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ANNUAL STATEMENT
 For the Year Ending December 31, 2011
 OF THE CONDITION AND AFFAIRS OF THE
OHIC Insurance Company

NAIC Group Code <u>0831</u> (current period)	NAIC Company Code <u>35602</u>	Employer's ID Number <u>31-0926059</u>
Organized under the Laws of <u>Ohio</u> ,	State of Domicile or Port of Entry <u>Ohio</u>	
Country of Domicile <u>UNITED STATES OF AMERICA</u>		
Incorporated/Organized <u>02/09/1978</u>	Commenced Business <u>03/01/1978</u>	
Statutory Home Office <u>155 E BROAD STREET, 4TH FLOOR</u> (Street and Number)	COLUMBUS, OH 43215-3614 (City or Town, State and Zip Code)	
Main Administrative Office <u>185 GREENWOOD ROAD</u> (Street and Number)	<u>(707)226-0100</u> (Area Code)(Telephone Number)	
<u>NAPA, CA 94558</u> (City or Town, State and Zip Code)	<u>NAPA, CA 94558</u> (City or Town, State and Zip Code)	
Mail Address <u>PO BOX 2900</u> (Street and Number)	<u>(707)226-0100</u> (Area Code)(Telephone Number)	
Primary Location of Books and Records <u>185 GREENWOOD ROAD</u> (Street and Number)	<u>(707)226-0100</u> (Area Code)(Telephone Number)	
<u>NAPA, CA 94558</u> (City or Town, State and Zip Code)	<u>(707)226-0180</u> (Fax Number)	
Internet Website Address <u>www.thedoctors.com</u>		
Statutory Statement Contact <u>DOUGLAS CHARLES WILL</u> (Name)	<u>(707)226-0100</u> (Area Code)(Telephone Number)	
<u>statefilingOHIC@thedoctors.com</u> (E-Mail Address)	<u>(707)226-0180</u> (Fax Number)	

OFFICERS

Name	Title
RICHARD ELLIOTT ANDERSON MD	PRESIDENT, CHIEF EXECUTIVE OFFICER
THOMAS GEORGE LUFFY	TREASURER
DAVID ARMAND MCRAE	SECRETARY

OTHERS

DAVID GERARD PREIMESBERGER, CHIEF FINANCIAL OFFICER
 ROBERT DAVID FRANCIS, CHIEF OPERATING OFFICER
 THOMAS GEORGE LUFFY, VICE PRESIDENT
 DOUGLAS WILLIAM BOLTZ, ASSISTANT VICE PRESIDENT #

DARRELL BLAIR RANUM, REGIONAL VICE PRESIDENT
 DOUGLAS CHARLES WILL, VICE PRESIDENT #
 MICHAEL YACOB, SENIOR VICE PRESIDENT #

DIRECTORS OR TRUSTEES

RICHARD ELLIOTT ANDERSON MD
 DAVID GERARD PREIMESBERGER
 DAVID ARMAND MCRAE

ROBERT DAVID FRANCIS
 DENNIS BRYAN LAWTON PhD

State of California

County of NAPA 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.

<u>(Signature)</u> ROBERT DAVID FRANCIS (Printed Name) 1. CHIEF OPERATING OFFICER (Title)	<u>(Signature)</u> DAVID ARMAND MCRAE (Printed Name) 2. SECRETARY (Title)	<u>(Signature)</u> DAVID GERARD PREIMESBERGER (Printed Name) 3. CHIEF FINANCIAL OFFICER (Title)
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Subscribed and sworn to before me this _____ day of _____ 2012, by Robert David Francis, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Armand McHale, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Gerard Preimesberger, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

a. Is this an original filing?

Yes[X] No[]

b. If no: 1. State the amendment number 0
 2. Date filed
 3. Number of pages attached 0

(Notary Public Signature)

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols.1-2)	4 Net Admitted Assets
1. Bonds (Schedule D)	100,679,591		100,679,591	180,857,949
2. Stocks (Schedule D)				
2.1 Preferred stocks				
2.2 Common Stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....3,195,997 Schedule E Part 1), cash equivalents (\$.....0 Schedule E Part 2) and short-term investments (\$.....1,147,083 Schedule DA)	4,343,080		4,343,080	8,323,674
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities	465,864		465,864	
10. Securities Lending Reinvested Collateral Assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	105,488,535		105,488,535	189,181,623
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	1,045,320		1,045,320	2,083,945
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	395,656		395,656	94,232
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums)	415,068		415,068	1,046,045
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	1,186,658		1,186,658	5,227,132
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	2,851,375	1,105,213	1,746,162	1,865,860
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$.....0)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				57,529
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	289,033		289,033	1,265,158
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	111,671,645	1,105,213	110,566,432	200,821,525
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	111,671,645	1,105,213	110,566,432	200,821,525
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Miscellaneous Assets	289,033		289,033	1,265,158
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	289,033		289,033	1,265,158

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	21,795,340	31,490,521
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	6,271,867	5,474,711
4.	Commissions payable, contingent commissions and other similar charges		
5.	Other expenses (excluding taxes, licenses and fees)	452,735	2,915,747
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	83,901	231,870
7.1	Current federal and foreign income taxes (including \$.....1,615,711 on realized capital gains (losses))	649,647	10,211,920
7.2	Net deferred tax liability		
8.	Borrowed money \$.....0 and interest thereon \$.....0		
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act)	1,101,978	1,250,703
10.	Advance premiums		
11.	Dividends declared and unpaid:		
11.1	Stockholders		9,600,000
11.2	Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	1,767,801	5,416,260
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	33,355,205	29,914,564
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance (Schedule F, Part 7)	17,221	1,124,062
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	285,047	421,961
20.	Derivatives		
21.	Payable for securities		
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes \$.....0 and interest thereon \$.....0		
25.	Aggregate write-ins for liabilities	5,539	
26.	TOTAL Liabilities excluding protected cell liabilities (Lines 1 through 25)	65,786,281	98,052,318
27.	Protected cell liabilities		
28.	TOTAL Liabilities (Lines 26 and 27)	65,786,281	98,052,318
29.	Aggregate write-ins for special surplus funds		
30.	Common capital stock	3,591,990	3,591,990
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds		
33.	Surplus notes		
34.	Gross paid in and contributed surplus	32,734,144	58,000,000
35.	Unassigned funds (surplus)	8,454,017	41,177,217
36.	Less treasury stock, at cost:		
36.1	.....0 shares common (value included in Line 30 \$.....0)		
36.2	.....0 shares preferred (value included in Line 31 \$.....0)		
37.	Surplus as regards policyholders (Lines 29 to 35, minus 36) (Page 4, Line 39)	44,780,151	102,769,207
38.	TOTALS (Page 2, Line 28, Column 3)	110,566,432	200,821,525
DETAILS OF WRITE-INS			
2501.	Misc. Liability	5,539	
2502.			
2503.			
2598.	Summary of remaining write-ins for Line 25 from overflow page		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	5,539	
2901.			
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page		
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page		
3299.	TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

		1 Current Year	2 Prior Year
UNDERWRITING INCOME			
1. Premiums earned (Part 1, Line 35, Column 4)	756,573	(3,720,880)	
DEDUCTIONS			
2. Losses incurred (Part 2, Line 35, Column 7)	(8,193,629)	(43,234,212)	
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	4,913,372	5,111,006	
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	4,222,548	1,734,400	
5. Aggregate write-ins for underwriting deductions			
6. TOTAL Underwriting Deductions (Lines 2 through 5)	942,291	(36,388,806)	
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(185,718)	32,667,926	
INVESTMENT INCOME			
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	6,250,142	7,706,271	
10. Net realized capital gains (losses) less capital gains tax of \$.....1,615,711 (Exhibit of Capital Gains (Losses))	3,000,607	1,666,337	
11. Net investment gain or (loss) (Lines 9 + 10)	9,250,749	9,372,608	
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)			
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	(1,615,451)	(1,567,743)	
15. TOTAL Other Income (Lines 12 through 14)	(1,615,451)	(1,567,743)	
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	7,449,580	40,472,791	
17. Dividends to policyholders			319
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)	7,449,580	40,472,473	
19. Federal and foreign income taxes incurred	(948,477)	9,712,355	
20. Net income (Line 18 minus Line 19) (to Line 22)	8,398,057	30,760,118	
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	102,769,207	80,380,422	
22. Net income (from Line 20)	8,398,057	30,760,118	
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0			
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(2,595,568)	(4,434,093)	
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets Line 28, Column 3)	5,101,613	3,558,559	
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	1,106,841	2,104,201	
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in	(25,265,856)		
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders	(44,734,144)	(9,600,000)	
36. Change in treasury stock (Page 3, Line 36.1 and 36.2, Column 2 minus Column 1)			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(57,989,056)	22,388,785	
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	44,780,151	102,769,207	
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. Interest on FWA	(1,615,707)	(1,567,743)	
1402. Misc Income	256		
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(1,615,451)	(1,567,743)	
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Lines 37 above)			

