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QUARTERLY STATEMENT

As of September 30, 2011

of the Condition and Affairs of the

Safe Auto Insurance Company

NAIC Group Code..... , (Current Period) (Prior Period)	NAIC Company Code..... 25405	Employer's ID Number..... 31-1379882
Organized under the Laws of OHIO	State of Domicile or Port of Entry OHIO	Country of Domicile US
Incorporated/Organized..... May 28, 1993	Commenced Business..... August 25, 1993	

Statutory Home Office	4 Easton Oval….. Columbus ..... OH ..... 43219 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	4 Easton Oval….. Columbus ..... OH ..... 43219 *(Street and Number) (City or Town, State and Zip Code)*	614-231-0200 *(Area Code) (Telephone Number)*
Mail Address	4 Easton Oval….. Columbus ..... OH ..... 43219 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	4 Easton Oval….. Columbus ..... OH ..... 43219 *(Street and Number) (City or Town, State and Zip Code)*	614-231-0200 *(Area Code) (Telephone Number)*
Internet Web Site Address	www.safeauto.com	
Statutory Statement Contact	Melinda S Fry *(Name)*	614-944-7701 *(Area Code) (Telephone Number) (Extension)*
	melinda.fry@safeauto.com *(E-Mail Address)*	614-559-5357 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. Jon P Diamond	President	2. Mark LeMaster	Secretary & Sr. Vice President
3. Greg A Sutton	Chief Financial Officer	4. Ari Deshe	Chairman & CEO

OTHER

Thomas Boyd	Vice President	Pamela Pond	Vice President
Todd E Friedman	Vice President	April D Miller	Sr. Vice President
Vic Johnson	Sr. Vice President	Mary M Lorms	Vice President
Jack H Coolidge	Sr. Vice President	Kristin Watkins	Vice President
John Elias	Vice President	Shane Switzer	Vice President
Ralph L Phillips III	Vice President	Grace Strahl	Vice President
Tim Collins	Asst. Vice President	Terry Gusler	Vice President
Thomas Happensack	Vice President and Controller	Guy Fulcher	Sr. Vice President
Chris Parks	Vice President		

DIRECTORS OR TRUSTEES

Charles Bryan	Ari Deshe	Jon P Diamond	Oded Gur-Arie
Ralph A Kaparos	James Schultz		

State of........ Ohio
County of..... Franklin

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)
Jon P Diamond	Mark LeMaster	Greg A Sutton
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Secretary & Sr. Vice President	Chief Financial Officer
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This _________ day of ________________________

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	239,771,230		239,771,230	293,322,720
2. Stocks:				
2.1 Preferred stocks			0	
2.2 Common stocks	20,767,897		20,767,897	18,285,385
3. Mortgage loans on real estate:				
3.1 First liens	3,184,511		3,184,511	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)	34,669,395		34,669,395	32,160,183
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....(1,683,494)), cash equivalents ($.....4,749,542) and short-term investments ($.....5,189,493)	8,255,541		8,255,541	15,191,349
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)	306,648,574	0	306,648,574	358,959,638
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	1,633,863		1,633,863	2,495,185
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	15,766,599		15,766,599	16,375,403
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	47,829,190		47,829,190	46,335,287
15.3 Accrued retrospective premiums			0	
16. Reinsurance:				
161. Amounts recoverable from reinsurers			0	
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts			0	
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon	9,369,047		9,369,047	1,637,620
18.2 Net deferred tax asset	11,255,633		11,255,633	14,154,347
19. Guaranty funds receivable or on deposit			0	
20. Electronic data processing equipment and software	11,632,884	9,666,636	1,966,248	2,529,251
21. Furniture and equipment, including health care delivery assets ($..........0)	2,977,610	2,977,610	(0)	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates			0	135,249
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	8,868,312	1,681,583	7,186,729	7,291,124
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	415,981,712	14,325,829	401,655,883	449,913,104
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	415,981,712	14,325,829	401,655,883	449,913,104

DETAILS OF WRITE-INS

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. Corporate owned life insurance	3,138,572		3,138,572	3,210,380
2502. Deferred compensation life insurance	2,667,822		2,667,822	2,689,279
2503. License/maintenance agreements (prepaid)	2,301,983	1,313,013	988,970	827,286
2598. Summary of remaining write-ins for Line 25 from overflow page	759,935	368,570	391,365	564,179
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	8,868,312	1,681,583	7,186,729	7,291,124

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....57,155,273)	103,136,445	119,153,011
2.	Reinsurance payable on paid losses and loss adjustment expenses		
3.	Loss adjustment expenses	35,135,002	36,711,003
4.	Commissions payable, contingent commissions and other similar charges		
5.	Other expenses (excluding taxes, licenses and fees)	5,388,909	7,186,266
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	3,247,638	4,929,333
7.1	Current federal and foreign income taxes (including $..........0 on realized capital gains (losses))		
7.2	Net deferred tax liability		
8.	Borrowed money $.....150,000 and interest thereon $..........0	150,000	150,000
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $...........0 and including warranty reserves of $..........0)	81,447,647	79,783,051
10.	Advance premium		
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)		
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		
19.	Payable to parent, subsidiaries and affiliates	32,926,153	5,466,340
20.	Derivatives		
21.	Payable for securities		
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	6,020,616	14,186,629
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	267,452,410	267,565,633
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	267,452,410	267,565,633
29.	Aggregate write-ins for special surplus funds	822,700	2,981,655
30.	Common capital stock	2,500,000	2,500,000
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	41,400,000	41,400,000
35.	Unassigned funds (surplus)	89,480,773	135,465,816
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)	134,203,473	182,347,471
38.	Totals	401,655,883	449,913,104

DETAILS OF WRITE-INS

2501.	Funds set aside for escheatment	2,642,523	2,523,486
2502.	Executive deferred compensation payable	2,696,662	2,750,025
2503.	Self-insured medical plan	446,083	563,205
2598.	Summary of remaining write-ins for Line 25 from overflow page	235,348	8,349,913
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	6,020,616	14,186,629
2901.	Additional admitted deferred tax assets	822,700	2,981,655
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)	822,700	2,981,655
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 $.....234,587,410)	232,922,809	258,386,492	336,384,853
1.2 Assumed (written $..........0)			
1.3 Ceded (written $.....80,250)	80,250	82,500	110,000
1.4 Net (written $.....234,507,160)	232,842,559	258,303,992	336,274,853
DEDUCTIONS:			
2. Losses incurred (current accident year $.....131,350,941):			
2.1 Direct	118,708,477	142,647,527	180,280,752
2.2 Assumed			
2.3 Ceded			
2.4 Net	118,708,477	142,647,527	180,280,752
3. Loss adjustment expenses incurred	27,801,611	29,787,845	39,995,235
4. Other underwriting expenses incurred	97,650,928	95,700,250	132,523,813
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	244,161,016	268,135,622	352,799,800
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(11,318,457)	(9,831,630)	(16,524,947)
INVESTMENT INCOME			
9. Net investment income earned	7,561,454	7,929,201	10,739,549
10. Net realized capital gains (losses) less capital gains tax of $.....984,834	1,617,387	2,069,901	3,244,647
11. Net investment gain (loss) (Lines 9 + 10)	9,178,841	9,999,102	13,984,196
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $..........0 amount charged off $.....2,825,766)	(2,825,766)	(5,581,244)	(6,281,387)
13. Finance and service charges not included in premiums	22,891,155	24,905,277	32,742,695
14. Aggregate write-ins for miscellaneous income	529,395	1,199,801	2,082,623
15. Total other income (Lines 12 through 14)	20,594,784	20,523,834	28,543,931
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	18,455,168	20,691,306	26,003,180
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)	18,455,168	20,691,306	26,003,180
19. Federal and foreign income taxes incurred	1,067,520	4,951,895	6,207,966
20. Net income (Line 18 minus Line 19) (to Line 22)	17,387,648	15,739,411	19,795,214
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	182,347,475	171,167,878	171,167,877
22. Net income (from Line 20)	17,387,648	15,739,411	19,795,214
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....(954,441)	(1,772,532)	553,648	471,774
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(3,853,155)	1,022,941	2,980,872
27. Change in nonadmitted assets	1,094,037	(2,715,170)	(3,568,262)
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)		1,000,000	1,000,000
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)		(1,000,000)	(1,000,000)
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders	(61,000,000)	(8,500,000)	(8,500,000)
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	(48,144,002)	6,100,830	11,179,598
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	134,203,473	177,268,708	182,347,475

