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QUARTERLY STATEMENT

As of September 30, 2011

of the Condition and Affairs of the

UNITED FINANCIAL CASUALTY COMPANY

NAIC Group Code.....155, 155 (Current Period) (Prior Period) NAIC Company Code..... 11770 Employer's ID Number..... 36-3298008

Organized under the Laws of OH State of Domicile or Port of Entry OH Country of Domicile US

Incorporated/Organized..... June 13, 1984 Commenced Business..... August 10, 1984

Statutory Home Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	440-461-5000 *(Area Code) (Telephone Number)*
Mail Address	P.O. BOX 89490….. CLEVELAND ..... OH ..... 44101-6490 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	440-395-4460 *(Area Code) (Telephone Number)*
Internet Web Site Address	PROGRESSIVE.COM	
Statutory Statement Contact	MARY BETH ANDREANO *(Name)*	440-395-4460 *(Area Code) (Telephone Number) (Extension)*
	FINANCIAL_REPORTING@PROGRESSIVE.COM *(E-Mail Address)*	440-446-7168 *(Fax Number)*

POLICYHOLDER SERVICES AND CLAIMS REPORTING -- 1-800-PROGRESSIVE (1-800-776-4737)

OFFICERS

Name	Title	Name	Title
MICHAEL WILLIAM BISSLER	PRESIDENT	PATRICIA MITCHELL CORWIN	SECRETARY
KEVIN PATRICK MAHER	TREASURER		

OTHER

PATRICIA ONODY BEMER	(VICE PRESIDENT)	WILLIAM RAYMOND KAMPF	(VICE PRESIDENT)
SANDRA LEE RIHVALSKY	(VICE PRESIDENT)	MARGARET ANN ROSE	(ASST. SECRETARY)

DIRECTORS OR TRUSTEES

PATRICIA ONODY BEMER	MICHAEL WILLIAM BISSLER	JEANETTE LOUISE HISEK #	WILLIAM RAYMOND KAMPF
KEVIN PATRICK MAHER			

State of........ OHIO
County of..... CUYAHOGA

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

(Signature)	(Signature)	(Signature)
MICHAEL WILLIAM BISSLER	MARGARET ANN ROSE	KEVIN PATRICK MAHER
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
PRESIDENT	ASSISTANT SECRETARY	TREASURER
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This 7TH day of NOVEMBER, 2011

a. Is this an original filing? Yes [X] No [ ]
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	1,048,896,895		1,048,896,895	1,179,007,991
2. Stocks:				
2.1 Preferred stocks	65,079,325		65,079,325	72,160,625
2.2 Common stocks	177,510,746		177,510,746	109,532,701
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($..........0), cash equivalents ($.....13,999,900) and short-term investments ($.....449,488)	14,449,388		14,449,388	28,208,489
6. Contract loans (including $..........0 premium notes)			0	
7. Derivatives			0	
8. Other invested assets			0	
9. Receivables for securities			0	
10. Securities lending reinvested collateral assets			0	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,305,936,354	0	1,305,936,354	1,388,909,806
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	9,225,091		9,225,091	11,206,382
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	30,553,738	1,708,545	28,845,193	29,842,286
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	204,899,059		204,899,059	182,975,138
15.3 Accrued retrospective premiums	315		315	
16. Reinsurance:				
161. Amounts recoverable from reinsurers			0	
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts			0	
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon			0	
18.2 Net deferred tax asset	54,118,783	7,456,486	46,662,297	43,276,839
19. Guaranty funds receivable or on deposit			0	
20. Electronic data processing equipment and software			0	
21. Furniture and equipment, including health care delivery assets ($..........0)			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates	49,512,155		49,512,155	36,868,315
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	1,261,805	772,024	489,781	447,247
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	1,655,507,300	9,937,055	1,645,570,245	1,693,526,013
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	1,655,507,300	9,937,055	1,645,570,245	1,693,526,013

DETAILS OF WRITE-INS

	1	2	3	4
1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. STATE UNEARNED SURCHARGE RECOVERABLE	489,781		489,781	447,247
2502. PREPAID EXPENSES	770,990	770,990	0	
2503. MISCELLANEOUS OTHER ASSETS	1,034	1,034	0	
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	1,261,805	772,024	489,781	447,247

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....222,500,869)	579,996,445	612,826,163
2.	Reinsurance payable on paid losses and loss adjustment expenses	90,411,499	92,621,698
3.	Loss adjustment expenses	119,982,878	122,788,681
4.	Commissions payable, contingent commissions and other similar charges	205,411	267,775
5.	Other expenses (excluding taxes, licenses and fees)	325,626	74,194
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	2,552,962	2,481,615
7.1	Current federal and foreign income taxes (including $.....1,264,209 on realized capital gains (losses))	13,558,117	18,344,670
7.2	Net deferred tax liability		
8.	Borrowed money $..........0 and interest thereon $..........0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $.....4,721 and including warranty reserves of $..........0)	431,847,955	408,235,802
10.	Advance premium	3,813,883	3,869,884
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	1,297	354
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding	16,653,784	18,518,219
19.	Payable to parent, subsidiaries and affiliates		
20.	Derivatives		
21.	Payable for securities	121	
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $..........0 and interest thereon $..........0		
25.	Aggregate write-ins for liabilities	6,753,220	7,210,112
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,266,103,198	1,287,239,167
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	1,266,103,198	1,287,239,167
29.	Aggregate write-ins for special surplus funds	7,208,639	4,692,151
30.	Common capital stock	3,008,000	3,008,000
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds	0	0
33.	Surplus notes		
34.	Gross paid in and contributed surplus	221,373,432	221,373,432
35.	Unassigned funds (surplus)	147,876,976	177,213,263
36.	Less treasury stock, at cost:		
	36.1 ....0.000 shares common (value included in Line 30 $..........0)		
	36.2 ....0.000 shares preferred (value included in Line 31 $..........0)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36)	379,467,047	406,286,846
38.	Totals	1,645,570,245	1,693,526,013

DETAILS OF WRITE-INS

2501.	STATE PLAN LIABILITY	5,910,470	6,530,623
2502.	OTHER LIABILITIES	475,552	478,251
2503.	ESCHEATABLE PROPERTY	345,996	175,944
2598.	Summary of remaining write-ins for Line 25 from overflow page	21,202	25,294
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	6,753,220	7,210,112
2901.	SPECIAL SURPLUS FUNDS PER SSAP 10R	7,208,639	4,692,151
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	7,208,639	4,692,151
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above)	0	0

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 $.....327,696,171)	320,495,848	387,098,112	504,235,009
1.2 Assumed (written $.....415,534,199)	399,117,647	401,038,503	536,011,167
1.3 Ceded (written $.....5,807)	1,085	7,535	7,535
1.4 Net (written $.....743,224,563)	719,612,410	788,129,080	1,040,238,641
DEDUCTIONS:			
2. Losses incurred (current accident year $.....435,539,743):			
2.1 Direct	163,301,782	194,019,764	247,059,262
2.2 Assumed	227,709,405	233,247,406	313,210,458
2.3 Ceded	803	6,842	6,842
2.4 Net	391,010,384	427,260,328	560,262,878
3. Loss adjustment expenses incurred	71,591,861	75,425,333	96,692,947
4. Other underwriting expenses incurred	157,339,128	168,314,801	215,260,494
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	619,941,373	671,000,462	872,216,319
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	99,671,037	117,128,618	168,022,322
INVESTMENT INCOME			
9. Net investment income earned	35,046,088	36,251,707	48,531,604
10. Net realized capital gains (losses) less capital gains tax of $.....3,073,641	7,691,700	13,514,917	15,302,997
11. Net investment gain (loss) (Lines 9 + 10)	42,737,788	49,766,624	63,834,601
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $.....241,135 amount charged off $.....5,571,347)	(5,330,212)	(6,708,911)	(8,492,909)
13. Finance and service charges not included in premiums	3,432,699	3,884,971	5,147,059
14. Aggregate write-ins for miscellaneous income	5,080,913	4,568,636	6,253,941
15. Total other income (Lines 12 through 14)	3,183,400	1,744,696	2,908,091
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	145,592,225	168,639,938	234,765,014
17. Dividends to policyholders			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	145,592,225	168,639,938	234,765,014
19. Federal and foreign income taxes incurred	46,635,459	50,532,299	68,158,859
20. Net income (Line 18 minus Line 19) (to Line 22)	98,956,766	118,107,639	166,606,155
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	406,286,846	405,404,803	405,404,803
22. Net income (from Line 20)	98,956,766	118,107,639	166,606,155
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....(10,394,117)	(19,303,361)	8,852,038	12,675,103
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	447,827	(12,891,554)	(17,319,388)
27. Change in nonadmitted assets	(9,437,519)	16,900,737	28,747,958
28. Change in provision for reinsurance			
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			
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	(100,000,000)	(100,000,000)	(185,826,684)
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	2,516,488	(1,203,475)	(4,001,101)
38. Change in surplus as regards policyholders (Lines 22 through 37)	(26,819,799)	29,765,385	882,043
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	379,467,047	435,170,188	406,286,846

