



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENTAS OF JUNE 30, 2011
OF THE CONDITION AND AFFAIRS OF THE**Scottsdale Insurance Company**NAIC Group Code 0140 0140 NAIC Company Code 41297 Employer's ID Number 31-1024978
(Current) (Prior)Organized under the Laws of Ohio, State of Domicile or Port of Entry OhioCountry of Domicile United States of AmericaIncorporated/Organized 01/04/1982 Commenced Business 07/01/1982Statutory Home Office One West Nationwide Blvd., Columbus, OH 43215-2220
(Street and Number) (City or Town, State and Zip Code)Main Administrative Office 8877 N. Gainey Center Drive, 480-365-4000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)Mail Address One West Nationwide Blvd., 1-04-701, Columbus, OH 43215-2220
(Street and Number or P.O. Box) (City or Town, State and Zip Code)Primary Location of Books and Records One West Nationwide Blvd., 1-04-701, 614-249-1545
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)Internet Web Site Address www.scottsdaleins.comStatutory Statement Contact Arlene E. Swanson, 614-249-1545
(Name) (Area Code) (Telephone Number)
FinRpt@nationwide.com, 866-315-1430
(E-mail Address) (FAX Number)**OFFICERS**President & COO Michael Dean Miller VP & Treasurer Peter Whitney Harper
VP & Asst Secretary Randall Lee Orr VP & Secretary Robert William Horner III**OTHER**Pamela Ann Biesecker Sr VP-Head of Taxation Thomas Williams Dietrich Sr VP-Div General Counsel John Edward Goodloe Sr VP
Craig Edward Landi Sr VP-Underwriting Gary Lynn Tiepelman Sr VP-Underwriting Susan Feola Wain Sr VP-Claims**DIRECTORS OR TRUSTEES**Peter Whitney Harper Michael Dean Miller Doreen Katherine Reinke
Gary Lynn Tiepelman Susan Feola WainState of Arizona SS:
County of Maricopa

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.

Michael Dean Miller
President & COORandall Lee Orr
VP & Asst SecretaryPeter Whitney Harper
VP & TreasurerSubscribed and sworn to before me this
day of July, 2011

a. Is this an original filing?
 b. If no,
 1. State the amendment number.....
 2. Date filed
 3. Number of pages attached.....

Yes [] No []

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE 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	907,544,114		907,544,114	905,098,679
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	201,567,699		201,567,699	199,281,926
3. Mortgage loans on real estate:				
3.1 First liens	3,274,397		3,274,397	3,352,499
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$14,149,520), cash equivalents (\$) and short-term investments (\$7,897,612)	22,047,132		22,047,132	77,760,283
6. Contract loans (including \$ premium notes)				
7. Derivatives				
8. Other invested assets				
9. Receivables for securities	36,424		36,424	139,186
10. Securities lending reinvested collateral assets	83,686		83,686	355,352
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,134,553,452		1,134,553,452	1,185,987,925
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	9,277,167		9,277,167	9,759,640
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	393,913,190	82,694,436	311,218,754	298,126,940
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	84,260,455	167,506	84,092,949	80,682,820
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	108,837,018		108,837,018	118,498,649
16.2 Funds held by or deposited with reinsured companies	1,705		1,705	2,100
16.3 Other amounts receivable under reinsurance contracts				1,386,350
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	2,169,159		2,169,159	
18.2 Net deferred tax asset	40,456,091	6,950,335	33,505,756	31,881,425
19. Guaranty funds receivable or on deposit	1,152,857		1,152,857	1,628,034
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$)				
22. Net adjustment in assets and liabilities due to foreign exchange rates	270		270	388
23. Receivables from parent, subsidiaries and affiliates	78,776,178	724,621	78,051,557	35,091,264
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	29,833,639	21,255,584	8,578,055	2,084,177
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,883,231,181	111,792,482	1,771,438,699	1,765,129,712
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	1,883,231,181	111,792,482	1,771,438,699	1,765,129,712
DETAILS OF WRITE-INS				
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. Miscellaneous	8,578,055		8,578,055	2,084,177
2502. Deposits and prepaid assets	8,627,445	8,627,445		
2503. Other assets nonadmitted	12,628,139	12,628,139		
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	29,833,639	21,255,584	8,578,055	2,084,177

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 96,519,002)	324,060,970	323,903,492
2. Reinsurance payable on paid losses and loss adjustment expenses	94,528,533	77,334,849
3. Loss adjustment expenses	66,823,825	67,844,578
4. Commissions payable, contingent commissions and other similar charges	12,190,726	12,481,054
5. Other expenses (excluding taxes, licenses and fees)	2,957,967	3,357,321
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,716,330	4,433,545
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		8,340,644
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 932,971,580 and including warranty reserves of \$ 1,888,520)	223,058,993	221,431,823
10. Advance premium	5,537,574	4,814,398
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	219,404	210,582
12. Ceded reinsurance premiums payable (net of ceding commissions)	334,828,325	347,419,596
13. Funds held by company under reinsurance treaties	60,436	70,686
14. Amounts withheld or retained by company for account of others	3,484,217	6,423,817
15. Remittances and items not allocated		
16. Provision for reinsurance	15,691,998	15,691,998
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	19,654,409	12,863,120
20. Derivatives		
21. Payable for securities	98,409	86,418
22. Payable for securities lending		625,000
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	2,363,521	2,675,381
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,107,275,637	1,110,008,302
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	1,107,275,637	1,110,008,302
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	6,027,380	6,027,200
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds	10,759,335	9,703,585
33. Surplus notes		
34. Gross paid in and contributed surplus	143,973,300	143,973,300
35. Unassigned funds (surplus)	503,403,047	495,417,325
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	664,163,062	655,121,410
38. Totals (Page 2, Line 28, Col. 3)	1,771,438,699	1,765,129,712
DETAILS OF WRITE-INS		
2501. Contingent suits	390,140	504,088
2502. Loss based assessment	423,834	423,834
2503. Reserve for state escheat payment	908,795	1,216,675
2598. Summary of remaining write-ins for Line 25 from overflow page	640,752	530,784
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	2,363,521	2,675,381
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. SSAP 10 DTA	10,759,335	9,703,585
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)	10,759,335	9,703,585

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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 \$ 538,727,995)	513,528,794	513,285,351	1,024,575,911
1.2 Assumed (written \$ 787,636,231)	744,390,085	700,230,180	1,413,357,699
1.3 Ceded (written \$ 1,040,648,665)	973,836,008	923,148,129	1,860,412,526
1.4 Net (written \$ 285,715,561)	284,082,871	290,367,402	577,521,084
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 202,506,451):			
2.1 Direct	236,722,079	251,598,672	480,802,156
2.2 Assumed	451,871,016	388,068,831	791,809,678
2.3 Ceded	499,025,835	478,169,752	940,991,062
2.4 Net	189,567,260	161,497,751	331,620,772
3. Loss adjustment expenses incurred	31,217,484	29,434,783	59,756,846
4. Other underwriting expenses incurred	97,103,616	94,335,892	192,351,915
5. Aggregate write-ins for underwriting deductions		(13,482)	(13,482)
6. Total underwriting deductions (Lines 2 through 5)	317,888,360	285,254,944	583,716,051
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(33,805,489)	5,112,458	(6,194,967)
INVESTMENT INCOME			
9. Net investment income earned	21,304,877	19,788,342	38,835,375
10. Net realized capital gains (losses) less capital gains tax of \$ 79,276	548,714	(6,759)	(534,821)
11. Net investment gain (loss) (Lines 9 + 10)	21,853,591	19,781,583	38,300,554
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 46,072 amount charged off \$ 1,385,806)	(1,339,734)	(1,472,864)	(2,932,987)
13. Finance and service charges not included in premiums	3,509,311	3,834,322	7,487,968
14. Aggregate write-ins for miscellaneous income	1,141,971	1,388,086	2,151,513
15. Total other income (Lines 12 through 14)	3,311,548	3,749,544	6,706,494
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(8,640,350)	28,643,585	38,812,081
17. Dividends to policyholders	140,516	152,016	260,432
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)	(8,780,866)	28,491,569	38,551,649
19. Federal and foreign income taxes incurred	(2,614,625)	7,214,548	8,258,205
20. Net income (Line 18 minus Line 19)(to Line 22)	(6,166,241)	21,277,021	30,293,444
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	655,121,410	610,168,949	610,168,949
22. Net income (from Line 20)	(6,166,241)	21,277,021	30,293,444
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains (losses) less capital gains tax of \$ 1,694,890	7,261,920	6,142,870	11,824,608
25. Change in net unrealized foreign exchange capital gain (loss)	124,870	(13,764)	113,267
26. Change in net deferred income tax	1,487,043	(524,545)	(1,005,454)
27. Change in nonadmitted assets	5,278,130	6,830,268	3,249,820
28. Change in provision for reinsurance			1,177,245
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in	180		
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			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	1,055,750	(2,474,426)	(700,469)
38. Change in surplus as regards policyholders (Lines 22 through 37)	9,041,652	31,237,424	44,952,461
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	664,163,062	641,406,373	655,121,410
DETAILS OF WRITE-INS			
0501. Loss based assessment			(13,482)
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. Totals (Lines 0501 through 0503 plus 0598)(Line 5 above)		(13,482)	(13,482)
1401. Contingent suit liability	113,948	988,245	1,090,515
1402. Other income	1,028,023	399,841	1,060,998
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above)	1,141,971	1,388,086	2,151,513
3701. SSAP 10 DTA	1,055,750	(2,474,426)	(700,469)
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)	1,055,750	(2,474,426)	(700,469)