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. Miscellaneous income	529,395	1,199,801	2,082,623
1402.			
1403.			
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)	529,395	1,199,801	2,082,623
3701. Additional admitted deferred tax assets			2,190,488
3702. Reclassification of additional admitted deferred tax assets to special surplus funds			(2,190,488)
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)	0	0	0

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	233,622,056	257,966,805	334,474,116
2. Net investment income	10,472,267	10,472,451	14,000,883
3. Miscellaneous income	20,594,784	20,523,834	28,543,931
4. Total (Lines 1 through 3)	264,689,107	288,963,091	377,018,930
5. Benefit and loss related payments	134,725,043	139,536,867	182,617,473
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	130,507,592	123,720,038	169,010,612
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of $..........0 tax on capital gains (losses)	9,783,781	7,236,895	9,307,110
10. Total (Lines 5 through 9)	275,016,416	270,493,800	360,935,195
11. Net cash from operations (Line 4 minus Line 10)	(10,327,309)	18,469,291	16,083,735
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	128,454,394	138,714,589	166,490,799
12.2 Stocks	2,430,941	2,017,135	12,331,007
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			(10,568)
12.7 Miscellaneous proceeds		13,445,775	
12.8 Total investment proceeds (Lines 12.1 to 12.7)	130,885,335	154,177,499	178,811,238
13. Cost of investments acquired (long-term only):			
13.1 Bonds	73,785,545	144,542,913	173,571,760
13.2 Stocks	7,599,569	11,830,895	21,746,252
13.3 Mortgage loans	3,184,511		
13.4 Real estate	3,115,082		1,877,218
13.5 Other invested assets			
13.6 Miscellaneous applications			649,961
13.7 Total investments acquired (Lines 13.1 to 13.6)	87,684,707	156,373,808	197,845,191
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)	43,200,628	(2,196,309)	(19,033,953)
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	61,000,000	8,500,000	8,500,000
16.6 Other cash provided (applied)	21,190,872	(753,202)	1,594,465
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(39,809,128)	(9,253,202)	(6,905,535)
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)	(6,935,809)	7,019,780	(9,855,752)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	15,191,349	25,047,102	25,047,102
19.2 End of period (Line 18 plus Line 19.1)	8,255,541	32,066,882	15,191,349

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

20.0001			

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. The accompanying financial statements of Safe Auto Insurance Company ("the Company") have been prepared on the basis of accounting practices prescribed or permitted by the Insurance Department of the State of Ohio. The Insurance Department of the State of Ohio recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

There have been no significant changes in accounting policies.

Note 2 - Accounting Changes and Corrections of Errors

None

Note 3 - Business Combinations and Goodwill

None

Note 4 - Discontinued Operations

None

Note 5 - Investments

A. Mortgage Loans

1. The Company carries one commercial mortgage loan with a current interest rate of 6.5%. The interest rate escalates over the life of the loan.
2. The Company did not reduce interest rates on any outstanding loans during the current year.
3. The maximum percentage of any one loan to the value of collateral at the time of the loan was 56%.
4. The Company did not hold mortgages with interest 180 days or more past due.
5. There were no taxes, assessments or any amounts advanced and not included in the mortgage loan.

6 – 12. There were no impaired mortgage loans.

D. Loan-Backed Securities

2. Prepayment assumptions for Mortgage-Backed Securities, Collateralized Mortgage Obligations and Other Structured Securities were generated using a purchased prepayment model. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels or interest rates (refinancing incentive), economic activity (including housing turnover) and term and age of the underlying collateral (burnout, seasoning).
4. All loan backed securities with a 2011 recognized OTTI, disclosed in the aggregate, classified on the basis for the OTTI, are as follows:

	Amortized Cost Basis Before Other-than-Temporary Impairment	Other-than-Temporary Impair-ment Recognized in Loss	Fair Value
Intent to sell	-	-	-
Inability or lack of intent to hold	-	-	-
Intent and ability to hold	$ 380,330	$ 340,093	$ 716,654

5. The following table provides information for each security with a 2011 recognized OTTI, currently held by the Company, and the present value of cash flows expected to be collected is less than the amortized cost basis of the securities:

CUSIP	Book/Adj Carrying Value Amortized Cost before current period OTTI	PV of Projected Cash flows	Recognized other-than-temporary impairment	Amortized cost after other -than-temporary impair-ment	Fair Value	Reporting Period
456606HL9	327,663	53,188	274,475	53,188	53,188	3/31/2011
456606HL9	52,667	48,214	4,453	48,214	48,214	6/30/2011
126380AB0	676,418	615,252	61,165	615,252	615,252	9/30/2011
Total			$ 340,093			

6. Unrealized Loss greater than and less than 12 months:

	Unrealized Losses Less Than 12 Months		Unrealized Losses Greater Than 12 Months		Total	
Asset Class	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Other Structured Securities	4,996,322	(9,226)	-	-	4,996,322	(9,226)
Commercial mortgage backed securities	9,562,304	(109,627)	-	-	9,562,304	(109,627)
Residential mortgage backed securities	3,412,862	(18,852)	501,456	(29,692)	3,914,318	(48,544)
Total	$ 17,971,488	$ (137,705)	$ 501,456	$ (29,692)	$ 18,472,944	$ (167,397)

7. Recommendations for potential impairments are based on periodic analytical reviews and / or client specific OTTI requirements. Analysis relies on actual collateral performance measurements including, but not limited to prepayment rates, default rates, delinquencies and loss severity sourced through third party data providers.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

None

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

None

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

D. At September 30, 2011, the Company carried a net receivable from Safe Auto Group Agency, Inc. of $1,077,998 and a net payable to Safe Auto Insurance Group of $24,635,105. The Company declared a $50 million dividend payable to Safe Auto Insurance Group on August 16, 2011. As of September 30, 2011, $34 million of this dividend was included in the net payable to Safe Auto Insurance Group as full payment of the dividend has not yet been made.

The Company consolidated cash balances with its parent, Safe Auto Insurance Group, Inc., and its affiliates in prior years. At the end of December 2010 this practice was cancelled.

F. Safe Auto Group Agency, Inc. provides agency services for Safe Auto Insurance Company by employing certain agents, customer service and related management personnel while also exclusively providing certain advertising and marketing efforts. The services totalled $19,221,604 and $10,690,895 for the third quarter of 2011 and 2010, respectively, and 40,437,152 and $20,857,207 for the first nine months of 2011 and 2010, respectively.

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

D. The Company is named, from time to time and in the ordinary course of business, as a defendant in legal actions arising principally from claims made under its insurance contracts including those that seek extra-contractual damages beyond policy limits, commonly referred to as extra-contractual or bad faith claims. Such legal actions are considered by the Company in estimating the loss and LAE reserves.

Refer to Note 4, “Loss and Loss Adjustment Expense Reserves.”

The Company is also, from time to time and in the ordinary course of business, faced with class action lawsuits, regulatory proceedings, and individual lawsuits that are not directly related to its insurance contracts. These matters currently include: i) the alleged improper charge for uninsured/underinsured motorist coverage and ii) the alleged improper charge for certain liability premiums. The Company is vigorously defending its position in these matters. In accordance with the applicable accounting principles, reserves have been established for those matters as to which the Company has determined it is probable a loss has been incurred and a reasonable estimate of the Company’s potential exposure can be established. Likewise, the Company has not established reserves for those matters where the loss is not probable and/or it currently is unable to estimate the Company’s potential exposure. If any one or more of these matters results in a judgment against, or settlement by, the Company in an amount significantly in excess of the reserve established for such matter, if any, the resulting liability could have a material effect on the Company’s financial condition, cash flows, and results of operations.

At this time, the Company does not believe that any other legal action necessitates recognition of losses or disclosure, or that the resolution of such action would have a material adverse effect on the Company’s financial position or results of operations.

E. During 2011 and 2010, the Company recognized other-than-temporary impairments on certain underperforming investment securities. The investment securities were written down to fair value on the measurement dates, resulting in a total pre-tax realized loss of $340,093 and $243,536 for the first nine months of 2011 and 2010, respectively.

Note 15 - Leases

No significant change.

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

No significant change.

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

None

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

None

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

None

Note 20 – Fair Value

A. Inputs Used for Assets and Liabilities Measured at Fair Value
   1. Fair Value measurements by Levels 1, 2 and 3

The Company’s financial assets carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by ASC 820 *Fair Value Measurements and Disclosures.* The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset’s or a liability’s classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are defined as follows:

Level 1 – Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.

Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.

