with life contingencies	1,254,095				1,254,095							
19. Increase in aggregate reserves for life and accident and health contracts	70,794,236		53,158,557	18,970,890	(457,378)		(590,501)				(287,332)	
20. Totals (Line 10 to Line 19)	209,293,331		147,454,986	59,290,034	1,246,393		381,714				920,204	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	30,131,160		27,992,617	2,036,991							101,552	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	24,457,632		22,104,082	2,199,467	42,613						111,470	
24. Insurance taxes, licenses and fees, excluding federal income taxes	3,102,604		2,802,688	285,366							14,550	
25. Increase in loading on deferred and uncollected premiums	(626,182)		(626,182)									
26. Net transfers to or (from) Separate Accounts	8,920,342		7,666,441	1,253,901								
27. Aggregate write-ins for deductions	(4,179,469)		(4,262,256)	72,532							10,255	
28. Totals (Line 20 to Line 27)	271,099,418		203,132,376	65,138,291	1,289,006		381,714				1,158,031	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	54,307,296		48,438,167	4,117,432	712,796		423,069				615,832	
30. Dividends to policyholders	15,912,937		15,907,303	5,634								
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	38,394,359		32,530,864	4,111,798	712,796		423,069				615,832	
32. Federal income taxes incurred (excluding tax on capital gains)	13,222,557		11,189,880	1,416,317	249,167		144,255				222,938	
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)	25,171,802		21,340,984	2,695,481	463,629		278,814				392,894	
DETAILS OF WRITE-INS												
08.301. Miscellaneous Income	521,547		299,860	210							221,477	
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	521,547		299,860	210							221,477	
2701. Change in reserve for agent benefits	485,531		402,744	72,532							10,255	
2702. Claim Stabilization	(4,665,000)		(4,665,000)									
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	(4,179,469)		(4,262,256)	72,532							10,255	

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

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
Involving Life or Disability Contingencies (Reserves) (Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	1,608,981,943		1,139,533,213	451,303,161	8,982,928			9,162,641
2. Tabular net premiums or considerations	180,548,122		139,119,488	41,167,550	261,084			
3. Present value of disability claims incurred	121,813		121,813		X X X			
4. Tabular interest	74,341,593		54,898,925	18,478,716	448,123			515,829
5. Tabular less actual reserve released	4,705,322		1,025,043	18,594	3,795,800			(134,115)
6. Increase in reserve on account of change in valuation basis	(20,135,864)		(20,135,864)					
7. Other increases (net)	(335,193)		(335,193)					
8. Totals (Line 1 to Line 7)	1,848,227,736		1,314,227,425	510,968,021	13,487,935			9,544,355
9. Tabular cost	69,179,732		69,179,732		X X X			
10. Reserves released by death	12,524,351		12,524,351	X X X	X X X			X X X
11. Reserves released by other terminations (net)	56,045,314		56,045,314					
12. Annuity, supplementary contract, and disability payments involving life contingencies	47,461,691		833,119	40,693,970	4,962,387			972,215
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Line 9 to Line 13)	185,211,088		138,582,516	40,693,970	4,962,387			972,215
15. Reserve December 31, current year	1,663,016,648		1,175,644,909	470,274,051	8,525,548			8,572,140

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U. S. Government bonds	(a) 4,713,152	4,604,210
1.1 Bonds exempt from U. S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 107,085,667	108,527,013
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 2,415,771	2,506,853
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	1,614,223	1,656,834
2.21 Common stocks of affiliates	6,000,000	
3. Mortgage loans	(c) 12,439,029	12,430,095
4. Real estate	(d) 141,832	141,832
5. Contract loans	4,817,750	4,811,179
6. Cash/short-term investments	(e) 1,180,812	1,180,812
7. Derivative instruments	(f) 4,548	4,548
8. Other invested assets		
9. Aggregate write-ins for investment income	(1,285,144)	(837,636)
10. Total gross investment income	139,127,640	135,025,740
11. Investment expenses		(g) 1,288,644
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 7,579
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 4,768
15. Aggregate write-ins for deductions from investment income		56,541
16. Totals deductions (Line 11 through Line 15)		1,357,532
17. Net investment income (Line 10 minus Line 16)		133,668,208
DETAILS OF WRITE-INS		
0901. Miscellaneous	(1,285,144)	(1,285,144)
0902. Subsidiary Investment Income Prior to Dissolutionment		447,508
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus Line 0998) (Line 9 above)	(1,285,144)	(837,636)
1501. Subsidiary Investment Expense Prior to Dissolutionment		56,541
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503 plus Line 1598) (Line 15 above)		56,541
(a) Includes \$ 6,374,671 accrual of discount less \$ 3,075,504 amortization of premium and less \$ 8,831,722 paid for accrued interest on purchases.	(f) Includes \$ accrual of discount less \$ amortization of premium.	
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.	(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.	
(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.	(h) Includes \$ interest on surplus notes and \$ interest on capital notes.	
(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.	(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.	
(e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.		

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Net Gain (Loss) from Change in Difference Between Basis Book/Adjusted Carrying and Admitted Values	Total
1. U. S. Government bonds			(198,529)		(198,529)
1.1 Bonds exempt from U. S. tax					
1.2 Other bonds (unaffiliated)	6,903,812	(26,784,339)			(19,880,527)
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)	(14,440)	(94,407)	(671,743)		(780,590)
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	(6,099,481)	(4,409,937)	(30,084,217)		(40,593,635)
2.21 Common stocks of affiliates		(38,883)	3,262,629		3,223,746
3. Mortgage loans					
4. Real estate	555,780				555,780
5. Contract loans					
6. Cash/short-term investments					
7. Derivative instruments					
8. Other invested assets	30,248		(7,428,907)		(7,398,659)
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	1,375,919	(31,327,566)	(35,120,767)		(65,072,414)
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus Line 0998) (Line 9 above)					

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

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		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	
FIRST YEAR (other than single)											
1. Uncollected	(232,710)		(232,710)								
2. Deferred and accrued	318,562		318,562								
3. Deferred, accrued and uncollected:											
3.1 Direct	324,886		324,886								
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	239,034		239,034								
3.4 Net (Line 1 plus Line 2)	85,852		85,852								
4. Advance	2,693		2,693								
5. Line 3.4 minus Line 4	83,159		83,159								
6. Collected during year:											
6.1 Direct	68,719,291		52,894,489	15,824,802							
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	879,549		879,549								
6.4 Net	67,839,742		52,014,940	15,824,802							
7. Line 5 plus Line 6.4	67,922,901		52,098,099	15,824,802							
8. Prior year (uncollected plus deferred and accrued minus advance)	164,510		164,510								
9. First year premiums and considerations:											
9.1 Direct	68,832,819		53,008,017	15,824,802							
9.2 Reinsurance assumed											
9.3 Reinsurance ceded	1,074,428		1,074,428								
9.4 Net (Line 7 minus Line 8)	67,758,391		51,933,589	15,824,802							
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	30,381,536		11,775,342	18,606,194							
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net	30,381,536		11,775,342	18,606,194							
RENEWAL											
11. Uncollected	(308,465)		(314,718)								6,253
12. Deferred and accrued	6,368,732		6,368,732								
13. Deferred, accrued and uncollected:											
13.1 Direct	7,301,505		7,295,252								6,253
13.2 Reinsurance assumed											
13.3 Reinsurance ceded	1,241,238		1,241,238								
13.4 Net (Line 11 plus Line 12)	6,060,267		6,054,014								6,253
14. Advance	135,945		133,633								2,312
15. Line 13.4 minus Line 14	5,924,322		5,920,381								3,941
16. Collected during year:											
16.1 Direct	100,568,638		96,445,136	3,399,611							723,891
16.2 Reinsurance assumed	718		718								
16.3 Reinsurance ceded	10,957,657		10,881,979								75,678
16.4 Net	89,611,699		85,563,875	3,399,611							648,213
17. Line 15 plus Line 16.4	95,536,021		91,484,256	3,399,611							652,154
18. Prior year (uncollected plus deferred and accrued minus advance)	6,208,552		6,204,137	40							4,375
19. Renewal premiums and considerations:											
19.1 Direct	100,268,610		96,145,582	3,399,571							723,457
19.2 Reinsurance assumed	718		718								
19.3 Reinsurance ceded	10,941,859		10,866,181								75,678
19.4 Net (Line 17 minus Line 18)	89,327,469		85,280,119	3,399,571							647,779
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	199,482,965		160,928,941	37,830,567							723,457
20.2 Reinsurance assumed	718		718								
20.3 Reinsurance ceded	12,016,287		11,940,609								75,678
20.4 Net (Lines 9.4 plus 10.4 plus 19.4)	187,467,396		148,989,050	37,830,567							647,779