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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	257,516,418	295,984,345	567,287,691
2. Net investment income	22,857,590	21,525,664	42,126,876
3. Miscellaneous income	5,319,555	4,552,695	9,329,481
4. Total (Lines 1 to 3)	285,693,562	322,062,704	618,744,048
5. Benefit and loss related payments	162,554,467	165,732,229	341,447,843
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	132,273,574	128,755,796	257,887,169
8. Dividends paid to policyholders	131,694	172,091	312,683
9. Federal and foreign income taxes paid (recovered) net of \$ (431,130) tax on capital gains (losses)	7,974,454		4,701,774
10. Total (Lines 5 through 9)	302,934,188	294,660,116	604,349,469
11. Net cash from operations (Line 4 minus Line 10)	(17,240,626)	27,402,588	14,394,580
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	117,477,343	91,475,935	167,974,946
12.2 Stocks			
12.3 Mortgage loans	78,401	732,978	809,405
12.4 Real estate			
12.5 Other invested assets	391,120		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	1,536		(40,031)
12.7 Miscellaneous proceeds	173,987	18,795,631	110,900
12.8 Total investment proceeds (Lines 12.1 to 12.7)	118,122,387	111,004,544	168,855,220
13. Cost of investments acquired (long-term only):			
13.1 Bonds	113,026,226	28,655,123	73,831,523
13.2 Stocks	504,000	900,000	1,000,000
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			544,223
13.6 Miscellaneous applications	31,834		108,715
13.7 Total investments acquired (Lines 13.1 to 13.6)	113,562,060	29,555,123	75,484,461
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)	4,560,327	81,449,421	93,370,759
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	180		
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)	(43,033,032)	(28,628,396)	(35,528,413)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(43,032,852)	(28,628,396)	(35,528,413)
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)	(55,713,151)	80,223,613	72,236,926
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	77,760,283	5,523,357	5,523,357
19.2 End of period (Line 18 plus Line 19.1)	22,047,132	85,746,970	77,760,283

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

--	--	--

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

C. Accounting Policies

7. Investment in subsidiary and affiliated companies are stated as follows:

The admitted investments in all subsidiary, controlled, and affiliated (SCA) entities are valued using an equity method approach. Under this approach, investments in insurance affiliated companies are stated at underlying statutory equity adjusted for unamortized goodwill. Investments in non-insurance affiliated companies that have no significant ongoing operations other than to hold assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity adjusted to a statutory basis of accounting. Investments in non-insurance affiliated companies that have significant ongoing operations beyond holding assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity. Unaudited affiliated companies of the reporting entity or its affiliates are non-admitted under prescribed SAP accounting practices. Goodwill arising from the acquisition of affiliated companies is amortized over a period of ten years. Unamortized goodwill at June 30, 2011 was \$20.5 million, of which \$5.4 million was nonadmitted due to no statutory audit having been performed on an acquired entity, Freedom Specialty Insurance Company (formerly Atlantic Insurance Company). Unamortized goodwill at December 31, 2010 was \$21.9 million, of which \$5.8 million was nonadmitted.

Note 2 - Accounting Changes and Corrections of Errors

No change.

Note 3 - Business Combinations and Goodwill

No change.

Note 4 - Discontinued Operations

No change.

Note 5 - Investments

A. Mortgage Loans

No change.

B. Troubled Debt Restructuring for Creditors

No change.

C. Reverse Mortgages

No change.

D. Loan-Backed Securities

1. Prepayment assumptions are generally obtained using a model provided by a third-party vendor.

2. Not applicable.

3. Not applicable.

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ (121,483)
2. 12 Months or Longer	<u>\$ (1,065,248)</u>

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months	\$ 20,736,736
2. 12 Months or Longer	<u>\$ 10,479,025</u>

5. The Company reviews all loan-backed and structured securities in which the fair value of the given security is less than the amortized cost to determine if a given security is other-than-temporarily impaired. The Company examines characteristics of the underlying collateral, such as delinquency and default rates, the quality of the underlying borrower, the type of collateral in the pool, the vintage year of the collateral, subordination levels within the structure of the collateral pool, the quality of any credit guarantors, to determine the cash flows expected to be received for the security.

If the severity and duration of the security's unrealized loss indicates a risk of an other-than-temporary impairment, the Company will evaluate if the amortized cost basis of the security will be recovered by comparing the present value of the cash flows expected to be received for the given security with the amortized cost basis of the security. If the present value of cash flows is greater than the amortized cost basis of a security then the security is deemed not to be other-than-temporarily impaired.

E. Repurchase Agreements

No change.

F. Real Estate

No change.

NOTES TO FINANCIAL STATEMENTS

G. Low-Income Housing Tax Credits

No change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No change.

Note 7 - Investment Income

No change.

Note 8 - Derivative Instruments

No change.

Note 9 - Income Taxes

No change.

Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

Effective January 1, 2011 the Company entered into a 100% quota share reinsurance agreement with Veterinary Pet Insurance Company (VPI). Previously, the Company assumed 80% of the quota share activity from VPI.

Note 11 - Debt

No change.

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

No change.

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

No change.

Note 14 - Contingencies

No change.

Note 15 - Leases

No change.

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

No change.

Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

No change.

B. Transfers and Servicing of Financial Assets

No change.

C. Wash Sales

Not applicable.

Note 18 - Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

No change.

Note 19 - Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators

No change.

Note 20 - Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based upon observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources while unobservable inputs reflect the Company's view of market assumptions in the absence of observable market information. The Company utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. In determining fair value, the Company uses various methods including market, income and cost approaches.

The Company categorizes its assets and liabilities measured and reported at fair value in the quarterly statement into a three-level hierarchy based on the priority of the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument in its entirety.

The fair value hierarchy levels are as follows:

Level 1. Unadjusted quoted prices accessible in active markets for identical assets or liabilities at the measurement date.

NOTES TO FINANCIAL STATEMENTS

Level 2. Unadjusted quoted prices for similar assets or liabilities in active markets or inputs (other than quoted prices) that are observable or that are derived principally from or corroborated by observable market data through correlation or other means.

Level 3. Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. Inputs reflect management's best estimate about the assumptions market participants would use at the measurement date in pricing the asset or liability. Consideration is given to the risk inherent in both the method of valuation and the valuation inputs.

The Company periodically reviews its fair value hierarchy classifications for financial assets and liabilities. Changes in observability of significant valuation inputs identified during these reviews may trigger reclassifications. Reclassifications into/out of the fair value hierarchy levels are reported as transfers at the beginning of the period in which the change occurs.

For bonds and marketable stocks for which market quotations are available, the Company generally uses independent pricing services to assist in determining the fair value measurement.

The Company's investments in corporate debt securities, mortgage-backed securities and other asset-backed securities are valued with the assistance of independent pricing services and non-binding broker quotes. The Company's policy is to give priority to pricing obtained from our primary independent pricing service. In the event that pricing information is not available from an independent pricing service, non-binding broker quotes are used to assist in the valuation of the investments. In many cases, only one broker quote is available. The Company's policy is generally not to adjust the values obtained from brokers.

