

QUARTERLY STATEMENT

OF THE

DEALERS ASSURANCE COMPANY

of **UPPER ARLINGTON**

in the state of **OHIO**

TO THE

Insurance Department

OF THE

STATE OF

FOR THE QUARTER ENDED

March 31, 2011

PROPERTY AND CASUALTY

2011



16705201120100101

QUARTERLY STATEMENT

AS OF MARCH 31, 2011
OF THE CONDITION AND AFFAIRS OF THE

Dealers Assurance Company

NAIC Group Code	0000 (Current Period)	0000 (Prior Period)	NAIC Company Code	16705	Employer's ID Number	34-6513705
Organized under the Laws of Country of Domicile	Ohio US		State of Domicile or Port of Entry Ohio			
Incorporated/Organized:	August 2, 1935			Commenced Business:		August 2, 1935
Statutory Home Office:	3518 Riverside Drive (Street and Number)			Upper Arlington, OH 43221 (City or Town, State and Zip Code)		
Main Administrative Office:	3518 Riverside Drive (Street and Number)			Upper Arlington, OH 43221 (City or Town, State and Zip Code)		
				800-282-8913 (Area Code) (Telephone Number)		
Mail Address:	3518 Riverside Drive (Street and Number or P.O. Box)			Upper Arlington, OH 43221 (City or Town, State and Zip Code)		
Primary Location of Books and Records:	3518 Riverside Drive (Street and Number)			Upper Arlington, OH 43221 (City or Town, State and Zip Code)		
Internet Website Address:	www.dealersassurance.com					
Statutory Statement Contact:	Kelly Hixon (Name)		800-282-8913-206 (Area Code) (Telephone Number)		(Extension)	
	khixon@dealersassurance.com (E-Mail Address)				614-459-2665 (Fax Number)	

OFFICERS

	Name	Title
1.	Kirk Alan Borchardt	CEO/President
2.	Sharon Mae Spohn	Secretary/Treasurer
3.	Sharon Mae Spohn	Treasurer/Secretary

VICE-PRESIDENTS

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. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)
Kirk Alan Borchardt
(Printed Name)
1.
CEO/President
(Title)

(Signature)
Sharon Mae Spohn
(Printed Name)
2.
Secretary/Treasurer
(Title)

Is this an original filing? Yes No

o: 1. State the amendment number
2. Date filed
3. Number of pages attached

Subscribed and sworn to before me this
12th day of May _____, 2011

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	53,922,894		53,922,894	53,729,938
2. Stocks:				
2.1 Preferred stocks		3,554,700	3,554,700	3,311,269
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)				
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ 668,681), cash equivalents (\$ 0), and short-term investments (\$ 3,071,491)	3,740,172		3,740,172	4,102,492
6. Contract loans (including \$ 0 premium notes)				
7. Derivatives				
8. Other invested assets				
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	61,217,766		61,217,766	61,143,699
13. Title plants less \$ 0 charged off (for Title insurers only)				
14. Investment income due and accrued	430,092		430,092	517,980
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	1,901,922		1,901,922	1,187,951
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	2,886		2,886	2,886
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	850,873		850,873	842,612
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$ 0)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	1,580,147	1,580,147		
24. Health care (\$ 0) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	682,698	12,874	669,824	349,542
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	66,666,384	1,593,021	65,073,363	64,044,670
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	66,666,384	1,593,021	65,073,363	64,044,670

DETAILS OF WRITE-IN LINES				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Accounts Receivable	669,824		669,824	349,542
2502. Prepaid Expenses	12,874	12,874		
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	682,698	12,874	669,824	349,542

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 6,106)	10,106	14,781
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	1,006	1,643
4. Commissions payable, contingent commissions and other similar charges	469,261	455,269
5. Other expenses (excluding taxes, licenses and fees)	287,281	373,800
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	(3,135)	668,261
7.1. Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	590,158	193,647
7.2. Net deferred tax liability		
8. Borrowed money \$ 0 and interest thereon \$ 0		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 99,440,250 and including warranty reserves of \$ 12,039,773)	13,029,725	12,682,616
10. Advance premium		
11. Dividends declared and unpaid:		
11.1. Stockholders		
11.2. Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	548,524	413,478
13. Funds held by company under reinsurance treaties	4,617,684	4,602,119
14. Amounts withheld or retained by company for account of others	4,087,473	4,756,295
15. Remittances and items not allocated	22,450	22,450
16. Provision for reinsurance	287,000	274,000
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Derivatives		
21. Payable for securities	249,914	220
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ 0 and interest thereon \$ 0		
25. Aggregate write-ins for liabilities		
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	24,197,447	24,458,579
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	24,197,447	24,458,579
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	4,200,990	4,200,990
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes	3,000,000	3,000,000
34. Gross paid in and contributed surplus	9,232,810	9,232,810
35. Unassigned funds (surplus)	24,442,116	23,152,291
36. Less treasury stock, at cost:		
36.1. 0 shares common (value included in Line 30 \$ 0)		
36.2. 0 shares preferred (value included in Line 31 \$ 0)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	40,875,916	39,586,091
38. Totals (Page 2, Line 28, Col. 3)	65,073,363	64,044,670

DETAILS OF WRITE-IN LINES		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)		
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 25,804,444)	16,931,295	15,692,147	9,149,667
1.2 Assumed (written \$ (29))	165	356,996	
1.3 Ceded (written \$ 23,492,016)	14,966,170	14,108,014	
1.4 Net (written \$ 2,312,399)	1,965,290	1,941,129	9,149,667
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 87,037):			
2.1 Direct	10,871,700	9,386,252	538,802
2.2 Assumed		301,107	
2.3 Ceded	10,773,897	9,533,389	
2.4 Net	97,803	153,970	538,802
3. Loss adjustment expenses incurred	57,132	70,765	389,776
4. Other underwriting expenses incurred	517,672	380,623	3,245,662
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2 through 5)	672,607	605,358	4,174,240
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	1,292,683	1,335,771	4,975,427
INVESTMENT INCOME			
9. Net investment income earned	338,924	345,342	1,320,931
10. Net realized capital gains (losses) less capital gains tax of \$ 0	39,826	(1,095)	33,486
11. Net investment gain (loss) (Lines 9 + 10)	378,750	344,247	1,354,417
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 0)			
13. Finance and service charges not included in premiums	13,396	2,532	16,658
14. Aggregate write-ins for miscellaneous income			
15. Total other income (Lines 12 through 14)	13,396	2,532	16,658
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	1,684,829	1,682,550	6,346,502
17. Dividends to policyholders			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	1,684,829	1,682,550	6,346,502
19. Federal and foreign income taxes incurred	596,511	505,960	2,108,672
20. Net income (Line 18 minus Line 19) (to Line 22)	1,088,318	1,176,590	4,237,830
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	39,586,091	36,597,168	36,597,168
22. Net income (from Line 20)	1,088,318	1,176,590	4,237,830
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0	193,437	88,405	331,276
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	8,261	(28,750)	475,376
27. Change in nonadmitted assets	12,809	172,609	218,441
28. Change in provision for reinsurance			
29. Change in surplus notes	(13,000)		(274,000)
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			(2,000,000)
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders (Lines 22 through 37)	1,289,825	1,408,854	2,988,923
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	40,875,916	38,006,022	39,586,091

DETAILS OF WRITE-IN LINES			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 05 from overflow page			
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 05 above)			
1401. Misc. Income	10,507	308	1,536
1402. Roadside Commission	2,799	2,194	15,012
1403. Transfer Fee Income	90	30	110
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	13,396	2,532	16,658
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)			