Level 3 – Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

Description	Level 1	Level 2	Level 3	Total
States and political subdivisions	$ -	$ 246,858	$ -	$ 246,858
Residential mortgage backed securities	-	65,074	-	65,074
Commercial mortgage backed securities	-	-	-	-
Total fixed maturities	-	311,932	-	311,932
Common stock	20,078,397	689,500	-	20,767,897
Total investments	$20,078,397	$1,001,432	$ -	$ 21,079,829

The Company has no liabilities recorded at fair value.

2. Roll forward of Level 3 items

The following table summarized the changes in assets classified in Level 3 as of September 30, 2011. All of the Level 3 securities owned by the Company were commercial mortgage backed securities. Gains and losses reported in this table may include changes in fair value that are attributable to both observable and unobservable inputs.

	Balance at 1/1/11	Transfers in Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases, issuances, sales and settlements	Balance at 9/30/11
Commercial mortgage	$ 127,275	-	(127,032)	-	(243)	-	$ -
Total	$ 127,275	$ -	$ (127,032)	$ -	$ (243)	$ -	$ -

There were no transfers between Level 1 and Level 2 assets during the current period.

3. Policy for Determining Transfers between Levels.

Reclassifications impacting Level 3 financial instruments are reported as transfers in (out) of the Level 3 category as of the beginning of the quarter in which the transfer occurs; gains and losses in income only reflect activity for the period the instrument was classified in Level 3. The same policy is followed when a transfer between Level 1 and Level 2 occurs.

4. Fair value measurements for fixed income and equity securities are based on values either published by the NAIC's Security Valuation Office (SVO) or from an independent pricing service vendor. Under certain circumstances, if neither an SVO price nor Vendor price is available, a price may be obtained from a broker. Short term securities and cash equivalents are valued at amortized cost.

5. When published prices from the SVO are not available, the Company relies predominately on independent pricing service vendors that have been evaluated and approved by our internal pricing policy committee. Generally, pricing service vendors use a pricing methodology involving the market approach, including pricing models, which use prices and relevant market information regarding a particular security or securities with similar characteristics to establish a valuation. Certain investments are carried at fair value, while others may periodically be carried at fair value based on certain factors such as the NAIC's lower of cost or market rule or an impairment. Assets recorded at fair value are categorized based on an evaluation of the various inputs used to measure the fair value. Supporting documentation received from pricing vendors detailing the inputs, models and processes used in the vendor's evaluation process is used by the Company to determine the appropriate fair value hierarchy. Documentation from each pricing vendor is reviewed and monitored periodically to ensure they are consistent with the Company's pricing policy. Market Information obtained from brokers with respect to security valuations is also considered in the pricing hierarchy.

5. Derivative Fair Values

Not Applicable

B. This disclosure removed by NAIC December, 2010

C. Other Fair Value Disclosures

Not applicable

D. Reasons Not Practical to Estimate Fair Value

Not applicable

Note 21 - Other Items

A. In the third quarter of 2011, the Company settled and paid a class action lawsuit for $6.75 million. The Company carried an $8.0 million reserve on its balance sheet since December 31, 2010 to cover the exposure.

Note 22 - Events Subsequent

None

Note 23 - Reinsurance

The Company is a party in a prospective personal automobile physical damage catastrophe agreement of reinsurance with General Reinsurance Corporation. This reinsurance agreement covers a portion of aggregated losses arising from catastrophic events that exceed a specified retention stated in the agreement. Ceded premiums are calculated primarily based on a percentage of comprehensive premiums earned and amount of coverage. The agreement expires at each year-end, and has been renewed for 2011.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

None

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

A. Reserves as of December 31, 2010 were $155.9 million. As of September 30, 2011, $76.6 million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now $67.7 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on the other private passenger auto liability lines of insurance. Therefore, there has been a $11.5 million favorable prior year development from December 31, 2010 to September 30, 2011. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. The Company experienced no prior year claim development on retrospectively rated policies because the company did not issue retrospectively rated policies during any prior year.

Note 26 - Intercompany Pooling Arrangements

None

Note 27 - Structured Settlements

None

Note 28 - Health Care Receivables

None

Note 29 - Participating Policies

None

Note 30 - Premium Deficiency Reserves

None

Note 31 - High Deductibles

None

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

A. The Company does not discount liabilities for unpaid losses or unpaid loss adjustment expenses.

Note 33 - Asbestos/Environmental Reserves

None

Note 34 - Subscriber Savings Accounts

None

Note 35 - Multiple Peril Crop Insurance

None

Note 36 – Financial Guaranty Insurance

None

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 [ ] N/A [X]
If yes, attach an explanation.

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

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

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 5/12/2011........................

6.4 By what department or departments?
Ohio Department of Insurance

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 [ ] No [X]

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

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 [X]
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
U.S. Bank	425 Walnut Street, 6th Floor, Cincinnati, OH 45202
Merrill Lynch	65 East State Street, Suite 2600, Columbus, OH 43215
JP Morgan Chase NA	Columbus Trust Office, 100 East Broad Street, Columbus, OH 43271-0192
JP Morgan Chase	100 N. Broadway, Oklahoma City, OK 73102
Bank of America Corporation	200 W. Capitol Avenue, FL 6, Little Rock, AR 72201
SunTrust	P.O. Box 26665, Richmond, VA 23261-6665
FHLB of Cincinnati	221 E. 4th Street, Suite 1000, Cincinnati, OH 45202

16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation.

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
105900	General Re/New England Asset Management	76 Batterson Park Road, Farmington, CT 06032
7691	Merrill Lynch	65 East State Street, Columbus, OH 43215
1608684	JP Morgan Chase	345 Park Avenue, New York, NY 10154-1002

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

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)

NONE

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	
		2	3	4	5	6	7
States, Etc.	Active Status	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date
1. Alabama AL	N						
2. Alaska AK	N						
3. Arizona AZ	L	8,639,643	10,620,408	4,569,372	4,517,263	4,036,611	4,382,276
4. Arkansas AR	L						
5. California CA	N						
6. Colorado CO	L						
7. Connecticut CT	N						
8. Delaware DE	N						
9. District of Columbia DC	N						
10. Florida FL	N						
11. Georgia GA	L	18,571,941	21,495,611	10,968,405	15,457,195	8,155,595	10,850,621
12. Hawaii HI	N						
13. Idaho ID	N						
14. Illinois IL	L	12,458,801	14,409,943	7,583,881	7,423,763	6,578,595	7,770,525
15. Indiana IN	L	21,535,144	24,588,780	11,956,424	12,902,375	9,237,639	11,690,971
16. Iowa IA	N						
17. Kansas KS	L	399,349		54,140		186,998	
18. Kentucky KY	L	23,395,882	21,824,035	12,756,846	12,473,130	11,358,648	14,310,377
19. Louisiana LA	L	3,247,848	4,498,724	1,874,074	2,011,923	1,465,118	1,651,636
20. Maine ME	N						
21. Maryland MD	N						
22. Massachusetts MA	N						
23. Michigan MI	N						
24. Minnesota MN	N						
25. Mississippi MS	L	1,391,467	1,506,672	650,316	635,692	777,875	837,287
26. Missouri MO	L	16,220,506	18,624,799	12,145,014	10,494,068	7,865,884	9,149,563
27. Montana MT	N						
28. Nebraska NE	N						
29. Nevada NV	N						
30. New Hampshire NH	N						
31. New Jersey NJ	N						
32. New Mexico NM	N						
33. New York NY	N						
34. North Carolina NC	N						
35. North Dakota ND	N						
36. Ohio OH	L	43,123,287	47,836,596	23,249,551	24,129,074	14,646,749	18,361,968
37. Oklahoma OK	L	6,011,711	6,651,240	4,070,726	3,472,117	3,087,410	3,184,943
38. Oregon OR	N						
39. Pennsylvania PA	L	42,684,147	45,955,479	22,931,373	22,317,750	20,032,530	23,260,446
40. Rhode Island RI	N						
41. South Carolina SC	L	9,443,786	11,188,137	6,212,531	7,064,341	4,703,994	6,304,045
42. South Dakota SD	N						
43. Tennessee TN	L	7,387,697	8,064,845	3,994,458	4,515,879	3,110,218	3,485,971
44. Texas TX	L	19,590,429	23,745,437	11,687,181	12,122,297	7,745,654	9,359,762
45. Utah UT	N						
46. Vermont VT	N						
47. Virginia VA	L	485,772		20,752		146,927	
48. Washington WA	N						
49. West Virginia WV	N						
50. Wisconsin WI	N						
51. Wyoming WY	N						
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) 18	234,587,410	261,010,706	134,725,044	139,536,867	103,136,445	124,600,391