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

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		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	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums (Exhibit 4, Line 1)	1,438,341		1,438,341								
22. All other (Exhibit 4, Line 2, Line 3, and Line 4)	10,694,666		10,694,666								
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded	(19,771)									(19,771)	
25.2 Reinsurance assumed											
25.3 Net ceded less assumed	(19,771)									(19,771)	
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	(19,771)									(19,771)	
26.2 Reinsurance assumed (Page 6, Line 22)											
26.3 Net ceded less assumed	(19,771)									(19,771)	
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	23,282,976		21,450,244	1,832,732							
28. Single											
29. Renewal	6,848,183		6,542,372	204,259						101,552	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	30,131,159		27,992,616	2,036,991						101,552	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Rent	872,216	6,751		515	879,482
2. Salaries and wages	11,623,736	45,953		6,965	11,676,654
3.11 Contributions for benefit plans for employees	1,340,802	10,720		656	1,352,178
3.12 Contributions for benefit plans for agents	606,077	227			606,304
3.21 Payments to employees under non-funded benefit plans	172,366	403		15	172,784
3.22 Payments to agents under non-funded benefit plans					
3.31 Other employee welfare	496,146	3,934		334	500,414
3.32 Other agent welfare					
4.1 Legal fees and expenses	147,888	143		66,430	214,461
4.2 Medical examination fees	608,963	3			608,966
4.3 Inspection report fees	49,634	23			49,657
4.4 Fees of public accountants and consulting actuaries	208,311	14,909		73,270	296,490
4.5 Expense of investigation and settlement of policy claims	46,195	368		11,672	58,235
5.1 Traveling expenses	752,529	652		163	753,344
5.2 Advertising	152,055	51			152,106
5.3 Postage, express, telegraph and telephone	796,153	4,847		4,054	805,054
5.4 Printing and stationery	506,726	812		19	507,557
5.5 Cost or depreciation of furniture and equipment					
5.6 Rental of equipment	4,381,174	19,121		968	4,401,263
5.7 Cost or depreciation of EDP equipment and software	15,974	49			16,023
6.1 Books and periodicals	21,336	12			21,348
6.2 Bureau and association fees	111,765	619		66	112,450
6.3 Insurance, except on real estate	75,877	466			76,343
6.4 Miscellaneous losses					
6.5 Collection and bank service charges	2,909				2,909
6.6 Sundry general expenses	38,496	774			39,270
6.7 Group service and administration fees					
6.8 Reimbursements by uninsured accident and health plans					
7.1 Agency expense allowance					
7.2 Agents' balances charged off (less \$ recovered)	126,137	59			126,196
7.3 Agency conferences other than local meetings	882,787	355			883,142
9.1 Real estate expenses				46,213	46,213
9.2 Investment expenses not included elsewhere	7,235			1,077,304	1,084,539
9.3 Aggregate write-ins for expenses	302,674	219			302,893
10. General expenses incurred	24,346,161	111,470		1,288,644	(a) 25,746,275
11. General expenses unpaid December 31, prior year	601,383				601,383
12. General expenses unpaid December 31, current year	782,688				782,688
13. Amounts receivable relating to uninsured accident and health plans, prior year					
14. Amounts receivable relating to uninsured accident and health plans, current year					
15. General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14)	24,164,856	111,470		1,288,644	25,564,970
DETAILS OF WRITE-INS					
09.301. General Office Maintenance	76,962	140			77,102
09.302. Agency Supplies	124,870	20			124,890
09.303. Sales Promotion Expense	100,842	59			100,901
09.398. Summary of remaining write-ins for Line 9.3 from overflow page					
09.399. Totals (Lines 09.301 through 09.303 plus 09.398) (Line 9.3 above)	302,674	219			302,893

(a) Includes management fees of \$ 5,397,444 to affiliates and \$ 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					
2. State insurance department licenses and fees	373,767	541			374,308
3. State taxes on premiums	1,948,782	9,845			1,958,627
4. Other state taxes, including \$ for employee benefits	608,739	3,585		143	612,467
5. U. S. Social Security taxes	196,769	656		7,436	204,861
6. All other taxes	(40,004)	(77)			(40,081)
7. Taxes, licenses and fees incurred	3,088,053	14,550		7,579	3,110,182
8. Taxes, licenses and fees unpaid December 31, prior year	793,843				793,843
9. Taxes, licenses and fees unpaid December 31, current year	901,751				901,751
10. Taxes, licenses and fees paid during year (Line 7 plus Line 8 minus Line 9)	2,980,145	14,550		7,579	3,002,274

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums	1,438,341	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	10,694,666	
4. Applied to provide paid-up annuities		
5. Total Line 1 through Line 4	12,133,007	
6. Paid-in cash	1,933,129	
7. Left on deposit	1,566,301	
8. Aggregate write-ins for dividend or refund options		
9. Total Line 5 through Line 8	15,632,437	
10. Amount due and unpaid	12,133	
11. Provision for dividends or refunds payable in the following calendar year	15,869,177	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend policies not included in Line 13		
15. Total Line 10 through Line 14	15,881,310	
16. Total from prior year	15,600,810	
17. Total dividends or refunds (Line 9 plus Line 15 minus Line 16)	15,912,937	
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
(Gross) - Life Insurance					
1. AE 3 1/2% ILL 08-40	569,592		569,592		
2. AE 3 1/2% 08-40	3,688,240		3,688,240		
3. AE 3% 41-47	7,618,223		7,618,223		
4. 41 CSO 2 1/2% CRVM 48-65	19,013,134		19,013,134		
5. 41 CSO 2 1/2% 59-65	30,100,798		30,100,798		
6. 41 CSO 3% CRVM 54-65	731,016		731,016		
7. 41 CSO 3% 59-65	1,568,988		1,568,988		
8. 58 CSO/CET 2 1/2% ALB 65-77	64,036,617		64,036,617		
9. 58 CSO 2 1/2% MOD ALB 65-84	38,266,309		38,266,309		
10. 58 CSO 3% CRVM ALB 65-77	1,821,896		1,821,896		
11. 58 CSO/CET 3% ALB 65-77	380,319		380,319		
12. 58 CSO 3 1/2% MOD ALB 77-88	292,719		292,719		
13. 58 CSO/CET 3 1/2% ALB 77-84	2,053,272		2,053,272		
14. 58 CSO 5 1/2% CRVM ALB IDB 87-89	1,825,313		1,825,313		
15. 58 CSO 6% CRVM ALB IDB 83-86	167,383,603		167,383,603		
16. 58 CSO 3 1/2% / 20 / 2 1/2% CRVM ALB CNF 77-84	11,375,205		11,375,205		
17. 58 CSO/CET 3 1/2% / 20 / 2 1/2% ALB CNF 77-84	3,241,151		3,241,151		
18. 58 CSO 4% CRVM ALB CNF 79-88	6,043,911		6,043,911		
19. 58 CSO/CET 4% ALB CNF 79-88	2,349,962		2,349,962		
20. 58 CSO 4 1/2% MOD ALB CNF 80-88	40,563,376		40,563,376		
21. 58 CSO/CET 4 1/2% ALB CNF 80-88	18,867,260		18,867,260		
22. 60 CSG 3% ALB 65-94	305,117		305,117		
23. 80 CSO 4 1/2% CRVM ALB IDB 92-02 (N.B.)	319,302,746		319,302,746		
24. 80 CSO 5% CRVM ALB IDB 93-94	60,546,747		60,546,747		
25. 80 CSO 5 1/2% CRVM ALB IDB 87-92	223,481,299		223,481,299		
26. 80 CSO 6% CRVM ALB IDB 83-86	20,150,147		20,150,147		
27. 80 CSO 5 1/2% CRVM ALB CNF 88-92	44,669,296		44,669,296		
28. 80 CSO 5 1/2% ALB CNF 88-92	1,234,711		1,234,711		
29. 80 CSO 5% CRVM ALB CNF 88-94	20,645,502		20,645,502		
30. 80 CSO/CET 5% ALB CNF 88-94	21,561,818		21,561,818		
31. 80 CSO 4 1/2% CRVM ALB CNF 95-02 (N.B.)	18,291,773		18,291,773		
32. 80 CSO 4 1/2% ALB CNF 88-02 (N.B.)	23,535,350		23,535,350		
33. 80 CSO 4% CRVM ALB CNF 94-02 (N.B.)	8,497,988		8,497,988		
34. UNEARNED PREMIUM	1,528		1,528		
0199997 - TOTALS (Gross) - Life Insurance	1,184,014,926		1,184,014,926		
0199998 - Reinsurance ceded - Life Insurance	20,011,554		20,011,554		
0199999 - TOTALS (Net) - Life Insurance	1,164,003,372		1,164,003,372		
(Gross) - Annuities (excluding supplementary contracts with life contingencies)					
1. 2 1/2% DEFERRED 41-77	128,840		128,840		
2. 3 1/2% DEFERRED 77-79	3,842		3,842		
3. 3 1/2% DEFERRED FLEXIBLE 76-79	559,060		559,060		
4. 4% / 10 / 3 1/2% DEFERRED FLEXIBLE 79-82	10,776,372		10,776,372		
5. 6% / 5 / 4% DEFERRED FLEXIBLE 82-89	180,593,009		180,593,009		
6. 5.5% / 2 / 5% / 3 / 4% DEFERRED FLEXIBLE 89-94	50,086,909		50,086,909		
7. 5% / 5 / 4% DEFERRED FLEXIBLE 91-94	42,353,321		42,353,321		
8. 5% / 2 / 4% DEFERRED FLEXIBLE 93-97	32,497,189		32,497,189		
9. 3% DEFERRED FLEXIBLE 94-02 (N.B.)	59,416,022		59,416,022		
10. DEFERRED 5.75% CARVM 94-02 (N.B.)	7,677,544		7,677,544		
11. DEFERRED 5.50% CARVM 94-02 (N.B.)	47,070,530		47,070,530		
12. DEFERRED 5.25% CARVM 94-02 (N.B.)	23,280,818		23,280,818		
13. DEFERRED 5.00% CARVM 94-02 (N.B.)	14,508,058		14,508,058		
14. 55 AA 4% IMMEDIATE	14,975		14,975		
15. 71 IAM 6% IMMEDIATE	5,165		5,165		
16. 71 IAM 7 1/2% IMMEDIATE	392,451		392,451		
17. 83a 7 1/2% IMMEDIATE	356,318		356,318		
18. 83a 7% IMMEDIATE	12,053		12,053		
19. 83a 6 1/2% IMMEDIATE	307,569		307,569		
20. a-2000 6 1/2%	56,679		56,679		
21. a-2000 6 1/4%	177,327		177,327		
22. 51 GAM 2 1/2% IMMEDIATE	135,491				135,491
23. 71 GAM 6% IMMEDIATE	823,865				823,865
24. 83 GAM 6% IMMEDIATE	7,612,784				7,612,784
0299997 - TOTALS (Gross) - Annuities (excluding supplementary contracts with life contingencies)	478,846,191		470,274,051		8,572,140
0299999 - TOTALS (Net) - Annuities (excluding supplementary contracts with life contingencies)	478,846,191		470,274,051		8,572,140
(Gross) - Supplementary Contracts with Life Contingencies					
1. 55 AA 4%	150,748		150,748		
2. 71 IAM 6%	537,505		537,505		
3. 71 IAM 7 1/2%	1,071,493		1,071,493		
4. 83a 7 1/2%	1,452,347		1,452,347		
5. 83a 7%	1,007,664		1,007,664		
6. 83a 6 1/2%	2,175,748		2,175,748		
7. a-2000 6 1/2%	1,359,906		1,359,906		
8. a-2000 6 1/4%	770,137		770,137		
0399997 - TOTALS (Gross) - Supplementary Contracts with Life Contingencies	8,525,548		8,525,548		
0399999 - TOTALS (Net) - Supplementary Contracts with Life Contingencies	8,525,548		8,525,548		
(Gross) - Accidental Death Benefits					
1. INTERCO DI & 41 CSO 2 1/2% 08-65	18,268		18,268		
2. 59 ADB & 58 CSO 3% 65-88	134,453		134,453		
3. 59 ADB & 80 CSO 4 1/2% 89-02 (N.B.)	27,562		27,562		
4. 59 ADB & 80 CSO 4% 95-02 (N.B.)	1,192		1,192		
0499997 - TOTALS (Gross) - Accidental Death Benefits	181,475		181,475		
0499998 - Reinsurance ceded - Accidental Death Benefits	428		428		
0499999 - TOTALS (Net) - Accidental Death Benefits	181,047		181,047		
(Gross) - Disability - Active Lives					
1. 52 INTERCO DISA & 41 CSO 2 1/2% 56-65	21,525		21,525		
2. 52 INTERCO DISA & 58 CSO 3% 65-88	973,752		973,752		
3. 52 INTERCO DISA & 80 CSO 4 1/2% 89-02 (N.B.)	29,039		29,039		
4. 52 INTERCO DISA & 80 CSO 4% 94-02 (N.B.)	1,336,284		1,336,284		
0599997 - TOTALS (Gross) - Disability - Active Lives	2,360,600		2,360,600		
0599998 - Reinsurance ceded - Disability - Active Lives	19,354		19,354		
0599999 - TOTALS (Net) - Disability - Active Lives	2,341,246		2,341,246		
(Gross) - Disability - Disabled Lives					
1. 52 INTERCO DISA 3 1/2%	8,864,992		8,864,992		
0699997 - TOTALS (Gross) - Disability - Disabled Lives	8,864,992		8,864,992		
0699999 - TOTALS (Net) - Disability - Disabled Lives	8,864,992		8,864,992		
(Gross) - Miscellaneous Reserves					
1. Accelerated Death Benefit	254,252		254,252		
0799997 - TOTALS (Gross) - Miscellaneous Reserves	254,252		254,252		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0799999 - TOTALS (Net) - Miscellaneous Reserves	254,252		254,252		
9999999 - TOTALS (Net) - Page 3, Line 1	1,663,016,648		1,654,444,508		8,572,140