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	1,733,474	1,196,631	8,447,413
2. Net investment income	356,154	361,454	1,560,104
3. Miscellaneous income	13,396	2,532	16,658
4. Total (Lines 1 to 3)	2,103,024	1,560,617	10,024,175
5. Benefit and loss related payments	102,478	160,485	542,199
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	1,190,565	826,341	3,312,269
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	200,000	505,960	1,915,025
10. Total (Lines 5 through 9)	1,493,043	1,492,786	5,769,493
11. Net cash from operations (Line 4 minus Line 10)	609,981	67,831	4,254,682
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	4,510,419	1,820,305	11,192,737
12.2 Stocks	307,847	392,868	1,333,064
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains (or losses) on cash, cash equivalents and short-term investments	249,694		897
12.7 Miscellaneous proceeds			
12.8 Total investment proceeds (Lines 12.1 to 12.7)	5,067,960	2,213,173	12,526,698
13. Cost of investments acquired (long-term only):			
13.1 Bonds	4,772,014	948,072	16,193,197
13.2 Stocks	306,715	420,054	1,363,669
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications	194,242	94,803	331,276
13.7 Total investments acquired (Lines 13.1 to 13.6)	5,272,971	1,462,929	17,888,142
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(205,011)	750,244	(5,361,444)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			2,000,000
16.6 Other cash provided (applied)	(767,293)	(1,145,844)	191,087
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(767,293)	(1,145,844)	(1,808,913)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(362,323)	(327,769)	(2,915,675)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	4,102,492	7,018,167	7,018,167
19.2 End of period (Line 18 plus Line 19.1)	3,740,169	6,690,398	4,102,492

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001			
20.0002			
20.0003			

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

a. Accounting Practices

The accompanying financial statements of Dealers Assurance Company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Ohio. The company adopted codification as of 01/01/01.

1b. – 5a. No changes to note

5d. Loan-Backed Securities

1. Bloomberg is used as a source for the prepayment factors.
2. – 4. Not applicable, no permanently impaired bonds.
5. No impairments exist other than interest rate related declines classified as temporary.

5e.-8. No changes to note

9. Income Taxes

A. The components of the net deferred tax assets/(liability) at March 31, 2011 are as follows:

1	3/31/2011			12/31/2010			Change Capital	Total
	Ordinary	Capital	2010 Total	Ordinary	Capital	2010 Total		
(a) Gross deferred assets	912,123	514,664	1,426,787	888,519	514,664	1,403,183	23,604	0 23,604
(b) Statutory valuation allowance adjustment								
(c) Adjusted Gross Deferred Tax Assets	912,123	514,664	1,426,787	888,519	514,664	1,403,183	23,604	0 23,604
(d) Deferred tax liabilities	(164,736)	0	(164,736)	(98,694)	0	(98,694)	(66,042)	(66,042)
(e) Subtotal (Net Deferred Tax Assets)	747,387	514,664	1,262,051	789,825	514,664	1,304,489	(42,438)	0 (42,438)
(f) Deferred Tax Assets Nonadmitted	411,178	0	411,178	461,877	0	461,877	(50,699)	0 (50,699)
(g) Net Admitted Deferred Tax Asset	336,209	514,664	850,873	327,948	514,664	842,612	8,261	0 8,261
4								

2	3/31/2011			12/31/2010			Change Capital	Total
	Ordinary	Capital	2011 Total	Ordinary	Capital	2010 Total		
Admission Calculation Components								
SSAP No. 10R, Paragraphs 10a., 10b. and 10c.								
(a) SSAP No. 10R, Paragraph 10.a.	0	0	0	0	0	0	0	0
(b) SSAP No. 10R, Paragraph 10.b.	336,209	0	336,209	327,948	0	327,948	8,261	0 8,261
(the lesser of paragraph 10 b.i. and 10 b.ii. below)								
(c) SSAP No. 10R, Paragraph 10.b.i.	164,736		164,736	98,694		98,694	66,042	66,042
(d) SSAP No. 10R, Paragraph 10.b.ii.								
(e) SSAP No. 10R, Paragraph 10.c.								
(f) Total (4a+4b+4e)	336,209		336,209	327,948		327,948	8,261	8,261
Admission Calculation Components								
SSAP No. 10R, Paragraph 10e.								
(g) SSAP No. 10R, Paragraph 10.e.i.		514,664	514,664		514,664	514,664	0	0
(h) SSAP No. 10R, Paragraph 10.e.ii.								
(the lesser paragraph of 10e.i.a. and 10e.ii. below)								
(i) SSAP No. 10R, Paragraph 10.e.ii.a.								
(j) SSAP No. 10R, Paragraph 10.e.ii.b.								
(k) SSAP No. 10R, Paragraph 10.e.iii.								
(l) Total (4g+4h+4k)		514,664	514,664		514,664	514,664	0	0
Used in SSAP No. 10R, Paragraph 10d.			40,875,916			39,586,091		1,289,825
(m) Total Adjusted Capital			4,743,186			4,743,186		0
(n) Authorized Control Level								
5								

3	3/31/2011			12/31/2010			Change Capital	Total
	Ordinary	Capital	2011 Total	Ordinary	Capital	2010 Total		
SSAP No. 10R, Paragraphs 10a., 10b. and 10c.:								
(a) Admitted deferred tax asset	500,945	0	500,945	426,642	0	426,642	74,303	0 74,303
(b) Admitted Assets			65,073,363			64,044,670		1,028,693
(c) Adjusted Statutory Surplus*			40,875,916			39,586,091		1,289,825
(d) Total Adjusted Capital from DTAs			336,209			327,948		8,261
Increases due to SSAP No. 10R, Paragraph 10e.								
(e) Admitted Deferred Tax Assets		514,664	514,664		514,664	514,664	0	0
(f) Admitted Assets			65,073,363			64,044,670		1,028,693
(g) Statutory Surplus			40,875,916			39,586,091		1,289,825
6								

3/31/2011			
	Ordinary	Capital	Total
Percent	Percent	Percent	

Impact of Tax Planning Strategies

(a) Adjusted Gross DTAs	0%	36.07%	36.07%
(b) Net Admitted Adjusted Gross DTAs	0%	60.49%	60.49%
(c) Gross DTAs			

NOTES TO FINANCIAL STATEMENTS

B. Deferred tax liabilities are not recognized for the following amounts:

The Company did not have any deferred tax liabilities that were not recognized.

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

	2011	2010
Federal	\$596,511	\$2,108,672
Foreign	\$0	\$0
Current income taxes incurred	\$596,511	\$2,108,672

The main components of the 2011 deferred tax amounts are as follows:

DTA'S	3/31/2011	1/1/2011
Change in unearned premium reserves	886,021	862,418
Reserve Discount	838	838
Acc'd Vacation	25,264	25,264
Capital Loss Carry Forward	514,664	514,664
Unrealized Capital Losses	-	-
Total DTA's	1,426,787	1,403,184
DTA's nonadmitted	411,178	461,877
Admitted Deferred Tax Assets	1,015,609	941,307

DTL'S	3/31/2011	1/1/2011
Unrealized Capital Gains	145,084	79,042
Disc't Bonds	19,652	19,652
Total DTL's	164,736	98,694
Net Admitted Deferred Tax Asset	850,873	842,612

The changes in main components of DTA's and DTL's are as follows:

	2011	2010	Change
DTA's resulting from book/tax differences in			
Reserves	886,021	862,418	23,603
Reserve Disc't	838	838	-
Acc'd Vacation	25,264	25,264	-
Capital Loss Carry-Forward	514,664	514,664	-
Unrealized Cap Losses	-	-	-
Total DTA's	1,426,787	1,403,183	23,604
DTA's nonadmitted	411,178	461,877	(50,699)
DTL's resulting from book/tax differences in			
Unrealized Capital Gains	145,084	79,042	66,042
Disc't on Bonds	19,652	19,652	-
Total DTL's	164,736	98,694	66,042

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

	Amount	Tax Effect
Income before taxes	1,684,829	572,842
Book over tax reserves	69,422	23,603
Dividends Received Deduction	(7,901)	(2,686)
Acc'd Vacation	1,239	421
Other	6,855	2,331
Capital Loss Carry-Forward	-	-
Total adjustments	69,615	23,669
Total Income	1,754,444	596,511

E. 1. At December 31, 2010, the Company had \$0 of operating loss carry forwards.

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

2010 \$2,108,672

2009 \$2,470,288

3. The company had no protective tax deposits as admitted assets under Section 6603 of the Internal Revenue Service Code as of December 31, 2010 and 2009.

