



QUARTERLY STATEMENT

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

GRANGE LIFE INSURANCE COMPANY

NAIC Group Code	00267	00267	NAIC Company Code	71218	Employer's ID Number	31-0739286
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States					
Incorporated/Organized	03/05/1968		Commenced Business	07/01/1968		
Statutory Home Office	671 South High Street		Columbus, OH 43206-1066			
	(Street and Number)		(City or Town, State and Zip Code)			
Main Administrative Office	671 South High Street		Columbus, OH 43206-1066	614-445-2900		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Mail Address	P.O. Box 1218		Columbus, OH 43216-1212			
	(Street and Number or P.O. Box)		(City or Town, State and Zip Code)			
Primary Location of Books and Records	671 South High Street		Columbus, OH 43206-1066	614-445-2900		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Internet Web Site Address	www.grangeinsurance.com					
Statutory Statement Contact	Theresa Marie Mason		614-449-5945			
	(Name)		(Area Code) (Telephone Number) (Extension)			
	masont@grangeinsurance.com		614-445-2619			
	(E-mail Address)		(FAX Number)			

OFFICERS

Name	Title	Name	Title
Michelle Renee Benz	President	John Paul McCaffrey #	Treasurer
David Trufant Roark	Secretary	Actuarial Management Resources	Actuary

OTHER OFFICERS

DIRECTORS OR TRUSTEES

DOUGLAS PAUL BUTH	GLENN EUGENE CORLETT	ELWOOD GORDON GEE	ROBERT ENLOW HOYT #
JOHN PAUL MCCAFFREY #	ROBERT JOHN O'BRIEN	MICHAEL VERNE PARROT T	MARY MARNETTE PERRY
MELVIN GEORGE PYE	THOMAS SIMRALL STEWART	PHILIP WAYNE STICHTER	THOMAS HOWARD WELCH
DAVID CHARLES WETMORE			

State ofOHIO.....
County ofFRANKLIN.....
ss

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

Michelle Renee Benz President	John Paul McCaffrey Treasurer	David Trufant Roark Secretary
a. Is this an original filing? Yes [X] No []		
b. If no:		
1. State the amendment number		
2. Date filed		
3. Number of pages attached		

Subscribed and sworn to before me this
_____ day of _____,

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

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	237,848,861		237,848,861	228,501,152
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	781		781	781
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$8,691,914), cash equivalents (\$0) and short-term investments (\$4,887,640)	13,579,554		13,579,554	14,329,350
6. Contract loans (including \$ premium notes)	9,469,077		9,469,077	9,274,329
7. Derivatives			0	0
8. Other invested assets	0		0	0
9. Receivables for securities			0	1,813
10. Securities lending reinvested collateral assets	12,968,865		12,968,865	2,142,800
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	273,867,138	0	273,867,138	254,250,225
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	2,662,904		2,662,904	2,568,212
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection			0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	28,512,924		28,512,924	27,106,794
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	4,011,060		4,011,060	1,587,835
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts	1,204,940		1,204,940	1,074,070
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	524,206		524,206	1,043,489
18.2 Net deferred tax asset	6,580,354	2,658,628	3,921,726	3,915,801
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	331,238	327,853	3,385	7,297
21. Furniture and equipment, including health care delivery assets (\$)			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other than invested assets	1,134,117	1,113,001	21,116	21,116
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	318,828,881	4,099,482	314,729,399	291,574,839
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	318,828,881	4,099,482	314,729,399	291,574,839
DETAILS OF WRITE-INS				
1101.			0	0
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Receivable for Agent Loans	25,670	25,670	0	0
2502. Interest Maintenance Reserve	439,186	439,186	0	0
2503. Premium Tax Credits	669,261	648,145	21,116	21,116
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,134,117	1,113,001	21,116	21,116

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$241,884,712 less \$included in Line 6.3 (including \$ Modco Reserve)	241,884,712	232,914,866
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	308,568	340,655
3. Liability for deposit-type contracts (including \$ Modco Reserve)	650,843	640,431
4. Contract claims:		
4.1 Life	2,835,764	3,561,209
4.2 Accident and health	38,111	38,145
5. Policyholders' dividends \$ and coupons \$159,843 due and unpaid	159,843	95,820
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	52,140	51,839
6.2 Dividends not yet apportioned (including \$ Modco)	0	0
6.3 Coupons and similar benefits (including \$ Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums	210,030	145,243
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	0	0
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds	0	0
9.3 Other amounts payable on reinsurance, including \$0 assumed and \$1,866,929 ceded	1,866,929	2,223,910
9.4 Interest Maintenance Reserve	0	0
10. Commissions to agents due or accrued-life and annuity contracts \$504,958 , accident and health \$13 and deposit-type contract funds \$0	504,971	669,811
11. Commissions and expense allowances payable on reinsurance assumed	0	21,989
12. General expenses due or accrued	1,106,143	1,178,170
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	1,394,516	1,467,300
15.1 Current federal and foreign income taxes, including \$0 on realized capital gains (losses)	0	0
15.2 Net deferred tax liability	0	0
16. Unearned investment income	406,325	394,763
17. Amounts withheld or retained by company as agent or trustee	0	0
18. Amounts held for agents' account, including \$ agents' credit balances	0	0
19. Remittances and items not allocated	230,693	28,352
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
21. Liability for benefits for employees and agents if not included above	0	0
22. Borrowed money \$ and interest thereon \$	0	0
23. Dividends to stockholders declared and unpaid	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	1,155,274	1,110,224
24.02 Reinsurance in unauthorized companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized reinsurers	0	0
24.04 Payable to parent, subsidiaries and affiliates	5,344,552	4,649,368
24.05 Drafts outstanding	0	0
24.06 Liability for amounts held under uninsured plans	0	0
24.07 Funds held under coinsurance	0	0
24.08 Derivatives	0	0
24.09 Payable for securities	1,706,016	0
24.10 Payable for securities lending	12,968,865	2,142,800
24.11 Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	91,593	93,294
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	272,915,888	251,768,189
27. From Separate Accounts statement		0
28. Total liabilities (Lines 26 and 27)	272,915,888	251,768,189
29. Common capital stock	1,893,750	1,893,750
30. Preferred capital stock	0	0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes	0	0
33. Gross paid in and contributed surplus	7,031,250	7,031,250
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	32,888,511	30,881,650
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)	0	0
36.2 shares preferred (value included in Line 30 \$)	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	39,919,761	37,912,900
38. Totals of Lines 29, 30 and 37	41,813,511	39,806,650
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	314,729,399	291,574,839
DETAILS OF WRITE-INS		
2501. CHECKS OUTSTANDING	91,593	93,294
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	91,593	93,294
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	0	0
3401.	0	0
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	35,608,972	37,005,936	49,595,605
2. Considerations for supplementary contracts with life contingencies	10,102	39,279	136,057
3. Net investment income	9,698,683	9,902,750	13,147,728
4. Amortization of Interest Maintenance Reserve (IMR)	36,421	14,352	76,932
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0	0
6. Commissions and expense allowances on reinsurance ceded	3,799,893	4,460,339	6,110,616
7. Reserve adjustments on reinsurance ceded	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	0	0	0
8.2 Charges and fees for deposit-type contracts	0	0	0
8.3 Aggregate write-ins for miscellaneous income	(3,118)	5,660	5,875
9. Totals (Lines 1 to 8.3)	49,150,953	51,428,316	69,072,813
10. Death benefits	14,210,493	13,055,786	19,138,284
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0	0
12. Annuity benefits	4,834,118	4,277,242	6,021,828
13. Disability benefits and benefits under accident and health contracts	155,585	120,759	158,986
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0	0
15. Surrender benefits and withdrawals for life contracts	4,257,435	4,513,580	5,693,308
16. Group conversions	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds	0	0	0
18. Payments on supplementary contracts with life contingencies	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts	8,948,171	10,383,919	14,396,721
20. Totals (Lines 10 to 19)	32,405,802	32,351,286	45,409,127
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	4,856,240	5,270,006	6,853,575
22. Commissions and expense allowances on reinsurance assumed	161,288	167,183	230,928
23. General insurance expenses	9,918,736	8,741,411	11,271,811
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,283,228	1,129,778	1,396,538
25. Increase in loading on deferred and uncollected premiums	(1,784,207)	(290,499)	(894,795)
26. Net transfers to or (from) Separate Accounts net of reinsurance	0	0	0
27. Aggregate write-ins for deductions	0	0	0
28. Totals (Lines 20 to 27)	46,841,087	47,369,165	64,267,184
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	2,309,866	4,059,151	4,805,629
30. Dividends to policyholders	174,538	124,442	148,502
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	2,135,328	3,934,709	4,657,127
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	519,283	1,128,123	313,434
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	1,616,045	2,806,586	4,343,693
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)	(78,885)	(1,334,250)	(1,494,857)
35. Net income (Line 33 plus Line 34)	1,537,160	1,472,336	2,848,836
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	39,806,650	37,910,591	37,910,591
37. Net income (Line 35)	1,537,160	1,472,336	2,848,836
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ 39. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
40. Change in net deferred income tax	77,221	673,718	11,811
41. Change in nonadmitted assets	437,530	(301,227)	(900,917)
42. Change in liability for reinsurance in unauthorized companies	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease	0	0	0
44. Change in asset valuation reserve	(45,050)	(103,092)	(63,671)
45. Change in treasury stock	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	0	0	0
47. Other changes in surplus in Separate Accounts Statement	0	0	0
48. Change in surplus notes	0	0	0
49. Cumulative effect of changes in accounting principles	0	0	0
50. Capital changes:			
50.1 Paid in	0	0	0
50.2 Transferred from surplus (Stock Dividend)	0	0	0
50.3 Transferred to surplus	0	0	0
51. Surplus adjustment:			
51.1 Paid in	0	0	0
51.2 Transferred to capital (Stock Dividend)	0	0	0
51.3 Transferred from capital	0	0	0
51.4 Change in surplus as a result of reinsurance	0	0	0
52. Dividends to stockholders	0	0	0
53. Aggregate write-ins for gains and losses in surplus	0	0	0
54. Net change in capital and surplus (Lines 37 through 53)	2,006,861	1,740,835	1,896,059
55. Capital and surplus, as of statement date (Lines 36 + 54)	41,813,511	39,651,426	39,806,650
DETAILS OF WRITE-INS			
08.301. SERVICE FEES	(3,118)	5,660	5,875
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	(3,118)	5,660	5,875
2701.		0	0
2702.		0	0
2703.		0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0	0
5301.		0	0
5302.		0	0
5303.		0	0
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	0	0	0

