



**PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION**

**ANNUAL STATEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2011  
OF THE CONDITION AND AFFAIRS OF THE  
LIGHTNING ROD MUTUAL INSURANCE COMPANY**

NAIC Group Code	0207 (Current Period)	0207 (Prior Period)	NAIC Company Code	26123	Employer's ID Number	34-0359380
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile			United States			
Incorporated/Organized	01/01/1906		Commenced Business	03/01/1906		
Statutory Home Office	1685 Cleveland Road (Street and Number)		Wooster, OH 44691-0036 (City or Town, State and Zip Code)			
Main Administrative Office	1685 Cleveland Road (Street and Number)		Wooster, OH 44691-0036 (City or Town, State and Zip Code)	330-262-9060 (Area Code) (Telephone Number)		
Mail Address	1685 Cleveland Road (Street and Number or P.O. Box)		Wooster, OH 44691-0036 (City or Town, State and Zip Code)			
Primary Location of Books and Records	1685 Cleveland Road (Street and Number)		Wooster, OH 44691-0036 (City or Town, State and Zip Code)	330-262-9060 (Area Code) (Telephone Number)		
Internet Website Address			www.wrg-ins.com			
Statutory Statement Contact	Joseph Earl Wilford (Name)		330-262-9060-2437 (Area Code) (Telephone Number) (Extension)			
	Joe_Wilford@wrg-ins.com (E-mail Address)		330-264-7822 (Fax Number)			

**OFFICERS**

Name	Title	Name	Title
JOHN P. MURPHY	PRESIDENT	JOHN P. MURPHY	SECRETARY
MICHAEL A. SHUTT	VP FINANCE/CFO/TREASURER		

**OTHER OFFICERS**

GREGORY J. OWEN	VP INFORMATION TECHNOLOGY	GREGORY A. BRUNN	VP MARKETING AND UNDERWRITING
KEVIN W. DAY	EXECUTIVE VP CLAIMS		

**DIRECTORS OR TRUSTEES**

ROBERT P. BOGNER	KEVIN W. DAY	RONALD E. HOLTMAN	JOHN P. MURPHY
C. MICHAEL REARDON	EDDIE L. STEINER	KENNETH L. VAGNINI	

State of .....OHIO.....

County of .....WAYNE..... 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.

JOHN P. MURPHY  
PRESIDENT

JOHN P. MURPHY  
SECRETARY

MICHAEL A. SHUTT  
VICE PRESIDENT/CFO/TREASURER

Subscribed and sworn to before me this  
28 day of February, 2012

- 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 \_\_\_\_\_

Mary Lou Hart Notary Public  
March 8, 2015

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SUMMARY INVESTMENT SCHEDULE**

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement		
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3+4)
1. Bonds:					
1.1 U.S. treasury securities .....	15,609,808	8.012	15,609,808		15,609,808
1.2 U.S. government agency obligations (excluding mortgage-backed securities):					
1.21 Issued by U.S. government agencies .....	1,190,123	0.611	1,190,123		1,190,123
1.22 Issued by U.S. government sponsored agencies .....	1,880,096	0.965	1,880,096		1,880,096
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities) .....	1,288,799	0.662	1,288,799		1,288,799
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:					
1.41 States, territories and possessions general obligations .....	14,405,967	7.394	14,405,967		14,405,967
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations .....	20,699,834	10.625	20,699,834		20,699,834
1.43 Revenue and assessment obligations .....	6,877,860	3.530	6,877,860		6,877,860
1.44 Industrial development and similar obligations .....		0.000		0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):					
1.51 Pass-through securities:					
1.511 Issued or guaranteed by GNMA .....	.535,941	0.275	.535,941		.535,941
1.512 Issued or guaranteed by FNMA and FHLMC .....	4,254,868	2.184	4,254,868		4,254,868
1.513 All other .....	394,362	0.202	394,362		394,362
1.52 CMOs and REMICs:					
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA .....	.595,273	0.306	.595,273		.595,273
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521 .....		0.000		0	0.000
1.523 All other .....		0.000		0	0.000
2. Other debt and other fixed income securities (excluding short term):					
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities) .....	28,826,152	14.796	28,826,152		28,826,152
2.2 Unaffiliated non-U.S. securities (including Canada) .....	7,236,143	3.714	7,236,143		7,236,143
2.3 Affiliated securities .....		0.000		0	0.000
3. Equity interests:					
3.1 Investments in mutual funds .....	24,688,787	12.672	24,688,787		24,688,787
3.2 Preferred stocks:					
3.21 Affiliated .....		0.000		0	0.000
3.22 Unaffiliated .....	1,832,281	0.940	1,832,281		1,832,281
3.3 Publicly traded equity securities (excluding preferred stocks):					
3.31 Affiliated .....		0.000		0	0.000
3.32 Unaffiliated .....	33,636,882	17.265	33,636,882		33,636,882
3.4 Other equity securities:					
3.41 Affiliated .....	.263,165	0.135	.0	0	0.000
3.42 Unaffiliated .....	177,614	0.091	177,614		177,614
3.5 Other equity interests including tangible personal property under lease:					
3.51 Affiliated .....		0.000		0	0.000
3.52 Unaffiliated .....		0.000		0	0.000
4. Mortgage loans:					
4.1 Construction and land development .....		0.000		0	0.000
4.2 Agricultural .....		0.000		0	0.000
4.3 Single family residential properties .....		0.000		0	0.000
4.4 Multifamily residential properties .....		0.000		0	0.000
4.5 Commercial loans .....		0.000		0	0.000
4.6 Mezzanine real estate loans .....		0.000		0	0.000
5. Real estate investments:					
5.1 Property occupied by company .....	6,002,167	3.081	6,002,167		6,002,167
5.2 Property held for the production of income (including \$ ..... of property acquired in satisfaction of debt) .....		0.000	.0	0	0.000
5.3 Property held for sale (including \$ ..... property acquired in satisfaction of debt) .....		0.000	0	0	0.000
6. Contract loans .....		0.000	0	0	0.000
7. Derivatives .....		0.000	0	0	0.000
8. Receivables for securities .....		0.000	0	0	0.000
9. Securities Lending (Line 10, Asset Page reinvested collateral).....	.0	0.000	.0	XXX.	XXX.
10. Cash, cash equivalents and short-term investments .....	19,374,805	9.945	19,374,805		19,374,805
11. Other invested assets .....	5,056,795	2.596	5,056,795		5,056,795
12. Total invested assets .....	194,827,722	100.000	194,564,557	0	194,564,557
					100.000

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE A - VERIFICATION BETWEEN YEARS**

Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....	6,242,106
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	10,746
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0
3. Current year change in encumbrances:	
3.1 Totals, Part 1, Column 13.....	0
3.2 Totals, Part 3, Column 11 .....	0
4. Total gain (loss) on disposals, Part 3, Column 18.....	0
5. Deduct amounts received on disposals, Part 3, Column 15.....	0
6. Total foreign exchange change in book/adjusted carrying value:	
6.1 Totals, Part 1, Column 15.....	0
6.2 Totals, Part 3, Column 13 .....	0
7. Deduct current year's other than temporary impairment recognized:	
7.1 Totals, Part 1, Column 12.....	0
7.2 Totals, Part 3, Column 10 .....	0
8. Deduct current year's depreciation:	
8.1 Totals, Part 1, Column 11.....	250,685
8.2 Totals, Part 3, Column 9 .....	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....	6,002,167
10. Deduct total nonadmitted amounts.....	
11. Statement value at end of current period (Line 9 minus Line 10).....	6,002,167

**SCHEDULE B - VERIFICATION BETWEEN YEARS**

Mortgage Loans

1. Book value/recording investment excluding accrued interest, December 31 of prior year.....	0
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0
3. Capitalized deferred interest and other:	
3.1 Totals, Part 1, Column 12.....	0
3.2 Totals, Part 3, Column 11 .....	0
4. Accrual of discount.....	
5. Unrealized valuation increase (decrease):	
5.1 Totals, Part 1, Column 9.....	0
5.2 Totals, Part 3, Column 8.....	0
6. Total gain (loss) on disposals, Part 3, Column 18.....	0
7. Deduct amounts received on disposals, Part 3, Column 15.....	0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	
9. Total foreign exchange change in book value/recording investment excluding accrued interest:	
9.1 Totals, Part 1, Column 13.....	0
9.2 Totals, Part 3, Column 13.....	0
10. Deduct current year's other than temporary impairment recognized:	
10.1 Totals, Part 1, Column 11.....	0
10.2 Totals, Part 3, Column 10.....	0
11. Book value/recording investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0
12. Total valuation allowance.....	
13. Subtotal (Line 11 plus Line 12).....	0
14. Deduct total nonadmitted amounts.....	
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....	0

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE BA - VERIFICATION BETWEEN YEARS**

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....	5,260,556
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 8).....	0
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0 .....
3. Capitalized deferred interest and other:	
3.1 Totals, Part 1, Column 16.....	0
3.2 Totals, Part 3, Column 12 .....	0 .....
4. Accrual of discount.....	
5. Unrealized valuation increase (decrease):	
5.1 Totals, Part 1, Column 13.....	(203,761)
5.2 Totals, Part 3, Column 9.....	0 .....
6. Total gain (loss) on disposals, Part 3, Column 19.....	0
7. Deduct amounts received on disposals, Part 3, Column 16.....	0
8. Deduct amortization of premium and depreciation.....	
9. Total foreign exchange change in book/adjusted carrying value:	
9.1 Totals, Part 1, Column 17.....	0
9.2 Totals, Part 3, Column 14.....	0 .....
10. Deduct current year's other than temporary impairment recognized:	
10.1 Totals, Part 1, Column 15.....	0.
10.2 Totals, Part 3, Column 11.....	0 .....
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	5,056,795
12. Deduct total nonadmitted amounts.....	
13. Statement value at end of current period (Line 11 minus Line 12). ....	5,056,795

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

Bonds and Stocks

1. Book /adjusted carrying value, December 31 of prior year.....	166,135,870
2. Cost of bonds and stocks acquired, Part 3, Column 7 .....	28,979,360
3. Accrual of discount.....	107,949
4. Unrealized valuation increase (decrease):	
4.1 Part 1, Column 12.....	149,670
4.2 Part 2, Section 1, Column 15.....	(3,677)
4.3 Part 2, Section 2, Column 13.....	(230,986)
4.4 Part 4, Column 11.....	(2,086,096) .....
5. Total gain (loss) on disposals, Part 4, Column 19.....	2,200,203
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....	30,664,600
7. Deduct amortization of premium.....	193,741
8. Total foreign exchange change in book/adjusted carrying value:	
8.1 Part 1, Column 15.....	0
8.2 Part 2, Section 1, Column 19.....	0
8.3 Part 2, Section 2, Column 16.....	0
8.4 Part 4, Column 15.....	0 .....
9. Deduct current year's other than temporary impairment recognized:	
9.1 Part 1, Column 14.....	0
9.2 Part 2, Section 1, Column 17.....	0
9.3 Part 2, Section 2, Column 14.....	0
9.4 Part 4, Column 13.....	0 .....
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	164,393,953
11. Deduct total nonadmitted amounts.....	263,165
12. Statement value at end of current period (Line 10 minus Line 11). ....	164,130,788

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b> Governments (Including all obligations guaranteed by governments)	1. United States .....	24,460,472	27,091,378	24,060,856	24,062,052
	2. Canada .....	691,647	772,832	689,850	700,000
	3. Other Countries	597,153	677,569	596,610	600,000
	4. Totals	25,749,271	28,541,778	25,347,316	25,362,052
U. S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	14,405,967	15,822,706	14,525,814	14,200,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	20,699,834	22,254,348	20,646,804	20,575,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	6,877,860	7,346,543	6,908,626	6,670,000
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States.....	28,826,152	31,287,125	28,799,663	28,400,000
	9. Canada.....	506,043	507,593	511,455	500,000
	10. Other Countries	6,730,099	7,010,445	6,791,148	6,528,000
	11. Totals	36,062,294	38,805,162	36,102,266	35,428,000
Parent, Subsidiaries and Affiliates	12. Totals	0	0	0	0
	<b>13. Total Bonds</b>	<b>103,795,225</b>	<b>112,770,538</b>	<b>103,530,826</b>	<b>102,235,052</b>
<b>PREFERRED STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	14. United States .....	1,832,281	1,832,281	1,699,870	
	15. Canada .....	0	0	0	
	16. Other Countries	0	0	0	
	17. Totals	1,832,281	1,832,281	1,699,870	
Parent, Subsidiaries and Affiliates	18. Totals	0	0	0	
	<b>19. Total Preferred Stocks</b>	<b>1,832,281</b>	<b>1,832,281</b>	<b>1,699,870</b>	
<b>COMMON STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	20. United States .....	58,059,270	58,059,270	36,111,105	
	21. Canada .....	389,956	389,956	412,180	
	22. Other Countries	54,057	54,057	54,907	
	23. Totals	58,503,283	58,503,283	36,578,193	
Parent, Subsidiaries and Affiliates	24. Totals	263,165	263,165	83,500	
	<b>25. Total Common Stocks</b>	<b>58,766,447</b>	<b>58,766,447</b>	<b>36,661,693</b>	
	<b>26. Total Stocks</b>	<b>60,598,728</b>	<b>60,598,728</b>	<b>38,361,563</b>	
	<b>27. Total Bonds and Stocks</b>	<b>164,393,954</b>	<b>173,369,267</b>	<b>141,892,389</b>	

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 Class 1 .....	5,324,384	14,772,258	3,218,564	1,157,230	0	24,472,436	22.9	27,566,027	25.8	24,472,436	0
1.2 Class 2 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.3 Class 3 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.4 Class 4 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.5 Class 5 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.6 Class 6 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.7 Totals .....	5,324,384	14,772,258	3,218,564	1,157,230	0	24,472,436	22.9	27,566,027	25.8	24,472,436	0
<b>2. All Other Governments</b>											
2.1 Class 1 .....	0	0	1,288,799	0	0	1,288,799	1.2	1,287,614	1.2	1,288,799	0
2.2 Class 2 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.3 Class 3 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Class 4 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.5 Class 5 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.6 Class 6 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals .....	0	0	1,288,799	0	0	1,288,799	1.2	1,287,614	1.2	1,288,799	0
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>											
3.1 Class 1 .....	1,301,112	3,244,375	9,860,479	0	0	14,405,967	13.5	14,904,093	13.9	14,405,967	0
3.2 Class 2 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.3 Class 3 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Class 4 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.5 Class 5 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.6 Class 6 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals .....	1,301,112	3,244,375	9,860,479	0	0	14,405,967	13.5	14,904,093	13.9	14,405,967	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Class 1 .....	2,300,776	6,548,074	11,051,340	0	0	19,900,191	18.6	18,985,914	17.8	19,900,191	0
4.2 Class 2 .....	0	799,643	0	0	0	799,643	0.8	799,579	0.8	799,643	0
4.3 Class 3 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Class 4 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.5 Class 5 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.6 Class 6 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals .....	2,300,776	7,347,717	11,051,340	0	0	20,699,834	19.4	19,785,492	18.5	20,699,834	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Class 1 .....	1,496,872	1,499,809	3,881,178	0	0	6,877,860	6.4	5,210,440	4.9	6,877,860	0
5.2 Class 2 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.3 Class 3 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Class 4 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.5 Class 5 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.6 Class 6 .....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals .....	1,496,872	1,499,809	3,881,178	0	0	6,877,860	6.4	5,210,440	4.9	6,877,860	0

## ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Industrial and Miscellaneous (unaffiliated)</b>											
6.1 Class 1	5,284,830	16,347,296	12,866,305	283,917	0	34,782,348	.32.5	35,491,968	33.2	30,990,585	3,791,763
6.2 Class 2	816,039	1,295,261	1,880,906	0	0	3,992,206	3.7	2,225,152	2.1	3,992,206	0
6.3 Class 3	0	370,000	0	0	0	370,000	0.3	370,000	0.3	370,000	0
6.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	0
6.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	0
6.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals	6,100,869	18,012,557	14,747,211	283,917	0	39,144,553	36.6	38,087,120	35.6	35,352,790	3,791,763
<b>7. Hybrid Securities</b>											
7.1 Class 1	0	0	0	0	0	0	0.0	0	0.0	0	0
7.2 Class 2	0	0	0	0	0	0	0.0	0	0.0	0	0
7.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	0
7.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	0
7.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Class 1	0	0	0	0	0	0	0.0	0	0.0	0	0
8.2 Class 2	0	0	0	0	0	0	0.0	0	0.0	0	0
8.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	0	0
8.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	0
8.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	0
8.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>9. Total Bonds Current Year</b>											
9.1 Class 1	(d) 15,707,975		42,411,813	42,166,665	1,441,147	0	101,727,600	.95.2	XXX	XXX	97,935,837
9.2 Class 2	(d) 816,039		2,094,904	1,880,906	0	0	4,791,849	.4.5	XXX	XXX	4,791,849
9.3 Class 3	(d) 0		370,000	0	0	0	370,000	.0.3	XXX	XXX	370,000
9.4 Class 4	(d) 0		0	0	0	0	0	0.0	XXX	XXX	0
9.5 Class 5	(d) 0		0	0	0	0	0	0.0	XXX	XXX	0
9.6 Class 6	(d) 0		0	0	0	0	0	0.0	XXX	XXX	0
9.7 Totals	16,524,013	44,876,717	44,047,571	1,441,147	0	(b) 106,889,448	100.0	XXX	XXX	103,097,685	3,791,763
9.8 Line 9.7 as a % of Col. 6	15.0	42.0	41.0	1.0	0.0	100.0	XXX	XXX	XXX	96.0	4.0
<b>10. Total Bonds Prior Year</b>											
10.1 Class 1	.14,107,576	43,984,772	.41,632,223	3,721,484	0	XXX	XXX	.103,446,055	.96.8	101,930,303	1,515,753
10.2 Class 2	.601,028	1,624,124	.799,579	0	0	XXX	XXX	.3,024,731	.2.8	3,024,731	0
10.3 Class 3	0	370,000	0	0	0	XXX	XXX	.370,000	.0.3	.370,000	0
10.4 Class 4	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.5 Class 5	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.6 Class 6	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.7 Totals	.14,708,604	45,978,896	42,431,802	3,721,484	0	XXX	XXX	(b) .106,840,786	.100.0	105,325,033	1,515,753
10.8 Line 10.7 as a % of Col. 8	14.0	43.0	40.0	3.0	0.0	XXX	XXX	100.0	XXX	99.0	1.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Class 1	.15,707,975	40,376,377	.40,694,255	1,157,230	0	.97,935,837	.91.6	.101,930,303	.95.4	.97,935,837	XXX
11.2 Class 2	.816,039	2,094,904	1,880,906	0	0	4,791,849	.4.5	.3,024,731	.2.8	4,791,849	XXX
11.3 Class 3	0	370,000	0	0	0	370,000	.0.3	.370,000	.0.3	.370,000	XXX
11.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.7 Totals	16,524,013	42,841,281	.42,575,161	1,157,230	0	103,097,685	.96.5	.105,325,033	.98.6	103,097,685	XXX
11.8 Line 11.7 as a % of Col. 6	16.0	42.0	.41.0	1.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	15.0	40.0	40.0	1.0	0.0	96.0	XXX	XXX	XXX	96.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Class 1	0	2,035,436	.1,472,410	283,917	0	.3,791,763	.3.5	.1,515,753	.1.4	XXX	3,791,763
12.2 Class 2	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.7 Totals	0	2,035,436	.1,472,410	283,917	0	.3,791,763	.3.5	.1,515,753	.1.4	XXX	3,791,763
12.8 Line 12.7 as a % of Col. 6	0.0	54.0	.39.0	7.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.0	2.0	1.0	0.0	0.0	4.0	XXX	XXX	XXX	XXX	4.0

(a) Includes \$ 3,791,763 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ 0 current year, \$ 0 prior year of bonds with Z designations and \$ 0 , current year, \$ 0 prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.

(c) Includes \$ 0 current year, \$ 0 prior year of bonds with 5\* designations and \$ 0 , current year, \$ 0 prior year of bonds with 6\* designations. "5\*\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....0 ; NAIC 2 \$ .....0 ; NAIC 3 \$ .....0 ; NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0 .

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments</b>											
1.1 Issuer Obligations	3,112,651	11,470,058	2,656,585	1,074,764	0	18,314,059	17.1	21,029,921	19.8	18,314,059	0
1.2 Residential Mortgage-Backed Securities	2,211,732	3,302,200	561,978	82,467	0	6,158,377	5.8	6,536,106	6.2	6,158,377	0
1.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
1.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>1.5 Totals</b>	<b>5,324,384</b>	<b>14,772,258</b>	<b>3,218,564</b>	<b>1,157,230</b>	<b>0</b>	<b>24,472,436</b>	<b>22.9</b>	<b>27,566,027</b>	<b>26.0</b>	<b>24,472,436</b>	<b>0</b>
<b>2. All Other Governments</b>											
2.1 Issuer Obligations	0	0	1,288,799	0	0	1,288,799	1.2	1,287,614	1.2	1,288,799	0
2.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
2.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>2.5 Totals</b>	<b>0</b>	<b>0</b>	<b>1,288,799</b>	<b>0</b>	<b>0</b>	<b>1,288,799</b>	<b>1.2</b>	<b>1,287,614</b>	<b>1.2</b>	<b>1,288,799</b>	<b>0</b>
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>											
3.1 Issuer Obligations	1,301,112	3,244,375	9,860,479	0	0	14,405,967	13.5	14,904,093	14.0	14,405,967	0
3.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
3.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3.5 Totals</b>	<b>1,301,112</b>	<b>3,244,375</b>	<b>9,860,479</b>	<b>0</b>	<b>0</b>	<b>14,405,967</b>	<b>13.5</b>	<b>14,904,093</b>	<b>14.0</b>	<b>14,405,967</b>	<b>0</b>
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Issuer Obligations	2,300,776	7,347,717	11,051,340	0	0	20,699,834	19.4	19,785,492	18.6	20,699,834	0
4.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
4.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>4.5 Totals</b>	<b>2,300,776</b>	<b>7,347,717</b>	<b>11,051,340</b>	<b>0</b>	<b>0</b>	<b>20,699,834</b>	<b>19.4</b>	<b>19,785,492</b>	<b>18.6</b>	<b>20,699,834</b>	<b>0</b>
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Issuer Obligations	1,496,872	1,499,809	3,881,178	0	0	6,877,860	6.4	5,210,440	4.9	6,877,860	0
5.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
5.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Other Loan-Backed Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>5.5 Totals</b>	<b>1,496,872</b>	<b>1,499,809</b>	<b>3,881,178</b>	<b>0</b>	<b>0</b>	<b>6,877,860</b>	<b>6.4</b>	<b>5,210,440</b>	<b>4.9</b>	<b>6,877,860</b>	<b>0</b>
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations	.6,100,869	18,012,557	14,747,211	.283,917	0	39,144,553	.36.6	37,376,541	.35.2	35,352,790	.3,791,763
6.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
6.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Other Loan-Backed Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>6.5 Totals</b>	<b>6,100,869</b>	<b>18,012,557</b>	<b>14,747,211</b>	<b>.283,917</b>	<b>0</b>	<b>39,144,553</b>	<b>.36.6</b>	<b>37,376,541</b>	<b>.35.2</b>	<b>35,352,790</b>	<b>.3,791,763</b>
<b>7. Hybrid Securities</b>											
7.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
7.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
7.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Other Loan-Backed Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>7.5 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Issuer Obligations	0	0	0	0	0	0	0.0	0	0.0	0	0
8.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
8.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
8.4 Other Loan-Backed Structured Securities	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>8.5 Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>9. Total Bonds Current Year</b>											
9.1 Issuer Obligations	14,312,281	41,574,517	43,485,593	1,358,680	.0	100,731,071	94.2	XXX	XXX	96,939,308	3,791,763
9.2 Residential Mortgage-Backed Securities	2,211,732	3,302,200	.561,978	82,467	.0	6,158,377	5.8	XXX	XXX	6,158,377	0
9.3 Commercial Mortgage-Backed Securities	0	0	0	0	.0	.0	0.0	XXX	XXX	0	0
9.4 Other Loan-Backed and Structured Securities	0	0	0	0	.0	0	0.0	XXX	XXX	0	0
9.5 Totals	16,524,013	44,876,717	44,047,571	1,441,147	.0	106,889,448	100.0	XXX	XXX	103,097,685	3,791,763
9.6 Lines 9.5 as a % of Col. 6	15.0	42.0	41.0	1.0	0.0	100.0		XXX	XXX	96.0	4.0
<b>10. Total Bonds Prior Year</b>											
10.1 Issuer Obligations	12,032,846	42,322,853	41,623,161	3,615,241	.0	XXX	XXX	99,594,102	93.8	98,078,349	1,515,753
10.2 Residential Mortgage-Backed Securities	1,965,179	3,656,042	.808,640	106,243	.0	XXX	XXX	6,536,106	6.2	6,536,106	0
10.3 Commercial Mortgage-Backed Securities	0	0	0	0	.0	XXX	XXX	0	0.0	0	0
10.4 Other Loan-Backed and Structured Securities	0	0	0	0	.0	XXX	XXX	0	0.0	0	0
10.5 Totals	13,998,026	45,978,896	42,431,802	3,721,484	.0	XXX	XXX	106,130,208	100.0	104,614,455	1,515,753
10.6 Line 10.5 as a % of Col. 8	13.0	43.0	40.0	4.0	0.0	XXX	XXX	100.0		99.0	1.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Issuer Obligations	14,312,281	.39,539,081	.42,013,183	.1,074,764	.0	96,939,308	90.7	98,078,349	92.4	96,939,308	XXX
11.2 Residential Mortgage-Backed Securities	2,211,732	3,302,200	.561,978	82,467	.0	6,158,377	5.8	6,536,106	6.2	6,158,377	XXX
11.3 Commercial Mortgage-Backed Securities	0	0	0	0	.0	.0	0.0	0	0.0	0	XXX
11.4 Other Loan-Backed and Structured Securities	0	0	0	0	.0	0	0.0	0	0.0	0	XXX
11.5 Totals	16,524,013	42,841,281	42,575,161	1,157,230	.0	103,097,685	96.5	104,614,455	98.6	103,097,685	XXX
11.6 Line 11.5 as a % of Col. 6	16.0	42.0	41.0	1.0	0.0	100.0				100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9	15.0	40.0	40.0	1.0	0.0	96.0				96.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Issuer Obligations	0	2,035,436	1,472,410	.283,917	.0	3,791,763	3.5	1,515,753	1.4	XXX	3,791,763
12.2 Residential Mortgage-Backed Securities	0	0	0	0	.0	.0	0.0	0	0.0	XXX	0
12.3 Commercial Mortgage-Backed Securities	0	0	0	0	.0	.0	0.0	0	0.0	XXX	0
12.4 Other Loan-Backed and Structured Securities	0	0	0	0	.0	0	0.0	0	0.0	XXX	0
12.5 Totals	0	2,035,436	1,472,410	.283,917	.0	3,791,763	3.5	1,515,753	1.4	XXX	3,791,763
12.6 Line 12.5 as a % of Col. 6	0.0	54.0	.39.0	7.0	0.0	100.0				XXX	100.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9	0.0	2.0	1.0	0.0	0.0	4.0				XXX	4.0

## ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY

## SCHEDULE DA - VERIFICATION BETWEEN YEARS

	Short-Term Investments		Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
	1 Total	2 Bonds			
1. Book/adjusted carrying value, December 31 of prior year.....	..3,220,410	..3,220,410	0	0	0
2. Cost of short-term investments acquired.....	23,664,930	23,664,930	0	0	0
3. Accrual of discount.....	0	0	0	0	0
4. Unrealized valuation increase (decrease).....	0	0	0	0	0
5. Total gain (loss) on disposals.....	0	0	0	0	0
6. Deduct consideration received on disposals.....	23,791,117	23,791,117	0	0	0
7. Deduct amortization of premium.....	0	0	0	0	0
8. Total foreign exchange change in book/adjusted carrying value.....	0	0	0	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0	0	0	0
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	..3,094,223	..3,094,223	0	0	0
11. Deduct total nonadmitted amounts.....	0	0	0	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	3,094,223	3,094,223	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: 0 .....

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**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE A - PART 1**

Showing All Real Estate OWNED December 31 of Current Year

1 Description Of Property	2 Code	Location		5 Date Acquired	6 Date of Last Appraisal	7 Actual Cost	8 Amount of Encumbrances	9 Book/Adjusted Carrying Value Less Encumbrances	10 Fair Value Less Encumbrances	Change in Book/Adjusted Carrying Value Less Encumbrances					16 Gross Income Earned Less Interest Incurred on Encumbrances	17 Taxes, Repairs, and Expenses Incurred
		3 City	4 State							11 Current Year's Depreciation	12 Current Year's Other Than Temporary Impairment Recognized	13 Current Year's Changes in Encumbrances	14 Total Change in B./A. C. V. (13 - 11 - 12)	15 Total Foreign Exchange Change in B./A. C. V.		
Cleveland Road office building.....	Wooster	OH		04/01/1955	09/30/2008	7,228,654		4,355,925		.198,514			(198,514)		260,685	397,490
Beall Avenue parking lot.....	Wooster	OH		04/01/1955	09/30/2008	396,560		307,364		11,717			(11,717)		8,816	
Cleveland Road parking lot.....	Wooster	OH		08/01/1991	09/30/2008	242,299		164,356		0			0		8,816	
West Main Street office building.....	Lebanon	IN		05/18/1995	09/05/2008	693,172		412,499		17,275			(17,275)		48,678	
Cleveland Road maintenance bldg.....	Wooster	OH		11/15/2005	09/30/2008	903,996		762,023		23,179			(23,179)		33,005	
0299999 - Properties occupied by the reporting entity - Administrative						9,464,681		6,002,167		250,685			(250,685)		360,000	397,490
0399999 - Total properties occupied by the reporting entity						9,464,681		6,002,167		250,685			(250,685)		360,000	397,490
0699999 Totals						9,464,681		6,002,167		250,685			(250,685)		360,000	397,490

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

## **SCHEDULE A - PART 2**

## **Showing All Real Estate ACQUIRED and Additions Made During the Year**

Showing All Real Estate Acquired and Additions Made During the Year								
1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 City	3 State						
Office building carpet.....	Lebanon	IN	11/30/2011	Canton Floors.....	10,746			
0199999 - Acquired by purchase					10,746			
0399999 Totals					10,746			

0399999 Totals

E02

Schedule A - Part 3  
**NONE**

Schedule B - Part 1  
**NONE**

Schedule B - Part 2  
**NONE**

Schedule B - Part 3  
**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE BA - PART 1**

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1 CUSIP Identification	2 Name or Description	3 Code	Location		6 Name of Vendor or General Partner	7 NAIC Designa- tion	8 Date Originally Acquired	9 Type and Strategy	10 Actual Cost	11 Fair Value	12 Book/ Adjusted Carrying Value Less Encumbrances	Change in Book/Adjusted Carrying Value				18 Investment Income	19 Commitment for Additional Investment	20 Percentage of Ownership
			4 City	5 State								13 Unrealized Valuation Increase (Decrease)	14 Current Year's (Depreciation) or (Amortization)/ Accretion	15 Current Year's Other than Temporary Impairment Recognized	16 Capitalized Deferred Interest and Other			
.8EBK69-99-3	The Endowment Fund LP (Domestic QP)		Columbus,	OH	Merrill Lynch,		06/01/2008		4,242,619	5,056,795	5,056,795	(203,761)						
1599999 - Joint Venture Interests - Common Stock - Unaffiliated									4,242,619	5,056,795	5,056,795	(203,761)						XXX
3999999 - Subtotal Unaffiliated									4,242,619	5,056,795	5,056,795	(203,761)						XXX
4099999 - Subtotal Affiliated									4,242,619	5,056,795	5,056,795	(203,761)						XXX
4199999 Totals									4,242,619	5,056,795	5,056,795	(203,761)						XXX

