

ANNUAL STATEMENT FOR THE YEAR

2011

THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

ASSETS

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1	Bonds (Schedule D - Part 1)	0.00	0.00	0.00	
2	Preferred stocks, common stocks and mutual funds (Schedule D - Part 2)	0.00	0.00	0.00	
3	Real estate (less liens, encumbrances) (Schedule A)	0.00	0.00	0.00	
4	Cash (Schedule E)	258,416.00	0.00	258,416.00	197,523.00
5	Short-term investments		0.00	0.00	
6	Aggregate write-ins for invested assets		0.00	0.00	
7	Subtotals, cash and invested assets	258,416.00	0.00	258,416.00	197,523.00
8	Investment income due and accrued		0.00	0.00	
9.1	Assessments or premiums in the course of collection (including agents balances)	7,000.00	0.00	7,000.00	10,963.00
9.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due		0.00	0.00	
9.3	Earned but unbilled premiums (post assessment)	34,121.00	0.00	34,121.00	33,211.00
10.1	Amounts recoverable from reinsurers	7,937.00	0.00	7,937.00	24,734.00
10.2	Funds held by or deposited with reinsured companies		0.00	0.00	
11.1	Current federal income tax recoverable and interest thereon		0.00	0.00	
11.2	Net deferred tax asset		0.00	0.00	
12	Electronic data processing equipment and software		0.00	0.00	
13	Furniture and equipment	540.00	540.00	0.00	
14	Receivables from parent, subsidiaries and affiliates		0.00	0.00	
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00	0.00
16	Total Assets	308,014.00	540.00	307,474.00	266,431.00
	Details of Write-Ins for Assets:				
1501				0.00	
1502				0.00	
1503				0.00	
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00	0.00

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY**

2011

LIABILITIES, SURPLUS AND OTHER FUNDS

		Current Year	Prior Year
1	Unpaid Losses (Underwriting Exhibit - Part 2A)	0.00	350.00
2	Unpaid loss adjustment expenses (Underwriting Exhibit - Part 2A)	0.00	
3	Commissions due and payable to agents	6,900.00	5,927.00
4	Other expenses (excluding taxes, licenses and fees)		
5	Taxes, licenses and fees (excluding federal income taxes)	846.00	851.00
6	Current federal income taxes (including \$0 on realized capital gains (losses))		
7	Net deferred tax liability		
8	Borrowed money and interest thereon		
9	Unearned assessment/premium reserve		
10	Advance premium		
11	Ceded reinsurance premiums payable	3,716.00	3,800.00
12	Funds held by company under reinsurance treaties		
13	Amounts withheld or retained by company for account of others	18,281.00	18,380.00
14	Provision for unauthorized reinsurance		
15	Payable to parent, subsidiaries and affiliates		
16	Aggregate write-ins for liabilities	0.00	0.00
17	Total liabilities	29,743.00	29,308.00
18	Surplus as regards policyholders	277,731.00	237,123.00
19	Total liabilities and surplus	307,474.00	266,431.00
	Details of Write-Ins for Liabilities:		
1601			
1602			
1603			
1698	Summary or remaining write-ins from overflow page	0.00	0.00
1699	Total aggregate write-ins	0.00	0.00