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?
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions. Yes (X) No ()
- 4. Has the reporting entity any assessment or stipulated premium contracts in force?
If so, state: 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) (Page 7, Line 6)	704,046,869	683,911,005	(20,135,864)
0199999 - Life Contracts (Including supplementary contracts set upon a basis other than that used to determine benefits) (Exhibit 5) (Page 7, Line 6)			(20,135,864)
9999999 - TOTAL (Column 4 only)			(20,135,864)

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-Cancellable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	118,970				111,298	7,672			
2. Additional contract reserves (a)	4,304,793				4,239,940	64,853			
3. Additional actuarial reserves - Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	4,423,763				4,351,238	72,525			
8. Reinsurance ceded	72,525					72,525			
9. Totals (Net)	4,351,238				4,351,238				
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	4,983,780				4,913,265	70,515			
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. Totals (Gross)	4,983,780				4,913,265	70,515			
15. Reinsurance ceded	210,120				210,120				
16. Totals (Net)	4,773,660				4,703,145	70,515			
17. TOTAL (Net)	9,124,898				9,054,383	70,515			
18. TABULAR FUND INTEREST	353,418				350,917	2,501			
DETAILS OF WRITE-INS									
0601									
0602									
0603									
0698. Summary of remaining write-ins for Line 6 from overflow page									
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)									
1301									
1302									
1303									
1398. Summary of remaining write-ins for Line 13 from overflow page									
1399. Totals (Lines 1301 through 1303 plus 1398) (Line 13 above)									

(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	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Supplemental Contracts and Annuities Certain	Dividend Accumulations or Refunds	Premium and Other Deposit Funds	Other
1. Balance at the beginning of the year before reinsurance	47,614,279		11,901,791	34,699,650	1,012,838	
2. Deposits received during the year	6,904,894		5,359,245	1,412,525	133,124	
3. Investment earnings credited to the account	2,349,196		602,772	1,697,125	49,299	
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	8,261,547		5,154,895	2,901,561	205,091	
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1 plus 2 plus 3 plus 4 minus 5 minus 6 minus 7 minus 8)	48,606,822		12,708,913	34,907,739	990,170	
10. Reinsurance balance at the beginning of the year						
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Line 10 plus Line 11 minus Line 12)						
14. Net balance at the end of current year after reinsurance (Line 9 plus Line 13)	48,606,822		12,708,913	34,907,739	990,170	

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and Unpaid:											
1.1 Direct											
1.2 Reinsurance assumed											
1.3 Reinsurance ceded											
1.4 Net											
2. In course of settlement:											
2.1 Resisted											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other											
2.21 Direct	3,140,100		3,062,603	27,424							50,073
2.22 Reinsurance assumed											
2.23 Reinsurance ceded	1,455,723		1,452,310								3,413
2.24 Net	1,684,377		(b) 1,610,293	(b) 27,424		(b)	(b)		(b)	(b)	(b) 46,660
3. Incurred but unreported:											
3.1 Direct	2,417,681		2,413,181								4,500
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	396,911		396,911								
3.4 Net	2,020,770		(b) 2,016,270	(b)		(b)	(b)		(b)	(b)	(b) 4,500
4. TOTALS											
4.1 Direct	5,557,781		5,475,784	27,424							54,573
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	1,852,634		1,849,221								3,413
4.4 Net	3,705,147	(a)	(a) 3,626,563	27,424			(a)				51,160

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ in Column 2, \$ in Column 3 and \$ 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 \$ 533,345 , Individual Annuities \$, Credit Life (Group and Individual) \$, and Group Life \$

are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$, Credit (Group and Individual) Accident and Health \$ and Other Accident and

Health \$ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve)

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

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct	65,274,934		56,096,791	5,555,745	1,254,095		972,215				1,396,088
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	5,369,594		5,178,722								190,872
1.4 Net	(d) 59,905,340		50,918,069	5,555,745	1,254,095		972,215				1,205,216
2. Liability December 31, current year from Part 1:											
2.1 Direct	5,557,781		5,475,784	27,424							54,573
2.2 Reinsurance assumed											
2.3 Reinsurance ceded	1,852,634		1,849,221								3,413
2.4 Net	3,705,147		3,626,563	27,424							51,160
3. Amounts recoverable from reinsurers December 31, current year	1,943,002		1,935,302								7,700
4. Liability December 31, prior year:											
4.1 Direct	9,188,691		9,136,350								52,341
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	4,468,640		4,466,139								2,501
4.4 Net	4,720,051		4,670,211								49,840
5. Amounts recoverable from reinsurers December 31, prior year	339,942		331,242								8,700
6. Incurred Benefits:											
6.1 Direct	61,644,024		52,436,225	5,583,169	1,254,095		972,215				1,398,320
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	4,356,648		4,165,864								190,784
6.4 Net	57,287,376		48,270,361	5,583,169	1,254,095		972,215				1,207,536

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

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 684,333 in Line 1.1, \$ 684,333 in Line 1.4.
 \$ 684,333 in Line 6.1 and \$ 684,333 in Line 6.4.

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

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

EXHIBIT 9 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1	2	3
	End of Current Year	End of Prior Year	Changes for Year (Increase) or Decrease
1. Summary of Items Page 2, Line 12 to Line 17 and Line 19 to Line 22, Column 2	17,361,635	19,369,893	2,008,258
2. Other Nonadmitted Assets:			
2.1 Bills receivable	687,135	56,968	(630,167)
2.2 Furniture and equipment			
2.3 Leasehold improvements			
2.4 Cash advanced to or in the hands of officers or agents			
2.5 Loans on personal security, endorsed or not			
2.6 Supplies, stationery, printed matter			
2.7 Commuted commissions			
3. Total (Lines 2.1 to Line 2.7)	687,135	56,968	(630,167)
4. Disallowed interest maintenance reserve			
5. Aggregate write-ins for other than invested assets	688,438		(688,438)
6. Total (Line 1 plus Lines 3 to Line 5)	18,737,208	19,426,861	689,653
DETAILS OF WRITE-INS			
0501. Non-admitted net investment income accrual	688,438		(688,438)
0502			
0503			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	688,438		(688,438)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of the Company 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 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. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

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

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the interest method or the lower of amortized cost or fair market value.
- (3) Unaffiliated common stocks are stated at fair market value.
- (4) Preferred stocks are stated at cost or the lower of cost or fair market value.
- (5) Mortgage loans not in default are carried at outstanding indebtedness less unamortized premium or discount.
- (6) Loan-backed securities are stated at amortized cost or the lower or amortized cost or fair market value. The retrospective adjustment method is used to value all securities.
- (7) The Company owns 100% of the capital stock of its non-life insurance subsidiaries, which are stated at statutory net worth.
- (8) Real estate joint ventures and partnerships are accounted for under the equity method. The equity in earnings for real estate joint ventures and general partnerships are recorded through net investment income. The equity in earnings for limited partnership interests is recorded to surplus.
- (9) All derivatives are stated at fair value.
- (10) Anticipated investment income is not a factor in calculating deficiency reserves.
- (11) Loss liabilities for accident and health contracts are based on industry standard tables for long term disability coverage's and historical company experience for other accident and health.