F. Dealers Assurance Company's federal income tax return is consolidated with Dealers Alliance Corporation and DAC Insurance Agency, Inc. A written agreement exists setting forth the manner in which the federal income tax is to be allocated to each entity. The federal income tax allocated to this company is based on its portion of the net consolidated income.

10. Information Concerning Parent, Subsidiaries and Affiliates and Other Related Parties

A.- F. No changes to Note

G. The parent company, Dealers Alliance Corporation, is a non-insurance entity. The Company had no transactions other than cost allocation with its parent company. Through 09/30/10 (and prior years) Dealers Assurance Company provided funds for federal income tax deposits (on a consolidated basis). In prior years other companies included in consolidated tax return reimbursed their portion of federal income tax deposits on a quarterly basis. However, at March 31, 2011, there was approximately \$1.6M receivable that had not been reimbursed by Dealers Alliance Corporation. Dealers Assurance Company has reflected that receivable on Asset line 23 – Receivables from parent, subsidiaries and affiliates. The Company has listed this receivable as a non admitted asset.

H-L Dealers Assurance Company holds no investments in its parent company or affiliates.

11. – 16.

No changes to note.

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

The Company does not have any sales or transfers to report.

18. – 24.

No changes to note.

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2010 were \$16,424. As of March 31, 2011 \$10,766 was paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves for prior year are now \$4,000. There was no re-estimation of unpaid claims and claim adjustment expenses. There has been a \$2,000 prior year development. Business written by DAC is related to service contracts issued on an assortment of consumer goods, but primarily, automobile service contracts. Historically, losses on this coverage are settled within 90 days of incurred date (98.7%); and the balance is settled within 180 days of incurred date.

26. – 35.

No changes to note.

36. Financial Guaranty Insurance

The company does not write financial guaranty insurance.

GENERAL INTERROGATORIES

PART 1 – COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

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: _____

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
If yes, complete the Schedule Y – Part 1 – organizational chart.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]

4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] N/A []
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2009

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2009

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 02/15/2011

6.4 By what department or departments?
Ohio _____
.....
.....

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]

7.1 Has this 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? Yes [] No [X]

7.2 If yes, give full information
.....
.....
.....

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]

GENERAL INTERROGATORIES

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

.....

8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]

8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
.....
.....

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules, and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

Yes [X] No []

9.11 If the response to 9.1 is No, please explain:

.....

.....

.....

9.2 Has the code of ethics for senior managers been amended?

Yes [] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

.....

.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

.....

.....

.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [X] No []

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$ 154,785

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]

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

.....

.....

.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$ _____

GENERAL INTERROGATORIES

13. Amount of real estate and mortgages held in short-term investments:	\$ _____																								
14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?																									
Yes [] No [X]																									
14.2 If yes, please complete the following:																									
<table border="0" style="width: 100%;"> <tr> <td style="width: 15%;">1</td> <td style="width: 15%;">2</td> </tr> <tr> <td style="text-align: right;">Prior Year-End</td> <td style="text-align: right;">Current Quarter</td> </tr> <tr> <td style="text-align: right;">Book/Adjusted</td> <td style="text-align: right;">Book/Adjusted</td> </tr> <tr> <td style="text-align: right;">Carrying Value</td> <td style="text-align: right;">Carrying Value</td> </tr> </table>	1	2	Prior Year-End	Current Quarter	Book/Adjusted	Book/Adjusted	Carrying Value	Carrying Value																	
1	2																								
Prior Year-End	Current Quarter																								
Book/Adjusted	Book/Adjusted																								
Carrying Value	Carrying Value																								
<table border="0" style="width: 100%;"> <tr> <td style="width: 60%;">14.21 Bonds</td> <td style="width: 10%; text-align: right;">\$ _____</td> <td style="width: 10%; text-align: right;">\$ _____</td> </tr> <tr> <td>14.22 Preferred Stock</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.23 Common Stock</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.24 Short-Term Investments</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.25 Mortgage Loans on Real Estate</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.26 All Other</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> <tr> <td>14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above</td> <td style="text-align: right;">\$ _____</td> <td style="text-align: right;">\$ _____</td> </tr> </table>		14.21 Bonds	\$ _____	\$ _____	14.22 Preferred Stock	\$ _____	\$ _____	14.23 Common Stock	\$ _____	\$ _____	14.24 Short-Term Investments	\$ _____	\$ _____	14.25 Mortgage Loans on Real Estate	\$ _____	\$ _____	14.26 All Other	\$ _____	\$ _____	14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$ _____	\$ _____	14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$ _____	\$ _____
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14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$ _____	\$ _____																							
15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?																									
Yes [] No [X]																									
15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?																									
Yes [] No []																									
If no, attach a description with this statement.																									
16. Excluding items in Schedule E - Part 3 - Special Deposits, 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 Section 3, III Conducting Examinations, F – Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?																									
Yes [X] No []																									
16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:																									
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;">1 Name of Custodian(s)</th> <th style="width: 50%;">2 Custodian Address</th> </tr> </thead> <tbody> <tr> <td>Key Bank</td> <td>Columbus, OH</td> </tr> <tr> <td>US Bank</td> <td>Winton Salem, NC</td> </tr> <tr> <td>Sun Trust</td> <td>Richmond, VA</td> </tr> <tr> <td>Capital One</td> <td>New Orleans, LA</td> </tr> <tr> <td>Arkansas Banker's Bank</td> <td>Little Rock, AR</td> </tr> <tr> <td>Citibank, NA</td> <td>NY, NY</td> </tr> <tr> <td>Bank of Albuquerque</td> <td>Sante Fe, NM</td> </tr> <tr> <td>Merrill Lynch</td> <td>Charlotte, NC</td> </tr> <tr> <td>RBS Citizens, NA</td> <td>Providence, RI</td> </tr> </tbody> </table>		1 Name of Custodian(s)	2 Custodian Address	Key Bank	Columbus, OH	US Bank	Winton Salem, NC	Sun Trust	Richmond, VA	Capital One	New Orleans, LA	Arkansas Banker's Bank	Little Rock, AR	Citibank, NA	NY, NY	Bank of Albuquerque	Sante Fe, NM	Merrill Lynch	Charlotte, NC	RBS Citizens, NA	Providence, RI				
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Merrill Lynch	Charlotte, NC																								
RBS Citizens, NA	Providence, RI																								
16.2 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:																									
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 33%;">1 Name(s)</th> <th style="width: 33%;">2 Location(s)</th> <th style="width: 34%;">3 Complete Explanation(s)</th> </tr> </thead> <tbody> <tr> <td>.....</td> <td>.....</td> <td>.....</td> </tr> <tr> <td>.....</td> <td>.....</td> <td>.....</td> </tr> </tbody> </table>		1 Name(s)	2 Location(s)	3 Complete Explanation(s)															
1 Name(s)	2 Location(s)	3 Complete Explanation(s)																							
.....																							
.....																							
16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?																									
Yes [] No [X]																									
16.4 If yes, give full and complete information relating thereto:																									
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 25%;">1 Old Custodian</th> <th style="width: 25%;">2 New Custodian</th> <th style="width: 25%;">3 Date of Change</th> <th style="width: 25%;">4 Reason</th> </tr> </thead> <tbody> <tr> <td>.....</td> <td>.....</td> <td>.....</td> <td>.....</td> </tr> <tr> <td>.....</td> <td>.....</td> <td>.....</td> <td>.....</td> </tr> </tbody> </table>		1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason												
1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason																						
.....																						
.....																						