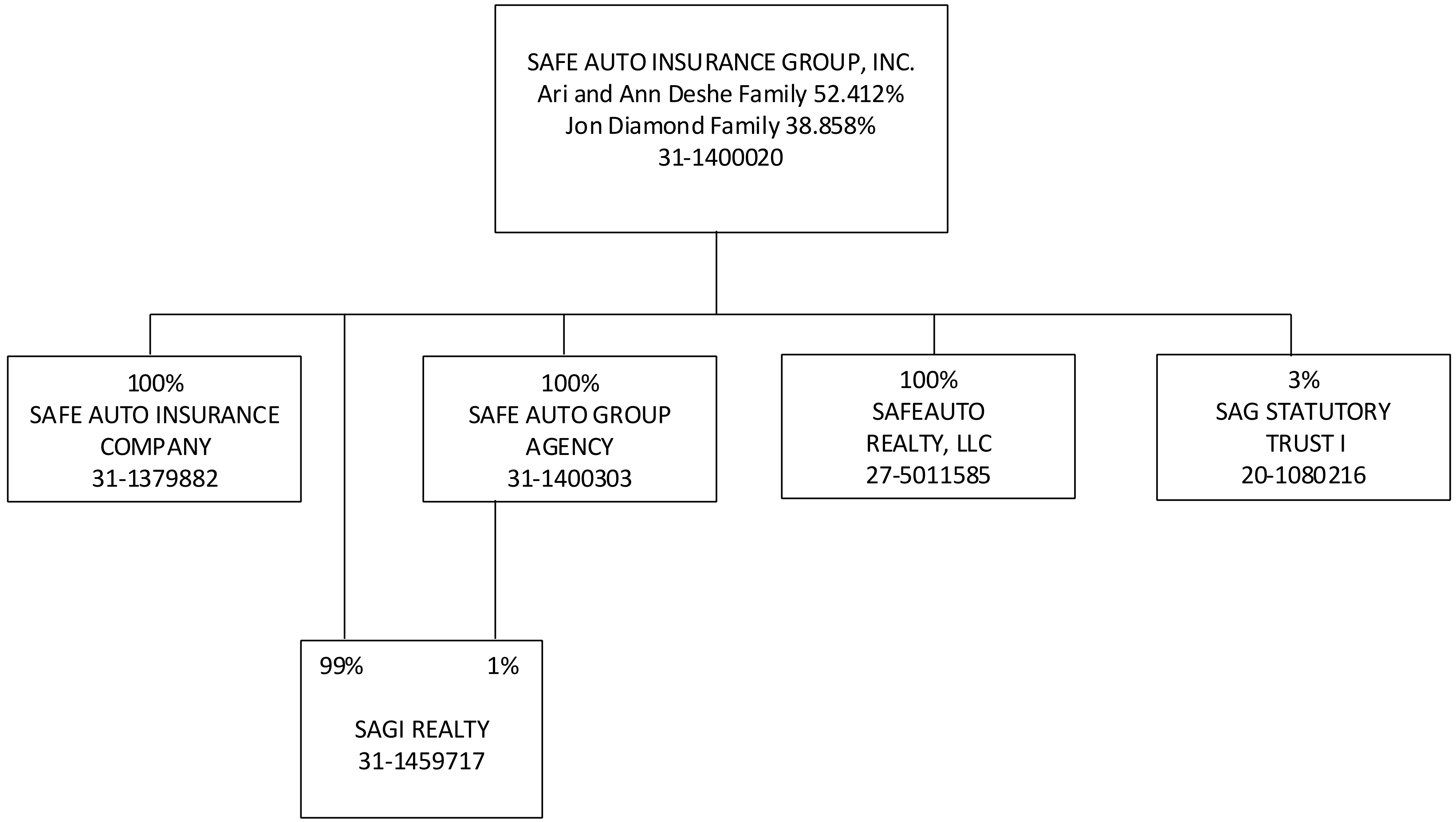
DETAILS OF WRITE-INS

	1	2	3	4	5	6	7
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



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			0.0	
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			0.0	
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	169,401,501	87,628,006	51.7	56.6
19.3, 19.4 Commercial auto liability			0.0	
21. Auto physical damage	63,521,308	31,080,471	48.9	51.6
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	0	0	0.0	
35. Totals	232,922,809	118,708,477	51.0	55.2
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	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	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			
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			
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	54,621,035	170,964,512	188,110,530
19.3 19.4 Commercial auto liability			
21. Auto physical damage	20,582,783	63,622,897	72,900,176
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	0	0
35. Totals	75,203,818	234,587,409	261,010,706
DETAILS OF WRITE-INS			
3401.			
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	0	0

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	18,568	2,665	21,233	7,332	51	7,383	9,050	108	2,017	11,175	(2,186)	(489)	(2,675)
2. 2009	30,639	3,872	34,511	15,521	155	15,676	15,305	233	1,618	17,156	187	(1,866)	(1,679)
3. Subtotals 2009 + Prior	49,207	6,537	55,744	22,853	206	23,059	24,355	341	3,635	28,331	(1,999)	(2,355)	(4,354)
4. 2010	83,495	16,625	100,120	50,792	2,773	53,565	32,220	1,851	5,333	39,404	(483)	(6,668)	(7,151)
5. Subtotals 2010 + Prior	132,702	23,162	155,864	73,645	2,979	76,624	56,575	2,192	8,968	67,735	(2,482)	(9,023)	(11,505)
6. 2011	XXX	XXX	XXX	XXX	87,479	87,479	XXX	57,791	12,747	70,538	XXX	XXX	XXX
7. Totals	132,702	23,162	155,864	73,645	90,458	164,103	56,575	59,983	21,715	138,273	(2,482)	(9,023)	(11,505)
8. Prior Year-End's Surplus As Regards Policyholders	182,347												

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. (1.9)%	2. (39.0)%	3. (7.4)%

Col. 13, Line 7 Line 8
4. (6.3)%

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:

* 2 5 4 0 5 2 0 1 1 4 9 0 0 0 0 0 3 *

* 2 5 4 0 5 2 0 1 1 4 5 5 0 0 0 0 3 *

* 2 5 4 0 5 2 0 1 1 3 6 5 0 0 0 0 3 *

* 2 5 4 0 5 2 0 1 1 5 0 5 0 0 0 0 3 *

Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31, Prior Year Net Admitted Assets
2504. Prepaid expenses	159,914	159,914	0	
2505. Job incentives receivables	203,540		203,540	374,164
2506. Postage receivable	208,656	208,656	0	
2507. Miscellaneous receivables	187,825		187,825	190,015
2597. Summary of remaining write-ins for Line 25	759,935	368,570	391,365	564,179

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
2504. Declined payments suspense	13,381	17,816
2505 Construction retainage		171,299
2506. A/R	2,431	2,431
2507. Other payroll funding suspense	28,736	9,945
2508. Payable for software monitoring system	48,422	48,422
2509. 401K remediation costs		100,000
2510. Corporate reserve		8,000,000
2511. Miscellaneous liabilities	142,378	
2513.		
2597. Summary of remaining write-ins for Line 25	235,348	8,349,913

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	32,160,183	31,018,013
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition	3,115,082	1,877,218
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	605,871	735,047
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	34,669,395	32,160,183
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	34,669,395	32,160,183

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	2,784,511	
2.2 Additional investment made after acquisition	400,000	
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)	3,184,511	0
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	3,184,511	0
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)	3,184,511	0

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

NONE

	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

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	311,608,109	292,193,620
2. Cost of bonds and stocks acquired	81,385,112	195,318,012
3. Accrual of discount	70,218	118,805
4. Unrealized valuation increase (decrease)	(2,726,973)	725,807
5. Total gain (loss) on disposals	2,941,918	4,957,963
6. Deduct consideration for bonds and stocks disposed of	130,885,326	178,821,806
7. Deduct amortization of premium	1,513,838	2,552,422
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	340,093	331,870
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	260,539,127	311,608,109
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	260,539,127	311,608,109

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)	280,531,575	46,230,973	81,757,063	(175,322)	298,851,001	280,531,575	244,830,163	292,834,073
2. Class 2 (a)	4,965,154		335,022	(265,157)	6,412,947	4,965,154	4,364,975	6,955,198
3. Class 3 (a)	245,455		999	20,902	244,055	245,455	265,358	243,305
4. Class 4 (a)	238,751			(35,555)	239,489	238,751	203,196	240,776
5. Class 5 (a)								
6. Class 6 (a)	48,214		944	(696)	53,188	48,214	46,573	116,747
7. Total Bonds	286,029,149	46,230,973	82,094,028	(455,828)	305,800,680	286,029,149	249,710,265	300,390,099
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	286,029,149	46,230,973	82,094,028	(455,828)	305,800,680	286,029,149	249,710,265	300,390,099

(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 $.....859,957; NAIC 5 $..........0; NAIC 6 $.....147,975.