CASH FLOW

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	35,931,068	36,967,206	48,666,125
2. Net investment income	9,847,790	9,631,022	12,684,178
3. Miscellaneous income	3,796,775	4,465,999	6,150,093
4. Total (Lines 1 to 3)	49,575,633	51,064,227	67,500,396
5. Benefit and loss related payments	26,973,728	21,144,476	26,716,774
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	16,551,132	14,809,548	18,865,135
8. Dividends paid to policyholders	110,214	124,442	167,806
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	800,000	1,000,000
10. Total (Lines 5 through 9)	43,635,074	36,878,466	46,749,715
11. Net cash from operations (Line 4 minus Line 10)	5,940,559	14,185,761	20,750,681
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	35,120,787	40,803,363	56,936,294
12.2 Stocks	0	0	0
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	1,707,829	1,066,660	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	36,828,616	41,870,023	56,936,294
13. Cost of investments acquired (long-term only):			
13.1 Bonds	44,558,482	50,831,931	71,890,542
13.2 Stocks	0	0	0
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	44,558,482	50,831,931	71,890,542
14. Net increase (or decrease) in contract loans and premium notes	194,748	402,223	655,520
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(7,924,614)	(9,364,131)	(15,609,768)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	10,412	36,095	136,243
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied).....	1,223,847	(560,798)	(875,769)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	1,234,259	(524,703)	(739,526)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(749,796)	4,296,927	4,401,387
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	14,329,350	9,927,963	9,927,963
19.2 End of period (Line 18 plus Line 19.1)	13,579,554	14,224,890	14,329,350

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS			
	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial life		0	0
2. Ordinary life insurance	49,712,863	48,252,649	64,977,252
3. Ordinary individual annuities	3,453,826	5,630,459	7,744,847
4. Credit life (group and individual)		0	0
5. Group life insurance	1,490,438	1,546,534	2,056,703
6. Group annuities		0	0
7. A & H - group		0	0
8. A & H - credit (group and individual)		0	0
9. A & H - other	229,170	348,968	324,556
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	54,886,297	55,778,610	75,103,358
12. Deposit-type contracts		0	0
13. Total	54,886,297	55,778,610	75,103,358
DETAILS OF WRITE-INS			
1001.		0	
1002.		0	
1003.		0	
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098) (Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

1) Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of Grange Life Insurance Company (Company) have been prepared in conformity with the *Accounting Practices and Procedures Manual* of the National Association of Insurance Commissioners (NAIC) and accounting practices prescribed or permitted by The Ohio Department of Insurance (Department).

Failure of the amounts to add to totals is due to rounding or truncation.

2) Accounting Changes and Correction of Errors

No significant change.

3) Business Combinations and Goodwill

No significant change.

4) Discontinued Operations

No significant change.

5) Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

NONE

B. Debt Restructuring

NONE

C. Reverse Mortgages

NONE

D. Loan-Backed Securities

- 1. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.
- 2. All securities during 2011 with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the other-than-temporary impairment:

		(1) Amortized Cost Basis Before Other-than- Temporary Impairment	(2) Other-than-Temporary Impairment Recognized in Loss		(2) Fair Value 1-2
			Interest	Non-Interest	
OTTI recognized 1st Qtr					
a) Intent to Sell		\$0	\$0	\$0	\$0
b) Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis.		\$0	\$0	\$0	\$0
c) Total 1st Qtr		\$0	\$0	\$0	\$0
OTTI recognized 2nd Qtr					
d) Intent to Sell		\$0	\$0	\$0	\$0
e) Inability or lack of intent to retain the investment in the		\$0	\$0	\$0	\$0

NOTES TO FINANCIAL STATEMENTS

security for a period of time sufficient to recover the amortized cost basis.					
f) Total 2nd Qtr		\$0	\$0	\$0	\$0
OTTI recognized 3rd Qtr					
g) Intent to Sell		\$714,016	\$12,366	\$5,953	\$695,697
h) Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis.		\$0	\$0	\$0	\$0
i) Total 3rd Qtr		\$714,016	\$12,366	\$5,953	\$695,697
OTTI recognized 4th Qtr					
j) Intent to Sell					
k) Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis.		\$0	\$0	\$0	\$0
l) Total 4th Qtr		\$0	\$0	\$0	\$0
j) Intent to Sell		\$0	\$0	\$0	\$0
m) Annual Aggregate Total		\$0	\$0	\$0	\$0

3. Securities with a recognized other-than-temporary impairment currently held by the Company, where the present value of cash flows expected to be collected is less than the amortized cost basis of securities:

(1) Cusip	(2) Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	(3) Present Value of Projected Cash Flows	(4) Recognized Other- Than-Temporary Impairment for the Current Period	(5) Amortized Cost After Other-Than Temporary Impairment	(6) Fair Value at the End of the Current Period	(7) Date of Financial Statement – End of Period
45660NRB3	377,132	438,449	61,317	438,449	513,438	3/31/2011
525221CL9	707,010	682,200	24,810	682,200	686,214	6/30/2011
525221CL9	681,705	665,876	15,829	665,876	665,877	9/30/2011
760985NW7	32,311	29,821	2,490	29,821	29,823	9/30/2011

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss:
- a. The aggregate amount of unrealized loss:
- | | |
|------------------------|--------------|
| 1. Less than 12 Months | \$ (291,372) |
| 2. 12 Months or Longer | \$ (70,802) |
- b. The aggregate related fair value of securities with unrealized losses:
- | | |
|------------------------|-------------|
| 1. Less than 12 Months | \$7,634,294 |
| 2. 12 Months or Longer | \$2,010,088 |
5. According to SSAP 43R, loan-backed and structured securities with an unrealized loss position were reviewed according to the pronouncement that became effective on September 30, 2009. The best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities held with an intent to sell were other-than-temporarily

NOTES TO FINANCIAL STATEMENTS

impaired to current fair value. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

E. Repurchase Agreements and/or Securities Lending Transactions

No significant change.

