



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2003
OF THE CONDITION AND AFFAIRS OF THE
GRANGE INDEMNITY INSURANCE COMPANY

NAIC Group Code	0267	0267	NAIC Company Code	10322	Employer's ID Number	31-1432675
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States of America					
Incorporated	03/10/1995		Commenced Business	08/03/1995		
Statutory Home Office	650 South Front Street		Columbus, OH 43206-1014			
	(Street and Number)		(City or Town, State and Zip Code)			
Main Administrative Office	650 South Front Street					
	(Street and Number)					
	Columbus, OH 43206-1014		614-445-2900			
	(City or Town, State and Zip Code)		(Area Code) (Telephone Number)			
Mail Address	650 South Front Street, P.O. Box 1218		Columbus, OH 43216-1218			
	(Street and Number or P.O. Box)		(City or Town, State and Zip Code)			
Primary Location of Books and Records	650 South Front Street					
	(Street and Number)					
	Columbus, OH 43206-1014		614-445-2497			
	(City or Town, State and Zip Code)		(Area Code) (Telephone Number)			
Internet Website Address	www.grangeinsurance.com					
Statutory Statement Contact	Jeffrey Earl Dye		614-445-2497			
	(Name)		(Area Code) (Telephone Number) (Extension)			
	dyej@grangeinsurance.com		614-449-3757			
	(E-mail Address)		(Fax Number)			
Policyowner Relations Contact	650 South Front Street					
	(Street and Number)					
	Columbus, OH 43206-1014		614-445-2900			
	(City or Town, State and Zip Code)		(Area Code) (Telephone Number) (Extension)			

OFFICERS

President	PHILIP HUGH URBAN	Secretary	DAVID TRUFANT ROARK
Treasurer	RANDALL JOSEPH MONTELEONE		

VICE PRESIDENTS

WALTER LOREN NEFF	LYLE DEAN RHODEBECK	
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DIRECTORS OR TRUSTEES

EDWIN LOWELL BILLMAN	RANDALL JOSEPH MONTELEONE	ROBERT JOHN O'BRIEN
MICHAEL VERNE PARROTT	MELVIN GEORGE PYE JR	JAMES LAWRENCE SETTERLIN
THOMAS SIMRALL STEWART	PHILIP WAYNE STICHTER	PHILIP HUGH URBAN
DAVID CHARLES WETMORE		

State of Ohio }
County of Franklin } ss

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

PHILIP HUGH URBAN President	DAVID TRUFANT ROARK Secretary	RANDALL JOSEPH MONTELEONE Treasurer
Subscribed and sworn to before me this 20th day of February, 2004	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	
Colleen R. Miesse Notary Public October, 19 2004		