CASH FLOW

		1 Current Year	2 Prior Year
Cash from Operations			
1.	Premiums collected net of reinsurance	(2,711,058)	1,508,199
2.	Net investment income	8,245,090	8,527,503
3.	Miscellaneous income	(1,615,451)	(1,567,743)
4.	Total (Lines 1 through 3)	3,918,582	8,467,959
5.	Benefit and loss related payments	(6,429,823)	(3,882,126)
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	10,949,745	10,683,911
8.	Dividends paid to policyholders		319
9.	Federal and foreign income taxes paid (recovered) net of \$.....1,615,711 tax on capital gains (losses)	10,229,505	(2,664,576)
10.	Total (Lines 5 through 9)	14,749,427	4,137,528
11.	Net cash from operations (Line 4 minus Line 10)	(10,830,845)	4,330,432
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds	157,660,383	86,209,832
12.2	Stocks		25,000
12.3	Mortgage loans		
12.4	Real estate		
12.5	Other invested assets		
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7	Miscellaneous proceeds		1,143,341
12.8	Total investment proceeds (Lines 12.1 to 12.7)	157,660,383	87,378,173
13.	Cost of investments acquired (long-term only):		
13.1	Bonds	73,822,030	67,593,171
13.2	Stocks		
13.3	Mortgage loans		
13.4	Real estate		
13.5	Other invested assets		
13.6	Miscellaneous applications	465,864	
13.7	Total investments acquired (Lines 13.1 to 13.6)	74,287,894	67,593,171
14.	Net increase (decrease) in contract loans and premium notes		
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	83,372,489	19,785,002
Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes		
16.2	Capital and paid in surplus, less treasury stock	(25,265,856)	0
16.3	Borrowed funds		
16.4	Net deposits on deposit-type contracts and other insurance liabilities		
16.5	Dividends to stockholders	54,334,144	18,700,000
16.6	Other cash provided (applied)	3,077,762	698,451
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(76,522,238)	(18,001,549)
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)	(3,980,594)	6,113,885
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year	8,323,674	2,209,789
19.2	End of year (Line 18 plus Line 19.1)	4,343,080	8,323,674

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

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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 Column 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Column 5, Part 1A	4 Premiums Earned During Year (Columns 1 + 2 - 3)
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability - occurrence	33,191	91,885	85,757	39,319
11.2 Medical professional liability - claims-made	574,657	1,158,818	1,016,221	717,254
12. Earthquake				
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence				
17.2 Other liability - claims-made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability - claims-made				
19.1 19.2 Private passenger auto liability				
19.3 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance-Nonproportional Assumed Property				
32. Reinsurance-Nonproportional Assumed Liability				
33. Reinsurance-Nonproportional Assumed Financial Lines				
34. Aggregate write-ins for other lines of business				
35. TOTALS	607,848	1,250,703	1,101,978	756,573
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)				

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 Columns 1 + 2 + 3 + 4
1. Fire
2. Allied lines
3. Farmowners multiple peril
4. Homeowners multiple peril
5. Commercial multiple peril
6. Mortgage guaranty
8. Ocean marine
9. Inland marine
10. Financial guaranty
11.1 Medical professional liability - occurrence	85,757	.....	.....	.....	85,757
11.2 Medical professional liability - claims-made	1,016,221	.....	.....	.....	1,016,221
12. Earthquake
13. Group accident and health
14. Credit accident and health (group and individual)
15. Other accident and health
16. Workers' compensation
17.1 Other liability - occurrence
17.2 Other liability - claims-made
17.3 Excess Workers' Compensation
18.1 Products liability - occurrence
18.2 Products liability - claims-made
19.1 19.2 Private passenger auto liability
19.3 19.4 Commercial auto liability
21. Auto physical damage
22. Aircraft (all perils)
23. Fidelity
24. Surety
26. Burglary and theft
27. Boiler and machinery
28. Credit
29. International
30. Warranty
31. Reinsurance-Nonproportional Assumed Property
32. Reinsurance-Nonproportional Assumed Liability
33. Reinsurance-Nonproportional Assumed Financial Lines
34. Aggregate write-ins for other lines of business
35. TOTALS	1,101,978	.....	.....	.....	1,101,978
36. Accrued retrospective premiums based on experience
37. Earned but unbilled premiums
38. Balance (Line 35 through Line 37)	1,101,978
DETAILS OF WRITE-INS					
3401.
3402.
3403.
3498. Summary of remaining write-ins for Line 34 from overflow page
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Columns 1+2+3-4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine						
10. Financial guaranty						
11.1 Medical professional liability - occurrence	528,425			395,332	99,902	33,191
11.2 Medical professional liability - claims-made	5,464,482			4,419,123	470,702	574,657
12. Earthquake						
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence						
17.2 Other liability - claims-made						
17.3 Excess Workers' Compensation						
18.1 Products liability - occurrence						
18.2 Products liability - claims-made						
19.1 19.2 Private passenger auto liability						
19.3 19.4 Commercial auto liability						
21. Auto physical damage						
22. Aircraft (all perils)						
23. Fidelity						
24. Surety						
26. Burglary and theft						
27. Boiler and machinery						
28. Credit						
29. International						
30. Warranty						
31. Reinsurance-Nonproportional Assumed Property	XXX					
32. Reinsurance-Nonproportional Assumed Liability	XXX					
33. Reinsurance-Nonproportional Assumed Financial Lines	XXX					
34. Aggregate write-ins for other lines of business						
35. TOTALS	5,992,907			4,814,455	570,604	607,848
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes[] No[X]

If yes, (1) The amount of such installment premiums \$.....0.

(2) Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....0

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, Column 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Columns 4 + 5 - 6)	8 Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 + 2 - 3)				
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine								
10. Financial guaranty								
11.1 Medical professional liability - occurrence	1,379,679		102,000	1,277,679	17,970,845	13,591,330	5,657,195	14,387.97
11.2 Medical professional liability - claims-made	2,848,000		2,624,128	223,872	3,674,495	17,749,190	(13,850,823)	(1,931.09)
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence								
17.2 Other liability - claims-made					150,000	150,000		
17.3 Excess Workers' Compensation								
18.1 Products liability - occurrence								
18.2 Products liability - claims made								
19.1 19.2 Private passenger auto liability								
19.3 19.4 Commercial auto liability								
21. Auto physical damage								
22. Aircraft (all perils)								
23. Fidelity								
24. Surety								
26. Burglary and theft								
27. Boiler and machinery								
28. Credit								
29. International								
30. Warranty								
31. Reinsurance-Nonproportional Assumed Property	XXX							
32. Reinsurance-Nonproportional Assumed Liability	XXX							
33. Reinsurance-Nonproportional Assumed Financial Lines	XXX							
34. Aggregate write-ins for other lines of business								
35. TOTALS	4,227,679		2,726,128	1,501,551	21,795,340	31,490,520	(8,193,629)	(1,082.99)
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)								

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8	9	
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excluding Incurred But Not Reported (Columns 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded			
1. Fire										
2. Allied Lines										
3. Farmowners multiple peril										
4. Homeowners multiple peril										
5. Commercial multiple peril										
6. Mortgage guaranty										
8. Ocean marine										
9. Inland marine										
10. Financial guaranty										
11.1 Medical professional liability - occurrence	29,969,611			17,312,751	12,656,860	7,299,963		1,985,978	17,970,845	5,505,490
11.2 Medical professional liability - claims-made		7,449,228		4,597,691	2,851,537	8,246,858		7,423,900	3,674,495	759,772
12. Earthquake										
13. Group accident & health									(a)	
14. Credit accident & health (group & individual)										
15. Other accident & health									(a)	
16. Workers' compensation										
17.1 Other liability - occurrence										
17.2 Other liability - claims-made		150,000			150,000				150,000	6,606
17.3 Excess Workers' Compensation										
18.1 Products liability - occurrence										
18.2 Products liability - claims-made										
19.1 19.2 Private passenger auto liability										
19.3 19.4 Commercial auto liability										
21. Auto physical damage										
22. Aircraft (all perils)										
23. Fidelity										
24. Surety										
26. Burglary and theft										
27. Boiler and machinery										
28. Credit										
29. International										
30. Warranty										
31. Reinsurance-Nonproportional Assumed Property	X X X				X X X					
32. Reinsurance-Nonproportional Assumed Liability	X X X				X X X					
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X				X X X					
34. Aggregate write-ins for other lines of business										
35. TOTALS	37,568,839		21,910,442	15,658,397	15,546,821			9,409,878	21,795,340	6,271,867
DETAILS OF WRITE-INS										
3401.										
3402.										
3403.										
3498. Summary of remaining write-ins for Line 34 from overflow page										
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)										