F. Real Estate

NONE

G. Low-income housing tax credits (LHITC)

NONE

6) Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

7) Investment Income

No significant change.

8) Derivative Instruments

NONE

9) Income Taxes

A. The components of the net deferred tax assets at September 30, 2011 and December 31, 2010 are as follows:

	09/30/2011	12/31/2010
Gross Deferred Tax Assets	\$ 6,935,789	\$ 6,816,310
Gross Deferred Tax Liabilities	355,435	313,177
Net Deferred Tax Asset (Liability)	6,580,354	6,503,133
Nonadmitted Deferred Tax Assets	2,658,628	2,587,332
Admitted Deferred Tax Asset	3,921,726	3,915,801
(Increase) Decrease in Deferred Tax Assets Nonadmitted	\$ (71,295)	\$ (550,863)

B. The Company has no deferred tax liabilities that are not recognized

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

	09/30/2011	12/31/2010
Current Income Tax Expense	\$ 519,283	\$ 675,060
Tax on Capital Gains/(Losses)		-
Prior Year Under Accrual (Over Accrual)	-	(361,626)
Federal Income Taxes Incurred	\$ 519,283	\$ 313,434

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

11) Debt

NONE

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

No significant change.

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

No significant change.

14) Contingencies

No significant change.

15) Leases

No significant change.

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

NONE

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

A. Transfers of Receivables Reported as Sales

NONE

B. Transfer and Servicing of Financial Assets

No significant change.

C. Wash Sales

NONE

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

NONE

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

NONE

20) Fair Value Measurements

- A. For assets and liabilities that are measured and reported at fair value in the statement of financial position after initial recognition, the valuation techniques and the inputs used to develop those measurements and for fair value measurements in the statement of financial position determined using significant unobservable inputs (Level 3), the effect of the measurements on earnings (or changes in net assets) for the period.

(1) Fair Value Measurement at Reporting Date

NONE

(2) Fair Value Measurements in (Level 3) of the Fair Value

NONE

(3) The reporting entity's policy is to recognize transfers in and out as of the end of the reporting period.

(4) As of September 30, 2011, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

NOTES TO FINANCIAL STATEMENTS

According to statutory accounting rules, fixed income securities with a rating of NAIC 1 thru 5 are reported at amortized cost. Securities with a rating of NAIC of 6 are measured and reported at the lower of amortized cost or fair value on the statement of financial position. As of September 30, 2011, the Company did not have any bonds rated NAIC-6 and therefore did not report any securities at fair value.

(5) NONE

21) Other Items

No significant change.

22) Events Subsequent

NONE

23) Reinsurance

No significant change.

24) Retrospectively Rated Contracts & Contracts Subject to Redetermination

NONE

25) Change in Incurred Losses and Loss Adjustment Expenses

NONE

26) Intercompany Pooling Arrangements

NONE

27) Structured Settlements

NONE

28) Health Care Receivables

NONE

29) Participating Policies

No significant change.

30) Premium Deficiency Reserves

NONE

31) Reserves for Life Contracts and Annuity Contracts

No significant change.

32) Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

No significant change.

33) Premium and Annuity Considerations Deferred and Uncollected

No significant change.

34) Separate Accounts

NONE

35) Loss/Claim Adjustment Expenses

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 ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:

01/01/3000
3.

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒

If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 4.2

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

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ NA ☐

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).

10/25/2010
- 6.4

By what department or departments?
OHIO.....
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ NA ☒
- 6.6

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

Yes ☐ No ☐ NA ☒
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
.....
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?.....

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?.....

Yes ☐ No ☒
- 8.4

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

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

GENERAL INTERROGATORIES

9.1

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

Yes [X] No []

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]

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:.....\$0

INVESTMENT

11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]

11.2

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

12.

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

13.

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

14.1

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

Yes [X] No []

14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$781	\$781
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$781	\$781
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes [] No [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.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 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
JP Morgan Chase Bank, N.A.....	1111 Polaris Parkway, Columbus, OH 43240.....

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
109627.....	Caywood-Scholt Capital Management, LLC.....	4350 Executive Dr., Suite 125, San Diego, CA 92121.....

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
PART 2 - LIFE & HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:	¹ Amount
1.1 Long-Term Mortgages In Good Standing	
1.11 Farm Mortgages	\$0
1.12 Residential Mortgages	\$0
1.13 Commercial Mortgages	\$0
1.14 Total Mortgages in Good Standing	\$0
1.2 Long-Term Mortgages In Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing with Restructured Terms.....	\$0
1.3 Long-Term Mortgages Loans upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages	\$0
1.32 Residential Mortgages	\$0
1.33 Commercial Mortgages	\$0
1.34 Total Mortgages with Interest Overdue more than Three Months.....	\$0
1.4 Long-Term Mortgages Loans in Process of Foreclosure	
1.41 Farm Mortgages	\$0
1.42 Residential Mortgages	\$0
1.43 Commercial Mortgages	\$0
1.44 Total Mortgages in Process of Foreclosure.....	\$0
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2).....	\$0
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages	\$0
1.62 Residential Mortgages	\$0
1.63 Commercial Mortgages	\$0
1.64 Total Mortgages Foreclosed and Transferred to Real Estate	\$0
2. Operating Percentages:	
2.1 A&H loss percent.....	.....0.0 %
2.2 A&H cost containment percent .....	.....0.0 %
2.3 A&H expense percent excluding cost containment expenses.....	.....0.0 %
3.1 Do you act as a custodian for health savings accounts?.....	Yes [] No [X]
3.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$0
3.3 Do you act as an administrator for health savings accounts?.....	Yes [] No [X]
3.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$

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

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties

1	2	3	4	5	6	7
NAIC Company Code	Federal ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Is Insurer Authorized? (Yes or No)
			NONE			