Broker quotes are considered unobservable inputs as only one broker quote is ordinarily obtained, the investment is not traded on an exchange, the pricing is not available to other entities and/or the transaction volume in the same or similar investments has decreased such that generally only one quotation is available. As the brokers often do not provide the necessary transparency into their quotes and methodologies, the Company periodically performs reviews and tests to ensure that quotes are a reasonable estimate of the investments fair value.

For investments valued with the assistance of independent pricing services, the Company obtains the pricing services' methodologies, inputs and assumptions and classifies these investments accordingly in the fair value hierarchy. The Company periodically reviews and tests the pricing and related methodologies obtained from these independent pricing services against secondary sources to ensure that management can validate the investment's fair value and related fair value hierarchy categorization. If large variances are observed between the price obtained from the independent pricing services and secondary sources, the Company analyzes the causes driving the variance.

For certain bonds not priced by independent services (e.g., private placement securities without quoted market prices) a corporate pricing matrix or internally developed pricing model is most often used. The corporate pricing matrix is developed using private spreads for corporate securities with varying weighted average lives and credit quality ratings. The weighted average life and credit quality rating of a bond to be priced using the corporate pricing matrix are important inputs into the model and are used to determine a corresponding spread that is added to the appropriate U.S. Treasury yield to create an estimated market yield for that security. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular bond.

Assets and liabilities measured and reported at fair value as of June 30, 2011:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets at Fair Value				
U.S. Government bonds	\$ -	\$ -	\$ -	\$ -
States, Territories and Possessions	-	-	-	-
Political subdivisions	-	-	-	-
Special revenues	-	-	-	-
Hybrid Securities	-	-	-	-
Credit tenant loans	-	-	-	-
Industrial & Misc.	-	17,667,805	-	17,667,805
Total Bonds	\$ -	\$ 17,667,805	\$ -	\$ 17,667,805
Sec Lending	-	80,416	-	80,416
Preferred Stocks	-	-	-	-
Common Stocks	109,402	-	-	109,402
Loans held for sale	-	-	-	-
Derivative Assets	-	-	-	-
Total Assets at Fair Value	\$ 109,402	\$ 17,748,221	\$ -	\$ 17,857,623
Liabilities at Fair Value				
Derivatives Liabilities	-	-	-	-
Total Liabilities	\$ -	\$ -	\$ -	\$ -

Note 21 - Other Items

No change.

Note 22 - Events Subsequent

There were no events occurring subsequent to June 30, 2011 meriting disclosure.

Note 23 - Reinsurance

No change.

Note 24 - Retrospectively Rated Contracts and Contracts Subject to Redetermination

No change.

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses

No change.

NOTES TO FINANCIAL STATEMENTS

Note 26 - Intercompany Pooling Arrangements

No change.

Note 27 - Structured Settlements

No change.

Note 28 - Health Care Receivables

No change.

Note 29 - Participating Policies

No change.

Note 30 - Premium Deficiency Reserves

No change.

Note 31- High Deductibles

No change.

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No change.

Note 33 - Asbestos/Environmental Reserves

No change.

Note 34 - Subscriber Savings Accounts

No change.

Note 35 - Multiple Peril Crop Insurance

No change.

Note 36 – Financial Guaranty Insurance

A. and B. Not applicable.

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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 the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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 [] 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. 12/31/2011

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. 12/31/2006

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). 03/29/2008

6.4 By what department or departments?
 OH

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 []

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

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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
Nationwide Bank	Columbus, OH	NO..	NO..	YES..	NO..	NO..
Nationwide Investment Services Corp.	Columbus, OH	NO..	NO..	NO..	NO..	YES..
Nationwide Investment Advisors, LLC	Columbus, OH	NO..	NO..	NO..	NO..	YES..
Nationwide Securities, LLC	Dublin, OH	NO..	NO..	NO..	NO..	YES..
Nationwide SA Capital Trust	King of Prussia, PA	NO..	NO..	NO..	NO..	YES..
Nationwide Fund Advisors	King of Prussia, PA	NO..	NO..	NO..	NO..	YES..
Nationwide Fund Distributors, LLC	King of Prussia, PA	NO..	NO..	NO..	NO..	YES..
Nationwide Asset Management, LLC	Columbus, OH	NO..	NO..	NO..	NO..	YES..

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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: \$ 77,934,533

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:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$ 201,458,296
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)	\$ 199,088,351	\$ 201,458,296
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.

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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
The Bank of New York Mellon	1 Wall Street, New York, NY 10286
Royal Trust	77 King St. West, 10th Flr., Toronto, ON M5W 1P9

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 information relating thereto:

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

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

1 Central Registration Depository	2 Name(s)	3 Address
N/A	Members of the investment staff designated by the Chief Investment Officer as detailed in the Corporate Resolution.	One Nationwide Blvd., Columbus, OH 43215-2220

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:

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
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 [X] N/A []
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			10 IBNR	11 TOTAL
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE		
			TOTAL							

5. Operating Percentages:

5.1 A&H loss percent 80.000 %

5.2 A&H cost containment percent 0.000 %

5.3 A&H expense percent excluding cost containment expenses 21.000 %

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 \$

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

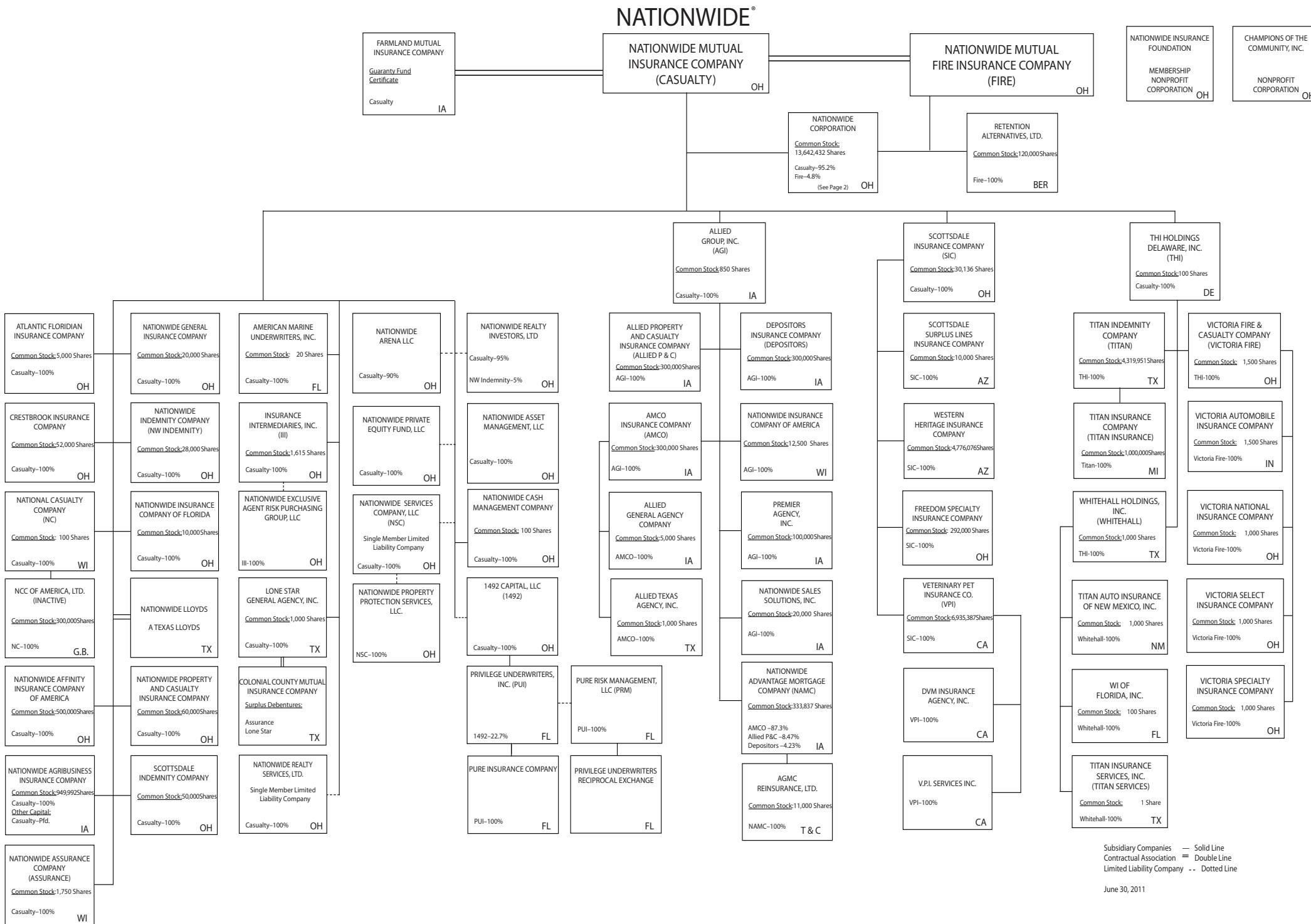
Current Year to Date - Allocated by States and Territories