Schedule BA - Part 2  
**NONE**

Schedule BA - Part 3  
**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Rate Used To Obtain Fair Value	11 Par Value	Change in Book Adjusted Carrying Value					Interest				Dates	
		3 F or e i g n	4 B o n d C H A R	5			8 Fair Value	9 Unrealized Valuation Increase/ (Decrease)			12 Book / Adjusted Carrying Value	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B/A.C.V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	21 Acquired	22 Maturity
31331X-WM-1..	Federal Farm Credit Bank	.	.1	.1E..	498,100	498,100	101,4280	.507,138	.500,000	.498,836	.185	0	0	.5,450	.5,501	..A0.	.5,601	.27,250	.08/17/2007..	.04/17/2017..	
3136FR-EZ-2..	Federal Nat'l Mtg Assoc.	.	.1	.1E..	499,500	499,500	100,5200	.502,600	.500,000	.499,844	.344	0	0	3,000	3,104	..A0.	2,958	.7,500	.04/26/2011..	.04/20/2019..	
742651-DB-5..	Private Export Funding	.	.	.1E..	822,969	822,969	114,8750	.919,000	.800,000	.812,190	-(2,819)	0	0	4,950	4,517	..MN.	.5,060	.39,600	.11/28/2007..	.11/15/2015..	
880591-DS-8..	Tennessee Valley Auth..	.	.	.1E..	471,738	471,738	117,4530	.587,264	.500,000	.483,418	.0	0	0	4,875	5,652	..JD.	1,083	.24,375	.06/12/2007..	.12/15/2016..	
880591-DY-5..	Tennessee Valley Auth..	.	.	.1E..	396,016	396,016	1,006,332	.12,230	.448,931	.400,000	.397,998	.0	0	4,375	4,533	..JD.	.778	.17,500	.12/14/2007..	.06/15/2015..	
912810-FR-4..	U S Treasury Inflation Note..	.	.	.1	1,006,332	1,006,332	152,7200	.1,374,480	.900,000	.1,074,764	.36,810	.407	0	2,375	2,431	..JJ.	11,861	.25,182	.05/07/2009..	.01/15/2025..	
912828-FL-9..	U S Treasury Inflation Note..	.	.	.1	1,016,249	1,016,249	129,6690	1,296,691	1,000,000	.1,121,098	.38,170	.12	0	2,500	2,501	..JJ.	12,948	.27,490	.06/05/2007..	.07/15/2016..	
912828-GD-6..	U S Treasury Inflation Note..	.	.	.1	1,002,255	1,002,255	130,3280	1,303,278	1,000,000	.1,114,139	.38,230	0	0	2,375	2,555	..JJ.	12,318	.26,153	.06/08/2007..	.01/15/2017..	
912828-HN-3..	S Treasury Inflation Note..	.	.	.1	480,143	480,143	123,0750	.615,375	.500,000	.510,867	.18,405	0	0	1,625	2,642	..JJ.	4,057	.8,613	.10/22/2008..	.01/15/2018..	
912828-LA-6..	U S Treasury Inflation Note..	.	.	.1	503,327	503,327	124,9400	.624,701	.500,000	.532,742	.18,055	-(310)	0	0	1,875	1,803	..JJ.	4,593	.9,750	.07/15/2009..	.07/15/2019..
912827-7L-0..	U S Treasury Note..	.	.	.1	1,046,094	1,046,094	100,5660	1,005,664	1,000,000	.1,000,951	.0	-(7,542)	0	0	4,875	4,094	..FA.	18,414	.48,750	.04/21/2005..	.02/15/2012..
912828-AG-9..	S Treasury Note..	SD.	.	.1	507,422	507,422	102,6330	.513,164	.500,000	.500,746	.0	0	0	4,375	4,130	..FA.	8,263	.21,875	.07/29/2005..	.08/15/2012..	
912828-AP-5..	U S Treasury Note..	.	.	.1	1,093,242	1,093,242	103,3320	.1,136,652	1,100,000	.1,099,147	.0	0	0	4,000	4,092	..MN.	5,681	.44,000	.11/30/2004..	.11/15/2012..	
912828-AU-4..	U S Treasury Note..	.	.	.1	485,703	485,703	104,1170	.520,586	.500,000	.497,564	.0	0	0	3,875	4,324	..FA.	7,318	.19,375	.08/05/2005..	.02/15/2013..	
912828-BH-2..	U S Treasury Note..	.	.	.1	597,563	597,563	106,4610	.638,765	.600,000	.599,462	.0	0	0	4,250	4,308	..FA.	9,632	.25,500	.03/03/2005..	.08/15/2013..	
912828-BR-0..	U S Treasury Note..	.	.	.1	1,177,219	1,177,219	107,3980	.1,288,781	1,200,000	.1,194,298	.0	0	0	4,250	4,518	..MN.	6,585	.51,000	.03/22/2005..	.11/15/2013..	
912828-CJ-3..	S Treasury Note..	SD.	.	.1	1,217,578	1,217,578	100,4530	.1,325,437	1,200,000	.1,205,398	.0	0	0	4,750	4,548	..MN.	7,360	.57,000	.10/26/2005..	.05/15/2014..	
912828-CT-5..	S Treasury Note..	.	.	.1	490,488	490,488	100,1560	.550,781	.500,000	.496,747	.0	0	0	4,250	4,516	..FA.	8,026	.21,250	.11/18/2005..	.08/15/2014..	
912828-DC-1..	U S Treasury Note..	SD.	.	.1	783,750	783,750	111,0310	.888,250	.800,000	.794,066	.0	0	0	4,250	4,528	..MN.	4,390	.34,000	.11/30/2005..	.11/15/2014..	
912828-DM-9..	S Treasury Note..	.	.	.1	561,703	561,703	111,0630	.666,375	.600,000	.584,598	.0	0	0	4,000	4,896	..FA.	9,065	.24,000	.04/06/2006..	.02/15/2015..	
912828-DV-9..	U S Treasury Note..	.	.	.1	561,164	561,164	112,1800	.673,078	.600,000	.583,519	.0	0	0	4,125	5,021	..MN.	3,196	.24,750	.04/13/2006..	.05/15/2015..	
912828-EE-6..	U S Treasury Note..	.	.	.1	486,719	486,719	113,3200	.566,602	.500,000	.494,343	.0	0	0	4,250	4,593	..FA.	8,026	.21,250	.12/05/2005..	.08/15/2015..	
912828-EN-6..	S Treasury Note..	.	.	.1	499,609	499,609	114,9690	.574,844	.500,000	.499,827	.0	0	0	4,500	4,510	..MN.	2,905	.22,500	.12/01/2005..	.11/15/2015..	
912828-EW-6..	U S Treasury Note..	.	.	.1	568,641	568,641	115,6170	.693,703	.600,000	.584,688	.0	0	0	4,500	5,196	..FA.	10,198	.27,000	.06/22/2006..	.02/15/2016..	
912828-FF-2..	U S Treasury Note..	.	.	.1	598,500	598,500	118,9920	.713,953	.600,000	.599,249	.0	0	0	5,125	5,157	..MN.	3,970	.30,750	.05/17/2006..	.05/15/2016..	
912828-KZ-2..	U S Treasury Note..	.	.	.1E..	524,851	524,851	111,0550	.555,273	.500,000	.521,595	.0	0	0	3,250	2,235	..JD.	8,170	.8,125	.04/13/2011..	.06/30/2016..	
0199999 - U.S. Governments - Issuer Obligations					17,896,874	17,896,874	XXX	20,491,366	17,900,000	18,302,095	.149,670	16,032	0	0	XXX	XXX	XXX	182,458	.694,538	XXX	XXX
3128M1-LA-5..	FHLMC (Gold) Pool #G12221	.	.	.1E..	206,198	206,198	108,5720	.223,872	.206,198	.206,198	.0	0	0	5,500	5,398	..MON.	.945	.11,367	.01/18/2007..	.06/01/2021..	
31335H-P5-4..	FHLMC (Gold) Pool #90854	.	.	.1E..	243,017	243,017	109,3940	.264,977	.242,222	.242,987	.0	0	0	5,500	5,252	..MON.	1,110	.13,322	.11/29/2006..	.09/01/2024..	
31294K-NV-3..	FHLMC (Gold) Pool #E01304..	.	.	.1E..	199,434	199,434	105,9030	.211,405	.199,621	.199,436	.0	0	0	4,500	4,451	..MON.	749	.8,983	.06/30/2005..	.01/01/2018..	
31294K-K5-3..	FHLMC (Gold) Pool #E01216..	.	.	.1E..	129,037	129,037	107,7820	.138,042	.128,673	.128,076	.0	0	0	5,500	5,087	..MON.	.587	.7,044	.02/23/2006..	.10/01/2017..	
3128M1-BB-4..	FHLMC (Gold) Pool #611934..	.	.	.1E..	108,229	108,229	108,2900	.117,275	.108,156	.108,297	.0	0	0	5,500	5,437	..MON.	.496	.5,956	.04/04/2006..	.04/01/2016..	
3128M1-PA-1..	FHLMC (Gold) Pool #612317..	.	.	.1E..	185,852	185,852	108,3220	.185,852	.201,318	.185,852	.0	0	0	5,500	5,399	..MON.	.852	.10,222	.05/18/2007..	.08/01/2021..	
3128MB-3A-3..	FHLMC (Gold) Pool #613293..	.	.	.1E..	245,459	245,459	.247,314	.266,349	.245,731	.245,459	.93	0	0	5,000	5,258	..MON.	.1,030	.12,400	.10/29/2008..	.12/01/2018..	
31371L-JU-4..	FNMA Gtd Mtg Pool #255075	.	.	.1E..	332,965	332,965	109,8160	.365,763	.333,069	.332,885	.0	0	0	5,500	5,354	..MON.	.1,527	.18,318	.04/09/2007..	.02/01/2024..	
31402R-GM-5..	FNMA Pool #735604..	.	.	.1E..	329,390	329,390	108,0250	.354,715	.328,364	.329,077	.0	0	0	5,000	4,722	..MON.	1,368	.16,418	.02/20/2008..	.06/01/2020..	
3136A2-VK-6..	FNMA CMO Pool -2011-126..	.	.	.1E..	.595,273	.595,273	.102,2520	.608,679	.595,273	.595,273	.0	0	0	2,500	2,408	..MON.	.1,240	.0	.11/29/2011..	.06/25/2040..	
31381P-C9-7..	FNMA DUS Pool #466396..	.	.	.1E..	.394,392	.394,392	.106,0980	.417,661	.393,654	.394,362	.0	0	0	3,500	3,243	..MON.	.1,148	.6,888	.06/06/2011..	.11/01/2020..	
31371L-XW-4..	FNMA Gtd Mtg Pool #25549..	.	.	.1E..	.295,811	.295,811	.106,3214	.297,484	.295,911	.295,811	.0	0	0	5,500	5,576	..MON.	.1,363	.16,3			

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Rate Used To Obtain Fair Value	11 Par Value	Change in Book Adjusted Carrying Value					Interest				Dates	
		3 F or e i g n	4 B o n d C H A R	5			8 Fair Value	9 Unrealized Valuation Increase/ (Decrease)			12 Book / Adjusted Carrying Value	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B/A.C.V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	21 Acquired	22 Maturity
011770-S3-9..	Alaska St Ser A..				1FE..	748,188	116,7490	.817,243	.700,000	.735,442	.0	(4,775)	0	.4,000	3.143	.FA..	11,667	.28,000	.04/22/2009..	.08/01/2018..	
207726-4V-7..	Connecticut St..				1FE..	509,280	117,7760	.588,880	.500,000	.507,901	.0	(698)	0	.4,950	4.731	.JD..	2,063	.24,750	.12/22/2009..	.12/01/2020..	
246380-4D-8..	Delaware St Ser D..				1..	609,036	112,9590	.677,754	.600,000	.607,363	.0	(776)	0	.4,700	4.511	.AO..	7,050	.28,200	.10/15/2009..	.10/01/2021..	
373384-JH-0..	Georgia St Ser B..				1FE..	118,6430	.593,215	.500,000	.531,616	.0	(4,004)	0	.4,000	2.992	.JJ..	10,000	.20,000	.02/05/2009..	.01/01/2019..		
419780-AB-4..	Hawaii St Ser DI GO UT..				1FE..	.542,800	116,9970	.584,985	.500,000	.524,453	.0	(5,329)	0	.5,000	3.722	.MS..	8,333	.25,000	.03/05/2008..	.03/01/2017..	
56052A-SE-7..	Maine St FSA..				1FE..	.508,555	112,2910	.561,455	.500,000	.504,241	.0	(850)	0	.4,250	4.041	.JD..	708	.21,250	.06/14/2006..	.06/19/2016..	
574192-P4-6..	Maryland St St Loc Facs Ser A..				1..	.636,510	114,5490	.687,294	.600,000	.624,638	.0	(4,327)	0	.4,000	3.133	.MS..	8,000	.24,000	.03/05/2009..	.03/01/2019..	
574192-5B-2..	Maryland State..				1FE..	.298,785	113,0330	.339,099	.300,000	.298,949	.0	.92	0	.4,200	4.247	.MS..	4,200	.12,600	.03/08/2010..	.03/01/2021..	
594610-6Y-8..	Michigan St..				1FE..	.538,730	106,1930	.530,965	.500,000	.537,426	.0	(1,304)	0	.4,300	3.262	.AO..	4,539	.10,451	.09/01/2011..	.04/15/2020..	
644682-X0-4..	New Hampshire St Cap Impt UT GO..				1FE..	.508,845	111,2580	.556,290	.500,000	.504,819	.0	(1,063)	0	.3,500	3.251	.MS..	5,833	.17,500	.01/11/2008..	.03/01/2016..	
677520-GJ-1..	Ohio St GO BDS 2005A..				1FE..	.500,000	102,3040	.511,520	.500,000	.500,000	.0	.0	0	.3,750	3.750	.MS..	6,250	.18,750	.11/17/2005..	.09/01/2012..	
677520-D3-9..	Ohio St GO Highway IMPT BDS..				1FE..	.496,565	112,0420	.560,210	.500,000	.497,836	.0	.362	0	.3,500	3.590	.MN..	2,917	.17,500	.04/25/2008..	.05/01/2017..	
677520-JT-6..	Ohio St GO Hwy Cap Impt..				1FE..	.597,468	106,7800	.640,680	.600,000	.599,196	.0	.324	0	.3,700	3.761	.MN..	3,700	.22,200	.03/01/2006..	.05/01/2014..	
677520-J3-3..	Ohio St Infrastructure Impt 2008A..				1FE..	.497,035	120,4250	.602,125	.500,000	.497,854	.0	.268	0	.4,625	4.701	.MS..	7,708	.23,125	.10/15/2008..	.09/01/2018..	
68608K-ZU-5..	Oregon St Board Ed Ser B..				1FE..	.807,768	112,8920	.903,136	.800,000	.806,879	.0	(565)	0	.4,561	4.450	.FA..	15,203	.36,488	.05/27/2010..	.08/01/2021..	
68608K-F4-5..	Oregon St Txb1-Alt Energy Ser B GO..				1FE..	.300,000	.108,3360	.325,008	.300,000	.300,000	.0	.0	0	.4,150	4.150	.AO..	3,113	.14,594	.07/15/2010..	.04/01/2020..	
70914P-AP-7..	Pennsylvania St First Ser A..				1..	.1,103,883	113,7910	.1,251,701	.1,100,000	.1,102,540	.0	(373)	0	.4,500	4.455	.MN..	8,250	.49,500	.03/05/2008..	.11/01/2021..	
83710D-WK-0..	South Carolina St Econm Dev Ser G..				1FE..	.514,785	113,0420	.565,210	.500,000	.506,500	.0	(1,508)	0	.4,250	3.889	.JD..	1,771	.21,250	.12/16/2005..	.12/01/2015..	
880541-PQ-4..	Tennessee St Rfdg Ser B..				1..	.592,020	107,9210	.647,526	.600,000	.592,822	.0	.717	0	.3,000	3.160	.FA..	7,500	.13,700	.11/18/2010..	.08/01/2020..	
880541-JR-9..	Tennessee St Series A..				1FE..	.495,005	110,6220	.553,110	.500,000	.496,483	.0	.459	0	.3,500	3.620	.MS..	5,833	.17,500	.08/21/2008..	.09/01/2018..	
882722-JV-4..	Texas St Rfdg Public Finance Ser A..				1FE..	.600,000	.111,1580	.666,948	.600,000	.600,000	.0	.0	0	.3,500	3.500	.AO..	5,250	.21,000	.08/13/2009..	.10/01/2020..	
917542-QT-2..	Utah St Series B..				1FE..	.706,146	.107,9680	.755,776	.700,000	.705,463	.0	(552)	0	.3,289	3.183	.JJ..	11,512	.17,331	.10/04/2010..	.07/01/2020..	
93974C-EX-4..	Washington St Mtr Vhcl Fuel Tax D..				1FE..	.424,584	.115,9680	.463,872	.400,000	.417,267	.0	(2,531)	0	.4,000	3.213	.FA..	6,667	.16,000	.01/07/2009..	.02/01/2018..	
97705L-HZ-3..	Wisconsin St FSA Ser D..				1FE..	.819,208	.101,2200	.809,760	.800,000	.801,112	.0	(3,249)	0	.4,000	3.578	.MN..	5,333	.32,000	.12/01/2005..	.05/01/2012..	
97705L-JA-6..	Wisconsin St FSA Ser D..				1FE..	.626,688	.104,8240	.628,944	.600,000	.605,166	.0	(3,725)	0	.4,000	3.335	.MN..	4,000	.24,000	.09/14/2005..	.05/01/2013..	
1199999 - U.S. States, Territories and Possessions - Issuer Obligations					14..	14,525,814	XXX..	.15,222,706	14,200,000	14,405,967	.0	(33,409)	0	.0	XXX..	XXX..	XXX..	157,400	.556,690	XXX..	XXX..
1799999 - Subtotals - U.S. States, Territories and Possessions (Direct and Guaranteed)					14..	14,525,814	XXX..	.15,222,706	14,200,000	14,405,967	.0	(33,409)	0	.0	XXX..	XXX..	XXX..	157,400	.556,690	XXX..	XXX..
005482-R7-1..	Adams & Arapahoe Cnty SJD CO..				1FE..	.498,705	117,1030	.585,515	.500,000	.499,091	.0	.132	0	.4,375	4.410	.JD..	1,823	.21,875	.12/10/2008..	.12/01/2017..	
037015-KA-1..	Anthony Wayne OH LSD..				1FE..	.496,615	103,9390	.519,695	.500,000	.496,650	.0	.35	0	.3,250	3.330	.JD..	1,444	.0	.11/17/2011..	.12/01/2021..	
052023-DM-7..	Aurora OH CSD Impt Bnds 2009..				1..	.199,918	112,3680	.224,736	.200,000	.199,943	.0	.8	0	.4,125	4.131	.JD..	.688	.8,250	.12/12/2008..	.12/01/2017..	
052430-EV-3..	Austin TX Indpt School District..				1FE..	.504,920	108,6550	.543,275	.500,000	.504,254	.0	(485)	0	.3,682	3.554	.FA..	7,671	.16,569	.08/13/2010..	.08/01/2019..	
075396-KU-4..	Beavercreek OH..				1FE..	.225,990	122,6430	.245,286	.200,000	.223,372	.0	(2,618)	0	.5,000	3.109	.JD..	.833	.7,500	.02/16/2011..	.12/01/2018..	
075398-BH-1..	Beavercreek OH CSD Impt Bds..				1FE..	.303,993	.115,3510	.343,053	.300,000	.303,058	.0	(379)	0	.4,000	3.831	.JD..	.1,000	.12,000	.06/12/2009..	.12/01/2018..	
091582-NH-5..	Bismarck ND Ref Impt-Ser				1..	.500,000	.110,4580	.552,290	.500,000	.500,000	.0	.0	0	.4,250	4.250	.MN..	3,542	.21,250	.06/13/2007..	.05/01/2017..	
101421-B2-0..	Boulder CO Open Space GO..				1FE..	.403,952	113,9070	.455,628	.400,000	.402,158	.0	(419)	0	.4,000	3.871	.FA..	6,044	.16,000	.05/30/2007..	.08/15/2016..	
124511-JU-1..	Byron Center MI Public Schls..				1..	.491,275	.102,5490	.512,745	.500,000	.492,126	.0	.704	0	.3,250	3.449	.MN..	2,708	.15,618	.10/14/2010..	.05/01/2021..	
199491-R4-5..	Columbus OH..				1..	.750,000	.108,5550	.814,163	.750,000	.750,000	.0	.0	0	.4,110	4.110	.JD..	2,569	.30,825	.07/30/2010..	.06/01/2021..	
263716-MF-4..	Dublin OH CSD Ref Bnds 2007B..				1FE..	.307,173	.114,1200	.342,360	.300,000	.304,126	.0	(752)	0	.4,000	3.692	.JD..	1,000	.12,000	.09/13/2007..	.12/01/2016..	
263716-KZ-2..	Dublin OH CSD Utly GO..				1FE..	.407,972	.112,5080	.450,032	.400,000	.403,714	.0	(860)	0	.4,250	3.992	.JD..	1,417	.17,000	.08/10/2006..	.12/01/2015..	
287299-HD-6..	Elk Grove Village IL..				1..	.510,415	.111,5140	.557,570	.500,000	.505,464	.0	(1,237)	0	.4,250	3.952	.JJ..	10,625	.21,250	.09/26/2007..	.01/01/2017..	
303820-4F-8..	Fairfax County VA..				1FE..																

