



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

NAIC Group Code	0000	0000	NAIC Company Code	17884	Employer's ID Number	34-4469685
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio			State of Domicile or Port of Entry		Ohio
Country of Domicile				United States		
Incorporated/Organized	12/28/1984			Commenced Business		06/01/1867
Statutory Home Office	1000 WESTMORELAND AVENUE			NAPOLEON, OH 43545		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	1000 WESTMORELAND AVENUE			NAPOLEON, OH 43545		419-599-3993
	(Street and Number)			(City or Town, State and Zip Code)		(Area Code) (Telephone Number)
Mail Address	P.O. BOX 230			NAPOLEON, OH 43545		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	1000 WESTMORELAND AVENUE			NAPOLEON, OH 43545		419-599-3993-208
	(Street and Number)			(City or Town, State and Zip Code)		(Area Code) (Telephone Number)
Internet Website Address				www.heartland-ins.com		
Statutory Statement Contact	RHONDA K BOCKELMAN			419-599-3993-208		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	rhonda.bockelman@heartland-ins.com			419-599-0109		
	(E-mail Address)			(Fax Number)		

OFFICERS

Name	Title	Name	Title
PHILIP W. MENZEL	PRESIDENT	RONALD D. SANDS	SECRETARY
RHONDA K. BOCKELMAN	TREASURER		

OTHER OFFICERS

PHYLLIS A. KNAPE	VICE PRESIDENT	SCOTT C. PIPER	CHIEF OPERATING OFFICER
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DIRECTORS OR TRUSTEES

PHILIP W. MENZEL	RONALD D. SANDS	GREGORY A EDWARDS	J. SCOTT MILLER
ALAN E. WYSE	MERLYN K. WIEMKEN	LESTER L. GERICKE	RONALD H. GERKEN
LORI B MILLER	GENE A. ROTH		

State ofOHIO.....

County ofHENRY..... **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.

PHILIP W. MENZEL PRESIDENT	RONALD D. SANDS SECRETARY	RHONDA K. BOCKELMAN TREASURER
Subscribed and sworn to before me this 27TH 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 _____
LINDA L. LEMON NOTARY JULY 29, 2016		

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE GERMAN MUTUAL INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	12,195,261		12,195,261	13,992,546
2. Stocks (Schedule D):				
2.1 Preferred stocks	204,400		204,400	822,340
2.2 Common stocks	8,361,046		8,361,046	11,731,008
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....	1,382,121		1,382,121	1,427,535
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)	158,509	50,593	107,916	157,736
5. Cash (\$1,568,289 , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$562 , Schedule DA).....	1,568,851		1,568,851	2,606,691
6. Contract loans (including \$premium notes).....			0	0
7. Derivatives (Schedule DB).....			0	0
8. Other invested assets (Schedule BA)	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets (Schedule DL).....			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	23,870,188	50,593	23,819,595	30,737,856
13. Title plants less \$charged off (for Title insurers only).....			0	0
14. Investment income due and accrued	175,692		175,692	183,504
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,690,062		3,690,062	2,900,577
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$earned but unbilled premiums).....			0	0
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	969,799		969,799	337,091
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	167,907	0	167,907	833,225
18.2 Net deferred tax asset	4,417,908	4,207,576	210,332	357,309
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software.....	1,787,582	1,503,584	283,998	275,105
21. Furniture and equipment, including health care delivery assets (\$)	37,869	37,869	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable.....	55,000	55,000	0	0
25. Aggregate write-ins for other than invested assets	202,376	202,376	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	35,374,383	6,056,998	29,317,385	35,624,667
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	35,374,383	6,056,998	29,317,385	35,624,667
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. PREPAID EXPENSES.....	39,639	39,639	0	0
2502. AUTOS.....	162,737	162,737	0	0
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	202,376	202,376	0	0

PRIOR YEAR NUMBERS REFLECT RESTATEMENT FOR LIME CITY MUTUAL MERGER

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	4,842,471	4,641,079
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	1,199,751	1,152,212
4. Commissions payable, contingent commissions and other similar charges	566,680	718,473
5. Other expenses (excluding taxes, licenses and fees)	1,230,873	1,191,361
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	363,546	326,108
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses)).....		0
7.2 Net deferred tax liability.....		0
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$3,313,631 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	8,682,485	11,021,192
10. Advance premium.....	265,157	18,175
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,470,572	139,135
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		0
14. Amounts withheld or retained by company for account of others	628	46,075
15. Remittances and items not allocated		0
16. Provision for reinsurance (Schedule F, Part 7)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates		0
20. Derivatives		0
21. Payable for securities		0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes \$and interest thereon \$		0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	18,622,163	19,253,810
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	18,622,163	19,253,810
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock		0
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus		0
35. Unassigned funds (surplus)	10,695,222	16,370,857
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		0
36.2 shares preferred (value included in Line 31 \$)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	10,695,222	16,370,857
38. Totals (Page 2, Line 28, Col. 3)	29,317,385	35,624,667
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

PRIOR YEAR NUMBERS REFLECT RESTATEMENT FOR LIME CITY MUTUAL MERGER

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	23,515,725	24,062,115
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	18,915,186	15,738,342
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	2,004,372	1,713,584
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	8,634,575	9,462,909
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	29,554,133	26,914,835
7. Net income of protected cells	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(6,038,408)	(2,852,720)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	953,273	957,526
10. Net realized capital gains (losses) less capital gains tax of \$ (Exhibit of Capital Gains (Losses))	(20,093)	171,381
11. Net investment gain (loss) (Lines 9 + 10)	933,180	1,128,907
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		0
13. Finance and service charges not included in premiums	107,818	101,461
14. Aggregate write-ins for miscellaneous income	39,410	(146,503)
15. Total other income (Lines 12 through 14)	147,228	(45,042)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(4,958,000)	(1,768,855)
17. Dividends to policyholders		0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(4,958,000)	(1,768,855)
19. Federal and foreign income taxes incurred	17,037	(364,366)
20. Net income (Line 18 minus Line 19) (to Line 22)	(4,975,037)	(1,404,489)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	16,370,857	17,671,643
22. Net income (from Line 20)	(4,975,037)	(1,404,489)
23. Net transfers (to) from Protected Cell accounts		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (639,395)		1,023,913
25. Change in net unrealized foreign exchange capital gain (loss)		0
26. Change in net deferred income tax	2,185,184	51,561
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(2,246,387)	(971,771)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
29. Change in surplus notes		0
30. Surplus (contributed to) withdrawn from protected cells	0	0
31. Cumulative effect of changes in accounting principles	0	0
32. Capital changes:		
32.1 Paid in		0
32.2 Transferred from surplus (Stock Dividend)		0
32.3 Transferred to surplus		0
33. Surplus adjustments:		
33.1 Paid in		0
33.2 Transferred to capital (Stock Dividend)		0
33.3 Transferred from capital		0
34. Net remittances from or (to) Home Office		0
35. Dividends to stockholders		0
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(5,675,635)	(1,300,786)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	10,695,222	16,370,857
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401. SALE OF FIXED ASSETS	(2,871)	(167,539)
1402. OTHER INCOME	42,281	21,036
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	39,410	(146,503)
3701. ADDITIONAL ADMITTED DEFERRED TAX ASSETS	127,501	192,328
3702. RECLASSIFICATION OF ADDITIONAL ADMITTED DEFERRED TAX ASSETS TO SPECIAL SURPLUS FUNDS	(127,501)	(192,328)
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

PRIOR YEAR NUMBERS REFLECT RESTATEMENT FOR LIME CITY MUTUAL MERGER.

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance.....	21,965,951	24,678,732
2. Net investment income.....	1,001,745	1,005,092
3. Miscellaneous income.....	147,228	(49,353)
4. Total (Lines 1 through 3).....	23,114,924	25,634,471
5. Benefit and loss related payments.....	21,303,335	17,914,410
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	8,709,418	9,373,535
8. Dividends paid to policyholders.....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	(648,281)	(225,998)
10. Total (Lines 5 through 9).....	29,364,472	27,061,947
11. Net cash from operations (Line 4 minus Line 10).....	(6,249,548)	(1,427,476)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	3,223,444	1,746,664
12.2 Stocks.....	6,147,156	4,101,642
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0
12.7 Miscellaneous proceeds.....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	9,370,600	5,848,306
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	1,268,856	3,279,786
13.2 Stocks.....	2,946,910	4,496,677
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	25,153	52,810
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	4,240,919	7,829,273
14. Net increase (decrease) in contract loans and premium notes.....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14).....	5,129,681	(1,980,967)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	0	0
16.6 Other cash provided (applied).....	82,027	(516,890)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	82,027	(516,890)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(1,037,840)	(3,925,333)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	2,606,691	6,532,024
19.2 End of year (Line 18 plus Line 19.1).....	1,568,851	2,606,691

PRIOR YEAR NUMBERS REFLECT RESTATEMENT FOR LIME CITY MUTUAL MERGER

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	490,609	206,650	212,991	484,268
2.	Allied lines	2,970	2,069	1,902	3,137
3.	Farmowners multiple peril	4,182,356	2,279,005	1,843,280	4,618,081
4.	Homeowners multiple peril	5,736,116	4,348,899	3,186,733	6,898,282
5.	Commercial multiple peril	1,700,481	1,156,871	906,335	1,951,017
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	290,720	189,380	141,382	338,718
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0
12.	Earthquake	30,437	18,516	16,223	32,730
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	73,432	34,735	23,818	84,349
17.2	Other liability - claims-made	0	0	0	0
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability - occurrence	28,880	23,445	14,235	38,090
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	4,214,160	1,279,291	1,045,072	4,448,379
19.3,19.4	Commercial auto liability	288,621	165,920	135,862	318,679
21.	Auto physical damage	4,131,443	1,313,136	1,151,422	4,293,157
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	6,793	3,275	3,230	6,838
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Warranty	0	0	0	0
31.	Reinsurance - nonproportional assumed property	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	0	0	0	0
33.	Reinsurance - nonproportional assumed financial Lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0
35.	TOTALS	21,177,018	11,021,192	8,682,485	23,515,725
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	212,991				212,991
2.	Allied lines	1,902				1,902
3.	Farmowners multiple peril	1,843,280				1,843,280
4.	Homeowners multiple peril	3,186,733				3,186,733
5.	Commercial multiple peril	906,335				906,335
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine	141,382				141,382
10.	Financial guaranty					0
11.1	Medical professional liability - occurrence					0
11.2	Medical professional liability - claims-made					0
12.	Earthquake	16,223				16,223
13.	Group accident and health					0
14.	Credit accident and health (group and individual)					0
15.	Other accident and health					0
16.	Workers' compensation					0
17.1	Other liability - occurrence	23,818				23,818
17.2	Other liability - claims-made					0
17.3	Excess workers' compensation					0
18.1	Products liability - occurrence	14,235				14,235
18.2	Products liability - claims-made					0
19.1,19.2	Private passenger auto liability	1,045,072				1,045,072
19.3,19.4	Commercial auto liability	135,862				135,862
21.	Auto physical damage	1,151,422				1,151,422
22.	Aircraft (all perils)					0
23.	Fidelity					0
24.	Surety					0
26.	Burglary and theft	3,230				3,230
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Warranty.....					0
31.	Reinsurance - nonproportional assumed property					0
32.	Reinsurance - nonproportional assumed liability					0
33.	Reinsurance - nonproportional assumed financial lines					0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0
35.	TOTALS	8,682,485	0	0	0	8,682,485
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Lines 35 through 37)					8,682,485
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case .