Direct Premiums Written	Direct Losses Paid (Deductible)
-------------------------	---------------------------------

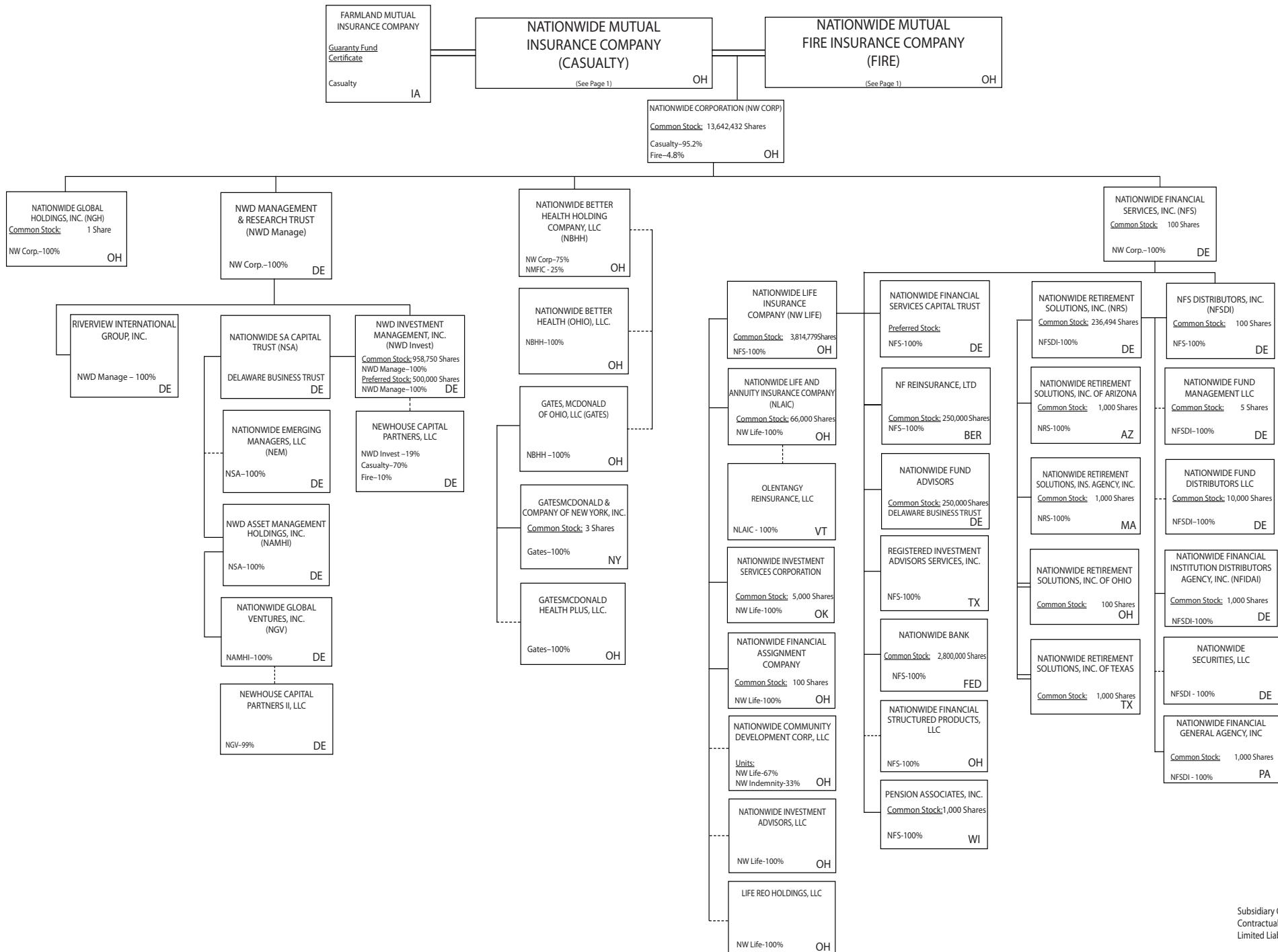
States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL	E	12,039,843	9,258,076	6,395,100	3,227,245	17,645,145
2. Alaska	AK	E	986,569	1,402,014	165,899	50,729	2,724,628
3. Arizona	AZ	L	4,961,905	5,026,444	8,627,133	2,051,494	7,425,100
4. Arkansas	AR	E	3,146,995	2,890,923	1,717,317	2,662,847	4,724,184
5. California	CA	E	83,048,077	81,433,011	32,221,643	37,530,728	184,654,273
6. Colorado	CO	E	5,137,950	5,397,795	2,086,618	1,823,203	13,123,102
7. Connecticut	CT	E	4,092,388	3,508,300	1,359,181	339,777	11,133,735
8. Delaware	DE	L	384,079	889,145	57,295	102,864	1,098,504
9. District of Columbia	DC	E	1,001,294	867,191	217,892	21,696	1,336,748
10. Florida	FL	E	82,499,416	72,601,837	25,858,604	28,330,949	119,767,056
11. Georgia	GA	E	16,119,659	12,408,878	6,234,660	5,915,902	21,085,854
12. Hawaii	HI	E	6,180,432	5,860,452	486,936	770,446	12,715,925
13. Idaho	ID	E	1,537,235	1,349,719	165,147	142,033	3,282,993
14. Illinois	IL	E	13,592,238	14,465,973	3,530,990	2,403,670	62,062,018
15. Indiana	IN	E	5,840,796	6,014,104	2,734,679	3,219,999	13,177,280
16. Iowa	IA	E	4,051,199	3,213,862	867,647	1,027,082	5,760,503
17. Kansas	KS	E	2,884,950	2,432,555	964,986	642,948	4,706,153
18. Kentucky	KY	E	2,344,171	1,585,775	579,896	1,247,711	14,752,497
19. Louisiana	LA	E	33,489,505	34,883,832	11,227,462	14,826,608	112,849,684
20. Maine	ME	E	737,822	1,073,278	145,044	(3,074)	2,037,215
21. Maryland	MD	E	6,209,141	6,113,411	3,055,330	2,682,053	19,383,216
22. Massachusetts	MA	E	11,661,867	10,956,393	4,580,573	3,192,255	28,335,807
23. Michigan	MI	E	3,619,599	3,990,656	967,111	7,109,739	9,862,556
24. Minnesota	MN	E	2,905,617	2,898,452	1,266,945	577,944	11,690,160
25. Mississippi	MS	E	7,062,490	6,505,232	2,723,639	4,041,804	6,843,043
26. Missouri	MO	E	6,467,485	5,863,902	3,625,480	2,275,617	13,673,419
27. Montana	MT	E	1,772,183	2,038,617	991,530	507,091	5,924,750
28. Nebraska	NE	E	1,953,449	2,096,913	602,524	641,571	2,874,298
29. Nevada	NV	E	3,841,235	3,924,637	9,192,071	465,458	11,169,063
30. New Hampshire	NH	E	973,695	965,544	178,808	1,143,652	2,168,388
31. New Jersey	NJ	E	23,226,179	24,599,428	15,698,059	14,614,524	59,526,440
32. New Mexico	NM	E	2,441,906	2,242,847	1,838,587	1,755,424	5,684,159
33. New York	NY	E	41,425,185	42,809,146	22,347,522	32,260,918	208,961,781
34. North Carolina	NC	E	12,067,821	10,922,937	4,328,788	5,806,085	12,886,585
35. North Dakota	ND	E	493,806	374,021	121,980	281,081	932,832
36. Ohio	OH	L	3,164,560	3,054,618	2,015,647	1,932,356	7,144,585
37. Oklahoma	OK	E	5,691,796	5,134,003	5,533,647	5,708,985	7,840,151
38. Oregon	OR	E	4,571,938	3,759,739	5,221,585	2,884,105	11,437,791
39. Pennsylvania	PA	E	9,998,399	9,517,801	7,717,020	2,766,880	32,846,415
40. Rhode Island	RI	E	1,287,098	1,104,105	612,019	1,957,367	3,307,336
41. South Carolina	SC	E	12,950,586	12,238,482	6,459,256	3,372,257	14,600,944
42. South Dakota	SD	E	456,458	376,898	6,838	61,651	711,696
43. Tennessee	TN	E	6,785,845	6,152,656	5,339,688	2,523,820	13,287,103
44. Texas	TX	E	57,550,227	53,424,615	34,171,256	22,900,452	91,582,956
45. Utah	UT	E	2,491,285	2,777,186	899,577	955,694	6,735,519
46. Vermont	VT	E	479,126	438,810	29,537	87,651	1,283,758
47. Virginia	VA	E	8,484,221	8,824,550	1,851,814	2,774,600	14,962,758
48. Washington	WA	E	9,291,643	8,691,185	13,551,213	1,572,601	28,514,514
49. West Virginia	WV	E	2,098,223	1,899,394	375,865	691,058	3,838,512
50. Wisconsin	WI	E	2,263,458	1,811,547	757,761	2,301,688	8,136,997
51. Wyoming	WY	E	864,506	741,558	238,766	67,343	1,448,170
52. American Samoa	AS	N					
53. Guam	GU	N					
54. Puerto Rico	PR	E	42,320	58,695	(2,500)	(2,500)	136,386
55. U.S. Virgin Islands	VI	N					
56. Northern Mariana Islands	MP	N					
57. Canada	CN	N					
58. Aggregate Other Alien OT	XXX		58,125				16,529
59. Totals	(a)	3	538,727,995	512,871,142	261,942,065	236,246,081	1,263,811,214
DETAILS OF WRITE-INS							
5801. England	XXX		58,125				16,529
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		58,125				16,529