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
US Governments Issuer Obligations (10) United States																				
3128X1-DD-6...	FHLMC 5NC1 1X - Call.....		3.200	MN.....	05/21/2008	05/21/2004	100.000	1,002,529	1,000,000	0.0000	1,002,529	1,006,250	3,556	16,000	(3,721)			1PE.....	05/27/2003...	2.539
3128X1-ET-0...	FHLMC 8NC1 - Call.....		4.050	MN.....	11/28/2011	05/28/2004	100.000	350,287	350,000	0.0000	350,287	350,700	1,299	7,088	(413)			1PE.....	05/21/2003...	3.844
31359M-NF-6...	FNMA 5NC2 1X - Call.....	LS	4.750	JD.....	06/18/2007			499,717	500,000	101.5000	507,500	499,605	858	23,750	74			1PE.....	06/13/2002...	4.768
912810-FP-8...	United States Treasury - GA.....	LS	5.375	FA.....	02/15/2031			97,792	100,000	0.0000	97,727	97,727	2,030	5,375	35			1PE.....	03/04/2002...	5.533
912827-T8-5...	United States Treasury Note -Deposit OH.....		6.500	MN.....	05/15/2005			1,496,403	1,500,000	106.8750	1,603,125	1,479,844	12,589	97,500	2,428			1.....	05/11/1995...	6.686
Total United States								3,446,728	3,450,000	XXX	3,561,233	3,434,126	20,332	149,713	(1,597)	0	0	XXX	XXX	XXX
0199999 - Total Bonds - U.S. Government - Issuer Obligations								3,446,728	3,450,000	XXX	3,561,233	3,434,126	20,332	149,713	(1,597)	0	0	XXX	XXX	XXX
0399996 - Bonds - U.S. Government								3,446,728	3,450,000	XXX	3,561,233	3,434,126	20,332	149,713	(1,597)	0	0	XXX	XXX	XXX
0399999 - Total - U.S. Government Bonds								3,446,728	3,450,000	XXX	3,561,233	3,434,126	20,332	149,713	(1,597)	0	0	XXX	XXX	XXX
Special Revenue & Assessment Single Class Mortgage (SC) United States United States																				
31282R-4S-0...	FHLMC Pool 80833.....		4.000	MTLY.....	08/01/2010			458,431	458,512	0.0000	458,431	458,440	1,528	3,057	(10)			1.....	10/17/2003...	3.990
Total United States								458,431	458,512	XXX	458,431	458,440	1,528	3,057	(10)	0	0	XXX	XXX	XXX
Total United States								458,431	458,512	XXX	458,431	458,440	1,528	3,057	(10)	0	0	XXX	XXX	XXX
2699999 - Total Bonds - Special Revenue - Single Class Mortgage-Backed/Asset-Backed Securities								458,431	458,512	XXX	458,431	458,440	1,528	3,057	(10)	0	0	XXX	XXX	XXX
Defined Multi-Class Residential (DR) United States United States																				
31393A-GG-6...	FNR 2003-28 GA.....		4.000	MTLY.....	10/25/2032	02/25/2011	100.000	457,307	459,605	0.0000	457,307	457,020	1,532	13,788	288			1.....	03/19/2003...	4.183
31393A-RP-4...	FNR 2003-25 CD.....		3.500	MTLY.....	03/25/2017	03/25/2011	100.000	380,128	380,552	0.0000	380,128	380,195	1,110	9,989	(67)			1PE.....	03/10/2003...	3.484
Total United States								837,435	840,157	XXX	837,435	837,215	2,642	23,777	221	0	0	XXX	XXX	XXX
Total United States								837,435	840,157	XXX	837,435	837,215	2,642	23,777	221	0	0	XXX	XXX	XXX
2799999 - Total Bonds - Special Revenue - Defined Multi-Class Residential Mortgage-Backed Securities								837,435	840,157	XXX	837,435	837,215	2,642	23,777	221	0	0	XXX	XXX	XXX
3199996 - Bonds - Special Revenue - United States								1,295,866	1,298,669	XXX	1,295,866	1,295,655	4,170	26,834	211	0	0	XXX	XXX	XXX
3199997 - Bonds - Special Revenue - Canada								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3199998 - Bonds - Special Revenue - Other Countries								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3199999 - Total - Special Revenue Bonds								1,295,866	1,298,669	XXX	1,295,866	1,295,655	4,170	26,834	211	0	0	XXX	XXX	XXX
Public Utilities (unaffiliated) Issuer Obligations (10) United States																				
153663-BL-2...	Central Illinois Pub Service NC.....		6.625	JD.....	06/15/2011			499,260	500,000	113.6880	568,440	498,985	1,472	33,125	75			1PE.....	06/07/2001...	6.651
341081-EN-3...	Florida Power & Light NC.....		4.850	FA.....	02/01/2013			501,075	500,000	101.0680	505,340	501,075	10,104					1PE.....	10/14/2003...	4.820
906548-BQ-4...	Union Electric Company Callable.....		7.000	JJ.....	01/15/2024	01/15/2014	100.000	503,276	500,000	103.5200	517,600	504,290	16,139	35,000	(220)			1PE.....	03/24/1998...	6.908
Total United States								1,503,611	1,500,000	XXX	1,591,380	1,504,350	27,715	68,125	(145)	0	0	XXX	XXX	XXX
3299999 - Total Bonds - Public Utilities - Issuer Obligations								1,503,611	1,500,000	XXX	1,591,380	1,504,350	27,715	68,125	(145)	0	0	XXX	XXX	XXX
3899996 - Bonds - Public Utilities - United States								1,503,611	1,500,000	XXX	1,591,380	1,504,350	27,715	68,125	(145)	0	0	XXX	XXX	XXX
3899997 - Bonds - Public Utilities - Canada								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3899998 - Bonds - Public Utilities - Other Countries								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
3899999 - Total - Public Utilities Bonds								1,503,611	1,500,000	XXX	1,591,380	1,504,350	27,715	68,125	(145)	0	0	XXX	XXX	XXX
Industrial & Miscellaneous Issuer Obligations (10) United States																				
030955-AH-1...	Ameritech Capital Funding.....		6.300	AO.....	10/15/2004			499,811	500,000	103.5320	517,660	498,732	6,650	31,500	227			1PE.....	09/25/1998...	6.350
046003-JH-3...	Associates Corp. NA.....		6.100	JJ.....	01/15/2005			499,862	500,000	104.7940	523,970	499,228	14,064	30,500	125			1PE.....	09/25/1998...	6.128
054303-AM-4...	Avon Products Inc. NC.....		7.150	MN.....	11/15/2009			516,239	500,000	116.5900	582,950	522,055	4,568	35,750	(2,209)			1PE.....	03/05/2001...	6.476
05563Q-AA-8...	Bank of New York 144A - Callable.....		7.780	JD.....	12/01/2026			532,266	500,000	110.0220	550,110	533,350	3,242	38,900	(543)			1.....	11/08/2001...	7.201
06422K-AA-0...	Bank One Texas NC.....		6.250	FA.....	02/15/2008			499,426	500,000	0.0000	499,426	498,840	11,806	31,250	119			1PE.....	02/19/1998...	6.282
06606H-BD-2...	Bank of Boston NC.....		6.375	MS.....	03/25/2008			499,451	500,000	0.0000	498,875	498,875	8,500	31,875	110			1PE.....	04/21/1998...	6.405
073902-BG-2...	Bear Stearns Co NC.....	LS	6.750	JD.....	12/15/2007			504,643	500,000	112.3820	561,910	508,805	1,500	33,750	(1,000)			1PE.....	03/30/1999...	6.480