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	5,189,492	XXX	5,189,492	7,592	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	2,067,504	5,675,741
2. Cost of short-term investments acquired	24,098,579	31,453,022
3. Accrual of discount	534	698
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		(10,924)
6. Deduct consideration received on disposals	20,976,496	35,044,093
7. Deduct amortization of premium	628	6,940
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)	5,189,493	2,067,504
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	5,189,493	2,067,504

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	4,999,872	5,699,698
2. Cost of cash equivalents acquired	108,241,863	217,705,478
3. Accrual of discount	6,744	12,793
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals	397	356
6. Deduct consideration received on disposals	108,499,334	218,418,435
7. Deduct amortization of premium		18
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)	4,749,542	4,999,872
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	4,749,542	4,999,872

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	Location		4	5	6	7	8	9
	2	3						
Description of Property	City	State	Date Acquired	Name of Vendor	Actual Cost at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition
Acquired by Purchase								
Somerset, KY Office	Somerset	KY	09/29/2010	Various			4,992,300	19,857
0199999. Totals					0	0	4,992,300	19,857
0399999. Totals					0	0	4,992,300	19,857

QE01

SCHEDULE A - PART 3

Showing all Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract "

1	Location		4	5	6	7	8	Change in Book/Adjusted Carrying Value Less Encumbrances					14	15	16	17	18	19	20
	2	3						9	10	11	12	13							
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Expended for Additions, Permanent Improvements and Changes in Encumbrances	Book/Adjusted Carrying Value Less Encumbrances Prior Year	Current Year's Depreciation	Current Year's Other Than Temporary Impairment Recognized	Current Year's Change in Encumbrances	Total Change in B./A.C.V. (11 - 9 - 10)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Amounts Received During Year	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs, and Expenses Incurred

NONE

SCHEDULE B - PART 2

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

1	Location		4	5	6	7	8	9
	2	3						
Loan Number	City	State	Loan Type	Date Acquired	Rate of Interest	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Value of Land and Buildings
Mortgages in Good Standing								
Commercial Mortgages - All Other								
1	Columbus	Ohio		02/25/2011	6.500	2,784,511	400,000	6,300,000
0599999. Total - Mortgages in Good Standing - Commercial Mortgages - All Other				XXX	XXX	2,784,511	400,000	6,300,000
0899999. Total - Mortgages in Good Standing				XXX	XXX	2,784,511	400,000	6,300,000
3399999. Total Mortgages				XXX	XXX	2,784,511	400,000	6,300,000

SCHEDULE B - PART 3

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

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal

NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	2	Location		5	6	7	8	9	10	11	12	13
		3	4									
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Desig- nation	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership

NONE

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1	2	Location		5	6	7	8	Changes in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income

NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous									
02582J FC 9	AMERICAN EXPRESS CREDIT ACCOUN 08-4 A		09/14/2011	MORGAN STANLEY & CO.		1,032,422	1,000,000	181	1FE
06423R AV 8	BANK ONE ISSUANCE TRUST 03-A4 A4		09/22/2011	MORGAN STANLEY & CO.		3,006,563	3,000,000	319	1FE
14041N CS 8	CAPITAL ONE MULTI-ASSET EXECUT 06-A5 A5		09/22/2011	BARCLAYS CAPITAL		2,991,563	3,000,000	193	1FE
14041N DY 4	CAPITAL ONE MULTI-ASSET EXECUT 07-A8 A8		09/14/2011	MORGAN STANLEY & CO.		2,253,691	2,250,000	162	1FE
161571 DD 3	CHASE ISSUANCE TRUST 08-A13 A13		09/22/2011	DEUTSCHE BANK		3,082,266	3,000,000	1,231	1FE
17305E DL 6	CITIBANK CREDIT CARD ISSUANCE 06-A8 A8		09/14/2011	MORGAN STANLEY & CO.		992,656	1,000,000	522	1FE
191216 AS 9	COCA-COLA COMPANY		08/10/2011	EXCHANGE		999,800	1,000,000		1FE
46625H HW 3	JPMORGAN CHASE & CO		08/12/2011	JP MORGAN SECURITIES INC.		983,700	1,000,000	2,311	1FE
55264T DX 6	MBNA CREDIT CARD MASTER NOTE T 06-A5 A5		09/15/2011	CREDIT SUISSE FIRST BOSTON		2,998,008	3,000,000	120	1FE
3899999.	Total - Bonds - Industrial & Miscellaneous					18,340,669	18,250,000	5,039	XXX
8399997.	Total - Bonds - Part 3					18,340,669	18,250,000	5,039	XXX
8399999.	Total - Bonds					18,340,669	18,250,000	5,039	XXX
Common Stocks - Mutual Funds									
464287 40 8	ISHARES S&P 500/BARRA VALUE INDEX FUND		08/12/2011	JP MORGAN SECURITIES INC.	4,595.000	249,140	XXX		L
464287 66 3	ISHARES RUSSELL 3000 VALUE		08/12/2011	JP MORGAN SECURITIES INC.	3,195.000	249,539	XXX		L
464288 28 1	ISHARES JP MORGAN EM BOND FD		08/10/2011	MERRILL LYNCH	455.000	49,544	XXX		L
72201M 81 8	PIMCO EMRG MARKETS BOND-P		08/10/2011	MERRILL LYNCH	4,436.279	50,000	XXX		L
78462F 10 3	SPDR S&P 500 ETF TRUST		08/12/2011	JP MORGAN SECURITIES INC.	2,102.000	248,665	XXX		L
9299999.	Total - Common Stocks - Mutual Funds					846,888	XXX	0	XXX
9799997.	Total - Common Stocks - Part 3					846,888	XXX	0	XXX
9799999.	Total - Common Stocks					846,888	XXX	0	XXX
9899999.	Total - Preferred and Common Stocks					846,888	XXX	0	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					19,187,557	XXX	5,039	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																					
3133XU EC 3	FEDERAL HOME LOAN BANK		08/12/2011	SECURITY CALLED BY ISSUER at 100.000		250,000	250,000	252,885	251,143		(1,143)		(1,143)		250,000			0	6,625	08/12/2013	1FE
3133XY WB 7	FEDERAL HOME LOAN BANK		08/31/2011	PARIBAS CORPORATION		754,845	750,000	751,349	751,035		(419)		(419)		750,616		4,229	4,229	6,727	08/22/2012	1
3135G0 BR 3	FANNIE MAE		08/31/2011	UBS PAINEWEBBER		3,510,815	3,500,000	3,491,075			712		712		3,491,787		19,028	19,028	3,597	08/09/2013	1
31398A 4M 1	FANNIE MAE		08/31/2011	HSBC SECURITIES USA INC		1,028,946	1,000,000	1,012,522	1,012,136		(1,631)		(1,631)		1,010,505		18,441	18,441	13,767	10/26/2015	1
3620C6 UC 7	GOVERNMENT NATL MTG ASSOC #750379		09/01/2011	PAYDOWN		11,393	11,393	11,740	11,403		(10)		(10)		11,393			0	114	08/01/2040	1
36295W JM 0	GOVERNMENT NATL MTG ASSOC #682568		09/01/2011	PAYDOWN		32,122	32,122	33,101	32,206		(84)		(84)		32,122			0	836	08/01/2040	1
36296P KQ 3	GOVERNMENT NATL MTG ASSOC #697003		09/01/2011	PAYDOWN		114,488	114,488	117,977	114,607		(119)		(119)		114,488			0	1,220	07/01/2040	1
36296U SY 7	GOVERNMENT NATL MTG ASSOC #701735		09/01/2011	PAYDOWN		81,033	81,033	82,705	81,052		(19)		(19)		81,033			0	954	01/01/2039	1
36296X SY 1	GOVERNMENT NATL MTG ASSOC #704435		09/01/2011	PAYDOWN		104,252	104,252	106,403	104,258		(6)		(6)		104,252			0	1,172	01/01/2039	1
36297J TV 6	GOVERNMENT NATL MTG ASSOC #713464		09/01/2011	VARIOUS		3,608,189	3,309,798	3,411,161	3,390,842		(4,047)		(4,047)		3,386,795		221,394	221,394	117,106	04/01/2039	1
912828 LV 0	UNITED STATES TREASURY NOTE		08/31/2011	MATURITY		250,000	250,000	251,816	251,067		(1,067)		(1,067)		250,000			0	2,500	08/31/2011	1
0599999.	Total - Bonds - U.S. Government					9,746,083	9,403,086	9,522,734	5,999,749	0	(7,833)	0	(7,833)	0	9,482,991	0	263,092	263,092	154,618	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
20772G KD 9	CONNECTICUT ST		08/01/2011	SECURITY CALLED BY ISSUER at 100.000		500,000	500,000	500,000	500,000				0		500,000			0	2,435	03/01/2023	1FE
1799999.	Total - Bonds - U.S. States, Territories & Possessions					500,000	500,000	500,000	500,000	0	0	0	0	0	500,000	0	0	0	2,435	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
349425 H4 3	FORT WORTH TEX		09/06/2011	VINING SPARKS		3,057,100	2,655,000	2,865,913	2,842,223		(13,556)		(13,556)		2,828,667		228,433	228,433	135,700	03/01/2027	1FE
445042 K8 6	HUMBLE TX INDPT SCH DIST		09/06/2011	SWS SECURITIES INC		981,200	1,000,000	930,480	947,575		11,326		11,326		958,900		22,300	22,300		02/15/2014	1FE
849534 GE 6	SPRING-FORD AREA PA SCH DIST		09/01/2011	PREREFUNDED		1,720,000	1,720,000	1,918,471	1,742,783		(22,783)		(22,783)		1,720,000			0	94,600	09/01/2011	1FE
2499999.	Total - Bonds - U.S. Political Subdivisions of States, Territories & Possessions					5,758,300	5,375,000	5,714,864	5,532,581	0	(25,013)	0	(25,013)	0	5,507,567	0	250,733	250,733	230,300	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
160429 SJ 6	CHARLESTON S C WTRWKS & SWR RE		09/01/2011	HAPOALIM SECURITIES		1,121,850	1,000,000	1,068,380	1,068,120		(3,797)		(3,797)		1,064,322		57,528	57,528	36,528	01/01/2029	1FE
246045 LE 6	DELAWARE CNTY PA REGL WTR QUAL		08/09/2011	BC ZIEGLER AND COMPANY		2,976,054	2,550,000	2,824,533	2,760,825		(13,237)		(13,237)		2,747,588		228,466	228,466	104,497	05/01/2019	1FE
3128H7 X8 0	FEDERAL HOME LOAN MTG CORP #E99703		09/01/2011	PAYDOWN		34,458	34,458	34,991	34,468		(10)		(10)		34,458			0	1,172	03/01/2018	1
3128MC JK 2	FEDERAL HOME LN MTG CORP #G13666		09/01/2011	PAYDOWN		92,489	92,489	95,769	93,013		(525)		(525)		92,489			0	2,744	05/01/2024	1
3128PN AW 8	FEDERAL HOME LN MTG CORP #J09921		09/01/2011	PAYDOWN		245,361	245,361	249,042	245,654		(293)		(293)		245,361			0	6,447	03/01/2024	1
3128PN BR 8	FEDERAL HOME LN MTG CORP #J09948		09/01/2011	PAYDOWN		141,128	141,128	143,244	141,180		(53)		(53)		141,128			0	1,432	03/01/2024	1
3128PP 5E 9	FEDERAL HOME LN MTG CORP #J10845		09/01/2011	PAYDOWN		34,101	34,101	35,055	34,487		(386)		(386)		34,101			0	1,123	06/01/2024	1
3128PQ UU 3	FEDERAL HOME LN MTG CORP #J11495		09/01/2011	PAYDOWN		155,614	155,614	161,985	156,477		(863)		(863)		155,614			0	4,641	11/01/2024	1
3128PR U9 8	FEDERAL HOME LN MTG CORP #J12408		09/01/2011	PAYDOWN		133,942	133,942	137,834	134,217		(275)		(275)		133,942			0	3,658	12/01/2024	1
3128PR UW 7	FEDERAL HOME LN MTG CORP #J12397		09/01/2011	PAYDOWN		186,009	186,009	191,415	186,797		(788)		(788)		186,009			0	5,064	05/01/2025	1
3128PS JD 0	FEDERAL HOME LN MTG CORP #J12960		09/01/2011	PAYDOWN		52,452	52,452	54,074	52,651		(200)		(200)		52,452			0	1,239	06/01/2025	1
3128PS KA 4	FEDERAL HOME LN MTG CORP #J12989		09/01/2011	PAYDOWN		222,308	222,308	225,226			(279)		(279)		222,308			0	3,255	09/01/2025	1
3128PU ND 0	FEDERAL HOME LN MTG CORP #J14888		09/01/2011	PAYDOWN		122,318	122,318	123,923			(115)		(115)		122,318			0	1,677	02/01/2026	1
312944 FE 6	FEDERAL HOME LN MTG CORP #A95565		09/01/2011	PAYDOWN		56,192	56,192	54,673	56,128		65		65		56,192			0	606	11/01/2040	1
312962 5L 3	FEDERAL HOME LOAN MTG CORP #B10851		09/01/2011	PAYDOWN		10,224	10,224	10,449	10,233		(9)		(9)		10,224			0	340	04/01/2018	1
312964 E9 6	FEDERAL HOME LOAN MTG CORP #B11960		09/01/2011	PAYDOWN		21,558	21,558	21,719	21,558				0		21,558			0	658	07/01/2018	1
3137A1 K3 6	FREDDIE MAC -3708 PF		09/01/2011	VARIOUS		2,689,177	2,698,516	2,688,818			1,180		1,180		2,689,177			0	8,534	12/15/2023	1
3137A1 X9 9	FREDDIE MAC -3719 LE		09/01/2011	PAYDOWN		71,838	71,838	73,802	72,051		(213)		(213)		71,838			0	1,982	03/01/2019	1
3137A6 BR 2	FREDDIE MAC -3813 FA		09/15/2011	PAYDOWN		56,582	56,582	56,688			(11)		(11)		56,582			0	168	01/15/2019	1
3138A3 DM 6	FEDERAL NATIONAL MTG ASSOC #AH1907		09/01/2011	PAYDOWN		122,711	122,711	127,792			(94)		(94)		122,711			0	794	02/01/2026	1
3138A6 ZQ 6	FEDERAL NATIONAL MTG ASSOC #AH5250		09/01/2011	PAYDOWN		13,718	13,718	14,286			(6)		(6)		13,718			0	69	11/01/2025	1
31393Q LE 0	FEDERAL HOME LOAN MTG CORP 2619 YT		09/01/2011	PAYDOWN		27,552	27,552	27,199	27,484		69		69		27,552			0	829	04/01/2013	1

