



QUARTERLY STATEMENT  
AS OF MARCH 31, 2011  
OF THE CONDITION AND AFFAIRS OF THE  
CINCINNATI LIFE INSURANCE COMPANY

NAIC Group Code	0244	0244	NAIC Company Code	76236	Employer's ID Number	31-1213778
	(Current Period)	(Prior Period)				
Organized under the Laws of	OHIO			State of Domicile or Port of Entry	OHIO	
Country of Domicile	UNITED STATES					
Incorporated/Organized	07/02/1987			Commenced Business	02/01/1988	
Statutory Home Office	6200 SOUTH GILMORE ROAD			FAIRFIELD, OH 45014-5141		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	6200 SOUTH GILMORE ROAD			FAIRFIELD, OH 45014-5141	513-870-2000	
	(Street and Number)			(City or Town, State and Zip Code)	(Area Code) (Telephone Number)	
Mail Address	P.O. BOX 145496			CINCINNATI, OH 45250-5496		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	6200 SOUTH GILMORE ROAD			FAIRFIELD, OH 45014-5141	513-603-5564	
	(Street and Number)			(City or Town, State and Zip Code)	(Area Code) (Telephone Number)	
Internet Web Site Address	WWW.CINFIN.COM					
Statutory Statement Contact	KEVIN CHRISTOPHER SMITH			513-603-5564		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	KEVIN_SMITH@CINFIN.COM			513-603-5500		
	(E-Mail Address)			(Fax Number)		

OFFICERS

Name	Title	Name	Title
DAVID HUGH POPPLEWELL	PRESIDENT	STEVEN JUSTUS JOHNSTON	CFO & SECRETARY
TODD HANCOCK PENDERY	TREASURER	ROGER ANDREW BROWN	ACTUARY

OTHER OFFICERS

KENNETH WILLIAM STECHER	CHIEF EXECUTIVE OFFICER	BRAD ERIC BEHRINGER	SENIOR VICE PRESIDENT
CRAIG WILLIAM FORRESTER	SENIOR VICE PRESIDENT	MARTIN FRANCIS HOLLENBECK	SENIOR VICE PRESIDENT
JOHN SCOTT KELLINGTON	SENIOR VICE PRESIDENT	ERIC NEIL MATHEWS	SENIOR VICE PRESIDENT
GLENN DOUGLAS NICHOLSON	SENIOR VICE PRESIDENT	JACOB FERDINAND SCHERER JR.	SENIOR VICE PRESIDENT
TIMOTHY LEE TIMMEL	SENIOR VICE PRESIDENT	MICHAEL RAY ABRAMS	VICE PRESIDENT
ROGER ANDREW BROWN	VICE PRESIDENT	DAVID LEWIS BURBRINK	VICE PRESIDENT
TERESA CURRIN CRACAS	VICE PRESIDENT	JOSEPH MICHAEL DEMPSEY	VICE PRESIDENT
ANTHONY WAYNE DUNN	VICE PRESIDENT	HAROLD LEE EGGERS	VICE PRESIDENT
WILLIAM JAMES GEIER	VICE PRESIDENT	SCOTT ALAN GILLIAM	VICE PRESIDENT
THERESA ANN HOFFER	VICE PRESIDENT	RICHARD LOUIS MATHEWS	VICE PRESIDENT
RICHARD PARKS MATSON	VICE PRESIDENT	DENNIS EUGENE MCDANIEL #	VICE PRESIDENT
ROBYN CAROL MUHLBERG	VICE PRESIDENT	MICHAEL KEVIN O'CONNOR	VICE PRESIDENT
TODD HANCOCK PENDERY	VICE PRESIDENT	THOMAS JOSEPH SCHEID	VICE PRESIDENT
GREGORY DALE SCHMIDT	VICE PRESIDENT	STEVEN ANTHONY SOLORIA	VICE PRESIDENT
DOUGLAS WAYNE STANG #	VICE PRESIDENT	MICHAEL BERNARD WEDIG	VICE PRESIDENT
MARK ALAN WELSH	VICE PRESIDENT	BRIAN KEITH WOOD	VICE PRESIDENT
GREGORY JOSEPH ZIEGLER	VICE PRESIDENT		

DIRECTORS OR TRUSTEES

WILLIAM FORREST BAHL	GREGORY THOMAS BIER	ROGER ANDREW BROWN #	MARTIN FRANCIS HOLLENBECK
STEVEN JUSTUS JOHNSTON	WILLIAM RODNEY MCMULLEN	MARTIN JOSEPH MULLEN	GLENN DOUGLAS NICHOLSON
DAVID HUGH POPPLEWELL	JACOB FERDINAND SCHERER JR	JOHN JEFFERSON SCHIFF JR	THOMAS REID SCHIFF
KENNETH WILLIAM STECHER	TIMOTHY LEE TIMMEL	EARNEST ANTHONY WOODS	

State of .....OHIO.....  
County of .....BUTLER.....

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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.

DAVID HUGH POPPLEWELL PRESIDENT	STEVEN JUSTUS JOHNSTON SECRETARY	TODD HANCOCK PENDERY TREASURER
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		

Subscribed and sworn to before me this  
2ND day of MAY, 2011

KAREN S. DONNER, NOTARY PUBLIC  
OCTOBER 26, 2014

STATEMENT AS OF MARCH 31, 2011 OF THE CINCINNATI LIFE INSURANCE COMPANY

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 .....	2,221,315,138	85,760	2,221,229,378	2,083,159,638
2. Stocks:				
2.1 Preferred stocks .....	11,646,488		11,646,488	11,646,488
2.2 Common stocks .....	89,118,706		89,118,706	89,807,437
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....108,079,356 ), cash equivalents (\$ .....0 ) and short-term investments (\$ .....0 ) .....	108,079,356		108,079,356	139,028,845
6. Contract loans (including \$ .....premium notes) .....	39,399,155	829,016	38,570,139	38,713,719
7. Derivatives .....			0	0
8. Other invested assets .....	39,450,175		39,450,175	39,463,832
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets.....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	2,509,009,016	914,776	2,508,094,241	2,401,819,959
13. Title plants less \$ .....charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	34,061,155		34,061,155	33,313,104
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	5,176,425	30,117	5,146,308	7,528,479
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....earned but unbilled premiums).....	78,209,143		78,209,143	77,991,461
15.3 Accrued retrospective premiums.....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	2,099,761		2,099,761	3,691,841
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....	1,485,094		1,485,094	2,029,789
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	375,824		375,824	0
18.2 Net deferred tax asset.....	80,106,825	38,911,825	41,195,000	40,960,036
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	481,123	481,123	0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	399,074	399,074	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	1,899,284		1,899,284	1,294,403
24. Health care (\$ ..... ) and other amounts receivable.....	256,747	256,747	0	0
25. Aggregate write-ins for other than invested assets .....	1,324,093	299,137	1,024,957	692,167
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	2,714,883,564	41,292,798	2,673,590,766	2,569,321,239
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	602,904,499		602,904,499	595,864,251
28. Total (Lines 26 and 27) .....	3,317,788,063	41,292,798	3,276,495,264	3,165,185,490
DETAILS OF WRITE-INS				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. SEPARATE ACCOUNTS MANAGEMENT FEE RECEIVABLE.....	585,003		585,003	482,492
2502. PREPAID EXPENSES.....	246,888	246,888	0	0
2503. GUARANTY FUNDS.....	68,116		68,116	51,009
2598. Summary of remaining write-ins for Line 25 from overflow page .....	424,087	52,248	371,838	158,666
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) .....	1,324,093	299,137	1,024,957	692,167