(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.



NATIONWIDE®



Subsidiary Companies — Solid Line
 Contractual Association = Double Line
 Limited Liability Company -- Dotted Line

June 30, 2011

NATIONWIDE INSURANCE COMPANIES

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Name of Company
0140	Nationwide	42579	IA	42-1201931	Allied Property and Casualty Insurance Company
0140	Nationwide	19100	IA	42-6054959	AMCO Insurance Company
0140	Nationwide	10127	OH	27-0114983	Atlantic Floridian Insurance Company
0140	Nationwide	22209	OH	75-6013587	Freedom Specialty Insurance Company
0140	Nationwide	29262	TX	74-1061659	Colonial County Mutual Insurance Company
0140	Nationwide	18961	OH	68-0066866	Crestbrook Insurance Company
0140	Nationwide	42587	IA	42-1207150	Depositors Insurance Company
0140	Nationwide	13838	IA	42-0618271	Farmland Mutual Insurance Company
0140	Nationwide	11991	WI	38-0865250	National Casualty Company
0140	Nationwide	26093	OH	48-0470690	Nationwide Affinity Insurance Company of America
0140	Nationwide	28223	IA	42-1015537	Nationwide Agribusiness Insurance Company
0140	Nationwide	10723	WI	95-0639970	Nationwide Assurance Company
0140	Nationwide	23760	OH	31-4425763	Nationwide General Insurance Company
0140	Nationwide	10070	OH	31-1399201	Nationwide Indemnity Company
0140	Nationwide	25453	WI	95-2130882	Nationwide Insurance Company of America
0140	Nationwide	10948	OH	31-1613686	Nationwide Insurance Company of Florida
0140	Nationwide	92657	OH	31-1000740	Nationwide Life and Annuity Insurance Company
0140	Nationwide	66869	OH	31-4156830	Nationwide Life Insurance Company
0140	Nationwide	42110	TX	75-1780981	Nationwide Lloyds
0140	Nationwide	23779	OH	31-4177110	Nationwide Mutual Fire Insurance Company
0140	Nationwide	23787	OH	31-4177100	Nationwide Mutual Insurance Company
0140	Nationwide	37877	OH	31-0970750	Nationwide Property & Casualty Insurance Company
0140	Nationwide	15580	OH	31-1117969	Scottsdale Indemnity Company
0140	Nationwide	41297	OH	31-1024978	Scottsdale Insurance Company
0140	Nationwide	10672	AZ	86-0835870	Scottsdale Surplus Lines Insurance Company
0140	Nationwide	13242	TX	74-2286759	Titan Indemnity Company
0140	Nationwide	36269	MI	86-0619597	Titan Insurance Company
0140	Nationwide	42285	CA	95-3750113	Veterinary Pet Insurance Company
0140	Nationwide	10644	IN	34-1785903	Victoria Automobile Insurance Company
0140	Nationwide	42889	OH	34-1394913	Victoria Fire & Casualty Company
0140	Nationwide	10778	OH	34-1842604	Victoria National Insurance Company
0140	Nationwide	10105	OH	34-1777972	Victoria Select Insurance Company
0140	Nationwide	10777	OH	34-1842602	Victoria Specialty Insurance Company
0140	Nationwide	37150	AZ	86-0561941	Western Heritage Insurance Company
0140	Nationwide	13999	VT	27-1712056	Olentangy Reinsurance, LLC
4664	PURE	13204	FL	26-3109178	PURE Insurance Company
4664	PURE	12873	FL	20-8287105	Privilege Underwriters Reciprocal Exchange

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
PART 1 - LOSS EXPERIENCE

Line 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	18,808,929	3,947,863	21.0	31.4
2. Allied Lines	45,074,834	22,612,781	50.2	42.9
3. Farmowners multiple peril	1,278,528	882,511	69.0	13.5
4. Homeowners multiple peril	26,774,892	16,581,680	61.9	52.9
5. Commercial multiple peril	120,513,204	62,588,885	51.9	41.2
6. Mortgage guaranty				
8. Ocean marine	12,670	(45,984)	(362.9)	969.2
9. Inland marine	8,298,885	1,531,387	18.5	11.3
10. Financial guaranty				
11.1 Medical professional liability - occurrence		(74,598)		
11.2 Medical professional liability - claims-made		(3,598)		
12. Earthquake	48,824			
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	200,161,450	91,160,400	45.5	56.2
17.2 Other liability - claims-made	57,700,981	11,372,564	19.7	35.1
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	9,285,548	7,331,784	79.0	68.3
18.2 Products liability - claims-made	200,275	126,500	63.2	20.9
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability	18,335,052	13,541,292	73.9	90.2
21. Auto physical damage	3,014,194	1,318,614	43.7	41.7
22. Aircraft (all perils)				
23. Fidelity	1,565	(1,285)	(82.1)	27.6
24. Surety				
26. Burglary and theft	101,816	(128,000)	(125.7)	59.4
27. Boiler and machinery	717,752	427,680	59.6	10.6
28. Credit	(32,404)	729,362	(2,250.8)	103.6
29. International				
30. Warranty	3,231,799	2,822,241	87.3	75.5
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	513,528,794	236,722,079	46.1	49.0
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 above)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	
1. Fire	10,134,473	19,174,710	18,307,212	
2. Allied Lines	26,746,458	49,535,450	44,429,289	
3. Farmowners multiple peril	649,804	1,210,965	1,101,437	
4. Homeowners multiple peril	16,922,512	28,545,521	21,670,568	
5. Commercial multiple peril	70,249,045	136,218,389	123,729,150	
6. Mortgage guaranty				
8. Ocean marine	580	2,318	(29,786)	
9. Inland marine	5,224,165	8,220,936	10,092,013	
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake	20,071	52,611	46,666	
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence	119,034,999	206,925,691	209,108,389	
17.2 Other liability - claims-made	27,650,042	59,355,669	47,442,954	
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	3,029,857	7,141,837	14,720,553	
18.2 Products liability - claims-made	57,838	75,338	53,585	
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability	7,065,084	13,907,388	14,877,004	
21. Auto physical damage	1,785,964	3,398,462	3,191,944	
22. Aircraft (all perils)				
23. Fidelity		803	1,135	
24. Surety				
26. Burglary and theft	63,451	95,468	104,114	
27. Boiler and machinery	518,996	1,101,897	824,769	
28. Credit	233,241	473,354	323,333	
29. International				
30. Warranty	2,243,046	3,291,188	2,876,813	
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	291,629,626	538,727,995	512,871,142	
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 above)				