SCHEDULE T – PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories							
States, Etc.	1	Direct Business Only					
		Life Contracts		4	5	6	7
		2	3				
	Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 Through 5	Deposit - Type Contracts
1. Alabama	AL	80,388				80,388	
2. Alaska	AK	5,309				5,309	
3. Arizona	AZ	74,564				74,564	
4. Arkansas	AR	27,399	1,519			28,918	
5. California	CA	67,488		711		68,199	
6. Colorado	CO	45,728				45,728	
7. Connecticut	CT	15,267				15,267	
8. Delaware	DE	2,509				2,509	
9. District of Columbia	DC	1,567				1,567	
10. Florida	FL	410,015	7,000	3,394		420,410	
11. Georgia	GA	L 4,363,967	165,043	25,330		4,554,339	
12. Hawaii	HI	3,341				3,341	
13. Idaho	ID	8,614				8,614	
14. Illinois	IL	L 1,332,413	47,049	4,299		1,383,761	
15. Indiana	IN	L 4,054,108	191,640	9,674		4,255,422	
16. Iowa	IA	L 75,240	88,995			164,235	
17. Kansas	KS	L 17,451				17,451	
18. Kentucky	KY	L 6,374,477	266,605	44,737		6,685,818	
19. Louisiana	LA	16,408				16,408	
20. Maine	ME	3,329				3,329	
21. Maryland	MD	29,507				29,507	
22. Massachusetts	MA	7,739				7,739	
23. Michigan	MI	L 2,407,738	545,846	2,674		2,956,258	
24. Minnesota	MN	L 230,541	1,050			231,591	
25. Mississippi	MS	73,335	225			73,560	
26. Missouri	MO	L 45,420				45,420	
27. Montana	MT	6,473				6,473	
28. Nebraska	NE	2,778				2,778	
29. Nevada	NV	19,609				19,609	
30. New Hampshire	NH	5,714				5,714	
31. New Jersey	NJ	13,168				13,168	
32. New Mexico	NM	7,192		100		7,292	
33. New York	NY	38,868				38,868	
34. North Carolina	NC	126,515		547		127,061	
35. North Dakota	ND	1,700				1,700	
36. Ohio	OH	L 23,016,565	2,072,974	112,651		25,202,189	
37. Oklahoma	OK	13,884		30		13,914	
38. Oregon	OR	11,312				11,312	
39. Pennsylvania	PA	L 544,651				544,651	
40. Rhode Island	RI	3,281				3,281	
41. South Carolina	SC	L 566,601	1,300			567,901	
42. South Dakota	SD	7,289				7,289	
43. Tennessee	TN	L 5,900,186	33,889	22,425		5,956,500	
44. Texas	TX	108,325		1,104		109,429	
45. Utah	UT	11,654				11,654	
46. Vermont	VT	3,686	1,800	351		5,837	
47. Virginia	VA	L 220,154	9,600	854		230,608	
48. Washington	WA	13,053				13,053	
49. West Virginia	WV	82,611	2,092	289		84,991	
50. Wisconsin	WI	L 691,389	17,200			708,589	
51. Wyoming	WY	3,571				3,571	
52. American Samoa	AS					0	
53. Guam	GU					0	
54. Puerto Rico	PR	302				302	
55. US Virgin Islands	VI	251				251	
56. Northern Mariana Islands	MP					0	
57. Canada	CN	7,829				7,829	
58. Aggregate Other Alien	OT	XXX 831	0	0	0	831	0
59. Subtotal	(a) 15	51,203,301	3,453,826	229,170	0	54,886,297	0
90. Reporting entity contributions for employee benefit plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions	XXX					0	
94. Aggregate other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	51,203,301	3,453,826	229,170	0	54,886,297	0
96. Plus Reinsurance Assumed	XXX	2,548,774				2,548,774	
97. Totals (All Business)	XXX	53,752,075	3,453,826	229,170	0	57,435,071	0
98. Less Reinsurance Ceded	XXX	21,721,529		125,840		21,847,369	
99. Totals (All Business) less Reinsurance Ceded	XXX	32,030,546	3,453,826	103,330	0	35,587,702	0
DETAILS OF WRITE-INS							
5801. UNITED KINGDOM	XXX	831				831	
5802.	XXX					0	
5803.	XXX					0	
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)	XXX	831	0	0	0	831	0
9401.	XXX					0	
9402.	XXX					0	
9403.	XXX					0	
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX	0	0	0	0	0	0
9499. Totals (Lines 9401 through 9403 + 9498) (Line 94 above)	XXX	0	0	0	0	0	0

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

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

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

Explanation:

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

Bar Code:

1.



712182011490000003

2.



712182011365000003

3.



712182011445000003

4.



712182011446000003

5.



712182011447000003

6.



712182011448000003

7. 
7 1 2 1 8 2 0 1 1 4 4 9 0 0 0 0 3

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A – VERIFICATION

Real Estate

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

SCHEDULE B – VERIFICATION

Mortgage Loans

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

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

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

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	228,501,933	214,772,000
2. Cost of bonds and stocks acquired	44,558,482	71,890,542
3. Accrual of discount	277,330	757,699
4. Unrealized valuation increase (decrease)	0	0
5. Total gain (loss) on disposals	246,696	(103,782)
6. Deduct consideration for bonds and stocks disposed of	35,120,787	56,936,293
7. Deduct amortization of premium	509,566	419,839
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	104,446	1,458,394
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	237,849,642	228,501,933
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	237,849,642	228,501,933

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

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	207,673,758	15,275,740	12,257,838	1,682,478	207,182,097	207,673,758	212,374,138	204,314,361
2. Class 2 (a).....	23,046,412		3,088	238,830	21,194,204	23,046,412	23,282,154	20,932,652
3. Class 3 (a).....	3,980,430	938,123	514,240	(267,204)	3,959,410	3,980,430	4,137,109	3,560,338
4. Class 4 (a).....	2,982,947	273,319	524,100	190,545	2,808,978	2,982,947	2,922,711	2,899,720
5. Class 5 (a).....	89,957		89,953	20,385	80,123	89,957	20,389	90,818
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds	237,773,503	16,487,182	13,389,219	1,865,036	235,224,813	237,773,503	242,736,501	231,797,889
PREFERRED STOCK								
8. Class 1	0				0	0	0	0
9. Class 2	0				0	0	0	0
10. Class 3	0				0	0	0	0
11. Class 4	0				0	0	0	0
12. Class 5	0				0	0	0	0
13. Class 6	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	237,773,503	16,487,182	13,389,219	1,865,036	235,224,813	237,773,503	242,736,501	231,797,889

(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 \$4,887,640 ; NAIC 2 \$;

NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1
Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	4,887,640	XXX	4,887,640	199	

SCHEDULE DA - VERIFICATION
Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	3,296,736	3,145,936
2. Cost of short-term investments acquired	8,222,779	18,060,151
3. Accrual of discount		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	6,631,875	17,909,351
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	4,887,640	3,296,736
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	4,887,640	3,296,736