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$ .....2,022,682,925 less \$ .....included in Line 6.3 (including \$ ..... Modco Reserve) .....	2,022,682,925	1,945,729,061
2. Aggregate reserve for accident and health contracts (including \$ ..... Modco Reserve) .....	13,977,814	13,958,535
3. Liability for deposit-type contracts (including \$ ..... Modco Reserve) .....	200,702,996	201,456,126
4. Contract claims:		
4.1 Life .....	12,283,233	12,825,537
4.2 Accident and health .....	3,288,409	2,681,255
5. Policyholders' dividends \$ ..... and coupons \$ ..... due and unpaid .....		0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$ ..... Modco) .....	110	110
6.2 Dividends not yet apportioned (including \$ ..... Modco) .....		0
6.3 Coupons and similar benefits (including \$ ..... Modco) .....		0
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ ..... discount; including \$ .....37,492 accident and health premiums .....	1,547,966	889,713
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....		0
9.2 Provision for experience rating refunds, including \$ ..... accident and health experience rating refunds .....		0
9.3 Other amounts payable on reinsurance, including \$ ..... assumed and \$ .....11,450,525 ceded .....	11,450,525	15,242,503
9.4 Interest Maintenance Reserve .....	1,783,092	0
10. Commissions to agents due or accrued—life and annuity contracts \$ .....2,501,064 accident and health \$ .....37,390 and deposit-type contract funds \$ .....	2,538,454	1,066,070
11. Commissions and expense allowances payable on reinsurance assumed .....		0
12. General expenses due or accrued .....	2,865,431	2,214,006
13. Transfers to Separate Accounts due or accrued (net) (including \$ ..... accrued for expense allowances recognized in reserves, net of reinsured allowances) .....		0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes .....	732,344	1,380,812
15.1 Current federal and foreign income taxes, including \$ ..... on realized capital gains (losses) .....		875,722
15.2 Net deferred tax liability .....		0
16. Unearned investment income .....	596,836	817,161
17. Amounts withheld or retained by company as agent or trustee .....	333,447	495,304
18. Amounts held for agents' account, including \$ .....13,370 agents' credit balances .....	13,370	12,965
19. Remittances and items not allocated .....	5,514,654	5,543,985
20. Net adjustment in assets and liabilities due to foreign exchange rates .....		0
21. Liability for benefits for employees and agents if not included above .....		0
22. Borrowed money \$ ..... and interest thereon \$ .....		0
23. Dividends to stockholders declared and unpaid .....		0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve .....	15,798,981	15,522,026
24.02 Reinsurance in unauthorized companies .....		0
24.03 Funds held under reinsurance treaties with unauthorized reinsurers .....		0
24.04 Payable to parent, subsidiaries and affiliates .....	450,978	369,743
24.05 Drafts outstanding .....		0
24.06 Liability for amounts held under uninsured plans .....		0
24.07 Funds held under coinsurance .....		0
24.08 Derivatives .....		0
24.09 Payable for securities .....	36,232,549	12,706,069
24.10 Payable for securities lending .....		0
24.11 Capital notes \$ ..... and interest thereon \$ .....		0
25. Aggregate write-ins for liabilities .....	32,334,282	32,571,380
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) .....	2,365,128,396	2,266,358,083
27. From Separate Accounts statement .....	602,904,499	595,864,251
28. Total liabilities (Lines 26 and 27) .....	2,968,032,895	2,862,222,335
29. Common capital stock .....	3,000,000	3,000,000
30. Preferred capital stock .....		0
31. Aggregate write-ins for other than special surplus funds .....	0	0
32. Surplus notes .....		0
33. Gross paid in and contributed surplus .....	1,000,000	1,000,000
34. Aggregate write-ins for special surplus funds .....	17,010,000	16,380,000
35. Unassigned funds (surplus) .....	287,452,370	282,583,155
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 29 \$ ..... ) .....		0
36.2 ..... shares preferred (value included in Line 30 \$ ..... ) .....		0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ ..... in Separate Accounts Statement) .....	305,462,370	299,963,155
38. Totals of Lines 29, 30 and 37 .....	308,462,370	302,963,155
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	3,276,495,264	3,165,185,490
<b>DETAILS OF WRITE-INS</b>		
2501. RETAINED ASSET LIABILITY.....	30,974,449	30,364,241
2502. BONUS LIABILITY.....	404,147	88,879
2503. PAYABLES CLEARING.....	886,452	1,979,290
2598. Summary of remaining write-ins for Line 25 from overflow page .....	69,234	138,971
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	32,334,282	32,571,380
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....	0	0
3199. Totals (Lines 3101 through 3103 plus 3198)(Line 31 above)	0	0
3401. SAP 10R INCREASE IN ADMITTED DTA FROM PARAGRAPH 10E.....	17,010,000	16,380,000
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0
3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above)	17,010,000	16,380,000