UNDERWRITING AND INVESTMENT EXHIBIT

Line of Business		1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
			2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1.	Fire	710,394				219,785	490,609
2.	Allied lines	4,232				1,262	2,970
3.	Farmowners multiple peril	6,108,361				1,926,005	4,182,356
4.	Homeowners multiple peril	8,868,411				3,132,295	5,736,116
5.	Commercial multiple peril	2,547,038				846,557	1,700,481
6.	Mortgage guaranty0
8.	Ocean marine0
9.	Inland marine	409,968				119,248	290,720
10.	Financial guaranty0
11.1	Medical professional liability - occurrence0
11.2	Medical professional liability - claims-made0
12.	Earthquake	43,237				12,800	30,437
13.	Group accident and health0
14.	Credit accident and health (group and individual)0
15.	Other accident and health0
16.	Workers' compensation0
17.1	Other liability - occurrence	437,140				363,708	73,432
17.2	Other liability - claims-made0
17.3	Excess workers' compensation0
18.1	Products liability - occurrence	41,611				12,731	28,880
18.2	Products liability - claims-made0
19.1,19.2	Private passenger auto liability	5,542,750				1,328,590	4,214,160
19.3,19.4	Commercial auto liability	410,003				121,382	288,621
21.	Auto physical damage	5,554,615				1,423,172	4,131,443
22.	Aircraft (all perils)0
23.	Fidelity0
24.	Surety0
26.	Burglary and theft	9,397				2,604	6,793
27.	Boiler and machinery0
28.	Credit0
29.	International0
30.	Warranty0
31.	Reinsurance - nonproportional assumed property	XXX					.0
32.	Reinsurance - nonproportional assumed liability	XXX					.0
33.	Reinsurance - nonproportional assumed financial lines	XXX					.0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0
35.	TOTALS	30,687,157	0	0	0	9,510,139	21,177,018
DETAILS OF WRITE-INS							
3401.						
3402.						
3403.						
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0

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ANNUAL STATEMENT FOR THE YEAR 2011 OF THE GERMAN MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business		Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
		1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1.	Fire	308,507		51,814	256,693	540	2,494	254,739	52.6
2.	Allied lines .....				.0	.0	.0	.0	.0
3.	Farmowners multiple peril	5,081,602		2,004,221	3,077,381	424,428	216,423	3,285,386	71.1
4.	Homeowners multiple peril	11,089,904		3,956,693	7,133,211	979,974	965,635	7,147,550	103.6
5.	Commercial multiple peril	1,938,383		679,052	1,259,331	199,055	248,942	1,209,444	62.0
6.	Mortgage guaranty .....				.0	.0	.0	.0	.0
8.	Ocean marine .....				.0	.0	.0	.0	.0
9.	Inland marine	101,381			101,381	3,988	.0	105,369	31.1
10.	Financial guaranty .....				.0	.0	.0	.0	.0
11.1	Medical professional liability - occurrence .....				.0	.0	.0	.0	.0
11.2	Medical professional liability - claims-made .....				.0	.0	.0	.0	.0
12.	Earthquake .....				.0	.0	.0	.0	.0
13.	Group accident and health .....				.0	.0	.0	.0	.0
14.	Credit accident and health (group and individual) .....				.0	.0	.0	.0	.0
15.	Other accident and health .....				.0	.0	.0	.0	.0
16.	Workers' compensation .....				.0	.0	.0	.0	.0
17.1	Other liability - occurrence	179,562		174,753	4,809	74,777	21,635	57,951	68.7
17.2	Other liability - claims-made .....				.0	.0	.0	.0	.0
17.3	Excess workers' compensation .....				.0	.0	.0	.0	.0
18.1	Products liability - occurrence	500			500	18,000	10,000	8,500	22.3
18.2	Products liability - claims-made .....				.0	.0	.0	.0	.0
19.1,19.2	Private passenger auto liability	4,093,164		229,503	3,863,661	3,023,877	3,070,157	3,817,381	85.8
19.3,19.4	Commercial auto liability	107,810			107,810	91,554	87,237	112,127	35.2
21.	Auto physical damage	3,806,193		897,176	2,909,017	26,278	18,556	2,916,739	67.9
22.	Aircraft (all perils) .....	.0			.0	.0	.0	.0	.0
23.	Fidelity .....				.0	.0	.0	.0	.0
24.	Surety .....				.0	.0	.0	.0	.0
26.	Burglary and theft .....				.0	.0	.0	.0	.0
27.	Boiler and machinery .....				.0	.0	.0	.0	.0
28.	Credit .....				.0	.0	.0	.0	.0
29.	International .....				.0	.0	.0	.0	.0
30.	Warranty .....				.0	.0	.0	.0	.0
31.	Reinsurance - nonproportional assumed property	XXX			.0	.0	.0	.0	.0
32.	Reinsurance - nonproportional assumed liability	XXX			.0	.0	.0	.0	.0
33.	Reinsurance - nonproportional assumed financial lines	XXX			.0	.0	.0	.0	.0
34.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
35.	TOTALS	26,707,006	0	7,993,212	18,713,794	4,842,471	4,641,079	18,915,186	80.4
DETAILS OF WRITE-INS									
3401.	.....							
3402.	.....							
3403.	.....							
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	.0	.0	.0	.0	.0	.0	.0	.0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE GERMAN MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire	771		231	540				540	4
2.	Allied lines .....				.0				.0	
3.	Farmowners multiple peril	693,252		473,550	219,702	271,963		67,237	424,428	177,628
4.	Homeowners multiple peril	1,619,836		797,362	822,474	209,221		51,721	979,974	117,591
5.	Commercial multiple peril	241,141		73,610	167,531	41,868		10,344	199,055	72,222
6.	Mortgage guaranty .....				.0				.0	
8.	Ocean marine .....				.0				.0	
9.	Inland marine	3,988			3,988				3,988	5
10.	Financial guaranty .....				.0				.0	
11.1	Medical professional liability - occurrence .....				.0				.0	
11.2	Medical professional liability - claims-made .....				.0				.0	
12.	Earthquake .....				.0				.0	
13.	Group accident and health .....				.0			(a)	.0	
14.	Credit accident and health (group and individual) .....				.0				.0	
15.	Other accident and health .....				.0			(a)	.0	
16.	Workers' compensation .....				.0				.0	
17.1	Other liability - occurrence	1,500,000		1,450,061	49,939	38,401		13,563	74,777	8,866
17.2	Other liability - claims-made .....				.0				.0	
17.3	Excess workers' compensation .....				.0				.0	
18.1	Products liability - occurrence	18,000			18,000				18,000	
18.2	Products liability - claims-made .....				.0				.0	
19.1,19.2	Private passenger auto liability	2,616,497		413,966	2,202,531	1,624,292		802,946	3,023,877	813,683
19.3,19.4	Commercial auto liability	91,554			91,554				91,554	
21.	Auto physical damage	143,638		62,086	81,552	(96,868)		(41,594)	26,278	9,752
22.	Aircraft (all perils) .....				.0				.0	
23.	Fidelity .....				.0				.0	
24.	Surety .....				.0				.0	
26.	Burglary and theft .....				.0				.0	
27.	Boiler and machinery .....				.0				.0	
28.	Credit .....				.0				.0	
29.	International .....				.0				.0	
30.	Warranty .....				.0				.0	
31.	Reinsurance - nonproportional assumed property	XXX			.0	XXX			.0	
32.	Reinsurance - nonproportional assumed liability	XXX			.0	XXX			.0	
33.	Reinsurance - nonproportional assumed financial lines	XXX			.0	XXX			.0	
34.	Aggregate write-ins for other lines of business .....	.0	.0	.0	.0	.0	.0	.0	.0	.0
35.	TOTALS	6,928,677		3,270,866	3,657,811	2,088,877		904,217	4,842,471	1,199,751
DETAILS OF WRITE-INS										
3401.	.....								
3402.	.....								
3403.	.....								
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	.0	.0	.0	.0	.0	.0	.0	.0	.0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

(a) Including \$ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct .....	.821,769			.821,769
1.2 Reinsurance assumed .....				.0
1.3 Reinsurance ceded				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....	.821,769	.0	.0	.821,769
2. Commission and brokerage:				
2.1 Direct, excluding contingent		4,286,644		4,286,644
2.2 Reinsurance assumed, excluding contingent .....				.0
2.3 Reinsurance ceded, excluding contingent		1,659,986		1,659,986
2.4 Contingent-direct		275,921		275,921
2.5 Contingent-reinsurance assumed .....				.0
2.6 Contingent-reinsurance ceded		26,609		26,609
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) .....	.0	2,875,970	.0	2,875,970
3. Allowances to manager and agents		87,568		87,568
4. Advertising		61,363		61,363
5. Boards, bureaus and associations		84,675		84,675
6. Surveys and underwriting reports		402,602		402,602
7. Audit of assureds' records .....				.0
8. Salary and related items:				
8.1 Salaries	467,590	1,846,982	23,379	2,337,951
8.2 Payroll taxes	40,302	161,206		201,508
9. Employee relations and welfare	166,098	664,393		830,491
10. Insurance	8,493	33,972		42,465
11. Directors' fees		175,872		175,872
12. Travel and travel items	23,096	92,384		115,480
13. Rent and rent items	42,001	168,006		210,007
14. Equipment	4,973	19,892		24,865
15. Cost or depreciation of EDP equipment and software	245,467	981,868		1,227,335
16. Printing and stationery	35,194	140,776		175,970
17. Postage, telephone and telegraph, exchange and express	26,011	104,042		130,053
18. Legal and auditing	74,778	299,113	206	374,097
19. Totals (Lines 3 to 18)	1,134,003	5,324,714	23,585	6,482,302
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		357,419		357,419
20.2 Insurance department licenses and fees		47,934		47,934
20.3 Gross guaranty association assessments .....				.0
20.4 All other (excluding federal and foreign income and real estate)				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....	.0	405,353	.0	405,353
21. Real estate expenses .....			.0	.0
22. Real estate taxes			30,341	30,341
23. Reimbursements by uninsured plans .....				.0
24. Aggregate write-ins for miscellaneous expenses	48,600	28,538	0	77,138
25. Total expenses incurred	2,004,372	8,634,575	53,926 (a)	10,692,873
26. Less unpaid expenses - current year	1,199,751	2,161,099		3,360,850
27. Add unpaid expenses - prior year	1,152,212	2,224,215	.0	3,376,427
28. Amounts receivable relating to uninsured plans, prior year .....	.0	.0	.0	.0
29. Amounts receivable relating to uninsured plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	1,956,833	8,697,691	53,926	10,708,450
DETAILS OF WRITE-INS				
2401. OUTSIDE SERVICES.....	1,061			1,061
2402. CLAIM ADJUSTING RESERVE.....	47,539			47,539
2403. MISCELLANEOUS EXPENSE.....		28,538		28,538
2498. Summary of remaining write-ins for Line 24 from overflow page .....	.0	.0	.0	.0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	48,600	28,538	0	77,138

(a) Includes management fees of \$ to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....0	.....
1.1	Bonds exempt from U.S. tax	(a) .....533,685	.....562,487
1.2	Other bonds (unaffiliated)	(a) .....17,638	.....9,982
1.3	Bonds of affiliates	(a) .....0	.....
2.1	Preferred stocks (unaffiliated)	(b) .....38,130	.....38,130
2.11	Preferred stocks of affiliates	(b) .....0	.....
2.2	Common stocks (unaffiliated) .....	.....372,207	.....372,207
2.21	Common stocks of affiliates .....	.....0	.....
3.	Mortgage loans	(c) .....	.....
4.	Real estate	(d) .....73,000	.....73,000
5.	Contract loans .....	.....	.....
6.	Cash, cash equivalents and short-term investments	(e) .....21,010	.....21,186
7.	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	.....	.....
9.	Aggregate write-ins for investment income .....	.....0	.....0
10.	Total gross investment income	1,055,670	1,076,992
11.	Investment expenses		(g) .....53,926
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i) .....69,793
15.	Aggregate write-ins for deductions from investment income .....		.....0
16.	Total deductions (Lines 11 through 15) .....		.....123,719
17.	Net investment income (Line 10 minus Line 16)		953,273
DETAILS OF WRITE-INS			
0901.	.....	.....	.....
0902.	.....	.....	.....
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0
0999.	Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0
1501.	.....		.....
1502.	.....		.....
1503.	.....		.....
1598.	Summary of remaining write-ins for Line 15 from overflow page .....		.....0
1599.	Totals (Lines 1501 through 1503) plus 1598 (Line 15 above)		0

(a) Includes \$58,101 accrual of discount less \$28,968 amortization of premium and less \$12,231 paid for accrued interest on purchases.
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$0 paid for accrued dividends on purchases.
(c) Includes \$0 accrual of discount less \$0 amortization of premium and less \$ paid for accrued interest on purchases.
(d) Includes \$73,000 for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
(e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
(f) Includes \$ accrual of discount less \$ amortization of premium.
(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes \$ interest on surplus notes and \$ interest on capital notes.
(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5.
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....			.....0	.....	.....
1.1	Bonds exempt from U.S. tax .....	.....128,169		.....128,169	.....	.....
1.2	Other bonds (unaffiliated) .....			.....0	.....	.....
1.3	Bonds of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.1	Preferred stocks (unaffiliated) .....	.....2,529	.....0	.....2,529	.....(4,161)	.....0
2.11	Preferred stocks of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.2	Common stocks (unaffiliated) .....	.....(150,791)	.....0	.....(150,791)	.....(635,234)	.....0
2.21	Common stocks of affiliates .....	.....0	.....0	.....0	.....0	.....0
3.	Mortgage loans .....	.....0	.....0	.....0	.....0	.....0
4.	Real estate .....	.....0	.....0	.....0	.....	.....0
5.	Contract loans .....			.....0	.....	.....
6.	Cash, cash equivalents and short-term investments .....			.....0	.....0	.....0
7.	Derivative instruments .....			.....0	.....	.....
8.	Other invested assets .....	.....0	.....0	.....0	.....0	.....0
9.	Aggregate write-ins for capital gains (losses) .....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses)	(20,093)	0	(20,093)	(639,395)	0
DETAILS OF WRITE-INS						
0901.	.....				
0902.	.....				
0903.	.....				
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale	50,593	0	(50,593)
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	50,593	0	(50,593)
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset.....	4,207,576	1,875,414	(2,332,162)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	1,503,584	1,623,040	119,456
21. Furniture and equipment, including health care delivery assets.....	37,869	54,953	17,084
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable.....	55,000	91,000	36,000
25. Aggregate write-ins for other than invested assets	202,376	166,204	(36,172)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	6,056,998	3,810,611	(2,246,387)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	6,056,998	3,810,611	(2,246,387)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0
2501. PREPAID EXPENSES.....	39,639	6,046	(33,593)
2502. AUTOS.....	162,737	160,158	(2,579)
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	202,376	166,204	(36,172)

NOTES TO FINANCIAL STATEMENTS

German Mutual Insurance Company
Notes to Annual Statement
2011

Note 1 - Summary of Significant Accounting Policies

A Accounting Practices

The Company prepares its financial statements in conformity with accounting practices prescribed or permitted by the Ohio Insurance Department.