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

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

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
Bonds - U.S. Governments									
3136FR-W7-5	FNMA Call 2.000% 08/24/26		08/08/2011	FTN Financial		1,000,000	1,000,000		1
0599999 - Bonds - U.S. Governments						1,000,000	1,000,000	0	XXX
Bonds - U.S. Special Revenue									
3137A3-JW-0	FHR 3753 AS 3.500% 11/15/25		08/03/2011	Stifel Nicolaus & Co		1,909,435	1,850,732	1,260	1
3137A3-KG-3	FHR 3753 DC 3.500% 09/15/39		09/21/2011	Stifel Nicolaus & Co		2,047,813	2,000,000	4,861	1
31398N-U8-5	FNR 2010-123 BP 4.500% 11/25/40		09/30/2011	Stifel Nicolaus & Co		1,632,500	1,500,000	688	1
38376Y-TG-6	GNR 2010-43 QX 3.000% 02/20/39		08/19/2011	Stifel Nicolaus & Co		1,969,531	2,000,000	3,833	1
38377K-WK-3	GNR 2010-120 BP 4.000% 07/20/39		08/24/2011	FTN Financial		2,110,938	2,000,000	6,222	1
61336P-DR-9	Montgomery Cnty, MD Tax/Call 5.000% 05		08/31/2011	Huntington Investment Co		980,129	975,000	813	1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						10,650,345	10,325,732	17,676	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
00130H-BR-5	AES Corporation 144A-NC 7.375% 07/01/2		07/21/2011	RBC Capital Markets		10,413	10,000	84	3FE
00165A-AB-4	AMC Entertainment Inc Call 8.750% 06/0		07/07/2011	Barclays Capital		37,275	35,000	349	4FE
02076X-AC-6	Alpha Natural Resources Call 6.250% 06		08/30/2011	Various		54,638	55,000	772	3FE
030981-AG-9	Amerigas Partners Call 6.250% 08/20/19		08/31/2011	Various		59,448	60,000	113	3FE
1248EP-AS-2	CCO Holdings Call 7.000% 01/15/19		08/17/2011	Various		24,928	25,000	180	3FE
12527G-AB-9	CF Industries Inc NC 7.125% 05/01/20		08/02/2011	Bank of New York		41,038	35,000	651	3FE
191216-AT-7	Coca Cola Company 144A-NC 3.300% 09/01		08/16/2011	Taxable Exchange		936,210	1,000,000	825	1FE
247025-AE-9	Dell Inc NC 7.100% 04/15/28		09/26/2011	Raymond James & Associates		613,630	500,000	16,172	1FE
256882-AC-5	Dolphin Subsidiary II 144A-Call 7.250%		09/28/2011	Various		50,150	50,000		3FE
26779Y-AA-7	Dynacast Intl 144A-Call 9.250% 07/15/1		07/20/2011	Various		40,813	40,000	15	4FE
319963-BC-7	First Data Corp. 144A-Call 7.375% 06/1		07/20/2011	Barclays Capital		35,306	35,000	731	4FE
35802X-AA-1	Fresenius Med Care 144A-NC 6.500% 09/1		09/08/2011	Various		44,945	45,000		3FE
36159R-AE-3	Geo Group Inc Call 6.625% 02/15/21		09/29/2011	Barclays Capital		39,425	40,000	249	4FE
404121-AC-9	HCA Inc NC 6.500% 02/15/20		08/02/2011	Various		225,824	225,000	42	3FE
44107T-AK-2	Host Hotels & Resorts Call 6.000% 11/0		08/17/2011	Various		60,288	60,000	146	3FE
44107T-AL-0	Host Hotels & Resorts 144A-Call 5.875%		07/05/2011	J P Morgan Securities		70,263	70,000	651	3FE
466112-AF-6	JBS USA LLC 144A-Call 7.250% 06/01/21		08/15/2011	Merrill Lynch		32,725	35,000	571	3FE
49456A-AA-1	Kinder Morgan Fin Co 144A-NC 6.000% 01		08/31/2011	RBC Capital Markets		35,000	35,000	298	3FE
52736R-BB-7	Levi Strauss & Co. Call 7.625% 05/15/2		07/07/2011	Barclays Capital		25,188	25,000	302	4FE
53219L-AK-5	Lifepoint Hospitals Inc Call 6.625% 10		09/14/2011	Jefferies		19,800	20,000	618	3FE
629377-BP-6	NRG Energy Inc. 144A-Call 7.625% 05/15		07/26/2011	Merrill Lynch		10,150	10,000	138	3FE
651290-AP-3	Newfield Exploration Co. NC 5.750% 01/		09/27/2011	J P Morgan Securities		34,985	35,000		3FE
708160-BS-4	J.C. Penney & Co. Put 7.400% 04/01/37		08/02/2011	Bank of New York		9,750	10,000	255	3FE
740212-AD-7	Precision Drilling Corp 144A-Call 6.50		08/02/2011	Various		61,081	60,000	38	3FE
76009N-AH-3	Rent-A-Center Inc Call 6.625% 11/15/20		09/27/2011	Barclays Capital		9,700	10,000	248	3FE
780153-AJ-1	Royal Caribbean NC 7.250% 03/15/18		07/07/2011	Wells Fargo Bk		37,625	35,000	825	3FE
81211K-AQ-3	Sealed Air Corp 144A-Call 8.125% 09/15		09/16/2011	Citigroup Global Markets		5,000	5,000		4FE
81211K-AR-1	Sealed Air Corp 144A-Call 8.375% 09/15		09/23/2011	Various		76,513	75,000		4FE
85205T-AD-2	Spirit Aerosystems Inc Call 6.750% 12/		09/01/2011	First Union Capital		25,250	25,000	384	3FE
914906-AM-4	Univision Communications Inc. 144A-Call		08/25/2011	J P Morgan Securities		13,800	15,000	318	4FE
929160-AR-0	Vulcan Materials Co NC 7.500% 06/15/21		09/01/2011	Jefferies		4,975	5,000	86	3FE
81180W-AC-5	Seagate Hdd Cayman 144A-Call 7.000% 11	F	07/12/2011	Citigroup Global Markets		15,150	15,000	166	3FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						2,761,281	2,700,000	25,227	XXX
8399997 - Subtotals- Bonds - Part 3						14,411,626	14,025,732	42,904	XXX
8399999 - Subtotals - Bonds						14,411,626	14,025,732	42,904	XXX
9999999 Totals						14,411,626	XXX	42,904	XXX

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

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	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)
Bonds - U.S. Governments																					
3133XL-KY-8...	FHLB 10NC4 1X - Call 6.000% 07/19/17 GNMA II 3554 4.500%		07/19/2011	Call	100.0000	1,000,000	1,000,000	1,000,000	1,000,000				.0		1,000,000			.0	.60,000	07/19/2017	1
36202D-5P-2...	05/20/34 GNMA Pool 367249 6.500%		09/01/2011	Paydown		31,662	31,662	31,900	31,898		(.236)		(.236)		31,662			.0	.980	05/20/2034	1
36204D-5J-4...	12/15/23 GNMA Pool 389804 5.000%		09/01/2011	Paydown		15,472	15,472	16,197	16,002		(.530)		(.530)		15,472			.0	.605	12/15/2023	1
36205G-AD-3...	01/15/33		09/01/2011	Paydown		7,723	7,723	7,738	7,736		(.13)		(.13)		7,723			.0	.233	01/15/2033	1
0599999 - Bonds - U.S. Governments						1,054,858	1,054,858	1,055,835	1,055,637	0	(779)	0	(779)	0	1,054,858	0	0	0	61,818	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
29270C-WK-7...	Energy Northwest, WA BAB 5.610% 07/01/17 FG N31271 4.500%		07/29/2011	Huntington Investment Co.		1,101,440	1,000,000	1,046,300			(1,254)		(1,254)		1,045,047		.56,394	.56,394	.34,439	07/01/2023	1FE
31281B-MU-1...	01/01/36 FG N31465 5.000%		09/01/2011	Paydown		37,225	37,225	37,656	37,644		(.419)		(.419)		37,225			.0	1,082	01/01/2036	1
31281B-TW-0...	11/01/37 FHLMC Pool 60052 6.500%		09/01/2011	Paydown		82,416	82,416	84,437	84,423		(2,008)		(2,008)		82,416			.0	2,740	11/01/2037	1
31288M-BV-0...	04/01/14 FGLMC Pool A48571		09/01/2011	Paydown		4,578	4,578	4,738	4,627		(.49)		(.49)		4,578			.0	.199	04/01/2014	1
3128K9-QY-3...	6.000% 05/01/36 FGLMC Pool A55488		09/01/2011	Paydown		19,245	19,245	19,233	19,233		.13		.13		19,245			.0	.688	05/01/2036	1
3128KJ-CZ-3...	5.500% 12/01/36 FGLMC Pool A56041		09/01/2011	Paydown		21,904	21,904	21,815	21,816		.88		.88		21,904			.0	.803	12/01/2036	1
3128KJ-WA-6...	5.500% 01/01/37 FGLMC Pool G08052		09/01/2011	Paydown		29,012	29,012	28,826	28,828		.184		.184		29,012			.0	1,071	01/01/2037	1
3128MJ-BW-9...	5.500% 04/01/35 FG G18309 4.500%		09/01/2011	Paydown		41,198	41,198	40,998	41,001		.197		.197		41,198			.0	1,534	04/01/2035	1
3128MM-KX-0...	05/01/24 FGLMC Pool #C01286		09/01/2011	Paydown		93,781	93,781	99,144	99,054		(.5,273)		(.5,273)		93,781			.0	2,804	05/01/2024	1
31292H-NB-6...	6.000% 01/01/32 FG E02730 4.000%		09/01/2011	Paydown		4,594	4,594	4,530	4,534		.61		.61		4,594			.0	.182	01/01/2032	1
31294M-A7-6...	10/01/25 FHLMC Pool #C90473		09/01/2011	Paydown		140,948	140,948	146,630	146,603		(.5,655)		(.5,655)		140,948			.0	3,791	10/01/2025	1
31335H-Q2-2...	6.500% 08/01/21 FHR 2141 E NAS FGLMC 7.0		09/01/2011	Paydown		2,268	2,268	2,300	2,293		(.25)		(.25)		2,268			.0	.97	08/01/2021	1
3133TK-G7-9...	6.800% 04/15 FNMA Pool 253478 8.000%		09/01/2011	Paydown		4,861	4,861	4,940	4,882		(.20)		(.20)		4,861			.0	.216	04/15/2029	1
31371J-Q7-2...	09/01/20 FNMA Pool 253543 7.000%		09/01/2011	Paydown		345	345	349	348		(.3)		(.3)		345			.0	.18	09/01/2020	1
31371J-S8-8...	11/01/20 FNMA Pool 254477 5.500%		09/01/2011	Paydown		386	386	383	384		.3		.3		386			.0	.18	11/01/2020	1
31371K-UA-7...	10/01/32 FNMA Pool 254915 4.500%		09/01/2011	Paydown		32,507	32,507	32,139	32,145		.362		.362		32,507			.0	1,213	10/01/2032	1
31371L-DU-0...	09/01/23 FNMA Pool 255029 5.000%		09/01/2011	Paydown		19,321	19,321	18,790	18,859		.463		.463		19,321			.0	.582	09/01/2023	1
31371L-HE-2...	12/01/23 FNMA Pool 255042 4.500%		09/01/2011	Paydown		22,002	22,002	21,961	21,956		.46		.46		22,002			.0	.733	12/01/2023	1
31371L-HT-9...	11/01/23 FN 256676 5.500%		09/01/2011	Paydown		24,253	24,253	23,602	23,684		.570		.570		24,253			.0	.716	11/01/2023	1
31371N-CM-5...	04/01/27 FN 257126 5.500%		09/01/2011	Paydown		138,276	138,276	148,085	148,044		(.9,769)		(.9,769)		138,276			.0	5,152	04/01/2027	1
31371N-SQ-9...	02/01/23 FHR 3753 AS 3.500%		09/01/2011	Paydown		48,604	48,604	52,644	52,621		(.4,017)		(.4,017)		48,604			.0	1,817	02/01/2023	1
3137A3-JW-0...	11/15/25 FHR 3762 GM 3.500%		09/01/2011	Paydown		34,956	34,956	36,065			(.1,109)		(.1,109)		34,956			.0	.102	09/15/2025	1
3137A3-PN-3...	08/15/28 FHR 3786 WA 4.000%		09/01/2011	Paydown		26,041	26,041	26,854	26,837		(.796)		(.796)		26,041			.0	.619	05/15/2020	1
3137A5-WW-0...	12/15/28		09/01/2011	Paydown		20,140	20,140	20,701			(.561)		(.561)		20,140			.0	.343	08/15/2020	1