(a) Including \$.....0 for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	6,081,236			6,081,236
1.2 Reinsurance assumed				
1.3 Reinsurance ceded	1,628,647			1,628,647
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	4,452,589			4,452,589
2. Commission and brokerage:				
2.1 Direct, excluding contingent		484,510		484,510
2.2 Reinsurance assumed, excluding contingent				
2.3 Reinsurance ceded, excluding contingent		724,814		724,814
2.4 Contingent - direct				
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		(240,304)		(240,304)
3. Allowances to manager and agents				
4. Advertising		36,791		36,791
5. Boards, bureaus and associations	1,231	4,872	311	6,414
6. Surveys and underwriting reports	348	1,377	88	1,812
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	171,673	679,360	43,363	894,397
8.2 Payroll taxes				
9. Employee relations and welfare	227,538	3,526,179	57,475	3,811,192
10. Insurance	969	3,836	245	5,050
11. Directors' fees				
12. Travel and travel items	13,121	51,924	3,314	68,359
13. Rent and rent items	12,393	49,043	3,130	64,566
14. Equipment	10,419	41,231	2,632	54,281
15. Cost or depreciation of EDP equipment and software	6,448	25,515	1,629	33,591
16. Printing and stationery	4,168	16,492	1,053	21,713
17. Postage, telephone and telegraph, exchange and express	5,209	20,612	1,316	27,136
18. Legal and auditing	7,882	21,163	1,351	30,396
19. TOTALS (Lines 3 to 18)	461,398	4,478,396	115,906	5,055,700
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0		(35,987)		(35,987)
20.2 Insurance department licenses and fees		55,327		55,327
20.3 Gross guaranty association assessments				
20.4 All other (excluding federal and foreign income and real estate)	415	2,442	105	2,962
20.5 TOTAL taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	415	21,782	105	22,302
21. Real estate expenses				
22. Real estate taxes	258	1,019	65	1,342
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	(1,288)	(38,344)	283,009	243,377
25. TOTAL expenses incurred	4,913,372	4,222,548	399,085	(a) 9,535,005
26. Less unpaid expenses - current year	6,271,867	536,635		6,808,503
27. Add unpaid expenses - prior year	5,474,711	3,147,617		8,622,328
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	4,116,215	6,833,530	399,085	11,348,830

DETAILS OF WRITE-INS

2401. Miscellaneous Exp	(8,196)	(65,681)		(73,876)
2402. Consulting Fees	6,908	27,337	1,745	35,989
2403. Investments			281,264	281,264
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	(1,288)	(38,344)	283,009	243,377

(a) Includes management fees of \$.....6,561,478 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a)	351,066	304,312
1.1 Bonds exempt from U.S. tax	(a)	3,599,624	2,925,621
1.2 Other bonds (unaffiliated)	(a)	3,737,798	3,419,930
1.3 Bonds of affiliates	(a)		
2.1 Preferred stocks (unaffiliated)	(b)		
2.11 Preferred stocks of affiliates	(b)		
2.2 Common stocks (unaffiliated)			
2.21 Common stocks of affiliates			
3. Mortgage loans	(c)		
4. Real estate	(d)		
5. Contract loans			
6. Cash, cash equivalents and short-term investments	(e)	(1,670)	(1,670)
7. Derivative instruments	(f)		
8. Other invested assets			
9. Aggregate write-ins for investment income		1,034	1,034
10. Total gross investment income		7,687,852	6,649,227
11. Investment expenses			(g) 399,085
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)
15. Aggregate write-ins for deductions from investment income			
16. Total deductions (Lines 11 through 15)			399,085
17. Net Investment income (Line 10 minus Line 16)			6,250,142
DETAILS OF WRITE-INS			
0901. Other Investment Income			1,034
0902.			
0903.			
0998. Summary of remaining write-ins for Line 9 from overflow page			
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)		1,034	1,034
1501.			
1502.			
1503.			
1598. Summary of remaining write-ins for Line 15 from overflow page			
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15, above)			

(a) Includes \$.....30,449 accrual of discount less \$.....986,772 amortization of premium and less \$.....215,238 paid for accrued interest on purchases.
 (b) Includes \$.....0 accrual of discount less \$.....0 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 \$.....0 paid for accrued interest on purchases.
 (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
 (e) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
 (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
 (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
 (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	742,940		742,940		
1.1 Bonds exempt from U.S. tax	1,969,980		1,969,980		
1.2 Other bonds (unaffiliated)	1,903,398		1,903,398		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	4,616,318		4,616,318		

DETAILS OF WRITE-INS

0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)					

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)
2. Stocks (Schedule D):			
2.1 Preferred stocks
2.2 Common stocks
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens
3.2 Other than first liens
4. Real estate (Schedule A):			
4.1 Properties occupied by the company
4.2 Properties held for the production of income
4.3 Properties held for sale
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)
6. Contract loans
7. Derivatives (Schedule DB)
8. Other invested assets (Schedule BA)
9. Receivables for securities
10. Securities lending reinvested collateral assets (Schedule DL)
11. Aggregate write-ins for invested assets
12. Subtotals, cash and invested assets (Lines 1 to 11)
13. Title plants (for Title insurers only)
14. Invested income due and accrued
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due
15.3 Accrued retrospective premiums
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers
16.2 Funds held by or deposited with reinsured companies
16.3 Other amounts receivable under reinsurance contracts
17. Amounts receivable relating to uninsured plans
18.1 Current federal and foreign income tax recoverable and interest thereon
18.2 Net deferred tax asset	1,105,213	3,581,083	2,475,870
19. Guaranty funds receivable or on deposit
20. Electronic data processing equipment and software
21. Furniture and equipment, including health care delivery assets
22. Net adjustment in assets and liabilities due to foreign exchange rates
23. Receivables from parent, subsidiaries and affiliates
24. Health care and other amounts receivable
25. Aggregate write-ins for other than invested assets	2,625,743	2,625,743
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,105,213	6,206,826	5,101,613
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts
28. Total (Lines 26 and 27)	1,105,213	6,206,826	5,101,613
DETAILS OF WRITE-INS			
1101.
1102.
1103.
1198. Summary of remaining write-ins for Line 11 from overflow page
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)
2501. Prepaid Expense	2,625,743	2,625,743
2502.
2503.
2598. Summary of remaining write-ins for Line 25 from overflow page
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	2,625,743	2,625,743

Notes to Financial Statements

1. Summary of Significant Accounting Policies

Accounting Practices

A. The accompanying financial statements of OHIC Insurance Company (OHIC or The Company) have been prepared on the basis of 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* (NAIC SAP) subject to any deviations prescribed or permitted by the Ohio Insurance Department. OHIC has no prescribed or permitted practices exceptions.

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with NAIC SAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and expenses during the period.

The Company has no toxic waste cleanup, asbestos-related or other environmental remediation exposures.

C. Accounting Policies

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. 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 in 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. Net realized capital gains (losses) are recognized on a first in first out basis when sold, redeemed or otherwise disposed. Realized capital losses include write-downs for impairments considered to be other than temporary.

Real estate investments are classified in the balance sheet as properties occupied by the company, properties held for the production of income and properties held for sale. Properties occupied by the company and properties held for the production of income 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. This value would also be net of any encumbrance. The fair values of properties held for the production of income and 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 of properties occupied by the company will be measured only if circumstances indicate that the financial condition of the Company is in question.

In addition, OHIC adheres to the following accounting policies:

1. Short-term investments are stated at amortized value using the scientific interest method. 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. 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, other than investments in stocks of subsidiaries and affiliates, are stated at fair value.
4. Investment grade redeemable preferred stocks are stated at amortized value. 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. First lien mortgage loans on real estate are stated at their estimated fair value.
6. Investment grade loan-backed and structured securities are generally stated at amortized value. The retrospective adjustment method is used to determine amortized value for all loan-backed securities. Non-investment grade loan-backed securities with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. Loan-backed securities, within the scope of SSAP 43R, with a recognized other-than-temporary impairment are identified in Note 5D.
7. Investments in subsidiary and affiliated companies:
None

Notes to Financial Statements

8. Investments in joint ventures, most partnerships and limited liability companies are stated at the underlying audited GAAP equity value.
9. The Company does not hold investments in derivative instruments as defined by SSAP No. 31.
10. The Company does not anticipate investment income as a factor in premium deficiency calculations.
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 is continually reviewed and any adjustments are reflected in the period determined.
12. 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 leasehold improvements. As of January 1, 2009, the capitalization threshold for all fixed assets other than computers was increased to \$10,000. As of January 1, 2011, the capitalization threshold for all fixed assets including computers was set to \$10,000.
13. The Company has no pharmaceutical rebate receivables.