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1+2)	4 2011 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2011 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2011 Loss and LAE Payments (Cols. 4+5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7+8+9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4+7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5+8+9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11+12)
1. 2008 + Prior	86,294	58,719	145,013	25,141	409	25,550	71,217	.952	45,519	117,688	10,064	(11,839)	(1,775)
2. 2009	49,110	34,172	83,282	17,391	370	17,761	37,138	1,028	24,778	62,944	5,419	(7,996)	(2,577)
3. Subtotals 2009 + Prior	135,404	92,891	228,295	42,532	.779	43,311	108,355	1,980	70,297	180,632	15,483	(19,835)	(4,352)
4. 2010	83,544	79,909	163,453	48,495	6,738	55,233	55,039	5,176	42,282	102,497	19,990	(25,713)	(5,723)
5. Subtotals 2010 + Prior	218,948	172,800	391,748	91,027	7,517	98,544	163,394	7,156	112,579	283,129	35,473	(45,548)	(10,075)
6. 2011	XXX	XXX	XXX	XXX	123,105	123,105	XXX	47,555	60,200	107,755	XXX	XXX	XXX
7. Totals	218,948	172,800	391,748	91,027	130,622	221,649	163,394	54,711	172,779	390,884	35,473	(45,548)	(10,075)
8. Prior Year-End Surplus As Regards Policyholders											Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
			655,121								1. 16.2	2. (26.4)	3. (2.6)
													Col. 13, Line 7 As a % of Col. 1 Line 8
													4. (1.5)

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

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.

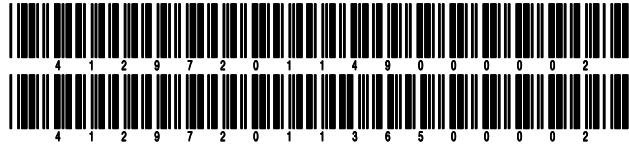
	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	YES
3. Will the Medicare Part D Coverage Supplement be filed with the state 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?	YES

Explanations:

- 1.
- 3.

Bar Codes:

1. Trusteed Surplus Statement [Document Identifier 490]



3. Medicare Part D Coverage Supplement [Document Identifier 365]



STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY
OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Liabilities Line 25

	1 Current Statement Date	2 December 31, Prior Year
2504. Miscellaneous liabilities	17,375	487,903
2505. Funds held equity pools & associations	397	42,881
2506. Escrow liability	1,718	
2507. Pooling expense payable	621,262	
2597. Summary of remaining write-ins for Line 25 from overflow page	640,752	530,784

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

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	3,369,016	4,161,897
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		16,524
7. Deduct amounts received on disposals	78,401	809,405
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)	3,290,615	3,369,016
12. Total valuation allowance	(16,217)	(16,516)
13. Subtotal (Line 11 plus Line 12)	3,274,398	3,352,500
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)	3,274,398	3,352,500

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)		

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	1,104,380,610	1,190,850,459
2. Cost of bonds and stocks acquired	113,530,226	74,831,521
3. Accrual of discount	701,618	843,340
4. Unrealized valuation increase (decrease)	8,965,287	11,381,337
5. Total gain (loss) on disposals	670,279	(704,631)
6. Deduct consideration for bonds and stocks disposed of	117,489,333	167,974,950
7. Deduct amortization of premium	1,771,740	4,379,730
8. Total foreign exchange change in book/adjusted carrying value	124,870	113,267
9. Deduct current year's other than temporary impairment recognized		580,003
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8-9)	1,109,111,817	1,104,380,610
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	1,109,111,817	1,104,380,610

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE 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
BONDS								
1. Class 1 (a)	838,946,538		20,286,766	22,978,908	838,946,538	841,638,680		861,145,529
2. Class 2 (a)	48,113,205		1,038,505	155,228	48,113,205	47,229,928		37,958,725
3. Class 3 (a)	2,061,023		12,782	(225,594)	2,061,023	1,822,647		754,832
4. Class 4 (a)	16,417,325		298,190	227,955	16,417,325	16,347,090		4,727,840
5. Class 5 (a)	19,526,447	5,840	502,039	(18,524,481)	19,526,447	505,767		511,751
6. Class 6 (a)								
7. Total Bonds	925,064,538	5,840	22,138,282	4,612,016	925,064,538	907,544,112		905,098,677
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 and Preferred Stock	925,064,538	5,840	22,138,282	4,612,016	925,064,538	907,544,112		905,098,677

(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 \$; NAIC 2 \$; NAIC 3 \$;

NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SI02

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 Totals	7,897,612	XXX	7,897,612	1,388	

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	78,143,085	62,924,785
2. Cost of short-term investments acquired	1,086,943,216	1,610,719,850
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	1,157,188,689	1,595,501,550
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)	7,897,612	78,143,085
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	7,897,612	78,143,085

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards
N O N E

Schedule DB - Part B - Verification - Futures Contracts
N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open
N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open
N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of
Derivatives
N O N E

Schedule E - Verification - Cash Equivalents
N O N E

Schedule A - Part 2 - Real Estate Acquired and Additions Made
N O N E

Schedule A - Part 3 - Real Estate Disposed
N O N E

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

E02

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired
N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid
N O N E

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1 CUSIP Identification	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 Desig- nation or Market Indicator (a)
961815-#-4	Westwood One Inc Sr Gtd Nt 15.000% 07/1		04/01/2011	Interest Capitalization		5,840	5,840		5
3899999. Bonds - Industrial and Miscellaneous (Unaffiliated)						5,840	5,840		XXX
8399997. Total - Bonds - Part 3						5,840	5,840		XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						5,840	5,840		XXX
8999997. Total - Preferred Stocks - Part 3						XXX	XXX		XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						XXX	XXX		XXX
9799997. Total - Common Stocks - Part 3						XXX	XXX		XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						XXX	XXX		XXX
9899999. Total - Preferred and Common Stocks						XXX	XXX		XXX
9999999 - Totals						5,840	XXX		XXX

