

Pages amended to correct Prior Year to Date information.



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2011
OF THE CONDITION AND AFFAIRS OF THE

GRANGE INSURANCE COMPANY OF MICHIGAN

NAIC Group Code	00267 (Current Period)	00267 (Prior Period)	NAIC Company Code	11136	Employer's ID Number	31-1769414
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States					
Incorporated/Organized	04/23/2001		Commenced Business	07/26/2001		
Statutory Home Office	671 South High Street (Street and Number)		Columbus, OH 43206-1014 (City or Town, State and Zip Code)			
Main Administrative Office	671 South High Street (Street and Number)		Columbus, OH 43206-1014 (City or Town, State and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Mail Address	671 South High Street, P.O. Box 1218 (Street and Number or P.O. Box)		Columbus, OH 43216-1218 (City or Town, State and Zip Code)			
Primary Location of Books and Records	671 South High Street (Street and Number)		Columbus, OH 43206-1014 (City or Town, State and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Internet Web Site Address	www.grangeinsurance.com					
Statutory Statement Contact	David Sidney Ackermann (Name)		614-445-2900 (Area Code) (Telephone Number) (Extension)			
	ackermannd@grangeinsurance.com (E-mail Address)		614-542-3017 (Fax Number)			

OFFICERS

Name	Title	Name	Title
THOMAS HOWARD WELCH	PRESIDENT & CEO	DAVID TRUFANT ROARK	VP & SECRETARY
JOHN PAUL MCCAFFREY	VP & CFO		

OTHER OFFICERS

JOHN CHRISTOPHER MONTGOMERY	VP - INVESTMENTS
-----------------------------	------------------

DIRECTORS OR TRUSTEES

DOUGLAS PAUL BUTH	GLENN EUGENE CORLETT	ELWOOD GORDON GEE	ROBERT ENLOW HOYT #
JOHN PAUL MCCAFFREY #	ROBERT JOHN O'BRIEN	MICHAEL VERNE PARROTT	MARY MARNETTE PERRY
MELVIN GEORGE PYE JR	THOMAS SIMRALL STEWART	PHILIP WAYNE STICHTER	THOMAS HOWARD WELCH
DAVID CHARLES WETMORE			

State of Ohio

County of Franklin ss

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

THOMAS HOWARD WELCH PRESIDENT & CEO	DAVID TRUFANT ROARK VP & SECRETARY	JOHN PAUL MCCAFFREY VP & CFO
----------------------------------------	---------------------------------------	---------------------------------

a. Is this an original filing? Yes [] No [X]

b. If no:

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

1
01/18/2012
4

Subscribed and sworn to before me this
18th day of January, 2012

Teresa J. Burchwell, Notary Public
April 28, 2012

STATEMENT AS OF SEPTEMBER 30, 2011 OF THE GRANGE INSURANCE COMPANY OF MICHIGAN

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 \$ 78,747,790)	80,106,438	80,136,027	108,098,196
1.2 Assumed (written \$ 19,731,401)	19,663,932	21,119,480	28,044,406
1.3 Ceded (written \$ 78,787,254)	80,129,244	80,154,836	108,131,826
1.4 Net (written \$ 19,691,937)	19,641,126	21,100,671	28,010,776
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 11,944,981):			
2.1 Direct	130,354,781	56,656,827	88,514,318
2.2 Assumed	12,081,491	13,075,164	17,149,135
2.3 Ceded	130,490,168	56,668,356	88,537,295
2.4 Net	11,946,104	13,063,635	17,126,158
3. Loss adjustment expenses incurred	2,092,400	2,285,273	2,971,546
4. Other underwriting expenses incurred	6,311,374	6,858,186	8,894,260
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	20,349,878	22,207,094	28,991,964
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(708,752)	(1,106,423)	(981,188)
INVESTMENT INCOME			
9. Net investment income earned	1,251,461	1,080,774	1,432,002
10. Net realized capital gains (losses) less capital gains tax of \$ (47,211)	(87,678)	(25,884)	(97,466)
11. Net investment gain (loss) (Lines 9 + 10)	1,163,783	1,054,890	1,334,536
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 1,861 amount charged off \$ 159,080)	(157,219)	(182,912)	(255,353)
13. Finance and service charges not included in premiums	1,991,069	2,292,887	3,036,920
14. Aggregate write-ins for miscellaneous income	19,924	22,566	29,214
15. Total other income (Lines 12 through 14)	1,853,774	2,132,541	2,810,781
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	2,308,805	2,081,008	3,164,129
17. Dividends to policyholders	60,204	63,041	80,891
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)	2,248,601	2,017,967	3,083,238
19. Federal and foreign income taxes incurred	681,431	636,381	729,884
20. Net income (Line 18 minus Line 19)(to Line 22)	1,567,170	1,381,586	2,353,354
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	28,258,464	26,007,714	26,007,714
22. Net income (from Line 20)	1,567,170	1,381,586	2,353,354
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		0	0
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	(80,914)	(218,622)	(119,976)
27. Change in nonadmitted assets	(197,243)	27,882	17,372
28. Change in provision for reinsurance		0	0
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	1,289,013	1,190,846	2,250,750
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	29,547,477	27,198,560	28,258,464
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous Income	19,924	22,566	29,214
1402.		0	0
1403.		0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	19,924	22,566	29,214
3701.		0	0
3702.		0	0
3703.		0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2011 OF THE GRANGE INSURANCE COMPANY OF MICHIGAN