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Rate Used To Obtain Fair Value	11 Par Value	Change in Book Adjusted Carrying Value					Interest				Dates	
		3 Code	4 F or e i g n	5 Bond CHAR			8 Fair Value	9 Fair Value			12 Book / Adjusted Carrying Value	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's (Amortization)/ Accretion	15 Current Year's Other Than Temporary Impairment Recognized	16 Total Foreign Exchange Change in B/A.C.V.	17 Rate of	18 Effective Rate of When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	21 Acquired	22 Maturity
603789-V5-4..	Minneapolis MN Spi SD No 001				1FE..	..617,040	.000 2760	.601,656	..600,000	.600,234	.0	(2,737)	0	..0	.4,000	3.530	.FA..	10,000	.24,000	.03/21/2005..	.02/01/2012..
731197-UD-9..	Polk Cnty IW Ser C G0..				1FE..	..615,462	.105,1980	.631,188	..600,000	.603,685	.0	(2,492)	0	..0	.4,000	3.552	.JD..	2,000	.24,000	.12/05/2006..	.06/01/2013..
763643-DR-1..	Richland Cnty SC Rec Dist Ser B..				1..	..305,796	.107,0800	.321,240	..300,000	.304,693	.0	(543)	0	..0	.4,800	4.542	.MS..	4,800	.14,400	.12/02/2009..	.03/01/2021..
795676-LR-4..	Salt Lake Cnty UT Ser B..				1..	..535,792	.088,8130	.582,150	..535,000	.535,637	.0	(70)	0	..0	.4,650	4.631	.JD..	1,106	.24,878	.09/23/2009..	.12/15/2021..
801889-L0-7..	Santa Fe Cnty NM G0..				1FE..	..255,000	.118,2540	.709,524	..600,000	.625,942	.0	(3,529)	0	..0	.4,000	3.257	.JJ..	12,000	.24,000	.03/11/2009..	.07/01/2021..
791740-YV-9..	St Louis Park MN Ser D..				1..	..255,000	.105,9910	.270,277	..255,000	.255,000	.0	..0	0	..0	.4,100	4.100	.FA..	4,356	.6,157	.12/07/2010..	.02/01/2021..
899645-QS-7..	Tulsa OK..				1..	..398,236	.112,5110	.450,044	..400,000	.398,748	.0	144	0	..0	.4,000	4.050	.MN..	2,667	.16,000	.03/28/2008..	.05/01/2019..
930353-EZ-6..	Wadsworth OH CSD..				1..	..799,312	.110,2510	.882,008	..800,000	.799,643	.0	64	0	..0	.4,000	4.010	.JD..	2,667	.32,000	.05/19/2006..	.12/01/2016..
930863-D9-3..	Wake Cnty NC Sch..				1..	..605,310	.108,0730	.648,438	..600,000	.601,636	.0	(657)	0	..0	.4,000	3.877	.MN..	4,000	.24,000	.11/04/2005..	.05/01/2014..
940157-OC-7..	Washington Subn San Dist MD..				1..	..497,790	.110,8700	.554,350	..500,000	.498,347	.0	196	0	..0	.3,000	3.050	.JD..	1,250	.15,000	.01/27/2009..	.06/01/2019..
945880-EK-4..	Wayne County OH..				1..	..197,926	.106,6760	.213,352	..200,000	.198,078	.0	152	0	..0	.3,125	3.250	.JD..	521	.4,444	.03/02/2011..	.12/01/2020..
967244-QX-5..	Wichita KS Ser 801 B/E..				1..	..362,391	.105,8230	.375,672	..355,000	.361,067	.0	(926)	0	..0	.3,250	2.933	.JD..	961	.15,383	.07/21/2010..	.12/01/2021..
981083-RA-8..	Wooster OH..				1..	..257,754	.106,8730	.272,526	..255,000	.257,372	.0	(306)	0	..0	.3,000	2.851	.JD..	638	.8,670	.09/29/2010..	.12/01/2020..
1899999 - U.S. Political Subdivisions - Issuer Obligations						20,646,804	XXX..	22,254,348	20,575,000	20,699,834	..0	(6,190)	0	..0	..0	XXX..	XXX..	179,736	.774,166	XXX..	XXX..
2499999 - Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						20,646,804	XXX..	22,254,348	20,575,000	20,699,834	..0	(6,190)	0	..0	XXX..	XXX..	179,736	.774,166	XXX..	XXX..	
015714-BD-9..	Algona IA Municipal Utilities El..				1..	..475,000	.030,4150	.491,221	..475,000	.475,000	.0	..0	0	..0	.3,250	3.250	.JD..	1,372	.0	.11/30/2011..	.12/01/2021..
14739H-BE-0..	Cascade Wtr Alliance WA Rev..				1FE..	..307,914	.109,0150	.327,045	..300,000	.306,179	.0	(791)	0	..0	.4,448	4.092	.MS..	4,448	.13,344	.10/10/2009..	.09/01/2018..
235416-WD-2..	Dallas TX Wtrwks & Swr Sys Rev A..				1..	..507,240	.102,8190	.514,095	..500,000	.501,037	.0	(1,336)	0	..0	.4,000	3.718	.AO..	5,000	.20,000	.01/05/2007..	.10/01/2014..
34161F-AM-2..	Florida St Dept Transp Tpk..				1..	..999,950	.106,4390	.1,064,390	..1,000,000	.999,977	.0	..5	0	..0	.4,000	4.001	.JJ..	20,000	.40,000	.04/08/2005..	.07/01/2016..
438701-DR-2..	Honolulu HI City & Cnty Wstwr..				1FE..	..499,575	.109,4060	.547,030	..500,000	.499,832	.0	44	0	..0	.3,750	3.760	.JJ..	9,375	.18,750	.08/05/2005..	.07/01/2015..
558614-AJ-2..	Madison WI Water Utly Rev..				1FE..	..504,535	.111,5660	.557,830	..500,000	.502,675	.0	(476)	0	..0	.4,000	3.881	.JJ..	10,000	.20,000	.11/07/2007..	.01/01/2017..
57583R-5P-6..	Mass St Dev Agy Harvard Ser B Rev..				1FE..	..602,785	.128,2090	.641,045	..500,000	.592,308	.0	(9,219)	0	..0	.5,000	2.633	.AO..	5,278	.22,778	.11/11/2010..	.10/15/2020..
593791-CQ-7..	Miami Univ OH..				1FE..	..606,942	.101,9850	.611,910	..600,000	.600,684	.0	(998)	0	..0	.3,375	3.201	.MS..	6,750	.20,250	.02/17/2005..	.09/01/2012..
604115-AT-2..	Minnesota St Pub Facs Auth Rev..				1FE..	..499,580	.113,0520	.565,260	..500,000	.499,643	.0	36	0	..0	.4,250	4.260	.MS..	7,083	.21,250	.03/23/2010..	.03/01/2020..
67756B-ON-3..	Ohio St Higher EDL Fac Rev..				1FE..	..396,359	.101,8790	.402,422	..395,000	.395,152	.0	(220)	0	..0	.4,000	3.941	.MS..	5,267	.15,800	.12/15/2005..	.09/01/2012..
67758I-DE-7..	Ohio St Major New St Infra 2008-1..				1FE..	..300,000	.122,7460	.368,238	..300,000	.300,000	.0	..0	0	..0	.5,250	5.250	.JD..	700	.15,750	.10/20/2008..	.06/15/2018..
681810-HK-6..	Omaha NE Stnr Swr Revenue..				1FE..	..668,796	.115,9370	.695,622	..600,000	.668,064	.0	(732)	0	..0	.4,000	2.684	.MN..	2,000	.0	.11/17/2011..	.11/15/2021..
837542-CD-9..	South Dakota Brd Regts HSG..				1..	..539,950	.112,0870	.560,435	..500,000	.537,311	.0	(2,639)	0	..0	.5,250	4.052	.AO..	6,563	.13,125	.05/24/2011..	.04/01/2020..
2599999 - U.S. Special Revenue - Issuer Obligations						6,908,626	XXX..	7,346,543	6,670,000	6,877,860	..0	(16,327)	0	..0	..0	XXX..	XXX..	83,836	.221,047	XXX..	XXX..
3199999 - Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						6,908,626	XXX..	7,346,543	6,670,000	6,877,860	..0	(16,327)	0	..0	XXX..	XXX..	83,836	.221,047	XXX..	XXX..	
002824-AQ-3..	Abbott Laboratories Note..				1FE..	..596,670	.108,1450	.648,871	..600,000	.599,079	.0	389	0	..0	.4,350	4.424	.MS..	7,685	.26,100	.12/15/2004..	.03/15/2014..
020002-AR-2..	Allstate Corp..				1FE..	..504,105	.107,9150	.539,573	..500,000	.501,819	.0	(635)	0	..0	.5,000	4,851	.FA..	9,444	.25,000	.02/26/2008..	.08/15/2014..
06050W-DN-2..	Bank of America Corp Ser Notes..				1FE..	..600,000	.87,5600	.525,358	..600,000	.600,000	.0	..0	0	..0	.3,650	3.650	.FA..	8,273	.21,231	.08/23/2010..	.08/15/2016..
06406H-BP-3..	Bank of New York Mellon..				1FE..	..502,085	.108,8620	.544,308	..500,000	.501,720	.0	(174)	0	..0	.4,600	4.548	.JJ..	10,606	.23,000	.11/06/2009..	.01/15/2020..
075887-AW-9..	Becton Dickinson..				1FE..	..562,000	.103,5610	.621,367	..600,000	.565,073	.0	3,027	0	..0	.3,250	4.038	.MN..	2,654	.19,500	.03/04/2011..	.11/12/2020..
084664-BO-3..	Berkshire Hathaway Financial Corp..				1FE..	..494,750	.108,9720	.544,862	..500,000	.495,156	.0	(406)	0	..0	.4,250	4.381	.JJ..	9,799	.10,861	.01/20/2011..	.01/15/2021..
084664-AD-3..	Berkshire Hathaway Inc..				1FE..	..591,198	.106,3970	.638,380	..600,000	.597,859	.0	(1,119)	0	..0	.4,625	4.836	.AO..	5,858	.27,750	.03/09/2005..	.01/15/2013..
09247X-AH-4..	Blackrock Inc..				1FE..	..500,000	.104,5440	.522,719	..500,000	.500,000	.0	..0	0	..0	.4,250	4.250	.MN..	2,184	.10,625	.06/28/2011..	.05/24/2021..
09247X-AD-3..	Blackrock Inc Note..				1FE..	..503,400	.106,7830	.533,913	..500,000	.502,067	.0	(658)	0	..0	.3,500	3.351	.JD..	1,021	.17,500	.12/08/2009..	.12/10/2014..
166751-JA-6..</td																					