DETAILS OF WRITE-INS

0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0	0
1401. FINANCE & SERVICE CHARGE REVENUE ASSUMED	5,012,096	4,522,253	6,203,100
1402. MISCELLANEOUS OTHER INCOME (EXPENSE)	48,567	2,140	(7,943)
1403. INTEREST INCOME ON INTERCOMPANY BALANCES	20,250	44,243	58,784
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	5,080,913	4,568,636	6,253,941
3701. ADDITIONAL ADMITTED DEFERRED TAX ASSET PER SSAP 10R	2,516,488	(1,190,770)	(3,915,838)
3702. CHANGE IN ELIMINATION IN DEFERRED UNREALIZED GAIN PER SSAP 25 NET OF CAPITAL GAINS TAX		(12,705)	(85,263)
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above)	2,516,488	(1,203,475)	(4,001,101)

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	722,983,400	796,195,156	1,033,339,675
2.	Net investment income	59,583,060	55,840,318	74,518,629
3.	Miscellaneous income	2,980,826	1,677,348	2,770,800
4.	Total (Lines 1 through 3)	785,547,286	853,712,822	1,110,629,104
5.	Benefit and loss related payments	426,050,301	452,365,912	595,452,183
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	231,476,377	250,468,076	322,751,107
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $.....2,527,542 tax on capital gains (losses)	54,495,653	58,490,720	66,633,783
10.	Total (Lines 5 through 9)	712,022,331	761,324,708	984,837,073
11.	Net cash from operations (Line 4 minus Line 10)	73,524,955	92,388,114	125,792,031
	CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	656,649,910	425,166,165	526,625,539
	12.2 Stocks	9,302,190	716,587	11,810,234
	12.3 Mortgage loans			
	12.4 Real estate			
	12.5 Other invested assets			
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
	12.7 Miscellaneous proceeds	121		
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	665,952,221	425,882,752	538,435,773
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	542,324,275	320,119,779	405,978,349
	13.2 Stocks	95,901,297	52,073,637	54,800,998
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications		26,386	
	13.7 Total investments acquired (Lines 13.1 to 13.6)	638,225,572	372,219,802	460,779,347
14.	Net increase (decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	27,726,649	53,662,950	77,656,426
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock			
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders	100,000,000		185,826,684
	16.6 Other cash provided (applied)	(15,010,705)	(12,921,987)	10,500,516
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(115,010,705)	(12,921,987)	(175,326,168)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	(13,759,101)	133,129,077	28,122,289
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	28,208,489	86,200	86,200
	19.2 End of period (Line 18 plus Line 19.1)	14,449,388	133,215,277	28,208,489

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

20.0001			

1. Summary of Significant Accounting Policies

D. Accounting Practices

The accompanying statutory-basis financial statements of United Financial Casualty Company (the “Company”) were prepared on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance (“DOI”).

The Ohio DOI requires insurance companies domiciled in the state of Ohio to prepare their statutory-basis financial statements in accordance with the National Association of Insurance Commissioners’ (“NAIC”) *Accounting Practices and Procedures Manual* subject to any deviations prescribed or permitted by the Ohio DOI. No deviations from NAIC statutory accounting policies (“NAIC SAP”) were used in preparing these statutory-basis financial statements.

2. Accounting Changes and Corrections of Errors

No significant change

3. Business Combinations and Goodwill

No significant change

4. Discontinued Operations

No significant change

5. Investments

D. Loan-Backed Securities

Effective for the third quarter 2009 reporting period, the Company adopted *Statement of Statutory Accounting Principles (“SSAP”)* No. 43R, Loan-backed and Structured Securities. Pursuant to the new standard, the Company analyzes its structured debt securities to determine if the Company intends to sell, or if it is more likely than not that the Company will be required to sell, the security prior to recovery and, if so, the Company writes down the security to its current fair value with the entire amount of the write-down recorded as a realized loss. To the extent that it is more likely than not that the Company will hold the debt security until recovery (which could be maturity), the Company determines if any of the decline in value is due to a credit loss (i.e., where the present value of cash flows expected to be collected is lower than the amortized cost basis of the security) and, if so, the Company recognizes that portion of the impairment as a realized loss.

The sources used to determine prepayment assumptions are derived from updated cash flows from reputable pricing services. The Company’s portfolio managers review the available cash flow data and prepayment assumptions and make adjustments based on current performance indicators on the underlying assets (i.e., delinquency rates, foreclosure rates, and default rates), credit support (via current levels of subordination), and historical credit ratings.

As of September 30, 2011, the Company did not intend to sell the loan-backed or structured debt securities on which a credit loss was recognized, and determined that it is more likely than not that the Company will not be required to sell the securities prior to the recovery (which could be maturity) of their respective cost basis.

The following table shows, as of September 30, 2011, the Company’s other-than-temporary impairment for loan-backed and structured debt securities since the adoption of SSAP No. 43R.

CUSIP	Amortized cost before current period other-than-temporary impairment	Projected Cash Flows	Recognized other-than-temporary Impairment	Amortized Cost after other-than-temporary Impairment	Fair Value at time of other-than-temporary impairment	Financial Statement date when other-than-temporary impairment was reported
68389FKP8	$ 8,184,699	$ 8,037,244	$ 147,455	$ 8,037,244	$ 5,975,010	2009 - Q4
855541AB4	3,930,524	3,603,865	326,659	3,603,865	3,458,325	2010 - Q2
1266732M3	1,661,109	980,639	680,470	980,639	980,639	2010 - Q3
144531BE9	6,132,531	5,903,889	228,642	5,903,889	3,946,657	2011 - Q1
855541AB4	3,247,770	3,108,268	139,502	3,108,268	3,108,268	2011 - Q1
07387AGH2	1,939,622	1,865,096	74,526	1,865,096	1,819,457	2011 - Q2
94980QAA7	8,309,807	7,899,409	410,398	7,899,409	7,816,785	2011 - Q2
Total	XXX	XXX	$ 2,007,652	XXX	XXX	XXX

As of September 30, 2011, the Company had $10,357,670 of gross unrealized losses in the Company’s loan-backed and structured debt securities. The Company currently does not intend to sell the loan-backed and structured debt securities and determined that it is more likely than not that the Company will not be required to sell these securities for the period of time necessary to recover their cost basis. If the Company’s strategy was to change and these securities were determined to be other-than-temporarily impaired, the Company would recognize a write-down in accordance with the Company’s stated policy.