2. Accounting Changes and Corrections of Errors

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. Effective January 1, 2001, the State 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.

3. Business Combinations and Goodwill. NONE

4. Discontinued Operations. NONE

5. Investments

A. Mortgage Loans

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

Farm loans NONE, City loans 6.90% and 7.50%, Purchase money mortgages NONE.

- (2) During 2002, the Company reduced interest rates of outstanding mortgage loans as follows:

One mortgage, Business Center Associates, was reduced 2%.

- (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: 80 %:

	<u>Current Year</u>	<u>Prior Year</u>
(4) As of year-end, the Company held mortgages with interest more than 180 days past due with a recorded investment, excluding accrued interest	\$0	\$0
a. Total interest due on mortgages with interest more than 180 days past due	\$0	\$0
(5) Taxes, assessments and any amounts advanced and not included in the mortgage loan total	\$0	\$0
(6) Current year impaired loans with a related		

NOTES TO FINANCIAL STATEMENTS

allowance for credit losses	\$0	\$0
a. Related allowance for credit losses	\$0	\$0
(7) Impaired Mortgage loans without an allowance for credit losses	\$0	\$0
(8) Average recorded investment in impaired loans	\$0	\$0
(9) Interest income recognized during the period the loans were impaired	\$0	\$0
(10) Amount of interest income recognized on a cash basis during the period the loans were impaired	\$0	\$0

(11) Not applicable

B. Debt Restructuring. NONE

C. Reverse Mortgages. NONE

D. Loan-Backed Securities

(1) The retrospective adjustment method is used to value these securities.

(2) Prepayment assumptions were obtained from Bloomberg, brokers or internal estimates or spread pricing.

(3) The market value sources of these securities are from the HUB Data Pricing service where available. If not available, fair values were provided by either the broker, internal estimates or spread pricing.

(4) There have been no changes to the adjustment methodology due to negative yields.

E. Repurchase Agreements. NONE

6. Joint Ventures, Partnerships and Limited Liability Companies

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

B. The Company does not have any impaired investments in Joint Ventures, Partnerships or Limited Liability Companies.

7. Investment Income

A Due and accrued income was excluded from incurred investment income for bonds in default and for mortgage loans delinquent more than one year, in the process of foreclosure, or where collection of interest was uncertain.

B The total amount excluded was \$688,437.

8. Derivative Instruments

The Company offers equity-indexed annuity products through its general account that meet consumer demand for equity investments with downside protection. In connection with this product the Company holds 7-year compound ratchet Asian average options on the S&P 500 Index (cliquet options). No counterparty payments are required until contract maturity. Unrealized market value gains on the cliquet options are recorded in the general account statement of operations to hedge the Company's obligation to pay equity-indexed returns to policyholders. As of December 31, 2002, outstanding options had unrealized losses of approximately \$1.2 million.

9. Income Taxes

A.	Current year	Prior year
Total of all deferred tax assets (admitted and nonadmitted)	81,236,590	65,149,580
Total of all deferred tax liabilities	5,614,669	7,035,726
Total deferred tax assets nonadmitted in accordance with SSAP No. 10, Income Taxes	14,312,840	14,931,319
Total of all deferred tax assets	61,309,081	43,182,535
Increase (decrease) in deferred tax assets nonadmitted	(618,479)	10,193,238

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

Current year expense	11,836,952	13,907,301
Tax credits	(626,845)	(898,376)
Current year equity tax		(268,001)
Prior year over/under accrual	2,631,883	
Current income taxes incurred	<u>13,841,990</u>	<u>12,740,924</u>

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

DTAs	Statutory	Tax	Differences	Tax effect
Reserves	1,736,540,296	1,629,548,342	106,991,954	37,447,184
Proxy DAC	-	50,935,506	50,935,506	17,827,427
Stocks/Bonds	1,660,846,355	1,715,721,091	54,874,736	19,116,143
Joint Ventures	71,618,849	78,108,867	6,490,018	2,271,506
Other	(8,669,852)	(21,482,177)	12,812,325	4,574,329
Total DTAs	<u>3,460,335,648</u>	<u>3,452,831,629</u>	<u>232,104,539</u>	<u>81,236,589</u>
DTAs nonadmitted				14,312,839

DTLs				
Stocks/Bonds	20,850,031	4,808,119	16,041,912	5,614,669
Other	-	-	-	-
Total DTLs	<u>20,850,031</u>	<u>4,808,119</u>	<u>16,041,912</u>	<u>5,614,669</u>

Changes in the main components of DTAs and DTLs are as follows:

DTAs resulting from book/tax differences in:	Current year	Prior year	Change
Reserves	37,447,184	43,849,075	(6,401,891)
Proxy DAC	17,827,427	13,873,189	3,954,238
Stocks/Bonds	19,206,158	-	19,206,158
Joint Ventures	2,271,506	-	2,271,506
Other	4,484,314	7,427,316	(2,943,002)
Total DTAs	<u>81,236,589</u>	<u>65,149,580</u>	<u>18,134,809</u>
DTAs nonadmitted	<u>14,312,839</u>	<u>14,931,319</u>	<u>(618,480)</u>

NOTES TO FINANCIAL STATEMENTS

DTLs resulting from book/tax differences in:

Stocks/Bonds	5,614,669	6,707,115	(1,092,446)
Other Invested Assets	-	328,611	(328,611)
Total DTLs	<u>5,614,669</u>	<u>7,035,726</u>	<u>(1,421,057)</u>

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

	Amount	Tax effect
Income before taxes	8,442,712	2,954,949
Book vs. Tax Capital Gains/Losses	26,462,098	9,261,734
Book over tax reserves	2,251,846	788,146
Net DAC adjustment	1,879,252	657,738
Depreciation	(43,018)	(15,056)
Accrued market discount	(6,075,940)	(2,126,579)
Tax exempt interest	28,477	9,967
Dividend received deduction	(709,906)	(248,467)
Accrued dividends	5,866,307	2,053,207
Other	(4,281,966)	(1,498,688)
Taxable income	<u>33,819,862</u>	<u>11,836,952</u>

E. At December 31, 2002, the Company had \$0 of operating loss carry forwards.

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

2002	\$	11,836,952
2001	\$	14,872,024
2000	\$	16,004,530

F. The Company federal income Tax return is consolidated with the following entities:

The Western and Southern Life Insurance Company
 Western-Southern Life Assurance Company and Subsidiaries
 CLIC Company I
 CLIC Company II
 CAI Holding Company, Inc. and subsidiaries
 Colmain Properties, Inc.
 Western-Southern Agency, Inc.
 Western-Southern Agency Services, Inc.
 AM Concepts, Inc.
 WASLIC II, Inc.
 WestAd, Inc.
 WestTax, Inc.
 Fort Washington Investment Advisors, Inc. and Subsidiary

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

10. Information Concerning Parent, Subsidiaries and Affiliates

A.,B. The Company paid two dividends to the Parent Company, The Western and Southern Life

& C. Insurance Company. Both dividends were paid in the form of common stock of various unaffiliated companies. On April 26, 2002, the Company transferred common stock valued at \$29,854,963 and on December 26, 2002, the Company transferred common stock valued at \$34,994,331.

On November 26, 2002, the Company dissolved its two non-life subsidiaries, CLIC Company I and CLIC Company II. All assets and liabilities, including bonds, common and preferred stocks, were transferred from the subsidiary to the parent at a value of \$54,001,808. The Company restated current and prior amounts in the asset page, liability and surplus page, summary of operations and the five year historical data to reflect the consolidation as of January 1, 2001. Supporting schedules and exhibits were restated as needed.

D. None

E. The Company had no guarantees or undertakings for the benefit of an affiliate which resulted in a material contingent exposure of the Company's or any affiliated insurer's assets or liabilities.

F. There are no management contracts, service contracts, or cost sharing agreements, other than allocation arrangements based on generally accepted accounting principles, involving the Company and its affiliated insurer.

G. Except for directors' qualifying shares, all outstanding shares of the Company are owned by The Western and Southern Life Insurance Company, an insurance holding company domiciled in the State of Ohio.

H. Not applicable.

I. Not applicable.

J. The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated Companies during the statement period.

11. Debt. None

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

A. Defined Benefit Plan

The Company has no employee retirement plan. However, it contributes its share toward the retirement plans of The Western and Southern Life Insurance Company.

B. Defined Contribution Plan. None

C. Multi-employer Plans: Not Applicable

D. Consolidated/Holding Company Plans. None

The Company participates in a qualified, noncontributory defined pension plan sponsored by The Western and Southern Life Insurance Company, the

NOTES TO FINANCIAL STATEMENTS

parent company. In addition, the Company provides certain other post-retirement benefits to retired employees through a plan sponsored by the parent company. The Company has no legal obligation for benefits under these plans. The parent company allocates amounts to the Company based on salary ratios.