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Rate Used To Obtain Fair Value	11 Par Value	Change in Book Adjusted Carrying Value					Interest				
		3 F or e i g n	4 F o r e i g n	5			8 Fair Value	9 Unrealized Valuation Increase/ (Decrease)			12 Book / Adjusted Carrying Value	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B/A.C.V.	16 Rate of	17 Effective Rate of	18 When Paid	19 Admitted Amount Due & Accrued	20 Amount Rec. During Year	21 Acquired
44266R-AA-5..	Howard Hughes Medical Inst.....				1FE..	507,670	106,6500	.533,250	.500,000	504,203	.0	(1,488)	0	.3,450	3.119	.MS.	.5,750	.17,250	.08/14/2009..	.09/01/2014..
832696-AB-4..	JM Smucker Company.....				2FE..	810,899	102,3050	.818,438	.800,000	810,868	.0	(.31)	0	.3,500	3.337	.AO.	.5,678	.0	.12/16/2011..	.10/15/2021..
41013M-FQ-8..	John Hancock Life.....				1FE..	390,400	102,4640	.409,858	.400,000	398,187	.0	.1,653	0	.4,850	5.299	.MON.	.862	.19,400	.09/29/2006..	.01/15/2013..
478160-A0-7..	Johnson & Johnson.....				1FE..	507,300	120,7200	.603,598	.500,000	504,579	.0	(.681)	0	.5,550	5.359	.FA.	.10,483	.27,750	.08/22/2007..	.08/15/2017..
494368-AY-9..	Kimberly Clark Corp NT.....				1FE..	1,181,244	111,9060	.1,342,872	.1,200,000	.1,190,933	.0	.2,208	0	.4,875	5.107	.FA.	.22,100	.58,500	.01/16/2007..	.08/15/2015..
585055-AH-9..	Medtronic Inc.....				1FE..	480,240	111,9970	.559,985	.500,000	489,530	.0	.2,489	0	.4,750	5.381	.MS.	.6,993	.23,750	.12/17/2007..	.09/15/2015..
589331-AH-0..	Merck & Co Inc.....				1FE..	493,005	104,2970	.521,487	.500,000	498,806	.0	.1,013	0	.4,375	4.595	.FA.	.8,264	.21,875	.07/14/2005..	.02/15/2013..
59217G-AD-1..	Metropolitan Life Global Nt 144A.....				1FE..	499,250	102,6150	.513,075	.500,000	499,376	.0	.126	0	.3,125	3.158	.JJ.	.7,378	.7,813	.03/07/2011..	.01/11/2016..
594918-AB-0..	Microsoft Corp NT.....				1FE..	492,280	106,2270	.531,136	.500,000	496,103	.0	.1,525	0	.2,950	3.288	.JD.	.1,229	.14,750	.06/05/2009..	.06/01/2014..
653922-AA-7..	Nike Inc Tranche #00008.....				1FE..	.514,015	113,8470	.569,233	.500,000	505,988	.0	(1,408)	0	.5,150	4.801	.AO.	.5,436	.25,750	.07/14/2005..	.10/15/2015..
713448-BG-2..	PepsiCo Inc GLB.....				1FE..	603,072	104,6250	.627,752	.600,000	.600,802	.0	(.681)	0	.4,650	4.527	.FA.	.10,540	.27,900	.06/23/2008..	.02/15/2013..
72447W-AN-9..	Pitney Bowes Inc.....				2FE..	.566,574	103,3420	.620,050	.600,000	.593,333	.0	.4,326	0	.3,875	4.673	.JD.	.1,033	.23,250	.11/29/2004..	.06/15/2013..
724479-AF-7..	Pitney Bowes Inc SR NT.....				2FE..	483,935	102,5270	.512,634	.500,000	497,907	.0	.2,663	0	.4,625	5.200	.AO.	.5,781	.23,125	.01/25/2006..	.10/01/2012..
742718-DA-4..	Procter & Gamble Co.....				1FE..	495,920	110,9550	.554,776	.500,000	498,554	.0	.503	0	.4,950	5.069	.FA.	.9,350	.24,750	.02/08/2006..	.08/15/2014..
744386-AC-5..	Prudential Holdings 144A.....				1FE..	.696,504	112,9910	.677,946	.600,000	.695,596	.0	(.908)	0	.7,245	5.143	.JD.	.1,570	.21,735	.11/18/2011..	.12/18/2023..
806605-AJ-0..	Schering Plough Corp Sr NT.....				1FE..	.527,200	122,5940	.612,969	.500,000	519,722	.0	(.2,900)	0	.6,000	5.193	.MS.	.8,833	.30,000	.04/22/2009..	.09/15/2017..
78490F-SC-4..	SLM Corporation Series B.....				2FE..	.318,132	100,0360	.600,216	.600,000	.318,132	.0	.0	0	.3,500	22,864	.MON.	.960	.23,565	.01/24/2005..	.03/15/2012..
844730-AG-6..	Southtrust Corp / Wachovia Bank.....				1FE..	.511,765	106,5820	.532,909	.500,000	504,524	.0	(1,679)	0	.5,800	5.402	.JD.	.1,289	.29,000	.03/30/2007..	.06/15/2014..
854403-AC-6..	Stanford University Bond.....				1FE..	.710,584	116,2070	.813,449	.700,000	.708,199	.0	(.922)	0	.4,750	4.560	.MN.	.5,542	.33,250	.04/24/2009..	.05/01/2019..
863667-AB-7..	Stryker Corp.....				1FE..	.498,355	112,0730	.560,366	.500,000	.498,624	.0	.140	0	.4,375	4.416	.JJ.	.10,087	.21,875	.01/13/2010..	.01/15/2020..
871829-AH-0..	Sysco Corp NT 144 A.....				1FE..	.905,850	108,6670	.978,002	.900,000	.902,363	.0	(.997)	0	.4,600	4.474	.MS.	.12,190	.41,400	.04/15/2008..	.03/15/2014..
89837L-AA-3..	Trustees of Princeton Univ Ser A.....				1FE..	.520,200	118,2640	.591,320	.500,000	.515,191	.0	(1,763)	0	.4,950	4.450	.MS.	.8,290	.24,750	.01/14/2009..	.03/01/2019..
913017-BH-1..	United Technologies Corp NT.....				1FE..	.497,650	112,3320	.561,662	.500,000	.498,836	.0	.314	0	.4,875	4.952	.MN.	.4,063	.24,375	.12/05/2007..	.05/01/2015..
921813-AA-9..	Vanderbilt University.....				1FE..	.604,200	118,3270	.709,962	.600,000	.603,226	.0	(.359)	0	.5,250	5.160	.AO.	.7,875	.31,500	.02/26/2009..	.04/01/2019..
921937-82-7..	Vanguard S/T Bond ETF.....	#.			1FE..	.726,518	.80,8400	.721,254	.0	.726,518	.0	.0	0	.0,000	0.000	.N/A.	.0	.1,044	.12/19/2011..	
92343V-AY-0..	Verizon Communications Inc.....				1FE..	.496,565	104,7190	.523,595	.500,000	.497,038	.0	.473	0	.3,000	3.150	.AO.	.3,750	.7,625	.04/06/2011..	.04/01/2016..
949746-CR-0..	Wells Fargo SR Sub GLB.....				1FE..	.470,050	107,0030	.535,013	.500,000	.484,334	.0	(.4,837)	0	.5,000	6.207	.MN.	.3,194	.25,000	.11/07/2008..	.11/15/2014..
982526-AB-1..	Wrigley Wm Jr Co SR NT.....		3		1FE..	.370,000	103,5000	.517,500	.500,000	.370,000	.0	.0	0	.4,650	4.650	.JJ.	.10,721	.23,250	.04/16/2008..	.07/15/2015..
78008H-X9-6..	Royal Bank of Canada.....				1FE..	.511,455	101,5190	.507,593	.500,000	.506,043	.0	(.3,765)	0	.2,100	1.323	.JJ.	.4,433	.10,500	.07/22/2010..	.07/29/2013..
035229-CX-9..	Anheuser Busch Cos Inc Notes.....	R.			1FE..	.615,834	101,1180	.606,706	.600,000	.600,718	.0	(2,407)	0	.4,700	4.281	.AO.	.5,953	.28,200	.11/17/2004..	.04/15/2012..
046353-AC-2..	Astrazeneca PLC NT.....	R.			1FE..	.505,330	103,4540	.517,271	.500,000	.500,850	.0	(1,151)	0	.5,400	5.152	.MS.	.7,950	.27,000	.10/12/2007..	.09/15/2012..
282640-GC-2..	Eksportfinaans A/S.....	R.			2FE..	1,093,400	.90,9880	.909,883	1,000,000	.1,070,038	.0	(11,183)	0	.5,500	4.063	.JD.	.764	.55,000	.11/12/2009..	.06/26/2017..
37372-AC-1..	Gilaxosmithkline Acp Inc Gld Nts.....	R.			1FE..	.500,000	105,8330	.529,164	.500,000	.500,000	.0	.0	0	.4,850	4.850	.MN.	.3,099	.24,250	.06/10/2008..	.05/15/2013..
404280-AK-5..	HSBC Holdings PLC.....	R.			1FE..	.534,450	106,2590	.531,297	.500,000	.533,583	.0	(.867)	0	.5,100	4.217	.AO.	.6,092	.12,750	.05/19/2011..	.04/05/2021..
669896-AA-8..	Novartis Securities Invest Ltd.....	R.			1FE..	.512,490	.117,5250	.587,626	.500,000	.509,648	.0	(1,114)	0	.5,125	4.801	.FA.	.10,036	.25,625	.05/07/2009..	.02/10/2019..
74977R-CA-0..	Rabobank 144A.....	R.			1FE..	.304,479	106,3570	.319,071	.300,000	.303,863	.0	(.390)	0	.4,750	4.557	.JJ.	.6,571	.14,250	.05/25/2010..	.01/15/2020..
771196-AS-5..	Roche Holdings Inc 144A.....	R.			1FE..	.436,132	108,1800	.463,012	.428,000	.431,731	.0	(1,1601)	0	.5,000	4.573	.MS.	.7,133	.21,400	.02/19/2009..	.03/01/2014..
771196-AS-1..	Roche Holdings Inc 144A.....	R.			1FE..	.461,376	121,5410	.486,165	.400,000	.456,989	.0	(4,387)	0	.6,000	3.717	.MS.	.8,000	.12,000	.05/11/2011..	.03/01/2019..
80105N-AG-0..	Sanofi-Aventis.....	R.			1FE..	.495,365	110,7940	.553,969	.500,000	.495,658	.0	.293	0	.4,000	4.114	.MS.	.5,111	.10,000	.03/23/2011..	.03/29/2021..
822582-AJ-1..	Shell International Finance.....	R.			1FE..	.600,372	116,0350	.696,209	.600,000	.600,300	.0	(.32)	0	.4,300	4.292	.MS.	.7,095	.25,800	.09/18/2009..	.09/22/2019..
85771S-AA-4..	Statoil ASA.....	R.			1FE..	.731,920	115,7250	.810,072	.700,000	.726										

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 1**

Showing ALL PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Dividends	Change in Book/ Adjusted Carrying Value				20 NAIC Design- ation	21 Date Acquired					
		3 Code	4 Foreign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared But Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change In B./A.C.V. (15 + 16 - 17)	19 Total Foreign Exchange Change In B./A.C.V.			
46625H-62-1...	J P Morgan Chase & Co. Series J			12,000,000	27.600	331,200	27.600	331,200	.300,000	.0	25,875	.0	.0	.0	.0	.0	.0	.P2LFE...	.08/14/2008...		
902973-88-2...	U S Bancorp Srs D			36,000,000	27.330	983,880	27.330	983,880	.900,000	18,113	71,860	.0	.12,240	.0	.0	.0	.0	.P1LFE...	.03/10/2008...		
94985V-20-2...	Wells Fargo Capital XII			19,900,000	25.00	517,201	25.990	517,201	.499,870	0	39,178	.0	(16,517)	.0	.0	.0	.0	.P2LFE...	.07/09/2010...		
8499999 - Industrial and Miscellaneous (Unaffiliated)								1,832,281	.XXX	1,832,281	1,699,870	18,113	136,913	.0	(3,677)	0	0	.0	.0	XXX	XXX
8999999 Total Preferred Stocks								1,832,281	.XXX	1,832,281	1,699,870	18,113	136,913	0	(3,677)	0	0	(3,677)	0	XXX	XXX

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book / Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book / Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired	
		3 Code	4 Foreign			7 Rate per Share Used To Obtain Fair Value	8 Fair Value		10 Declared But Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase / (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.			
88579Y-10-1.....	3M Company.....			8,300,000	678,359	81,730	678,359	.477,582	.0	.18,260	.0	-(37,931)	.0	(37,931)	0	L	02/10/2006..	
002824-10-0.....	Abbott Labs.....			14,600,000	820,958	.56,230	820,958	.539,436	.0	.27,448	.0	.121,472	.0	121,472	0	L	03/23/2004..	
025537-10-1.....	American Electric Power Co.....			4,800,000	198,288	.41,310	198,288	.164,753	.0	.2,256	.0	.33,535	.0	.33,535	0	L	08/08/2011..	
037411-10-5.....	Apache Corp.....			6,585,000	596,469	.90,580	596,469	.416,858	.0	.4,313	.0	-(188,660)	.0	-(188,660)	0	L	06/09/2006..	
038222-10-5.....	Applied Material Inc.....			17,300,000	185,283	.10,710	185,283	.175,249	.0	.5,363	.0	-(57,782)	.0	(57,782)	0	L	10/19/2004..	
050315-10-3.....	Automatic Data Proc.....			25,382,000	1,370,882	.54,010	1,370,882	.770,567	.10,026	.36,550	.0	.196,203	.0	.196,203	0	L	03/16/2007..	
071813-10-9.....	Baxter International Inc.....			9,200,000	455,216	.49,480	455,216	.220,892	.3,082	.11,408	.0	-(10,488)	.0	(10,488)	0	L	05/29/2003..	
084670-70-2.....	Berkshire Hathaway Inc.....			11,785,000	899,196	.76,300	899,196	.336,882	.0	.0	.0	-(44,901)	.0	(44,901)	0	L	01/12/1999..	
09247X-10-1.....	Blackrock Inc.....			.690,000	122,986	.178,240	122,986	.123,358	.0	.0	.0	-(373)	.0	-(373)	0	L	12/29/2011..	
097023-10-5.....	Boeing Company.....			4,500,000	330,075	.73,350	330,075	.165,058	.0	.7,560	.0	.36,405	.0	.36,405	0	L	12/06/2001..	
136375-10-2.....	Canadian Natl Railway Co.....	I.		2,750,000	216,040	.78,560	216,040	.159,499	.0	.3,038	.0	.33,248	.0	.33,248	0	U	05/27/2010..	
166764-10-0.....	Chevron Corporation.....			15,670,000	1,667,288	.106,400	1,667,288	.477,365	.0	.48,420	.0	.237,401	.0	.237,401	0	L	06/06/2005..	
172062-10-1.....	Cincinnati Financial.....			7,000,000	213,220	.30,460	213,220	.203,490	.2,818	.11,218	.0	-(8,610)	.0	(8,610)	0	L	05/17/2005..	
17275R-10-2.....	Cisco Systems.....			15,655,000	283,042	.18,080	283,042	.92,180	.0	.3,801	.0	-(33,658)	.0	(33,658)	0	L	05/05/1998..	
189054-10-9.....	Clorox Co.....			2,505,000	166,733	.66,560	166,733	.106,112	.0	.5,762	.0	.8,216	.0	.8,216	0	L	08/14/2003..	
191216-10-0.....	Coca-Cola Co.....			14,000,000	979,580	.69,970	979,580	.575,158	.0	.26,320	.0	.58,800	.0	.58,800	0	L	01/26/2006..	
194162-10-3.....	Colgate Palmolive.....			9,030,000	834,282	.92,390	834,282	.457,938	.0	.20,498	.0	.108,541	.0	.108,541	0	L	10/30/2003..	
244199-10-5.....	Deere Co.....			1,410,000	109,064	.77,350	109,064	.110,009	.578	.0	.0	.0	-(946)	.0	(946)	0	L	12/22/2011..
25179M-10-3.....	Devon Energy Corp.....			1,740,000	107,880	.62,000	107,880	.110,020	.0	.0	.0	-(2,140)	.0	(2,140)	0	L	12/22/2011..	
26441C-10-5.....	Duke Energy Corp.....			20,828,000	458,216	.22,000	458,216	.267,503	.0	.20,620	.0	.87,269	.0	.87,269	0	L	10/02/2009..	
263534-10-9.....	DuPont (E.I) DeNemours.....			12,000,000	549,360	.45,780	549,360	.68,701	.0	.19,680	.0	-(49,200)	.0	(49,200)	0	L	01/01/1980..	
29476L-10-7.....	Equity Residential Prop Tr.....			10,800,000	615,924	.57,030	615,924	.151,236	.6,129	.15,876	.0	.54,864	.0	.54,864	0	L	10/11/1996..	
30231G-10-2.....	Exxon Mobil Corp.....			25,692,000	2,177,654	.84,760	2,177,654	.64,076	.0	.47,841	.0	.299,055	.0	.299,055	0	L	12/01/1999..	
337915-10-2.....	FirstMerit.....			41,773,000	632,025	.15,130	632,025	.74,385	.0	.26,735	.0	-(194,662)	.0	(194,662)	0	L	02/17/1999..	
369604-10-3.....	General Electric.....			53,400,000	956,394	.17,910	956,394	.364,956	.9,078	.30,972	.0	-(20,292)	.0	(20,292)	0	L	03/25/2004..	
370334-10-4.....	General Mills.....			14,500,000	585,945	.40,410	585,945	.327,938	.0	.16,965	.0	.69,890	.0	.69,890	0	L	11/14/2003..	
369550-10-8.....	Genl Dynamics Corp.....			6,600,000	438,306	.66,410	438,306	.215,262	.0	.12,078	.0	-(30,030)	.0	(30,030)	0	L	01/27/2003..	
37246O-10-5.....	Genuine Parts Co.....			2,300,000	140,760	.61,200	140,760	.113,206	.1,035	.0	.27,554	.0	.27,554	0	L	08/18/2011..		
45814O-10-0.....	Intel Corp.....			28,500,000	691,125	.24,250	691,125	.218,102	.0	.22,298	.0	.91,770	.0	.91,770	0	L	01/18/2006..	
45920O-10-1.....	International Business Machines.....			6,600,000	1,213,608	.183,880	1,213,608	.144,430	.0	.19,140	.0	.244,992	.0	.244,992	0	L	07/23/2002..	
47816O-10-4.....	Johnson & Johnson.....			19,598,000	1,285,237	.65,580	1,285,237	.696,972	.0	.29,673	.0	.49,653	.0	.49,653	0	L	12/28/2011..	
487836-10-8.....	Kellogg Company.....			15,800,000	799,006	.50,570	799,006	.490,590	.0	.26,386	.0	-(8,058)	.0	(8,058)	0	L	02/07/2002..	
58933Y-10-5.....	Merck & Co Inc SHS.....			16,400,000	618,280	.37,700	618,280	.25,144	.6,888	.24,928	.0	.27,224	.0	.27,224	0	L	09/01/1978..	
594918-10-4.....	Microsoft Corp.....			51,000,000	1,323,960	.25,960	1,323,960	.539,799	.0	.34,680	.0	-(99,450)	.0	(99,450)	0	L	05/29/2003..	
62989*-10-5.....	NAMIC Ins Company Inc.....			.806,000	177,614	.220,365	177,614	.40,300	.0	.0	.0	.30,514	.0	.30,514	0	A	11/01/1994..	
63618O-10-1.....	National Fuel Gas Company.....			19,000,000	1,056,020	.55,580	1,056,020	.404,690	.6,745	.26,600	.0	-(190,760)	.0	(190,760)	0	L	01/03/2000..	
66987V-10-9.....	Novartis.....	I.		13,200,000	754,644	.57,170	754,644	.549,084	.0	.26,517	.0	-(23,496)	.0	(23,496)	0	L	05/17/2001..	
713448-10-8.....	PepsiCo Inc.....			23,000,000	1,526,050	.66,350	1,526,050	.571,921	.11,845	.45,770	.0	.23,460	.0	.23,460	0	L	03/16/1999..	
717081-10-3.....	Pfizer, Inc.....			10,500,000	.227,220	.21,640	.227,220	.7,513	.0	.8,400	.0	.43,365	.0	.43,365	0	L	11/01/1979..	
720186-10-5.....	Piedmont Natural Gas NC.....			4,675,000	158,857	.33,980	158,857	.110,597	.1,356	.5,376	.0	.28,144	.0	.28,144	0	L	09/16/2009..	
72925I-10-8.....	Plum Creek Timber Co Inc.....			6,890,000	251,898	.36,560	251,898	.212,419	.0	.11,575	.0	-(6,132)	.0	(6,132)	0	L	02/26/2004..	
693475-10-5.....	PNC Financial Services.....			.215,000	.12,399	.57,670	.12,399	.9,824	.0	.247	.0	-(656)	.0	(656)	0	L	01/02/2009..	
742718-10-9.....	Procter & Gamble Co.....			10,670,000	.711,796	.66,710	.711,796	.516,484	.0	.16,866	.0	.19,203	.0	.19,203	0	L	12/29/2011..	
743315-10-3.....	Progressive Corp Ohio.....			4,670,000	.91,112	.19,510	.91,112	.69,163	.0	.1,862	.0	-(1,681)	.0	(1,681)	0	L	08/06/2004..	
780259-20-6.....	Royal Dutch Shell PLC.....	I.		5,400,000	.394,686	.73,090	.394,686	.302,109	.0	.15,422	.0	.34,074	.0	.34,074	0	L	01/05/2005..	
806857-10-8.....	Schlumberger LTD.....			15,575,000	1,063,928	.68,310	1,063,928	.159,439	.3,894	.14,952	.0	-(236,584)	.0	(236,584)	0	L	01/17/1995..	
842587-10-7.....	Southern Company.....			19,400,000	.898,026	.46,290	.898,026	.548,864	.0	.36,327	.0	.156,364	.0	.156,364	0	L	08/21/2003..	
84756O-10-9.....	Spectra Energy Corp.....			12,364,000	.380,193	.30,750	.380,193	.230,093	.0	.13,106	.0	.71,217	.0	.71,217	0	L	06/30/2010..	
871829-10-7.....	Sysco Corp.....			21,400,000	.627,662	.29,330	.627,662	.490,916	.0	.22,633	.0	-(1,498)	.0	(1,498)	0	L	02/08/2006..	
89353D-10-7.....</																		