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi- fication	Description	F o r e i g n	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 Desig- nation or Market Indicator (a)
3137A8-XZ-6...	FHR 3844 DA 4.500% 10/15/39		09/01/2011	Paydown		55,044	55,044	58,717			(3,672)		(3,672)		55,044			0	623	02/15/2024	1
3138A8-XA-9...	FN AH6972 3.500% 02/01/26		09/01/2011	Paydown		62,681	62,681	64,268			(1,587)		(1,587)		62,681			0	359	02/01/2026	1
31392E-SX-9...	FNR 2002-59 B 5.500% 09/25/17		09/01/2011	Paydown		10,563	10,563	10,751	10,605		(42)		(42)		10,563			0	388	06/25/2017	1
31392W-UQ-1...	FHR 2510 NM 5.000% 03/15/32		09/01/2011	Paydown		48,923	48,923	50,252	49,042		(119)		(119)		48,923			0	1,661	11/25/2014	1
31393A-GG-6...	FNR 2003-28 GA 4.000% 10/25/32		09/01/2011	Paydown		30,617	30,617	30,130	30,427		190		190		30,617			0	822	10/25/2032	1
31393B-QC-2...	FNR 2003-37 QD 5.000% 05/25/32		09/01/2011	Paydown		149,509	149,509	148,528	148,882		628		628		149,509			0	4,931	05/25/2032	1
31393E-NZ-8...	FNR 2003-91 HA 4.500% 11/25/16		09/01/2011	Paydown		56,908	56,908	56,890	56,748		160		160		56,908			0	1,704	11/25/2016	1
31393N-M8-9...	FHR 2590 TU 5.000% 08/15/31		09/01/2011	Paydown		92,770	92,770	91,733	92,352		418		418		92,770			0	3,146	08/15/2031	1
31393V-MQ-1...	FHR 2628 AB 4.500% 06/15/18		09/01/2011	Paydown		47,054	47,054	45,789	46,613		440		440		47,054			0	1,437	06/15/2018	1
31394B-UA-0...	FNR 2004-90 YB 4.000% 07/25/32		09/01/2011	Paydown		115,566	115,566	111,702	114,661		905		905		115,566			0	3,074	07/25/2032	1
31394B-W4-2...	FNR 2004-95 EA 4.500% 08/25/33		09/01/2011	Paydown		2,278	2,278	2,365	2,350		(73)		(73)		2,278			0	69	05/25/2018	1
31394C-V7-4...	FNR 2005-35 VG 5.000% 04/25/16		09/01/2011	Paydown		29,719	29,719	29,478	29,587		132		132		29,719			0	991	04/25/2016	1
31394C-VT-6...	FNR 2005-20 DB 5.000% 03/25/35		09/01/2011	Paydown		16,095	16,095	16,015	16,039		56		56		16,095			0	568	03/25/2035	1
31394H-AY-7...	FHR 2669 DG 4.500% 11/15/32		09/01/2011	Paydown		99,813	99,813	90,705	97,674		2,139		2,139		99,813			0	2,974	11/15/2032	1
31394P-RU-9...	FHR 2744 TU 5.500% 05/15/32		09/01/2011	Paydown		63,002	63,002	61,250	62,322		680		680		63,002			0	2,290	05/15/2032	1
31395A-C8-6...	FHR 2806 AC 5.000% 01/15/33		09/01/2011	Paydown		21,237	21,237	21,161	21,189		48		48		21,237			0	704	01/15/2033	1
31395E-YP-6...	FHR 2835 HB 5.500% 08/15/24		09/01/2011	Paydown		94,960	94,960	98,699	97,349		(2,389)		(2,389)		94,960			0	3,541	01/15/2024	1
31395K-4T-7...	FHR 2898 K 5.000% 12/15/34		08/01/2011	Paydown		31,900	31,900	31,720	31,830		70		70		31,900			0	1,021	12/15/2034	1
31395K-HC-0...	FHR 2904 PC 5.500% 05/15/31		09/01/2011	Paydown		349,441	349,441	352,935	349,425		16		16		349,441			0	13,169	02/15/2013	1
31395P-AT-9...	FHR 2931 YC 5.000% 06/15/30		07/01/2011	Paydown		20,834	20,834	20,720	20,788		46		46		20,834			0	608	06/15/2030	1
31396F-LE-1...	FHR 3072 VG 5.000% 11/15/16		09/01/2011	Paydown		45,455	45,455	45,142	45,332		123		123		45,455			0	1,516	11/15/2016	1FE
31397L-DQ-9...	FNR 2008-24 AV 5.000% 03/25/19		09/01/2011	Paydown		41,058	41,058	41,058	41,058		0		0		41,058			0	1,369	03/25/2019	1
31397S-ZF-4...	FNR 2011-42 VA 4.500% 06/25/22		09/01/2011	Paydown		8,888	8,888	9,409			(521)		(521)		8,888			0	133	03/25/2019	1
31397U-GT-0...	FNR 2011-49 CA 3.500% 12/25/28		09/01/2011	Paydown		7,471	7,471	7,607			(135)		(135)		7,471			0	66	06/25/2021	1
31402A-D6-0...	FNMA Pool 722925 5.000% 07/01/23		09/01/2011	Paydown		31,966	31,966	32,385	32,328		(362)		(362)		31,966			0	960	07/01/2023	1
31402R-JV-2...	FNMA Pool 735676 5.000% 07/01/35		09/01/2011	Paydown		65,809	65,809	68,153	68,093		(2,284)		(2,284)		65,809			0	2,196	07/01/2035	1
31403D-BW-8...	FNMA Pool 745353 5.500% 03/01/36		09/01/2011	Paydown		65,389	65,389	63,611	63,644		1,745		1,745		65,389			0	2,402	03/01/2036	1
31403D-GZ-6...	FNMA Pool 745516 5.500% 05/01/36		09/01/2011	Paydown		46,653	46,653	46,595	46,591		62		62		46,653			0	1,718	05/01/2036	1
31403D-TG-4...	FNMA Pool 745851 6.000% 09/01/36		09/01/2011	Paydown		44,695	44,695	45,100	45,091		(396)		(396)		44,695			0	1,781	09/01/2036	1
31404A-GX-6...	FNMA Pool 762614 5.000% 12/01/23		09/01/2011	Paydown		23,006	23,006	23,308	23,274		(268)		(268)		23,006			0	723	12/01/2023	1