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SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
093662-AA-2...	Block Financial Corp.....		.6.750	MN.....	11/01/2004.....			499,908	500,000	103.2500	516,250	499,386	5,625	33,750	104			2.....	09/25/1998.....	6.773
097023-AT-2...	Boeing Co. NC.....		.5.125	FA.....	02/15/2013.....			497,482	500,000	.0.0000	497,482	497,290	9,681	13,097	192			1PE.....	02/06/2003.....	5.195
10138M-AB-1...	Bottling Group LLC NC.....		.4.625	MN.....	11/15/2012.....			247,653	250,000	99.4560	248,640	247,578	1,477	5,781	.75			1.....	09/16/2003.....	4.756
134429-AM-1...	Campbell Soup Inc NC.....		.6.750	FA.....	02/15/2011.....			498,550	500,000	114.2400	571,200	498,145	12,750	33,750	154			1.....	02/15/2001.....	6.802
194160-DB-3...	Colgate-Palmolive Co NC.....		.5.980	AO.....	04/25/2012.....			500,000	500,000	.0.0000	500,000	500,000	5,482	29,900				1PE.....	04/19/2002.....	5.980
233835-AP-2...	Daimler Chrysler NC.....		.7.750	JJ.....	01/18/2011.....			509,503	500,000	114.3560	571,780	511,885	17,545	38,750	(996)			2.....	05/16/2001.....	7.399
248019-AC-5...	Deluxe Corp NC.....		.5.000	JD.....	12/15/2012.....			302,542	300,000	101.3650	304,095	302,766	667	15,250	(215)			1.....	12/12/2002.....	4.882
257661-AF-5...	Donaldson Lufkin & Jenrette NC.....		.6.500	JD.....	06/01/2008.....			502,274	500,000	111.3440	556,720	504,255	2,708	32,500	(433)			1PE.....	08/19/1998.....	6.380
319455-BU-4...	First Chicago.....		.6.375	JJ.....	01/30/2009.....			490,829	500,000	111.3760	556,880	484,039	13,370	31,875	1,467			1PE.....	09/25/1998.....	6.808
364725-AC-5...	Gannett Co Inc NC.....		.6.375	AO.....	04/01/2012.....			281,815	250,000	111.6110	279,028	284,088	3,984	7,969	(2,272)			1.....	04/08/2003.....	4.510
370425-RX-0...	General Motors Acceptance Corp NC.....		.6.875	MS.....	09/15/2011.....			494,284	500,000	107.7130	538,565	493,185	10,122	34,375	541			2.....	01/11/2002.....	7.070
428040-BN-8...	Hertz Corp. NC.....		.7.625	FA.....	08/15/2007.....			503,361	500,000	109.8540	549,270	506,390	14,403	38,125	(783)			2.....	08/18/1999.....	7.410
441812-JV-7...	Household Finance Co NC.....		.6.750	MN.....	05/15/2011.....			493,548	500,000	111.0000	555,000	491,910	4,313	33,750	650			1.....	05/16/2001.....	6.977
532449-AA-3...	Lilly Del Mar Inc 144A - Call.....		.7.717	FA.....	08/01/2029.....			500,000	500,000	102.7680	513,840	500,000	16,077	38,585				1PE.....	07/29/1999.....	7.717
534187-AK-5...	Lincoln National Corp.....		.6.500	MS.....	03/15/2008.....			499,156	500,000	110.1590	550,795	498,360	9,569	32,500	169			1PE.....	09/25/1998.....	6.547
58013M-DF-8...	McDonald's Corp NC.....		.5.350	MS.....	09/15/2008.....			458,194	500,000	.0.0000	458,194	434,260	7,876	6,750	7,165			1PE.....	05/02/2000.....	7.493
65590G-AA-1...	Nordstrom Credit Inc. NC.....		.6.700	JJ.....	07/01/2005.....			503,537	500,000	106.0440	530,220	513,614	16,750	33,500	(2,184)			1PE.....	09/25/1998.....	6.199
724477-AR-5...	Pitney Bowes Credit Corp NC.....		.5.750	FA.....	08/15/2008.....			501,305	500,000	109.2670	546,335	501,670	10,861	28,750	(241)			1PE.....	04/05/2002.....	5.685
780097-AN-1...	Royal Bank of Scotland Group NC.....		.5.000	MN.....	11/12/2013.....			246,368	250,000	100.3540	250,885	246,330	1,701		.38			1.....	11/10/2003.....	5.190
78442F-AQ-1...	SLM Corp NC.....		.5.000	AO.....	04/15/2015.....			245,689	250,000	.0.0000	245,689	245,595	2,639	6,250	94			1.....	09/11/2003.....	5.204
806605-AE-1...	Schering Plough NC.....		.5.300	JD.....	12/01/2013.....			249,134	250,000	101.7450	254,363	249,130	1,288		4			1.....	12/11/2003.....	5.345
867914-AN-3...	Suntrust Banks Inc Put.....		.6.000	JJ.....	01/15/2028.....			487,989	500,000	112.1880	560,940	487,410	13,833	30,000	213			1PE.....	05/16/2001.....	6.193
881685-BH-3...	Texaco Capital Inc Call.....		.5.700	JD.....	12/01/2008.....			466,483	500,000	106.3110	531,555	448,760	2,375	28,500	5,480			1PE.....	06/19/2000.....	7.350