GENERAL INTERROGATORIES

16.5 Identify all investment advisors, broker/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	2 Name(s)	3 Address
2124910	KeyBank	Columbus, OH
5198	Merrill Lynch	Charlotte, NC

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes [X] No []

17.2 If no, list exceptions:

.....

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes No N/A X
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes No X
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes No X

3.2 If yes, give full and complete information thereto:

.....
.....
.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves") discounted at a rate of interest greater than zero? Yes No X

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
.....
.....
.....
TOTAL										

5. Operating Percentages:

5.1. A&H loss percent %

5.2. A&H cost containment percent %

5.3. A&H expense percent excluding cost containment expenses %

6.1 Do you act as a custodian for health savings accounts? Yes No X

6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$

6.3 Do you act as an administrator for health savings accounts? Yes No X

6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year To Date - Allocated by States and Territories

States, Etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama	AL	L	922,732	832,365	400,286	319,859	61,098
2. Alaska	AK	L					60,139
3. Arizona	AZ	L	136,943	56,842	19,667	21,544	2,930
4. Arkansas	AR	L	613,956	454,012	165,218	155,940	30,382
5. California	CA	L	3,235,499	4,508,756	1,072,097	869,589	292,137
6. Colorado	CO	L	1,466,835	1,683,327	432,056	440,717	85,506
7. Connecticut	CT	L	327,293	174,660	148,731	66,457	15,161
8. Delaware	DE	L	155,135	84,340	42,684	22,682	5,386
9. District of Columbia	DC	L					1,615
10. Florida	FL	L	1,064,733	807,052	635,896	354,028	81,540
11. Georgia	GA	L	129,184	118,072	38,449	50,055	8,187
12. Hawaii	HI	N					8,095
13. Idaho	ID	L	455	1,727			54
14. Illinois	IL	L	(100,202)	221,119	(38,671)	60,646	12,475
15. Indiana	IN	L	64,291	24,825	18,957	12,220	2,062
16. Iowa	IA	L	55,923	74,573	26,831	31,036	4,556
17. Kansas	KS	L	49,198	51,511	23,833	30,287	3,931
18. Kentucky	KY	L	66,018	70,603	37,959	28,568	4,552
19. Louisiana	LA	L	658,478	597,954	265,269	143,462	39,984
20. Maine	ME	L	131,041	81,855	60,914	42,789	7,734
21. Maryland	MD	L	348,830	304,555	140,715	116,146	22,601
22. Massachusetts	MA	L	174,411	46,198	34,539	31,314	5,221
23. Michigan	MI	L	1,605,854	1,107,013	1,106,036	752,968	173,814
24. Minnesota	MN	L	160,407	139,195	108,349	113,855	16,855
25. Mississippi	MS	L	854,049	599,231	236,561	123,349	36,050
26. Missouri	MO	L	847,223	402,535	327,984	142,472	33,749
27. Montana	MT	L	79,600	41,690	14,768	11,546	2,605
28. Nebraska	NE	L	16,115	394,435	201,081	533,553	29,493
29. Nevada	NV	L	129,692	78,960	61,840	22,789	6,920
30. New Hampshire	NH	L	34,649	26,652	15,883	5,859	2,794
31. New Jersey	NJ	L	241,990	163,184	92,721	66,848	13,631
32. New Mexico	NM	L	927,504	344,719	67,229	152,500	7,594
33. New York	NY	L	1,510,098	1,349,924	1,194,517	675,268	218,312
34. North Carolina	NC	L	494,646	553,860	208,527	312,220	67,178
35. North Dakota	ND	L	11,000	3,280	457		175
36. Ohio	OH	L	669,746	566,033	209,522	178,493	22,395
37. Oklahoma	OK	L	127,896	149,177	57,185	37,553	8,255
38. Oregon	OR	L	29,808	16,904	8,658	5,464	1,124
39. Pennsylvania	PA	L	764,061	565,312	182,979	97,227	23,688
40. Rhode Island	RI	L	905				13,438
41. South Carolina	SC	L	9,000	15,740	3,985	6,700	2,240
42. South Dakota	SD	L	11,585	2,990	8,635	1,824	456
43. Tennessee	TN	L	753,215	530,300	255,614	168,576	37,835
44. Texas	TX	L	2,662,434	1,806,503	1,492,420	1,303,796	255,808
45. Utah	UT	L	4,175				290,970
46. Vermont	VT	L	59,346	59,476	35,615	30,350	5,855
47. Virginia	VA	L	418,929	413,106	164,160	151,850	26,738
48. Washington	WA	L	3,615,618	3,177,080	1,226,830	1,664,395	18,010
49. West Virginia	WV	L	117,018	103,223	40,135	29,663	185,328
50. Wisconsin	WI	L	98,202	56,541	29,976	42,608	208,099
51. Wyoming	WY	L	48,928	20,551	4,904	7,065	8,588
52. American Samoa	AS	N					10,185
53. Guam	GU	N					
54. Puerto Rico	PR	N					
55. U.S. Virgin Islands	VI	N					
56. Northern Mariana Islands	MP	N					
57. Canada	CN	N					
58. Aggregate Other Alien	OT	XXX					
59. Totals		(a) 50	25,804,446	22,881,960	10,882,001	9,436,130	1,879,877
							1,788,929

DETAILS OF WRITE-INS							
5801.		XXX					
5802.		XXX					
5803.		XXX					
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX					
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)		XXX					