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
										Change in Book/Adjusted Carrying Value											
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)
31393Q MH 2	FEDERAL HOME LOAN MTG CORP 2614 EQ		09/01/2011	PAYDOWN		12,422	12,422	11,983	12,335		87		87		12,422			0	374	05/01/2014	1
31393Q WR 9	FEDERAL HOME LOAN MTG CORP 2610 DG		09/01/2011	PAYDOWN		49,357	49,357	46,442	48,781		575		575		49,357			0	1,238	07/01/2013	1
31394D XS 4	FEDERAL NATIONAL MTG ASSOC 05 49 A		09/01/2011	PAYDOWN		75,981	75,981	76,159	75,981				0		75,981			0	2,535	05/01/2013	1
31395A S8 9	FEDERAL HOME LOAN MTG CORP 2812 BG		09/01/2011	PAYDOWN		88,480	88,480	88,262	88,253		227		227		88,480			0	2,959	11/01/2011	1
31395E M4 6	FREDDIE MAC -2846 A		09/01/2011	PAYDOWN		129,774	129,774	133,505	130,364		(590)		(590)		129,774			0	3,928	07/01/2013	1
31395J 3T 1	FEDERAL HOME LOAN MTG CORP 2885 MC		09/01/2011	PAYDOWN		83,545	83,545	83,793	83,545				0		83,545			0	2,796	05/01/2012	1
31395L KX 8	FEDERAL HOME LOAN MTG CORP 2920 LA		09/01/2011	PAYDOWN		31,912	31,912	32,003	31,912				0		31,912			0	1,076	03/01/2012	1
31398C D4 7	FREDDIE MAC -3527 DA		09/01/2011	PAYDOWN		87,070	87,070	90,294	87,633		(563)		(563)		87,070			0	2,326	02/01/2023	1
31398M FS 0	FNR 2010-17 CA		09/01/2011	PAYDOWN		26,455	26,455	27,460	26,633		(178)		(178)		26,455			0	715	08/01/2018	1
31398P QS 1	FANNIE MAE 10-40 DN		09/01/2011	PAYDOWN		90,083	90,083	91,772	90,158		(75)		(75)		90,083			0	2,129	11/01/2018	1
31412Q ER 6	FEDERAL NATIONAL MTG ASSOC #931744		09/01/2011	PAYDOWN		150,976	150,976	155,411	151,117		(141)		(141)		150,976			0	1,625	05/01/2024	1
31415T RF 9	FEDERAL NATIONAL MTG ASSOC #988886		09/01/2011	PAYDOWN		15,687	15,687	16,172	15,756		(69)		(69)		15,687			0	368	09/01/2025	1
31416W H6 2	FEDERAL NATIONAL MTG ASSOC #AB1152		09/01/2011	PAYDOWN		187,624	187,624	194,748	188,473		(849)		(849)		187,624			0	4,988	04/01/2025	1
31417M KJ 1	FEDERAL NATIONAL MTG ASSOC #AC2996		09/01/2011	PAYDOWN		110,474	110,474	115,618	111,487		(1,013)		(1,013)		110,474			0	3,343	06/01/2024	1
31417M TM 5	FEDERAL NATIONAL MTG ASSOC #AC3255		09/01/2011	PAYDOWN		68,662	68,662	71,859	69,140		(478)		(478)		68,662			0	2,033	06/01/2024	1
31417M XL 2	FEDERAL NATIONAL MTG ASSOC #AC3382		09/01/2011	PAYDOWN		11,864	11,864	12,394	11,943		(79)		(79)		11,864			0	381	09/01/2024	1
31417V R6 2	FEDERAL NATIONAL MTG ASSOC #AC8608		09/01/2011	PAYDOWN		72,880	72,880	76,160	73,420		(540)		(540)		72,880			0	2,070	12/01/2023	1
31417W PV 7	FEDERAL NATIONAL MTG ASSOC #AC9435		09/01/2011	PAYDOWN		228,764	228,764	239,059	230,559		(1,795)		(1,795)		228,764			0	7,544	07/01/2024	1
34161D AZ 8	FLORIDA ST DEPT TRANSN ST		07/01/2011	MATURITY		250,000	250,000	260,223	251,774		(1,774)		(1,774)		250,000			0	12,500	07/01/2011	1FE
38373A D9 4	GINNIE MAE 2009-69 PV		09/01/2011	PAYDOWN		197,772	197,772	200,151	197,820		(49)		(49)		197,772			0	5,323	05/01/2032	1
38374B 5M 1	GOVERNMENT NATL MTG ASSOC 03 79 PH		09/01/2011	PAYDOWN		16,897	16,897	17,534	16,970		(73)		(73)		16,897			0	569	06/01/2013	1
38376G CJ 7	GOVERNMENT NATIONAL MORTGAGE A 09-119 B		08/09/2011	JEFFERIES & COMPANY INC.		5,439,063	5,000,000	4,978,516	4,979,776		779		779		4,980,555		458,507	458,507	149,554	12/01/2019	1
455057 E9 6	INDIANA ST FIN AUTH REV		09/06/2011	GOLDMAN SACHS		2,643,705	2,250,000	2,577,668	2,572,592		(21,407)		(21,407)		2,551,186		92,519	92,519	99,688	02/01/2023	1FE
45884A UZ 4	INTERMOUNTAIN PWR AGY UT PWR SUPPLY REV		07/01/2011	MATURITY		250,000	250,000	263,645	251,147		(1,147)		(1,147)		250,000			0	10,625	07/01/2011	1FE
49151E 2R 3	KENTUCKY ST PPTY & BLDGS COMMN		09/07/2011	JEFFERIES & COMPANY INC.		1,158,630	1,000,000	1,067,230	1,064,615		(2,554)		(2,554)		1,062,061		96,569	96,569	68,660	08/01/2023	1FE
57585K UA 4	MASSACHUSETTS ST HEALTH & EDL		08/10/2011	PREREFUNDED		250,000	250,000	252,188	251,980		(1,980)		(1,980)		250,000			0	13,368	07/15/2035	1FE
60636W PJ 8	MISSOURI ST HWYS & TRANS COMMN		09/07/2011	BARCLAYS CAPITAL		1,122,740	1,000,000	1,000,000	1,000,000				0		1,000,000		122,740	122,740	40,776	05/01/2022	1FE
62888V AB 4	NCUA GUARANTEED NOTES 10-R1 2A		09/04/2011	PAYDOWN		236,085	236,085	236,064	236,052		33		33		236,085			0	2,897	10/04/2020	1
644614 MG 1	NEW HAMPSHIRE HEALTH & ED FACS		07/01/2011	PREREFUNDED		666,600	660,000	736,303	671,389		(4,789)		(4,789)		666,600			0	36,300	07/01/2011	1FE
644614 NG 0	NEW HAMPSHIRE HEALTH & ED FACS		07/25/2011	SECURITY CALLED BY ISSUER at 101.000		343,400	340,000	379,307	345,867		(1,308)		(1,308)		344,559		(1,159)	(1,159)	19,947	07/01/2014	1FE
649902 VV 2	NEW YORK ST DORM AUTH ST PERS		08/09/2011	FIDELITY		1,995,579	1,700,000	1,982,115	1,938,053		(22,242)		(22,242)		1,915,811		79,768	79,768	84,292	02/15/2017	1FE
68608R 8Q 9	OREGON ST HSG & CMNTY SVCS DEP		09/30/2011	SINKING FUND REDEMPTION.		40,000	40,000	42,984	40,458		(458)		(458)		40,000			0	2,376	07/01/2031	1FE
796253 U5 9	SAN ANTONIO TX ELEC & GAS REV		08/09/2011	US BANCORP PIPER JAFFRAY		1,190,890	1,000,000	1,146,000	1,137,012		(10,813)		(10,813)		1,126,199		64,691	64,691	51,528	02/01/2018	1FE
91417K NN 7	UNIVERSITY COLO ENTERPRISE SYS		08/09/2011	FIDELITY		1,468,900	1,250,000	1,434,888	1,419,261		(18,146)		(18,146)		1,401,116		67,784	67,784	43,576	06/01/2016	1FE
914331 FC 2	UNIVERSITY ILLINOIS CTFS		08/15/2011	PREREFUNDED		250,000	250,000	287,120	253,686		(3,686)		(3,686)		250,000			0	13,750	08/15/2011	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					27,629,907	25,261,835	26,845,927	23,251,285	0	(114,935)	0	(114,935)	0	26,362,493	0	1,267,413	1,267,413	885,614	XXX	XXX
Bonds - Industrial and Miscellaneous																					
00253C HW 0	AAMES MTG TR 02 2 A2		09/01/2011	PAYDOWN		937	937	937	937				0		937			0	28	05/01/2022	1Z*
03061L AB 9	AMERICREDIT AUTO RECV TR 10 A A2		09/06/2011	PAYDOWN		397,330	397,330	397,324	397,304		26		26		397,330			0	3,852	07/06/2012	1FE
03063N AA 5	AMERICOLD LLC TRUST 10-ARTA A1		09/11/2011	PAYDOWN		19,847	19,847	19,847	19,847				0		19,847			0	503	01/11/2021	1FE
05949A BV 1	BANC OF AMERICA MTG SECS 04 3 2A14		08/01/2011	PAYDOWN		20,801	20,801	20,195	20,682		120		120		20,801			0	609	08/01/2011	1Z*
126380 AB 0	CREDIT SUISSE MTG CAP 06 9 2A1		09/01/2011	PAYDOWN		10,865	10,865	10,500	9,912	588			588		10,500		365	365	393	05/01/2036	1Z*