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.....	19,270,646	21,349,188	27,935,574
2. Net investment income.....	1,278,799	1,028,702	1,552,395
3. Miscellaneous income.....	1,853,774	2,132,541	2,810,781
4. Total (Lines 1 to 3).....	22,403,219	24,510,431	32,298,750
5. Benefit and loss related payments.....	13,778,131	12,829,990	16,979,282
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	8,726,538	9,238,539	11,801,985
8. Dividends paid to policyholders.....	54,814	64,437	83,266
9. Federal and foreign income taxes paid (recovered) net of \$(47,211) tax on capital gains (losses).....	677,401	665,940	665,941
10. Total (Lines 5 through 9).....	23,236,884	22,798,906	29,530,474
11. Net cash from operations (Line 4 minus Line 10).....	(833,665)	1,711,525	2,768,276
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	12,475,946	10,155,682	11,531,058
12.2 Stocks.....	0	0	0
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	3,664,547	808,251	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	16,140,493	10,963,933	11,531,058
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	11,464,362	12,840,469	15,181,078
13.2 Stocks.....	0	0	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	11,464,362	12,840,469	15,181,078
14. Net increase (or decrease) in contract loans and premium notes.....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	4,676,131	(1,876,536)	(3,650,020)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	477,041	890,042	760,404
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	477,041	890,042	760,404
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).....	4,319,507	725,031	(121,340)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	563,235	684,575	684,575
19.2 End of period (Line 18 plus Line 19.1).....	4,882,742	1,409,606	563,235

STATEMENT AS OF SEPTEMBER 30, 2011 OF THE GRANGE INSURANCE COMPANY OF MICHIGAN

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL.	N	0	0	0	0	0
2. Alaska	AK.	N	0	0	0	0	0
3. Arizona	AZ.	N	0	0	0	0	0
4. Arkansas	AR.	N	0	0	0	0	0
5. California	CA.	N	0	0	0	0	0
6. Colorado	CO.	N	0	0	0	0	0
7. Connecticut	CT.	N	0	0	0	0	0
8. Delaware	DE.	N	0	0	0	0	0
9. District of Columbia	DC.	N	0	0	0	0	0
10. Florida	FL.	N	0	0	0	0	0
11. Georgia	GA.	N	0	0	0	0	0
12. Hawaii	HI.	N	0	0	0	0	0
13. Idaho	ID.	N	0	0	0	0	0
14. Illinois	IL.	N	0	0	0	0	0
15. Indiana	IN.	N	0	0	0	0	0
16. Iowa	IA.	N	0	0	0	0	0
17. Kansas	KS.	N	0	0	0	0	0
18. Kentucky	KY.	N	0	0	0	0	0
19. Louisiana	LA.	N	0	0	0	0	0
20. Maine	ME.	N	0	0	0	0	0
21. Maryland	MD.	N	0	0	0	0	0
22. Massachusetts	MA.	N	0	0	0	0	0
23. Michigan	MI.	L	78,747,790	84,062,993	48,622,289	43,750,867	247,303,316
24. Minnesota	MN.	N	0	0	0	0	0
25. Mississippi	MS.	N	0	0	0	0	0
26. Missouri	MO.	N	0	0	0	0	0
27. Montana	MT.	N	0	0	0	0	0
28. Nebraska	NE.	N	0	0	0	0	0
29. Nevada	NV.	N	0	0	0	0	0
30. New Hampshire	NH.	N	0	0	0	0	0
31. New Jersey	NJ.	N	0	0	0	0	0
32. New Mexico	NM.	N	0	0	0	0	0
33. New York	NY.	N	0	0	0	0	0
34. North Carolina	NC.	N	0	0	0	0	0
35. North Dakota	ND.	N	0	0	0	0	0
36. Ohio	OH.	L	0	0	0	0	0
37. Oklahoma	OK.	N	0	0	0	0	0
38. Oregon	OR.	N	0	0	0	0	0
39. Pennsylvania	PA.	N	0	0	0	0	0
40. Rhode Island	RI.	N	0	0	0	0	0
41. South Carolina	SC.	N	0	0	0	0	0
42. South Dakota	SD.	N	0	0	0	0	0
43. Tennessee	TN.	N	0	0	0	0	0
44. Texas	TX.	N	0	0	0	0	0
45. Utah	UT.	N	0	0	0	0	0
46. Vermont	VT.	N	0	0	0	0	0
47. Virginia	VA.	N	0	0	0	0	0
48. Washington	WA.	N	0	0	0	0	0
49. West Virginia	WV.	N	0	0	0	0	0
50. Wisconsin	WI.	N	0	0	0	0	0
51. Wyoming	WY.	N	0	0	0	0	0
52. American Samoa	AS.	N	0	0	0	0	0
53. Guam	GU.	N	0	0	0	0	0
54. Puerto Rico	PR.	N	0	0	0	0	0
55. U.S. Virgin Islands	VI.	N	0	0	0	0	0
56. Northern Mariana Islands	MP.	N	0	0	0	0	0
57. Canada	CN.	N	0	0	0	0	0
58. Aggregate Other Alien	OT.	XXX	0	0	0	0	0
59. Totals	(a)	2	78,747,790	84,062,993	48,622,289	43,750,867	247,303,316
DETAILS OF WRITE-INS		XXX	0	0	0	0	0
5801.		XXX	0	0	0	0	0
5802.		XXX	0	0	0	0	0
5803.		XXX	0	0	0	0	0
5898.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0
5899.	TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