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

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

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 For- eign	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 Design- ation or Market In- dicator (a)		
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amor- tization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recogn- ized	14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	15 Total Foreign Exchange Change in Book /Adjusted Carrying Value									
.649085-AA-5	New Valley Generation II Ser 2001 5.57		05/01/2011	Redemption 100,000			140,670	140,670	147,041	144,068		(3,398)	(3,398)		140,670						3,919	05/01/2020	IFE
0599999. Bonds - U.S. Governments							140,670	140,670	147,041	144,068		(3,398)	(3,398)		140,670						3,919	XXX	XXX
.837107-K6-7	South Carolina St GO Cap Impt Ser B 5.		04/01/2011	Call 101,000			3,030,000	3,000,000	3,302,070	3,041,076		(11,076)	(11,076)		3,030,000						80,625	04/01/2013	1FE
.977056-E9-7	Wisconsin St GO Ser B 5.500% 05/01/14		05/01/2011	Call 100,000			1,000,000	1,000,000	1,131,170	1,006,649		(6,649)	(6,649)		1,000,000						27,500	05/01/2014	1FE
1799999. Bonds - U.S. States, Territories and Possessions							4,030,000	4,000,000	4,433,240	4,047,725		(17,725)	(17,725)		4,030,000						108,125	XXX	XXX
.011832-S3-7	Alaska St Hsg Fin Corp Rev Amt Coll 1st		06/01/2011	Call 100,000			15,000	15,000	15,000	15,000					15,000						349	12/01/2024	1FE
.312905-VJ-5	FHLMC REMIC Ser 1077-E 9.000% 05/15/21		06/01/2011	Paydown			8,813	8,813	8,930	8,833		(20)	(20)		8,813						356	04/01/2021	1
.313390-KD-9	FHLMC REMIC Ser 2415 CE 5.500% 02/15/1		06/01/2011	Paydown			134,062	134,062	138,754	135,416		(1,355)	(1,355)		134,062						3,012	12/01/2016	1
.313373-Q2-7	FHLMC REMIC Ser 1674-Z 6.750% 02/15/24		06/01/2011	Paydown			17,505	17,505	18,111	17,855		(350)	(350)		17,505						455	02/01/2024	1
.313370-6P-8	FHLMC Structured Ser 2008 M 7.000% 11/		06/01/2011	Paydown			13,526	13,526	14,037	13,846		(320)	(320)		13,526						400	08/01/2026	1
.313370-CAU-2	FHLMC Structured Ser FSPC T-9 A6 6.564		06/01/2011	Paydown			2,085	2,085	2,066	2,068		17	17		2,085						(18)	12/01/2011	1
.31340Y-DB-2	FHLMC REMIC Ser 12-A 9.250% 11/15/19		05/15/2011	Paydown			1,361	1,361	1,428	1,393		(32)	(32)		1,361						49	01/16/2018	1
.31340Y-GR-4	FHLMC REMIC Ser 22-C 9.500% 04/15/20		05/15/2011	Paydown			3,594	3,594	3,724	3,620		(27)	(27)		3,594						133	03/16/2017	1
.31358E-XG-2	FNMA REMIC Ser 1990-83A 9.250% 07/25/2		06/01/2011	Paydown			984	984	981	979		5	5		984						38	07/25/2020	1
.31358G-X4-4	FNMA REMIC Ser 1991-566 8.600% 06/25/2		06/01/2011	Paydown			4,314	4,314	4,321	4,309		6	6		4,314						153	01/01/2020	1
.31358L-VM-5	FNMA REMIC Ser G92-14Z 7.000% 02/25/22		06/01/2011	Paydown			12,566	12,566	12,764	12,662		(96)	(96)		12,566						363	10/01/2021	1
.31358N-5B-4	FNMA REMIC Ser 1992-124 PZ 7.000% 07/2		06/01/2011	Paydown			21,797	21,797	22,425	22,110		(314)	(314)		21,797						605	07/01/2022	1
.31358N-RT-1	FNMA REMIC Ser G 1992-30Z 7.000% 06/25		06/01/2011	Paydown			6,484	6,484	6,588	6,553		(69)	(69)		6,484						183	05/01/2022	1
.31359Y-BH-5	FNMA Ser 1998-73 CI MZ 6.300% 10/17/38		06/01/2011	Paydown			3,003	3,003	3,050	3,050		(48)	(48)		3,003						79	04/01/2038	1
.313603-GW-6	FNMA REMIC Ser 1989-86E 8.750% 11/25/1		06/01/2011	Paydown			3,066	3,066	3,002	3,033		33	33		3,066						112	11/25/2019	1
.313603-YL-0	FNMA REMIC Ser 1990-16E 9.000% 03/25/2		06/01/2011	Paydown			9,395	9,395	10,226	9,673		(278)	(278)		9,395						327	03/01/2020	1
.31381G-SY-5	FNMA Pool #460535 6.500% 11/25/13		06/01/2011	Paydown			13,864	13,864	13,933	13,839		25	25		13,864						376	11/25/2013	1
.31392E-SX-9	FNMA REMIC Ser 2002-59 CI B 5.500% 09/		06/01/2011	Paydown			26,353	26,353	27,399	26,950		(597)	(597)		26,353						597	06/01/2017	1
.31392H-LS-0	FNMA REMIC Ser 2003-10 CI HY 5.000% 11		05/01/2011	Paydown			348,356	348,356	350,938	347,314		1,042	1,042		348,356						5,962	05/01/2011	1
.31392T-NT-0	FHLMC REMIC Ser 2478 JF 6.000% 08/15/2		06/01/2011	Paydown			27,010	27,010	28,133	27,419		(409)	(409)		27,010						677	12/01/2021	1
.31392U-KL-7	FHLMC REMIC Ser 2504 N 5.500% 09/15/1		06/01/2011	Paydown			52,511	52,511	54,776	53,503		(992)	(992)		52,511						1,186	09/01/2017	1
.31392U-MQ-4	FHLMC REMIC Ser 2503 BH 5.500% 09/15/1		06/01/2011	Paydown			27,814	27,814	28,696	28,039		(225)	(225)		27,814						631	09/01/2017	1
.31392U-RH-9	FHLMC REMIC Ser 2501 AN 5.500% 09/15/1		06/01/2011	Paydown			104,547	104,547	108,402	105,894		(1,347)	(1,347)		104,547						2,357	04/01/2017	1
.31392V-2F-8	FHLMC REMIC Ser 2494 J 5.500% 09/15/17		06/01/2011	Paydown			106,876	106,876	108,930	107,221		(345)	(345)		106,876						2,457	04/01/2017	1
.31392V-7G-1	FHLMC REMIC Ser 2498 BM 5.500% 09/15/1		06/01/2011	Paydown			79,241	79,241	81,457	79,907		(667)	(667)		79,241						1,849	03/01/2017	1
.31392V-7H-3	FHLMC REMIC Ser 2498 BK 5.500% 09/15/1		06/01/2011	Paydown			29,250	29,250	30,164	29,520		(271)	(271)		29,250						649	03/01/2017	1
.31393D-J6-9	FNMA REMIC Ser 2003-59 CI VJ 5.000% 08		06/01/2011	Paydown			27,630	27,630	27,932	27,686		(56)	(56)		27,630						576	09/01/2013	1
.31393H-6S-6	FHLMC REMIC Ser 2543 CI AN 5.000% 12/1		06/01/2011	Paydown			92,982	92,982	92,982	92,610		372	372		92,982						1,945	12/15/2017	1
.31393N-EM-6	FHLMC REMIC Ser 3140 CI UP 6.000% 03/1		06/01/2011	Paydown			148,793	148,793	147,887	148,010		784	784		148,793						3,581	10/15/2036	1
.3837H0-NF-6	GNMA REMIC Ser 1996-5 CI Z 7.000% 05/1		06/01/2011	Paydown			10,944	10,944	11,253	11,157		(212)	(212)		10,944						312	04/01/2026	1
.452226-SN-4	Illinois St Sales Tax Rev Ref Ser Q 6.		06/15/2011	Call 100,000			1,560,000	1,560,000	1,819,256	1,614,331		(54,331)	(54,331)		1,560,000						46,800	06/15/2012	1FE
.59259N-ST-1	Metropolitan Trans Auth NY Rev Ser A 5		05/12/2011	GMS Group			5,177,000	5,000,000	5,230,950	5,142,988		(8,067)	(8,067)		5,134,921						126,389	11/15/2026	1FE
.59259N-SV-6	Metropolitan Trans Auth NY Rev Ser A 5		05/12/2011	GMS Group			5,132,600	5,000,000	5,218,250	5,135,196		(7,620)	(7,620)		5,127,575						126,389	11/15/2028	1FE
.911760-GT-7	Vendee Mtg Tr REMIC Ser 1995-3 1Z 7.25		06/01/2011	Paydown			37,011	37,011	38,042	37,639		(628)	(628)		37,011						1,105	09/01/2025	1
.911760-HH-2	Vendee Mtg Tr REMIC Ser 1996-2 1Z 6.75		06/01/2011																				