The state of Ohio requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Ohio Insurance Department.

B Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Significant estimates used in preparing these financial statements include those used in computing the liability for outstanding claims. It is at least reasonably possible that the significant estimates used will change within the next year.

C Accounting Policies

Direct premiums are earned over the terms of the related policies. Unearned premiums are established to cover the unexpired portion of premiums written and are computed on a pro rata basis. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists primarily of interest, dividends and rent income less investment related expense. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis.

Rental income includes an imputed rent for the Company's occupancy of its own buildings. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses include writedowns for impairments considered to be other than temporary. Investment income due and accrued is not admitted if amounts are over 90 days past due.

Real estate investments are classified in the balance sheet as properties occupied by the company and properties held for sale. Properties occupied by the company are carried at depreciated cost less encumbrances. Properties held for sale are carried at the lower of depreciated cost or fair value less estimated cost to sell. The fair values of properties held for sale are based upon quoted market prices, if available. If quoted market prices are unavailable, fair values are based upon market appraisals performed every five years using certified valuation techniques. Fair values for these properties will be immediately determined whenever circumstances indicate that the carrying amounts may not be recoverable. Fair values of properties occupied by the company will be measured only if circumstances indicate that the financial condition of the company is in question.

NOTES TO FINANCIAL STATEMENTS

For purposes of the statement of cash flows, the Company considers all certificates of deposit, repurchase agreements and savings accounts with a maturity of one year or less to be cash equivalents. Investment grade short-term investments are stated at cost, which is also their fair value. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.

For repurchase agreements, Company policy requires a minimum of 100% of the fair value of securities purchased under repurchase agreements to be maintained as collateral.

Reinsurance recoverables are estimates of paid and unpaid losses collectible from the Company's reinsurers.

The amounts ultimately collected may be more or less than these estimates. Any adjustments of these estimates is reflected in income as they are determined. The Company periodically reviews the financial condition of its reinsurers and amounts recoverable there from, recording an allowance when necessary for uncollectible reinsurance.

1. Investment grade short-term investments are stated at cost, which is also their fair value. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.
2. Investment grade bonds not backed by other loans are stated at amortized value using the interest method and adjusted for other than temporary fair value decline unless required by the NAIC to be carried at fair value. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value.
3. Common stocks (including mutual funds) are reported at current fair value. Unrealized appreciation and depreciation of stocks are reported as changes in policyholders' surplus. Realized gains and losses are determined on the specific identification basis.
4. Investment grade redeemable preferred stocks are stated at cost or amortized cost. Investment grade perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized value or fair value.
5. The Company has no mortgage loans.
6. The Company has no loan-backed securities.
7. The Company has no investments in subsidiaries, controlled or affiliated companies.
8. The Company has no investments in joint ventures, partnerships or limited liability companies.
9. The Company has no derivative investments.
- 10 The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.
- 11 Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed, and any adjustments are reflected in the period determined. Unpaid losses and loss adjustment expenses are reported net of receivables for salvage and subrogation of approximately \$95,000 and \$162,800 at December 31, 2011 and 2010.

NOTES TO FINANCIAL STATEMENTS

- 1 2 The Company's building, equipment and application software are depreciated primarily on the straight-line method.

The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and building improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.

- 1 3 Not applicable as the Company does not write major medical insurance.

Note 2 - Accounting Changes and Correction of Errors

- A Accounting Changes Other than Codification and Correction of
. Errors

The Company adopted SSAP 10R, Income Taxes - Revised, a Temporary Replacement of SSAP 10, during 2009. The adoption of SSAP 10R caused total assets and surplus to increase by \$127,501. See Note 9 in these financial statements for more information.

Note 3 - Business Combinations and Goodwill

- A Statutory Purchase Method
.

Not applicable.

- B Statutory Mergers
.

NOTES TO FINANCIAL STATEMENTS

As of December 31, 2011, Lime City Mutual Insurance Association merged into German Mutual Insurance Company and was accounted for as a statutory merger in accordance with SSAP 68. Accordingly, German Mutual Insurance Company's 2011 financial statements are inclusive of the merged Lime City Mutual Insurance Association's financial activity for the entire year. There wasn't an exchange of shares of stock between the entities due to both entities being considered mutual companies and ultimately, deemed owned by the policyholders. Thus Lime City Mutual Association's policyholders are policyholders of German Mutual Insurance Company as of the merger date.

Below is a schedule providing the results of operations of the previously separate entities for the 2011 year prior to the consummation of the statutory merger:

	German Mutual Insurance Company	Lime City Mutual Association	Combined German Mutual Insurance Company
Underwriting Income			
Premiums earned	\$23,024,455	\$ 491,270	\$ 23,515,725
Losses, loss expenses and other underwriting expenses incurred	28,824,779	729,354	29,554,133
Net underwriting loss	(5,800,324)	(238,084)	(6,038,408)
Investment income	920,793	12,387	933,180
Other income	142,495	4,733	147,228
Loss before federal income tax	(4,737,036)	(220,964)	(4,958,000)
Federal income tax	17,037	-	17,037
Net loss	(4,754,073)	(220,964)	(4,975,037)
Beginning Policyholders' Surplus	15,399,866	970,991	16,370,857
Change in net unrealized capital gains and losses	(410,601)	(5,006)	(415,607)
Change in net deferred tax asset	1,961,396	-	1,961,396
Change in nonadmitted assets	(2,245,618)	(769)	(2,246,387)
Ending Policyholders' Surplus	\$ 9,950,970	\$ 744,252	\$ 10,695,222

NOTES TO FINANCIAL STATEMENTS

RESTATEMENT OF PRIOR YEAR FINANCIAL STATEMENTS				
As a result of Lime City Mutual Insurance Association merging into German Mutual Insurance Company under the statutory merger provisions of SSAP 68, refer also to the previous Note M for additional information, the Company has restated the 2010 statement of admitted assets, liabilities and policyholders' surplus - statutory basis, statement of income and policyholders' surplus - statutory basis, and the statement of cash flows - statutory basis to provide the results of the combined entities in 2010 in accordance with SSAP 3.				
		As Originally Reported	Adjustment	As Restated
Admitted Assets				
Cash and Investments				
Bonds		\$13,992,546	\$ -	\$ 13,992,546
Preferred stocks		822,340	-	822,340
Common stocks		11,545,111	185,897	11,731,008
Real estate - company occupied		1,427,535	49,820	1,477,355
Real estate - investment		107,916	-	107,916
Cash		1,717,969	888,722	2,606,691
Total Cash and Investments		29,613,417	1,124,439	30,737,856
Other Assets				
Uncollected premiums		2,899,323	1,253	2,900,576
Due from reinsurers		277,427	59,664	337,091
Accrued investment income		182,821	683	183,504
Net deferred tax asset		357,309	-	357,309
Electronic data processing equipment		275,106	-	275,106
Federal income tax recoverable		833,225	-	833,225
Total Other Assets		4,825,211	61,600	4,886,811
		\$34,438,628	\$ 1,186,039	\$ 35,624,667

NOTES TO FINANCIAL STATEMENTS

Liabilities and Policyholders' Surplus			
Reserves and Liabilities			
Unpaid losses and loss expenses	\$ 5,793,291	\$ -	\$ 5,793,291
Unearned premiums	10,872,172	149,020	11,021,192
Contingent commissions and agents' balances	706,996	11,477	718,473
Post-retirement health plan	1,078,000	-	1,078,000
Accrued expenses	113,111	250	113,361
Accrued taxes and licenses	326,108	-	326,108
Advanced premiums	18,175	-	18,175
Reinsurance payable	128,538	10,597	139,135
Amounts held on account of others	2,371	43,704	46,075
Total Reserves and Liabilities	19,038,762	215,048	19,253,810
Policyholders' Surplus	15,399,866	970,991	16,370,857
	\$34,438,628	\$ 1,186,039	\$ 35,624,667
	<u>As Originally Reported</u>	<u>Adjustment</u>	<u>As Restated</u>
Underwriting Income			
Premiums earned	\$23,557,285	\$ 504,830	\$ 24,062,115
Deductions			
Losses incurred	15,275,210	463,132	15,738,342
Loss expenses incurred	1,676,581	37,003	1,713,584
Other underwriting expenses incurred	9,208,056	254,853	9,462,909
	26,159,847	754,988	26,914,835
Net Underwriting Loss	(2,602,562)	(250,158)	(2,852,720)
Investment Income			
Investment income earned	944,632	12,894	957,526
Net realized capital gains (losses)	122,470	48,911	171,381
	1,067,102	61,805	1,128,907
Other Income (Expense)			
Finance and service charges	101,461	-	101,461
Miscellaneous	10,138	10,898	21,036
Loss on disposal of fixed assets	(167,539)	-	(167,539)
	(55,940)	10,898	(45,042)
Loss Before Federal Income Tax	(1,591,400)	(177,455)	(1,768,855)
Federal Income Tax (Benefit)	(364,366)	-	(364,366)
Net Loss	(1,955,766)	(177,455)	(2,133,221)

NOTES TO FINANCIAL STATEMENTS

		As Originally Reported	Adjustment	As Restated
Cash Flows From Operating Activities				
Premiums collected net of reinsurance		\$24,151,068	\$ 527,664	\$ 24,678,732
Net investment income		938,873	66,219	1,005,092
Other income (expense)		(55,940)	6,587	(49,353)
Benefits and loss related payments		(17,304,762)	(609,648)	(17,914,410)
Commissions and expenses paid		(9,120,414)	(253,121)	(9,373,535)
Federal income taxes (paid) received		169,606	56,392	225,998
Net Cash Used By Operating Activities		(1,221,569)	(205,907)	(1,427,476)
Cash Flows From Investing Activities				
Acquisition of bonds		(3,279,786)	-	(3,279,786)
Acquisition of stocks		(4,219,734)	(276,943)	(4,496,677)
Acquisition of real estate		(1,961)	(50,849)	(52,810)
Proceeds from sale of bonds		1,746,664	-	1,746,664
Proceeds from sale of stocks		3,475,669	625,973	4,101,642
Net Cash Provided (Used) By Investing Activities		(2,279,148)	298,181	(1,980,967)
Cash Flows from Financing and Miscellaneous Activities				
EDP equipment, furniture & fixtures and autos		(514,384)	-	(514,384)
Prepaid expenses		88,160	-	88,160
Notes receivable		(91,000)	-	(91,000)
Miscellaneous		334	-	334
Net Cash Used by Financing and Miscellaneous Activities		(516,890)	-	(516,890)
Net Increase (Decrease) in Cash		(4,017,607)	92,274	(3,925,333)
Cash at Beginning of Year		5,735,576	796,448	6,532,024
Cash at End of Year		<u>\$ 1,717,969</u>	<u>\$ 888,722</u>	<u>\$ 2,606,691</u>

C Writedowns for Impairment of Investments in
Affiliates

Not applicable.

Note 4 - Discontinued Operations

NOTES TO FINANCIAL STATEMENTS

A Not applicable.

Note 5 - Investments

A Mortgage Loans

Not applicable.

B Troubled Debt Restructuring for Creditors

Not applicable.

C Reverse Mortgages

Not applicable.

D Loan-Backed Securities

Not applicable.

E Repurchase Agreements

Not applicable.

F Writedowns for Impairment of Real Estate
Impairments and Retail Land Sales

Not applicable.

G Low Income Housing Tax Credits

Not applicable.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A Detail for Those Greater than 10% of Admitted Assets

Not applicable.

B Writedowns for Impairments of Joint Ventures, Partnerships and
LLCs

Not applicable.

Note 7 - Investment Income

A Accrued Investment Income

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

B Amounts Nonadmitted

Not applicable.

Note 8 - Derivative Instruments

NOTES TO FINANCIAL STATEMENTS

A Not applicable

Note 9 - Income Taxes

A.