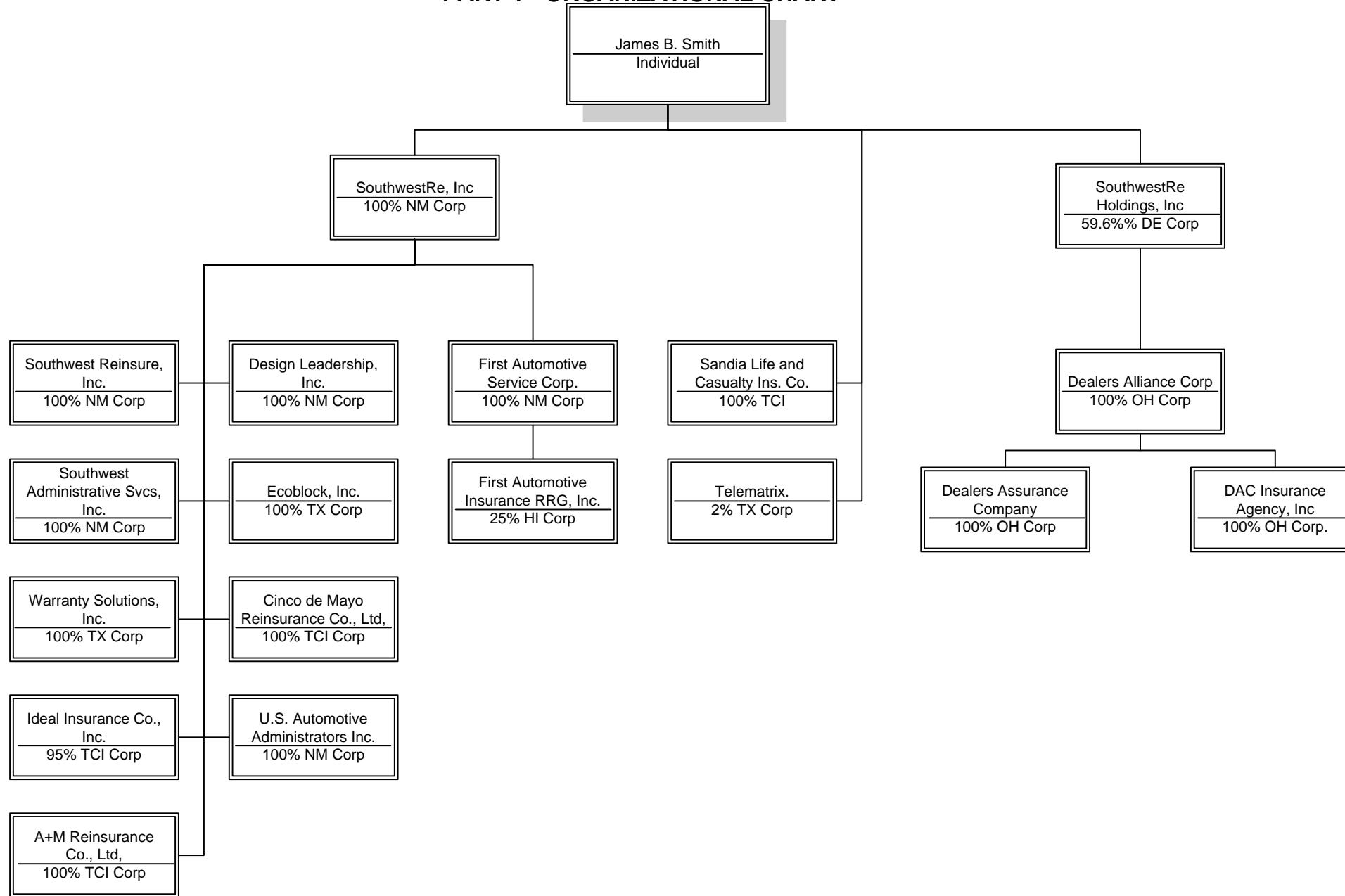
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG: (R) Registered - Non-domiciled RRGs: (Q) Qualified - Qualified or Accredited Reinsurer:

(E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state: (N) None of the above - Not allowed to write business in the state.

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

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

PART 1 - ORGANIZATIONAL CHART



PART 1 – LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability-occurrence				
11.2 Medical professional liability-claims made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability-occurrence	152,680			
17.2 Other liability-claims made				
17.3 Excess Workers' Compensation				
18.1 Products liability-occurrence				
18.2 Products liability-claims made				
19.1. 19.2 Private passenger auto liability				
19.3. 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty	16,778,615	10,871,701	64.8	60.3
31. Reinsurance-Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance-Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance-Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business				
35. TOTALS	16,931,295	10,871,701	64.2	59.8

DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)				

PART 2 – DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
11.1 Medical professional liability-occurrence			
11.2 Medical professional liability-claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability-occurrence	184,468	184,468	73,299
17.2 Other liability-claims made			
17.3 Excess Workers' Compensation			
18.1 Products liability-occurrence			
18.2 Products liability-claims made			
19.1. 19.2 Private passenger auto liability			
19.3. 19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty	25,619,976	25,619,976	22,808,662
31. Reinsurance-Nonproportional Assumed Property	XXX	XXX	XXX
32. Reinsurance-Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance-Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business			
35. TOTALS	25,804,444	25,804,444	22,881,961

DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Summary of remaining write-ins for Line 34 from overflow page			
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)			

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	<u>Response</u>
1. Will the Trusted Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

Not Applicable

Not Applicable

Not Applicable

Not Applicable

Bar Code:



16705201149000010



16705201145500010



16705201136500010



16705201150500010

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

NONE**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

NONE**SCHEDULE BA - VERIFICATION**

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

NONE**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	57,041,208	51,798,975
2. Cost of bonds and stocks acquired	5,078,727	17,556,867
3. Accrual of discount	7,818	25,580
4. Unrealized valuation increase (decrease)	194,242	331,276
5. Total gain (loss) on disposals	39,826	33,486
6. Deduct consideration for bonds and stocks disposed of	4,818,267	12,525,801
7. Deduct amortization of premium	65,959	179,175
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	57,477,595	57,041,208
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	57,477,595	57,041,208

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	55,160,536	7,503,200	7,109,377	(58,359)	55,496,000			55,160,536
2. Class 2 (a)	1,498,169			218	1,498,387			1,498,169
3. Class 3 (a)								
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)								
7. Total Bonds	56,658,705	7,503,200	7,109,377	(58,141)	56,994,387			56,658,705
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	56,658,705	7,503,200	7,109,377	(58,141)	56,994,387			56,658,705

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated, short-term and cash-equivalent bonds by NAIC designation:

NAIC 1 \$ 252,133; NAIC 2 \$ 0; NAIC 3 \$ 0; NAIC 4 \$ 0; NAIC 5 \$ 0; NAIC 6 \$ 0

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	3,071,491	XXX	3,071,491	536	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	2,928,765	4,999,188
2. Cost of short-term investments acquired	2,731,186	10,718,906
3. Accrual of discount	20	4
4. Unrealized valuation increase (decrease)	(20)	(4)
5. Total gain (loss) on disposals	24	30
6. Deduct consideration received on disposals	2,588,485	12,789,359
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	3,071,490	2,928,765
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	3,071,490	2,928,765