The following table shows, as of September 30, 2011, the composition of fair value and gross unrealized losses on loan-backed and structured debt securities by the length of time that individual securities have been in a continuous unrealized loss position:

Fair Value	Unrealized Loss	Losses less than 12 Months	Losses greater than 12 months	Market Value of losses less than 12 months	Market Value of losses greater than 12 months
$148,486,534	$ 10,357,670	$ 2,026,391	$ 8,331,278	$ 108,413,160	$ 40,073,375

6. Joint Ventures, Partnerships and Limited Liability Companies

No significant change

7. Investment Income

No significant change

8. Derivative Instruments

No significant change

9. Income Taxes

A. Components of the net deferred tax asset (liability) ("DTA"/"(DTL)")

1. The components of the DTA in accordance with SSAP 10R, Income Taxes, are as follows:

	September 30, 2011			December 31, 2010			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
							(Col 1-4)	(Col 2-5)	
Description	Ordinary Income	Capital gain (loss)	(Col 1+2) Total	Ordinary Income	Capital gain (loss)	(Col 4+5) Total	Ordinary Income	Capital gain (loss)	(Col 7+8) Total
(a) Gross deferred tax assets	$ 48,935,187	$ 37,567,296	$ 86,502,483	$ 48,713,604	$ 32,584,631	$ 81,298,235	$ 221,583	$ 4,982,665	$ 5,204,248
(b) Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
(c) Adjusted gross deferred tax assets (1a-1b)	$ 48,935,187	$ 37,567,296	$ 86,502,483	$ 48,713,604	$ 32,584,631	$ 81,298,235	$ 221,583	$ 4,982,665	$ 5,204,248
(d) Deferred tax liabilities	778,958	31,604,742	32,383,700	711,119	37,310,277	38,021,396	67,839	(5,705,535)	(5,637,696)
(e) Subtotal (net deferred tax assets) (1c-1d)	$ 48,156,229	$ 5,962,554	$ 54,118,783	$ 48,002,485	$ (4,725,646)	$ 43,276,839	$ 153,744	$ 10,688,200	$ 10,841,944
(f) Deferred tax assets nonadmitted	1,493,932	5,962,554	7,456,486	-	-	-	1,493,932	5,962,554	7,456,486
(g) Net admitted deferred tax assets (1e-1f)	$ 46,662,297	$ -	$ 46,662,297	$ 48,002,485	$ (4,725,646)	$ 43,276,839	$ (1,340,188)	$ 4,725,646	$ 3,385,458

2. The Company has elected to admit additional DTAs pursuant to SSAP No. 10R, paragraph 10.e. for the reporting period ended September 30, 2011. The current period election does not differ from the prior year-end.

3. Benefits of adopting SSAP No. 10R, paragraph 10.e.

Not applicable

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

1. Current Income Tax:

Description	(1) September 30, 2011	(2) December 31, 2010
(a) Federal income tax expense (benefit)	$ 46,473,446	$ 68,833,138
(b) Foreign income tax expense (benefit)	-	-
(c) Prior year underaccrual (overaccrual)	162,013	(674,279)
(d) Subtotal	$ 46,635,459	$ 68,158,859
(e) Federal income tax (benefit) on net realized capital gains (losses)	2,751,545	706,399
(f) Utilization of capital loss carry-forwards	-	-
(g) Prior year underaccrual (overaccrual)	322,096	(10,141,288)
(h) Subtotal	$ 3,073,641	$ (9,434,889)
(i) Federal and Foreign income taxes incurred	$ 49,709,100	$ 58,723,970

The change in net deferred income tax is comprised of the following (this analysis excludes nonadmitted assets; the change in nonadmitted assets is reported separately from the change in net deferred income tax in the Statement of Income, Surplus section):

Description	September 30, 2011	December 31, 2010	Change
Total deferred tax assets	$ 86,502,483	$ 81,298,235	$ 5,204,248
Total deferred tax liabilities	32,383,700	38,021,396	(5,637,696)
Net deferred tax asset (liability)	$ 54,118,783	$ 43,276,839	$ 10,841,944
Tax effect of unrealized gains (losses)			10,394,118
Change in net deferred income tax			$ 447,827

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

The provision for Federal income taxes is different than that which would be obtained by applying the statutory Federal income tax rate to pre-tax income. At September 30, 2011 the significant book to tax adjustments causing this difference are as follows:

Description	Tax Effect Amount	Effective Tax Rate
Provision computed at statutory rate	$ 52,033,053	35%
Exempt interest income	(1,640,012)	(1)
Dividends received deduction	(806,689)	(1)
Prior year underaccrual (overaccrual)	(21,375)	--
Impact of nonadmitted assets	187,410	--
Other	(491,114)	--
Total	$ 49,261,273	33%
Federal and foreign income taxes incurred	$ 49,709,100	
Change in net deferred income tax	(447,827)	
Total statutory income taxes	$ 49,261,273	

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

No significant change

11. Debt

No significant change

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

No significant change

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

C,D,E,F.Dividends

On September 23, 2011, the Company paid a $100,000,000 extraordinary cash dividend to Progressive Commercial Holdings, Inc., a holding company incorporated in Delaware. The extraordinary dividend was approved by the Ohio DOI.

14. Contingencies

E. All Other Contingencies

The Company is named as defendant in various lawsuits arising out of its insurance operations. All legal actions relating to claims made under insurance policies are considered by the Company in establishing its loss and loss adjustment expense (“LAE”) reserves. The Company also has potential exposure relating to lawsuits due to its participation in management agreements for which it is allocated litigation expenses.

Unless specifically noted, the Company does not consider a loss from these cases to be probable and is unable to estimate a range of loss, if any, at this time.

As of September 30, 2011, there was a putative class action lawsuit challenging the Company’s use of certain automated database vendors or software to assist in the adjustment of bodily injury claims. Plaintiffs allege that these databases or software systematically undervalue the claims.

As of September 30, 2011, the Company was defending a putative statewide class action lawsuit alleging that the Company improperly steers automobile repair work to certain auto body repair shops and challenging the labor rates the Company pays to auto body repair shops.

As of September 30, 2011, there was a putative class action lawsuit challenging the manner in which the Company charges premium and assesses total loss for commercial vehicle stated amount policies.

15. Leases

No significant change

16. Information about Financial Instruments with Off-Balance Sheet Risk and with Concentrations of Credit Risk

No significant change

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

C. Wash Sales

The Company had no wash sales of securities with a National Association of Insurance Commissioners’ rating of 3 or below during the year.

18. Gain or Loss from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

No significant change

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

No significant change

20. Fair Value Measurements

A. Inputs Used for Assets and Liabilities Measured at Fair Value

1. Fair Value Measurements by Levels 1, 2 and 3

The Company categorizes its financial instruments, based on the degree of subjectivity inherent in the method by which they are valued, into a fair value hierarchy of three levels, as follows:

Level 1 - Inputs are unadjusted, quoted prices in active markets for identical instruments at the measurement date (e.g., active exchange-traded equity securities).

Level 2 - Inputs (other than quoted prices included within Level 1) that are observable for the instrument either directly or indirectly. This includes: (i) quoted prices for similar instruments in active markets, (ii) quoted prices for identical or similar instruments in markets that are not active, (iii) inputs other than quoted prices that are observable for the instruments, and (iv) inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Inputs that are unobservable. Unobservable inputs reflect the Company’s subjective evaluation about the assumptions market participants would use in pricing the financial instrument.

The Company evaluated whether the market was distressed or inactive in determining the fair value for those securities reported and reviewed certain market level inputs to evaluate whether sufficient activity, volume, and new issuances existed to create an active market. Based on this evaluation, the Company concluded that there was sufficient activity in determining the fair value for those securities reported.

The valuations classified as either Level 1 or Level 2 in the table below are priced exclusively by external sources, including: pricing vendors, dealers/market makers, and exchange-quoted prices. The Company did not have any transfers between Level 1 and Level 2.