13. Capital and Surplus, Shareholder's Dividend Restrictions and Quasi-Reorganizations

- (1) The Company has 10,000 shares authorized, 10,000 shares issued and 10,000 shares outstanding. All shares are Class A shares.
- (2) The Company has no preferred stock outstanding.
- (3) The ability of the Company to pay dividends is limited by state insurance laws. Dividends are noncumulative.
- (4) Within the limitations of (3) above, there are no restrictions placed on the portion of company profits that may be paid as ordinary dividends to stockholders.
- (5) There were no restrictions placed on the Company's surplus.
- (6) There are no advances of surplus.
- (7) The amounts of stock held by the Company, including stock of affiliated companies, for special purposes is: NONE
- (8) The Company does not hold any special surplus funds.
- (9) The portion of unassigned funds (surplus) represented or reduced by each of the following items:
 - a. unrealized gains and (losses): (19,127,533)
 - b. nonadmitted asset values: (18,737,208)
 - c. separate account business: 0
 - d. asset valuation reserves: (1,742,264)
 - e. reinsurance in unauthorized companies: 0
- (10) The Company held no surplus debenture or similar obligation.
- (11) Not applicable
- (12) Not applicable

14. Contingencies

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

15. Leases

- (A) The Company did not have any material lease obligation at December 31, 2002.
- (B) The Company is not involved in any contracts in which it acts as a lessor.

16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk. NONE

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

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

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators. NONE

20. Other Items. NONE

21. Events Subsequent. NONE

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, office, 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) that 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 reinsurer 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

NOTES TO FINANCIAL STATEMENTS

of the business reinsured in making this estimate. \$ _

b. What is the total amount of reinsurance credits taken, whether as an asset or as a 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 that , 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 of 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 that 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. The Company had no uncollectible reinsurance balances written off during the year.

C. The Company had no commutation of reinsurance reflected in income or expenses this year.

23. Retrospectively Rated Contracts & Contracts Subject to Redetermination. NONE

24. Change in Incurred Losses and Loss Adjustment Expenses. NONE

25. Intercompany Pooling Arrangements. NONE

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 premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.

(2) Policies issued to substandard lives are charged an extra premium plus the regular gross premium for the true age. Mean reserves are based on appropriate multiples of standard rates of mortality.

(3) As of December 31, 2002, the Company had \$1,481,485,048 of 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. Reserves to cover the above insurance totaled \$19,615,780 at year-end and are reported in Exhibit 5, Life Insurance and Annuities sections.

(4) The tabular interest, the tabular less actual reserve released, and the tabular cost have been determined by formula as described in the instructions.

(5) The determination of tabular interest on funds not involving life have been determined by formula as described in the instructions.

(6) The details for other changes: None.

27. The Company had no Variable Annuities with Guaranteed Living Benefits at December 31, 2002.

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

	Amount	% of Total
A. Subject To Discretionary Withdrawal:		
(1) With market value adjustment	\$ 1,236,425	0.2%
(2) At book value less surrender charge of 5% or more	59,249,344	11.0%
(3) At fair value	0	0.0%
(4) Total with adjustment or at market value (Total of 1 through 3)	60,485,769	11.3%
(5) At book value without adjustment (minimal or no charge or adjustment)	457,195,252	85.1%
B. Not subject to discretionary withdrawal	19,533,965	3.6%
C. Total (gross)	537,214,986	100.0%
D. Reinsurance Ceded	0	
E. Total (net) * (C) - (D)	537,214,986	

*Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F. Life & Accident & Health Annual Statement:

1. Exhibit 8, B Annuities Section, Total (net)	\$ 478,846,191	
2. Exhibit 8, C SCILC Section, Total (net)	8,525,548	
3. Exhibit 10, Exhibit of Deposit-Type Contracts, Line 14, Column 1	48,606,822	
4. Subtotal	\$ 535,978,561	

Separate Accounts Annual Statement

NOTES TO FINANCIAL STATEMENTS

5.	Exhibit 6, Line 0299999, Column 2	\$	1,236,425
6.	Exhibit 6, Line 0399999, Column 2		0
7.	Page 3, Line 2, Column 3		0
8.	Page 3, Line 3.1, Column 3		0
9.	Page 3, Line 3.2, Column 3		0
10.	Page 3, Line 3.3, Column 3		0
11.	Subtotal	\$	1,236,425
12.	Combined Total		\$537,214,986

29. Premium and Annuity Considerations Deferred and Uncollected

Type	(1) Gross	(2) Net of Loading
(1) Industrial	\$ 0	\$ 0
(2) Ordinary new business	85,852	35,092
(3) Ordinary renewal	6,139,866	6,551,544
(4) Credit Life	0	0
(5) Group Life	0	0
(6) Group Annuity	0	0
(7) Totals	\$ 6,139,866	\$ 6,586,636

30. Separate Accounts

A. General Nature and Characteristics of Separate Account Business:

The separate accounts held by the Company relate to Variable Universal Life (UL) insurance contracts and Market Value Adjusted Annuity contracts.

The Variable Universal Life insurance contracts are non-guaranteed return contracts. The net investment experience of the separate account is credited directly to the contract holder and can be positive or negative. The death benefit and cash value under the variable universal life policies may vary with the investment performance of the underlying investments in the separate accounts. The assets and liabilities of this account are carried at market. The guaranteed minimum death benefit reserve is held in Exhibit 5, Section A, of the Company's general account annual statement.

The Market Value Adjusted annuity contracts are guaranteed return contracts. The guaranteed rate options are sold as a fixed annuity product with guarantee rates based on the guarantee period selected by the policyholder. The cash surrender values are the guaranteed cash value plus a market value adjustment that can be positive or negative. The market value adjustment is based on the US swap rate at issue and at surrender.

	Nonindexed Guarantee Less than/equal to 4%	Nonguaranteed Separate Accounts
(1) Premiums, considerations or deposits for year ended 12/31/02	<u>\$1,277,528</u>	<u>\$10,577,261</u>
Reserves at 12/31/02		
(2) For accounts with assets at:		
a. Fair value	<u>\$1,236,425</u>	<u>\$10,650,306</u>
b. Amortized cost		
c. Total reserves	<u>\$1,236,425</u>	<u>\$10,650,306</u>
(3) By withdrawal characteristics:		
a. Subject to discretionary withdrawal:		
b. With MV adjustment	<u>\$1,236,425</u>	\$ 0
c. At book value without MV adjustment and with current surrender charge of 5% or more		
d. At fair value		<u>\$10,650,306</u>
e. At book value without MV adjustment and with current surrender charge less than 5%		
f. Subtotal	<u>\$1,236,425</u>	<u>\$10,650,306</u>
g. Not subject to discretionary withdrawal		
h. Total	<u>\$1,236,425</u>	<u>\$10,650,306</u>

*Line 2(c.) should equal line 3(h.)

- (4) Reserves for Asset Default Risk in Lieu of AVR 0
- (5) Transfers as reported in the Summary of Operations of the Separate Accounts Statement. \$2,296,663

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) | <u>\$11,845,689</u> |
| b. Transfers from Separate Accounts (Page 4, Line 10) | <u>\$2,903,207</u> |
| c. Net transfers To or (From) Separate Accounts | <u>\$8,942,482</u> |
- (2) Reconciling Adjustments:
- | | |
|------------------------------|-------------------|
| a. Other account adjustments | <u>(\$22,140)</u> |
|------------------------------|-------------------|
- (3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement
- | | |
|--------------------------------|--------------------|
| (1c) + (2) = (Page 4, Line 26) | <u>\$8,920,342</u> |
|--------------------------------|--------------------|

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	3,371,336	0.168	3,371,336	0.170
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	4,896,522	0.243	4,896,522	0.247
1.22 Issued by U.S. government sponsored agencies	5,051,753	0.251	5,051,753	0.255
1.3 Foreign government (including Canada, excluding mortgage-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	5,634,185	0.280	5,634,185	0.284
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations	7,295,000	0.363	7,295,000	0.368
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA	44,742,432	2.224	44,742,432	2.258
1.512 Issued by FNMA and FHLMC	50,759,309	2.523	50,759,309	2.561
1.513 Privately issued				
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC	31,750,064	1.578	31,750,064	1.602
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC	280,294,134	13.932	280,294,134	14.144
1.523 All other privately issued	42,884,021	2.132	42,884,021	2.164
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	977,761,558	48.601	977,434,109	49.323
2.2 Unaffiliated foreign securities	117,061,565	5.819	116,931,190	5.901
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds	15,929,348	0.792	10,711,446	0.541
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated	31,736,971	1.578	29,447,071	1.486
3.3 Publically traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	78,018,900	3.878	64,210,266	3.240
3.4 Other equity securities:				
3.41 Affiliated	13,118,527	0.652	4,880,950	0.246
3.42 Unaffiliated	1,503,595	0.075	1,402,598	0.071
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development	14,410,000	0.716	14,410,000	0.727
4.2 Agricultural				
4.3 Single family residential properties	51,949	0.003	51,949	0.003
4.4 Multifamily residential properties	5,821,390	0.289	5,821,390	0.294
4.5 Commercial loans	124,929,223	6.210	124,929,223	6.304
5. Real estate investments:				
5.1 Property occupied by company				
5.2 Property held for production of income (includes \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ 342,186 including property acquired in satisfaction of debt)	342,186	0.017	342,186	0.017
6. Policy loans	73,928,983	3.675	73,928,983	3.731
7. Receivables for securities	5,027,074	0.250	5,027,074	0.254
8. Cash and short-term investments	(527,184)	(0.026)	(527,184)	(0.027)
9. Other invested assets	76,007,923	3.778	76,007,923	3.836
10. Total invested assets	2,011,800,764	100.000	1,981,687,930	100.000

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes (X) No ()
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes (X) No () N/A ()
- 1.3 State Regulating? Ohio
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes () No (X)
- 2.2 If yes, date of change:
If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made: 12/31/1997
- 3.2 State the as of date of the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1997
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 04/19/1999
- 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 name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any reporting entity that has ceased to exist as a result of the merger or consolidation.