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	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)
31404S-GD-1...	FN 76996 5.000% 04/01/34		09/01/2011	Paydown		59,328	59,328	61,609	61,557		(2,229)		(2,229)		59,328			0	1,982	04/01/2034	1
31407U-EQ-6...	FNMA Pool 840843 5.500% 12/01/35		09/01/2011	Paydown		66,844	66,844	65,674	65,696		1,148		1,148		66,844			0	2,567	12/01/2035	1
31409X-GG-8...	FNMA Pool 881399 6.000% 05/01/36		09/01/2011	Paydown		37,265	37,265	37,084	37,085		180		180		37,265			0	1,446	05/01/2036	1
31411B-GM-9...	FNMA Pool 903004 5.500% 12/01/36		09/01/2011	Paydown		50,390	50,390	50,098	50,100		290		290		50,390			0	1,916	12/01/2036	1
31411J-3H-7...	FNMA Pool 909900 5.500% 03/01/37		09/01/2011	Paydown		51,191	51,191	50,687	50,692		499		499		51,191			0	1,888	03/01/2037	1
31416B-4A-3...	FN 995517 5.500% 01/01/24		09/01/2011	Paydown		74,706	74,706	80,765	80,758		(6,052)		(6,052)		74,706			0	2,726	01/01/2024	1
31417U-XS-9...	FN AC7888 4.000% 03/01/25		09/01/2011	Paydown		47,289	47,289	49,698	49,649		(2,360)		(2,360)		47,289			0	1,253	03/01/2025	1
31417Y-2J-5...	FN MA0776 4.500% 06/01/31		09/01/2011	Paydown		44,214	44,214	46,591			(2,377)		(2,377)		44,214			0	390	06/01/2031	1
31417Y-3N-5...	FN MA0804 4.000% 07/01/31		09/01/2011	Paydown		11,313	11,313	11,648			(336)		(336)		11,313			0	82	07/01/2031	1
31417Y-TV-9...	FN MA0563 4.000% 11/01/30		09/01/2011	Paydown		39,754	39,754	40,996	40,991		(1,237)		(1,237)		39,754			0	1,081	11/01/2030	1
31417Y-W5-2...	FN MA0667 4.000% 10/01/30		09/01/2011	Paydown		44,591	44,591	44,521			70		70		44,591			0	906	10/01/2030	1
38373T-Z2-4...	GNR 2002-15 PC 5.500% 11/20/31		09/01/2011	Paydown		20,389	20,389	19,546	20,217		172		172		20,389			0	753	11/20/2031	1
38374E-DF-1...	GNR 2003-102 MJ 4.250% 01/20/33		09/01/2011	Paydown		15,992	15,992	15,977	15,961		32		32		15,992			0	458	01/20/2033	1
38377T-2L-4...	GNR 2011-23 GQ 4.500% 02/20/26		09/01/2011	Paydown		31,977	31,977	33,480			(1,503)		(1,503)		31,977			0	620	03/20/2025	1
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						4,324,849	4,223,409	4,307,672	2,935,812	0	(46,664)	0	(46,664)	0	4,268,455	0	56,394	56,394	135,972	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
000759-CF-5...	American Business Fin Services 2002-1 A5		09/21/2011	Guggenheim Securities		98,014	221,500	149,047	149,047				0		149,047		(51,034)	(51,034)	10,657	12/15/2032	1Z*
000759-CF-5...	American Business Fin Services 2002-1 A5		08/01/2011	Paydown			(35,563)	(23,930)	(23,930)		23,930		23,930					0	1,914	12/16/2022	1Z*
02005N-AJ-9...	Ally Financial Inc NC 7.500% 09/15/20		07/21/2011	Morgan Stanley		26,188	25,000	26,313			(11)		(11)		26,301		(114)	(114)	682	09/15/2020	4FE
02076X-AB-8...	Alpha Natural Resources Call 6.000% 06		07/20/2011	Merrill Lynch		36,400	35,000	35,000					0		35,000		1,400	1,400	315	06/01/2019	3FE
02406P-AF-7...	American Axle & Manufacturing Call 7.87		09/13/2011	Credit Suisse First Boston		19,300	20,000	20,550			(25)		(25)		20,525		(1,225)	(1,225)	853	03/01/2017	4FE
05948K-BW-8...	Banc of America 2003-3 A5 5.750% 05/25		09/13/2011	Stifel Nicolaus & Co.		1,645,509	1,629,217	1,626,773	1,626,675		(409)		(409)		1,626,266		19,244	19,244	74,163	05/25/2033	1FE
05948K-BW-8...	Banc of America 2003-3 A5 5.750% 05/25		09/01/2011	Paydown		35,780	35,780	35,726	35,724		56		56		35,780			0	1,352	05/25/2033	1FE
095699-AA-2...	Blue Merger Sub Inc 144A-Call 7.625% 0		09/28/2011	Merrill Lynch		12,938	15,000	15,309			(19)		(19)		15,291		(2,353)	(2,353)	721	02/15/2019	5FE
121207-AA-2...	Burger King Corp Call 9.875% 10/15/18		08/23/2011	RBC Capital Markets		41,800	40,000	42,750			(53)		(53)		42,697		(897)	(897)	1,437	10/15/2018	4FE
126650-BQ-2...	CVS Corp. PT-NC 6.943% 01/10/30		09/12/2011	Redemption 100.0000		3,088	3,088	3,150	3,147		(59)		(59)		3,088			0	143	12/10/2029	2FE
17285T-AD-8...	Citadel Broadcasting Corp 144A-Call 7		09/15/2011	Call 107.7500		37,713	35,000	35,750	35,746		1,966		1,966		37,713			0	2,080	12/15/2018	3FE
17306U-BX-5...	Citifinancial Mortgage Sec 2003-4 AF5		09/02/2011	Maxwell Simon Inc.		230,000	250,000	252,025	251,989		(40)		(40)		251,949		(21,949)	(21,949)	10,245	03/25/2029	1Z*
18538T-AA-7...	Clearwire Comm 144A-Call 12.000% 12/01		08/18/2011	Various		76,988	80,000	80,142	80,128		(15)		(15)		80,114		(3,126)	(3,126)	6,620	12/01/2015	5FE
191219-AP-9...	Coca Cola Enterprises NC 8.500% 02/01		08/16/2011	Taxable Exchange		1,411,495	1,000,000	1,370,000	1,275,790		(11,885)		(11,885)		1,263,906		147,589	147,589	89,250	02/01/2022	1FE