Certain securities are carried at fair value in the financial statements. Other securities are periodically measured at fair value, such as when impaired, or for certain bonds which are carried at the lower of amortized cost or fair value.

Fair value measurements at September 30, 2011 are as follows:

Asset Description	Level 1	Level 2	Level 3	Total
Bonds – Industrial & Miscellaneous	$ --	$ 19,425,116	$ --	$ 19,425,116
Common Stock – Industrial & Miscellaneous	177,510,746	--	--	177,510,746
Preferred Stock – Industrial & Miscellaneous	--	65,079,325	--	65,079,325
Total	$ 177,510,746	$ 84,504,441	$ --	$ 262,015,187

2. Rollforward of Level 3 Items

Not applicable

3. Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

See narrative in Note 20A

5. Derivative Fair Values

Not applicable

C. Other Fair Value Disclosures

Not applicable

D. Reasons Not Practical to Estimate Fair Values

Not applicable

21. Other Items

J. Agents' Balances Certification, Florida Statute 625.012 (5):

At September 30, 2011, the Company reported net admitted premiums and agents' balances in course of collection of $28,845,193. Of this amount there were no premiums due from a controlled or controlling person as defined in Florida statute 625.012 (5).

22. Events Subsequent

The Company was not impacted by any subsequent events. Subsequent events have been considered through November 7, 2011 for the statutory statement that was available for issuance by November 15, 2011.

23. Reinsurance

No significant change

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

No significant change

25. Changes in Incurred Losses and Loss Adjustment Expenses

Incurred losses and LAE attributable to insured events of prior years decreased $53,000,000 in 2011, which is 7.2% of the total prior year net unpaid losses and LAE of $735,614,844. The decrease is primarily due to originally anticipated severity for accident years 2010 and 2009 decreasing by 4.7% and 3.5%, respectively, for the Company's Commercial Auto Liability business. Commercial Auto Liability reserves represent approximately 85% of the total reserves. LAE reserves also developed favorably by $8,400,000 which is approximately 16% of the total favorable development.

26. Intercompany Pooling Arrangements

No significant change

27. Structured Settlements

No significant change

28. Health Care Receivables

No significant change

29. Participating Accident and Health Policies

No significant change

30. Premium Deficiency Reserves

No significant change

31. High Deductibles

No significant change

NOTES TO FINANCIAL STATEMENTS

32. Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses

    No significant change

33. Asbestos and Environmental Reserves

    No significant change

34. Subscriber Savings Accounts

    No significant change

35. Multiple Peril Crop Insurance

    No significant change

36. Financial Guaranty Insurance

    No significant change

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

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

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

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change: ....

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

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

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

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

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

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007.......................

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. 12/31/2007.......................

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). 4/7/2009...........................

6.4 By what department or departments?
OHIO

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

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] 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 [X]

7.2 If yes, give full information:

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

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

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

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

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

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

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

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

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

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $....................................0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]

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

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

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

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [ ] No [X]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$ 0	$ 0
14.22 Preferred Stock	$ 0	$ 0
14.23 Common Stock	$ 0	$ 0
14.24 Short-Term Investments	$ 0	$ 0
14.25 Mortgage Loans on Real Estate	$ 0	$ 0
14.26 All Other	$ 0	$ 0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$ 0	$ 0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	$ 0	$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ]
If no, attach a description with this statement.

16. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III. Conducting Examinations, F-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
CITIBANK, N.A.	338 GREENWICH STREET NEW YORK, NY 10013
STATE STREET	801 PENNSYLVANIA AVE KANSAS CITY, MO 64105

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)
NONE		

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
NONE			

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

1 Central Registration Depository	2 Name(s)	3 Address
30107	STATE STREET GLOBAL MARKETS, LLC	225 FRANKLIN ST BOSTON, MA 02110

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No [ ]

17.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGATORIES

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

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

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

3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities 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	2	3	Total Discount				Discount Taken During Period			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Disc. Rate	Unpaid Losses	Unpaid LAE	IBNR	Total	Unpaid Losses	Unpaid LAE	IBNR	Total
						0				0
Total	XXX	XXX	0	0	0	0	0	0	0	0

5. Operating Percentages:
   - 5.1 A&H loss percent 0.0 %
   - 5.2 A&H cost containment percent 0.0 %
   - 5.3 A&H expense percent excluding cost containment expenses 0.0 %

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. 0

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

6.4 If yes, please provide the amount of funds administered as of the reporting date. 0

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Is Insurer Authorized? (YES or NO)
U.S. Insurers				
25364	13-1675535	Swiss Reins America Corp	NY	Yes

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
States, Etc.	Active Status	2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama AL	L						
2. Alaska AK	L	5,582,683	5,796,485	2,732,164	2,526,922	2,009,778	1,709,020
3. Arizona AZ	L	12,769,510	13,126,371	6,050,161	7,802,023	12,222,846	12,295,699
4. Arkansas AR	L	13,764,224	13,962,272	6,277,797	7,415,756	10,863,159	9,446,988
5. California CA	L	99,140,252	103,671,356	57,853,545	62,771,127	90,662,351	106,362,442
6. Colorado CO	L	3,416,502	4,073,066	4,015,685	1,957,852	3,436,932	4,739,938
7. Connecticut CT	L						
8. Delaware DE	L	3,244,413	3,229,078	2,183,506	1,540,288	3,082,468	2,690,216
9. District of Columbia DC	L						
10. Florida FL	L				(17)		
11. Georgia GA	L			(200)	9		
12. Hawaii HI	L						
13. Idaho ID	L	6,171,508	5,617,722	1,966,168	1,785,118	3,199,335	3,593,536
14. Illinois IL	L			(280)	61,046	300,000	300,000
15. Indiana IN	L				(378)		
16. Iowa IA	L						
17. Kansas KS	L	7,201,533	6,635,736	3,189,072	5,072,123	2,526,758	3,215,414
18. Kentucky KY	L	15,675,737	16,794,420	7,897,757	10,050,535	13,894,889	14,564,925
19. Louisiana LA	L						
20. Maine ME	L	17,501,580	20,785,886	9,558,409	10,840,342	8,744,671	8,994,296
21. Maryland MD	L	5,806,916	7,386,554	4,169,773	5,528,291	5,567,656	9,647,704
22. Massachusetts MA	L	4,135,366	4,036,676	2,533,089	1,978,337	2,945,162	1,912,569
23. Michigan MI	L						
24. Minnesota MN	L	9,652,944	8,153,878	8,053,732	3,750,128	5,274,880	7,610,997
25. Mississippi MS	L						
26. Missouri MO	L	609,217	3,791,859	987,924	1,268,762	2,236,073	2,872,850
27. Montana MT	L	7,531,945	7,061,527	3,287,516	3,328,871	4,016,900	4,092,070
28. Nebraska NE	L						
29. Nevada NV	L	7,945,669	8,857,573	4,563,950	3,812,006	11,927,165	10,975,644
30. New Hampshire NH	L	3,399,115	3,314,780	1,880,791	3,134,768	1,980,312	1,514,545
31. New Jersey NJ	L			(4,214)			
32. New Mexico NM	L	9,073,054	8,342,807	2,473,504	2,359,021	5,366,596	4,433,395
33. New York NY	L	(73,154)	4,986,092	2,079,233	5,090,336	8,179,983	11,085,496
34. North Carolina NC	L	(184,078)	10,165,123	2,577,069	4,719,355	6,801,856	9,358,805
35. North Dakota ND	L	4,908,390	1,520,418	1,548,293	665,127	1,269,295	574,463
36. Ohio OH	L	8,435,046	10,237,175	4,935,740	5,039,139	8,447,184	13,054,108
37. Oklahoma OK	L	(50,059)	13,039,311	4,698,683	8,309,580	11,229,874	17,905,316
38. Oregon OR	L						
39. Pennsylvania PA	L	42,484,150	41,617,777	22,285,708	21,988,747	36,221,163	37,337,052
40. Rhode Island RI	L	4,915,468	5,512,064	2,629,475	2,655,054	5,278,352	5,860,833
41. South Carolina SC	L	(25,923)	5,449,718	3,267,500	10,391,076	8,024,470	13,640,488
42. South Dakota SD	L	2,166,786	1,703,015	627,301	615,212	1,332,549	541,774
43. Tennessee TN	L	(70)	(308)	(95)	2,781,034	390,365	537,517
44. Texas TX	L						
45. Utah UT	L	6,116,913	5,486,886	3,451,650	2,875,032	5,643,753	5,368,091
46. Vermont VT	L	4,940,306	5,089,102	2,936,188	1,595,605	4,439,661	4,355,737
47. Virginia VA	L	1,437,138	2,667,617	2,548,159	2,373,323	3,360,747	5,473,302
48. Washington WA	L	13,379,724	13,189,788	7,819,480	5,885,060	11,417,370	11,446,496
49. West Virginia WV	L	6,623,366	6,439,665	2,591,336	2,217,958	6,768,204	4,459,831
50. Wisconsin WI	L						
51. Wyoming WY	L						
52. American Samoa AS	N						
53. Guam GU	N						
54. Puerto Rico PR	N						
55. US Virgin Islands VI	N						
56. Northern Mariana Islands MP	N						
57. Canada CN	N						
58. Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59. Totals	(a) 51	327,696,171	371,741,489	193,665,569	214,184,568	309,062,757	351,971,557