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts .....	101,713,312	104,199,522	368,720,097
2. Considerations for supplementary contracts with life contingencies .....	210,319	95,424	198,137
3. Net investment income .....	34,522,860	33,362,714	133,876,127
4. Amortization of Interest Maintenance Reserve (IMR) .....	95,030	(670,122)	(1,673,069)
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....		0	0
6. Commissions and expense allowances on reinsurance ceded .....	1,657,276	1,582,745	7,152,286
7. Reserve adjustments on reinsurance ceded .....		0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	592,257	359,725	1,442,790
8.2 Charges and fees for deposit-type contracts .....		0	0
8.3 Aggregate write-ins for miscellaneous income .....	0	0	0
9. Totals (Lines 1 to 8.3) .....	138,791,054	138,930,008	509,716,368
10. Death benefits .....	16,332,966	12,596,061	57,240,047
11. Matured endowments (excluding guaranteed annual pure endowments) .....	21,325	32,013	119,874
12. Annuity benefits .....	13,224,698	9,301,553	37,430,827
13. Disability benefits and benefits under accident and health contracts .....	383,803	461,222	2,038,344
14. Coupons, guaranteed annual pure endowments and similar benefits .....		0	0
15. Surrender benefits and withdrawals for life contracts .....	5,464,102	5,376,938	22,665,502
16. Group conversions .....	(224)	29,367	106,404
17. Interest and adjustments on contract or deposit-type contract funds .....	2,625,350	2,420,745	10,875,165
18. Payments on supplementary contracts with life contingencies .....	75,456	129,217	357,626
19. Increase in aggregate reserves for life and accident and health contracts .....	77,008,054	84,098,982	295,926,860
20. Totals (Lines 10 to 19) .....	115,135,531	114,446,097	426,760,648
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) .....	11,658,270	11,924,933	46,009,977
22. Commissions and expense allowances on reinsurance assumed .....		0	0
23. General insurance expenses .....	9,163,849	8,489,291	31,933,202
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	1,469,522	1,464,057	5,984,259
25. Increase in loading on deferred and uncollected premiums .....	(118,773)	(592,150)	(5,895,517)
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	(225,805)	(224,116)	(2,059,329)
27. Aggregate write-ins for deductions .....	0	0	783
28. Totals (Lines 20 to 27) .....	137,082,594	135,508,111	502,734,024
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	1,708,460	3,421,897	6,982,344
30. Dividends to policyholders .....	36	64	110
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	1,708,424	3,421,833	6,982,234
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	7,983,402	(3,836,969)	(6,486,974)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	(6,274,977)	7,258,801	13,469,208
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....(10,434,173) (excluding taxes of \$ .....2,099,804 transferred to the IMR) .....	(19,377,751)	1,538,991	1,444,806
35. Net income (Line 33 plus Line 34) .....	(25,652,728)	8,797,792	14,914,014
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year .....	302,963,155	300,245,174	300,245,174
37. Net income (Line 35) .....	(25,652,728)	8,797,792	14,914,014
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....10,163,101 .....	18,874,331	3,083,276	(4,478,129)
39. Change in net unrealized foreign exchange capital gain (loss) .....		0	0
40. Change in net deferred income tax .....	7,399,890	(5,175,280)	(9,738,234)
41. Change in nonadmitted assets .....	5,119,764	4,834,915	1,578,407
42. Change in liability for reinsurance in unauthorized companies .....		0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....		0	0
44. Change in asset valuation reserve .....	(276,955)	(1,436,424)	344,490
45. Change in treasury stock .....		0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....		0	0
47. Other changes in surplus in Separate Accounts Statement .....		0	0
48. Change in surplus notes .....		0	0
49. Cumulative effect of changes in accounting principles .....		0	0
50. Capital changes:			
50.1 Paid in .....		0	0
50.2 Transferred from surplus (Stock Dividend) .....		0	0
50.3 Transferred to surplus .....		0	0
51. Surplus adjustment:			
51.1 Paid in .....		0	0
51.2 Transferred to capital (Stock Dividend) .....		0	0
51.3 Transferred from capital .....		0	0
51.4 Change in surplus as a result of reinsurance .....		0	0
52. Dividends to stockholders .....		0	0
53. Aggregate write-ins for gains and losses in surplus .....	34,912	24,618	97,433
54. Net change in capital and surplus (Lines 37 through 53) .....	5,499,214	10,128,897	2,717,981
55. Capital and surplus as of statement date (Lines 36 + 54) .....	308,462,369	310,374,071	302,963,155
DETAILS OF WRITE-INS			
08.301. ....			
08.302. ....			
08.303. ....			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above) .....	0	0	0
2701. INCREASE/(DECREASE) IN RETIRED LIVES RESERVE .....		0	783
2702. ....			
2703. ....			
2798. Summary of remaining write-ins for Line 27 from overflow page .....	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above) .....	0	0	783
5301. PRE-1992 WHOLE LIFE DEFICIENCY RESERVE .....	34,912	24,618	97,433
5302. ADDITIONAL ADMITTED DEFERRED TAX ASSETS .....	17,010,000	14,250,000	16,380,000
5303. RECLASSIFICATION OF ADDITIONAL ADMITTED DEFERRED TAX ASSETS TO SPECIAL SURPLUS FUNDS .....	(17,010,000)	(14,250,000)	(16,380,000)
5398. Summary of remaining write-ins for Line 53 from overflow page .....	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398)(Line 53 above) .....	34,912	24,618	97,433

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	101,118,087	101,487,588	364,924,686
2. Net investment income.....	32,841,871	30,720,812	128,211,455
3. Miscellaneous income.....	2,691,717	2,625,303	8,247,579
4. Total (Lines 1 to 3).....	136,651,675	134,833,702	501,383,721
5. Benefit and loss related payments.....	34,563,892	25,944,320	117,477,738
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	(224,116)	(2,059,329)
7. Commissions, expenses paid and aggregate write-ins for deductions.....	20,708,872	23,487,357	87,018,663
8. Dividends paid to policyholders.....	36	64	110
9. Federal and foreign income taxes paid (recovered) net of \$ ..... (771,699) tax on capital gains (losses).....	900,579	(8,285,641)	(12,369,818)
10. Total (Lines 5 through 9).....	56,173,378	40,921,984	190,067,363
11. Net cash from operations (Line 4 minus Line 10).....	80,478,297	93,911,718	311,316,357
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	62,933,753	73,530,542	407,252,110
12.2 Stocks.....	0	44,660	62,712
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	23,526,480	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	86,460,233	73,575,202	407,314,821
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	194,470,971	158,042,643	685,491,135
13.2 Stocks.....	0	0	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	7,589,840	29,026,186
13.6 Miscellaneous applications.....	0	12,000,150	12,293,931
13.7 Total investments acquired (Lines 13.1 to 13.6).....	194,470,971	177,632,633	726,811,251
14. Net increase (or decrease) in contract loans and premium notes.....	(144,578)	(263,702)	(458,354)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(107,866,160)	(103,793,729)	(319,038,076)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(3,369,614)	298,318	(8,289,565)
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	(192,013)	(848,125)	3,015,279
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(3,561,627)	(549,807)	(5,274,285)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(30,949,489)	(10,431,817)	(12,996,004)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	139,028,845	152,024,849	152,024,849
19.2 End of period (Line 18 plus Line 19.1).....	108,079,356	141,593,032	139,028,845

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS			
	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial life .....	42,665	58,731	221,827
2. Ordinary life insurance .....	52,413,868	48,489,104	211,381,780
3. Ordinary individual annuities .....	59,794,537	64,577,442	201,128,647
4. Credit life (group and individual) .....		0	0
5. Group life insurance .....	523,506	511,011	2,295,081
6. Group annuities .....		0	0
7. A & H - group .....	248,503	278,845	1,195,757
8. A & H - credit (group and individual) .....		0	0
9. A & H - other .....	1,471,752	1,513,690	5,968,320
10. Aggregate of all other lines of business .....	0	0	0
11. Subtotal .....	114,494,830	115,428,822	422,191,411
12. Deposit-type contracts .....	1,118,656	2,726,854	5,592,119
13. Total	115,613,486	118,155,676	427,783,531
DETAILS OF WRITE-INS			
1001. ....			
1002. ....			
1003. ....			
1098. Summary of remaining write-ins for Line 10 from overflow page .....	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098)(Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

1. **Summary of Significant Accounting Policies**

A. Accounting Policies – The financial statements of the Cincinnati Life Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance. The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners’ (NAIC) *Accounting Practices and Procedures* manual, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

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

C. Accounting Policies – The Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost

2. Bonds are stated at amortized cost using the scientific method

3. Common Stocks are stated at market

4. Preferred Stocks are stated at book value

5. Not applicable

6. Not applicable

7. Not applicable

8. The Company has minor ownership interest in partnerships. AllianceBernstein is carried at the market value of the common stock

9. The Company does not have any derivatives

10. Not applicable

11. Unpaid accident and health losses include an amount determined from individual case estimates and an amount based on historic experience, for pending losses and losses incurred but not reported. Such liabilities are based on assumptions and estimates, and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the reserves established. The reserve factors used to establish the resulting liabilities are periodically reviewed and any adjustments are reflected in the period determined.