1.

NOTES TO FINANCIAL STATEMENTS

The components of the net DTA (deferred tax asset) recognized in the Company's Assets, Liabilities, Surplus and Other Funds are as follows:

	2011			2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross Deferred Tax Assets	\$ 4,046,329	\$ 395,967	\$ 4,442,296	\$ 2,101,254	\$ 210,176	\$ 2,311,430	\$ 1,945,075	\$ 185,791	\$ 2,130,866
Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
Adjusted Gross Deferred Tax Assets	4,046,329	395,967	4,442,296	2,101,254	210,176	2,311,430	1,945,075	185,791	2,130,866
Deferred Tax Liabilities	16,451	7,937	24,388	33,677	45,029	78,706	(17,226)	(37,092)	(54,318)
Subtotal (Net Deferred Tax Assets)	4,029,878	388,030	4,417,908	2,067,577	165,147	2,232,724	1,962,301	222,883	2,185,184
Deferred Tax Assets Not admitted	3,887,997	319,579	4,207,576	1,722,471	152,944	1,875,415	2,165,526	166,635	2,332,161
Net Admitted Deferred Tax Assets	\$ 141,881	\$ 68,451	\$ 210,332	\$ 345,106	\$ 12,203	\$ 357,309	\$ (203,225)	\$ 56,248	\$ (146,977)

The Company has elected to admit additional DTAs pursuant to SSAP 10R, paragraph 10e.

Ordinary admitted adjusted gross deferred tax assets increased by \$16,119 and \$192,328 during 2011 and 2010, respectively, as a result of applying SSAP 10R, paragraph 10e. Capital admitted adjusted gross deferred tax assets increased by \$61,105 and \$0- during 2011 and 2010, respectively.

	2011			2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admission Calculation Components - SSAP 10R, paragraphs 10.a., 10.b., and 10.c.:									
Paragraph 10.a.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ 0
Paragraph 10.b. (the lesser of 10.b.i and 10.b.ii below)	120,192	12,916	133,108	159,205	5,776	164,981	(39,013)	7,140	(31,873)
Paragraph 10.b.i	120,192	12,916	133,108	159,205	5,776	164,981	(39,013)	7,140	(31,873)
Paragraph 10.b.ii	XXX	XXX	941,067	XXX	XXX	1,495,201	XXX	XXX	(554,134)
Paragraph 10.c.	22,021	2,366	24,387	75,951	2,755	78,706	(53,930)	(389)	(54,319)
Total	\$ 142,213	\$ 15,282	\$ 157,495	\$ 235,156	\$ 8,531	\$ 243,687	\$ (92,943)	\$ 6,751	\$ (86,192)

	2011			2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admission Calculation Components - SSAP 10R, paragraph 10.e.:									
Paragraph 10.e.i	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ 0
Paragraph 10.e.ii (the lesser of 10.e.ii.a. and 10.e.ii.b. below)	141,881	68,451	210,332	351,533	5,776	357,309	(209,652)	62,675	(146,977)
Paragraph 10.e.ii.a.	141,881	68,451	210,332	351,533	5,776	357,309	(209,652)	62,675	(146,977)
Paragraph 10.e.ii.b.	XXX	XXX	1,411,601	XXX	XXX	2,242,802	XXX	XXX	(831,201)
Paragraph 10.e.iii.	16,451	7,936	24,387	75,951	2,755	78,706	(59,500)	5,181	(54,319)

NOTES TO FINANCIAL STATEMENTS

	2011			2010			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
SSAP 10R, Paragraphs 10.a, 10.b and 10.c:									
Admitted Deferred Tax Assets	\$ 120,192	\$ 12,916	\$ 133,108	\$ 159,205	\$ 5,776	\$ 164,981	\$ (39,013)	\$ 7,140	\$ (31,873)
Admitted Assets	XXX	XXX	\$ 29,240,161	XXX	XXX	\$ 34,438,628	XXX	XXX	\$ 0
Adjusted Statutory Surplus	XXX	XXX	\$ 9,410,673	XXX	XXX	\$ 14,285,832	XXX	XXX	\$ (4,875,159)
Total Adjusted Capital from DTAs	XXX	XXX	\$ 133,108	XXX	XXX	\$ 164,981	XXX	XXX	\$ (31,873)
Increases due to SSAP 10R, paragraph 10.e.									
Tax Assets	\$ 77,224	\$ -	\$ 77,224	\$ 127,501	\$ -	\$ 127,501	\$ (50,277)	\$ -	\$ (50,277)
Admitted Assets	\$ 77,224	\$ -	\$ 77,224	\$ 127,501	\$ -	\$ 127,501	\$ (50,277)	\$ -	\$ (50,277)
Statutory Surplus	\$ 77,224	\$ -	\$ 77,224	\$ 127,501	\$ -	\$ 127,501	\$ (50,277)	\$ -	\$ (50,277)
<u>Current and deferred income taxes consist of the following major components</u>									
Current income tax:									
				2011	2010	Change			
Federal				\$ 17,037	\$ (364,366)	\$ 381,403			
Foreign				-	-	-			
				17,037	(364,366)	381,403			
Realized capital gains				0	42,865	(42,865)			
Capital loss carryforward				0	(42,865)	42,865			
Income taxes incurred				\$ 17,037	\$ (364,366)	\$ 381,403			

NOTES TO FINANCIAL STATEMENTS

Deferred tax assets:

	2011	2010	Change
Ordinary			
Discounting on unpaid losses and LAE	\$ 125,725	\$ 122,040	\$ 3,685
Unearned premium reserve	607,774	761,052	(153,278)
Fixed assets	543,379	564,324	(20,945)
Post retirement health benefit accrual	377,300	377,300	-
Accrued expenses	21,527	15,927	5,600
Contribution carryforward	32,022	23,102	8,920
Net operating loss carryforward	2,324,729	235,392	2,089,337
Other assets - nonadmitted	13,874	2,117	11,757
	4,046,330	2,101,254	1,945,076
Capital			
Capital loss carryforward	173,331	166,299	7,032
Unrealized loss on investments	178,758	-	178,758
Impairment of investments	43,877	43,877	-
	395,966	210,176	185,790
Admitted deferred tax assets	\$ 4,442,296	\$ 2,311,430	\$ 2,130,866

Gross deferred tax assets in the admissibility test are expected to be fully realized in future tax returns.

B. Deferred tax liabilities:

	2011	2010	Change
Ordinary			
Fixed assets	\$ 24,388	\$ 33,677	\$ (9,289)
	24,388	33,677	(9,289)
Capital			
Unrealized gain on investments	-	45,029	(45,029)
	-	45,029	(45,029)
Deferred tax liabilities	\$ 24,388	\$ 78,706	\$ (54,318)
Net deferred tax assets and liabilities	\$ 4,417,908	\$ 2,232,724	\$ 2,185,184

D Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The significant items causing a difference between the statutory federal income tax rate and the Company's effective income tax rate were as follows:

	2010	Tax Rate
Provision computed at statutory rate	\$(1,735,300)	-35.0%

NOTES TO FINANCIAL STATEMENTS

Tax exempt income	(111,894)	-2.3%
Change in nonadmitted assets	(108,824)	-2.2%
Taxable portion of tax exempt income	18,825	0.4%
Disallowed expenses	5,536	0.1%
Dividends received deduction	(13,607)	-0.3%
<hr/>		
Total federal income tax	\$(1,945,264)	-39.3%
<hr/>		
Federal and foreign income taxes incurred	\$ 17,037	0.3%
Change in net deferred income taxes	(1,962,301)	-39.6%
<hr/>		
Total statutory income taxes	\$(1,945,264)	-39.3%
<hr/>		

E Operating Loss and Tax Credit Carryforwards

- At December 31, 2011, the Company had unused operating carryforwards available to offset against future taxable income of approximately \$6,280,000 which expire in 2030 and 2031. The Company also had a capital loss carryforward that amounted to approximately \$495,000 as of December 31, 2011, with amounts expiring from 2013 to 2016.
- Income taxes incurred in the current and prior years which will be available for recoupment in the event of future net losses are as follows:

2011	\$ -
2010	-

- The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F Consolidated Federal Income Tax Return

Not applicable.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

A Nature of Relationships

Not applicable.

B Detail of Transactions Greater than 1/2% of Admitted Assets

Not applicable.

C Change in Terms of Intercompany Arrangements

Not applicable.

D Amounts Due to or from Related Parties

Not applicable.

NOTES TO FINANCIAL STATEMENTS

- E Guarantees or Undertakings for Related Parties

Not applicable.

- F Management, Service Contracts, Cost Sharing Arrangements

Not applicable.

- G Nature of Relationships that Could Affect Operations

Not applicable.

- H Amount Deducted for Investment in Upstream Company

Not applicable.

- I Detail of Investments in Affiliates Greater than 10% of Admitted Assets

Not applicable.

- J Writedowns for Impairment of Investments in Affiliates

Not applicable.

- K Foreign Subsidiary Valued Using CARVM

Not applicable.

- L Downstream Holding Company Valued Using Look-Through Method

Not applicable.

Note 11 - Debt

- A Not applicable

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

- A Defined Benefit Plans

The Company sponsors a postretirement health care benefit plan covering substantially all employees of the Company and members of the Board of Directors who reach retirement age while working for the Company, have at least 15 years of service, and were employed as of December 31, 2004. This plan also covers the employee's spouse who has reached retirement age. The Company has terminated this plan for all employees hired and board of directors elected after December 31, 2004.

A summary of assets, obligations and assumptions of the Other Postretirement Benefit Plan are as follows at December 31, 2010 and 2009

NOTES TO FINANCIAL STATEMENTS

	2010	2009
Change in benefit obligation		
Benefit obligation at beginning of year	\$ 1,102,707	\$ 1,027,435
Service cost	-	-
Interest cost	58,908	59,725
Contribution by plan participants	-	-
Actuarial (gain) loss	68,197	44,444
Foreign currency exchange rate changes	-	-
Benefits paid	(33,040)	(28,897)
Plan amendments	-	-
Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-
Benefits obligation at end of year	<u>\$ 1,196,772</u>	<u>\$ 1,102,707</u>
Change in plan assets		
Fair value of plan assets at beginning of year	\$ -	\$ -
Actual return on plan assets	-	-
Foreign currency exchange rate changes	-	-
Employer contribution	33,040	28,897
Plan participants' contributions	-	-
Benefits paid	(33,040)	(28,897)
Business combinations, divestitures and settlements	-	-
Fair value of plan assets at end of year	<u>\$ -</u>	<u>\$ -</u>
Funded status		
Unamortized prior service cost	\$(1,196,772)	\$(1,102,707)
Unrecognized net (gain) or loss	(42,486)	(110,721)
Remaining net obligation or net asset at initial date of application	<u>397,731</u>	<u>441,924</u>
Accrued liabilities	<u>\$(841,527)</u>	<u>\$(771,504)</u>
The Company has accrued a liability of \$1,078,000 at December 31, 2011 and 2010, respectively.		
Accumulated benefit obligation for vested employees and partially vested employees to the extent vested	\$1,196,772	\$1,102,707

NOTES TO FINANCIAL STATEMENTS

Benefit obligation for non-vested employees

Accumulated benefit obligation	\$2,336,944	\$1,857,391
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Components of net periodic benefit cost

Interest cost	\$ 58,908	\$ 59,725
Expected return on plan assets	-	-
Amortization of unrecognized transition obligation or transition asset	44,193	44,193
Amount of recognized gains and losses	(38)	(3,723)
Amount of prior service cost recognized	-	-
Amount of gain or loss recognized due to a settlement or curtailment	-	-
Total net periodic benefit cost	<u>\$ 103,063</u>	<u>\$ 100,195</u>

The Company has recognized a benefit cost of \$-0- for 2011 and 2010.

Weighted-average assumptions used to determine

net periodic benefit cost as of Dec. 31:

Weighted average discount rate	4.50%	5.50%
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Weighted-average assumptions used to determine

projected benefit obligations as of Dec.

31:

Weighted average discount rate	4.50%	5.50%
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For measurement purposes, a 9.5% and 10% annual rate of increase in the per capita cost of covered health care benefits was assumed for 2011. The rate was assumed to decrease gradually to 5 percent by the year 2021 and remain at that level thereafter.

Measurement dates of December 31, 2011, and 2010 were used to determine the above.

Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage-point change in assumed health care cost trend rates would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
Effect on total of service and interest cost components	\$ 5,485	\$ (4,780)
Effect on postretirement benefit obligation	121,888	(106,224)

NOTES TO FINANCIAL STATEMENTS

The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

Year	Amount
2012	\$ 64,843
2013	68,757
2014	72,511
2015	85,935
2016	91,793
2017-2021	804,987

B Defined Contribution Plans

The Company sponsors a 401(K) plan for the benefit of substantially all of its employees who meet eligibility requirements. The Company contributes up to a maximum of 5% of compensation of each employee who contributes to the plan. Additional contributions may be made at the discretion of the board of directors. The Company contributed to the employees' trusts and charged against income \$90,802 for 2011 and \$87,843 for 2010. At December 31, 2011 and 2010, the fair value of plan assets was \$2,059,303 and \$2,068,085, respectively.