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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					16	17	18	19	20	21	22
										11	12	13	14	15							
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)
126694 PF 9	COUNTRYWIDE HOME LOANS 05 28 A1		09/01/2011	PAYDOWN		32,641	32,641	32,605	32,628		12		12		32,641			0	1,196	04/01/2013	2Z*
12669F J8 7	COUNTRYWIDE HOME LOANS 04 13 2A1		09/01/2011	PAYDOWN		23,181	23,181	23,162	23,150		31		31		23,181			0	778	04/01/2012	1Z*
12669G V3 2	COUNTRYWIDE HOME LOANS 05 J2 3A4		09/01/2011	PAYDOWN		41,072	41,072	40,870	41,016		56		56		41,072			0	1,318	07/01/2035	1Z*
14041N BN 0	CAPITAL ONE MULTI-ASSET EXECUT 04-A4 A4		09/01/2011	DEUTSCHE BANK		2,995,898	3,000,000	2,989,570			1,680		1,680		2,991,251		4,648	4,648	6,292	05/15/2014	1FE
14041N CS 8	CAPITAL ONE MULTI-ASSET EXECUT 06-A5 A5		09/01/2011	CREDIT SUISSE FIRST BOSTON		498,750	500,000	497,930			525		525		498,455		295	295	658	03/15/2013	1FE
14041N DY 4	CAPITAL ONE MULTI-ASSET EXECUT 07-A8 A8		09/01/2011	UBS WARBURG		3,004,688	3,000,000	3,004,102			(1,967)		(1,967)		3,002,134		2,553	2,553	8,502	12/17/2012	1FE
172967 DU 2	CITIGROUP INC.		09/29/2011	MATURITY		200,000	200,000	203,786	201,387		(1,387)		(1,387)		200,000			0	10,200	09/29/2011	1FE
191219 BT 0	COCA-COLA ENTERPRISES		08/10/2011	EXCHANGE		1,158,040	1,000,000	1,167,630	1,137,624		(25,447)		(25,447)		1,112,178		45,862	45,862	70,435	03/03/2014	1FE
22541Q 4C 3	CSFB MTG SECS CORP 03 29 6A1		09/01/2011	PAYDOWN		15,008	15,008	14,951	8,977		8		8		15,008			0	450	11/01/2018	1Z*
23305X AS 0	DBUBS MORTGAGE TRUST 11-LC2A A1FL		09/10/2011	PAYDOWN		23,687	23,687	23,687					0		23,687			0	29	01/10/2021	1FE
29365K AA 1	ENTERGY TEXAS RESTORATION FUND 09-A A1		09/01/2011	VARIOUS		2,498,147	2,444,068	2,490,467			(5,204)		(5,204)		2,485,263		12,884	12,884	30,507	02/01/2015	1FE
30224X AA 2	EXTENDED STAY AMERICA TRUST 10-ESHA A		09/01/2011	PAYDOWN		4,652	4,652	4,652	4,652				0		4,652			0	91	11/01/2015	1Z*
36185H DH 3	GMAC MTG CORP LN TR 01 HLT2 AII		09/01/2011	PAYDOWN		473	473	472	473				0		473			0	21	10/01/2013	1Z*
36249K AA 8	A1		09/01/2011	PAYDOWN		23,896	23,896	24,612	23,983		(88)		(88)		23,896			0	585	06/01/2016	1Z*
456606 HL 9	INDYMAC LOAN TR 05 L2 A2		09/25/2011	VARIOUS		9,178	9,178	944	(3,205)	4,149			4,149		944		8,234	8,234	17	09/25/2038	6Z
46625M TW 9	JP MORGAN CHASE COMM MTG SECS 03 C1 A1		09/01/2011	PAYDOWN		10,665	10,665	10,718	10,665				0		10,665			0	314	04/01/2012	1Z*
57165L AA 2	MARRIOTT VACATION CLUB OWNER T 10-1A A		09/20/2011	PAYDOWN		58,749	58,749	58,743	58,657		92		92		58,749			0	1,370	12/20/2021	1FE
59549P AA 6	MID-STATE TR 4 A		07/01/2011	PAYDOWN		999	999	1,057	1,004		(5)		(5)		999			0	62	07/01/2014	3Z*
76110V LB 2	RESIDENTIAL FDG MTG SECS II 02 HI4 M1		09/01/2011	PAYDOWN		1,027	1,027	1,025	1,027				0		1,027			0	40	01/01/2016	1Z*
79548K 6E 3	SALOMON BROS MTG SECS VII 01 2 M1		09/01/2011	PAYDOWN		2,834	2,834	2,623	2,591		243		243		2,834			0	121	04/01/2017	1Z*
82651A AA 5	SIERRA RECEIVABLES FUNDING CO 2007 2A		09/20/2011	PAYDOWN		40,456	40,456	40,392	40,392				0		40,392		64	64	1,443	05/20/2017	2Z*
86358R XZ 5	STRUCTURED ASSET SECS CORP 02 AL1 A3		09/01/2011	PAYDOWN		971	971	854	854				0		854		118	118	23	02/01/2032	1Z*
86358R YC 5	STRUCTURED ASSET SECS CORP 02 AL1 B1		09/01/2011	PAYDOWN		3,596	3,596	3,165	3,165				0		3,165		431	431	84	02/01/2032	2Z*
86359A ME 0	STRUCTURED ASSET SECS CORP 03 AL1 A		09/01/2011	PAYDOWN		3,656	3,656	3,518	3,518				0		3,518		139	139	82	11/01/2025	1Z*
92903P AA 7	VNO 2010-VNO A1		09/01/2011	PAYDOWN		31,600	31,600	31,600	31,600				0		31,600			0	626	09/01/2020	1Z*
929766 BJ 1	WACHOVIA BK COMM MTG TR 02 C2 A2		09/01/2011	PAYDOWN		14,658	14,658	14,657	14,657		1		1		14,658			0	436	09/01/2011	1Z*
929766 R5 4	WACHOVIA BK COMM MTG TR 05 C18 A4		08/10/2011	CANTOR FITZGERALD LLC		1,616,953	1,500,000	1,454,648	1,472,874		3,286		3,286		1,476,160		140,794	140,794	52,229	04/01/2015	1Z*
92977Q AD 0	WACHOVIA BK COMM MTG TR 06 C27 A3		08/10/2011	JEFFERIES & COMPANY INC.		1,094,688	1,000,000	989,918	989,918				0		989,918		104,770	104,770	40,675	07/01/2016	1Z*
94982W AA 2	WELLS FARGO MTG BKD SECS TR 05 9 1A1		09/01/2011	PAYDOWN		56,319	56,319	56,143	56,170		149		149		56,319			0	1,782	02/01/2012	1Z*
13645R AG 9	CANADIAN PACIFIC RR CO.	I	09/30/2011	MERRILL LYNCH		270,613	250,000	267,980	262,720		(3,896)		(3,896)		258,824		11,789	11,789	12,578	05/15/2013	2FE
3899999.	Total - Bonds - Industrial & Miscellaneous					14,186,875	13,743,166	13,905,284	4,869,179	4,737	(31,765)	0	(27,028)	0	13,853,932	0	332,946	332,946	248,329	XXX	XXX
8399997.	Total - Bonds - Part 4					57,821,165	54,283,087	56,488,809	40,152,794	4,737	(179,546)	0	(174,809)	0	55,706,983	0	2,114,184	2,114,184	1,521,296	XXX	XXX
8399999.	Total - Bonds					57,821,165	54,283,087	56,488,809	40,152,794	4,737	(179,546)	0	(174,809)	0	55,706,983	0	2,114,184	2,114,184	1,521,296	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					57,821,165	XXX	56,488,809	40,152,794	4,737	(179,546)	0	(174,809)	0	55,706,983	0	2,114,184	2,114,184	1,521,296	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								
PNC PRIME MONEY MARKET FUND			2		13,775	13,776	13,777	XXX..
BBIF MONEY FUND CLASS 4					14,925	353	210,401	XXX..
FFI INST FUND					1,196,337	2,523,687		XXX..
PREFERRED DEPOSIT (BUS)			186		250,863	250,938	86,493	XXX..
JP MORGAN CHASE			3,883		7,870,341	6,069,033	(2,116,738)	XXX..
PNC BANK					(585,733)	(581,472)	(554,420)	XXX..
US BANK					120,939	127,799	168,168	XXX..
FEDERAL HOME LOAN BANK					10,500	10,500	29,513	XXX..
PITNEY BOWES					213,562	273,224	203,307	XXX..
MERRILL LYNCH					1	251,251	276,005	XXX..
INTEREST RECEIVED DURING QTR ON DISPOSED HOLDINGS			36					XXX..
0199999. Total Open Depositories	XXX	XXX	4,107	0	9,105,510	8,939,089	(1,683,494)	XXX..
0399999. Total Cash on Deposit	XXX	XXX	4,107	0	9,105,510	8,939,089	(1,683,494)	XXX..
0599999. Total Cash	XXX	XXX	4,107	0	9,105,510	8,939,089	(1,683,494)	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							
GENERAL ELECTRIC CAPITAL CORP		09/15/2011	0.102	10/31/2011	1,749,854		78
TOYOTA MOTOR CREDIT CORP		09/15/2011	0.123	11/01/2011	2,999,690		160
3299999. Industrial and Miscellaneous (Unaffiliated) Issuer Obligations					4,749,544	0	238
3899999. Total - Industrial and Miscellaneous (Unaffiliated)					4,749,544	0	238
Total							
7799999. Subtotals - Issuer Obligations					4,749,544	0	238
8399999. Subtotals - Bonds					4,749,544	0	238
8699999. Total - Cash Equivalents					4,749,544	0	238