12. The Company has not modified its capitalization policy from the prior period

13. Not applicable

2. **Accounting Changes and Corrections of Errors – No change**

3. **Business Combinations and Goodwill – No Change**

4. **Discontinued Operations – No Change**

5. **Investments**

A. Mortgage Loans – No Change

B. Debt Restructuring – No Change

C. Reverse Mortgages – No Change

D. Loan – Backed Securities

1. Not Applicable.

2. Not Applicable.

3. Not Applicable.

4. Not Applicable.

5. Not Applicable.

E. Repurchase Agreements – None

F. Real Estate

1. Real Estate Improvement – None

2. Real Estate Held for Sale – None

3. Change in Plan of Sale – None

4. Retail Land Sales - None

6. **Joint Ventures, Partnerships and Limited Liability Companies – No Change**

7. **Investment Income – No Change**

8. **Derivative Instruments – No Change**

9. **Income Taxes**

A. The components of the net deferred tax asset/(liability) are as follows:

(1)

Description	Ordinary	2011 Capital	Total	Ordinary	2010 Capital	Total
Gross deferred tax assets	71,618,344	15,136,503	86,754,847	71,926,544	10,977,190	82,903,734
Statutory valuation allowance	-	-	-	-	-	-
Adjusted gross deferred tax assets	71,618,344	15,136,503	86,754,847	71,926,544	10,977,190	82,903,734
Gross deferred tax liabilities	(35,005)	(6,613,018)	(6,648,023)	(33,698)	-	(33,698)
Net deferred tax asset/(liability) before admissibility test	71,583,339	8,523,485	80,106,824	71,892,846	10,977,190	82,870,036
Admitted pursuant to Paragraph 10.a	-	-	-	2,075,959	-	2,075,959
Paragraph 10.b.i.	26,257,397	-	26,257,397	19,610,905	2,893,173	22,504,078
Paragraph 10.b.ii.	24,185,000	24,185,000	24,185,000	26,256,282	26,256,282	26,256,282
Admitted pursuant to paragraph 10.b. (lesser of i. or ii.)	24,185,000	-	24,185,000	19,610,905	2,893,173	22,504,078
Admitted pursuant to paragraph 10.c.	6,648,023	-	6,648,023	33,698	-	33,698
Additional admitted pursuant to paragraph 10.e.i.	-	-	-	-	-	-
Paragraph 10.e.ii.a.	20,741,438	-	20,741,438	20,441,882	-	20,441,882
Paragraph 10.e.ii.b.	39,232,435	39,232,435	39,232,435	39,384,423	39,384,423	39,384,423
Additional admitted pursuant to paragraph 10.e.ii. (lesser of a. or b.)	17,010,000	-	17,010,000	16,380,000	-	16,380,000
Additional admitted pursuant to paragraph 10.e.iii.	-	-	-	-	-	-
Admitted deferred tax asset	47,843,022	-	47,843,023	38,100,562	2,893,173	40,993,735
Deferred tax liability	(35,005)	(6,613,018)	(6,648,023)	(33,698)	-	(33,698)
Net Admitted DTA or (DTL)	47,808,018	(6,613,018)	41,195,000	38,066,864	2,893,173	40,960,036
Nonadmitted DTA	23,775,322	15,136,503	38,911,825	33,825,893	8,084,017	41,910,000

(2) The Company has elected to admit DTAs pursuant to paragraph 10.e.

(3) The Company recorded an increase in admitted DTAs as the result of its election to employ the provisions of paragraph 10.e. as follows:

7

NOTES TO FINANCIAL STATEMENTS

Description	Change During 2011		
	Ordinary	Capital	Total
Total of gross deferred tax assets(admitted and nonadmitted)	(308,200)	4,159,313	3,851,113
Statutory valuation allowance	-	-	-
Adjusted gross deferred tax assets	(308,200)	4,159,313	3,851,113
Gross deferred tax liabilities	(1,307)	(6,613,018)	(6,614,325)
Net deferred tax asset/(liability) before admissibility test	(309,507)	(2,453,705)	(2,763,212)
Admitted pursuant to Paragraph 10.a	(2,075,959)	-	(2,075,959)
Paragraph 10.b.i.	6,646,492	(2,893,173)	3,753,319
Paragraph 10.b.ii.	(2,071,282)	(2,071,282)	(2,071,282)
Admitted pursuant to paragraph 10.b. (lesser of i. or ii.)	4,574,095	(2,893,173)	1,680,922
Admitted pursuant to paragraph 10.c.	6,614,325	-	6,614,325
Additional admitted pursuant to paragraph 10.e.i.	-	-	-
Paragraph 10.e.ii.a.	299,556	-	299,556
Paragraph 10.e.ii.b.	(151,988)	(151,988)	(151,988)
Additional admitted pursuant to paragraph 10.e.ii. (lesser of a. or b.)	630,000	-	630,000
Additional admitted pursuant to paragraph 10.e.iii.	-	-	-
Admitted deferred tax asset	9,742,460	(2,893,173)	6,849,288
Deferred tax liability	(1,307)	(6,613,018)	(6,614,325)
Change in net admitted DTA or (DTL)	9,741,154	(9,506,191)	234,963
Increase (decrease) in nonadmitted DTA from prior year	(10,050,661)	7,052,486	(2,998,175)

(4) (5)Description

	With paragraph's	With paragraph's	Difference
	10.a. - c.	10.e.	
Admitted DTAs	30,833,023	47,843,023	17,010,000
Admitted assets	3,259,485,265	3,276,495,264	17,010,000
Statutory surplus	291,452,371	308,462,370	17,010,000
Total adjusted capital	307,251,368	324,261,368	17,010,000
Authorized control level used in 10.d.	34,786,543	34,786,543	-

(6) The percentage amount tax planning strategies impact the net admitted DTA:

<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
0.00%	34.38%	34.38%

- B. Temporary differences for which a DTL has not been established: 0
- C. Current Tax and Change in Deferred Tax

Current income taxes incurred consist of the following major components:

Description	2011	2010
Current income tax expense	7,983,402	(6,486,974)
Tax on capital gains/(losses)	(8,334,369)	3,240,708
Federal income taxes incurred	(350,967)	(3,246,266)

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and liabilities are as follows:

DTAs Resulting From Book/Tax Differences in	March 31, 2011	December 31, 2010	Change	Character
Investments	15,136,503	7,427,107	7,709,396	Capital
Unrealized losses on investments	-	3,550,083	(3,550,083)	Capital
Life and health reserves	46,367,093	47,033,882	(666,789)	Ordinary
DAC	23,021,941	22,488,156	533,785	Ordinary
Nonadmitted assets	803,325	838,351	(35,026)	Ordinary
Other, net	1,425,985	1,566,155	(140,170)	Ordinary
Gross DTAs	86,754,847	82,903,734	3,851,113	
Nonadmitted DTAs	38,911,825	41,910,000	(2,998,175)	

DTLs Resulting From Book/Tax Differences in	March 31, 2011	December 31, 2010	Change	Character
Unrealized gains on investments	(6,613,018)	-	(6,613,018)	Capital
Other, net	(35,005)	(33,698)	(1,307)	Ordinary
Gross DTLs	(6,648,023)	(33,698)	(6,614,325)	