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	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)
21871D-AA-1...	Corelogic Inc 144A-Call 7.250% 06/01/2...		09/28/2011	Various		44,900	50,000	50,188			(4)		(4)		50,183		(5,283)	(5,283)	1,327	06/01/2021	4FE
226566-AM-9...	Cricket Communications 144A-Call 7.750		08/02/2011	BNP Paribas Securities		9,800	10,000	9,832	9,833		.6		.6		9,839		(39)	(39)	.551	10/15/2020	5FE
22764L-AB-9...	Crosstex Energy Call 8.875% 02/15/18		09/15/2011	Merrill Lynch		58,550	55,000	55,375	55,371		(31)		(31)		55,340		3,210	3,210	5,022	02/15/2018	4FE
29273V-AC-4...	Energy Transfer Equity NC 7.500% 10/15		07/18/2011	J P Morgan Securities		26,875	25,000	26,050	26,042		(38)		(38)		26,004		.871	.871	1,568	10/15/2020	3FE
29382R-AD-9...	Entravision Communication Call 8.750%		08/24/2011	Jefferies		4,875	5,000	5,038	5,036		(3)		(3)		5,034		(159)	(159)	.476	08/01/2017	4FE
29444U-AJ-5...	Equinix Inc Call 8.125% 03/01/18		07/07/2011	BNP Paribas Securities		38,369	35,000	36,313	36,307		(41)		(41)		36,265		2,103	2,103	2,457	03/01/2018	3FE
30251G-AA-5...	FMG Resources 144A-Call 7.000% 11/01/1		08/15/2011	Citigroup Global Markets		20,000	20,000	20,475	20,461		(52)		(52)		20,409		(409)	(409)	1,124	11/01/2015	4FE
30251G-AC-1...	FMG Resources 144A-Call 6.875% 02/01/1		08/19/2011	RBS Securities		38,700	40,000	40,500			(20)		(20)		40,480		(1,780)	(1,780)	1,902	02/01/2018	4FE
31409J-SF-8...	FNMA Pool 872718 6.000% 06/01/36		09/01/2011	Paydown		2,790	2,790	2,771	2,771		.19		.19		2,790			.0	.111	06/01/2036	1
345397-VM-2...	Ford Motor Credit Company NC 8.125% 01		08/23/2011	RBS Securities Inc		44,000	40,000	40,900	40,862		(44)		(44)		40,818		3,182	3,182	3,620	01/15/2020	3FE
350472-AC-0...	Foundation PA Coal Co Call 7.250% 08/0		08/18/2011	HCA-The Healthcare Company Call 9.625%	101.2080	25,302	25,000	23,850	24,240	1,062		1,062		25,302				.0	1,898	08/01/2014	3FE
404119-BA-6...	Hertz Corp. 144A-Call 6.750% 04/15/19		08/26/2011	Call 106.7826		66,205	62,000	65,153	64,846	1,359		1,359		66,205				.0	4,658	11/15/2016	4FE
428040-CH-0...	IMC Home Equity Loan Trust 1997-5 A9 7		08/03/2011	First Union Capital		34,825	35,000	35,263		(7)			(7)		35,256		(431)	(431)	.742	04/15/2019	4FE
449670-DD-7...	RAST 2003-A6 B1 5.500% 07/25/33		08/01/2011	Paydown		4,222	4,222	3,960	4,078	145		145		4,222				.0	.207	11/20/2028	12*
45660N-RB-3...	RAST 2003-A6 B1 5.500% 07/25/33		08/16/2011	Citadel Securities		433,798	619,435	418,429	476,946	(992)	58,517		(59,509)		417,437		16,362	16,362	22,167	07/25/2033	1FE
45660N-RB-3...	International Lease Finance NC 6.250%		08/01/2011	Paydown		10,643	10,643	7,189	8,195	3,454	1,005		2,448		10,643			.0	.325	07/25/2033	1FE
459745-GH-2...	Marina District Finance Call 9.875% 08		09/12/2011	Merrill Lynch		67,688	75,000	75,050		(1)			(1)		75,049		(7,361)	(7,361)	1,445	05/15/2019	3FE
56808R-AD-8...	National Money Mart Co Call 10.375% 12/		09/22/2011	RBS Securities		50,875	55,000	56,206	35,539	(75)			(75)		56,114		(5,239)	(5,239)	6,201	08/15/2018	3FE
637004-AC-6...	Navistar International Call 8.250% 11/		08/05/2011	Stifel Nicolaus & Co.		5,438	5,000	5,263	5,263				.0		5,262		.175	.175	.339	12/15/2016	4FE
63934E-AM-0...	Newfield Exploration Co. NC 5.750% 01/		07/27/2011	Various		98,188	90,000	89,350	89,392		20		20		89,412		8,776	8,776	5,429	11/01/2021	3FE
651290-AP-3...	Patriot Coal Corp Call 8.250% 04/30/18		09/27/2011	Cantor Fitz		35,088	35,000	34,985					.0		34,985		.103	.103		01/30/2022	3FE
70336T-AC-8...	Regency Energy Partners Call 6.500% 07		09/30/2011	Barclays Capital		13,200	15,000	15,100	15,094	(7)			(7)		15,086		(1,886)	(1,886)	1,152	04/30/2018	4FE
75886A-AF-5...	Stater Brothers Holdings Call 7.375% 1		08/30/2011	Various		55,400	55,000	55,300		(9)			(9)		55,291		.109	.109	.890	07/15/2021	4FE
857555-AR-7...	Teekay Corp NC 8.500% 01/15/20		08/08/2011	Barclays Capital		20,600	20,000	20,300	20,299	(18)			(18)		20,281		.319	.319	1,033	11/15/2018	4FE
87900Y-AA-1...	Valeant Pharmaceuticals 144A-Call 7.25		09/13/2011	Various		48,675	50,000	50,521	50,485	(27)			(27)		50,458		(1,783)	(1,783)	4,923	01/15/2020	4FE
91911X-AS-3...	Walmart Stores Sinking Fund 8.850% 01/		08/04/2011	Various		38,225	40,000	39,363		10			10		39,372		(1,147)	(1,147)	1,192	07/15/2022	4FE
93114K-AD-5...	Wells Fargo Home Equity Trust 2004-2 A15		07/05/2011	Redemption 100.0000		110,549	110,549	132,702	118,337	(7,787)			(7,787)		110,549			.0	9,784	01/02/2015	1FE
94980G-AF-8...	Videotron Call 6.875% 01/15/14		09/01/2011	Paydown		132,447	132,447	129,218	131,440	1,007			1,007		132,447			.0	4,292	05/25/2034	1FE
92658T-AG-3...			07/18/2011	Call 101.1460		18,206	18,000	18,225		(19)			(19)		18,206			.0	.629	01/15/2014	3FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						5,233,642	5,094,108	5,231,471	4,675,153	0	11,340	59,522	(48,182)	0	5,136,415	0	97,227	97,227	285,897	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						10,613,348	10,372,375	10,594,978	8,666,602	0	(36,102)	59,522	(95,625)	0	10,459,728	0	153,620	153,620	483,686	XXX	XXX
8399999 - Subtotals - Bonds						10,613,348	10,372,375	10,594,978	8,666,602	0	(36,102)	59,522	(95,625)	0	10,459,728	0	153,620	153,620	483,686	XXX	XXX
9999999 Totals						10,613,348	XXX	10,594,978	8,666,602	0	(36,102)	59,522	(95,625)	0	10,459,728	0	153,620	153,620	483,686	XXX	XXX

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D

NONE

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

General Interrogatory:						
1. Total activity for the year to date	Fair Value \$	12,968,863	Book/Adjusted Carrying Value \$	12,968,863		
2. Average balance for the year to date	Fair Value \$	9,512,262	Book/Adjusted Carrying Value \$	9,512,262		
3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:						
NAIC 1 \$ 12,968,863	NAIC 2 \$	NAIC 3 \$	NAIC 4 \$	NAIC 5 \$	NAIC 6 \$	

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

SCHEDULE DL - PART 2
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

[illegible]

General Interrogatory:

1. Total activity for the year to date.....	Fair Value \$	Book/Adjusted Carrying Value \$
2. Average balance for the year to date	Fair Value \$	Book/Adjusted Carrying Value \$
3. Grand Total Schedule DL Part 1 and Part 2.....	Fair Value \$12,968,863	Book/Adjusted Carrying Value \$12,968,865

SCHEDULE E - PART 2 - CASH EQUIVALENTS

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