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

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 For- eign	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 Design- ation or Market In- dicator (a)			
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amor- tization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recogn- ized	14 Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	15 Total Foreign Exchange Change in Book /Adjusted Carrying Value										
..01082#-AA-3	Alameda Cnty CA Cr Tenant Lease Ser 2002		06/15/2011	Redemption 100,000		13,231	13,231	14,024	13,750		(520)		(520)		13,231						414	06/15/2021	1.....	
..05164#-AA-5	Aurora Health Care (Badger RE) Cr Tenant		06/15/2011	Redemption 100,000		10,538	10,538	10,226	10,332		206		206		10,538						307	12/15/2022	1.....	
..05549#-AA-3	BJs Wholesale Club Inc Cr Ten Lease (HG		06/15/2011	Redemption 100,000		12,782	12,782	12,905	12,866		(84)		(84)		12,782						370	05/15/2022	3.....	
..151895-A*-0	CenterPoint Properties Tr Credit Tenant		06/01/2011	Redemption 100,000		21,418	21,418	21,418	21,418						21,418						673	10/31/2014	1.....	
..50026#-AA-3	Kohls Corp Cr Tenant Lease (Shelby MI)		06/15/2011	Redemption 100,000		20,018	20,018	21,148	20,759		(742)		(742)		20,018						634	12/15/2022	4.....	
..52465#-BP-9	Legg Mason Mtg Cap Corp Ser 2003-CTL-21		06/01/2011	Redemption 100,000		20,379	20,379	20,379	20,379						20,379						410	03/01/2023	1.....	
..52467#-AW-5	Legg Mason Mtg Cap Corp Cr Tenant Lease		06/05/2011	Redemption 100,000		9,698	9,698	9,698	9,698						9,698						205	02/05/2013	2.....	
..65324#-AA-9	Newtown Cr Tenant Lease Ser 2002-CTL 6		06/15/2011	Redemption 100,000		25,093	25,093	25,092	25,092		1		1		25,093						636	05/15/2023	1.....	
..67020B-AA-8	NRRC-D Facilities Corp CTL Lease Rental		06/07/2011	Redemption 100,000		19,788	19,788	19,788	19,788						19,788						536	11/07/2023	1.....	
..91737#-AA-3	United States Govt SS Ls FinTr Fed Ls-Bk		06/15/2011	Redemption 100,000		71,376	71,376	71,141	71,239		137		137		71,376						1,400	11/15/2018	1.....	
..92851#-AA-3	Vivendi SPC Tr Cr Tenant Lease 6.630%		06/15/2011	Redemption 100,000		11,101	11,101	11,101	11,101						11,101						307	04/15/2022	2.....	
..94978#-AT-4	Wells Fargo Bank Northwest NA Cr Tenant		06/01/2011	Redemption 100,000		6,953	6,953	6,953	6,953						6,953						193	08/01/2027	1.....	
..94978#-AU-1	Wells Fargo Bank Northwest NA MiRA Lease		06/15/2011	Redemption 100,000		8,803	8,803	9,217	9,136		(333)		(333)		8,803						271	05/15/2032	1.....	
..94978#-AX-5	Wells Fargo Bank Northwest NA Cr Tenant		06/10/2011	Redemption 100,000		17,706	17,706	17,706	17,706						17,706						490	10/10/2024	2.....	
4199999. Bonds - Credit Tenant Loans					268,884	268,884	270,796	270,217		(1,335)		(1,335)			268,884						6,846	XXX	XXX	
8399997. Total - Bonds - Part 4					22,185,388	21,845,788	22,806,052	21,684,307		172,467		172,467			22,138,284						47,104	47,104	591,405	XXX
8399998. Total - Bonds - Part 5					XXX	XXX	XXX	XXX		XXX		XXX			XXX						XXX	XXX	XXX	XXX
8399999. Total - Bonds					22,185,388	21,845,788	22,806,052	21,684,307		172,467		172,467			22,138,284						47,104	47,104	591,405	XXX
8999997. Total - Preferred Stocks - Part 4					XXX																		XXX	XXX
8999998. Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX		XXX		XXX			XXX						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks					XXX																		XXX	XXX
9799997. Total - Common Stocks - Part 4					XXX																		XXX	XXX
9799998. Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX		XXX		XXX			XXX						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks					XXX																		XXX	XXX
9899999. Total - Preferred and Common Stocks					XXX																		XXX	XXX
9999999 - Totals					22,185,388	XXX	22,806,052	21,684,307		172,467		172,467			22,138,284						47,104	47,104	591,405	XXX

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

E05.1

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open
N O N E

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made
N O N E

Schedule DB - Part D - Counterparty Exposure for Derivative Instruments Open
N O N E

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

1 CUSIP Identification	2 Description	3 NAIC Designation/ Market Indicator	4 Fair Value	5 Book/Adjusted Carrying Value	6 Maturity Dates
0599999. Total - U.S. Government Bonds					XXX
1099999. Total - All Other Government Bonds					XXX
1799999. Total - U.S. States, Territories and Possessions Bonds					XXX
2499999. Total - U.S. Political Subdivisions Bonds					XXX
3199999. Total - U.S. Special Revenues Bonds					XXX
86360W-AC-6 Structured Asset Inv Ln Tr Ser 2006-4 CI	17*		3,269	3,270	07/25/2036
362334-BG-6 GSAA Home Equity Tr Ser 2006-3 CI A1	17*		11,293	11,293	03/25/2036
81376G-AC-4 Securitized AB Receivables LLC Ser 2006-	17*		69,123	69,123	09/25/2036
3399999. Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities			83,685	83,686	XXX
3899999. Total - Industrial and Miscellaneous (Unaffiliated) Bonds			83,685	83,686	XXX
4199999. Total - Credit Tenant Loans					XXX
4899999. Total - Hybrid Securities					XXX
5599999. Total - Parent, Subsidiaries and Affiliates Bonds					XXX
7799999. Total - Issuer Obligations					XXX
7899999. Total - Residential Mortgage-Backed Securities			83,685	83,686	XXX
7999999. Total - Commercial Mortgage-Backed Securities					XXX
8099999. Total - Other Loan-Backed and Structured Securities					XXX
8399999. Total Bonds			83,685	83,686	XXX
8999999. Total - Preferred Stocks					XXX
9799999. Total - Common Stocks					XXX
9899999. Total - Preferred and Common Stocks					XXX
9999999 - Totals			83,685	83,686	XXX

General Interrogatory:

1. Total activity for the year to date Fair Value \$(399,826) Book/Adjusted Carrying Value \$(399,897)
2. Average balance for the year to date Fair Value \$784,372 Book/Adjusted Carrying Value \$784,392
3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:
 NAIC 1 \$83,686 NAIC 2 \$ NAIC 3 \$ NAIC 4 \$ NAIC 5 \$ NAIC 6 \$

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE DL - PART 2
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

9999999 - Totals
General Interroga

xxx

General Interrogatory:

1. Total activity for the year to date Fair Value \$ Book/Adjusted Carrying Value \$
 2. Average balance for the year to date Fair Value \$ Book/Adjusted Carrying Value \$
 3. Grand Total Schedule DL Part 1 and Part 2 Fair Value \$ Book/Adjusted Carrying Value \$

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

STATEMENT AS OF JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

NONE

E12



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

Designate the type of health care providers reported on this page:
Physicians, including surgeons and osteopaths

**SUPPLEMENT A TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 No. of Claims		6 Amount Reported	7 No. of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate Other Aliens	OT							
59. Totals								
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page								
5899. Totals (Lines 5801 through 5803 plus 5898)(Line 58 above)								



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

Designate the type of health care providers reported on this page:
Hospitals

**SUPPLEMENT A TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 No. of Claims		6 Amount Reported	7 No. of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate Other Aliens	OT							
59. Totals								
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page								
5899. Totals (Lines 5801 through 5803 plus 5898)(Line 58 above)								

NONE



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

Designate the type of health care providers reported on this page:
Other health care professionals, including dentists

**SUPPLEMENT A TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 No. of Claims		6 Amount Reported	7 No. of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA					(3,943)		2,380
6. Colorado	CO					(163)		204
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL					(5,986)		3,681
11. Georgia	GA					(1,827)		690
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL					(17,983)		3,146
15. Indiana	IN					(5,152)	(60,000)	1 (59,593)
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI					(5,519)		1,350
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ					(8,223)		2,289
32. New Mexico	NM							
33. New York	NY					(8,217)		2,122
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA					(8,976)		3,602
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN					(6,849)		821
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA					(1,760)		553
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate Other Aliens	OT							
59. Totals						(74,598)	(60,000)	1 (38,755)
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page								
5899. Totals (Lines 5801 through 5803 plus 5898)(Line 58 above)								



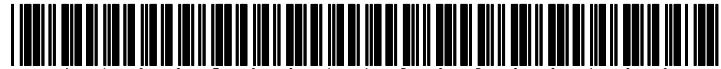
SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

Designate the type of health care providers reported on this page:
Other health care facilities

**SUPPLEMENT A TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 No. of Claims		6 Amount Reported	7 No. of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate Other Aliens	OT							
59. Totals								
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page								
5899. Totals (Lines 5801 through 5803 plus 5898)(Line 58 above)								

NONE



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2011 OF THE SCOTTSDALE INSURANCE COMPANY

DIRECTOR AND OFFICER SUPPLEMENT

Year To Date For The Period Ended JUNE 30, 2011

NAIC Group Code 0140

NAIC Company Code 41297

Company Name SCOTTSDALE INSURANCE COMPANY

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$(617,836)	\$191,580	\$47,468

2. Commercial Multiple Peril (CMP) Packaged Policies

2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? Yes [] No [X]

2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? Yes [] No [X]

2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified: \$

2.32 Amount estimated using reasonable assumptions: \$

2.4 If the answer to question 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies. \$