DETAILS OF WRITE-INS

5801.	XXX						
5802.	XXX						
5803.	XXX						
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 + Line 5898) (Line 58 above)	XXX	0	0	0	0	0	0

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

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

PART 1 – ORGANIZATIONAL CHART

NONE

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1. Fire			0.0	
2. Allied lines			0.0	
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril			0.0	
5. Commercial multiple peril			0.0	
6. Mortgage guaranty			0.0	
8. Ocean marine			0.0	
9. Inland marine	3,887,989	1,424,490	36.6	39.6
10. Financial guaranty			0.0	
11.1. Medical professional liability - occurrence			0.0	
11.2. Medical professional liability - claims-made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence	860,319	479,966	55.8	20.4
17.2 Other liability-claims made			0.0	
17.3 Excess workers' compensation			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability	11,019,202	6,234,714	56.6	52.1
19.3, 19.4 Commercial auto liability	223,824,978	106,174,552	47.4	48.6
21. Auto physical damage	80,903,362	48,988,059	60.6	54.7
22. Aircraft (all perils)			0.0	
23. Fidelity			0.0	
24. Surety			0.0	
26. Burglary and theft			0.0	
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	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	(2)	0	0.0	
35. Totals	320,495,848	163,301,781	51.0	50.1
DETAILS OF WRITE-INS				
3401. GAP ADDENDUM	(2)		0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	(2)	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine	1,770,568	4,720,572	4,171,320
10. Financial guaranty			
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability-occurrence	329,134	1,009,787	934,121
17.2 Other liability-claims made			
17.3 Excess workers' compensation			
18.1 Products liability-occurrence			
18.2 Products liability-claims made			
19.1 19.2 Private passenger auto liability	3,789,344	11,336,360	10,765,816
19.3 19.4 Commercial auto liability	72,851,258	229,001,553	261,799,184
21. Auto physical damage	26,808,132	81,627,902	94,071,047
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
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	(2)	(1)
35. Totals	105,548,436	327,696,172	371,741,487
DETAILS OF WRITE-INS			
3401. GAP ADDENDUM		(2)	(1)
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	(2)	(1)

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	172,052	31,372	203,424	65,975	1,169	67,144	96,922	7,037	16,409	120,368	(9,155)	(6,756)	(15,911)
2. 2009	157,776	29,287	187,064	60,199	1,947	62,146	83,964	9,617	16,522	110,103	(13,614)	(1,201)	(14,815)
3. Subtotals 2009 + Prior	329,829	60,659	390,487	126,174	3,116	129,290	180,885	16,654	32,932	230,471	(22,769)	(7,958)	(30,727)
4. 2010	271,840	73,289	345,128	103,101	16,094	119,195	145,382	27,232	31,047	203,660	(23,356)	1,084	(22,273)
5. Subtotals 2010 + Prior	601,668	133,948	735,616	229,276	19,209	248,485	326,267	43,886	63,978	434,131	(46,125)	(6,874)	(52,999)
6. 2011	XXX	XXX	XXX	XXX	249,752	249,752	XXX	206,830	59,021	265,851	XXX	XXX	XXX
7. Totals	601,668	133,948	735,616	229,276	268,961	498,237	326,267	250,716	122,999	699,983	(46,125)	(6,874)	(52,999)
8. Prior Year-End's Surplus As Regards Policyholders	406,287										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
											1. (7.7)%	2. (5.1)%	3. (7.2)%
													Col. 13, Line 7 Line 8
													4. (13.0)%

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?	NO
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

1.
2.
3.
4.

Bar Code:

11770201149000003

11770201145500003

11770201136500003

11770201150500003

Overflow Page for Write-Ins

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
2504. PREMIUM REFUND LIABILITY	21,202	25,294
2597. Summary of remaining write-ins for Line 25	21,202	25,294

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	0	
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 end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

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

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
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)	0	0
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	1,360,701,317	1,439,253,897
2. Cost of bonds and stocks acquired	638,225,564	460,779,347
3. Accrual of discount	3,381,274	4,146,531
4. Unrealized valuation increase (decrease)	(29,697,477)	19,404,246
5. Total gain (loss) on disposals	11,696,849	6,880,442
6. Deduct consideration for bonds and stocks disposed of	665,952,098	538,435,773
7. Deduct amortization of premium	25,936,955	30,315,040
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	931,508	1,012,333
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	1,291,486,966	1,360,701,317
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	1,291,486,966	1,360,701,317

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)	883,242,838	102,434,710	183,202,621	469,954	887,958,741	883,242,838	802,944,881	959,239,540
2. Class 2 (a)	268,120,662		16,026,957	(10,042,619)	260,132,467	268,120,662	242,051,086	227,922,718
3. Class 3 (a)	7,625,823	8,236,957		(672,129)	7,633,750	7,625,823	15,190,651	7,537,500
4. Class 4 (a)	2,174,912			4,114	2,171,326	2,174,912	2,179,026	11,536,080
5. Class 5 (a)								
6. Class 6 (a)	980,639				980,639	980,639	980,639	980,639
7. Total Bonds	1,162,144,874	110,671,667	199,229,578	(10,240,680)	1,158,876,923	1,162,144,874	1,063,346,283	1,207,216,477
PREFERRED STOCK								
8. Class 1	73,553,581			(8,474,256)	55,332,593	73,553,581	65,079,325	55,360,625
9. Class 2					8,500,000			7,800,000
10. Class 3					9,540,000			9,000,000
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	73,553,581	0	0	(8,474,256)	73,372,593	73,553,581	65,079,325	72,160,625
15. Total Bonds and Preferred Stock	1,235,698,455	110,671,667	199,229,578	(18,714,936)	1,232,249,516	1,235,698,455	1,128,425,608	1,279,377,102

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $..........0; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	449,488	XXX	449,488	55	

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	25,208,497	86,200
2. Cost of short-term investments acquired	72,825,883	77,054,297
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	97,491,234	51,837,408
7. Deduct amortization of premium	93,658	94,592
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)	449,488	25,208,497
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	449,488	25,208,497