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book / Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book / Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 Foreign			7 Rate per Share Used To Obtain Fair Value	8 Fair Value		10 Declared But Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase / (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
00162Q-86-6.....	Alerian MLP ETF.....			10,410.000	173,014	16.620	173,014	164,894	.0	.10,404	.0	.5,726	.0	.5,726	0	L	10/13/2010..
01864Z-74-4.....	AllianceBernstein High Inc Muni Fn.....			53,974,484	560,795	10.390	560,795	.550,000	.0	.9,295	.0	.10,795	.0	.0	0	U	09/15/2011..
81369Y-80-3.....	AMEX Technology Select SPDR ETF.....			7,230.000	184,004	25.450	184,004	.150,806	.0	.2,780	.0	.1,880	.0	.1,880	0	L	08/26/2010..
03875R-20-5.....	Arbitrage Funds CL 1.....			20,618.340	270,100	13.100	270,100	.270,306	.0	.0	.0	.6,392	.0	.6,392	0	L	10/12/2010..
04315J-86-0.....	Artio Global High Income Fund.....	R.		29,601.722	275,296	9.300	275,296	.275,000	.0	.0	.0	.296	.0	.296	0	U	12/29/2011..
00080Y-72-8.....	Aston/Lake Partners Lasso Alt.....			53,024.311	625,687	11.800	625,687	.660,000	.0	.10,870	.0	.(34,313)	.0	.(34,313)	0	U	03/23/2011..
09253X-10-2.....	Blackrock Muni Intermediate Dur.....			5,280.000	80,890	15.320	80,890	.68,889	.0	.4,158	.0	.12,001	.0	.12,001	0	L	01/19/2011..
22544R-10-7.....	Credit Suisse Commodity Fd CL A.....			128,150.256	1,039,299	8.110	1,039,299	.1,047,200	.0	.0	.0	.151,217	.0	.151,217	0	U	05/19/2010..
25264S-83-1.....	Diamond Hill Long Short Fd CI 1.....			40,415.212	684,230	16.930	684,230	.560,559	.0	.1,244	.0	.20,612	.0	.20,612	0	L	03/01/2007..
25862D-10-3.....	Doubleline Total Ret Bond Fund CL 1.....			49,349.494	544,325	11.030	544,325	.550,000	.0	.8,177	.0	.(5,675)	.0	.(5,675)	0	U	11/29/2011..
277911-49-1.....	Eaton Vance Floating Rate Fnd CL I.....			44,515.751	392,184	8.810	392,184	.340,780	.0	.16,303	.0	.(6,677)	.0	.(6,677)	0	U	04/08/2010..
277923-72-8.....	Eaton Vance Global Macro Fund.....	R.		103,470.976	1,016,085	1,016,085	1,016,085	.1,073,166	.0	.41,693	.0	.(45,480)	.0	.(45,480)	0	U	03/23/2011..
27829L-10-5.....	Eaton Vance Nat'l Muni OpprsTr.....			3,870.000	80,883	20,900	80,883	.68,691	.0	.4,618	.0	.12,192	.0	.12,192	0	L	01/19/2011..
46428T-56-4.....	Ishares Cohen & Steers ETF.....			3,000,000	210,660	70,220	210,660	.161,370	.0	.6,254	.0	.13,500	.0	.13,500	0	L	12/24/2009..
46428T-46-5.....	iShares MSCI EAFE Index ETF.....	R.		15,100.000	747,903	49,530	747,903	.677,386	.0	.25,824	.0	.(131,219)	.0	.(131,219)	0	L	04/28/2005..
46428R-10-7.....	iShares S&P GSCI Comdty Indx ETF.....			9,009,000	297,117	32,980	297,117	.262,524	.0	.0	.0	.10,090	.0	.10,090	0	L	12/03/2008..
45070A-40-4.....	IVY International Fund CL I.....	R.		118,205.234	1,748,255	14.790	1,748,255	.1,705,000	.0	.31,596	.0	.(158,395)	.0	.(158,395)	0	U	05/26/2010..
48660G-10-6.....	Kayne Anderson MLP.....			23,910.000	726,147	.30,370	726,147	.631,629	.0	.43,605	.0	.(19,376)	.0	.(19,376)	0	L	05/20/2011..
52106N-88-9.....	Lazard Emerging Mkts Eqty PTFL CL.....	R.		26,199,405	440,150	16,800	440,150	.467,500	.0	.16,485	.0	.(130,473)	.0	.(130,473)	0	U	07/22/2010..
54349S-78-2.....	Loomis Sayles Glbl Bond Fnd.....	R.		84,569,455	1,392,859	16,470	1,392,859	.1,140,842	.0	.64,966	.0	.(11,840)	.0	.(11,840)	0	U	03/21/2006..
577125-10-7.....	Matthews Asia Dividend Fund.....	R.		63,168,376	788,341	12,480	788,341	.825,000	.0	.14,046	.0	.(66,818)	.0	.(66,818)	0	U	11/30/2011..
577130-20-6.....	Matthews Asian Growth and Inc Fnd.....	R.		28,058,223	422,837	15,070	422,837	.440,000	.0	.13,322	.0	.(83,333)	.0	.(83,333)	0	U	05/26/2010..
55312N-10-6.....	MLP & Strategic Equity Fund Inc.....			47,110,000	804,639	17,080	804,639	.447,919	.0	.37,217	.0	.(25,439)	.0	.(25,439)	0	L	07/14/2009..
67062N-10-3.....	Nuveen Insured Quality Muni Fd Inc.....			5,800,000	.87,000	.15,000	.87,000	.68,751	.0	.4,707	.0	.18,249	.0	.18,249	0	L	01/19/2011..
67062E-10-3.....	Nuveen Investment Quality Muni Fd.....			5,220,000	.81,484	.15,610	.81,484	.68,808	.0	.4,685	.0	.12,676	.0	.12,676	0	L	01/27/2011..
72201M-73-5.....	PIMCO High Yield Fd CL P.....			122,149,020	1,096,898	8,980	1,096,898	.953,761	.0	.81,922	.0	.(39,088)	.0	.(39,088)	0	L	08/20/2010..
72201M-55-2.....	PIMCO Total Return Fd CL P.....			47,676,054	518,239	10,870	518,239	.484,899	.0	.20,143	.0	.954	.0	.954	0	L	06/22/2009..
72201M-45-3.....	PIMCO Unconstrained Bond Fund CL P.....			74,391,344	810,122	10,890	810,122	.825,000	.0	.20,141	.0	.(15,622)	.0	.(15,622)	0	L	04/28/2010..
73936Q-84-3.....	PowerShares CEF Inc Composite ETF.....			14,810,000	348,183	23,510	348,183	.383,771	.0	.30,440	.0	.(27,695)	.0	.(27,695)	0	L	10/13/2010..
746476-40-7.....	Putnam Cnvtbl Inc Grwth Tr Y.....			62,095,947	1,138,219	18,330	1,138,219	.730,248	.0	.38,499	.0	.(114,878)	.0	.(114,878)	0	U	07/13/2009..
780905-60-0.....	Royce Premier Fund.....			58,742,251	1,087,906	18,520	1,087,906	.1,017,500	.0	.3,137	.0	.(81,219)	.0	.(81,219)	0	U	10/04/2011..
78463X-86-3.....	SPDR DJ Wilshire Int'l ETF.....	R.		13,855,000	.441,005	31,830	.441,005	.437,694	.0	.18,716	.0	.(98,371)	.0	.(98,371)	0	L	05/27/2010..
78463V-10-7.....	SPDR Gold Trust ETF.....			.17,200,000	2,614,228	.151,990	2,614,228	.808,797	.0	.0	.0	.228,244	.0	.228,244	0	L	04/09/2009..
880208-40-0.....	Templeton Global Bond Fnd ADV CL.....	R.		.65,636,661	.811,925	.12,370	.811,925	.825,000	.0	.54,551	.0	.(78,108)	.0	.(78,108)	0	U	05/26/2010..
885215-56-6.....	Thornburg International Fund CL I.....	R.		.57,154,560	.1,404,859	.24,580	.1,404,859	.1,430,000	.0	.21,959	.0	.(232,048)	.0	.(232,048)	0	U	07/22/2010..
922023-10-6.....	Vanguard Convertible Sec Fund.....			.28,541,461	.337,931	.11,840	.337,931	.303,368	.0	.14,727	.0	.(45,096)	.0	.(45,096)	0	U	12/29/2010..
46428E-60-9.....	iShares MSCI Canada Index.....	L		.14,660,000	.389,956	.26,600	.389,956	.412,180	.0	.7,001	.0	.(22,224)	.0	.(22,224)	0	L	10/04/2011..
929999 - Mutual Funds.....					24,673,654	XXX	24,673,654	.21,289,240	.0	.683,487	.0	.(1,291,178)	.0	.(1,291,178)	0	XXX	XXX
998911-UC-3.....	BBIF Money Fund Class 4.....			15,133,000	.15,133	.1,000	.15,133	.0	.0	.0	.0	.0	.0	.0	0	U	12/30/2011..
939999 - Money Market Mutual Funds.....				.15,133	XXX	.15,133	.15,133	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	
979999 Total Common Stocks.....					58,766,447	XXX	58,766,447	.36,661,693	.74,263	.1,591,242	.0	.(230,986)	.0	.(230,986)	0	XXX	XXX
989999 Total Preferred and Common Stocks.....					.60,598,728	XXX	.60,598,728	.38,361,563	.92,376	.1,728,155	.0	.(234,663)	.0	.(234,663)	0	XXX	XXX

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues ..... 24 , the total \$ value (included in Column 8) of all such issues \$ ..... 17,637,715