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY
STATEMENT OF INCOME**

2011

		Current Year	Prior Year
UNDERWRITING INCOME			
1.1	Gross Assessments/Premiums earned	137,314.00	171,048.00
1.2	Less: Return Assessments/Premiums earned	192.00	68.00
1.3	Direct Assessments/Premiums earned	137,122.00	170,980.00
1.4	Deduct premiums for reinsurance ceded (Reinsurance Schedule)	26,932.00	37,854.00
1.5	Add premiums received for reinsurance assumed (Reinsurance Schedule)	0.00	
1.6	Net Assessments/Premiums earned	110,190.00	133,126.00
DEDUCTIONS			
2	Losses incurred (Underwriting Exhibit - Part 2)	33,074.00	61,678.00
3	Loss expenses incurred (Expense Exhibit)	0.00	
4	Other underwriting expenses incurred (Expense Exhibit)	37,261.00	36,168.00
5	Aggregate write-ins for underwriting deductions	0.00	0.00
6	Total underwriting deductions	70,335.00	97,846.00
7	Net underwriting gain (loss)	39,855.00	35,280.00
INVESTMENT INCOME			
8	Net investment income earned	394.00	568.00
9	Net realized capital gains (losses) less capital gains tax	0.00	
10	Net investment gain (loss)	394.00	568.00
OTHER INCOME			
11	Net gain (loss) from agents' or premium balances charged off	0.00	
12	Finance and service charges not included in premiums	0.00	
13	Aggregate write-ins for miscellaneous income	0.00	1,576.00
14	Total other income	0.00	1,576.00
15	Net income, after capital gains tax and before federal income taxes	40,249.00	37,424.00
16	Federal income taxes incurred	0.00	
17	Net income	40,249.00	37,424.00
SURPLUS ACCOUNT			
18	Surplus as regards policyholders, December 31 prior year	237,123.00	200,598.00
19	Net income	40,249.00	37,424.00
20	Change in net unrealized capital gains or (losses) less capital gains tax	0.00	
21	Change in net deferred income tax	0.00	
22	Change in nonadmitted assets (Exhibit of Nonadmitted Assets)	359.00	-899.00
23	Change in provision for reinsurance	0.00	
24	Aggregate write-ins for gains and losses in surplus	0.00	0.00
25	Change in surplus as regards policyholders for the year	40,608.00	36,525.00
26	Surplus as regards policyholders, December 31 current year	277,731.00	237,123.00
DETAILS OF WRITE-INS			
0501		0.00	
0502		0.00	
0503		0.00	
0599	Total Aggregate write-ins for underwriting deductions	0.00	0.00
1301	Miscellaneous	0.00	1,576.00
1302		0.00	
1303		0.00	
1304		0.00	
1399	Total Aggregate write-ins for miscellaneous income	0.00	1,576.00
2401		0.00	

ANNUAL STATEMENT FOR THE YEAR

2011

THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

CASH FLOW STATEMENT

		Current Year	Prior Year
Cash from Operations			
1	Premiums/Assessments collected net of reinsurance	113,060.00	120,769.00
2	Net investment income	394.00	568.00
3	Miscellaneous income		1,576.00
4	Total	113,454.00	122,913.00
5	Benefit and loss related payments	16,627.00	99,646.00
6	Commissions, expenses paid and aggregate write-ins for deductions	35,934.00	35,423.00
7	Federal and foreign income taxes paid (recovered)		
8	Total	52,561.00	135,069.00
9	Net cash from operations	60,893.00	-12,156.00
Cash from Investments			
10	Proceeds from investments sold, matured or repaid:		
10.1	Bonds		
10.2	Stocks		
10.3	Real estate		
10.4	Net gains (losses) on cash, cash equivalents and short- term investments		
10.5	Miscellaneous proceeds		
10.6	Total investment proceeds	0.00	0.00
11	Cost of investments acquired (long-term only):		
11.1	Bonds		
11.2	Stocks		
11.3	Real estate		
11.4	Miscellaneous applications		1,079.00
11.5	Total investments acquired	0.00	1,079.00
11.6	Net cash from investments	0.00	-1,079.00
Cash from Financing and Miscellaneous Sources			
12.1	Borrowed funds (cash provided/applied)		
12.2	Other cash provided (applied)		
13	Net cash from financing and miscellaneous sources	0.00	0.00
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT- TERM INVESTMENTS			
14	Net change in cash, cash equivalents and short-term investments	60,893.00	-13,235.00
15.1	Beginning of year (cash, cash equivalents and short-term investments)	197,523.00	210,758.00
15.2	End of year (cash, cash equivalents and short-term investments)	258,416.00	197,523.00