902911-AC-0...	UST Inc NC.....		.7.250	JD.....	06/01/2009.....			499,957	500,000	113.8700	569,350	499,925	3,021	36,250	6			1PE.....	05/24/1999.....	7.252
90333W-AA-6...	US Bank NC.....		.6.375	FA.....	08/01/2011.....			546,339	500,000	.0.0000	546,339	548,135	13,281		(1,796)			1.....	08/18/2003.....	4.897
918204-AL-2...	VF Corp NC.....		.8.100	AO.....	10/01/2005.....			499,632	500,000	109.8160	549,080	499,065	10,125	40,500	188			1PE.....	09/22/2000.....	8.146
92857I-AG-2...	Vodafone Group NC.....		.7.750	FA.....	02/15/2010.....			495,647	500,000	118.5200	592,600	493,785	14,639	38,750	534			1.....	04/28/2000.....	7.932
931142-BD-4...	Wal-Mart Stores Inc NC.....		.6.550	FA.....	08/10/2004.....			497,550	500,000	103.1560	515,780	484,835	12,827	32,750	3,807			1.....	05/04/2000.....	7.390
949740-CD-4...	Wells Fargo & Co NC.....		.6.250	AO.....	04/15/2008.....			497,043	500,000	111.5590	557,795	494,170	6,597	31,250	582			1PE.....	04/22/1998.....	6.410
96647K-AK-8...	Whitman Corp. NC.....		.6.375	MN.....	05/01/2009.....			278,256	250,000	111.3730	278,431	279,513	2,657	7,969	(1,262)			2.....	09/22/2003.....	4.000
Total United States								16,845,726	16,800,000	XXX	18,032,578	16,805,359	298,573	994,701	8,110	0	0	XXX	XXX	XXX
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations								16,845,726	16,800,000	XXX	18,032,578	16,805,359	298,573	994,701	8,110	0	0	XXX	XXX	XXX
Defined Multi-Class Commercial (DC)																				
United States																				
61910D-CM-2...	Mortgage Capital Funding Inc. 1997-MC1 A3.....		.7.288	MTLY.....	02/20/2027.....	03/20/2007.....	100.000	489,250	457,771	.0.0000	489,250	502,404	2,780	22,779	(13,154)			1.....	04/03/2003.....	3.102
Total United States								489,250	457,771	XXX	489,250	502,404	2,780	22,779	(13,154)	0	0	XXX	XXX	XXX
4399999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Commercial Mortgage-Backed Securities								489,250	457,771	XXX	489,250	502,404	2,780	22,779	(13,154)	0	0	XXX	XXX	XXX
Other Multi-Class Commercial (OC)																				
United States																				
17305E-BU-8...	Citibank Credit Card Issuance 2003-A7 A7.....		.4.150	JJ.....	07/07/2017.....	07/07/2015.....	100.000	499,996	500,000	.0.0000	499,996	499,995	10,433		1			1PE.....	06/24/2003.....	4.150
Total United States								499,996	500,000	XXX	499,996	499,995	10,433	0	1	0	0	XXX	XXX	XXX
4499999 - Total Bonds - Industrial, Misc. - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities								499,996	500,000	XXX	499,996	499,995	10,433	0	1	0	0	XXX	XXX	XXX
4599996 - Bonds - Industrial and Misc - United States								17,834,972	17,757,771	XXX	19,021,824	17,807,758	311,786	1,017,480	(5,043)	0	0	XXX	XXX	XXX
4599997 - Bonds - Industrial and Misc - Canada								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
4599998 - Bonds - Industrial and Misc - Other Countries								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds								17,834,972	17,757,771	XXX	19,021,824	17,807,758	311,786	1,017,480	(5,043)	0	0	XXX	XXX	XXX
5499999 - Total - Issuer Obligations								21,796,065	21,750,000	XXX	23,185,191	21,743,835	346,620	1,212,539	6,368	0	0	XXX	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities								458,431	458,512	XXX	458,440	458,440	1,528	3,057	(10)	0	0	XXX	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities								837,435	840,157	XXX	837,435	837,215	2,642	23,777	221	0	0	XXX	XXX	XXX
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities								0	0	XXX	0	0	0	0	0	0	0	XXX	XXX	XXX
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities								489,250	457,771	XXX	489,250	502,404	2,780	22,779	(13,154)	0	0	XXX	XXX	XXX
5999999 - Total - Other Multi-Class Commercial Mortgage-Backed Securities								499,996	500,000	XXX	499,996	499,995	10,433	0	1	0	0	XXX	XXX	XXX
6099999 Totals								24,081,177	24,006,440	XXX	25,470,303	24,041,889	364,003	1,262,152	(6,574)	0	0	XXX	XXX	XXX