Sch. DB-Pt A-Verification
NONE

Sch. DB-Pt B-Verification
NONE

Sch. DB-Pt C-Sn 1
NONE

Sch. DB-Pt C-Sn 2
NONE

Sch. DB-Verification
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	2,999,992	
2. Cost of cash equivalents acquired	140,993,277	155,694,617
3. Accrual of discount	6,451	5,375
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	129,999,820	152,700,000
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)	13,999,900	2,999,992
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	13,999,900	2,999,992

Sch. A-Pt 2
NONE

Sch. A-Pt 3
NONE

Sch. B-Pt 2
NONE

Sch. B-Pt 3
NONE

Sch. BA-Pt 2
NONE

Sch. BA-Pt 3
NONE

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
912828 RB 8	US TREASURY NOTE 0.500% 08/15/14		08/23/2011	Goldman Sachs		25,083,984	25,000,000	2,717	1
0599999.	Total - Bonds - U.S. Government					25,083,984	25,000,000	2,717	XXX
Bonds - U.S. Special Revenue and Special Assessment									
3137AD TK 3	FHMS K014 X1 1.455% 04/25/21		07/26/2011	JP Morgan Securities		12,975,102		53,471	1
3199999.	Total - Bonds - U.S. Special Revenue & Special Assessments					12,975,102	0	53,471	XXX
Bonds - Industrial and Miscellaneous									
345397 VP 5	FORD MOTOR CREDIT CO 6.625% 08/15/17		08/01/2011	Progressive Investment Co Inc		8,236,957	7,520,000	229,726	3FE
46635T AD 4	JPMCC 2011-C3 A2 3.673% 02/15/46		09/19/2011	JP Morgan Securities		10,267,969	10,000,000	21,424	1Z*
587728 AD 8	MBART 2011-1 A4 1.220% 12/15/17		07/14/2011	Royal Bank of Scotland		14,997,087	15,000,000		1FE
92936C AC 3	WFRBS 2011-C4 A2 3.454% 06/15/44		07/21/2011	Wells Fargo Bank		13,887,253	13,750,000	10,554	1Z*
3899999.	Total - Bonds - Industrial & Miscellaneous					47,389,266	46,270,000	261,704	XXX
8399997.	Total - Bonds - Part 3					85,448,352	71,270,000	317,892	XXX
8399999.	Total - Bonds					85,448,352	71,270,000	317,892	XXX
Common Stocks - Industrial and Miscellaneous									
060505 10 4	BANK OF AMERICA CORP		09/27/2011	State Street Bank	52,300.000	461,596	XXX		L
371901 10 9	GENTEX CORP		09/27/2011	State Street Bank	6,000.000	153,689	XXX		L
90384S 30 3	ULTA SALON COSMETICS &		09/27/2011	State Street Bank	7,500.000	531,803	XXX		L
063671 10 1	BANK OF MONTREAL	A	07/06/2011	Tax Free Exchange	6,197.000	278,506	XXX		L
9099999.	Total - Common Stocks - Industrial & Miscellaneous					1,425,594	XXX	0	XXX
9799997.	Total - Common Stocks - Part 3					1,425,594	XXX	0	XXX
9799999.	Total - Common Stocks					1,425,594	XXX	0	XXX
9899999.	Total - Preferred and Common Stocks					1,425,594	XXX	0	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					86,873,946	XXX	317,892	XXX

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

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value: 11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	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 Designation or Market Indicator (a)
Bonds - U.S. Government																					
912828 QA 1	US TREASURY NOTE 2.250% 03/31/16		09/23/2011	Goldman Sachs		8,279,785	7,750,000	7,730,625			1,761		1,761		7,732,386		547,399	547,399	85,282	03/31/2016	1
0599999.	Total - Bonds - U.S. Government					8,279,785	7,750,000	7,730,625	0	0	1,761	0	1,761	0	7,732,386	0	547,399	547,399	85,282	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
3137AA 4X 8	FHMS K013 X1 0.686% 01/25/21		09/01/2011	Paydown				23,490			(23,490)		(23,490)					0	1,021	10/01/2020	1
3137AD TK 3	FHMS K014 X1 1.455% 04/25/21		09/01/2011	Paydown				9,551			(9,551)		(9,551)					0	131	01/01/2021	1
31392C MS 0	FNW 2002-W1 2A 7.126% 02/25/42		09/01/2011	Paydown		2,449	2,449	2,573	2,623		(174)		(174)		2,449			0	123	01/01/2019	1FE
34073N ZT 0	FLORIDA HSG FIN CORP 5.100% 01/01/36		07/01/2011	Call 100.0000		870,000	870,000	909,211	880,063		(10,063)		(10,063)		870,000			0	44,370	01/01/2013	1FE
49130P JG 0	KENTUCKY HSG CORP 3.415% 07/01/13		09/01/2011	Call 100.0000		1,080,000	1,080,000	1,037,038	1,066,139		13,861		13,861		1,080,000			0	37,024	07/01/2013	1FE
60415N QU 9	MINNESOTA ST HSG 5.000% 01/01/33		07/01/2011	Call 100.0000		510,000	510,000	533,914	514,553		(4,553)		(4,553)		510,000			0	25,500	07/01/2012	1FE
60415N VV 1	MINNESOTA ST HSG 5.000% 01/01/36		07/01/2011	Call 100.0000		415,000	415,000	436,908	421,558		(6,558)		(6,558)		415,000			0	20,750	01/01/2014	1FE
60636X JQ 7	MISSOURI ST HSG SF 5.550% 09/01/34		09/01/2011	Call 100.0000		195,000	195,000	206,252	198,384		(3,384)		(3,384)		195,000			0	10,823	09/01/2012	1FE
613349 G4 5	MONTGOMERY CNTY MD HSG 5.750% 07/01/32		08/19/2011	Call 100.0000		5,000	5,000	5,375	5,073		(73)		(73)		5,000			0	326	01/01/2013	1FE
64469D JD 4	NEW HAMPSHIRE ST HSG 6.750% 07/01/39		07/01/2011	Call 100.0000		20,000	20,000	21,000	21,051		(1,051)		(1,051)		20,000			0	1,350	07/01/2039	1FE
647200 FM 1	NEW MEXICO MTG FIN AGY 5.500% 07/01/36		07/01/2011	Call 100.0000		215,000	215,000	230,050	228,309		(13,309)		(13,309)		215,000			0	11,825	07/01/2017	1FE
647200 PY 4	NEW MEXICO MTG FIN AGY 5.750% 07/01/38		07/01/2011	Call 100.0000		470,000	470,000	506,425	489,659		(19,659)		(19,659)		470,000			0	27,025	01/01/2018	1FE
658886 EP 7	NORTH DAKOTA ST HSG 5.750% 07/01/38		07/01/2011	Call 100.0000		205,000	205,000	206,661	206,297		(1,297)		(1,297)		205,000			0	11,788	07/01/2038	1FE
658909 BF 2	NORTH DAKOTA ST HSG FIN 4.500% 07/01/41		07/01/2011	Call 100.0000		55,000	55,000	58,215	58,165		(3,165)		(3,165)		55,000			0	1,437	01/01/2021	1FE
676907 FG 8	OHIO HSG FIN AGY 5.250% 09/01/31		09/01/2011	Call 100.0000		505,000	505,000	529,700	510,862		(5,862)		(5,862)		505,000			0	26,513	09/01/2012	1FE
676907 GU 6	OHIO HSG FIN AGY 5.000% 03/01/35		09/01/2011	Call 100.0000		765,000	765,000	798,790	777,821		(12,821)		(12,821)		765,000			0	38,250	03/01/2015	1FE
68608R 5G 4	OREGON ST HSG & CMNTY 5.125% 01/01/29		09/30/2011	Call 100.0000		75,000	75,000	78,796	75,675		(675)		(675)		75,000			0	4,794	07/01/2012	1FE
68608R 5Y 5	OREGON ST HSG & CMNTY 5.100% 01/01/30		09/30/2011	Call 100.0000		140,000	140,000	146,742	141,799		(1,799)		(1,799)		140,000			0	8,905	07/01/2013	1FE
83755G 3G 0	SOUTH DAKOTA HSG 5.500% 11/01/36		08/15/2011	Call 100.0000		540,000	540,000	572,638	557,622		(17,622)		(17,622)		540,000			0	23,430	05/01/2016	1FE
83755G P6 8	SOUTH DAKOTA HSG 5.250% 05/01/28		08/15/2011	Call 100.0000		700,000	700,000	736,456	708,645		(8,645)		(8,645)		700,000			0	28,992	05/01/2012	1FE
83755G S3 2	SOUTH DAKOTA HSG 5.250% 05/01/27		08/15/2011	Call 100.0000		415,000	415,000	437,389	422,524		(7,524)		(7,524)		415,000			0	17,188	05/01/2013	1FE
83755G W9 4	SOUTH DAKOTA HSG 5.750% 05/01/31		08/15/2011	Call 100.0000		995,000	995,000	1,049,805	1,023,895		(28,895)		(28,895)		995,000			0	45,134	11/01/2014	1FE
97689P 2G 2	WISCONSIN HSG & ECON 4.875% 03/01/36		09/01/2011	Call 100.0000		1,085,000	1,085,000	1,130,353	1,099,265		(14,265)		(14,265)		1,085,000			0	52,894	03/01/2014	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					9,262,449	9,262,449	9,667,332	9,409,982	0	(180,574)	0	(180,574)	0	9,262,449	0	0	0	439,593	XXX	XXX
Bonds - Industrial and Miscellaneous																					
03523T AM 0	ANHEUSER-BUSCH INBEV 4.125% 01/15/15		08/25/2011	Wells Fargo Bank		10,935,150	10,000,000	10,887,500	10,861,450		(131,152)		(131,152)		10,730,298		204,853	204,853	452,031	01/15/2015	2FE
045424 CJ 5	ASC 1996-D3 ACS2 IO 1.275% 10/11/26		09/11/2011	Paydown				279,466	50,265		(50,265)		(50,265)					0	70,802	09/11/2011	1FE
05533D FT 8	BCAP 2010-RR7 14A1 2.796% 07/26/35		09/01/2011	Paydown		597,997	597,997	600,240	601,404		(3,407)		(3,407)		597,997			0	11,130	11/01/2022	1Z*
05947U X7 8	BACM 2005-4 XP IO 0.182% 07/10/45		09/01/2011	Paydown				761,848	249,112		(249,112)		(249,112)					0	129,123	09/01/2012	1FE
07383F YP 7	BSCMS 2004-PWR3 X2 IO 1.016% 02/11/41		08/01/2011	Paydown									0					0		03/01/2012	1FE
073879 ZG 6	BSABS 2005-HE7 M1 0.755% 07/25/35		09/25/2011	Paydown		778,474	778,474	729,820	760,255		18,220		18,220		778,474			0	3,889	07/25/2035	1Z*
07387A GH 2	BSARM 2005-12 25A1 3.640% 02/25/36		09/01/2011	Paydown		424	6,912	4,539	4,298	402	(4,114)	162	(3,874)		424			0	104	02/25/2036	1Z*