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY**

2011

EXPENSE EXHIBIT

		Current Year
1.1	Claim Adjusting: Direct	0.00
1.2	Reinsurance assumed	0.00
1.3	Reinsurance ceded excluding contingent (commission and brokerage)	0.00
1.4	Net claim adjusting	0.00
2.1	Commission and Brokerage: Direct commission and brokerage	10,698.00
2.2	Reinsurance assumed excluding contingent	0.00
2.3	Reinsurance ceded excluding contingent (commission and brokerage)	0.00
2.4	Contingent - direct (commission and brokerage)	0.00
2.5	Contingent - reinsurance assumed (commission and brokerage)	0.00
2.6	Contingent - reinsurance ceded (commission and brokerage)	0.00
2.7	Policy and membership fees (commission and brokerage)	0.00
2.8	Net commission and brokerage	10,698.00
3	Allowances to managers and agents	0.00
4	Advertising	0.00
5	Boards, bureaus and associations	0.00
6	Surveys and underwriting reports	0.00
7	Audit of assureds' records	0.00
8.1	Salary and related items: Salaries	10,000.00
8.2	Payroll taxes	3,136.00
9	Employee relations and welfare	0.00
10	Insurance	4,289.00
11	Directors' fees	2,460.00
12	Travel and travel items	0.00
13	Rent and rent items	90.00
14	Equipment	359.00
15	Cost or depreciation of EDP equipment and software	0.00
16	Printing and stationery	495.00
17	Postage, telephone, exchange and express	0.00
18	Legal and auditing	4,000.00
19	Loss adjustment expenses	0.00
18	Investment expenses	0.00
19	Totals	24,829.00
20.1	Taxes, licenses and fees: State and local insurance taxes	350.00
20.2	Insurance department licenses and fees	0.00
20.3	All other (excluding federal income and real estate)	0.00
20.4	Total taxes, licenses and fees	350.00
21	Real estate expenses	0.00
22	Real estate taxes	0.00
23	Aggregate write-ins for miscellaneous expenses	1,384.00
24	Total expenses incurred (a)	37,261.00
25	Less unpaid expenses - current year	0.00
26	Add unpaid expenses - prior year	0.00
27	Total expenses paid	37,261.00
	Details of Write-Ins:	
2301	DUES	913.00
2302	MISCELLANEOUS	471.00

ANNUAL STATEMENT FOR THE YEAR 2011
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

INSURANCE IN FORCE

		Amount (dollars)	Number
1	In force December 31 of previous year (to equal prior year's statement)	42,108,735	320
2	Written during the year	0	0
3	Total	42,108,735	320
4	Deduct those expired and cancelled	1,269,695	13
5	In force December 31 of current year	40,839,040	307
6	Deduct amount reinsured	0	XXX
7	Net amount in force	40,839,040	XXX

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY**

2011

**UNDERWRITING EXHIBIT - PART 2
LOSSES INCURRED**

1 Lines of Business	2 Direct Losses Incurred	3 Losses Incurred on Reinsurance Assumed	4 Deduct: Reinsurance Recovered on Incurred Losses	5 Deduct: Salvage and Subrogation Converted To Cash	6 * Net Losses Incurred Columns 2 and 3 minus Columns 4 and 5
PROPERTY	119,506.00		86,432.00		33,074.00
					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ 119,506.00	\$ -	\$ 86,432.00	\$ -	\$ 33,074.00

* Total should equal Line 2, Page 4, Current Year.

**UNDERWRITING EXHIBIT - PART 2A
UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES**

1 Lines of Business	2 Direct Unpaid Losses	3 Unpaid Losses on Reinsurance Assumed	4 Deduct: Reinsurance Recoverable on Unpaid Losses	5 ** Unpaid Loss Adjustment Expenses	6 *** Net Unpaid Losses Columns 2 and 3 minus Column 4
NONE					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ -	\$ -	\$ -	\$ -	\$ -

** Total should equal Line 2, Page 3, Current Year.

*** Total should equal Line 1, Page 3, Current Year.

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY**

2011

EXHIBIT OF NONADMITTED ASSETS

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1	Bonds			0.00
2	Preferred and common stocks and mutual funds			0.00
3	Real estate (less liens, encumbrances)			0.00
4	Cash			0.00
5	Short-term investments			0.00
6	Aggregate write-ins for invested assets			0.00
7	Subtotals, cash and invested assets	0.00	0.00	0.00
8	Investment income due and accrued			0.00
9.1	Assessments or premiums in the course of collection (including agents balances)			0.00
9.2	Premium receivable for advance pay			0.00
9.3	Earned but unbilled premiums (post assessment)			0.00
10.1	Amounts recoverable from reinsurers			0.00
10.2	Funds held by or deposited with reinsured companies			0.00
11.1	Current federal income tax recoverable and interest thereon			0.00
11.2	Net deferred tax asset			0.00
.12	Electronic data processing equipment and software			0.00
13	Furniture and equipment	540.00	899.00	359.00
14	Receivables from parent, subsidiaries and affiliates			0.00
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00
16	Total Assets	540.00	899.00	359.00
	Details of Write-Ins for Assets:			
1501		0.00	0.00	0.00
1502		0.00	0.00	0.00
1503		0.00	0.00	0.00
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00