2. Accounting Changes and Correction of Errors

- A. Accounting Changes and Correction of Errors

None

3. Business Combinations and Goodwill

- A. Statutory Purchase Method

None

- B. Statutory Mergers

None

- C. Impairment Loss

None

4. Discontinued Operations

- A. None

5. Investments

- A. Mortgage Loans

None

- B. Troubled Debt Restructuring for Creditors

None

- C. Reverse Mortgages

None

- D. Loan-backed Securities

1. Prepayment assumptions for loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.

2. The Company has no securities within the scope of SSAP No. 43R with a recognized other-than-temporary impairment

3. Security with a recognized other-than-temporary impairment, currently held by the reporting entity, as the present value of cash flows expected to be collected is less than the amortized cost basis of the securities

None

Notes to Financial Statements

4) The Company has the following securities with fair value less than amortized cost for which an other-than-temporary impairment has not been recognized in earnings as realized loss.

a. The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ 39,819
2. 12 Months or Longer	\$ 29,806

b. The aggregate related fair value of securities with unrealized losses:

3. Less than 12 Months	\$4,812,110
4. 12 Months or Longer	\$ 196,673

5. All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether other-than-temporary impairments should be recognized. The Company asserts that it has the intent and ability to hold these securities long enough to all the cost basis of the securities to be recovered. These conclusions are supported by a detailed analysis of the underlying credit and cash flows of each security. Unrealized losses are primarily attributed to credit spread widening and increased liquidity discounts. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities if future events, information and the passage of time causes it to conclude that declines in value are other-than-temporary.

E. Repurchase Agreements and or Securities Lending Transactions

None

F. Real Estate:

None

G. Low Income Housing Tax Credits (LIHTC)

None

6. Joint Ventures, Partnerships and Limited Liability Corporations

A. Detail for those greater than 10% of Admitted Assets

None

B. Writedowns for Impairments

None

7. Investment Income

A. Accrued Investment Income

The Company non-admits investment income due and accrued if amounts are over 90 days past due, (180 days for mortgage loans or amounts on mortgage loans in default).

B. Amounts Nonadmitted

None

8. Derivative Instruments

None

9. Income Taxes

A. The components of the Deferred Tax Asset (DTA) and the Deferred Tax Liability (DTL) at December 31, 2011 and December 31, 2010 are as follows

Description	December 31, 2011			December 31, 2010		
	Ordinary	Capital	Total	Ordinary	Capital	Total
Total Gross Deferred Tax Assets	\$2,886,164	\$ -	\$2,886,164	\$ 5,527,737	\$ -	\$ 5,527,737
Statutory Valuation Allowance	-	-	-	-	-	-
Adjusted Gross Deferred Tax Assets	\$2,886,164	\$ -	\$2,886,164	\$ 5,527,737	\$ -	\$ 5,527,737
Total Gross Deferred Tax Liabilities	(34,789)	-	(34,789)	(80,794)	-	(80,794)
Net Deferred Tax Asset	\$2,851,375	\$ -	\$2,851,375	\$ 5,446,943	\$ -	\$ 5,446,943
Non-Admitted Deferred Tax Asset	(1,105,213)	-	(1,105,213)	(3,581,083)	-	\$(3,581,083)
Net Admitted Deferred Tax Asset	\$1,746,162	\$ -	\$1,746,162	\$ 1,865,860	\$ -	\$ 1,865,860
Net Change during year in total DTAs nonadmitted				\$2,475,870		\$(3,811,240)

Notes to Financial Statements

The Company has not elected to admit additional DTAs pursuant to SSAP 10R, paragraph 10(e). The current period election does not differ from the prior reporting period.

The amount of each result or component of the calculation by tax character, of paragraphs 10.a, 10.b.i., 10.b.ii., 10.c.

Description	December 31, 2011			December 31, 2010		
	Ordinary	Capital	Total	Ordinary	Capital	Total
Can be recovered through loss carrybacks (10.a.)	1,746,162	-	1,746,162	1,865,860	-	1,865,860
Lesser of:						
Expected to be recognized within one year (10.b.i.)	-	-	-	-	-	-
Ten percent of adjusted capital and surplus (10.b.ii.)	10,090,335	-	10,090,335	7,789,171	-	7,789,171
Adjusted gross DTAs offset against existing DTLs (10.c.)	34,789	-	34,789	80,794	-	80,794
Risk-based capital level used in paragraph 10.d.						
Total adjusted capital			44,780,151			102,769,207
Authorized control level			3,744,550			3,720,182

The following amounts resulting from the calculation in paragraphs 10.a., 10.b., and 10.c.

	December 31, 2011			December 31, 2010		
	Ordinary	Capital	Total	Ordinary	Capital	Total
Admitted Deferred Tax Assets	1,746,162	-	1,746,162	1,865,860	-	1,865,860
Admitted Assets						200,821,525
Adjusted Statutory Surplus*						100,903,347
Total Adjusted Capital from DTAs			1,746,162			1,865,860
Increases due to SSAP No. 10R, Paragraph 10e						-
Admitted Deferred Tax Assets	-	-	-	-	-	-
Admitted Assets	-	-	-	-	-	-
Statutory Surplus	-	-	-	-	-	-

*As reported on the statutory balance sheet for the most recently filed statement with the domiciliary state commissioner adjusted in accordance with SSAP No. 10R, paragraph 10bii.

The Company had no tax planning strategy that affected their net admitted DTAs for 2011.

B. Deferred tax liabilities have all been recognized.

C. Current Tax and Change in Deferred Tax

The provisions for income taxes incurred on earnings are as follows:

	2011	2010	Change
Federal	(948,477)	9,712,355	(10,660,832)
Foreign	-	-	-
Realized Capital Gains Tax	1,615,711	871,139	744,572
Federal and foreign income taxes incurred	667,234	10,583,494	(9,916,260)

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

Deferred Tax Assets	Dec. 31, 2011	Dec 31, 2010	Change	Character
Discounting of unpaid losses and LAE	756,641	1,120,931	(364,290)	Ordinary
Unearned Premium Reserve	77,139	87,549	(10,410)	Ordinary
Net Operating Loss	1,934,213	3,376,245	(1,442,032)	Capital
Other	118,171	943,012	(824,841)	Ordinary
Gross Deferred Tax Assets	2,886,164	5,527,737	(2,641,573)	
Non-Admitted Deferred Tax Assets	1,105,213	3,581,083	(2,475,870)	
Admitted Deferred Tax Assets	1,780,951	1,946,654	(165,703)	
Deferred Tax Liabilities				
Unrealized Gain				Capital
Advanced Premium Addback	34,789	80,794	(46,005)	Ordinary
Bond Discount Accretion				Ordinary
Other				Ordinary
Gross Deferred Tax Liabilities	34,789	80,794	(46,005)	
Net Admitted Deferred Tax Asset	1,746,162	1,865,860	(119,698)	

Notes to Financial Statements

The change in Net Deferred Income Taxes is comprised of the following:

	Dec.31, 2011	Dec. 31, 2010	Change
Total Gross Deferred Tax Assets	2,886,164	5,527,737	(2,641,573)
Total Gross Deferred Tax Liabilities	34,789	80,794	(46,005)
Net Deferred Tax Asset	2,851,375	5,446,943	(2,595,568)
Deferred Tax on Change in Unrealized Capital Gains			-
Change in Net Deferred Income Tax			(2,595,568)

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The significant items that cause the difference between statutory federal income tax rate of 35% and the Company's effective income tax rate are as follows:

	Dec. 31, 2011	Effective Tax Rate
Provision Computed at Statutory Rate	3,172,852	35%
Increase/(Decrease) in taxes resulting from		
Tax-exempt Interest	(870,372)	-10%
Loss and LAE Reserves	(364,290)	-4%
Accrued Market Discount	46,024	1%
Unearned Premium Reserves	(10,411)	-%
Net Operating Loss	(1,442,032)	-16%
Other	135,463	1%
Total Current Provision	667,234	7%

E. At December 31, 2011, the Company had

Net operating loss carryforward	\$ 5,526,324
Capital loss carryforward	-
AMT credit carryforward of	-

The following is income tax expense for 2011 and 2010 that is available for recoupment in the event of future net losses.

Year	Amount
2011	\$ 649,647
2010	\$ 10,229,506

F. The Company's Federal Income Tax Return is consolidated with The Doctors Company (TDC) and its other subsidiaries. See Schedule Y for a complete list of the entities with which the Federal Tax Return is consolidated for the current year. The method of allocation between the companies is subject to a written agreement approved by the Board of Directors. Tax payments are made to, or refunds received from TDC in amounts which would result from filing separate tax returns with federal taxing authorities.

10. Information Concerning Parent, Subsidiaries and Affiliates

A. Name of Relationships

All shares of the Company are owned by TDC, which is wholly owned by its policyholders. TDC holds 100% ownership either directly or indirectly, except where indicated differently, of all subsidiaries and affiliates listed on Schedule Y included in this statement.

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

None

C. Change in Terms of Intercompany Arrangements

None

D. Amounts Due to or from Related Parties:

	(Due To)	Due From
SCPIE	930	-
TDC	19,237	-
TDCIS	404	-
TDMC	264,476	-
Total Due (To/From)	285,047	-

Notes to Financial Statements

E. Guarantees or Contingencies for Related Parties

None

F. Management or Service Contracts, Cost Sharing Arrangements

The Doctors' Management Company (TDMC) supervises the handling of payment of operating expenses, all underwriting functions and management of claims for The Exchange and all of its subsidiaries except for Professional Underwriters Liability Insurance Company, whose operations are managed by PULIC Insurance Services, Inc.