Schedule D - Part 2 - Section 1

NONE

Schedule D - Part 2 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
BONDS							
US Governments							
United States							
.....3128X1-DD-6.....	FHLMC 5NC1 1X - Call	3.200% 05/21/08.....	05/27/2003.....	Huntington Capital Corp.....	1,006,250	1,000,000	1,156
.....3128X1-ET-0.....	FHLMC 8NC1 - Call	4.050% 11/28/11.....	05/21/2003.....	Kiley, Bloemers Inc.....	350,700	350,000	
Total United States					1,356,950	1,350,000	1,156
0399996 - Bonds - U.S. Government					1,356,950	1,350,000	1,156
0399999 - Total - Bonds - U.S. Government					1,356,950	1,350,000	1,156
Special Revenue & Assessment							
United States							
United States							
.....31282R-4S-0.....	FHLMC Pool 80833	4.000% 08/01/10.....	10/17/2003.....	Huntington Capital Corp.....	458,440	458,512	1,121
.....31393A-GG-6.....	FNR 2003-28 GA	4.000% 10/25/32.....	03/19/2003.....	Huntington Capital Corp.....	457,020	459,605	1,379
.....31393A-RP-4.....	FNR 2003-25 CD	3.500% 03/25/17.....	03/10/2003.....	Huntington Capital Corp.....	380,195	380,552	999
Total United States					1,295,655	1,298,669	3,499
Total United States					1,295,655	1,298,669	3,499
3199996 - Bonds - Special Revenues - United States					1,295,655	1,298,669	3,499
3199997 - Bonds - Special Revenues - Canada					0	0	0
3199998 - Bonds - Special Revenues - Other Countries					0	0	0
3199999 - Total - Bonds - Special Revenue					1,295,655	1,298,669	3,499
Public Utilities (unaffiliated)							
United States							
.....341081-EN-3.....	Florida Power & Light NC	4.850% 02/01/13.....	10/14/2003.....	Barclays Capital.....	501,075	500,000	5,119
Total United States					501,075	500,000	5,119
3899996 - Bonds - Public Utilities - United States					501,075	500,000	5,119
3899997 - Bonds - Public Utilities - Canada					0	0	0
3899998 - Bonds - Public Utilities - Other Countries					0	0	0
3899999 - Total - Bonds - Public Utilities					501,075	500,000	5,119
Industrial & Miscellaneous							
United States							
.....097023-AT-2.....	Boeing Co. NC	5.125% 02/15/13.....	02/06/2003.....	DBAB.....	497,290	500,000	
.....10138M-AB-1.....	Bottling Group LLC NC	4.625% 11/15/12.....	09/16/2003.....	Barclays Capital.....	247,578	250,000	3,983
.....17305E-BU-8.....	Citibank Credit Card Issuance 2003-A7 A7	4.150% 07/07/17.....	06/24/2003.....	Barclays Capital.....	499,995	500,000	
.....364725-AC-5.....	Gannett Co Inc NC	6.375% 04/01/12.....	04/08/2003.....	Raymond James & Associates.....	284,088	250,000	443
.....61910D-CM-2.....	Mortgage Capital Funding Inc. 1997-MC1 A3	7.288% 02/20/27.....	04/03/2003.....	DBAB.....	502,404	457,772	649
.....780097-AN-1.....	Royal Bank of Scotland Group NC	5.000% 11/12/13.....	11/10/2003.....	Bear Stearns.....	246,330	250,000	69
.....78442F-AQ-1.....	SLM Corp NC	5.000% 04/15/15.....	09/11/2003.....	Barclays Capital.....	245,595	250,000	5,243
.....806605-AE-1.....	Schering Plough NC	5.300% 12/01/13.....	12/11/2003.....	Banc One Capital Corp.....	249,130	250,000	736
.....90333W-AA-6.....	US Bank NC	6.375% 08/01/11.....	08/18/2003.....	Bear Stearns.....	548,135	500,000	1,771
.....96647K-AK-8.....	Whitman Corp. NC	6.375% 05/01/09.....	09/22/2003.....	Raymond James & Associates.....	279,514	250,000	6,374
Total United States					3,600,059	3,457,772	19,268
4599996 - Bonds - Industrial and Misc - United States					3,600,059	3,457,772	19,268
4599997 - Bonds - Industrial and Misc - Canada					0	0	0
4599998 - Bonds - Industrial and Misc - Other Countries					0	0	0
4599999 - Total - Bonds - Industrial, Misc.					3,600,059	3,457,772	19,268
6099997 - Total - Bonds - Part 3					6,753,739	6,606,441	29,042
6099998 - Total - Bonds - Part 5					2,438,407	2,388,519	8,190
6099999 - Total - Bonds					9,192,146	8,994,960	37,232
6599998 - Total - Preferred Stocks - Part 5					0	XXX	0
6599999 - Total - Preferred Stocks					0	XXX	0
7099998 - Total - Common Stocks - Part 5					0	XXX	0
7099999 - Total - Common Stocks					0	XXX	0
7199999 - Total - Preferred and Common Stocks					0	XXX	0
7299999 Totals					9,192,146	XXX	37,232