The change in net deferred income taxes is comprised of the following (this analysis is exclusive of nonadmitted assets as the Change in Nonadmitted Assets is reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):

	March 31, 2011	December 31, 2010	Change
Total deferred tax assets	86,754,847	82,903,734	3,851,113
Total deferred tax liabilities	(6,648,023)	(33,698)	(6,614,325)
Net deferred tax asset/(liability)	80,106,824	82,870,036	(2,763,212)
Tax effect of unrealized (gains)/losses			10,163,101
Change in net deferred income tax (charge)/benefit			7,399,889



NOTES TO FINANCIAL STATEMENTS

	December 31, 2010	December 31, 2009	Change
Total deferred tax assets	82,903,734	90,208,064	(7,304,330)
Total deferred tax liabilities	(33,698)	(11,094)	(22,604)
Net deferred tax asset/(liability)	82,870,036	90,196,970	(7,326,934)
Tax effect of unrealized (gains)/losses			(2,411,300)
Change in net deferred income tax (charge)/benefit			(9,738,234)

D. Reconciliation of Federal income Tax Rate to Actual Effective Rate

The provision for federal and foreign income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

As of March 31, 2011			
Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	(22,104,059)	(7,736,421)	35.00%
Amortization of IMR	(95,030)	(33,261)	0.15%
Dividends received deduction	(89,023)	(31,158)	0.14%
Other items permanent in nature	(315,168)	(110,308)	0.50%
Other	357,900	125,265	-0.57%
Total	(22,245,380)	(7,785,883)	35.22%
Federal income taxes incurred expense/(benefit)	22,809,720	7,983,402	-36.12%
Tax on capital gains/(losses)	(23,812,483)	(8,334,369)	37.70%
Change in net deferred income tax charge/(benefit)	(21,142,541)	(7,399,890)	33.48%
Change in nonadmitted excluding deferred tax asset	(100,076)	(35,026)	0.16%
Total statutory income taxes	(22,245,380)	(7,785,883)	35.22%

As of December 31, 2010			
Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	16,241,401	5,684,490	35.00%
Amortization of IMR	1,673,069	585,574	3.61%
Dividends received deduction	(342,964)	(120,037)	-0.74%
Other items permanent in nature	(87,306)	(30,557)	-0.19%
Other	922,596	322,909	1.99%
Total	18,406,796	6,442,379	39.67%
Federal income taxes incurred expense/(benefit)	(18,534,211)	(6,486,974)	-39.94%
Tax on capital gains/(losses)	9,259,166	3,240,709	19.95%
Change in net deferred income tax charge/(benefit)	27,823,527	9,738,234	59.96%
Change in nonadmitted excluding deferred tax asset	(141,686)	(49,590)	-0.30%
Total statutory income taxes	18,406,796	6,442,379	39.67%

- E. At March 31, 2011, the Company had net operating loss carryforwards of: 0  
At March 31, 2011, the Company had capital loss carryforwards of: 0

The following is income tax expense for the current and prior years that is available for recoupment in the event of future net losses:

Year	Ordinary	Capital	Total
2011	-	-	-
2010	-	-	-
2009	-	-	-
Total	-	-	-

Deposits admitted under Internal Revenue Code Section 6603: 0

- F. The Company’s federal income tax return is consolidated with the following entities:

Cincinnati Financial Corporation (Parent)  
The Cincinnati Insurance Company  
The Cincinnati Casualty Company  
The Cincinnati Indemnity Company  
The Cincinnati Specialty Underwriters Insurance Company  
CFC Investment Company  
CSU Producer Resources, Inc.

The method of allocation between the companies is subject to written agreement, approved by the Board of Directors, whereby allocation is made primarily on a separate return basis with a current credit for net losses.

10. **Information Concerning Parent, Subsidiaries and Affiliates** – At March 31, 2011, The Company reports \$1,899,284 as amounts receivable from the Parent Company, The Cincinnati Insurance Company, and from affiliated companies, Cincinnati Specialty Underwriters Insurance Company, CFC Investment Company, and CSU Producer Resources, Inc. Also at March 31, 2011 the Company reported \$450,978 as amounts due to the ultimate parent Cincinnati Financial Corporation. The terms of the settlement require that these amounts be settled within 30 days.
11. **Debt – No Change**
12. **Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans – No Change**
13. **Capital and Surplus, Shareholders’ Dividend Restrictions and Quasi-Reorganizations – No Change**
14. **Contingencies – No Change**
15. **Leases – No Change**
16. **Off-Balance Sheet Risk – No Change**
17. **Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities – No Change**
18. **Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans – No Change**

NOTES TO FINANCIAL STATEMENTS

- 19. **Direct Premium Written/Produced by Managing General Agents/Third Party Administrators** – The Cincinnati Life Insurance Company has direct written long term care premiums of \$634,729 through a third party administrator.
- 20. **Fair Value Measurements – None**
- 21. **Other Items – No Change**
- 22. **Events Subsequent – None**
- 23. **Reinsurance – No Change**
- 24. **Retrospectively Rated Contracts & Contract Subject to Redetermination – No Change**
- 25. **Change in Incurred Losses – No Change**
- 26. **Intercompany Pooling – No Change**
- 27. **Structured Settlements – No Change**
- 28. **Health Care Receivables – No Change**
- 29. **Participating Policies – No Change**
- 30. **Premium Deficiency Reserves – No Change**
- 31. **Reserves for Life Contracts and Deposit Type Contracts – No Change**
- 32. **Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics – No Change**
- 33. **Premium and Annuity Considerations Deferred and Uncollected – No Change**
- 34. **Separate Accounts – No Change**
- 35. **Loss/Claim Adjustment Expense – No Change**

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 ☒
- 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 ☒
- 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 ☒

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 ☒
- 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	2	3
Name of Entity	NAIC Company Code	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? .....

If yes, attach an explanation.

Yes ☒ No ☐ NA ☐
- 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). ....

08/03/2010
- 6.4

By what department or departments?  
STATE OF 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 ☐ NA ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?.....

Yes ☒ No ☐ NA ☐
- 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 ☒
- 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 ☒
- 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 ☒
- 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	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

GENERAL INTERROGATORIES

- 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?.....

Yes ☒ No ☐
- (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.
- 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 ☒
- 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 ☒
- 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 ☒ No ☐
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount: .....\$ .....1,849,633

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 ☐
- 11.2

If yes, give full and complete information relating thereto:

SEVERAL BONDS ARE ON DEPOSIT WITH STATES OR OTHER REGULATORY BODIES PURSUANT TO REGULATORY GUIDELINES.....
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: .....\$ .....0
13.

Amount of real estate and mortgages held in short-term investments: .....\$ .....0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes ☐ No ☒
- 14.2

If yes, please complete the following:

		1		2
		Prior Year-End		Current Quarter
		Book/Adjusted		Book/Adjusted
		Carrying Value		Carrying Value
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).....	\$ .....0	\$ .....0	.....
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 ☒
- 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.