C Multiemployer Plans

Not applicable.

D Consolidated/Holding Company Plans

Not applicable.

E Postemployment Benefits and Compensated Absences

Not applicable.

F Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable.

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

A Outstanding Shares

Not applicable.

B Dividend Rate of Preferred Stock

Not applicable.

C., D., E. and F. Dividend Restrictions

Not applicable.

G Mutual Surplus Advances

Not applicable.

H Company Stock Held for Special Purposes

Not applicable.

NOTES TO FINANCIAL STATEMENTS

I. Changes in Special Surplus Funds

Not applicable.

J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

Unrealized gain (loss) on securities	\$ 331,980
Nonadmitted assets	6,056,998

The unrealized gain is net of the applicable deferred tax liability of (\$178,759)

K. Surplus Notes

Not applicable.

L. and M. Quasi Reorganizations

Not applicable.

Note 14 - Contingencies

A. Contingent Commitments

Not applicable.

B. Guaranty Fund and Other Assessments

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of the insolvencies. Other assessments should be accrued either at the time the assessments are levied or in the case of premium-based assessments, at the time the premiums are written, or, in the case of loss-based assessments, at the time the losses are incurred.

The Company did not pay or receive a refund of a guaranty fund assessment in 2011. The Company is not aware of any other guaranty fund assessments that it may be liable for.

C. Gain Contingencies

Not applicable.

D. Extra Contractual Obligation and Bad Faith Losses

Not applicable.

E. Other Contingencies

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

Note 15 - Leases

A. Lessee Leasing Arrangements

NOTES TO FINANCIAL STATEMENTS

The Company leases office equipment under various noncancelable operating leases that expire through November, 2015. Rental expense for 2011 and 2010 was \$34,152 and \$34,531, respectively.

Future minimum rental payments are as follows:

<u>Year</u>	
2012	\$ 33,317
2013	20,951
2014	9,035
2015	8,282

B Lessor Leasing Arrangements

Not applicable

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

A Face or Contract Amounts

Not applicable

B Nature and Terms

Not applicable

C Exposure to Credit-Related Losses

The Company maintains its cash balances at numerous financial institutions and at several brokerage companies. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. Brokerage accounts are not insured by the Federal Deposit Insurance Corporation. At December 31, 2011, the Company's uninsured cash balances total \$2,413,970. Securities are pledged as collateral for \$2,139,360 of the uninsured cash balance.

D Collateral Policy

Not applicable

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

A Transfers of Receivables Reported as Sales

Not applicable

B Transfers and Servicing of Financial Assets

Not applicable

C Wash Sales

Not applicable

NOTES TO FINANCIAL STATEMENTS

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

A Administrative Services Only Plans

Not applicable

B Administrative Services Contract Plans

Not applicable

C Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not applicable

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

A Not applicable

Note 20 - Fair Value Measurements

SSAP 100, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to adjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under SSAP 100 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active market
- Quoted prices for identical or similar assets or liabilities in inactive market
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurements.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2011 and 2010.

Common stocks, mutual funds and preferred stocks - valued at the closing price reported on the active market on which the individual securities and mutual funds are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Company believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

NOTES TO FINANCIAL STATEMENTS

The following tables set forth by level, within the fair value hierarchy, the Company's assets at fair value.

Assets at Fair Value as of December 31, 2011				
	Level 1	Level 2	Level 3	Total
Common stocks				
Industrial and miscellaneous	\$ 1,219,845	\$ -	\$ -	\$ 1,219,845
Mutual funds	7,141,201	-	-	7,141,201
Preferred stocks				
Industrial and miscellaneous	204,400	-	-	204,400
Total assets at fair value	\$ 8,565,446	\$ -	\$ -	\$ 8,565,446
Assets at Fair Value as of December 31, 2010				
	Level 1	Level 2	Level 3	Total
Common stocks				
Industrial and miscellaneous	\$ 1,282,724	\$ -	\$ -	\$ 1,282,724
Mutual funds	10,448,284	-	-	10,448,284
Preferred stocks				
Industrial and miscellaneous	822,340	-	-	822,340
Total assets at fair value	\$ 12,553,348	\$ -	\$ -	\$ 12,553,348

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1, 2 and 3.

Note 21 - Other Items

A Extraordinary Items

Not applicable

B Troubled Debt Restructuring of Debtors

NOTES TO FINANCIAL STATEMENTS

Not applicable

C Other Disclosures

Not applicable

D Uncollectible Premiums Receivable

At December 31, 2011 and 2010, the Company had admitted assets of \$3,690,062 and \$2,899,323 respectively, in premiums receivable due from policyholders. The Company routinely assesses the collectibility of these receivables. Based upon Company experience, these receivables are expected to be fully collectible and no provision for uncollectible amounts has been recorded.

E Business Interruption Insurance Recoveries

Not applicable

F State Transferable Tax Credits

Not applicable

G Subprime Mortgage Related Risk Exposure

1) Subprime Mortgage Exposures

The Company invests in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments include equity investments in financial institutions and equity investments in mutual funds. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Conservative investment practices limit the Company's exposure to such losses.

2) Direct Exposure - Mortgage Loans

The Company has no direct investments in mortgage loans

3) Direct Exposure - Other Investment Classes

The Company has other investment classes that could have subprime mortgage exposure including unaffiliated equity securities, both preferred and common, issued by financial institutions participating in subprime lending and equity securities in mutual funds. The impact on these investments should the subprime credit crisis worsen cannot be assessed at this time. Asset values for unaffiliated equity securities issued by financial institutions and mutual funds have declined and these reduced asset values have been reflected in the financial statements.

4) Underwriting Exposure

Not applicable.

Note 22 - Events Subsequent

NOTES TO FINANCIAL STATEMENTS

- A In January 2012, the Company sold the land and building that was acquired when Lime City Mutual Association merged into German Mutual Insurance Company. The Company sold the property for \$10,000 which will result in a loss on the sale of approximately \$40,600.

Note 23 - Reinsurance

A Unsecured Reinsurance Recoverables

NAIC Code	Federal ID #	Name of Reinsurer	Amount
10219	23-1641984	QBE Reinsurance Corp	\$3,529,000
10357	52-1952955	Platinum Re	3,528,000
21482	05-0316605	Factory Mutual Ins. Co.	(22,000)
10202	34-4320350	Ohio Mutual Ins. Co.	<u>\$(47,000)</u>
			\$6,988,000

B Reinsurance Recoverables in Dispute

The Company does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus for an individual reinsurer or 10% of policyholders' surplus in aggregate.

C Reinsurance Assumed and Ceded

The Company reinsures risks with other companies and treats expected recoveries on unpaid losses as risks for which the Company is not liable. To the extent that the reinsuring companies are unable to meet their obligations under these reinsurance agreements, the Company is contingently liable for all such losses. The Company is not aware of any obligations as of December 31, 2011. The Company has reduced its liabilities by \$4,175,083 and \$2,624,405 in 2011 and 2010, respectively, for anticipated reinsurance recoverable.

Certain ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the reinsured business. Amounts accrued at December 31, 2011 and 2010, for ceded commissions on reinsurance contracts was \$2,350, and \$15,257 respectively.

D Uncollectible Reinsurance

During the most recent year, the Company did not write off any reinsurance balances.

E Commutation of Ceded Reinsurance

Not applicable

F Retroactive Reinsurance

Not applicable

G Reinsurance Accounted for as a Deposit

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 24- Retrospectively Rated Contracts and Contracts Subject to Redetermination

A., B., C. and D. Not applicable

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses

A The estimated cost of loss and loss adjustment expenses (LAE) attributable to insured events of prior years decreased by \$300,777 during 2011. This increased the current calendar year losses and LAE incurred by this amount as shown in the first three columns of the chart below. Increases or decreases of this nature occur as the result of claim settlements during the current year, and as additional information is received regarding individual claims, causing changes from the original estimates of the cost of these claims. Recent loss development trends are also taken into account in evaluating the overall adequacy of unpaid losses and LAE. The last two columns reconcile this deficiency to the information shown in Schedule P - Part 2 which includes the defense and cost containment (DCC) portions of LAE but excludes the adjusting and other (AO) portion of LAE.

	2011 Calendar Year Losses and LAE Incurred	2011 Loss Year Losses and LAE Incurred Sch. P - Part 1	Total Deficiency (Redundancy)	Loss and DCC Deficiency (Redundancy) Sch. P - Part 2	Impact of AO On Total Deficiency (Redundancy)
Schedule P Lines of Business					
Homeowners and farmowners	11,462,755	10,894,000	568,755	629,000	(60,245)
Auto liability - private passenger	4,098,490	4,556,000	(457,510)	(141,000)	(316,510)
Auto liability - commercial	123,198	114,000	9,198	8,000	1,198
Commercial multiple peril	1,397,964	1,1264,000	133,964	127,000	6,964
Other liability	62,130	26,000	36,130	43,000	(6,870)
Special property	390,831	389,000	1,831	6,000	(4,169)
Auto physical damage	3,138,042	3,147,000	(8,958)	(14,000)	5,042
Products liability	20,367	3,000	17,367	19,000	(1,633)
	20,693,777	20,393,000	300,777	677,000	(376,223)

Note 26 - Intercompany Pooling Arrangements

A Not applicable

Note 27 - Structural Settlements

A Reserves Released Due to Purchase of Annuities

The Company has purchased annuities from life insurers under which the claimants are payees. These annuities have been used to reduce unpaid losses and the Company is not contingently liable for these claims.

B Annuity Insurers with Balances Due Greater than 1% of Policyholders' Surplus

Not applicable

Note 28 - Health Care Receivables

A. and B. Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 29 - Participating Policies

A Not applicable

Note 30 - Premium Deficiency Reserves

A The Company evaluated the need to record a premium deficiency reserve as of the end of the current year and recorded a reserve of \$-0- for its property and casualty business. This evaluation was completed on January 22, 2012.

There were no entries for a -0- reserve recorded in the aggregate write-in for liabilities and the no expense is recorded in the aggregate write-in for underwriting deductions. The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.

Note 31 - High Deductibles

A Not applicable

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

A., B. and C. Not applicable

Note 33 - Asbestos and Environmental Reserves

A., B., C., D., E., and F. Not applicable

Note 34 - Subscriber Savings Accounts

A Not applicable

Note 35 - Multiple Peril Crop Insurance

A Not applicable

.

Note 36 - Financial Guaranty Insurance

A. and B. Not applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes [] No [X]
- 1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes [] No [] NA [X]
- 1.3

State Regulating?
- 2.1

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

Yes [] No [X]
- 2.2

If yes, date of change:
- 3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2007
- 3.2

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

12/31/2007
- 3.3

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

05/27/2008
- 3.4

By what department or departments?

OHIO DEPARTMENT OF INSURANCE
- 3.5

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

Yes [] No [] NA [X]
- 3.6

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

Yes [X] No [] NA []
- 4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11

sales of new business?

Yes [] No [X]
- 4.12

renewals?

Yes [] No [X]
- 4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21

sales of new business?

Yes [] No [X]
- 4.22

renewals?

Yes [] No [X]
- 5.1

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

Yes [X] No []
- 5.2

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

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
LIME CITY MUTUAL INSURANCE ASSOCIATION.....	10284.....	OH.....
.....
.....
.....

- 6.1

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

Yes [] No [X]
- 6.2

If yes, give full information
- 7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]
- 7.2

If yes,
- 7.21

State the percentage of foreign control
- 7.22

State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney - in - fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney - in - fact).

1 Nationality	2 Type of Entity
.....
.....
.....
.....

GENERAL INTERROGATORIES

- 8.1

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

Yes [] No [X]
- 8.2

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

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

Yes [] No [X]
- 8.4

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

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

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

PENROD & GEORGE, CPA'S 421 INDEPENDENCE DRIVE NAPOLEON, OH 43545
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [X] No [] NA []
- 10.6

If the response to 10.5 is no or n/a, please explain
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

CHAD WISCHMEYER, PCAS, MAAA, OLIVER WYMAN ACTUARIAL CONSULTING, 3475 PIEDMONT ROAD, SUITE 1200, ATLANTA, GA
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [] No [X]

12.11

Name of real estate holding company

12.12

Number of parcels involved

12.13

Total book/adjusted carrying value

\$
- 12.2

If yes, provide explanation
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [X] No []
- 13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No [X]
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] NA [X]
- 14.1

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

Yes [X] No []

a.

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

b.

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

c.

Compliance with applicable governmental laws, rules and regulations;

d.

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

e.