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identi- fication	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	(Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
BONDS															
US Governments															
United States															
312924-FC-2	FHLMC 5NC1.5 1X - Call 5.250% 09/06/06	03/06/2003	Call	100.0000	1,000,000	1,000,000	998,000	998,480	1,520				.0	26,250	
3136F0-6P-2	FNMA 4.5NC1.5 1X - Call 4.625% 06/04/06	06/04/2003	Call	100.0000	1,000,000	1,000,000	992,500	994,140	5,860				.0	23,125	
3136F2-ZU-5	FNMA 5NC 3 mo 4.050% 12/27/07	03/27/2003	Call	100.0000	500,000	500,000	500,250	500,236	(236)				.0	5,063	
Total United States					2,500,000	2,500,000	2,490,750	2,492,856	7,144	0	0	0	0	54,438	XXX
0399996 - Bonds - U.S. Government					2,500,000	2,500,000	2,490,750	2,492,856	7,144	0	0	0	0	54,438	XXX
0399999 - Bonds - U.S. Governments					2,500,000	2,500,000	2,490,750	2,492,856	7,144	0	0	0	0	54,438	XXX
Public Utilities (unaffiliated)															
United States															
00209U-AD-4	AT&T Corp NC 6.000% 03/15/09	11/18/2002	Tax Free Exchange		454,250	455,000	453,325	453,325				925	.925	4,778	
00209U-AD-4	AT&T Corp NC 6.000% 03/15/09	01/01/2003	Tax Free Exchange		(453,325)	(455,000)	(453,325)	(453,325)					.0	(4,778)	
302570-AJ-5	FPL Group Capital Inc NC 7.375% 06/01/09	10/14/2003	Barclays Capital		576,705	500,000	534,655	531,155	(3,223)			48,772	48,772	32,368	
845437-AT-9	Southwestern Electric Power Callable 7.250% 07/01/23	02/26/2003	DBAB		500,000	500,000	510,695	508,445	(94)			(8,351)	(8,351)	24,368	
976656-BF-4	Wisconsin Electric Power Callable 7.750% 01/15/23	06/06/2003	Call	102.7200	513,600	500,000	532,951	513,793	(193)				.0	34,552	
Total United States					1,591,230	1,500,000	1,578,301	1,553,393	(3,510)	0	0	41,346	41,346	91,288	XXX
3899996 - Bonds - Public Utilities - United States					1,591,230	1,500,000	1,578,301	1,553,393	(3,510)	0	0	41,346	41,346	91,288	XXX
3899997 - Bonds - Public Utilities - Canada					0	0	0	0	0	0	0	0	0	0	XXX
3899998 - Bonds - Public Utilities - Other Countries					0	0	0	0	0	0	0	0	0	0	XXX
3899999 - Bonds - Public Utilities					1,591,230	1,500,000	1,578,301	1,553,393	(3,510)	0	0	41,346	41,346	91,288	XXX
Industrial & Miscellaneous															
United States															
001957-AV-1	AT & T Corp. 6.000% 03/15/09	10/27/2003	Barclays Capital		47,671	45,000	44,764	44,837	18			2,815	2,815	3,038	
00209T-AA-3	AT&T Broadband Corp NC 8.375% 03/15/13	01/01/2003	No Broker		457,177	452,925	458,102	458,031	71			(925)	(925)		
393505-T3-6	Green Tree Financial Corp. 1999-1 A6 MFH 6.370% 07/01/25	04/11/2003	Huntington Capital Corp		455,000	500,000	505,234	504,713	(145)			(49,568)	(49,568)	11,855	
532457-AU-2	Lilly (Eli) & Co NC 6.000% 03/15/12	04/29/2003	DBAB		561,680	500,000	549,600	548,295	(1,407)			14,793	14,793	18,916	
Total United States					1,521,528	1,497,925	1,557,700	1,555,876	(1,463)	0	0	(32,885)	(32,885)	33,809	XXX
4599996 - Bonds - Industrial and Misc - United States					1,521,528	1,497,925	1,557,700	1,555,876	(1,463)	0	0	(32,885)	(32,885)	33,809	XXX
4599997 - Bonds - Industrial and Misc - Canada					0	0	0	0	0	0	0	0	0	0	XXX
4599998 - Bonds - Industrial and Misc - Other Countries					0	0	0	0	0	0	0	0	0	0	XXX
4599999 - Bonds - Industrial and Miscellaneous					1,521,528	1,497,925	1,557,700	1,555,876	(1,463)	0	0	(32,885)	(32,885)	33,809	XXX
6099997 - Bonds - Part 4					5,612,758	5,497,925	5,626,751	5,602,125	2,171	0	0	8,461	8,461	179,535	XXX
6099998 - Bonds - Part 5					2,443,604	2,388,519	2,438,407	2,433,273	(5,134)	0	0	10,332	10,332	44,889	XXX
6099999 - Total - Bonds					8,056,362	7,886,444	8,065,158	8,035,398	(2,963)	0	0	18,793	18,793	224,424	XXX
6599998 - Preferred Stocks - Part 5					0	XXX	0	0	0	0	0	0	0	XXX	0
6599999 - Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	XXX	0
7099998 - Common Stocks - Part 5					0	XXX	0	0	0	0	0	0	0	XXX	0
7099999 - Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	XXX	0
7199999 - Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	XXX	0
7299999 Totals					8,056,362	XXX	8,065,158	8,035,398	(2,963)	0	0	18,793	18,793	224,424	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
BONDS Special Revenue & Assessment United States United States																
31282R-4S-0	FHLMC Pool 80833	4.000% 08/01/10	10/17/2003	Huntington Capital Corp	11/01/2003	Paydown	2,209	2,209	2,209	2,209				0	.7	.5
31282R-4S-0	FHLMC Pool 80833	4.000% 08/01/10	10/17/2003	Huntington Capital Corp	12/01/2003	Paydown	2,688	2,687	2,688	2,688				0	.18	.7
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	04/01/2003	Paydown	1,421	1,413	1,421	.8				0	.5	.4
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	05/01/2003	Paydown	1,600	1,591	1,600	.9				0	.11	.5