NONE Schedule DB - Part A and B Verification

NONE Schedule DB - Part C - Section 1

NONE Schedule DB - Part C - Section 2

NONE Schedule DB - Verification

NONE Schedule E Verification

NONE Schedule A - Part 2 and 3

NONE Schedule B - Part 2 and 3

NONE Schedule BA - Part 2 and 3

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
31398A-2S-0	Fannie Mae Nt 1%		02/02/2011	Key Trust Co Of Ohio, Na		498,580	500,000.00	1,861	1FE
313371-UC-8	Federal Home Ln Banks .875%		02/24/2011	Key Trust Co Of Ohio, Na		494,295	500,000.00	778	1FE
313372-SK-1	Federal Home Ln Bk 1.5		02/25/2011	Arkansas' Bankers Bank		105,000	105,000.00		1FE
912828-MH-0	U S Treasury Note 2.25		01/24/2011	Key Trust Co Of Ohio, Na		256,876	250,000.00	2,751	1FE
912828-PZ-7	US Treasury Nt 1.25		03/30/2011	Key Trust Co Of Ohio, Na		249,776	250,000.00	170	1FE
912828-JU-5	US Treasury Nt 1.75		01/24/2011	Key Trust Co Of Ohio, Na		263,109	260,000.00	918	1FE
0599999	Total Bonds U. S. Government				XXX	1,867,636	1,865,000.00	6,478	XXX
03523T-AV-0	Anheuser-Busch Inbev Workcompany		02/15/2011	VARIOUS		109,830	105,000.00	1,794	1FE
78387G-AP-8	AT&T 5.1%		01/11/2011	Undefined		38,500	35,000.00	590	1FE
172967-EH-0	Citigroup Inc 6%		02/15/2011	BlackRock LC-C V/Merrill		43,533	40,000.00	20	1
20030N-AJ-0	Comcast Corp		01/11/2011	VARIOUS		106,908	95,000.00	911	1FE
24702R-AK-7	Dell Inc 1.4%		03/04/2011	Key Trust Co Of Ohio, Na		500,955	500,000.00	3,481	1FE
24702R-AL-5	Dell Inc 2.3%		01/20/2011	Key Trust Co Of Ohio, Na		489,985	500,000.00	4,313	1FE
278642-AA-1	Ebay Inc .875		02/02/2011	Key Trust Co Of Ohio, Na		495,710	500,000.00	1,203	1FE
38143U-AB-7	Goldman Sachs Group 5.15%		01/11/2011	Merrill Lynch		27,084	25,000.00	640	1FE
46623E-JD-2	JP Morgan Chase & Co 1.65%		01/24/2011	Key Trust Co Of Ohio, Na		500,285	500,000.00	2,681	1FE
58933Y-AB-1	Merck & Co Inc 2.25%		03/15/2011	Key Trust Co Of Ohio, Na		496,090	500,000.00	3,063	1FE
68402L-AC-8	Oracle Corp/Ozark Hldg		01/11/2011	VARIOUS		95,498	85,000.00	2,219	1FE
3899999	Total Bonds Industrial and Miscellaneous (Unaffiliated)				XXX	2,904,378	2,885,000.00	20,915	XXX
8399997	Total Bonds Part 3				XXX	4,772,014	4,750,000.00	27,393	XXX
8399998	Summary Item from Part 5 for Bonds				XXX	XXX	XXX	XXX	XXX
8399999	Total Bonds				XXX	4,772,014	4,750,000.00	27,393	XXX
007627-10-2	Aeon Company LTD		01/21/2011	MFS Int'l/Merrill Lynch		368,000	4,714		L
00846U-10-1	Agilent Technologies Inc		01/03/2011	BlackRock LC-C V/Merrill		181,000	7,597		L
032654-10-5	Analog Devices Inc Com		01/31/2011	BlackRock LC-C V/Merrill		361,000	14,005		L
038222-10-5	Applied Int'l Group Inc		02/07/2011	BlackRock LC-C V/Merrill		629,000	10,346		L
05565A-20-2	BNP Paribas Sponsord	R	03/08/2011	MFS Int'l/Merrill Lynch		189,000	7,195		L
138006-30-9	Canon Inc		02/22/2011	MFS Int'l/Merrill Lynch		109,000	5,241		L
18683K-10-1	Cliffs Natural Resource Inc		03/01/2011	VARIOUS		301,000	28,979		L
189754-10-4	Coach Inc		02/01/2011	VARIOUS		217,000	11,742		L
20030N-10-1	Comcast Corp New CL A		01/03/2011	BlackRock LC-C V/Merrill		727,000	16,268		L
438128-30-8	Honda Motor		01/31/2011	MFS Int'l/Merrill Lynch		195,000	8,296		L
456837-10-3	Ing Gp NV Spsd	R	03/07/2011	MFS Int'l/Merrill Lynch		188,000	2,322		L
495724-40-3	Kingfisher PLC 1		01/20/2011	MFS Int'l/Merrill Lynch		780,000	6,614		L
580645-10-9	Mc Graw Hill Companies		02/14/2011	BlackRock LC-C V/Merrill		444,000	16,706		L

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
620097-10-5	Motorola Mobility Holdings		01/11/2011	Delaware/Merrill Lynch	561,000	25,858			L
620076-30-7	Motorola Solutions Inc		02/03/2011	Delaware/Merrill Lynch	1,124,000	53,901			L
71654V-40-8	Petroleo Bras Vtg	R	02/22/2011	MFS Int'l/Merrill Lynch	137,000	5,332			L
718172-10-9	Philip Morris Intl Inc		02/07/2011	VARIOUS	297,000	17,184			L
74463M-10-6	Publicis Groupe		01/20/2011	MFS Int'l/Merrill Lynch	249,000	6,334			L
749121-10-9	Qwest CommIntl Inc Com		02/08/2011	VARIOUS	4,377,000	31,862			L
780259-20-6	Royal Dutch Shell PLC	R	03/25/2011	MFS Int'l/Merrill Lynch	4,000	287			L
855244-10-9	Starbucks Corp		01/18/2011	Various	802,000	26,219			L
9099999	Total Common Stock Industrial and Miscellaneous (Unaffiliated)				XXX	307,002	XXX		XXX
9799997	Total Common Stock Part 3				XXX	307,002	XXX		XXX
9799998	Summary Item from Part 5 for Common Stocks				XXX	XXX	XXX	XXX	XXX
9799999	Total Common Stock				XXX	307,002	XXX		XXX
9899999	Total Preferred and Common Stock				XXX	307,002	XXX		XXX
9999999	Totals				XXX	5,079,016	XXX	27,393	XXX