2011 ANNUAL STATEMENT OF THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

SCHEDULE A

								Showing All Real Estate OWNED December 31 of Current Year	
1	2	3	4	5	6	7	8	9	10
Description of Property	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year	Gross Income Current Year	Gross Expenses Current Year
NONE									
OVERFLOW AMOUNTS									
Totals	XXX	XXX	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

*Total to agree with Page 2, Line 3, Current Year.

FURNITURE, FIXTURES and AUTOMOBILES

Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year

								Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year	
1	2	3	4	5	6	7	8	9	10
Description	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year	Gross Income Current Year	Gross Expenses Current Year
COMPUTER	3/31/2010		1,079.00		559.00		540.00		
OVERFLOW AMOUNTS									
Totals	XXX	XXX	\$ 1,079.00	\$ -	\$ 539.00	\$ -	\$ 540.00		

SCHEDULE D - PART 1

Showing all BONDS Owned on December 31 of Current Year

1 Cusip #	Description Give complete and accurate description of all bonds owned.	From Whom Acquired	Date Acquired	Par Value	Actual Cost	Book Value / Amortized Value*	Market Value December 31 of Current Year	Rate (%)	Interest in default	10 Amount Due and Accrued Dec. 31 of Current Year on bonds not in default	11 Gross Amt Received During Year	12 Increase by Adjustment, in Book Value During Year	13 Decrease by Adjustment, in Book Value During Year	14 Amount Interest and acci Dec. 31. C year, on t in default principa interes
										9 Interest	11 Interest			14 Interest
XXX	OVERFLOW AMOUNTS FROM PAGE 19	XXX	XXX	\$ -	\$ -	\$ -	XXX	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Totals	XXX	XXX	\$ -	\$ -	\$ -	XXX	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

*Annual Statement Value

SCHEDULE D - PART 2

ANNUAL STATEMENT OF THE

THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

SCHEDULE D - PART 3

Showing all Bonds and Preferred & Common Stocks **ACQUIRED** During the Current Year

1 CUSIP #	2 Description	3 * Date Acquired	4 Name of Vendor	5 No. of Shares of Stock	6 Cost to Company (Excluding Accrued Interest on Bonds)	7 Par Value of Bonds	Paid
	Give complete and accurate description of each bond and stock.						
	If bonds are serial issues give amounts maturing each year.						
	NONE						
XXX	** You can insert additional rows in yellow above if needed!	XXX	XXX	\$ -	\$ -	\$ -	\$ -
Totals							

*The items with reference to each issue of bonds or stocks acquired at public offerings may be totaled in one line and the word "various" inserted in Columns 2 and 3.

ANNUAL STATEMENT OF THE

THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

SCHEDULE D - PART 4

Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

REINSURANCE SCHEDULE
Reinsurance Ceded and Reinsurance Assumed

1 Reinsurer or Reinsured	2 Ceded or Assumed	3 Location of Company	4 Total Amount Reinsured	5 Total Premiums Ceded *	6 Total Premiums Assumed **	7 Largest Risk Ceded or Assumed	8 Remarks
GRINNELL MUTUAL	CEDED			26,932.00			
OVERFLOW AMOUNTS							
Totals	XXX	XXX	\$ -	\$ 26,932.00	\$ -	XXX	XXX

*Total to agree with Page 4, Line 1.4, Current Year.

**Total to agree with Page 4, Line 1.5, Current Year.

COMPENSATION SCHEDULE

Show all salaries, commissions, claim adjustment expenses, directors fees and expenses, and travel items paid in the current year for the top 5 officers/employees and all directors, travel or car allowances, if paid, are to be included.