G. Nature of Relationships that Could Affect Operations

None

H. Amount Deducted for Investment in Upstream Company

None

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

None

J. Writedowns for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies

None

K. Foreign Insurance Subsidiaries

None

L. Downstream Non-Insurance Company Holding Company

None

11. Debt

A. Capital Notes

None

B. All Other Debt

None

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

The Company sponsored a non-contributory defined benefit pension plan covering substantially all employees. As of December 31, 2006, the Company curtailed the pension plan. The monthly benefits are based on the pension plan formula, recognizing the employees' compensation and years of service through December 31, 2006. There is no increase in pension plan benefit after December 31, 2006, although employees will continue to earn vesting service while employed with the Company. The Plan curtailment had no effect on participants who terminated or retired prior to December 31, 2006. On December 18, 2009, the Plan was terminated by the Company. An application was submitted with the IRS on June 23, 2010, for an advance determination with respect to the Plan termination in accordance with Section 401(a) of the Code of 1986.

On September 1, 2011, the Company received a favorable determination letter from the IRS. On November 28, 2011, the plan was liquidated in accordance with the termination plan. The plan liquidation required a \$3,747,081 contribution from the Company.

A summary of assets, obligations and assumptions of the pension plan is as follows at December 31, 2011 and 2010:

	2011	2010
(1) Change in benefit obligation		
a. Benefit obligation at beginning of year	\$ 10,869,471	\$ 10,253,860
b. Service cost	40,611	113,735
c. Interest cost	558,451	563,818
d. Contribution by plan participants	0	0
e. Actuarial (gain)/loss	1,165,609	699,803
f. Foreign currency exchange rate changes	0	0
g. Benefits paid	(435,043)	(761,745)
h. Plan amendments	0	0

Notes to Financial Statements

i. Business combinations, divestitures, curtailments, settlements and special termination benefits	(12,199,099)	0
j. Benefit obligation at end of year	\$0	\$10,869,471
 (2) Change in plan assets		
a. Fair value of plan assets at beginning of year	\$ 8,586,093	\$ 8,289,640
b. Actual return on plan assets	183,387	976,796
c. Foreign currency exchange rate changes	0	0
d. Employer contributions	3,864,662	81,402
e. Plan participants' contributions	0	0
f. Benefits paid	(435,043)	(761,745)
g. Business combinations, divestitures and settlements	(12,199,099)	0
j. Fair value of plan assets at end of year	\$0	\$8,586,093
 (3) Funded Status		
a. Unrecognized prior service cost	\$ 0	\$ 0
b. Unrecognized net actuarial (gain)/ loss	0	2,625,743
c. Remaining net obligation or net asset at initial date of application	0	(2,283,378)
d. Accrued)/ prepaid pension cost	0	342,365
j. Intangible asset	\$0	\$2,625,743
 (4) Benefit obligation for non-vested employees	\$ 0	\$ 0
 (5) Components of net periodic benefit cost		
a. Service cost	40,611	113,735
b. Interest cost	558,451	563,818
c. Expected return on plan assets	(673,130)	(633,689)
d. Amortization of unrecognized transition obligation of transition asset	0	0
e. Amortization of net gains and losses	129,347	103,815
f. Net periodic pension cost	4,207,027	147,679
g. Amount of gain or loss recognized due to a settlement or curtailment	4,151,748	0
h. Total net periodic benefit cost	4,207,027	147,679
 (6) Other balance sheet information		
Non-admitted asset	\$0	\$2,625,743
 (7) Assumptions:		
a. Discount rate	5.25%	5.25%
b. Long-term rate of return on plan assets	8.00%	8.00%
c. Rate of compensation increase	N/A	N/A

The accumulated benefit obligation and projected benefit obligation as of December 31, 2011, and December 31, 2010 are equal to the benefit obligation shown above.

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

A. Outstanding Shares

The Company has 12,100 shares authorized, 3,991 shares issued and outstanding. All shares are Class A shares and are owned by TDC.

B. Dividend Rate of Preferred Stock

Not applicable

C. Dividend Restrictions

Without the prior approval of the Ohio Department of Insurance, dividends to stockholders are limited to the greater of 10% or surplus or prior year net income.

D. Dividends Paid and Declared

On December 16, 2010 the Company declared an extraordinary dividend of \$9,600,000 payable to its parent, TDC, on February 1, 2011. On August 29, 2011 the Company declared an extraordinary dividend of \$70,000,000 payable on October 7, 2011.

E. Available as Ordinary Dividends

Within the limitations of (C.) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

Notes to Financial Statements

- F. Additional dividend restrictions
 - None
- G. Surplus Advances
 - None
- H. Company Stock Held for Special Purposes
 - None
- I. Changes in Special Surplus Funds
 - None
- J. Changes in Unassigned Funds
 - None
- K. Surplus Notes
 - None
- L. & M. Quasi Reorganization
 - Not applicable

14. Contingencies

- A. Contingent Commitments
 - None
- B. Guaranty Fund and Other Assessments
 - The Company is not aware of any material guaranty fund assessments.
- C. Gain Contingencies
 - None
- D. Claims Related to ECO and Bad Faith Lawsuits
 - The Company paid the following amounts in the reporting period to settle claims related to extra contractual obligations stemming from lawsuits.

ECO claims paid during the reporting period	\$0

Number of claims where amounts were paid to settle claims related extra contractual obligations resulting from lawsuits during the reporting period.

(a) 0-25 Claims	(b) 26-50 Claims	(c) 51-100 Claims	(d) 101-500 Claims	(e) More than 500 claims

Claim count is disclosed

(f)	per claim	[X]
(g)	per claimant	[]

- E. All 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.

15. Leases

- None

Notes to Financial Statements

16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

A. Financial Instruments with Off-Balance Sheet Risk

None

B. Financial Instruments with Concentration of Credit Risk

The Company maintains all cash at a single large national financial institution which exceeds Federal Deposit Insurance limits.

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

A. Transfers of Receivables Reported as Sales

None

B. Transfers and Servicing of Financial Assets

None

C. Wash Sales

None

18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans

A. Administrative Services Only (ASO) Plans

None

B. Administrative Services Contract (ASC) Plans

None

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

None

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

None

20. Fair Value Measurement

A. Assets Measured at Fair Value Measurements

None

B. Assets Measured at Fair Value Using Significant Unobservable Inputs (Level 3)

None

C. Inputs and Techniques Used for Fair Value

Level 1 – Quoted prices in active markets for identical assets and liabilities: This category for items measured at fair value on a recurring basis includes exchange-traded stocks. The fair value of these stocks is based on quoted prices in active markets.

Level 2 – Significant observable inputs: The Company did not have any assets or liabilities measured at fair value on a recurring basis included in this category.

Level 3 – Significant unobservable inputs: The Company did not have any assets or liabilities measured at fair value on a recurring basis included in this category.

D. The Company's policy is to recognize transfers in and out of level 3 as of the end of the reporting period.

21. Other Items

A. Extraordinary Items

None

Notes to Financial Statements

B. Troubled Debt Restructuring for Debtors

Not applicable

C. Other Disclosures

Assets with a fair value of \$3,435,343 and \$2,342,140 at December 31, 2011 and 2010, respectively, were on deposit with government authorities or trustees as required by law.

D. Uncollectible Premiums Receivable

At December 31, 2011 and 2010, The Company had admitted assets of \$395,656 and \$94,232 respectively in premiums receivable due from policyholders, agents and ceding insurers. The Company routinely assesses the collectibility of these receivables. Based on the Company's experience, any uncollectible premiums receivable as of December 31, 2011 are not expected to exceed the nonadmitted amounts totaling \$0 and, therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to The Company's financial condition.

E. Business Interruption Insurance Recoveries

None

F. State Transfer Tax Credits

None

G. Subprime Mortgage-Related Risk Exposure

(1) The Company relied on its investment advisors and third party pricing services to determine exposures to subprime mortgage loans. To determine subprime exposures the advisors review included but was not limited to:

Low percentage of non-owner occupied properties (<6%)

FICO scores (< 650)

High weighted average coupon relative to other mortgage-backed securities of similar loan age and issue date

High percentage of full documentation loans (>75%)

High weighted average margin for ARM loans (>5%)

High percentage of ARM loans are 2/28 or 3/27 hybrid loans

High percentage of loans with prepayment penalties (>50%)

Issuer is one of several known subprime lenders

Prospectus supplement indicates that underwriting standards are not "traditional"

(2) Direct Exposure through investments in subprime mortgage loans

None

(3) Direct Exposure through other investments

The Company owns fixed income securities in several multi-national financial institutions and others which may have sub-prime exposure.

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage

Not applicable

22. Events Subsequent

None

Notes to Financial Statements

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The Company has unsecured reinsurance recoverable from the following company which is greater than 3% of surplus.

NAIC Code	Federal ID #	Name of Reinsurer	Amount
34495	95-3014772	The Doctors Company, An Inter-Insurance Exchange	\$10,170,000
39136	06-132503	Finial Reins Co	4,717,000
10227	13-492412	Munich Reins Amer Inc	8,175,000
34231	14-1584861	Medical Liab Mutual Ins Co	7,538,000

B. Reinsurance Recoverable in Dispute

The Company does not have any reinsurance recoverables 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 following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2011.