GENERAL INTERROGATORIES

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 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, 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:

1 Name of Custodian(s)	2 Custodian Address
FIFTH THIRD BANK.....	PO BOX 630900 CINCINNATI, OHIO 45263-0900.....

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:

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:

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

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

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

Yes [ ] No [X]

17.2 If no, list exceptions:

CUSIP #488044AB4; KELLWOOD CORP; BACV = 113,296; RATING 6\*  
CUSIP #7801JDF6; ROYAL BANK OF SCOTLAND; BACV = 5,000,000; RATING 2Z.....

GENINTPT1 - Attachment

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Question 5. Effective March 1, 2011, CLIC implemented a new TPA with Actuarial Management Resources, Inc. (AMR) to administer certain closed blocks of life, accident & health business.

GENERAL INTERROGATORIES  
PART 2 - LIFE & HEALTH

1

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

Amount

1.1 Long-Term Mortgages In Good Standing

1.11 Farm Mortgages .....\$ .....0

1.12 Residential Mortgages .....\$ .....0

1.13 Commercial Mortgages .....\$ .....0

1.14 Total Mortgages in Good Standing .....\$ .....0

1.2 Long-Term Mortgages In Good Standing with Restructured Terms

1.21 Total Mortgages in Good Standing with Restructured Terms.....\$ .....0

1.3 Long-Term Mortgages Loans upon which Interest is Overdue more than Three Months

1.31 Farm Mortgages .....\$ .....0

1.32 Residential Mortgages .....\$ .....0

1.33 Commercial Mortgages .....\$ .....0

1.34 Total Mortgages with Interest Overdue more than Three Months.....\$ .....0

1.4 Long-Term Mortgages Loans in Process of Foreclosure

1.41 Farm Mortgages .....\$ .....0

1.42 Residential Mortgages .....\$ .....0

1.43 Commercial Mortgages .....\$ .....0

1.44 Total Mortgages in Process of Foreclosure.....\$ .....0

1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2).....\$ .....0

1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter

1.61 Farm Mortgages .....\$ .....0

1.62 Residential Mortgages .....\$ .....0

1.63 Commercial Mortgages .....\$ .....0

1.64 Total Mortgages Foreclosed and Transferred to Real Estate .....\$ .....0

2. Operating Percentages:

2.1 A&H loss percent .....0.0%

2.2 A&H cost containment percent .....0.0%

2.3 A&H expense percent excluding cost containment expenses .....0.0%

3.1 Do you act as a custodian for health savings accounts?Yes [ ] No [ X]

3.2 If yes, please provide the amount of custodial funds held as of the reporting date.\$ .....0

3.3 Do you act as an administrator for health savings accounts?Yes [ ] No [ X]

3.4 If yes, please provide the balance of the funds administered as of the reporting date.\$ .....0

Schedule S

NONE



SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories								
States, Etc.		1	Direct Business Only					
			Life Contracts		4	5	6	7
			2	3				
		Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 Through 5	Deposit-Type Contracts
1. Alabama	AL	L	1,103,561	535,539	26,118	0	1,665,218	109,881
2. Alaska	AK	L	10,424				10,424	
3. Arizona	AZ	L	301,428	(43,140)	4,368		262,656	
4. Arkansas	AR	L	475,606	6,640	236		482,482	
5. California	CA	L	1,219,774	1,168,837	12,478		2,401,089	
6. Colorado	CO	L	222,620	33,497	7,656		263,773	
7. Connecticut	CT	L	110,424		318		110,742	
8. Delaware	DE	L	48,937	538,866	1,206		589,009	
9. District of Columbia	DC	L	13,140		191		13,331	
10. Florida	FL	L	1,417,096	1,454,045	45,605		2,916,746	
11. Georgia	GA	L	2,783,498	579,879	109,178		3,472,555	
12. Hawaii	HI	L	10,253		147		10,400	
13. Idaho	ID	L	125,223	262,965	1,728		389,915	
14. Illinois	IL	L	4,097,259	2,539,102	145,928		6,782,290	
15. Indiana	IN	L	3,774,677	3,041,132	105,059		6,920,868	
16. Iowa	IA	L	2,114,611	14,179,871	32,030		16,326,512	
17. Kansas	KS	L	608,540	370,616	11,874		991,031	
18. Kentucky	KY	L	2,001,912	471,005	81,603		2,554,520	
19. Louisiana	LA	L	129,904		4		129,908	
20. Maine	ME	L	11,504				11,504	
21. Maryland	MD	L	546,310	150,865	8,352		705,527	
22. Massachusetts	MA	L	84,062		1,391		85,453	
23. Michigan	MI	L	3,066,541	3,867,241	124,102	0	7,057,885	15,130
24. Minnesota	MN	L	1,982,388	10,493,171	21,698	0	12,497,257	28,000
25. Mississippi	MS	L	49,334	1,350	568		51,252	
26. Missouri	MO	L	1,560,134	954,437	15,682		2,530,254	
27. Montana	MT	L	173,114	81,000	4,030		258,145	
28. Nebraska	NE	L	319,583	489,626	7,345		816,553	
29. Nevada	NV	L	41,646	3,100	3,588		48,333	
30. New Hampshire	NH	L	76,213	150	1,493		77,856	
31. New Jersey	NJ	L	138,419	236,039	983		375,442	
32. New Mexico	NM	L	85,587	169,603	2,434		257,624	
33. New York	NY	N	63,570	1,500	1,671		66,741	
34. North Carolina	NC	L	2,657,066	357,171	95,360		3,109,597	
35. North Dakota	ND	L	301,396	407,143	1,638		710,177	
36. Ohio	OH	L	11,110,654	2,206,797	384,564	0	13,702,015	926,066
37. Oklahoma	OK	L	66,950	20,000			86,950	
38. Oregon	OR	L	78,494	80,000	240		158,733	
39. Pennsylvania	PA	L	4,142,336	4,720,965	78,961		8,942,262	
40. Rhode Island	RI	L	9,875				9,875	
41. South Carolina	SC	L	688,950	101,740	30,964		821,655	
42. South Dakota	SD	L	169,860	969,804	859		1,140,523	
43. Tennessee	TN	L	1,754,083	3,165,121	47,471		4,966,676	
44. Texas	TX	L	1,424,289	785,767	4,760		2,214,816	
45. Utah	UT	L	211,478	81,746			293,223	
46. Vermont	VT	L	76,702	50,000	3,224		129,927	
47. Virginia	VA	L	1,125,175	2,414,998	25,257		3,565,430	
48. Washington	WA	L	187,749	355,750	1,904		545,403	
49. West Virginia	WV	L	488,142	801,183	24,770		1,314,096	
50. Wisconsin	WI	L	1,867,366	1,689,414	67,052	0	3,623,832	39,578
51. Wyoming	WY	L	16,060				16,060	
52. American Samoa	AS	N					0	
53. Guam	GU	N					0	
54. Puerto Rico	PR	N	787				787	
55. US Virgin Islands	VI	N					0	
56. Northern Mariana Islands	MP	N					0	
57. Canada	CN	N	898				898	
58. Aggregate Other Alien	OT	XXX	139	0	0	0	139	0
59. Subtotal	(a)	50	55,145,745	59,794,537	1,546,088	0	116,486,369	1,118,655
90. Reporting entity contributions for employee benefit plans		XXX	758,706		237,380		996,087	
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period		XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions		XXX					0	
94. Aggregate of other amounts not allocable by State		XXX	0	0	0	0	0	0
95. Totals (Direct Business)		XXX	55,904,451	59,794,537	1,783,468	0	117,482,456	1,118,655
96. Plus Reinsurance Assumed		XXX	3,210				3,210	
97. Totals (All Business)		XXX	55,907,661	59,794,537	1,783,468	0	117,485,666	1,118,655
98. Less Reinsurance Ceded		XXX	15,539,328		1,038,570		16,577,899	
99. Totals (All Business) less Reinsurance Ceded		XXX	40,368,333	59,794,537	744,898	0	100,907,767	1,118,655
DETAILS OF WRITE-INS								
5801. England		XXX					0	
5802. Mexico		XXX	139				139	
5803.		XXX						
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 + 5898)(Line 58 above)		XXX	139	0	0	0	139	0
9401.		XXX						
9402.		XXX						
9403.		XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX	0	0	0	0	0	0
9499. Totals (Lines 9401 through 9403 + 9498)(Line 94 above)		XXX	0	0	0	0	0	0