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	06/01/2003	Paydown	1,778	1,768	1,778	.10				0	.18	.5
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	07/01/2003	Paydown	1,955	1,944	1,955	.11				0	.26	.6
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	08/01/2003	Paydown	2,132	2,120	2,132	.12				0	.36	.6
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	09/01/2003	Paydown	2,308	2,295	2,308	.13				0	.46	.7
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	10/01/2003	Paydown	2,482	2,468	2,482	.14				0	.58	.7
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	11/01/2003	Paydown	13,574	13,498	13,574	.76				0	.362	.41
31393A-GG-6	FNR 2003-28 GA	4.000% 10/25/32	03/19/2003	Huntington Capital Corp	12/01/2003	Paydown	13,145	13,071	13,145	.74				0	.394	.39
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	04/01/2003	Paydown	6,112	6,106	6,112	.6				0	.18	.16
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	05/01/2003	Paydown	10,063	10,054	10,063	.9				0	.59	.26
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	06/01/2003	Paydown	10,169	10,160	10,169	.10				0	.89	.27
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	07/01/2003	Paydown	20,962	20,943	20,962	.20				0	.245	.55
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	08/01/2003	Paydown	29,309	29,281	29,309	.27				0	.427	.77
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	09/01/2003	Paydown	17,974	17,958	17,974	.17				0	.315	.47
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	10/01/2003	Paydown	10,775	10,765	10,775	.10				0	.220	.28
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	11/01/2003	Paydown	8,454	8,446	8,454	.8				0	.197	.22
31393A-RP-4	FNR 2003-25 CD	3.500% 03/25/17	03/10/2003	Huntington Capital Corp	12/01/2003	Paydown	5,630	5,624	5,630	.5				0	.148	.15
Total United State						164,740	164,401	164,740	164,740	339	0	0	0	0	2,699	445
Total United States						164,740	164,401	164,740	164,740	339	0	0	0	0	2,699	445
3199996 - Bonds - Special Revenue - United States						164,740	164,401	164,740	164,740	339	0	0	0	0	2,699	445
3199997 - Bonds - Special Revenue - Canada						0	0	0	0	0	0	0	0	0	0	0
3199998 - Bonds - Special Revenue - Other Countries						0	0	0	0	0	0	0	0	0	0	0
3199999 - Bonds - Special Revenue						164,740	164,401	164,740	164,740	339	0	0	0	0	2,699	445
Industrial & Miscellaneous United States																
00209T-AA-3	AT&T Broadband Corp NC	8.375% 03/15/13	11/18/2002	Tax Free Exchange	02/06/2003	DBAB	452,000	458,102	510,760	457,951	(151)		52,809	52,809	8,728	
12669D-2J-6	Countrywide Home Loans 2003-10 A9	5.750% 05/25/33	04/11/2003	DBAB	05/01/2003	Paydown	19,213	19,213	19,213	19,213				0	.92	.46
12669D-2J-6	Countrywide Home Loans 2003-10 A9	5.750% 05/25/33	04/11/2003	DBAB	06/01/2003	Paydown	83,720	83,720	83,720	83,720				0	.802	.201
12669D-2J-6	Countrywide Home Loans 2003-10 A9	5.750% 05/25/33	04/11/2003	DBAB	07/01/2003	Paydown	181,577	181,577	181,577	181,577				0	2,610	.435
12669D-2J-6	Countrywide Home Loans 2003-10 A9	5.750% 05/25/33	04/11/2003	DBAB	08/01/2003	Paydown	131,927	131,927	131,927	131,927				0	2,529	.316
12669D-2J-6	Countrywide Home Loans 2003-10 A9	5.750% 05/25/33	04/11/2003	DBAB	09/01/2003	Paydown	63,115	63,115	63,115	63,115				0	1,512	.151
617446-HR-3	Morgan Stanley NC	5.300% 03/01/13	05/20/2003	Citigroup Global Markets	09/25/2003	McDonald & Company	500,000	538,685	509,000	537,590	(1,095)		(28,590)	(28,590)	15,753	6,404
61910D-CM-2	Mortgage Capital Funding Inc. 1997-MC1 A3	7.288% 02/20/27	04/03/2003	DBAB	11/01/2003	Paydown	2,845	3,123	2,845	2,845	(277)			0	.121	.4
61910D-CM-2	Mortgage Capital Funding Inc. 1997-MC1 A3	7.288% 02/20/27	04/03/2003	DBAB	12/01/2003	Paydown	39,384	43,224	39,384	39,384	(3,840)			0	1,960	.56
78442F-BC-1	SLM Corp NC	3.950% 08/15/08	07/30/2003	Barclays Capital	09/11/2003	Barclays Capital	250,000	249,918	252,590	249,919	2		2,671	2,671	1,097	
91159H-GG-9	US Bancorp NC	3.125% 03/15/08	03/10/2003	Bear Stearns	08/18/2003	Bear Stearns	500,000	501,402	484,733	501,292	(112)		(16,558)	(16,558)	6,986	.132
Total United States						2,223,779	2,274,006	2,278,864	2,268,533	(5,473)	0	0	10,332	10,332	42,190	7,745
4599996 - Bonds - Industrial and Miscellaneous - United States						2,223,779	2,274,006	2,278,864	2,268,533	(5,473)	0	0	10,332	10,332	42,190	7,745
4599997 - Bonds - Industrial and Miscellaneous - Canada						0	0	0	0	0	0	0	0	0	0	0
4599998 - Bonds - Industrial and Miscellaneous - Other Countries						0	0	0	0	0	0	0	0	0	0	0
4599999 - Bonds - Industrial and Miscellaneous						2,223,779	2,274,006	2,278,864	2,268,533	(5,473)	0	0	10,332	10,332	42,190	7,745
6099998 - Total - Bonds						2,388,519	2,438,407	2,443,604	2,433,273	(5,134)	0	0	10,332	10,332	44,889	8,190