	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
a. Affiliates	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. All other	-	-	-	-	-	-
c. Totals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
d. Direct Unearned Premium Reserve:	\$1,101,978					

2. None

D. Uncollectible Reinsurance

None

E. Commutation of Ceded Reinsurance

In 2011, the Company did not commute any reinsurance.

F. Retroactive Reinsurance

Not applicable

G. Reinsurance Accounted for as a deposit

Not applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Immaterial

25. Change in Incurred Losses and Loss Adjustment Expenses

Incurred losses and loss adjustment expenses attributable to insured events of prior years has decreased by \$3,746,965 from \$737,795,251 in 2010 to \$734,048,286 in 2011 as a result of reestimation of unpaid losses and loss adjustment expenses on medical malpractice lines of insurance. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

None

27. Structured Settlements

The Company has no structured settlements where it is contingently liable.

28. Health Care Receivables

None

Notes to Financial Statements

29. Participating Policies

None

30. Premium Deficiency Reserves

Liability carried for premium deficiency reserves	\$ 0
Date of the most recent evaluation of this liability	12/31/2011
Was anticipated investment income utilized in the calculation	No

31. High Deductibles

None

32. Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses

The Company does not discount reserves.

33. Asbestos / Environmental Reserves

None

34. Subscriber Savings Accounts

None

35. Multiple Peril Crop Insurance

None

36. Financial Guarantee Insurance

None

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 [X] No []

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 [X] No [] N/A []
Ohio

1.3 State Regulating? Yes [X] No []

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]

2.2 If yes, date of change: 12/31/2011

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2008

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. 12/31/2009

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). 12/04/2009

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 [] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []

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: Yes [] No [X]

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: Yes [] No [X]

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 [] No [X]

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. Yes [] No [X]

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

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: 0.000%

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 0.000%

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) Yes [] No [X]

1 Nationality	2 Type of Entity
.....

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. Yes [] No [X]

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 location (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. Yes [] No [X]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
..... <input type="checkbox"/> Yes [] <input checked="" type="checkbox"/> No [X] <input type="checkbox"/> Yes [] <input checked="" type="checkbox"/> No [X] <input type="checkbox"/> Yes [] <input checked="" type="checkbox"/> No [X] <input type="checkbox"/> Yes [] <input checked="" type="checkbox"/> No [X] <input type="checkbox"/> Yes [] <input checked="" type="checkbox"/> No [X]

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit? Ernst & Young, 725 South Figueroa Street, Los Angeles, CA 90017

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 response to 10.1 is "yes," provide information related to this exemption: Yes [] No [X]

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 response to 10.3 is "yes," provide information related to this exemption: Yes [] No [X]

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []

10.6 If the answer to 10.5 is "NO" or "N/A" please explain: Insurance and Actuarial Advisory Services, James C. Votta, FCAS, MAAA, Ernst & Young US LLP, 5 Times Square, New York, NY 10036 - Consultant

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? 15

GENERAL INTERROGATORIES (Continued)

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X] \$ 0

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? Yes [] No [] N/A [X]

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No [] N/A [X]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No [] N/A [X]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [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). Yes [] No [X]

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s). Yes [] No [X]

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? Yes [] No [X]

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
15.2001

BOARD OF DIRECTORS

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? Yes [X] No []

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []

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 []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans): \$ 0

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): \$ 0

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? Yes [] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year: \$ 0

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? Yes [] No [X]

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? Yes [] No [X]

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

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) Yes [X] No []

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 [] N/A [X]

GENERAL INTERROGATORIES (Continued)

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[X] No[]

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

25.21 Subject to repurchase agreements	\$	0
25.22 Subject to reverse repurchase agreements	\$	0
25.23 Subject to dollar repurchase agreements	\$	0
25.24 Subject to reverse dollar repurchase agreements	\$	0
25.25 Pledged as collateral	\$	0
25.26 Placed under option agreements	\$	0
25.27 Letter stock or securities restricted as to sale	\$	0
25.28 On deposit with state or other regulatory body	\$	0
25.29 Other	\$	3,183,124

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[X] N/A[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.

\$ 0

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 I, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[X] No[]

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
Union Bank	350 California Street, Flr 6, San Francisco, CA 94104

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[] No[X]

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

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address
104518	Deutsche Investment Management Americas Inc	345 Park Avenue, New York, NY 10154

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[] No[X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....

29.2999 Total

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

GENERAL INTERROGATORIES (Continued)

1	2	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund		

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 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	101,826,674	109,455,204	7,628,530
30.2 Preferred stocks			
30.3 Totals	101,826,674	109,455,204	7,628,530

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

We used market quotations supplied to us by Interactive Data Corp and our Investment Consultants.

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[] N/A[]
 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:

OTHER

33.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 0
 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? \$ 0
 34.2 List the name of the firm and the amount paid if any such payments 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 department of government, if any? \$ 0
 35.2 List the name of 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 department 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?	\$..... 0
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.	\$..... 0
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 lives	..... 0
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 lives	..... 0
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 lives	..... 0
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 lives	..... 0

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator .....	.....	.....
2.2 Premium Denominator	756,573	(3,720,880)
2.3 Premium Ratio (2.1 / 2.2) .....	.....	.....
2.4 Reserve Numerator .....	.....	.....
2.5 Reserve Denominator	29,169,186	38,215,935
2.6 Reserve Ratio (2.4 / 2.5) .....	.....	.....

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	\$..... 0
3.22 Non-participating policies	\$..... 0
4. For Mutual Reporting Entities and Reciprocal Exchange only:	
4.1 Does the reporting entity issue assessable policies?	Yes[] No[] N/A[X]
4.2 Does the reporting entity issue non-assessable policies?	Yes[] No[] N/A[X]
4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?	0%
4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	\$..... 0
5. For Reciprocal Exchanges Only:	
5.1 Does the exchange appoint local agents?	Yes[] No[] N/A[X]
5.2 If yes, is the commission paid:	
5.21 Out of Attorney's-in-fact compensation	Yes[] No[] N/A[X]
5.22 As a direct expense of the exchange	Yes[] No[] N/A[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[] N/A[X]
5.5 If yes, give full information:	
6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:	
The company no longer writes workers compensation coverage.	
6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:	
The company does not write property insurance.	
6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss:	
The company does not write property insurance.	
6.4 Does the reporting entity carry catastrophic reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?	
6.5 If no, describe arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss	Yes[X] No[]
7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	
7.2 If yes, indicate the number of reinsurance contracts containing such provisions.	Yes[] No[X] 0
7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes[] No[] N/A[X]
8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	Yes[] No[X]
8.2 If yes, give full information.	
9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:	
(a) A contract term longer than two years and the contract is noncancelable by the reporting entity during the contract term;	

GENERAL INTERROGATORIES (Continued)

(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;

(c) Aggregate stop loss reinsurance coverage;

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity.

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income.

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principal objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:

(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principals ("SAP") and as a deposit under generally accepted accounting principals ("GAAP"); or

(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:

(a) The entity does not utilize reinsurance; or

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?

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

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 \$ 0

12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$ 0

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?

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

12.41 From 0.000%

12.42 To 0.000%

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 a 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?

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

12.61 Letters of Credit \$ 0

12.62 Collateral and other funds \$ 0

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?

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. 5

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes[X] No[]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants
Earned Premium

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[X] No[] N/A[]

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[] N/A[X]

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[X]

15.2 If yes, give full information:

16.1 Does the reporting entity write any warranty business? Yes[] No[X]

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

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home
16.12 Products
16.13 Automobile
16.14 Other *

* Disclose type of coverage:

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]

Incurred 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 \$ 0

GENERAL INTERROGATORIES (Continued)

17.12 Unfunded portion of Interrogatory 17.11	\$.....	0
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$.....	0
17.14 Case reserves portion of Interrogatory 17.11	\$.....	0
17.15 Incurred but not reported portion of Interrogatory 17.11	\$.....	0
17.16 Unearned premium portion of Interrogatory 17.11	\$.....	0
17.17 Contingent commission portion of Interrogatory 17.11	\$.....	0

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	\$.....	0
17.19 Unfunded portion of Interrogatory 17.18	\$.....	0
17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$.....	0
17.21 Case reserves portion of Interrogatory 17.18	\$.....	0
17.22 Incurred but not reported portion of Interrogatory 17.18	\$.....	0
17.23 Unearned premium portion of Interrogatory 17.18	\$.....	0
17.24 Contingent commission portion of Interrogatory 17.18	\$.....	0

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:

\$..... 0

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:

\$..... 0

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, Columns 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)	5,992,907	7,636,806	8,925,331	9,608,136	23,901,864
2. Property Lines (Lines 1, 2, 9, 12, 21, & 26)					
3. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)					
4. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)					
5. Nonproportional Reinsurance Lines (Lines 31, 32, & 33)					
6. TOTAL (Line 35)	5,992,907	7,636,806	8,925,331	9,608,136	23,901,864
Net Premiums Written (Page 8, Part 1B, Column 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)	607,848	(3,819,219)	7,309,724	(1,397,637)	(4,728,316)
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26)					
9. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)					
10. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)					
11. Non-proportional Reinsurance Lines (Lines 31, 32 & 33)					
12. TOTAL (Line 35)	607,848	(3,819,219)	7,309,724	(1,397,637)	(4,728,316)
Statement of Income (Page 4)					
13. Net underwriting gain or (loss) (Line 8)	(185,718)	32,667,926	(3,811,068)	16,560,200	(30,604,209)
14. Net investment gain or (loss) (Line 11)	9,250,749	9,372,608	8,736,466	7,364,782	13,413,476
15. TOTAL other income (Line 15)	(1,615,451)	(1,567,743)	(1,442,056)	(1,248,088)	(431,153)
16. Dividends to policyholders (Line 17)		319			
17. Federal and foreign income taxes incurred (Line 19)	(948,477)	9,712,355	(2,791,709)	1,152,541	(8,147,095)
18. Net income (Line 20)	8,398,057	30,760,118	6,275,050	21,524,353	(9,474,791)
Balance Sheet Lines (Pages 2 and 3)					
19. TOTAL admitted assets excluding protected cell business (Page 2, Line 26, Column 3)	110,566,432	200,821,525	223,626,371	235,029,232	247,475,232
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1)	395,656	94,232	259,448	536,608	4,115,156
20.2 Deferred and not yet due (Line 15.2)	415,068	1,046,045	791,787	949,790	2,066,662
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	65,786,281	98,052,318	143,245,948	142,628,001	170,247,781
22. Losses (Page 3, Line 1)	21,795,340	31,490,521	77,813,943	85,065,828	104,942,398
23. Loss adjustment expenses (Page 3, Line 3)	6,271,867	5,474,711	9,931,575	13,465,571	28,717,540
24. Unearned premiums (Page 3, Line 9)	1,101,978	1,250,703	1,349,042	1,610,381	6,849,681
25. Capital paid up (Page 3, Lines 30 & 31)	3,591,990	3,591,990	3,591,990	3,591,990	3,591,990
26. Surplus as regards policyholders (Page 3, Line 37)	44,780,151	102,769,207	80,380,423	92,401,232	77,227,451
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(10,830,845)	4,330,432	(14,461,992)	8,080,463	(33,258,070)
Risk-Based Capital Analysis					
28. TOTAL adjusted capital	44,780,151	102,769,207	80,380,423	92,401,232	77,227,451
29. Authorized control level risk-based capital	3,744,550	3,720,182	7,950,935	11,805,422	17,535,427
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3)					
(Item divided by Page 2, Line 12, Column 3) x 100.0					
30. Bonds (Line 1)	95.4	95.6	98.3	92.4	92.4
31. Stocks (Lines 2.1 & 2.2)			0.0	0.1	1.1
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	4.1	4.4	1.1	6.9	4.7
35. Contract loans (Line 6)					
36. Derivatives (Line 7)			XXX	XXX	XXX
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)	0.4				
39. Securities lending reinvested collateral assets (Line 10)			XXX	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)			0.6	0.5	1.8
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, (Schedule D, Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 1)					
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. TOTAL of above Lines 42 to 47					
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0)					

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2011	2 2010	3 2009	4 2008	5 2007
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains or (Losses) (Line 24)			122,600	234,236	(3,678,719)
51. Dividends to stockholders (Line 35)	(44,734,144)	(9,600,000)	(18,700,000)	(4,600,000)	(5,000,000)
52. Change in surplus as regards policyholders for the year (Line 38)	(57,989,056)	22,388,785	(12,020,810)	15,173,781	(22,051,821)
Gross Losses Paid (Page 9, Part 2, Columns 1 and 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)	4,227,679	9,871,182	26,418,105	29,519,193	67,324,722
54. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)					
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)					
57. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
58. TOTAL (Line 35)	4,227,679	9,871,182	26,418,105	29,519,193	67,324,722
Net Losses Paid (Page 9, Part 2, Column 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)	1,501,551	3,089,210	12,106,081	12,090,756	32,640,229
60. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)					
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30, & 34)					
63. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
64. TOTAL (Line 35)	1,501,551	3,089,210	12,106,081	12,090,756	32,640,229
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)	(1,083.0)	1,161.9	64.1	(202.7)	365.9
67. Loss expenses incurred (Line 3)	649.4	(137.4)	63.8	(155.1)	677.1
68. Other underwriting expenses incurred (Line 4)	558.1	(46.6)	22.4	26.7	120.1
69. Net underwriting gain (loss) (Line 8)	(24.5)	(878.0)	(50.3)	431.1	(1,063.1)
Other Percentages					
70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	960.4	(86.5)	42.9	(162.8)	(82.3)
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	(433.6)	1,024.6	128.0	(357.8)	1,043.0
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	1.4	(3.7)	9.1	(1.5)	(6.1)
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, Column 11)	(4,214)	(39,183)	6,561	(11,115)	22,373
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, Column 1 x 100.0)	(4.1)	(48.7)	7.1	(14.4)	22.5
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, Column 12)	(43,473)	(31,845)	(1,285)	12,009	13,288
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, Column 2 x 100.0)	(54.1)	(34.5)	(1.7)	12.1	17.9

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[] No[] N/A[X]

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 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)		
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX	340	102	1,032	201	1,494			2,563	XXX	
2. 2002	127,610	67,697	59,913	77,199	39,408	34,824	16,093	3,599			60,121	XXX	
3. 2003	143,674	85,822	57,852	46,241	37,207	23,181	12,015	2,096			22,296	XXX	
4. 2004	115,377	67,095	48,282	43,111	38,036	15,106	8,409	1,810			13,582	XXX	
5. 2005	54,969	21,769	33,200	10,993	10,921	5,381	2,874	3,468			6,047	XXX	
6. 2006	45,619	10,178	35,441	7,053	902	2,861	7	3,913			12,918	XXX	
7. 2007	34,075	31,197	2,878	5,023	4,525	2,518	2,467	2,587			3,136	XXX	
8. 2008	14,811	10,968	3,843	1,124	1,014	812	786	741			877	XXX	
9. 2009	9,187	1,616	7,571	6,991	6,924	575	533	53			162	XXX	
10. 2010	8,141	11,847	(3,706)	155	149	220	205				21	XXX	
11. 2011	6,355	5,599	756	31	1	176	155				51	XXX	
12. Totals	XXX	XXX	XXX	198,261	139,189	86,686	43,745	19,761			121,774	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										
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded							
1. Prior	9,632	5,156	3,432	840	1,731	227	1,444	360	404				10,060	XXX			
2. 2002	9,976	8,078	1,403	1,050	377	281	585	450	328				2,810	XXX			
3. 2003	8,617	4,075	1,728		376	41	732		341				7,678	XXX			
4. 2004	5,272	1,500	633		265	208	245		517				5,224	XXX			
5. 2005	626		335		128		141		17				1,247	XXX			
6. 2006			2										2	XXX			
7. 2007	80	72	1,097	986	64	57	427	384	4				173	XXX			
8. 2008	385	347	155	140	41	37	43	39	(47)				14	XXX			
9. 2009	257	231	227	407	170	154	79	83	(67)				(209)	XXX			
10. 2010	1,160	1,044	3,692	3,345	191	172	1,503	1,362	28				651	XXX			
11. 2011	1,564	1,408	2,843	2,642	351	315	337	309	(4)				417	XXX			
12. Totals	37,569	21,911	15,547	9,410	3,694	1,492	5,536	2,987	1,521				28,067	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 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid	
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX				XXX	7,068	2,992
2. 2002	128,291	65,360	62,931	100.5	96.5	105.0					2,251	559
3. 2003	83,312	53,338	29,974	58.0	62.1	51.8					6,270	1,408
4. 2004	66,959	48,153	18,806	58.0	71.8	39.0					4,405	819
5. 2005	21,089	13,795	7,294	38.4	63.4	22.0					961	286
6. 2006	13,829	909	12,920	30.3	8.9	36.5					2	
7. 2007	11,800	8,491	3,309	34.6	27.2	115.0					119	54
8. 2008	3,254	2,363	891	22.0	21.5	23.2					53	(39)
9. 2009	8,285	8,332	(47)	90.2	515.6	(0.6)					(154)	(55)
10. 2010	6,949	6,277	672	85.4	53.0	(18.1)					463	188
11. 2011	5,298	4,830	468	83.4	86.3	61.9					357	60
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX				XXX	21,795	6,272