1 Name of Payee	2 Title	3 Salaries	4 Commissions	5 Claim Adjustment Expenses	6 Directors Fees & Expenses	7 Travel & Travel Items	8 All Other	9 Total
Officers/Employees:								
1) Thomas P. Higbie	President			480.00				\$ 480.00
2) John Deeds	Vice President			420.00				\$ 420.00
3) Masha K. Nester	Secretary/Treasurer	10,000.00						\$ 10,000.00
4)								\$ -
5)								\$ -
Directors:								
Timothy Bucher	Director			540.00				\$ 540.00
David Hartman	Director			480.00				\$ 480.00
Mark Boehm	Director			540.00				\$ 540.00
								\$ -
								\$ -
								\$ -
								\$ -
								\$ -
								\$ -
Totals	XXXX	\$ 10,000.00	\$ -	\$ -	\$ 2,460.00	\$ -	\$ -	\$ 12,460.00

GENERAL INTERROGATORIES

(Answer all questions and attach additional sheets if necessary.)

1. Company's retention: Fire \$25,000 Wind \$25,000 Other \$25,000

1a. Retention before reinsurance applies for: Catastrophe Reinsurance NONE Aggregate excess of loss \$50,000

2. What is the largest risk assumed and retained:

3. What kind of perils are being covered? FIRE, WIND, THEFT AND EC

4. Have the by-laws been amended during the current year? NO If so, were such amendments filed with the Ohio Department of Insurance?

5. In what counties does the Company operate: HANCOCK, HARDIN, ALLEN AND PUTNAM

6. Name of Principal Officer and amount of bond. MARSHA K. NESLER \$75,000

7. Are all of the persons who handle funds of the Company bonded? Yes X No _____

8. State the name and amount of each bond on each, except person named in Item 6 above. _____

9. Does the Company have an annual audit conducted by an independent CPA? NO

10. State the number of members holding policies in the Company. 307

11. Was an annual report of the Company made available to each policyholder with the annual statement filed with the Ohio Department of Insurance? YES If so, did such report agree

12. State as of what date the latest examination of the Company was made by the Ohio Department of Insurance. Feb-09

13. How many assessments were made during the year? ONE Date of last assessment 11/15/2011

14. Did the assessment provide for all losses, expenses and all other liabilities prior to the date of assessment? YES

15. Rate of policy fee \$25

16. State the amount of borrowed money since date of last assessment NONE interest thereon NONE

17. Does any person, firm, corporation or association have any claim, contingent or otherwise, against this Company which is NOT included in the liabilities as shown on page 2 of this statement? NO Y

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY**

2011

SCHEDULE E - CASH or CASH EQUIVALENTS

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

ANNUAL STATEMENT FOR THE YEAR 2011
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY

ORGANIZATIONAL CHART

**LIST ALL ENTITIES THAT ARE MEMBERS OF AN INSURANCE COMPANY HOLDING SYSTEM AS
DEFINED IN ORC 3901.32**

NONE

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY
Overflow Page for Write-ins**

2011

Additional Write-ins for Assets:

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1504				0.00	
1505				0.00	
1506					
1507					
1508	NONE				
1509					
1510					
1511				0.00	
1597	Summary of remaining write-ins for Line 15 page 2	0.00	0.00	0.00	0.00

Additional Write-ins for Liabilities:

		Current Year	Prior Year
1604			
1605			
1606			
1607	NONE		
1608			
1609			
1610			
1606			
1697	Summary of remaining write-ins for Line 16 page 3	0.00	0.00

Additional Write-ins for Statement of Income:

Additional Write-ins for Nonadmitted Assets:

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1504				0.00
1505				0.00
1506	NONE			
1507				
1508				
1509				
1510				
1511				0.00
1597	Summary of remaining write-ins for Line 15 page 9	0.00	0.00	0.00

**ANNUAL STATEMENT FOR THE YEAR
THE UNITED MUTUAL INSURANCE COMPANY OF HANCOCK COUNTY
OVERFLOW PAGE FOR SCHEDULE E
SCHEDULE E - CASH or CASH EQUIVALENTS**

2011

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.