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 3**

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

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
3136FR-EZ-2..	Federal Natl Mtg Assoc.		04/26/2011..	Merrill Lynch.....	499,500	500,000	.292	
3136A2-VK-6..	FNMA CMO TR-2011-126..		11/29/2011..	First Empire Securities I.....	595,273	595,273	.41	
31381P-C9-7..	FNMA DUS Pool #466396..		06/06/2011..	First Empire Securities I.....	397,331	396,588	.308	
31416X-HY-9..	FNMA Gtd Mtg Pool #AB2046..		01/24/2011..	First Empire Securities I.....	589,651	599,772	1,300	
912828-KZ-2..	U S Treasury Note..		04/13/2011..	Merrill Lynch.....	524,851	500,000	4,669	
0599999 - Bonds - U.S. Governments						2,606,607	2,591,633	.6,609
594610-6Y-8..	Michigan St.....		09/01/2011..	Stifel Nicolaus & Co., In.....	538,730	500,000	8,182	
1799999 - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)						538,730	500,000	.8,182
037015-KA-1..	Anthony Wayne OH LSD..		11/17/2011..	Robert W. Baird & Co. Inc.....	496,615	500,000	0	
075396-KU-4..	Beavercreek OH..		02/16/2011..	Fifth Third Securities, I.....	225,990	200,000	0	
945880-EK-4..	Wayne County OH..		03/02/2011..	Fifth Third Securities, I.....	197,926	200,000	0	
2499999 - Bonds - U.S. Political Subdivisions, Territories and Possessions (Direct and Guaranteed)						920,531	900,000	0
015714-BD-9..	Algona IA Municipal Utilities EI..		11/30/2011..	D A Davidson & Co.....	475,000	475,000	.257	
681810-HK-6..	Omaha NE Sntr Swr Revenue..		11/17/2011..	D A Davidson & Co.....	668,796	600,000	0	
837542-CD-9..	South Dakota Brd Regts HSG..		05/24/2011..	D A Davidson & Co.....	539,950	500,000	4,083	
3199999 - Bonds - U.S. Special Revenue						1,683,746	1,575,000	.4,341
075887-AW-9..	Becton Dickinson.....		03/04/2011..	Robert W. Baird & Co. Inc.....	187,000	200,000	2,113	
084664-BQ-3..	Berkshire Hathaway Financial Corp..		01/20/2011..	First Empire Securities I.....	494,750	500,000	.826	
09247X-AH-4..	Blackrock Inc.....		06/28/2011..	Robert W. Baird & Co. Inc.....	500,000	500,000	2,184	
191216-AR-1..	Coca Cola Company.....		01/19/2011..	Robert W. Baird & Co. Inc.....	469,660	500,000	.3,019	
369626-5J-9..	General Electric Cap Corp.....		10/14/2011..	Robert W. Baird & Co. Inc.....	601,806	600,000	.155	
38144L-AB-6..	Goldman Sachs Group Inc..		02/02/2011..	Merrill Lynch.....	442,154	400,000	10,833	
832696-AB-4..	JM Smucker Company.....		12/16/2011..	VARIOUS.....	810,899	800,000	3,063	
59217G-AD-1..	Metropolitan Life Global Nt 144A..		03/07/2011..	Robert W. Baird & Co. Inc.....	499,250	500,000	2,561	
74438G-AC-5..	Prudential Hldgs.....		11/18/2011..	Robert W. Baird & Co. Inc.....	696,504	600,000	18,716	
921937-82-7..	Vanguard S/T Bond ETF..		12/19/2011..	FirstMerit Bank.....	726,518	0	0	
92343V-AY-0..	Verizon Communications Inc..		04/06/2011..	Robert W. Baird & Co. Inc.....	496,565	500,000	.542	
404280-AK-5..	HSBC Holdings PLC..	R	09/15/2011..	First Empire Securities I.....	534,450	500,000	11,688	
771196-AS-1..	Roche Holdings Inc 144A..	R	05/11/2011..	Robert W. Baird & Co. Inc.....	461,376	400,000	.5,000	
80105N-AG-0..	Sanofi-Aventis.....	R	03/23/2011..	Merrill Lynch.....	495,365	500,000	0	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						7,416,297	6,500,000	.60,699
8399997 - Subtotals - Bonds - Part 3						13,165,910	12,066,633	79,831
8399998 - Summary item from Part 5 for Bonds						0	0	0
8399999 - Subtotals - Bonds						13,165,910	12,066,633	79,831
8999998 - Summary item from Part 5 for Preferred Stocks						0	XXX	0
8999999 - Subtotals - Preferred Stocks						0	XXX	0
025537-10-1..	American Electric Power Co..		08/08/2011..	Merrill Lynch.....	4,800,000	164,753	0	
09247X-10-1..	Blackrock Inc.....		12/29/2011..	Merrill Lynch.....	690,000	123,358	0	
244199-10-5..	Deere Co.....		12/22/2011..	Merrill Lynch.....	1,410,000	110,009	0	
25179M-10-3..	Devon Energy Corp..		12/22/2011..	Merrill Lynch.....	1,740,000	110,020	0	
372460-10-5..	Genuine Parts Co..		08/18/2011..	Merrill Lynch.....	2,300,000	113,206	0	
478160-10-4..	Johnson & Johnson..		12/28/2011..	Merrill Lynch.....	6,410,000	419,906	0	
742718-10-9..	Procter & Gamble Co..		12/29/2011..	Merrill Lynch.....	2,470,000	165,086	0	
767204-10-0..	Rio Tinto.....	R	12/22/2011..	Merrill Lynch.....	1,105,000	54,907	0	
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						1,261,246	XXX	0
018642-74-4..	AllianceBernstein High Inc Muni Fn..		09/15/2011..	Merrill Lynch.....	53,974,484	550,000	0	
04318J-86-0..	Artio Global High Income Fund..	R	12/29/2011..	Merrill Lynch.....	29,601,722	275,000	0	
00080Y-72-8..	Aston/Lake Partners Lasso Alt..		03/23/2011..	Merrill Lynch.....	53,024,311	660,000	0	
09253X-10-2..	Blackrock Muni Intermediate Dur..		01/19/2011..	Merrill Lynch.....	5,280,000	68,889	0	
258620-10-3..	Doubleline Total Ret Bond Fund CL 1..		11/29/2011..	Merrill Lynch.....	49,349,494	550,000	0	
277923-72-8..	Eaton Vance Global Macro Fund..	R	03/23/2011..	Merrill Lynch.....	10,816,126	110,000	0	
27829L-10-5..	Eaton Vance Nat'l Muni OpprsTr..		01/19/2011..	Merrill Lynch.....	3,870,000	68,691	0	
486606-10-6..	Kayne Anderson MLP..		05/20/2011..	Merrill Lynch.....	3,710,000	109,828	0	
577125-10-7..	Matthews Asia Dividend Fund..	R	11/30/2011..	Merrill Lynch.....	34,197,039	440,000	0	
67062N-10-3..	Nuveen Insured Quality Muni Fd Inc..		01/19/2011..	Merrill Lynch.....	5,800,000	68,751	0	
67062E-10-3..	Nuveen Investment Quality Muni Fd..		01/27/2011..	Merrill Lynch.....	5,220,000	68,808	0	
780905-60-0..	Royce Premier Fund..		10/04/2011..	Merrill Lynch.....	16,156,215	302,500	0	
464286-50-9..	iShares MSCI Canada Index..	I	10/04/2011..	Merrill Lynch.....	14,660,000	412,180	0	

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

## **SCHEDULE D - PART 3**

**Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year**

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**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 4**

**Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year**

1 CUSIP Identifi- cation	2 Description	3 For- eign	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					16 Total Foreign Exchange Change in B/A. C.V. (11 + 12 - 13)	17 Book/ Adjusted Carrying Value at Disposal Date	18 Foreign Exchange Gain (Loss) on Disposal	19 Realized Gain (Loss) on Disposal	20 Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	21 Maturity Date
										11 Unrealized Valuation Increase/( Decrease)	12 Current Year (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.							
3133XX-UU-8...	Federal Home Loan Bank.....		04/20/2011,	CALLED @ 100.0000000	.500,000	500,000	499,625	.499,659	.0	.14	.0	.14	.0	.499,672	0	.328	.328	.7,500	.10/20/2017,		
3136FP-LA-3...	FHLMC Natl Mtg Asso...		09/30/2011,		.600,000	600,000	600,000	.600,000	.0	.0	.0	.0	.0	.600,000	0	.0	.0	.0	.09/30/2020,		
3128M1-LA-5...	FHLMC (Gold) Pool #61221...		12/15/2011,	PRINCIPAL RECEIPT...	.91,053	.91,053	.91,053	.91,053	.0	.0	.0	.0	.0	.91,053	0	.0	.0	.0	.2,421 .06/01/2021,		
3135SH-5P-4...	FHLMC (Gold) Pool #C90854...		12/15/2011,	PRINCIPAL RECEIPT...	.85,861	.85,861	.86,142	.86,142	.0	.0	.0	.0	.0	.85,861	0	.0	.0	.0	.2,303 .09/01/2024,		
31294K-NV-3...	FHLMC (Gold) Pool #E01304...		12/15/2011,	PRINCIPAL RECEIPT...	.91,415	.91,415	.91,330	.91,330	.0	.0	.0	.0	.0	.91,415	0	.0	.0	.0	.0,012 .01/01/2018,		
31294K-K5-3...	FHLMC (Gold) Pool #E01216...		12/15/2011,	PRINCIPAL RECEIPT...	.54,468	.54,468	.54,876	.54,760	.0	.0	.0	.0	.0	.54,468	0	.0	.0	.0	.1,503 .10/01/2017,		
3128M1-BB-4...	FHLMC (Gold) Pool #11934...		12/15/2011,	PRINCIPAL RECEIPT...	.52,669	.52,669	.52,636	.52,607	.0	.0	.0	.0	.0	.52,669	0	.0	.0	.0	.1,543 .04/01/2016,		
3128M1-PA-1...	FHLMC (Gold) Pool #G12317...		12/15/2011,	PRINCIPAL RECEIPT...	.91,966	.91,966	.91,966	.91,966	.0	.0	.0	.0	.0	.91,966	0	.0	.0	.0	.2,403 .08/01/2021,		
3128M1-3A-3...	FHLMC (Gold) Pool #G13293...		12/15/2011,	PRINCIPAL RECEIPT...	.118,592	.118,592	.117,703	.117,789	.0	.0	.0	.0	.0	.118,592	0	.0	.0	.0	.2,987 .12/01/2018,		
3137L1-JU-4...	FNMA Gtd Mtg Pool #55075...		12/25/2011,	PRINCIPAL RECEIPT...	.112,938	.112,938	.112,903	.112,884	.0	.0	.0	.0	.0	.112,938	0	.0	.0	.0	.3,161 .02/01/2024,		
31402R-GN-5...	FNMA Pool #735604...		12/25/2011,	PRINCIPAL RECEIPT...	.136,800	.136,800	.137,228	.137,140	.0	.0	.0	.0	.0	.136,800	0	.0	.0	.0	.3,510 .06/01/2020,		
31381P-C9-7...	FNMA DUS Pool #466396...		12/25/2011,	PRINCIPAL RECEIPT...	.2,934	.2,934	.2,939	.2,930	.0	.0	.0	.0	.0	.2,934	0	.0	.0	.0	.30 .11/01/2020,		
3137L1-XW-4...	FNMA Gtd Mtg Pool #25549...		12/25/2011,	PRINCIPAL RECEIPT...	.98,293	.98,293	.97,740	.97,770	.0	.0	.0	.0	.0	.98,293	0	.0	.0	.0	.2,895 .10/01/2024,		
3137L1-TJ-2...	FNMA Gtd Mtg Pool #255697...		12/25/2011,	PRINCIPAL RECEIPT...	.151,410	.151,410	.155,432	.154,404	.0	.0	.0	.0	.0	.151,410	0	.0	.0	.0	.3,342 .04/01/2015,		
31402Y-NJ-9...	FNMA Gtd Mtg Pool #742093...		12/25/2011,	PRINCIPAL RECEIPT...	.108,595	.108,595	.105,676	.106,010	.0	.0	.0	.0	.0	.108,595	0	.0	.0	.0	.2,512 .04/01/2019,		
31416X-HY-9...	FNMA Gtd Mtg Pool #AB2046...		12/25/2011,	PRINCIPAL RECEIPT...	.43,460	.43,460	.42,727	.42,727	.0	.0	.0	.0	.0	.43,460	0	.0	.0	.0	.685 .01/01/2026,		
31371K-VB-4...	FNMA Pool #254510...		12/25/2011,	PRINCIPAL RECEIPT...	.58,463	.58,463	.59,231	.59,004	.0	.0	.0	.0	.0	.58,463	0	.0	.0	.0	.1,542 .11/01/2017,		
31371K-2X-8...	FNMA Pool #254690...		12/25/2011,	PRINCIPAL RECEIPT...	.65,462	.65,462	.65,012	.65,043	.0	.0	.0	.0	.0	.65,462	0	.0	.0	.0	.1,763 .04/01/2023,		
31371L-DT-3...	FNMA Pool #254914...		12/25/2011,	PRINCIPAL RECEIPT...	.76,506	.76,506	.77,080	.76,653	.0	.0	.0	.0	.0	.76,506	0	.0	.0	.0	.1,733 .09/01/2013,		
31371L-SL-4...	FNMA Pool #25523...		12/25/2011,	PRINCIPAL RECEIPT...	.78,806	.78,806	.79,816	.79,202	.0	.0	.0	.0	.0	.78,806	0	.0	.0	.0	.1,785 .07/01/2014,		
31385W-SB-6...	FNMA Pool #555014...		12/25/2011,	PRINCIPAL RECEIPT...	.93,241	.93,241	.94,115	.93,790	.0	.0	.0	.0	.0	.93,241	0	.0	.0	.0	.2,640 .11/01/2017,		
31385W-GK-7...	FNMA Pool #555602...		12/25/2011,	PRINCIPAL RECEIPT...	.97,194	.97,194	.96,465	.96,574	.0	.0	.0	.0	.0	.97,194	0	.0	.0	.0	.2,509 .06/01/2018,		
36217A-HW-5...	GNMA Pool #187536...		12/15/2011,	PRINCIPAL RECEIPT...	.849	.849	.842	.846	.0	.0	.0	.0	.0	.849	0	.0	.0	.0	.40 .02/15/2017,		
36295P-6H-0...	GNMA Pool #676872...		12/15/2011,	PRINCIPAL RECEIPT...	.203,329	.203,329	.205,109	.204,920	.0	.0	.0	.0	.0	.203,329	0	.0	.0	.0	.4,431 .03/15/2023,		
880591-DN-9...	Tennessee Valley Auth.....		01/18/2011,	MATURITY.....	.500,000	.500,000	.484,381	.485,964	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.14,063 .01/18/2011,		
83162C-PP-2...	U.S Small Business Admin - DCPC...		12/01/2011,	PRINCIPAL RECEIPT...	.42,182	.42,182	.42,814	.42,778	.0	.0	.0	.0	.0	.42,182	0	.0	.0	.0	.1,557 .06/01/2025,		
912827-6T-4...	U.S Treasury Note.....		02/15/2011,	MATURITY.....	.1,200,000	.1,200,000	.1,243,937	.1,200,984	.0	.0	.0	.0	.0	.1,200,000	0	.0	.0	.0	.30,000 .02/15/2011,		
912827-7B-2...	U.S Treasury Note.....		08/15/2011,	MATURITY.....	.600,000	.600,000	.628,398	.602,785	.0	.0	.0	.0	.0	.600,000	0	.0	.0	.0	.30,000 .08/15/2011,		
912828-E5-5...	U.S Treasury Note.....		01/15/2011,	MATURITY.....	.500,000	.500,000	.496,094	.499,966	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.10,625 .01/15/2011,		
0599999 - Bonds - U.S. Governments					5,856,487	5,856,487	5,815,964	0	(5,471)	0	(5,471)	0	0	5,856,159	0	0	328	328	151,994 XXX		
34153S-D4-1...	Florida Board of Education Ser C...		06/01/2011,	MATURITY.....	.500,000	.500,000	.502,865	.500,242	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.8,750 .06/01/2011,		
928109-KK-8...	Virginia St Ser A...		06/01/2011,	MATURITY.....	.70,000	.70,000	.71,465	.70,449	.0	.0	.0	.0	.0	.70,000	0	.0	.0	.0	.1,750 .06/01/2011,		
928109-XR-3...	Virginia St Ser A...		06/01/2011,	MATURITY.....	.430,000	.430,000	.438,997	.432,757	.0	.0	.0	.0	.0	.430,000	0	.0	.0	.0	.10,750 .06/01/2011,		
1799999 - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)					1,000,000	1,000,000	1,013,327	1,003,448	.0	.0	.0	.0	.0	1,000,000	0	0	0	0	.21,250 XXX		
002824-AS-9...	Abbott Laboratories Notes.....		05/15/2011,	MATURITY.....	.600,000	.600,000	.610,344	.601,033	.0	.0	.0	.0	.0	.600,000	0	.0	.0	.0	.16,800 .05/15/2011,		
026609-AM-9...	American Home Products Corp NT...		03/15/2011,	MATURITY.....	.500,000	.500,000	.538,000	.503,797	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.17,375 .03/15/2011,		
171232-AF-8...	Chubb Corporation		11/15/2011,	MATURITY.....	.500,000	.500,000	.498,750	.499,604	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.30,000 .11/15/2011,		
7275R-AB-3...	Cisco Systems Inc		02/22/2011,	MATURITY.....	.600,000	.600,000	.597,378	.599,914	.0	.0	.0	.0	.0	.600,000	0	.0	.0	.0	.15,750 .02/22/2011,		
26442T-AA-5...	Duke University Ser 2009A B/E...		05/05/2011,	CALLED @ 107.9170000...	.539,585	.500,000	.515,830	.510,345	.0	.0	.0	.0	.0	.509,302	0	.0	.0	.0	.12,483 .04/01/2014,		
36962G-F9-0...	General Elec Cap Corp Tr 00624...		02/18/2011,	MATURITY.....	.500,000	.500,000	.498,750	.499,971	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.1,433 .02/18/2011,		
38141G-AZ-7...	Goldman Sachs Group Inc.		01/15/2011,	MATURITY.....	.500,000	.500,000	.501,550	.501,550	.0	.0	.0	.0	.0	.500,000	0	.0	.0	.0	.17,188 .01/15/2011,		
740816-AF-0...	Harvard Pres & Fel College 144A...		06/02/2011,	VARIOUS.....	.328,247	.300,000	.306,900	.304,302	.0	.0	.0	.0	.0	.303,743	0	.0	.0	.0	.24,504 .10/02/2014,		
50075N-AB-0...	Kraft Foods Inc...		11/01/2011,	MATURITY.....	.600,000	.600,000	.605,580	.601,028	.0	.0	.0	.0	.0	.600,000	0	.0	.0	.0	.33,750 .11/01/2011,		
921937-8Z-7...	Vanguard S/T Bond ETF.....		12/28/2011,	CAPITAL G																	