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value: Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
07388L AK 6	BSCMS 2006-PW13 X2 IO 0.437% 09/11/41		09/01/2011	Paydown				240,405	196,990		(196,990)		(196,990)					0	65,030	09/01/2013	1FE
09657C AD 2	BMWLT 2009-1 A4 3.660% 08/15/13		07/15/2011	Paydown		11,500,000	11,500,000	11,845,000	11,603,629		(103,629)		(103,629)		11,500,000			0	245,525	07/15/2011	1FE
12557T AC 2	CITEC 2009-VT1 A3 3.070% 08/15/16		09/15/2011	Paydown		1,110,364	1,110,364	1,124,287	1,115,770		(5,406)		(5,406)		1,110,364			0	22,695	01/15/2012	1FE
144531 BE 9	CARR 2005-NC1 M4 1.015% 02/25/45		09/25/2011	Paydown		1,033,252	1,033,252	476,281	494,726		556,971	18,445	538,526		1,033,252			0	7,630	02/25/2045	1Z*
17307G JM 1	CMLTI 2004-OPT1 M5 1.285% 07/25/37		09/25/2011	Paydown		322,773	322,773	231,089	186,979	44,110	91,684		135,794		322,773			0	3,121	07/25/2037	1Z*
22545D AB 3	CSMC 2006-C3 A2 5.817% 06/15/38		07/01/2011	Paydown		1,227,111	1,227,111	1,232,686	1,224,832		2,279		2,279		1,227,111			0	42,081	10/01/2011	1Z*
33736X EB 1	FUNBC 2001-C4 A2 6.223% 12/12/33		09/01/2011	Paydown		6,669,301	6,669,301	6,857,859	6,703,396		(34,095)		(34,095)		6,669,301			0	272,661	10/01/2011	1Z*
36228C XG 3	GSMS 2006-GG6 XP IO 0.000% 04/10/38		09/01/2011	Paydown				112,524	23,787		(23,787)		(23,787)					0	10,086	03/01/2013	1FE
428236 BK 8	HEWLETT-PACKARD CO 1.550% 05/30/14		08/02/2011	Jefferies & Co.		7,625,700	7,500,000	7,497,825			76		76		7,497,901		127,799	127,799	20,990	05/30/2014	1FE
43812T AD 6	HAROT 2008-1 A4 4.880% 11/18/13		09/18/2011	Paydown		907,969	907,969	907,721	907,919		50		50		907,969			0	29,411	11/18/2013	1FE
44921A AC 5	HART 2009-A A3 2.030% 08/15/13		09/15/2011	Paydown		2,553,406	2,553,406	2,553,336	2,553,375		30		30		2,553,406			0	34,508	08/15/2013	1FE
46625Y QW 6	JPMCC 2005-CB12 X2 IO 0.335% 09/12/37		07/01/2011	Paydown				519,069	241,272		(241,272)		(241,272)					0	104,939	07/01/2012	1FE
46628F AB 7	JPMCC 2006-LDP7 A2 5.864% 04/15/45		09/01/2011	Paydown		1,333,972	1,333,972	1,337,304	1,331,403		2,569		2,569		1,333,972			0	52,684	10/01/2011	1Z*
493268 AP 1	KSLT 1999-A A2 0.690% 12/27/29		09/27/2011	Paydown		368,990	368,990	348,369	350,051		18,939		18,939		368,990			0	1,729	12/27/2029	1FE
50075N BB 9	KRAFT FOODS INC 4.125% 02/09/16		07/26/2011	Morgan Stanley		5,407,250	5,000,000	5,308,300			(11,641)		(11,641)		5,296,659		110,591	110,591	97,396	02/09/2016	2FE
52108M AQ 6	LBUBS 2005-C7 XCP IO 0.175% 11/15/40		09/11/2011	Paydown				703	237		(237)		(237)					0	110	10/11/2012	1FE
576433 UF 1	MARM 2004-13 3A1 2.721% 02/25/35		09/01/2011	Paydown		188,453	188,453	183,469	189,990		(1,537)		(1,537)		188,453			0	3,482	02/25/2035	1Z*
57643L GJ 9	MABS 2005-NC1 M4 0.995% 12/25/34		08/25/2011	Paydown		701,440	701,440	408,708	408,708		292,732		292,732				701,440	701,440	4,336	12/25/2034	1Z*
60687V BB 0	MLCFC 2006-3 XP IO 0.678% 07/12/46		09/01/2011	Paydown				464,028	454,594		(454,594)		(454,594)					0	115,757	09/01/2014	1FE
617059 DL 1	JPMC 1997-C5 F 7.561% 09/01/29		09/01/2011	Paydown		563,047	563,047	583,908	577,803		(14,755)		(14,755)		563,047			0	28,670	02/01/2014	1Z*
65475G AC 7	NALT 2010-B A3 1.120% 12/15/13		09/21/2011	Bank of America Corp.		7,534,277	7,500,000	7,499,501	7,499,530		181		181		7,499,712		34,566	34,566	65,567	12/15/2013	1FE
65535V AA 6	NAA 2001-R1A A1 7.000% 02/01/30		09/01/2011	Paydown		5,682	5,682	5,759	5,637	101	(56)		45		5,682			0	249	05/01/2027	1Z*
65535V BZ 0	NAA 2003-A3 A1 5.500% 08/25/33		09/01/2011	Paydown		11,014	11,014	11,042	10,409	821	(216)		605		11,014			0	362	05/01/2023	1Z*
65536H BC 1	NHELI 2005-HE1 M1 0.675% 09/25/35		09/25/2011	Paydown		229,141	229,141	207,373	223,141		6,000		6,000		229,141			0	1,013	09/25/2035	1Z*
68389F KP 8	OOMLT 2006-1 2A3 0.425% 01/25/36		09/25/2011	Paydown		289,201	289,201	259,037	259,037		30,165		30,165		289,201			0	836	01/25/2036	1Z*
855541 AB 4	STARM 2007-S1 2A1 2.971% 01/25/37		09/01/2011	Paydown		125,206	125,206	109,963	114,854		15,244	4,891	10,353		125,206			0	2,592	01/25/2037	1Z*
88522R AA 2	TMST 2006-5 A1 0.307% 07/25/22		08/25/2011	Call 100.0000		7,735,063	7,735,063	7,377,316	7,615,513		119,549		119,549		7,735,063			0	17,916	07/25/2022	1Z*
88522R AA 2	TMST 2006-5 A1 0.307% 07/25/22		08/25/2011	Paydown		366,910	366,910	349,940	361,239		5,671		5,671		366,910			0	800	07/25/2022	1Z*
90327A AD 6	USAOT 2008-2 A4 5.160% 11/15/13		09/15/2011	Paydown		4,637,033	4,637,033	4,635,782	4,636,717		316		316		4,637,033			0	159,094	11/15/2013	1FE
90331H LG 6	USBNA 2007-1 A 5.920% 05/25/12		09/01/2011	Paydown		142,109	142,109	142,081	141,740		369		369		142,109			0	5,716	05/25/2012	1FE
929766 KH 5	WBCMT 2003-C7 A1 4.241% 10/15/35		09/01/2011	Paydown		162,273	162,273	158,425	161,386		887		887		162,273			0	4,576	10/15/2035	1Z*
92977Q AF 5	WBCMT 2006-C27 XP IO 0.294% 07/15/45		08/01/2011	Paydown				531,499	269,884		(328,300)		(328,300)					0	98,550	08/01/2013	1FE
94980Q AA 7	WFMBS 2004-W A1 2.708% 11/25/34		09/01/2011	Paydown		223,427	223,427	218,146	224,788		9,973	11,333	(1,360)		223,427			0	3,889	11/25/2034	1Z*
94983C AD 9	WFMBS 2005-AR10 2A1 2.720% 06/25/35		09/01/2011	Paydown		495,897	495,897	486,599	500,916		(5,019)		(5,019)		495,897			0	9,242	06/25/2035	1Z*
98157V AC 0	WOLS 2009-A A3 1.650% 02/15/13		09/15/2011	Paydown		4,576,239	4,576,239	4,588,216	4,582,379		(6,140)		(6,140)		4,576,239			0	50,240	12/15/2011	1FE
3899999.	Total - Bonds - Industrial & Miscellaneous					80,358,545	78,862,656	82,076,963	67,699,415	45,434	(693,819)	34,831	(683,216)	0	79,179,298	0	1,179,249	1,179,249	2,250,562	XXX	XXX