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is no, please explain:
- 14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [X] No []
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).

PHYLLIS KNAPE - VP COMPLIANCE, ALSO AN AGENT RECEIVING COMMISSIONS; MERLYN WIEMKEN - BOARD MEMBER, ALSO AN AGENT RECEIVING COMMISSIONS. J. SCOTT MILLER - BOARD MEMBER, ALSO SERVING AS OFFICER OF FARMERS & MERCHANTS STATE BANK, A DEPOSITORY OF GERMAN MUTUAL

GENERAL INTERROGATORIES

BOARD OF DIRECTORS

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance with a NAIC rating of 3 or below?.....
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.
- Yes [] No [X]

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
.....
.....

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof?
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person?.....
- Yes [X] No []
- Yes [X] No []
- Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers .. \$
- 20.12 To stockholders not officers ... \$
- 20.13 Trustees, supreme or grand (Fraternal only) \$
- 20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers ... \$
- 20.22 To stockholders not officers \$
- 20.23 Trustees, supreme or grand (Fraternal only) \$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement?
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$
- 21.22 Borrowed from others \$
- 21.23 Leased from others \$
- 21.24 Other \$
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments?
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$
- 22.22 Amount paid as expenses \$
- 22.23 Other amounts paid \$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:.....\$
- Yes [] No [X]
- Yes [X] No []
- Yes [] No [X]
- Yes [] No [X]

INVESTMENT

- 24.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.3).....
- 24.2 If no, give full and complete information, relating thereto
- 24.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 24.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?.....
- 24.5 If answer to 24.4 is yes, report amount of collateral for conforming programs.
- 24.6 If answer to 24.4 is no, report amount of collateral for other programs.
- 24.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?.....
- 24.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?.....
- 24.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?.....
- Yes [] No [] NA [X]
- Yes [] No [] NA [X]
- Yes [] No [] NA [X]
- Yes [] No [] NA [X]
- Yes [] No [] NA [X]

GENERAL INTERROGATORIES

- 25.1

Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.3)

Yes [] No [X]
- 25.2

If yes, state the amount thereof at December 31 of the current year:

25.21

Subject to repurchase agreements

\$

25.22

Subject to reverse repurchase agreements

\$

25.23

Subject to dollar repurchase agreements

\$

25.24

Subject to reverse dollar repurchase agreements

\$

25.25

Pledged as collateral

\$

25.26

Placed under option agreements

\$

25.27

Letter stock or securities restricted as to sale

\$

25.28

On deposit with state or other regulatory body

\$

25.29

Other

\$

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1

Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [] No [X]
- 26.2

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

Yes [] No [] NA [X]
- 27.1

Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes [] No [X]
- 27.2

If yes, state the amount thereof at December 31 of the current year

\$

28.

Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes [] No [X]

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

1 Name of Custodian(s)	2 Custodian's Address
FIDELITY INVESTMENTS	P.O. BOX 770001, CINCINNATI, OH 45277
MORGAN STANLEY SMITH BARNEY	P.O. BOX 2022 BLOOMFIELD, MI 48303
UBS FINANCIAL SERVICES, INC	600 SUPERIOR AVE, 27TH FLOOR, CLEVELAND, OH 44114

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

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

- 28.03

Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [X] No []
- 28.04

If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
MORGAN STANLEY SMITH BARNEY, TOLEDO	NONE	..10/01/2011..	CLOSED ACCOUNT WITH BROKER
BOSTON FINANCIAL	NONE	..08/01/2011..	CLOSED ACCOUNT WITH BROKER

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

1 Central Registration Depository Number(s)	2 Name	3 Address

GENERAL INTERROGATORIES

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?..... Yes [X] No []

29.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
29.2001. 140193-10-3.....	AMERICAN FUNDS CAP INCOME BLD.....	602,756
29.2002. 643822-10-9.....	AMERICAN FUND NEW ECONOMY FUND.....	129,512
29.2003. 007004-15-3.....	AMERICAN NEW WORLD.....	227,774
29.2004. 04315J-10-0.....	ARTIO TOTAL RETURN FD.....	557,536
29.2005. 09251T-10-3.....	BLACKROCK GLOBAL ALLOCATION FUND.....	101,203
29.2006. 304871-10-6.....	FAIRHOLME FUND.....	465,414
29.2007. 304871-40-3.....	FAIRHOLME ALLOCATION FUND.....	43,391
29.2008. 316071-10-9.....	FIDELITY CONTRA FUND.....	316,636
29.2009. 316128-50-3.....	FIDELITY TAX FREE BOND.....	341,093
29.2010. 45956T-10-5.....	AMERICAN INTL GRW & INC.....	196,779
29.2011. 543495-84-0.....	LOOMIS SAYLES BN INSTL.....	1,092,861
29.2012. 543487-28-4.....	LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	239,071
29.2013. 543487-28-4.....	LOOMIS SAYLES STRATEGIC INCOME.....	93,967
29.2014. 693390-70-0.....	PIMCO TOTAL RETURN INSTL.....	1,003,845
29.2015. 780905-78-2.....	ROYCE SPC. EQUITY INVEST CL.....	323,524
29.2016. 779556-10-9.....	T ROWE PRICE MID CAP.....	328,138
29.2017. 880208-10-3.....	TEMPLETON GLOBAL BOND FUND.....	894,403
29.2018. 245524-10-3.....	THE DELAFIELD FUND.....	176,687
29.2999 TOTAL		7,134,590

29.3 For each mutual fund listed in the table above, complete the following schedule:

GENERAL INTERROGATORIES

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation
AMERICAN FUNDS CAP INCOME BLDR.....	PHILIP MORRIS INTERNATIONAL INC.....	23,869	12/31/2011.....
AMERICAN FUNDS CAP INCOME BLDR.....	ALTRIA GROUP INC.....	16,817	12/31/2011.....
AMERICAN FUNDS CAP INCOME BLDR.....	A.T.& T INC.....	14,104	12/31/2011.....
AMERICAN FUNDS CAP INCOME BLDR.....	ROYAL DUTCH SHELL PLC CLASS B.....	11,633	12/31/2011.....
AMERICAN FUNDS CAP INCOME BLDR.....	NOVARTIS AG.....	11,091	12/31/2011.....
AMERICAN FUND NEW ECONOMY FUND.....	APPLE, INC.....	5,660	12/31/2011.....
AMERICAN FUND NEW ECONOMY FUND.....	US.TREASURY BOND 3.75%.....	3,808	12/31/2011.....
AMERICAN FUND NEW ECONOMY FUND.....	AIRASIA BHD.....	2,292	12/31/2011.....
AMERICAN FUND NEW ECONOMY FUND.....	RYANAIR HOLDINGS PLC ADR.....	2,007	12/31/2011.....
AMERICAN FUND NEW ECONOMY FUND.....	UNION PACIFIC CORP.....	1,994	12/31/2011.....
AMERICAN NEW WORLD.....	AMERICA MOVIL S.A.B. de C.V.ADR L.....	5,148	12/31/2011.....
AMERICAN NEW WORLD.....	SAMSUNG ELECTRONICS CO LTD.....	3,189	12/31/2011.....
AMERICAN NEW WORLD.....	NESTLE SA.....	3,189	12/31/2011.....
AMERICAN NEW WORLD.....	MTN.GROUP LIMITED.....	2,574	12/31/2011.....
AMERICAN NEW WORLD.....	NOVO.NORDISK A/S.....	2,301	12/31/2011.....
ARTIO TOTAL RETURN FD.....	MEXICO (UTD MEX ST) 10%.....	22,078	12/31/2011.....
ARTIO TOTAL RETURN FD.....	US.TREASURY NOTE 0.625%.....	13,994	12/31/2011.....
ARTIO TOTAL RETURN FD.....	US.TREASURY BOND 4.75%.....	12,043	12/31/2011.....
ARTIO TOTAL RETURN FD.....	US.TREASURY BOND 3.75%.....	11,541	12/31/2011.....
ARTIO TOTAL RETURN FD.....	US.TREASURY NOTE 2.0%.....	11,541	12/31/2011.....
BLACKROCK GLOBAL ALLOCATION FUND.....	US.TREASURY NOTE 3.5%.....	1,953	10/31/2011.....
BLACKROCK GLOBAL ALLOCATION FUND.....	US.TREASURY NOTE 2.625%.....	1,386	10/31/2011.....
BLACKROCK GLOBAL ALLOCATION FUND.....	UK CONV GILT 4.75 03/07/2020.....	1,306	10/31/2011.....
BLACKROCK GLOBAL ALLOCATION FUND.....	GERMANY (FEDERAL REPUBLIC OF) 4.25.....	1,255	10/31/2011.....
BLACKROCK GLOBAL ALLOCATION FUND.....	SPDR.GOLD SHARES.....	1,245	10/31/2011.....
FAIRHOLME FUND.....	AMERICAN INTERNATIONAL GROUP.....	114,259	11/30/2011.....
FAIRHOLME FUND.....	AIA.GROUP LTD.....	53,197	11/30/2011.....
FAIRHOLME FUND.....	SEARS HOLDINGS CORPORATION.....	49,799	11/30/2011.....
FAIRHOLME FUND.....	CIT.GROUP INC.....	32,160	11/30/2011.....
FAIRHOLME FUND.....	FIDELITY INSTL MM FDS MONEY MARKET.....	31,648	11/30/2011.....
FAIRHOLME ALLOCATION FUND.....	MBIA INC.....	15,838	11/30/2011.....
FAIRHOLME ALLOCATION FUND.....	AMERICAN INTERNATIONAL GROUP INC.....	10,028	11/30/2011.....
FAIRHOLME ALLOCATION FUND.....	JEFFERIES GROUP INC.....	2,282	11/30/2011.....
FAIRHOLME ALLOCATION FUND.....	EMIGRANT BANCORP 6.25%.....	2,104	11/30/2011.....
FAIRHOLME ALLOCATION FUND.....	SEARS HOLDINGS CORPORATION.....	2,083	11/30/2011.....
FIDELITY CONTRA FUND.....	APPLE INC.....	25,711	12/31/2011.....
FIDELITY CONTRA FUND.....	GOOGLE, INC.....	18,048	12/31/2011.....
FIDELITY CONTRA FUND.....	BERKSHIRE HATHAWAY INC. A.....	10,164	12/31/2011.....
FIDELITY CONTRA FUND.....	MC.DONALD'S CORPORATION.....	10,006	12/31/2011.....
FIDELITY CONTRA FUND.....	COCA-COLA CO.....	8,486	12/31/2011.....
FIDELITY TAX FREE BOND.....	CALIFORNIA STATEWIDE CMNTY DE REV.....	3,513	12/31/2011.....
FIDELITY TAX FREE BOND.....	NEW YORK NY CITY MUN WTR FIN REV.....	3,138	12/31/2011.....
FIDELITY TAX FREE BOND.....	NEW YORK NY CITY TRANSITIONAL BLDG A.....	2,626	12/31/2011.....
FIDELITY TAX FREE BOND.....	ATLANTA GA WTR & WASTE WTR REV REF.....	2,592	12/31/2011.....
FIDELITY TAX FREE BOND.....	COOK.CNTY ILL CO REF BD 5.25%.....	2,490	12/31/2011.....
AMERICAN INTL GRW & INC.....	ROYAL DUTCH SHELL PLC B.....	7,301	12/31/2011.....
AMERICAN INTL GRW & INC.....	BRITISH AMERICAN TOBACCO PLC.....	6,848	12/31/2011.....
AMERICAN INTL GRW & INC.....	TOTAL SA.....	5,667	12/31/2011.....
AMERICAN INTL GRW & INC.....	NATIONAL GRID PLC.....	5,529	12/31/2011.....
AMERICAN INTL GRW & INC.....	NOVARTIS AG.....	4,290	12/31/2011.....
LOOMIS SAYLES BN INSTL.....	NORWAY (KINGDOM OF) 6.5%.....	26,557	12/31/2011.....
LOOMIS SAYLES BN INSTL.....	INTEL 144 A CV 3.25%.....	24,589	12/31/2011.....
LOOMIS SAYLES BN INSTL.....	CANADA GOVT 3.5%.....	24,043	12/31/2011.....
LOOMIS SAYLES BN INSTL.....	INTEL CORP.....	22,404	12/31/2011.....
LOOMIS SAYLES BN INSTL.....	CANADA GOVT 4.25%.....	19,453	12/31/2011.....
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	APPLE INC.....	7,555	12/31/2011.....
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	NOVO.NORDISK A/S.....	5,929	12/31/2011.....
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	GOOGLE, INC. A.....	4,542	12/31/2011.....