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 4**

**Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year**

1 CUSIP Identification	2 Description	3 For eign	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					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	
										11 Unrealized Valuation Increase/( Decrease)	12 Current Year (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.							
729251-10-8...	Plum Creek Timber Co Inc.....		04/29/2011,	Merrill Lynch,	2,810,000	120,087	.86,632	.105,235	-(18,602)	0	0	0	-(18,602)	0	.86,632	0	.33,454	.33,454	.1,180	XXX	
743315-10-3...	Progressive Corp Ohio.....		11/17/2011,	Merrill Lynch,	9,730,000	179,891	144,101	193,335	-(49,234)	0	0	0	-(49,234)	0	.144,101	0	.35,789	.35,789	.3,879	XXX	
806857-10-8...	Schlumberger LTD.....		11/10/2011,	Merrill Lynch,	1,500,000	111,088	20,718	125,250	-(104,532)	0	0	0	-(104,532)	0	.20,718	0	.90,370	.90,370	.1,440	XXX	
871829-10-7...	Sysco Corp.....		04/14/2011,	Merrill Lynch,	5,800,000	165,007	133,052	170,520	-(37,468)	0	0	0	-(37,468)	0	.133,052	0	.31,955	.31,955	.2,639	XXX	
931142-10-3...	Wal-Mart Stores.....		04/29/2011,	Merrill Lynch,	2,005,000	109,936	.95,238	108,130	-(12,892)	0	0	0	-(12,892)	0	.108,130	0	.14,699	.14,699	.1,338	XXX	
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					4,265,814	XXX	2,591,639	4,309,254	(1,717,616)	0	0	0	(1,717,616)	0	2,591,639	0	1,674,175	1,674,175	66,184	XXX	
02083A-10-3...	Alpine Global Premier PPTY Fund.....	R	10/18/2011,	Merrill Lynch,	.61,664,270	344,723	.422,564	-(147,635)	0	0	0	0	-(147,635)	0	.274,929	0	.69,794	.69,794	.24,941	XXX	
03875R-20-5...	Arbitrage Funds CL 1.....		12/15/2011,	VARIOUS.....	21,334,368	.281,088	.279,694	.272,867	.6,827	0	0	0	.6,827	0	.279,694	0	.1,394	.1,394	.0	XXX	
18914E-10-6...	Clough Gbl Opptys (GLO).....		10/25/2011,	Merrill Lynch,	16,055,000	174,535	.145,298	.215,941	-(70,644)	0	0	0	-(70,644)	0	.145,298	0	.29,237	.29,237	.17,339	XXX	
22544R-10-7...	Credit Suisse Commodity Fd CL A.....		12/15/2011,	CAPITAL GAIN.....	.0,000	.1,570	.0	.0	.0	0	0	0	.0	.0	.0	.0	.1,570	.1,570	.0	XXX	
277923-72-8...	Eaton Vance Global Macro Fund.....	R	07/05/2011,	Merrill Lynch,	.42,923,560	.437,500	.446,834	.440,825	.6,009	0	0	0	.6,009	0	.446,834	0	.9,334	.9,334	.7,052	XXX	
46428R-10-7...	IShares S&P GSCI Commdty Indx ETF.....	R	03/15/2011,	Merrill Lynch,	7,840,000	.274,685	.230,261	.267,344	-(37,083)	0	0	0	-(37,083)	0	.230,261	0	.44,424	.44,424	.44,424	XXX	
45070A-40-4...	IVV International Fund CL I.....	R	12/13/2011,	CAPITAL GAIN.....	.0,000	.91,065	.0	.0	.0	0	0	0	.0	.0	.0	.0	.91,065	.91,065	.0	XXX	
52106N-88-9...	Lazard Emerging Mkts Eqty PTFL CL A.....	R	12/27/2011,	CAPITAL GAIN.....	.0,000	.12,580	.0	.0	.0	0	0	0	.0	.0	.0	.0	.12,580	.12,580	.0	XXX	
577125-10-7...	Matthews Asia Dividend Fund.....	R	12/07/2011,	CAPITAL GAIN.....	.0,000	.4,058	.0	.0	.0	0	0	0	.0	.0	.0	.0	.4,058	.4,058	.0	XXX	
577130-20-6...	Matthews Asian Growth and Inc Fnd.....	R	12/07/2011,	CAPITAL GAIN.....	.0,000	.17,071	.0	.0	.0	0	0	0	.0	.0	.0	.0	.17,071	.17,071	.0	XXX	
72201M-73-5...	PIMCO High Yield Fd CL P.....		12/06/2011,	VARIOUS.....	29,131,356	.276,234	.194,889	.270,922	-(76,033)	0	0	0	-(76,033)	0	.194,889	0	.81,345	.81,345	.3,707	XXX	
72201M-55-2...	PIMCO Total Return Fd CL P.....		01/19/2011,	Merrill Lynch,	.25,298,988	.275,000	.257,752	.274,494	-(16,742)	0	0	0	-(16,742)	0	.257,752	0	.17,248	.17,248	.68	XXX	
739360-84-3...	PowerShares CEF Inc Composite ETF.....		12/28/2011,	CAPITAL GAIN.....	.0,000	.210	.0	.0	.0	0	0	0	.0	.0	.0	.0	.210	.210	.0	XXX	
780905-60-0...	Royce Premier Fund.....		12/07/2011,	CAPITAL GAIN.....	.0,000	.93,447	.0	.0	.0	0	0	0	.0	.0	.0	.0	.93,447	.93,447	.0	XXX	
78463X-86-3...	SPDR DJ Wilshire Int'l ETF.....	R	07/12/2011,	Merrill Lynch,	2,800,000	.109,823	.75,824	.109,004	-(33,180)	0	0	0	-(33,180)	0	.75,824	0	.33,999	.33,999	.1,685	XXX	
880208-40-0...	Templeton Global Bond Fnd ADV CL.....	R	12/14/2011,	CAPITAL GAIN.....	.0,000	.5,185	.0	.0	.0	0	0	0	.0	.0	.0	.0	.5,185	.5,185	.0	XXX	
922023-10-6...	Vanguard Convertible Sec Fund.....		12/29/2011,	CAPITAL GAIN.....	.0,000	.5,052	.0	.0	.0	0	0	0	.0	.0	.0	.0	.5,052	.5,052	.0	XXX	
9299999 - Common Stocks - Mutual Funds					2,403,825	XXX	1,905,480	2,273,961	(368,480)	0	0	0	(368,480)	0	1,905,480	0	498,345	498,345	.54,791	XXX	
998911-UC-3...	BBLT Money Fund Class 4.....		12/30/2011,	Merrill Lynch,	10,614,364,000	.10,614,364	.0	.0	.0	0	0	0	.0	.0	.0	.0	.0	.0	.0	XXX	
9399999 - Common Stocks - Money Market Mutual Funds					10,614,364	XXX	10,614,364	0	0	0	0	0	0	0	0	10,614,364	0	0	0	XXX	
9799997 - Subtotals - Common Stocks - Part 4					17,284,003	XXX	15,111,483	6,583,215	(2,086,.096)	0	0	0	(2,086,.096)	0	0	15,111,483	0	2,172,520	2,172,520	120,976	XXX
9799998 - Summary Item from Part 5 for Common Stocks					227,138	XXX	297,974	0	0	0	0	0	0	0	0	297,974	0	(70,.836)	(70,.836)	.1,140	XXX
9799999 - Subtotals - Common Stocks					17,511,141	XXX	15,409,457	6,583,215	(2,086,.096)	0	0	0	(2,086,.096)	0	0	15,409,457	0	2,101,684	2,101,684	122,116	XXX
9899999 - Subtotals - Preferred and Common Stocks					17,511,141	XXX	15,409,457	6,583,215	(2,086,.096)	0	0	0	(2,086,.096)	0	0	15,409,457	0	2,101,684	2,101,684	122,116	XXX
99999999 Totals					30,664,600	XXX	28,596,881	19,608,596	(2,086,.096)	(16,108)	0	(2,102,203)	0	28,464,397	0	2,200,203	2,200,203	506,799	XXX		

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1 CUSIP Identification	2 Description	3 For eign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	Change in Book/Adjusted Carrying Value				17 Total Foreign Exchange Change in B./A. C.V. (12 + 13 - 14)	18 Foreign Exchange Gain (Loss) on Disposal	19 Realized Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends	
										12 Book/ Adjusted Carrying Value at Disposal	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)						
428236-10-3...	Hewlett Packard Co., Huntington Ingalls Industries Inc.		02/15/2011...	Merrill Lynch.....	07/13/2011...	Merrill Lynch.....	5,700,000	273,029	201,784	273,029	0	0	0	0	0	(71,245)	1,140	0	
446413-10-6...			03/31/2011...	Stock Spin Off.....	10/12/2011...	Merrill Lynch.....	1,000,000	24,945	25,354	24,945	0	0	0	0	0	409	409	0	
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)							297,974	227,138	297,974	0	0	0	0	0	(70,836)	(70,836)	1,140	0	
9799998 - Subtotals - Common Stocks							297,974	227,138	297,974	0	0	0	0	0	(70,836)	(70,836)	1,140	0	
9899999 - Subtotals - Preferred and Common Stocks							297,974	227,138	297,974	0	0	0	0	0	(70,836)	(70,836)	1,140	0	
99999999 Totals							297,974	227,138	297,974	0	0	0	0	0	0	(70,836)	(70,836)	1,140	0

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE D - PART 6 - SECTION 1**

**Valuation of Shares of Subsidiary, Controlled or Affiliated Companies**

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Admitted Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book / Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
34986F-10-3....	Forward Agencies Inc.....		.00000	.2ciB2	No	0	225,964	280,000	.0.0
000000-00-0....	Western Reserve Financial Corp.....		.00000	.2ciB2	No	0	37,201	.50,000	.0.0
1799999 - Common Stock - Other Affiliates							263,165	XXX	XXX
1899999 - Subtotals - Common Stocks							263,165	XXX	XXX
1999999 Totals							263,165	XXX	XXX

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 126,202,952
2. Total amount of intangible assets nonadmitted: \$ .....

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
0399999 Total				XXX	XXX

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE DA - PART 1**

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book/ Adjusted Carrying Value	Change In Book/Adjusted Carrying Value				13	14	Interest					21 Paid for Accrued Interest			
		3 Code	4 Foreign					9 Unrealized Valuation Increase/ Decrease)	10 Current Year's (Amortization) / Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Total Foreign Exchange Change in B/A.C.V.			Par Value	Actual Cost	15 Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default	16 Non-Admitted Due and Accrued	17 Rate of	18 Effective Rate of	19 When Paid	20 Amount Received During Year	
839999 - Subtotals - Bonds							.0	.0	.0	.0	.0			.0	.0	.0	.0	XXX	XXX	XXX	.0	.0
889999 - Exempt Money Market Mutual Funds							.0	.0	.0	.0	.0			XXX	.0	.0	.0	XXX	XXX	XXX	.0	.0
60934N-70-8.. Federated Prime Obligts Fnd #396...				12/30/2011	Merrill Lynch...		.11,964	.0	.0	.0	.0			.11,964	.0	.0	.0	.000	.000	.000	.0	.0
30249H-10-0.. FFI Institutional Tax-Exempt Fund...				12/30/2011	Merrill Lynch...		.3,082,259	.0	.0	.0	.0			.0	3,082,259	.0	.0	.000	.000	.000	1,893	.0
8999999 - Class One Money Market Mutual Funds							.3,094,223	.0	.0	.0	.0			XXX	3,094,223	.0	.0	XXX	XXX	XXX	1,894	.0
91999999 Totals							3,094,223	0	0	0	0			XXX	3,094,223	0	0	XXX	XXX	XXX	1,894	0

Schedule DB - Part A - Section 1

**NONE**

Sch. DB - Pt. A - Sn. 1 - Footnote (a)

**NONE**

Schedule DB - Part A - Section 2

**NONE**

Sch. DB - Pt. A - Sn. 2 - Footnote (a)

**NONE**

Schedule DB - Part B - Section 1- Future

**NONE**

Sch. DB - Pt. B - Sn. 1 - Footnotes

**NONE**

Schedule DB - Part B - Section 2- Future

**NONE**

Sch. DB - Pt. B - Sn. 2 - Footnotes

**NONE**

Schedule DB - Part D

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE E - PART 1 - CASH**

**TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR**

1. January	15,550,450	4. April	1,585,614	7. July	16,190,626	10. October	15,146,466
2. February	14,544,125	5. May	15,326,841	8. August	18,029,697	11. November	12,670,803
3. March	15,296,157	6. June	13,712,987	9. September	17,237,320	12. December	14,410,781

**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

## **SCHEDULE E - PART 2 - CASH EQUIVALENTS**

### Show Investments Owned End of Current Quarter

# NONE

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**ANNUAL STATEMENT FOR THE YEAR 2011 OF THE LIGHTNING ROD MUTUAL INSURANCE COMPANY**

**SCHEDULE E PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For The Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama .....	AL					
2. Alaska .....	AK					
3. Arizona .....	AZ					
4. Arkansas .....	AR					
5. California .....	CA					
6. Colorado .....	CO					
7. Connecticut .....	CT					
8. Delaware .....	DE					
9. District of Columbia .....	DC					
10. Florida .....	FL					
11. Georgia .....	GA					
12. Hawaii .....	HI					
13. Idaho .....	ID					
14. Illinois .....	IL	B..	RSD	1,571,616	.1,738,995	
15. Indiana .....	IN	B..	RSD	100,149	.102,633	
16. Iowa .....	IA					
17. Kansas .....	KS					
18. Kentucky .....	KY					
19. Louisiana .....	LA					
20. Maine .....	ME					
21. Maryland .....	MD					
22. Massachusetts .....	MA					
23. Michigan .....	MI					
24. Minnesota .....	MN					
25. Mississippi .....	MS					
26. Missouri .....	MO					
27. Montana .....	MT					
28. Nebraska .....	NE					
29. Nevada .....	NV					
30. New Hampshire .....	NH					
31. New Jersey .....	NJ					
32. New Mexico .....	NM					
33. New York .....	NY					
34. North Carolina .....	NC					
35. North Dakota .....	ND					
36. Ohio .....	OH					
37. Oklahoma .....	OK					
38. Oregon .....	OR					
39. Pennsylvania .....	PA					
40. Rhode Island .....	RI					
41. South Carolina .....	SC					
42. South Dakota .....	SD					
43. Tennessee .....	TN					
44. Texas .....	TX					
45. Utah .....	UT					
46. Vermont .....	VT					
47. Virginia .....	VA					
48. Washington .....	WA					
49. West Virginia .....	WV					
50. Wisconsin .....	WI					
51. Wyoming .....	WY					
52. American Samoa .....	AS					
53. Guam .....	GU					
54. Puerto Rico .....	PR					
55. US Virgin Islands .....	VI					
56. Northern Mariana Islands .....	MP					
57. Canada .....	CN					
58. Aggregate Other Alien .....	OT	XXX	XXX	.0	.0	0
59. Total .....		XXX	XXX	1,671,765	1,841,628	0
<b>DETAILS OF WRITE-INS</b>						
5801. ....						
5802. ....						
5803. ....						
5898. Summary of remaining write-ins for Line 58 from overflow page .....	XXX	XXX		.0	.0	0
5899. Totals (Lines 5801 - 5803 + 5898)(Line 58 above) .....	XXX	XXX		0	0	0

# ALPHABETICAL INDEX

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## ANNUAL STATEMENT BLANK

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