STATEMENT AS OF SEPTEMBER 30, 2011 OF THE GRANGE INSURANCE COMPANY OF MICHIGAN

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	549,853	216,266	39.3	30.4
2. Allied lines	342,597	376,781	110.0	36.8
3. Farmowners multiple peril	292,381	539,376	184.5	209.6
4. Homeowners multiple peril	18,149,792	11,796,665	65.0	67.8
5. Commercial multiple peril	3,909,607	3,558,723	91.0	74.1
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine	562,627	377,226	67.0	48.9
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability -occurrence			0.0	0.0
11.2 Medical professional liability -claims made			0.0	0.0
12. Earthquake	4,270	0	0.0	0.0
13. Group accident and health			0.0	0.0
14. Credit accident and health			0.0	0.0
15. Other accident and health			0.0	0.0
16. Workers' compensation	766,629	503,614	65.7	56.5
17.1 Other liability occurrence	582,135	19,174	3.3	396.7
17.2 Other liability-claims made	224	(2,517)	(1,123.7)	679.9
17.3 Excess Workers' Compensation			0.0	0.0
18.1 Products liability-occurrence	405	(30)	(7.4)	18.8
18.2 Products liability-claims made			0.0	0.0
19.1,19.2 Private passenger auto liability	33,439,070	97,839,167	292.6	69.8
19.3,19.4 Commercial auto liability	1,854,752	2,068,400	111.5	71.2
21. Auto physical damage	19,651,945	13,061,930	66.5	66.7
22. Aircraft (all perils)			0.0	0.0
23. Fidelity			0.0	0.0
24. Surety			0.0	0.0
26. Burglary and theft	151	6	4.0	(26.7)
27. Boiler and machinery			0.0	0.0
28. Credit			0.0	0.0
29. International			0.0	0.0
30. Warranty			0.0	0.0
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	0	0	0.0	0.0
TOTALS	80,106,438	130,354,781	162.7	70.7
DETAILS OF WRITE-INS				
3401.			0.0	0.0
3402.			0.0	0.0
3403.			0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	
1. Fire	206,964	544,099	537,295	
2. Allied lines	128,707	338,440	333,165	
3. Farmowners multiple peril	60,898	230,238	237,579	
4. Homeowners multiple peril	6,757,837	17,719,373	18,592,162	
5. Commercial multiple peril	1,372,441	4,268,531	3,639,024	
6. Mortgage guaranty	0		0	
8. Ocean marine	0		0	
9. Inland marine	194,345	549,380	603,156	
10. Financial guaranty	0		0	
11.1 Medical professional liability-occurrence	0		0	
11.2 Medical professional liability-claims made	0		0	
12. Earthquake	3,226	5,657	3,852	
13. Group accident and health	0		0	
14. Credit accident and health	0		0	
15. Other accident and health	0		0	
16. Workers' compensation	393,655	1,013,895	459,175	
17.1 Other liability occurrence	222,024	593,481	571,937	
17.2 Other liability-claims made	150	150	150	
17.3 Excess Workers' Compensation	0		0	
18.1 Products liability-occurrence	709	840	424	
18.2 Products liability-claims made	0		0	
19.1,19.2 Private passenger auto liability	10,501,280	32,644,299	35,385,106	
19.3,19.4 Commercial auto liability	616,148	2,168,687	1,645,948	
21. Auto physical damage	5,670,548	18,670,278	22,053,920	
22. Aircraft (all perils)	0		0	
23. Fidelity	0		0	
24. Surety	0		0	
26. Burglary and theft	342	442	100	
27. Boiler and machinery	0		0	
28. Credit	0		0	
29. International	0		0	
30. Warranty	0		0	
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	0	0	0	
TOTALS	26,129,274	78,747,790	84,062,993	
DETAILS OF WRITE-INS				
3401.		0		0
3402.		0		0
3403.		0		0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0	0