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

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

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

GENERAL INTERROGATORIES (continued)

8. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP, 250 East Fifth Street,
Cincinnati, OH 45202

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?
Nora E. Moushey, F.S.A., M.A.A.A.; Senior Vice President and Actuary; Columbus Life Insurance Company
400 East Fourth St.; Cincinnati, OH 45202

10. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

10.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....

10.2 Does this statement contain all business transacted for the reporting entity through its United States branch, on risks wherever located? Yes () No ()

10.3 Have there been any changes made to any of the trust indentures during the year? Yes () No ()

10.4 If answer to (10.3) is yes, has the domiciliary or entry state approved the changes? Yes () No () N/A (X)

BOARD OF DIRECTORS

11. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes (X) No ()

12. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes (X) No ()

13. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees which is in or is likely to conflict with the official duties of such person? Yes () No (X)

FINANCIAL

14.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

14.11 To directors or other officers \$
14.12 To stockholders not officers \$
14.13 Trustees, supreme or grand (Fraternal only) \$

14.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

14.21 To directors or other officers \$
14.22 To stockholders not officers \$
14.23 Trustees, supreme or grand (Fraternal only) \$

15.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes () No (X)

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

15.21 Rented from others \$
15.22 Borrowed from others \$
15.23 Leased from others \$
15.24 Other \$

Disclose in Notes to Financial Statements the nature of each obligation.

16.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes () No (X)

16.2 If answer is yes:

16.21 Amount paid as losses or risk adjustment \$
16.22 Amount paid as expenses \$
16.23 Other amounts paid \$

**GENERAL INTERROGATORIES
(Continued)**

INVESTMENT

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

Class	1 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price if Callable	5 Is Dividend Rate Limited?	6 Are Dividends Cumulative?
Preferred Common	10,000,000	10,000,000	1.00	XXX	Yes () No (X) XXX XXX	Yes () No (X) 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 (X) No ()

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	\$	38,250,596
19.26	Pledged as collateral	\$	
19.27	Placed under option agreements	\$	
19.28	Letter stock or securities restricted as to sale	\$	
19.29	Other	\$	

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

19.31
19.32
19.33
19.34
19.35	Bank of America, Lehman Brothers and Deutsche Bank
19.36
19.37
19.38
19.39

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

19.4 For category (19.28) provide the following:

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

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

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

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 (X) No ()

21.2 If yes, state the amount thereof at December 31 of the current year. \$ 23,391

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

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

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

GENERAL INTERROGATORIES (continued)

INVESTMENT

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

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

22.03 Have there been any changes, including name changes, in the custodian(s) identified in 22.01 during the current year? Yes () No (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
107126	Ft. Washington Investment	420 East Fourth Street
.....	Advisors	Cincinnati, OH 45202
.....

OTHER

23.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 181,100

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
BRICKLER & ECKLER, LLP	\$ 100,000
.....	\$
.....	\$
.....	\$

24.1 Amount of payments for legal expenses, if any? \$ 41,107

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
LEWIS AND ROCA, LLP	\$ 39,855
.....	\$
.....	\$
.....	\$

25.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 8,517

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

1 Name	2 Amount Paid
AMERICAN COUNCIL OF LIFE INSURANCE	\$ 8,517
.....	\$
.....	\$
.....	\$

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. \$
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$
- 1.31 Reason for excluding:

- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$
- 1.6 Individual policies:
- Most current three years:
- 1.61 Total premium earned \$
- 1.62 Total incurred claims \$
- 1.63 Number of covered lives
- All years prior to most current three years:
- 1.64 Total premium earned \$
- 1.65 Total incurred claims \$
- 1.66 Number of covered lives
- 1.7 Group policies:
- Most current three years:
- 1.71 Total premium earned \$
- 1.72 Total incurred claims \$
- 1.73 Number of covered lives
- All years prior to most current three years:
- 1.74 Total premium earned \$
- 1.75 Total incurred claims \$
- 1.76 Number of covered lives
- 2.1 Does 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 () N/A ()
- 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? \$
- 2.4 State the authority under which Separate Accounts are maintained:
 Section 3905.15 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 () No (X)
- 3.2 Net reimbursement of such expenses between reporting entities:
- 3.21 Paid \$
- 3.22 Received \$
- 4.1 Does the reporting entity write any guaranteed interest contracts? Yes () No (X)
- 4.2 If yes, what amount pertaining to these items is included in:
- 4.21 Page 3, Line 3 \$
- 4.22 Page 4, Line 1 \$
5. For stock reporting entities only:
- 5.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: \$
6. Total dividends paid stockholders since organization of the reporting entity:
- 6.11 Cash \$
- 6.12 Stock \$
- 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:

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
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Column 4)	9,395,064	9,649,630	9,830,380	10,098,583	9,987,967
2. Ordinary-term (Line 21, Column 4, less Line 34, Column 4)	2,383,402	2,393,012	2,637,844	2,867,335	2,935,597
3. Credit life (Line 21, Column 6)					
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Line 43 and Line 44, Column 4)					
5. Industrial (Line 21, Column 2)					
6. FEGLI/SGLI (Line 43 and Line 44, Column 4)					
7. Total (Line 21, Column 10)	11,778,466	12,042,642	12,468,224	12,965,918	12,923,564
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Column 2)	540,811	398,751	404,860	740,531	814,236
9. Ordinary-term (Line 2, Column 4, less Line 34, Column 2)	92,286	122,790	158,906	309,374	975,347
10. Credit life (Line 2, Column 6)					
11. Group (Line 2, Column 9)					
12. Industrial (Line 2, Column 2)					
13. Total (Line 2, Column 10)	633,097	521,541	563,766	1,049,905	1,789,583
Premium Income-Lines of Business					
14. Industrial life (Exhibit 1-Part 1, Line 20.4, Column 2)					
15.1 Ordinary life insurance (Exhibit 1-Part 1, Line 20.4, Column 3)	148,989,050	132,550,751	128,343,911	153,134,569	147,769,626
15.2 Ordinary individual annuities (Exhibit 1-Part 1, Line 20.4, Column 4)	37,830,567	26,398,252	17,157,980	16,592,598	18,924,440
16. Credit life, (Group and Individual) (Exhibit 1-Part 1, Line 20.4, Column 5)					
17.1 Group life insurance (Exhibit 1-Part 1, Line 20.4, Column 6)					
17.2 Group annuities (Exhibit 1-Part 1, Line 20.4, Column 7)					
18.1 A & H-group (Exhibit 1-Part 1, Line 20.4, Column 8)					
18.2 A & H-credit (group and individual) (Exhibit 1-Part 1, Line 20.4, Column 9)					
18.3 A & H-other (Exhibit 1-Part 1, Line 20.4, Column 10)	647,779	706,211	731,122	790,273	844,250
19. Aggregate of all other lines of business (Exhibit 1-Part 1, Line 20.4, Column 11)					
20. Deposit-type funds	X X X	X X X			
21. Total	187,467,396	159,655,214	146,233,013	170,517,440	167,538,316
Balance Sheet Items (Pages 2 and 3)					
22. Total admitted assets excluding Separate Accounts business (Page 2, Line 25, Column 3)	2,136,991,284	2,118,536,827	2,108,665,796	2,155,748,885	2,016,383,737
23. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	1,851,844,724	1,781,291,653	1,755,829,431	1,825,300,674	1,752,887,229
24. Aggregate life reserves (Page 3, Line 1)	1,663,016,650	1,608,981,943	1,567,106,852	1,565,367,353	1,515,405,654
25. Aggregate A & H reserves (Page 3, Line 2)	9,124,898	9,672,153	11,003,891	12,095,402	12,759,630
26. Deposit-type contract funds (Page 3, Line 3)	48,606,823	47,614,279	X X X	X X X	X X X
27. Asset valuation reserve (Page 3, Line 24.1)	1,742,264	22,177,588	43,954,067	80,301,770	61,165,241
28. Capital (Page 3, Line 29 and Line 30)	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
29. Surplus (Page 3, Line 37)	275,146,560	327,245,173	342,836,365	320,448,211	253,496,508
Risk-Based Capital Analysis					
30. Total adjusted capital	294,784,787	367,184,540	404,452,864	418,314,794	331,943,848
31. Authorized control level risk-based capital	30,818,290	29,802,908	55,585,349	70,922,749	54,436,277
Percentage Distribution of Assets (Page 2, Column 3) (Line No./Page 2, Line 11, Column 3) x 100.0					
32. Bonds (Line 1)	79.3	74.3	71.9	70.4	73.6
33. Stocks (Line 2.1 and Line 2.2)	5.6	10.2	10.7	14.7	12.1
34. Mortgage loans on real estate (Line 3.1 and Line 3.2)	7.3	7.9	7.4	7.1	7.5
35. Real estate (Line 4.1, Line 4.2 and Line 4.3)		0.1	0.2	0.2	0.1
36. Policy loans (Line 5)	3.7	3.7	3.6	3.6	3.9
37. Premium notes (Line 6)					
38. Cash and short-term investments (Line 7)		(0.3)	2.8	2.6	2.1
39. Other invested assets (Line 8)	3.6	3.6	3.2	1.3	0.6
40. Receivable for securities (Line 9)	0.3	0.4			
41. Aggregate write-ins for invested assets (Line 10)	0.2	0.2	0.2	0.1	0.1
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
<u>Investments in Parent, Subsidiaries and Affiliates</u>					
43. Affiliated bonds (Schedule D Summary, Line 25, Column 1)					
44. Affiliated preferred stocks (Schedule D Summary, Line 39, Column 1)					
45. Affiliated common stocks (Schedule D Summary, Line 53, Column 2)	4,880,950	4,959,609	71,436,470	89,554,462	46,241,013
46. Affiliated short-term investments (subtotal included in Schedule DA, Part 2, Column 5, Line 11)					
47. Affiliated mortgage loans on real estate					
48. All other affiliated					
49. Total of above Line 43 to Line 48	4,880,950	4,959,609	71,436,470	89,554,462	46,241,013
<u>Total Nonadmitted and Admitted Assets</u>					
50. Total nonadmitted assets (Page 2, Line 27, Column 2)	18,737,210	19,426,861	5,207,731	8,867,934	9,114,840
51. Total admitted assets (Page 2, Line 27, Column 3)	2,149,898,850	2,122,700,727	2,109,623,335	2,155,876,956	2,016,383,737
<u>Investment Data</u>					
52. Net investment income (Exhibit of Net Investment Income)	133,668,208	129,989,813	144,956,523	142,463,102	134,422,885
53. Realized capital gains (losses)	(29,951,647)	3,109,914	4,956,677	15,669,592	19,351,656
54. Unrealized capital gains (losses)	(35,120,766)	(28,825,153)	(51,254,567)	53,563,509	10,629,846
55. Total of above Lines 52, Line 53 and Line 54	68,595,795	104,274,574	98,658,633	211,696,203	164,404,387
<u>Benefits and Reserve Increase (Page 6)</u>					
56. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and Line 15, Column 1 less Lines 10, 11, 12, 13, 14 and Line 15, Columns 9, 10 and 11)	132,880,444	149,448,371	188,280,594	155,119,504	161,546,848
57. Total contract benefits - A and H (Line 13 and Line 14, Columns 9, 10 and 11)	1,207,536	1,433,824	1,237,196	1,689,656	1,923,863
58. Increase in life reserves - other than group and annuities (Line 19, Columns 2 and 3)	53,158,557	52,851,566	56,046,459	83,222,472	80,668,308
59. Increase in A and H Reserves (Line 19, Columns 9, 10 and 11)	(287,332)	(1,331,738)	(1,091,512)	(664,228)	(606,476)
60. Dividends to policyholders (Line 30, Column 1)	15,912,937	15,600,811	15,468,024	15,324,364	14,610,089
<u>Operating Percentages</u>					
61. Insurance expense percent (Page 6, Column 1, Line 21, Line 22 and Line 23 less Line 6) / (Page 6, Column 1, Line 1 plus group annuity contribution funds) x 100.00	29.1	30.2	28.0	34.5	32.3
62. Lapse percent (ordinary only) (Exhibit of Life Insurance, Column 4, Line 14 and Line 15) x 100.00 / 1/2 (Line 1 and Line 21)	6.7	0.3	7.2	6.8	7.0
63. A and H loss percent (Schedule H, Part 1, Line 3 and Line 4, Column 2)	101.6	18.2	20.8	130.2	154.5
64. A and H expense percent (Schedule H, Part 1, Line 8, Column 2)	22.9	45.6	27.9	24.8	23.2
<u>A and H Claim Reserve Adequacy</u>					
65. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)					
66. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)					
67. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	4,901,157	5,368,469	5,814,605	6,859,714	7,313,865
68. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	4,878,902	5,723,322	6,340,127	6,528,015	6,637,997
<u>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</u>					
69. Industrial life (Column 2)					
70. Ordinary-life (Column 3)	21,340,984	16,718,210	20,312,637	10,726,388	15,002,119
71. Ordinary-individual annuities (Column 4)	2,695,481	2,480,806	3,987,209	5,202,698	6,206,801
72. Ordinary-supplementary contracts (Column 5)	463,629	502,846	230,336	604,270	542,105
73. Credit life (Column 6)					
74. Group life (Column 7)					
75. Group annuities (Column 8)	278,814	96,145	404,276	346,417	458,697
76. A and H-group (Column 9)					
77. A and H-credit (Column 10)					
78. A and H-other (Column 11)	392,894	1,008,098	1,066,355	608,239	593,046
79. Aggregate of all other lines of business (Column 12)					
80. Total (Column 1)	25,171,802	20,806,105	26,000,813	17,488,012	22,802,768