Statement for September 30, 2011 of the **UNITED FINANCIAL CASUALTY COMPANY**

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
8399997.	Total - Bonds - Part 4					97,900,779	95,875,105	99,474,920	77,109,397	45,434	(872,632)	34,831	(862,029)	0	96,174,133	0	1,726,648	1,726,648	2,775,437	XXX	XXX
8399999.	Total - Bonds					97,900,779	95,875,105	99,474,920	77,109,397	45,434	(872,632)	34,831	(862,029)	0	96,174,133	0	1,726,648	1,726,648	2,775,437	XXX	XXX
Common Stocks - Industrial and Miscellaneous																					
060505 10 4	BANK OF AMERICA CORP		09/12/2011	Class Action Litigation		7,322	XXX						0				7,322	7,322		XXX	L
571837 10 3	MARSHALL & ILSLEY CORP		07/06/2011	Tax Free Exchange	49,300.000	278,506	XXX	278,506	341,156	(62,650)			(62,650)		278,506			0	986	XXX	L
637640 10 3	NATIONAL SEMICONDUCTOR		09/26/2011	State Street Bank	13,600.000	340,000	XXX	334,708					0		334,708		5,292	5,292		XXX	L
063671 10 1	BANK OF MONTREAL	A	07/19/2011	State Street Bank		1	XXX						0					0		XXX	L
9099999.	Total - Common Stocks - Industrial & Miscellaneous					625,829	XXX	613,214	341,156	(62,650)	0	0	(62,650)	0	613,214	0	12,614	12,614	986	XXX	XXX
9799997	Total - Common Stocks - Part 4					625,829	XXX	613,214	341,156	(62,650)	0	0	(62,650)	0	613,214	0	12,614	12,614	986	XXX	XXX
9799999.	Total - Common Stocks					625,829	XXX	613,214	341,156	(62,650)	0	0	(62,650)	0	613,214	0	12,614	12,614	986	XXX	XXX
9899999.	Total - Preferred and Common Stocks					625,829	XXX	613,214	341,156	(62,650)	0	0	(62,650)	0	613,214	0	12,614	12,614	986	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					98,526,608	XXX	100,088,134	77,450,553	(17,216)	(872,632)	34,831	(924,679)	0	96,787,347	0	1,739,262	1,739,262	2,776,423	XXX	XXX

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

Sch. DB-Pt A-Sn 1
NONE

Sch. DB-Pt A-Sn 1-Footnote
NONE

Sch. DB-Pt B-Sn 1
NONE

Sch. DB-Pt B-Sn 1-Footnote
NONE

Sch. DB-Pt B-Sn 1B-Broker List
NONE

Sch. DB-Pt D
NONE

Sch. DL-Pt. 1
NONE

Sch. DL-Pt. 2
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
		Rate	Amount of Interest	Amount of Interest Accrued	6	7	8	
Depository	Code	of Interest	Received During Current Quarter	at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
CITIBANK........ NEW YORK, NY........								XXX..
0199999. Total Open Depositories	XXX	XXX	0	0	0	0	0	XXX..
0399999. Total Cash on Deposit	XXX	XXX	0	0	0	0	0	XXX..
0599999. Total Cash	XXX	XXX	0	0	0	0	0	XXX..

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
Industrial and Miscellaneous (Unaffiliated) Issuer Obligations							
IBM CORP		09/22/2011	0.020	10/18/2011	9,999,906		50
CANADIAN IMPERIAL HOLDINGS		09/30/2011	0.010	10/03/2011	999,999		
CANADIAN IMPERIAL HOLDINGS		09/29/2011	0.030	10/03/2011	2,999,995		5
3299999. Industrial and Miscellaneous (Unaffiliated) Issuer Obligations					13,999,900	0	55
3899999. Total - Industrial and Miscellaneous (Unaffiliated)					13,999,900	0	55
Total							
7799999. Subtotals - Issuer Obligations					13,999,900	0	55
8399999. Subtotals - Bonds					13,999,900	0	55
8699999. Total - Cash Equivalents					13,999,900	0	55