GENERAL INTERROGATORIES

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	BAIDU, INC. ADR.....	4,303	12/31/2011.....
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	US TREASURY NOTE 0.375%.....	4,184	12/31/2011.....
LOOMIS SAYLES STRATEGIC INCOME.....	TELEFONICA SA ADR.....	2,424	12/31/2011.....
LOOMIS SAYLES STRATEGIC INCOME.....	INTEL CORPORATION.....	2,330	12/31/2011.....
LOOMIS SAYLES STRATEGIC INCOME.....	BRISTOL-MYERS SQUIBB COMPANY.....	2,161	12/31/2011.....
LOOMIS SAYLES STRATEGIC INCOME.....	INTEL 144A Cv 3.25%.....	1,983	12/31/2011.....
LOOMIS SAYLES STRATEGIC INCOME.....	NORWAY (KINGDOM OF) 6.5%.....	1,955	12/31/2011.....
PIMCO TOTAL RETURN INSTL.....	PIMCO FDS PRIVATE ACCT PORTFOLIO.....	176,978	09/30/2011.....
PIMCO TOTAL RETURN INSTL.....	FNMA.....	113,434	09/30/2011.....
PIMCO TOTAL RETURN INSTL.....	FNMA.....	57,922	09/30/2011.....
PIMCO TOTAL RETURN INSTL.....	OLS USD R FEDL01/0.50 09/19/12 MYC.....	43,466	09/30/2011.....
PIMCO TOTAL RETURN INSTL.....	OLS USD R FEDL01/0.50 09/19/12 FBF.....	29,112	09/30/2011.....
ROYCE SPC. EQUITY INVEST CL.....	AVX CORPORATION.....	12,197	12/31/2011.....
ROYCE SPC. EQUITY INVEST CL.....	BIO-RAD LABORATORIES INC.....	12,067	12/31/2011.....
ROYCE SPC. EQUITY INVEST CL.....	AMERICAN EAGLE OUTFITTERS.....	11,744	12/31/2011.....
ROYCE SPC. EQUITY INVEST CL.....	HUBBELL, INC. B.....	10,838	12/31/2011.....
ROYCE SPC. EQUITY INVEST CL.....	BED BATH & BEYOND INC.....	10,676	12/31/2011.....
T ROWE PRICE MID CAP.....	RESERVE INVT FDS.....	12,207	12/31/2011.....
T ROWE PRICE MID CAP.....	DOLLAR GENERAL CORPORATION.....	6,530	12/31/2011.....
T ROWE PRICE MID CAP.....	NUANCE COMMUNICATIONS, INC.....	6,103	12/31/2011.....
T ROWE PRICE MID CAP.....	AMETEK, INC.....	6,103	12/31/2011.....
T ROWE PRICE MID CAP.....	ROPER INDUSTRIES, INC.....	5,513	12/31/2011.....
TEMPLETON GLOBAL BOND FUND.....	KOREA (REPUBLIC) 3.00%.....	27,816	12/31/2011.....
TEMPLETON GLOBAL BOND FUND.....	KOREA (REPUBLIC) 3.75%.....	21,287	12/31/2011.....
TEMPLETON GLOBAL BOND FUND.....	POLAND (REP OF).....	16,189	12/31/2011.....
TEMPLETON GLOBAL BOND FUND.....	HUNGARY REP 6.375%.....	13,684	12/31/2011.....
TEMPLETON GLOBAL BOND FUND.....	MEXICO (UTD MEX ST) 8%.....	12,969	12/31/2011.....
THE DELAFIELD FUND.....	INVESCO SHORT TERM INV TREASURY.....	20,814	12/31/2011.....
THE DELAFIELD FUND.....	DOVER CORPORATION.....	5,265	12/31/2011.....
THE DELAFIELD FUND.....	CELANESE CORPORATION.....	4,824	12/31/2011.....
THE DELAFIELD FUND.....	KENNAMETAL INC.....	4,771	12/31/2011.....
THE DELAFIELD FUND.....	HONEYWELL INTERNATIONAL INC.....	4,735	12/31/2011.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-) or Fair Value over Statement (+)
30.1 Bonds.....	12,195,823	14,062,073	1,866,250
30.2 Preferred Stocks.....	204,400	822,340	617,940
30.3 Totals	12,400,223	14,884,413	2,484,190

30.4 Describe the sources or methods utilized in determining the fair values:

- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?..... Yes [X] No []
- 31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?..... Yes [X] No []
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []
- 32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

- 33.1 Amount of payments to Trade associations, service organizations and statistical or rating bureaus, if any?.....\$84,675
- 33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

- 34.1 Amount of payments for legal expenses, if any?.....\$41,262
- 34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$0
- 35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

GENERAL INTERROGATORIES

(continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
1.2 If yes, indicate premium earned on U.S. business only. \$0
1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$
1.31 Reason for excluding
.....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$0
1.6 Individual policies:

Most current three years:
1.61 Total premium earned \$0
1.62 Total incurred claims \$0
1.63 Number of covered lives0
All years prior to most current three years:
1.64 Total premium earned \$0
1.65 Total incurred claims \$0
1.66 Number of covered lives0

1.7 Group policies:

Most current three years:
1.71 Total premium earned \$0
1.72 Total incurred claims \$0
1.73 Number of covered lives0
All years prior to most current three years:
1.74 Total premium earned \$0
1.75 Total incurred claims \$0
1.76 Number of covered lives0

2. Health Test:

			1		2
			Current Year		Prior Year
2.1	Premium Numerator	\$	.....0	\$	.....0
2.2	Premium Denominator	\$	.....23,515,725	\$	.....23,557,285
2.3	Premium Ratio (2.1/2.2)		.....0.000		.....0.000
2.4	Reserve Numerator	\$	.....0	\$	.....0
2.5	Reserve Denominator	\$	.....14,724,707	\$	.....16,665,463
2.6	Reserve Ratio (2.4/2.5)		.....0.000		.....0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]
3.2 If yes, state the amount of calendar year premiums written on:
3.21 Participating policies..... \$
3.22 Non-participating policies..... \$

4. For Mutual reporting entities and Reciprocal Exchanges only:
4.1 Does the reporting entity issue assessable policies?..... Yes [X] No []
4.2 Does the reporting entity issue non-assessable policies?..... Yes [X] No []
4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?.....0.7 %
4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums..... \$212,000

5. For Reciprocal Exchanges Only:
5.1 Does the exchange appoint local agents?..... Yes [] No []
5.2 If yes, is the commission paid:
5.21 Out of Attorney's-in-fact compensation..... Yes [] No [] NA [X]
5.22 As a direct expense of the exchange..... Yes [] No [] NA [X]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?
.....
5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?..... Yes [] No []
5.5 If yes, give full information
.....

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- ## 16.1

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

11.1

Has the reporting entity guaranteed policies issued by any other entity and now in force:

Yes

☐

No

☒

11.2

If yes, give full information

12.1

If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11

Unpaid losses

\$

12.12

Unpaid underwriting expenses (including loss adjustment expenses)

\$

12.2

Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?

\$

12.3

If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?

Yes

☐

No

☐

NA

☒

12.4

If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41

From

%

12.42

To

%

12.5

Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?

Yes

☐

No

☒

12.6

If yes, state the amount thereof at December 31 of the current year:

12.61

Letters of Credit

\$

12.62

Collateral and other funds

\$

13.1

Largest net aggregate amount insured in any one risk (excluding workers' compensation):

\$

200,000

13.2

Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?

Yes

☐

No

☒

13.3

State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.

1

14.1

Is the company a cedant in a multiple cedant reinsurance contract?

Yes

☐

No

☒

14.2

If yes, please describe the method of allocating and recording reinsurance among the cedants:

14.3

If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes

☐

No

☐

14.4

If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?

Yes

☐

No

☐

14.5

If the answer to 14.4 is no, please explain:

15.1

Has the reporting entity guaranteed any financed premium accounts?

Yes

☐

No

☒

15.2

If yes, give full information

16.1

Does the reporting entity write any warranty business?

Yes

☐

No

☒

If yes, disclose the following information for each of the following types of warranty coverage:

	1	2	3	4	5
	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	Direct Premium Earned
16.11 Home	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.12 Products	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.13 Automobile	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.14 Other*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
* Disclose type of coverage:					
0					

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [] No [X]

Incurring but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	\$.....
17.12	Unfunded portion of Interrogatory 17.11.....	\$.....
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$.....
17.14	Case reserves portion of Interrogatory 17.11.....	\$.....
17.15	Incurred but not reported portion of Interrogatory 17.11.....	\$.....
17.16	Unearned premium portion of Interrogatory 17.11.....	\$.....
17.17	Contingent commission portion of Interrogatory 17.11.....	\$.....

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

17.18	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	\$.....
17.19	Unfunded portion of Interrogatory 17.18.....	\$.....
17.20	Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$.....
17.21	Case reserves portion of Interrogatory 17.18.....	\$.....
17.22	Incurred but not reported portion of Interrogatory 17.18.....	\$.....
17.23	Unearned premium portion of Interrogatory 17.18.....	\$.....
17.24	Contingent commission portion of Interrogatory 17.18.....	\$.....

18.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$.....

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

18.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$.....

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.

	1 2011	2 2010	3 2009	4 2008	5 2007
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	6,431,504	6,048,944	5,894,188	5,760,650	5,804,867
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	6,731,843	6,107,030	5,627,322	5,368,944	5,330,635
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	17,523,810	16,516,095	14,397,973	13,481,694	12,977,832
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	30,687,157	28,672,069	25,919,483	24,611,288	24,113,334
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	4,605,093	5,179,486	5,095,452	5,024,150	5,058,715
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,952,972	5,545,365	5,151,079	4,941,119	4,907,117
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	11,618,953	14,313,987	12,493,434	11,824,298	11,660,328
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	21,177,018	25,038,838	22,739,965	21,789,567	21,626,160
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(6,038,408)	(2,852,720)	(1,684,880)	119,313	(836,319)
14. Net investment gain (loss) (Line 11)	933,180	1,128,907	659,332	288,188	2,149,906
15. Total other income (Line 15)	147,228	(45,042)	115,732	91,598	99,576
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	17,037	(364,366)	(300,954)	199,002	469,105
18. Net income (Line 20)	(4,975,037)	(1,227,034)	(608,862)	300,097	944,058
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	29,317,385	35,624,667	34,698,979	32,819,910	37,594,522
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	3,690,062	2,900,577	2,565,415	2,252,434	2,229,189
20.2 Deferred and not yet due (Line 15.2)	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	18,622,163	19,253,810	18,216,081	17,428,229	18,742,707
22. Losses (Page 3, Line 1)	4,842,471	4,641,079	4,853,556	5,110,755	6,272,703
23. Loss adjustment expenses (Page 3, Line 3)	1,199,751	1,152,212	1,132,721	1,042,602	1,137,047
24. Unearned premiums (Page 3, Line 9)	8,682,485	11,021,192	9,927,647	9,251,306	9,017,597
25. Capital paid up (Page 3, Lines 30 & 31)	0	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	10,695,222	16,370,857	16,482,898	15,391,681	18,851,815
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(6,249,548)	(1,427,476)	274,409	(1,006,854)	3,137,372
Risk-Based Capital Analysis					
28. Total adjusted capital	10,695,222	16,370,857	16,482,898	15,391,681	18,851,815
29. Authorized control level risk-based capital	2,507,906	2,506,783	2,292,214	1,936,516	2,062,326
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)/(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	51.2	47.3	41.0	28.5	31.0
31. Stocks (Lines 2.1 & 2.2)	36.0	41.8	34.7	26.7	27.7
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	6.3	5.2	5.3	5.8	5.0
34. Cash, cash equivalents and short-term investments (Line 5)	6.6	5.8	19.0	39.0	36.3
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	XXX	XXX	XXX
37. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	XXX	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	0	0	0	0	0
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
48. Total of above Lines 42 to 47	0	0	0	0	0
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

	1	2	3	4	5
	2011	2010	2009	2008	2007
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains (losses) (Line 24)	(639,395)	1,023,913	2,359,381	(3,580,149)	(768,776)
51. Dividends to stockholders (Line 35)	0	0	0	0	0
52. Change in surplus as regards policyholders for the year (Line 38)	(5,675,635)	(1,300,786)	1,091,217	(3,460,134)	370,508
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	4,381,036	3,492,855	3,461,046	4,452,312	2,738,229
54. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,216,081	4,041,858	3,066,794	2,566,149	2,820,432
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	18,109,889	10,985,140	10,380,503	9,896,286	6,650,518
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
57. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
58. Total (Line 35)	26,707,006	18,519,853	16,908,343	16,914,747	12,209,179
Net Losses Paid (Page 9, Part 2, Col. 4)					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	3,976,780	3,240,747	3,064,211	3,682,938	2,748,266
60. Property lines (Lines 1, 2, 9, 12, 21 & 26)	3,267,091	3,434,068	3,046,600	2,504,904	2,711,980
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	11,469,923	9,386,118	7,594,560	6,840,604	5,941,388
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
63. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
64. Total (Line 35)	18,713,794	16,060,933	13,705,371	13,028,446	11,401,634
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
66. Losses incurred (Line 2)	80.4	64.8	61.0	55.0	60.4
67. Loss expenses incurred (Line 3)	8.5	7.1	7.8	7.0	6.7
68. Other underwriting expenses incurred (Line 4)	36.7	39.1	38.8	37.4	36.8
69. Net underwriting gain (loss) (Line 8)	(25.7)	(11.0)	(7.6)	0.6	(3.9)
Other Percentages					
70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	40.1	37.8	37.2	36.5	35.7
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	89.0	72.0	68.8	62.1	67.1
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	198.0	159.1	138.0	141.6	114.7
One Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	677	(204)	58	(877)	(114)
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100.0)	4.1	(1.2)	0.4	(4.7)	(0.6)
Two Year Loss Development (000 omitted)					
75. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(154)	9	(877)	(229)	(832)
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0)	(0.9)	0.1	(4.7)	(1.2)	(5.5)