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	Number of		9 Amount of Insurance (a)	
							7 Policies	8 Certificates		
1. In force end of prior year			147,671	12,042,642						12,042,642
2. Issued during year			2,892	633,097						633,097
3. Reinsurance assumed										
4. Revived during year			119	13,891						13,891
5. Increased during year (net)				20,991						20,991
6. Subtotals, Line 2 to Line 5			3,011	667,979						667,979
7. Additions by dividends during year	XXX		XXX	23,966	XXX		XXX	XXX		23,966
8. Aggregate write-ins for increases										
9. Totals (Line 1 and Line 6 to Line 8)			150,682	12,734,587						12,734,587
Deductions during year:										
10. Death			1,450	55,059			XXX			55,059
11. Maturity			198	808			XXX			808
12. Disability							XXX			
13. Expiry			327	11,036						11,036
14. Surrender			3,577	383,861						383,861
15. Lapse			1,920	412,813						412,813
16. Conversion			100	20,065			XXX	XXX	XXX	20,065
17. Decreased (net)				72,479						72,479
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Line 10 to Line 19)			7,572	956,121						956,121
21. In force end of year (Line 9 minus Line 20)	XXX		143,110	11,778,466	XXX		XXX	XXX		11,778,466
22. Reinsurance ceded end of year			XXX	2,038,714						2,038,714
23. Line 21 minus Line 22	XXX		XXX	9,739,752	XXX	(b)	XXX	XXX		9,739,752
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. Totals (Line 1901 through Line 1903 plus Line 1998) (Line 19 above)										

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).
 (b) Group \$; Individual \$

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		XXX	178,148
25. Other paid-up insurance			18,890	92,042
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY 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)
Term Insurance Excluding Extended Term Insurance				
27. Term policies-decreasing			52	720
28. Term policies-other	289	77,540	8,400	1,774,034
29. Other term insurance-decreasing	XXX		XXX	
30. Other term insurance	XXX	14,746	XXX	568,218
31. Totals (Line 27 to Line 30)	289	92,286	8,452	2,342,972
Reconciliation to Page 30, Line 2 and Line 21:				
32. Term additions	XXX		XXX	7,812
33. Totals, extended term insurance	XXX	XXX	3,302	32,618
34. Totals, whole life and endowment	2,603	540,811	131,356	9,395,064
35. Totals (Line 31 to Line 34)	2,892	633,097	143,110	11,778,466

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				
37. Ordinary	599,683	33,414	10,318,817	1,459,649
38. Credit Life (Group and Individual)				
39. Group				
40. Totals (Line 36 to Line 39)	599,683	33,414	10,318,817	1,459,649

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		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Page 30, Line 21				
44. Servicemen's Group Life Insurance included in Page 30, Line 21				
45. Group Permanent Insurance included in Page 30, Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	200,586
---	---------

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)
(47.2)

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			52,878	3,797,697				
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total		(b)	52,878	(b) 3,797,697		(b)		(b)

(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 AND 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	569	1,006		
2. Issued during year	6	387		
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Line 1 to Line 4)	575	1,393		
Deductions during year:				
6. Decreased (net)	23	428		
7. Reinsurance				
8. Totals (Line 6 and Line 7)	23	428		
9. In force end of year	552	965		
10. Amount on deposit	(a) 552	(a) 6,444,722		(a)
11. Income now payable	552	501		
12. Amount of income payable	(a) 1,190,793	(a) 3,375,554	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	89	10,746	1	62
2. Issued during year	4	823		
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Line 1 to Line 4)	93	11,569	1	62
Deductions during year:				
6. Decreased (net)	7	800		2
7. Reinsurance				
8. Totals (Line 6 and Line 7)	7	800		2
9. In force end of year	86	10,769	1	60
Income now payable:				
10. Amount of income payable	(a) 369,883	X X X	X X X	(a) 881,605
Deferred fully paid:				
11. Account balance	X X X	(a) 137,268,703	X X X	(a)
Deferred not fully paid:				
12. Account balance	X X X	(a) 299,477,003	X X X	(a)

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	4,294	705,579				
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)		X X X		X X X		X X X
5. Totals (Line 1 to Line 4)	4,294	X X X		X X X		X X X
Deductions during year:						
6. Conversions	X X X	X X X		X X X	X X X	X X X
7. Decreased (net)	256	X X X		X X X		X X X
8. Reinsurance		X X X		X X X		X X X
9. Totals (Line 6 to Line 8)	256	X X X		X X X		X X X
10. In force end of year	4,038	(a) 646,685		(a)		(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds	Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year	1,828	15,575
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Line 1 to Line 4)	1,828	15,575
Deductions during year:		
6. Decreased (net)	61	689
7. Reinsurance		
8. Totals (Line 6 and Line 7)	61	689
9. In force end of year	1,767	14,886
10. Amount of account balance	(a) 990,170	(a) 34,907,739