(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**

**NONE**

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.

	RESPONSE
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	.....NO.....
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	.....NO.....
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	.....NO.....
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	.....NO.....
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value)be filed with the state of domicile and electronically with the NAIC?	.....NO.....

Explanation:

1.
2.
3.
4.
5.
6.
7.

Bar Code:

1.

76236201149000001

2.

76236201136500001

3.

76236201144500001

4.

76236201144600001

5.

76236201144700001

6.

76236201144800001

7.

76236201144900001

OVERFLOW PAGE FOR WRITE-INS

LQ002 Additional Aggregate Lines for Page 02 Line 25.  
\*ASSETS

	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 – 2)	December 31 Prior Year Net Admitted Assets
2504. RETURNED CHECKS.....	(411)	(411)	0	0
2505. AGENTS' BALANCES.....	30,013	30,013	0	0
2506. TUITION REIMBURSEMENT RECEIVABLE.....	168,679	22,646	146,033	158,666
2507. SEPARATE ACCOUNTS CLAIM RECEIVABLE.....	225,805		225,805	0
2597. Summary of remaining write-ins for Line 25 from Page 02	424,087	52,248	371,838	158,666

LQ003 Additional Aggregate Lines for Page 03 Line 25.  
\*LIAB

	1	2
	Current Statement Date	December 31 Prior Year
2504. ACCOUNTS PAYABLE - LONG TERM CARE.....	48,867	118,603
2505. RETIRED LIVES RESERVE.....	20,368	20,368
2597. Summary of remaining write-ins for Line 25 from Page 03	69,234	138,971

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other than temporary impairment recognized		0
8. Deduct current year's depreciation		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and mortgage interest points and commitment fees		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance		0
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	39,463,832	10,471,097
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		29,026,186
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount	3,652	9,758
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and depreciation	17,309	43,209
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	39,450,175	39,463,832
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	39,450,175	39,463,832

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	2,184,613,565	1,900,013,254
2. Cost of bonds and stocks acquired	194,470,971	685,491,135
3. Accrual of discount	1,377,924	5,745,044
4. Unrealized valuation increase (decrease)	29,123,193	(6,889,429)
5. Total gain (loss) on disposals	5,999,441	9,070,672
6. Deduct consideration for bonds and stocks disposed of	62,933,753	407,094,207
7. Deduct amortization of premium	759,082	1,690,784
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized	29,811,924	32,120
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	2,322,080,335	2,184,613,565
11. Deduct total nonadmitted amounts	85,760	0
12. Statement value at end of current period (Line 10 minus Line 11)	2,321,994,575	2,184,613,565

STATEMENT AS OF MARCH 31, 2011 OF THE CINCINNATI LIFE INSURANCE COMPANY

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
<b>BONDS</b>								
1. Class 1 (a).....	1,210,916,295	143,039,380	36,988,084	(12,681,633)	1,304,285,958	0	0	1,210,916,295
2. Class 2 (a).....	805,511,015	51,392,236	17,833,752	14,327,902	853,397,402	0	0	805,511,015
3. Class 3 (a).....	50,260,528	0	2,049,181	(1,486,818)	46,724,529	0	0	50,260,528
4. Class 4 (a).....	7,825,792	0	63,294	4,123,204	11,885,701	0	0	7,825,792
5. Class 5 (a).....	8,537,574	39,355	0	(5,668,676)	2,908,253	0	0	8,537,574
6. Class 6 (a).....	108,434	0	0	1,919,102	2,027,536	0	0	108,434
7. Total Bonds	2,083,159,638	194,470,971	56,934,312	533,081	2,221,229,378	0	0	2,083,159,638
<b>PREFERRED STOCK</b>								
8. Class 1 .....	0	0	0	0	0	0	0	0
9. Class 2 .....	8,146,800	0	0	0	8,146,800	0	0	8,146,800
10. Class 3 .....	3,499,688	0	0	0	3,499,688	0	0	3,499,688
11. Class 4 .....	0	0	0	0	0	0	0	0
12. Class 5 .....	0	0	0	0	0	0	0	0
13. Class 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock	11,646,488	0	0	0	11,646,488	0	0	11,646,488
15. Total Bonds & Preferred Stock	2,094,806,125	194,470,971	56,934,312	533,081	2,232,875,865	0	0	2,094,806,125

(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 \$.....0 ; NAIC 2 \$.....5,000,000 ; NAIC 3 \$.....0 ; NAIC 4 \$.....0 ; NAIC 5 \$.....0 ; NAIC 6 \$.....0