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

E04.1

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)				
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's Other Than Temporary Impairment Recognized	13 Current Year's Temporar y Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.											
313371-YP-5	Federal Home Ln Bank .35%		03/30/2011	BlackRock LC-C V/Merr			100,127	100,000.00	99,995	99,995		1		1		99,997		130	130		12/09/2011	1FE			
3133XW-XF-1	Federal Home Ln Bank 2.3		02/25/2011	Called			105,000	105,000.00	105,000	105,000						105,000				1,208	02/25/2014	1FE			
3133XE-CU-1	Federal Home Ln Banks 4.625		02/18/2011	MATURITY			500,000	500,000.00	507,010	501,001	(1,001)					(1,001)		500,000			11,563	02/18/2011	1FE		
3133XT-4D-5	Federal Home Ln Bks 1.625		03/16/2011	MATURITY			500,000	500,000.00	502,543	500,282		(282)				(282)		500,000			4,063	03/16/2011	1FE		
313444-TZ-7	Federal Home Ln Mtg Corp 4.5		03/30/2011	BlackRock LC-C V/Merr			70,739	65,000.00	71,491	71,163		(595)				(595)		70,568			170	170	1,463	07/15/2013	1FE
31359M-S6-1	Federal Natl Mtg Assoc Nt 5.375		03/30/2011	BlackRock LC-C V/Merr			34,520	30,000.00	35,885	35,750		(245)				(245)		35,505			(985)	(985)	806	07/15/2016	1FE
31398A-TL-6	Federal Natl Mtg Assoc Nt 3.625		03/30/2011	BlackRock LC-C V/Merr			30,531	30,000.00	30,745	30,620		(246)				(246)		30,374			157	157	544	08/15/2011	1FE
31368H-M4-2	FNMA P190379 05 50%2037		03/30/2011	VARIOUS			69,484	65,958.62	71,147	71,208		(1,383)				(1,383)		69,824			(341)	(341)	823	05/01/2037	1FE
31402C-PL-0	FNMA P725027 05%2033		03/30/2011	VARIOUS			90,636	87,384.08	93,420	93,487		(2,009)				(2,009)		91,478			(843)	(843)	951	11/01/2033	1FE
31403D-DX-4	FNMA P745418 05 50%2036		03/30/2011	VARIOUS			106,265	100,410.28	108,632	108,708		(1,863)				(1,863)		106,845			(580)	(580)	1,269	04/01/2036	1FE
31410F-VW-2	FNMA P888129 05 50%2037		03/30/2011	VARIOUS			58,264	55,313.00	59,657	59,701		(1,175)				(1,175)		58,527			(263)	(263)	687	02/01/2037	1FE
31410K-JY-1	FNMA P889579 06%2038		03/30/2011	VARIOUS			70,547	66,122.75	72,104	72,163		(1,553)				(1,553)		70,610			(64)	(64)	903	05/01/2038	1FE
31412P-RQ-6	FNMA P931195 04 50%2024		03/30/2011	VARIOUS			65,335	62,177.00	66,124	66,185		(1,066)				(1,066)		65,120			215	215	630	05/01/2024	1FE
31416B-TW-8	FNMA P995265 05 50%2024		03/30/2011	VARIOUS			45,026	42,598.82	46,468	46,503		(1,254)				(1,254)		45,249			(223)	(223)	522	01/01/2024	1FE
31418R-GS-4	FNMA PAD3808 04 50%2040		03/25/2011	PRINCIPAL RECEIPT			11,171	11,171.27	11,705	11,707		(536)				(536)		11,171			(3,020)	(3,020)	65	04/01/2040	1FE
31419D-L7-4	FNMA PAE3049		03/30/2011	VARIOUS			99,531	97,762.58	102,835	102,839		(287)				(287)		102,551			(3,020)	(3,020)	1,081	09/01/2041	1FE
912828-FA-3	US Treasury Nt 4.75%		03/31/2011	MATURITY			250,000	250,000.00	248,242	249,902		98				98		250,000					5,938	03/31/2011	1FE
0599999	Total - Bonds - U S. Governments				XXX		2,207,176	2,168,898.40	2,233,003	2,226,214		(13,396)				(13,396)		2,212,819			(5,647)	(5,647)	32,516	XXX	XXX
002819-AB-6	Abbott Labs 5.6%		03/25/2011	BlackRock LC-C V/Merr			23,018	20,000.00	23,650	23,586		(110)				(110)		23,476			(458)	(458)	11/30/2017	1FE	
03523T-AV-0	Anheuser-Busch Inbev Workcompany		03/25/2011	BlackRock LC-C V/Merr			53,366	50,000.00	52,300		(23)				(23)		52,277			1,089	1,089	04/15/2020	1FE		
78387G-AP-8	AT&T 5.1%		03/25/2011	Undefined			38,350	35,000.00	38,500		(189)				(189)		38,311			39	39	893	09/15/2014	1FE	
00206R-AJ-1	AT&T Inc 5.5%		03/25/2011	BlackRock LC-C V/Merr			22,013	20,000.00	23,191	23,137		(93)				(93)		23,044			(1,031)	(1,031)	550	02/01/2018	1FE
149123-BM-2	Caterpillar Inc 5.7%		03/25/2011	BlackRock LC-C V/Merr			28,664	25,000.00	29,932	29,822		(189)				(189)		29,633			(969)	(969)	713	08/15/2016	1FE
17275R-AC-6	Cisco Systems Inc 5.5%		03/25/2011	BlackRock LC-C V/Merr			28,229	25,000.00	29,365	29,258		(184)				(184)		29,074			(845)	(845)	688	02/22/2016	1FE
172967-EH-0	Citigroup Inc 6%		03/25/2011	BlackRock LC-C V/Merr			43,845	40,000.00	43,533		(52)				(52)		43,481			365	365	365	08/15/2017	1	
20030N-AJ-0	Comcast Corp		03/25/2011	BlackRock LC-C V/Merr			39,883	35,000.00	39,387		(173)				(173)		39,214			669	669	669	11/15/2015	1FE	
22541L-BK-8	Cred Suis FB USA 5.125		03/25/2011	BlackRock LC-C V/Merr			27,289	25,000.00	28,176	28,089		(148)				(148)		27,941			(652)	(652)	641	08/15/2015	1FE
225434-AF-6	Credit Suisse USA Inc 5.25		03/02/2011	MATURITY			400,000	400,000.00	401,300	400,064		(64)				(64)		400,000					10,500	03/02/2011	1FE
263534-BT-5	E.I. Du Pont De Nemours 6%		03/25/2011	BlackRock LC-C V/Merr			23,067	20,000.00	23,881	23,819		(105)				(105)		23,714			(647)	(647)	600	07/15/2018	1FE
36962G-3H-5	General Elec Cap Corp Notes 5.625		03/25/2011	BlackRock LC-C V/Merr			27,245	25,000.00	28,134	28,079		(96)				(96)		27,983			(738)	(738)	703	09/15/2017	1FE
36962G-2C-7	General Elect Cap 5.2		02/01/2011	MATURITY			500,000	500,000.00	524,780	501,487		(1,487)				(1,487)		500,000			13,000		13,000	02/01/2011	1FE
38143U-AB-7	Goldman Sachs Group 5.15%		03/25/2011	Merrill Lynch			27,123	25,000.00	27,084		(137)				(137)		26,946			176	176	644	01/15/2014	1FE	
38141G-EF-7	Goldman Sachs Group Inc 5%		01/15/2011	MATURITY			500,000	500,000.00	503,685	500,051		(51)				(51)		500,000			500,000		12,500	01/15/2011	1FE
38141E-A2-5	Goldman Sachs Group Inc 7.5%		03/25/2011	BlackRock LC-C V/Merr			23,508	20,000.00	24,113	24,056		(97)				(97)		23,959			(451)	(451)	750	02/15/2019	1FE
459200-BA-8	IBM CORP 4.75%		03/25/2011	BlackRock LC-C V/Merr			26,956	25,000.00	26,999	26,867		(226)				(226)		26,641			315	315	315	11/29/2012	1FE