(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
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	58,062,044	59,152,892	58,091,268	73,962,814
	2. Canada				
	3. Other Countries	250,000	250,000	250,000	250,000
	4. Totals	58,312,044	59,402,892	58,341,268	74,212,814
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada	5,634,185	6,762,650	6,292,250	5,000,000
	7. Other Countries				
	8. Totals	5,634,185	6,762,650	6,292,250	5,000,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	106,902,952	106,902,952	107,372,141	104,659,398
	14. Canada				
	15. Other Countries				
	16. Totals	106,902,952	106,902,952	107,372,141	104,659,398
Public Utilities (unaffiliated)	17. United States	226,676,335	226,993,464	225,254,532	236,345,849
	18. Canada	4,584,433	4,956,519	4,549,391	4,610,000
	19. Other Countries	6,884,399	7,312,160	6,882,170	7,496,000
	20. Totals	238,145,167	239,262,143	236,686,093	248,451,849
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	1,041,553,536	1,072,462,965	1,037,925,250	1,059,443,197
	22. Canada	19,002,985	20,932,240	19,012,242	19,000,000
	23. Other Countries	101,493,136	109,251,429	101,387,880	102,661,200
	24. Totals	1,162,049,657	1,202,646,634	1,158,325,372	1,181,104,397
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	1,571,044,005	1,614,977,271	1,567,017,124	1,613,428,458
PREFERRED STOCKS					
Public Utilities (unaffiliated)	27. United States	7,533,750	7,617,115	8,083,750	
	28. Canada				
	29. Other Countries				
	30. Totals	7,533,750	7,617,115	8,083,750	
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries	7,574,900	8,438,750	7,574,900	
	34. Totals	7,574,900	8,438,750	7,574,900	
Industrial and Miscellaneous (unaffiliated)	35. United States	6,683,871	6,934,883	8,423,771	
	36. Canada	2,559,000	2,520,000	2,559,000	
	37. Other Countries	5,095,550	5,349,500	5,095,550	
	38. Totals	14,338,421	14,804,383	16,078,321	
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	29,447,071	30,860,248	31,736,971	
COMMON STOCKS					
Public Utilities (unaffiliated)	41. United States	1,792,509	1,792,509	3,526,825	
	42. Canada				
	43. Other Countries				
	44. Totals	1,792,509	1,792,509	3,526,825	
Banks, Trust and Insurance Companies (unaffiliated)	45. United States	16,156,583	16,156,583	15,766,771	
	46. Canada				
	47. Other Countries				
	48. Totals	16,156,583	16,156,583	15,766,771	
Industrial and Miscellaneous (unaffiliated)	49. United States	56,266,232	56,266,232	72,666,246	
	50. Canada	971,395	971,395	1,056,950	
	51. Other Countries	1,137,591	1,137,591	2,435,051	
	52. Totals	58,375,218	58,375,218	76,158,247	
Parent, Subsidiaries and Affiliates	53. Totals	4,880,950	4,880,950	13,118,527	
	54. Total Common Stocks	81,205,260	81,205,260	108,570,370	
	55. Total Stocks	110,652,331	112,065,508	140,307,341	
	56. Total Bonds and Stocks	1,681,696,336	1,727,042,779	1,707,324,465	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ 635,817,341 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	1,681,629,799	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	982,936,133	6.1 Column 17, Part 1	
3. Increase (decreased) by adjustment:		6.2 Column 13, Part 2, Section 1	
3.1 Column 16, Part 1	(21,230,924)	6.3 Column 11, Part 2, Section 2	
3.2 Column 12, Part 2, Section 1	(766,150)	6.4 Column 11, Part 4	
3.3 Column 10, Part 2, Section 2	(6,517,981)	7. Book/adjusted carrying value at end of current period	1,681,696,335
3.4 Column 10, Part 4	(26,794,507)	8. Total valuation allowance	
4. Total gain (loss), Column 14, Part 4	789,892	9. Subtotal (Line 7 plus Line 8)	1,681,696,335
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4	928,349,927	10. Total nonadmitted amounts	
		11. Statement value of bonds and stocks, current period	1,681,696,335

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Direct Business Only				
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations
		2 Life Insurance Premiums	3 Annuity Considerations			
1. Alabama	AL	Yes	1,765,745	643,382	6,605	
2. Alaska	AK	No	129,803	2,000		
3. Arizona	AZ	Yes	14,774,788	232,540	4,155	
4. Arkansas	AR	Yes	242,916	1,200	288	
5. California	CA	Yes	6,663,203	86,485	30,218	
6. Colorado	CO	Yes	1,700,687	24,398	3,191	
7. Connecticut	CT	Yes	1,664,917	166,677	1,360	
8. Delaware	DE	Yes	160,645		1,039	
9. District of Columbia	DC	Yes	224,027	4,400	1,058	
10. Florida	FL	Yes	8,476,435	1,665,425	57,332	
11. Georgia	GA	Yes	1,713,102	28,746	10,287	
12. Hawaii	HI	No	18,097		67	
13. Idaho	ID	Yes	23,205		243	
14. Illinois	IL	Yes	2,620,181	395,970	27,621	
15. Indiana	IN	Yes	7,487,919	5,668,245	28,572	
16. Iowa	IA	Yes	1,449,166		667	
17. Kansas	KS	Yes	1,463,558	1,150	154	
18. Kentucky	KY	Yes	2,283,410	165,725	6,047	
19. Louisiana	LA	Yes	152,512	240,148	430	
20. Maine	ME	Yes	60,280	52,100	562	
21. Maryland	MD	Yes	3,485,122	226,760	31,733	
22. Massachusetts	MA	Yes	2,429,293	723,044	3,472	
23. Michigan	MI	Yes	7,920,052	3,035,172	27,665	
24. Minnesota	MN	Yes	1,224,233	3,318	671	
25. Mississippi	MS	Yes	585,262	123,446	4,036	
26. Missouri	MO	Yes	1,608,928	18,000	2,476	
27. Montana	MT	Yes	86,277	600	475	
28. Nebraska	NE	Yes	2,511,165	417,562	743	
29. Nevada	NV	Yes	617,939	365,417	646	
30. New Hampshire	NH	Yes	225,097	200,000	137	
31. New Jersey	NJ	Yes	6,174,404	1,329,550	124,334	
32. New Mexico	NM	Yes	260,646	900	1,390	
33. New York	NY	No	620,317		5,279	
34. North Carolina	NC	Yes	2,155,000	5,179,440	12,173	
35. North Dakota	ND	No	2,951		137	
36. Ohio	OH	Yes	34,952,671	6,008,148	137,208	
37. Oklahoma	OK	Yes	4,324,650		306	
38. Oregon	OR	Yes	224,426		1,679	
39. Pennsylvania	PA	Yes	5,712,822	1,911,352	62,763	
40. Rhode Island	RI	Yes	180,367	996	2,627	
41. South Carolina	SC	Yes	1,371,154	26,137	10,948	
42. South Dakota	SD	Yes	146,718		260	
43. Tennessee	TN	Yes	4,743,078	2,560,163	16,863	
44. Texas	TX	Yes	5,512,201	1,343,607	15,662	
45. Utah	UT	Yes	4,016,463	4,395,912	277	
46. Vermont	VT	Yes	35,368		716	
47. Virginia	VA	Yes	1,313,319	343,550	9,671	
48. Washington	WA	Yes	2,488,060	217,928	6,234	
49. West Virginia	WV	Yes	156,304	5,000	2,207	
50. Wisconsin	WI	Yes	666,377	1,200	1,083	
51. Wyoming	WY	Yes	128,366	3,975	212	
52. American Samoa	AS	No				
53. Guam	GU	No				
54. Puerto Rico	PR	No	6,876			
55. U.S. Virgin Islands	VI	No	3,720			
56. Canada	CN	No	338			
57. Aggregate Other Alien	OT	X X X	101,674		171	
58. Subtotal	(a)	47	149,066,234	37,819,768	664,150	
90. Reporting entity contributions for employee benefit plans		X X X				
91. Dividends or refunds applied to purchase paid-up additions and annuities		X X X	10,845,310			
92. Dividends of refunds applied to shorten endowment or premium paying period		X X X				
93. Premium or annuity considerations waived under disability or other contract provisions		X X X	833,085		59,742	
94. Aggregate other amounts not allocable by State		X X X	370,336	10,839		
95. Totals (Direct Business)		X X X	161,114,965	37,830,607	723,892	
96. Plus Reinsurance Assumed		X X X				
97. Totals (All Business)		X X X	161,114,965	37,830,607	723,892	
98. Less Reinsurance Ceded		X X X	11,760,810		75,677	
99. Totals (All Business) less Reinsurance Ceded		X X X	149,354,155	37,830,607	(b) 648,215	
DETAILS OF WRITE-INS						
5701. Mexico		X X X	240			
5702. Other Foreign		X X X	101,434		171	
5703.		X X X				
5798. Summary of remaining write-ins for Line 57 from overflow page		X X X				
5799. Total (Lines 5701 through 5703 plus 5798) (Line 57 above)		X X X	101,674		171	
DETAILS OF ROLLOVER						
9401. Life CV rollover previously taxed		X X X	163,514	10,839		
9402. Dividends accumulated applied previously by tax		X X X	206,822			
9403.		X X X				
9498. Summary of remaining write-ins for Line 94 from overflow page		X X X				
9499. Total (Lines 9401 through 9403 plus 9498) (Line 94 above)		X X X	370,336	10,839		

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

By state of residence

.....

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Column 1, Line 1; indicate which; #N/A

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

		<u>NAIC#</u>	<u>TIN#</u>
PARENT	- WESTERN-SOUTHERN MUTUAL HOLDING COMPANY, OH (NON-INSURER)		31-1732405
SUBSIDIARY	- WESTERN & SOUTHERN FINANCIAL GROUP, INC., OH (NON-INSURER)		31-1732404
SUBSIDIARY	- THE WESTERN AND SOUTHERN LIFE INSURANCE COMPANY, OH (INSURER)	70483	31-0487145
SUBSIDIARY	- WESTERN-SOUTHERN LIFE ASSURANCE COMPANY, OH (INSURER)	92622	31-1000236
SUBSIDIARY	- COLUMBUS LIFE INSURANCE COMPANY, OH (INSURER)	99937	31-1191427
SUBSIDIARY	- INTEGRITY LIFE INSURANCE COMPANY, OH (INSURER)	74780	86-0214103
SUBSIDIARY	- NATIONAL INTEGRITY LIFE INSURANCE COMPANY, NY (INSURER)	75264	16-0958252