Schedule DA - Part 1

NONE

Schedule DA - Verification

NONE

Schedule DB - Part A - Verification

NONE

Schedule DB - Part 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

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE



STATEMENT AS OF MARCH 31, 2011 OF THE CINCINNATI LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator <sup>(a)</sup>
313372-PZ-1	FEDERAL HOME LOAN BANK		02/09/2011	BNY CONVERGEX		3,500,000	3,500,000	0	1FE
313461-2Z-6	FREDDIE MAC		01/31/2011	BNY CONVERGEX		10,000,000	10,000,000	0	1FE
3136FP-4B-0	FANNIE MAE		02/04/2011	BNY CONVERGEX		10,000,000	10,000,000	0	1FE
3136FR-AJ-2	FANNIE MAE		02/02/2011	BNY CONVERGEX		500,000	500,000	0	1FE
3136FR-DB-6	FANNIE MAE		02/28/2011	BNY CONVERGEX		10,000,000	10,000,000	0	1FE
3136FR-EP-4	FANNIE MAE		03/22/2011	BNY CONVERGEX		10,000,000	10,000,000	0	1FE
3136FR-FW-8	FANNIE MAE		03/30/2011	BNY CONVERGEX		10,000,000	10,000,000	0	1FE
0599999 - Total	- Bonds - U.S. Governments					54,000,000	54,000,000	0	XXX
645918-YZ-0	NJ ECONOMIC DEV AUTH REV		01/18/2011	MERRILL LYNCH		3,500,000	3,500,000	0	1FE
3199999 - Total	- Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of...					3,500,000	3,500,000	0	XXX
00817Y-AE-8	AETNA INC.		02/04/2011	SUSQUEHANNA		1,124,510	1,000,000	9,000	2FE
02209S-AJ-2	ALTRIA GROUP INC.		02/10/2011	BB & T CAPITAL MARKETS		3,821,820	3,000,000	6,938	2FE
032654-AG-0	ANALOG DEVICES		03/30/2011	CREDIT SUISSE		1,990,560	2,000,000	0	1FE
039483-BB-7	ARCHER-DANIELS-MIDLAND C.		03/30/2011	BANK OF AMERICA		1,007,290	1,000,000	4,308	1FE
05531F-AF-0	BB&T CORP.		02/01/2011	KEY CAPITAL MARKETS		2,084,460	2,000,000	20,847	1FE
200339-CG-2	COMERICA BANK		02/01/2011	JP MORGAN		1,523,600	1,382,000	16,114	1FE
219327-AE-3	CORNING INC.		02/01/2011	JP MORGAN		9,945,200	8,000,000	274,139	2FE
22822R-AR-1	CROWN CASTLE TOWERS LLC		03/29/2011	KAUFMAN BROTHERS		3,241,740	3,000,000	8,151	1FE
26884T-AC-6	ERAC USA FINANCE CO.		01/04/2011	BARCLAYS CAPITAL		2,994,210	3,000,000	0	2FE
36962G-4X-9	GENERAL ELEC CAP CORP.		01/04/2011	BARCLAYS CAPITAL		14,992,650	15,000,000	0	1FE
38143U-SC-6	GOLDMAN SACHS GROUP INC.		02/02/2011	GOLDMAN SACHS		2,994,150	3,000,000	0	1FE
40414L-AB-5	HCP INC.		01/19/2011	UBS SECURITIES		999,020	1,000,000	0	2FE
40414L-AD-1	HCP INC.		01/19/2011	UBS SECURITIES		2,984,370	3,000,000	0	2FE
41283L-AA-3	HARLEY-DAVIDSON FINANCIAL SERVS.		03/01/2011	DEUTSCHE BANK		1,998,800	2,000,000	0	2FE
46623E-JE-0	JP MORGAN CHASE & CO.		01/14/2011	JP MORGAN		2,999,130	3,000,000	0	1FE
488044-AL-2	KELLWOOD CORP.		01/18/2011	PAYMENT IN KIND		39,355	39,355	0	5.
49326E-ED-1	KEYCORP.		03/21/2011	JP MORGAN		999,070	1,000,000	0	2FE
56585A-AB-8	MARATHON PETROLEUM CORP.		02/10/2011	RW BAIRD		2,000,000	2,000,000	3,986	2FE
59217G-AD-1	METLIFE GLOBAL FUNDING		01/04/2011	UBS SECURITIES		6,990,060	7,000,000	0	1FE
615369-AA-3	MOODY'S CORPORATION		03/04/2011	MORGAN KEEGAN		1,776,950	1,750,000	2,139	2FE
638612-AK-7	NATIONWIDE FINANCIAL SERVICE		03/24/2011	VARIOUS		4,980,720	5,000,000	2,389	2FE
66988A-AB-0	NOVANT HEALTH INC.		02/09/2011	KAUFMAN BROTHERS		4,181,520	4,000,000	66,950	1FE
67740Q-AF-3	OHIO NAT FINANCIAL SRVS.		02/23/2011	WELLS FARGO		5,377,000	5,000,000	104,479	1FE
694476-AC-6	PACIFIC LIFE CORP.		02/08/2011	JP MORGAN		3,159,690	3,000,000	500	2FE
70213B-AA-9	PARTNERRE FINANCE LLC		02/22/2011	JEFFERIES & CO.		4,093,480	4,000,000	51,333	1FE
72447W-AN-9	PITNEY BOWES INC.		01/07/2011	JP MORGAN		2,083,820	2,000,000	5,813	2FE
759891-AA-2	RENRE NORTH AMERICA HLDGS.		02/09/2011	SUSQUEHANNA		5,070,350	5,000,000	118,993	1FE
78486Q-AC-5	SVB FINANCIAL GROUP		03/17/2011	SUSQUEHANNA		1,531,176	1,525,000	1,594	2FE
867914-BD-4	SUNTRUST BANKS INC.		03/21/2011	SUN TRUST BANK		499,805	500,000	0	2FE
92343V-AX-2	VERIZON COMMUNICATIONS		03/23/2011	JP MORGAN		2,974,350	3,000,000	0	1FE
949746-JE-2	WELLS FARGO & CO.		02/07/2011	WELLS FARGO		1,060,820	1,000,000	20,642	1FE
04530D-AC-6	ASPEN INSURANCE HLDG LTD	F	02/08/2011	SUSQUEHANNA		2,490,875	2,500,000	25,417	2FE
06739G-BS-7	BARCLAYS BANK PLC	F	01/06/2011	BARCLAYS CAPITAL		998,390	1,000,000	0	1FE
22546Q-AH-0	CREDIT SUISSE NEW YORK	F	01/11/2011	CREDIT SUISSE		1,997,580	2,000,000	0	1FE
2515A1-4E-8	DEUTSCHE BANK AG	F	01/04/2011	DEUTSCHE BANK		4,995,400	5,000,000	0	1FE
539473-AH-1	LLOYDS TSB BANK PLC	F	01/13/2011	BANK OF AMERICA		2,991,030	3,000,000	0	1FE
55608X-AA-5	MACQUARIE BANK LTD	F	03/31/2011	BANK OF AMERICA		9,980,500	10,000,000	0	1FE
65504L-AE-7	NOBLE HOLDING INTL LTD	F	02/01/2011	VARIOUS		5,002,200	5,000,000	254	2FE
83367T-AC-3	SOCIETE GENERALE	F	01/10/2011	SUSQUEHANNA		1,996,000	2,000,000	14,544	1FE
83367T-AF-6	SOCIETE GENERALE	F	01/07/2011	DUNCAN WILLIAMS		1,999,320	2,000,000	3,750	1FE
87938W-AP-8	TELEFONICA EMISIONES	F	02/07/2011	GOLDMAN SACHS		3,000,000	3,000,000	0	2FE
8399999 - Total	- Bonds - Industrial, Misc.					136,970,971	132,696,355	762,280	XXX
8399997 - Total	- Bonds - Part 3					194,470,971	190,196,355	762,280	XXX
8399999 - Total	- Bonds					194,470,971	190,196,355	762,280	XXX
8999999 - Total	- Preferred Stocks					0	XXX	0	XXX
9799999 - Total	- Common Stocks					0	XXX	0	XXX
9899999 - Total	- Preferred and Common Stocks					0	XXX	0	XXX
9999999 Totals						194,470,971	XXX	762,280	XXX

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

## SCHEDULE D - PART 4

10	Change in Book/Adjusted C
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(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0 .

.....0.

E05

Schedule DB - Part A - Section 1

NONE

Sch. DB - Pt. A - Sn. 1 - Footnote (a)

NONE

Schedule DB - Part B - Section 1

NONE

Sch. DB - Pt. B - Sn. 1 - Footnotes

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE



SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total Cash Equivalents					0	0	0