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues

0

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)		
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's Other Than Temporary Impairment Recognized	13 Current Year's Amort- ization)/ Accretion	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.									
46625H-BV-1	JP Morgan Chase & Co 5.125		03/25/2011	BlackRock LC-C V/Merr			26,878	25,000.00	27,204	27,130		(128)		(128)		27,002		(123)	(123)	641	09/15/2014	1FE	
58013M-EE-0	MCDonald's Corp 5.35		03/25/2011	BlackRock LC-C V/Merr			22,407	20,000.00	23,290	23,235		(96)		(96)		23,140		(732)	(732)	535	03/01/2018	1FE	
617446-HR-3	Morgan Stanley Nt 5.3		03/25/2011	BlackRock LC-C V/Merr			26,679	25,000.00	26,894	26,785		(189)		(189)		26,596		84	84	663	03/01/2013	1FE	
68402L-AC-8	Oracle Corp/Ozark Hldg		03/25/2011	BlackRock LC-C V/Merr			39,309	35,000.00	39,323			(166)		(166)		39,157		152	152	919	01/15/2016	1FE	
713448-BG-2	PepsiCo Inc 4.65%		03/25/2011	BlackRock LC-C V/Merr			26,795	25,000.00	27,135	27,007		(219)		(219)		26,788		7	7	581	02/15/2013	1FE	
911312-AG-1	United Parcel Service 4.5		03/25/2011	BlackRock LC-C V/Merr			26,787	25,000.00	26,983	26,860		(211)		(211)		26,649		138	138	563	01/15/2013	1FE	
913017-BM-0	United Technologies Corp 5.375		03/25/2011	BlackRock LC-C V/Merr			22,829	20,000.00	23,389	23,330		(102)		(102)		23,228		(399)	(399)	12/15/2017	1FE		
92343V-AN-4	Verizon Communications 5.25		03/25/2011	BlackRock LC-C V/Merr			27,541	25,000.00	27,512	27,372		(239)		(239)		27,133		408	408	408	04/15/2013	1FE	
92976W-BH-8	Wachovia Corp 5.75		03/25/2011	BlackRock LC-C V/Merr			27,848	25,000.00	28,409	28,352		(97)		(97)		28,255		(407)	(407)	719	02/01/2018	1FE	
25468P-CE-4	Walt Disney Co Nt 5.625		03/25/2011	BlackRock LC-C V/Merr			22,854	20,000.00	23,930	23,844		(149)		(149)		23,695		(841)	(841)	563	09/15/2016	1FE	
949746-NB-3	Wells Fargo & Co Senior Nt 4.875		01/12/2011	MATURITY			200,000	200,000.00	198,652	199,991		9		9		200,000				4,875	01/12/2011	1FE	
3899999	Total - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	2,302,483	2,235,000.00	2,340,731	2,072,221		(5,011)		(5,011)		2,307,337		(4,851)	(4,851)	52,241	XXX	XXX	
8399997	Total - Bonds - Part 4					XXX	4,509,659	4,403,898.40	4,573,734	4,298,435		(18,407)		(18,407)		4,520,156		(10,498)	(10,498)	84,757	XXX	XXX	
8399998	Summary Item from Part 5 for Bonds					XXX	XXX	XXX	XXX	XXX											XXX	XXX	XXX
8399999	Total Bonds					XXX	4,509,659	4,403,898.40	4,573,734	4,298,435		(18,407)		(18,407)		4,520,156		(10,498)	(10,498)	84,757	XXX	XXX	
002824-10-0	Abbott Laboratories		02/07/2011	VARIOUS		301.00	13,726		15,700	14,421	1,279			1,279		15,700		(1,974)	(1,974)		L		
30231G-10-2	Exxon Mobil Corp Com		02/28/2011	BlackRock LC-C V/Merr		262.00	22,339		15,319	19,157	(3,838)			(3,838)		15,319		7,020	7,020		L		
337738-10-8	Fiserv Inc Wisc PV 1CT		01/03/2011	VARIOUS		270.00	16,077		13,483	15,811	(2,328)			(2,328)		13,483		2,594	2,594		L		
448415-20-8	Hutchison Whampoa	R	01/31/2011	MFS Int'l/Merrill Lynch		61.00	3,560		2,216	3,136	(920)			(920)		2,216		1,344	1,344		L		
460146-10-3	Intl Paper Co		02/01/2011	BlackRock LC-C V/Merr		616.00	18,007		14,486	16,780	(2,294)			(2,294)		14,486		3,521	3,521		L		
492051-30-5	Keppel Ltd Spons ADR	R	01/31/2011	MFS Int'l/Merrill Lynch		119.00	2,164		956	2,100	(1,145)			(1,145)		956		1,208	1,208		L		
502441-30-6	LVMH MOET Hennessy ADR	R	01/20/2011	MFS Int'l/Merrill Lynch		142.00	4,277		1,710	4,707	(2,997)			(2,997)		1,710		2,567	2,567		L		
565849-10-6	Marathon Oil Corp		01/31/2011	BlackRock LC-C V/Merr		175.00	7,939		4,990	6,480	(1,491)			(1,491)		4,990		2,950	2,950		L		
594918-10-4	Microsoft Corp Com		01/03/2011	VARIOUS		338.00	9,479		9,631	9,434	198			198		9,631		(152)	(152)		L		
620076-10-9	Motorola Inc Com		01/04/2011	Delaware/Merrill Lynch		4,144.00	57,869		57,917	37,586	20,331			20,331		57,917		(48)	(48)		L		
620097-10-5	Motorola Mobility Holdings		02/03/2011	Delaware/Merrill Lynch		561.00	17,183		25,858						25,858		(8,675)	(8,675)		L			
64110D-10-4	Netapp Inc		01/10/2011	VARIOUS		332.00	19,144		12,929	18,247	(5,318)			(5,318)		12,929		6,215	6,215		L		
65248E-10-4	News Corp CL A		02/08/2011	BlackRock LC-C V/Merr		452.00	7,572		5,736	6,581	(845)			(845)		5,736		1,836	1,836		L		
779382-10-0	Rowan Companies Inc		02/07/2011	VARIOUS		519.00	19,747		12,428	18,118	(5,690)			(5,690)		12,428		7,319	7,319		L		
806857-10-8	Schlumberger LTD	R	03/10/2011	MFS Int'l/Merrill Lynch		132.00	11,611		7,875	11,022	(3,147)			(3,147)		7,875		3,735	3,735	28	L		
83175M-20-5	Smith-Nphw Plc Spdr New	R	02/22/2011	MFS Int'l/Merrill Lynch		46.00	2,670		2,075	2,417	(342)			(342)		2,075		595	595		L		

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of
During the Current Quarter

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)			
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's Other Than Temporary Impairment Recognized	13 Current Year's Amort- ization)/ Accretion	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.										
870887-20-5	Swiss Reins	R	03/08/2011	MFS Int'l/Merrill Lynch	252.00	15,198			12,226	13,537	(1,311)			(1,311)		12,226		2,972	2,972		L			
872540-10-9	TJX Cos Inc		03/01/2011	BlackRock LC-C V/Merr	304.00	15,167			8,852	13,495	(4,643)			(4,643)		8,852		6,315	6,315		L			
91324P-10-2	Unitedhealth Group Inc		01/18/2011	BlackRock LC-C V/Merr	178.00	7,254			3,873	6,428	(2,555)			(2,555)		3,873		3,382	3,382		L			
92343E-10-2	Verisign Inc		02/14/2011	VARIOUS	453.00	16,724			9,272	14,800	(5,528)			(5,528)		9,272		7,453	7,453		L			
94973V-10-7	Wellpoint Inc		01/31/2011	VARIOUS	146.00	9,077			11,786	8,302	3,485			3,485		11,786		(2,709)	(2,709)		L			
92933H-10-1	WPP PLC	R	01/20/2011	MFS Int'l/Merrill Lynch	175.00	11,063			8,206	10,845	(2,638)			(2,638)		8,206		2,856	2,856		L			
9099999	Total - Common Stock - Industrial and Miscellaneous (Unaffiliated)				XXX	307,847			257,524	253,404	(21,737)			(21,737)		257,524		50,324	50,324	28	XXX	XXX		
E05.2																								
9799997	Total - Common Stock - Part 4				XXX	307,847	XXX	257,524	253,404	(21,737)			(21,737)		257,524		50,324	50,324	28	XXX	XXX			
9799998	Summary Item from Part 5 for Common Stocks				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
9799999	Total Common Stocks				XXX	307,847	XXX	257,524	253,404	(21,737)			(21,737)		257,524		50,324	50,324	28	XXX	XXX			
9899999	Total Preferred and Common Stocks				XXX	307,847	XXX	257,524	253,404	(21,737)			(21,737)		257,524		50,324	50,324	28	XXX	XXX			
9999999	Totals								4,817,506	XXX	4,831,258	4,551,839	(21,737)	(18,407)		(40,144)		4,777,680		39,826	39,826	84,785	XXX	XXX

(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues 0.

NONE Schedule DB - Part A - Section 1

NONE Schedule DB - Part B - Section 1

NONE Schedule DB - Part D

NONE Schedule DL - Part 1

NONE Schedule DL - Part 2

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
Key Bank	Columbus, OH				1,013,402	526,564	196,264	
Key Bank	Columbus, OH				76,556	64,472	45,353	
Bank of Oklahoma	Tulsa, OK	0.500	37		69,085	93,173	72,444	
Key Bank	Columbus, OH	0.500	136		214,509	214,033	213,392	
Key Bank	Columbus, OH	0.500	69		140,115	140,904	140,928	
019998 Deposits in (0) depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	XXX	XXX						XXX
019999 Total - Open Depositories	XXX	XXX	242		1,513,667	1,039,146	668,381	XXX
Suspended Depositories								
029998 Deposits in (0) depositories that do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories	XXX	XXX						XXX
029999 Total Suspended Depositories	XXX	XXX						XXX
039999 Total Cash on Deposit	XXX	XXX	242		1,513,667	1,039,146	668,381	XXX
049999 Cash in Company's Office	XXX	XXX	XXX	XXX	300	300	300	XXX
059999 Total	XXX	XXX	242		1,513,967	1,039,446	668,681	XXX

NONE Schedule E - Part 2