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [X] No []

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
				4	5	6	7	8	9			
Direct and Assumed	Ceded	Net (Cols. 1 - 2)	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)		
1. Prior	XXX	XXX	XXX	203	175	6	0	7	0	1	41	XXX
2. 2002	17,100	2,683	14,417	11,684	3,207	155	0	1,012	0	440	9,644	XXX
3. 2003	20,296	2,967	17,329	9,687	346	166	0	852	0	328	10,359	XXX
4. 2004	22,798	2,801	19,997	11,660	943	213	0	1,048	0	416	11,978	XXX
5. 2005	24,014	2,868	21,146	10,735	552	183	0	978	0	585	11,344	XXX
6. 2006	23,760	2,267	21,493	11,187	907	190	0	1,090	0	420	11,560	XXX
7. 2007	23,718	2,489	21,229	13,654	1,690	226	0	1,240	0	726	13,430	XXX
8. 2008	24,377	2,821	21,556	16,802	4,290	169	0	1,437	0	511	14,118	XXX
9. 2009	25,244	3,180	22,064	14,818	1,816	148	0	1,298	0	483	14,448	XXX
10. 2010	26,876	3,318	23,558	16,844	1,730	52	0	1,312	0	433	16,478	XXX
11. 2011	33,025	9,510	23,515	22,035	6,595	1	0	1,448	0	249	16,889	XXX
12. Totals	XXX	XXX	XXX	139,309	22,251	1,509	0	11,722	0	4,592	130,289	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	25	15	0	0	0	0	50	0	0	0	0	60	XXX
2.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
3.	15	0	0	0	0	0	0	0	1	0	0	16	XXX
4.	38	0	0	0	0	0	0	0	1	0	1	39	XXX
5.	0	0	0	0	0	0	0	0	0	0	4	0	XXX
6.	40	31	5	8	0	0	2	0	6	0	7	14	XXX
7.	20	0	0	0	0	0	1	0	6	0	39	27	XXX
8.	136	0	24	8	0	0	14	0	47	0	52	213	XXX
9.	1,316	805	104	119	0	0	51	0	160	0	80	707	XXX
10.	2,046	1,051	316	156	0	0	73	0	237	0	165	1,465	XXX
11.	3,293	1,369	1,639	612	0	0	102	0	448	0	492	3,501	XXX
12. Totals	6,929	3,271	2,088	903	0	0	293	0	906	0	840	6,042	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter- Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	10	50
2.	12,851	3,207	9,644	75.2	119.5	66.9	0	0		0	0
3.	10,721	346	10,375	52.8	11.7	59.9	0	0		15	1
4.	12,960	943	12,017	56.8	33.7	60.1	0	0		38	1
5.	11,896	552	11,344	49.5	19.2	53.6	0	0		0	0
6.	12,520	946	11,574	52.7	41.7	53.9	0	0		6	8
7.	15,147	1,690	13,457	63.9	67.9	63.4	0	0		20	7
8.	18,629	4,298	14,331	76.4	152.4	66.5	0	0		152	61
9.	17,895	2,740	15,155	70.9	86.2	68.7	0	0		496	211
10.	20,880	2,937	17,943	77.7	88.5	76.2	0	0		1,155	310
11.	28,966	8,576	20,390	87.7	90.2	86.7	0	0		2,951	550
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	4,843	1,199

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	One Year	Two Year
1. Prior	1,797	2,140	1,976	1,749	1,793	1,728	1,722	1,826	1,766	1,775	9	(51)
2. 2002	8,617	8,686	8,790	8,706	8,629	8,636	8,636	8,649	8,660	8,632	(28)	(17)
3. 2003	XXX	9,629	9,489	9,658	9,582	9,410	9,604	9,540	9,523	9,522	(1)	(18)
4. 2004	XXX	XXX	10,599	10,900	10,747	10,848	10,913	10,974	10,973	10,968	(5)	(6)
5. 2005	XXX	XXX	XXX	10,659	10,421	10,218	10,355	10,441	10,367	10,366	(1)	(75)
6. 2006	XXX	XXX	XXX	XXX	10,717	10,935	10,430	10,458	10,477	10,478	1	20
7. 2007	XXX	XXX	XXX	XXX	XXX	13,300	12,538	12,310	12,324	12,211	(113)	(99)
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	12,731	12,789	12,848	12,847	(1)	58
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,663	13,508	13,697	189	34
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,767	16,394	627	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	18,494	XXX	XXX
12. Totals											677	(154)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011		
1. Prior	000	876	1,386	1,513	1,647	1,693	1,687	1,687	1,681	1,715	XXX	XXX
2. 2002	6,820	8,016	8,218	8,489	8,580	8,605	8,634	8,646	8,660	8,632	XXX	XXX
3. 2003	XXX	7,229	8,402	8,835	9,336	9,372	9,394	9,525	9,508	9,507	XXX	XXX
4. 2004	XXX	XXX	7,357	9,206	10,029	10,497	10,722	10,934	10,934	10,930	XXX	XXX
5. 2005	XXX	XXX	XXX	7,862	9,526	9,817	10,339	10,434	10,371	10,366	XXX	XXX
6. 2006	XXX	XXX	XXX	XXX	7,627	9,408	9,791	10,334	10,463	10,470	XXX	XXX
7. 2007	XXX	XXX	XXX	XXX	XXX	8,962	11,352	11,787	12,252	12,190	XXX	XXX
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	9,652	11,593	12,525	12,681	XXX	XXX
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,568	12,172	13,150	XXX	XXX
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,711	15,166	XXX	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,441	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2002	2 2003	3 2004	4 2005	5 2006	6 2007	7 2008	8 2009	9 2010	10 2011
1. Prior	332	217	80	18	6	0	0	56	56	50
2. 2002	493	284	118	37	10	0	1	0	0	0
3. 2003	XXX	909	387	102	31	(22)	(1)	0	0	0
4. 2004	XXX	XXX	874	403	117	(8)	(4)	1	0	0
5. 2005	XXX	XXX	XXX	885	389	25	1	(1)	(4)	0
6. 2006	XXX	XXX	XXX	XXX	1,319	334	13	18	16	(1)
7. 2007	XXX	XXX	XXX	XXX	XXX	1,187	250	69	37	1
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	1,136	251	45	30
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	990	176	36
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	994	233
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,129

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

		1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
			2	3						
States, etc.		Active Status	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
1. Alabama	AL	N	.0	.0	.0	.0	.0	.0	.0	
2. Alaska	AK	N	.0	.0	.0	.0	.0	.0	.0	
3. Arizona	AZ	N	.0	.0	.0	.0	.0	.0	.0	
4. Arkansas	AR	N	.0	.0	.0	.0	.0	.0	.0	
5. California	CA	N	.0	.0	.0	.0	.0	.0	.0	
6. Colorado	CO	N	.0	.0	.0	.0	.0	.0	.0	
7. Connecticut	CT	N	.0	.0	.0	.0	.0	.0	.0	
8. Delaware	DE	N	.0	.0	.0	.0	.0	.0	.0	
9. Dist. of Columbia	DC	N	.0	.0	.0	.0	.0	.0	.0	
10. Florida	FL	N	.0	.0	.0	.0	.0	.0	.0	
11. Georgia	GA	N	.0	.0	.0	.0	.0	.0	.0	
12. Hawaii	HI	N	.0	.0	.0	.0	.0	.0	.0	
13. Idaho	ID	N	.0	.0	.0	.0	.0	.0	.0	
14. Illinois	IL	N	.0	.0	.0	.0	.0	.0	.0	
15. Indiana	IN	N	.0	.0	.0	.0	.0	.0	.0	
16. Iowa	IA	N	.0	.0	.0	.0	.0	.0	.0	
17. Kansas	KS	N	.0	.0	.0	.0	.0	.0	.0	
18. Kentucky	KY	N	.0	.0	.0	.0	.0	.0	.0	
19. Louisiana	LA	N	.0	.0	.0	.0	.0	.0	.0	
20. Maine	ME	N	.0	.0	.0	.0	.0	.0	.0	
21. Maryland	MD	N	.0	.0	.0	.0	.0	.0	.0	
22. Massachusetts	MA	N	.0	.0	.0	.0	.0	.0	.0	
23. Michigan	MI	N	.0	.0	.0	.0	.0	.0	.0	
24. Minnesota	MN	N	.0	.0	.0	.0	.0	.0	.0	
25. Mississippi	MS	N	.0	.0	.0	.0	.0	.0	.0	
26. Missouri	MO	N	.0	.0	.0	.0	.0	.0	.0	
27. Montana	MT	N	.0	.0	.0	.0	.0	.0	.0	
28. Nebraska	NE	N	.0	.0	.0	.0	.0	.0	.0	
29. Nevada	NV	N	.0	.0	.0	.0	.0	.0	.0	
30. New Hampshire	NH	N	.0	.0	.0	.0	.0	.0	.0	
31. New Jersey	NJ	N	.0	.0	.0	.0	.0	.0	.0	
32. New Mexico	NM	N	.0	.0	.0	.0	.0	.0	.0	
33. New York	NY	N	.0	.0	.0	.0	.0	.0	.0	
34. No. Carolina	NC	N	.0	.0	.0	.0	.0	.0	.0	
35. No. Dakota	ND	N	.0	.0	.0	.0	.0	.0	.0	
36. Ohio	OH	L	30,687,157	33,025,864	.0	26,707,006	28,459,076	9,017,554	.0	
37. Oklahoma	OK	N	.0	.0	.0	.0	.0	.0	.0	
38. Oregon	OR	N	.0	.0	.0	.0	.0	.0	.0	
39. Pennsylvania	PA	N	.0	.0	.0	.0	.0	.0	.0	
40. Rhode Island	RI	N	.0	.0	.0	.0	.0	.0	.0	
41. So. Carolina	SC	N	.0	.0	.0	.0	.0	.0	.0	
42. So. Dakota	SD	N	.0	.0	.0	.0	.0	.0	.0	
43. Tennessee	TN	N	.0	.0	.0	.0	.0	.0	.0	
44. Texas	TX	N	.0	.0	.0	.0	.0	.0	.0	
45. Utah	UT	N	.0	.0	.0	.0	.0	.0	.0	
46. Vermont	VT	N	.0	.0	.0	.0	.0	.0	.0	
47. Virginia	VA	N	.0	.0	.0	.0	.0	.0	.0	
48. Washington	WA	N	.0	.0	.0	.0	.0	.0	.0	
49. West Virginia	WV	N	.0	.0	.0	.0	.0	.0	.0	
50. Wisconsin	WI	N	.0	.0	.0	.0	.0	.0	.0	
51. Wyoming	WY	N	.0	.0	.0	.0	.0	.0	.0	
52. American Samoa	AS	N	.0	.0	.0	.0	.0	.0	.0	
53. Guam	GU	N	.0	.0	.0	.0	.0	.0	.0	
54. Puerto Rico	PR	N	.0	.0	.0	.0	.0	.0	.0	
55. U.S. Virgin Islands	VI	N	.0	.0	.0	.0	.0	.0	.0	
56. Northern Mariana Islands	MP	N	.0	.0	.0	.0	.0	.0	.0	
57. Canada	CN	N	.0	.0	.0	.0	.0	.0	.0	
58. Aggregate other alien	OT	XXX	.0	.0	.0	.0	.0	.0	.0	.0
59. Totals	(a) 1		30,687,157	33,025,864	.0	26,707,006	28,459,076	9,017,554	.0	0
DETAILS OF WRITE- INS										
5801.	XXX									
5802.	XXX									
5803.	XXX									
5898. Sum. of remaining write-ins for Line 58 from overflow page	XXX		.0	.0	.0	.0	.0	.0	.0	.0
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)	XXX		0	0	0	0	0	0	0	0

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

Explanation of basis of allocation of premiums by states, etc.

WE ONLY WRITE BUSINESS IN OHIO

(a) Insert the number of L responses except for Canada and Other Alien.

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

NONE

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