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
7299999 Totals							2,438,407	2,443,604	2,433,273	(5,134)	0	0	10,332	10,332	44,889	8,190

SCHEDULE D - PART 6 - SECTION 1

1	2	3	4	5	6	7	Stock of Such Company Owned by Insurer on Statement Date	
CUSIP Identification	Description Name of Subsidiary, Controlled or Affiliated Company	NAIC Company Code or Alien Insurer Identification Number	NAIC Valuation Method (See SVO Purposes and Procedures manual)	Do Insurer's Admitted Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	If Yes, Amount of Such Intangible Assets	Statement Value	8 Number of Shares	9 % of Outstanding
NONE								
1999999 Totals							xxx	xxx

SCHEDULE D - PART 6 - SECTION 2

1	2	3	4	5	
CUSIP Identification	Name of Lower-tier Company	Name of Company Listed in Section 1 Which Controls Lower-tier Company	Amount of Intangible Assets Included in Amount Shown in Column 6, Section 1	Number of Shares	% of Outstanding
NONE					
0399999 Total				XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

[illegible]

(a) Includes \$other than accrual of discount and amortization of premium.

E15

Schedule DB - Part A - Section 1
NONE

Schedule DB - Part A - Section 2
NONE

Schedule DB - Part A - Section 3
NONE

Schedule DB - Part B - Section 1
NONE

Schedule DB - Part B - Section 2
NONE

Schedule DB - Part B - Section 3
NONE

Schedule DB - Part C - Section 1
NONE

Schedule DB - Part C - Section 2
NONE

Schedule DB - Part C - Section 3
NONE

Schedule DB - Part D - Section 1
NONE

Schedule DB - Part D - Section 2
NONE

Schedule DB - Part D - Section 3

NONE

Schedule DB - Part E - Section 1

NONE

SCHEDULE DM

For bonds and preferred stocks owned as of December 31, state the aggregate statement (admitted) value, the aggregate fair value, and the aggregate difference, if any, between them.

	1	2	3
	Statement (Admitted) Value	Fair Value (a)	Excess of Statement over Fair Value(-), or Fair Value over Statement (+)
1. Bonds	24,691,154	26,294,913	1,603,759
2. Preferred Stocks	0		0
3. Totals	24,691,154	26,294,913	1,603,759

(a) Amortized or book values shall not be substituted for fair values. Describe the sources or methods utilized in determining the fair values.

Values are supplied by an outside vendor.....

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Schedule E - Part 1

NONE

Schedule E - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

1	2	3	4	5	6	7
Line Number	Type	Description of Deposit	Where Deposited and Purpose of Deposit	Par or Book Value	Statement Value (a)	Fair Value
GA00001.....	B.....	United States Treasury Bond 5.375% Due 02/15/2031 FA15.....	Georgia, Georgia Dept. of Insurance, General - Georgia Policyholder.....	85,000	83,123	83,123
GA99999 - Georgia				85,000	83,123	83,123
9999997 - Totals - Not All Policyholders				85,000	83,123	83,123
9999998 - Totals - All Policyholders				1,500,000	1,496,403	1,603,125
9999999 Totals				1,585,000	1,579,526	1,686,248

(a) Including \$ 0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.