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 2002	2 2003	3 2004	4 2005	5 2006	6 2007	7 2008	8 2009	9 2010	10 2011	11 One Year	12 Two Year
1. Prior	105,865	133,439	141,212	140,627	142,318	162,077	154,842	160,235	148,079	153,861	5,782	(6,374)
2. 2002	50,100	52,631	56,302	67,666	67,839	65,460	63,929	62,947	58,127	59,004	877	(3,943)
3. 2003	XXX	50,904	46,362	32,690	28,276	34,362	33,926	25,888	23,915	27,537	3,622	1,649
4. 2004	XXX	XXX	29,067	26,471	22,372	27,501	28,688	28,046	17,304	16,479	(825)	(11,567)
5. 2005	XXX	XXX	XXX	15,220	11,902	6,561	7,387	8,662	3,678	3,809	131	(4,853)
6. 2006	XXX	XXX	XXX	XXX	19,699	18,814	15,643	18,060	10,860	9,007	(1,853)	(9,053)
7. 2007	XXX	XXX	XXX	XXX	XXX	(580)	(1,335)	9,072	12,121	718	(11,403)	(8,354)
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	3,369	100	520	197	(323)	97
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,042	265	(33)	(298)	(1,075)
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	568	644	76	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	472	XXX	XXX
12. TOTALS											(4,214)	(43,473)

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 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2002	2 2003	3 2004	4 2005	5 2006	6 2007	7 2008	8 2009	9 2010	10 2011		
1. Prior	000	46,797	83,549	103,769	116,416	125,544	130,777	135,267	143,136	144,205	XXX	XXX
2. 2002	1,517	9,551	25,361	39,931	46,251	50,429	52,594	55,969	56,310	56,522	XXX	XXX
3. 2003	XXX	1,243	8,718	(5,988)	4,496	10,014	11,726	18,239	18,680	20,200	XXX	XXX
4. 2004	XXX	XXX	XXX	1,171	(28,165)	(13,622)	4,285	10,068	10,771	11,551	11,772	XXX
5. 2005	XXX	XXX	XXX	XXX	(12,330)	(5,978)	(1,375)	(545)	1,099	2,370	2,579	XXX
6. 2006	XXX	XXX	XXX	XXX	XXX	386	3,212	6,747	8,397	8,650	9,005	XXX
7. 2007	XXX	XXX	XXX	XXX	XXX	XXX	56	369	770	845	549	XXX
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	(20)	(156)	136	XXX
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8	86	109	XXX
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21	XXX	XXX
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	51	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	(15,254)	(17,947)	(3,591)	2,328	5,468	18,071	12,275	10,345	.....	3,676
2. 2002	27,781	7,403	3,773	3,011	3,315	5,149	6,776	4,004	.....	488
3. 2003	XXX	25,452	8,444	9,931	4,204	10,517	10,138	3,481	.....	2,460
4. 2004	XXX	XXX	13,258	24,475	9,491	9,465	12,357	10,491	1,721	878
5. 2005	XXX	XXX	XXX	20,175	5,722	(310)	2,774	4,734	262	476
6. 2006	XXX	XXX	XXX	XXX	12,576	4,710	2,966	5,916	5	2
7. 2007	XXX	XXX	XXX	XXX	XXX	(1,367)	(2,666)	7,604	10,337	154
8. 2008	XXX	XXX	XXX	XXX	XXX	XXX	3,138	(167)	435	19
9. 2009	XXX	XXX	XXX	XXX	XXX	XXX	XXX	818	151	(184)
10. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	337	488
11. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	229

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN ALLOCATED BY STATES AND TERRITORIES

States, Etc.	Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		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 Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama (AL)	N								
2. Alaska (AK)	L								
3. Arizona (AZ)	L								
4. Arkansas (AR)	L								
5. California (CA)	N								
6. Colorado (CO)	L								
7. Connecticut (CT)	N								
8. Delaware (DE)	N								
9. District of Columbia (DC)	N								
10. Florida (FL)	N								
11. Georgia (GA)	L								
12. Hawaii (HI)	N								
13. Idaho (ID)	L								
14. Illinois (IL)	L								
15. Indiana (IN)	L				75,001				
16. Iowa (IA)	L								
17. Kansas (KS)	L								
18. Kentucky (KY)	L				75,000				
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	L								
22. Massachusetts (MA)	N								
23. Michigan (MI)	L								
24. Minnesota (MN)	L								
25. Mississippi (MS)	N								
26. Missouri (MO)	L								
27. Montana (MT)	L								
28. Nebraska (NE)	L								
29. Nevada (NV)	L								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	E								
32. New Mexico (NM)	L								
33. New York (NY)	L								
34. North Carolina (NC)	N								
35. North Dakota (ND)	L								
36. Ohio (OH)	L	5,992,907	6,355,873		3,014,345	(13,732,794)		25,389,969	
37. Oklahoma (OK)	L								
38. Oregon (OR)	L								
39. Pennsylvania (PA)	L						2,551	752,551	
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	L								
43. Tennessee (TN)	L								
44. Texas (TX)	L								
45. Utah (UT)	L								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	L							150,000	
49. West Virginia (WV)	L				30,000	(1,974,039)			
50. Wisconsin (WI)	L				1,033,333	1,017,580		1,609,247	
51. Wyoming (WY)	L					125,129		275,129	
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CN)	N								
58. Aggregate other alien (OT)	X X X								
59. TOTALS	(a) 33	5,992,907	6,355,873		4,227,679	(3,576,599)	53,115,660		

DETAILS OF WRITE-INS

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

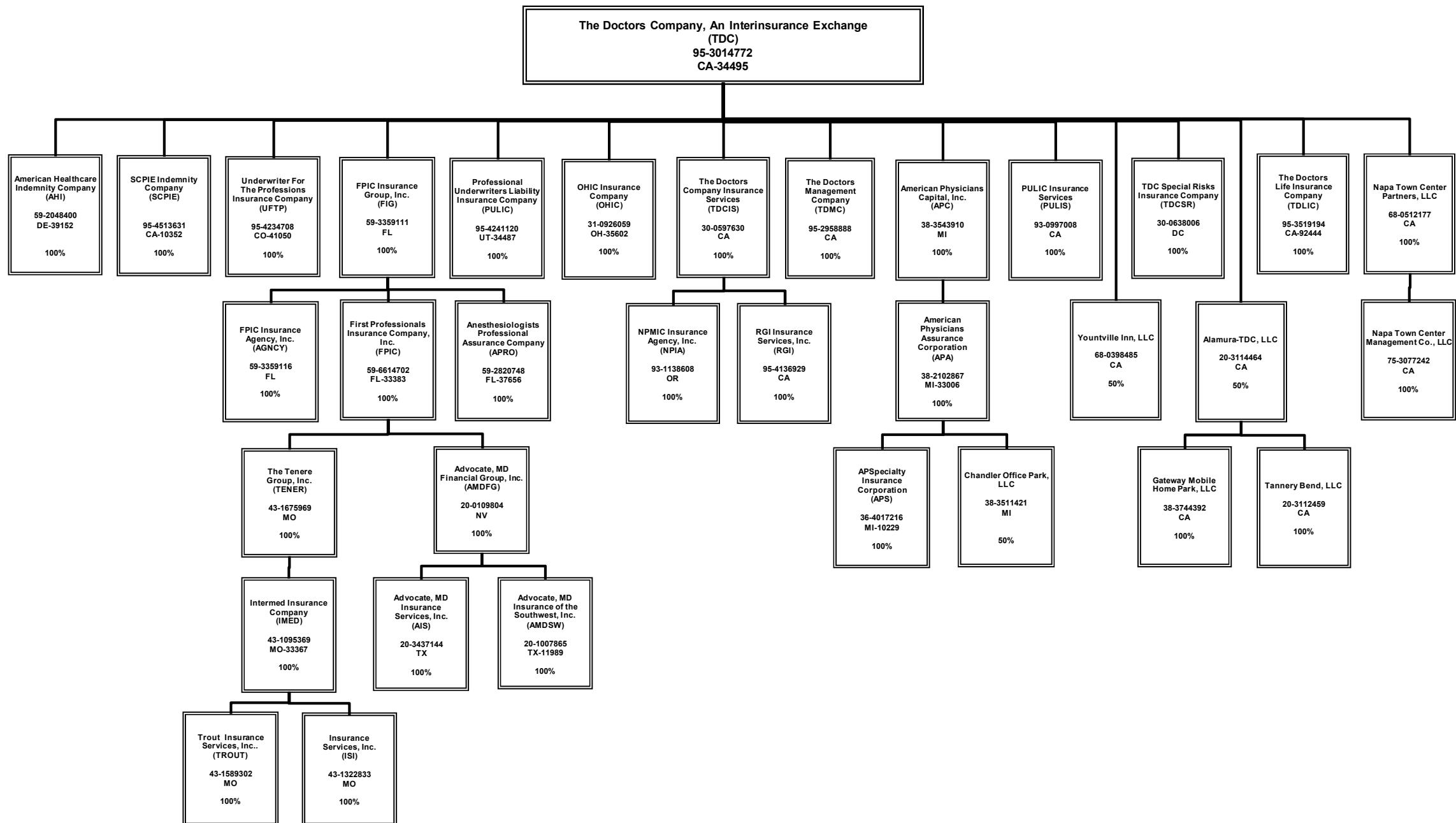
(a) Insert the number of L responses except for Canada and Other Alien.

Explanation of basis of allocation of premiums by states, etc.: Premiums are allocated where premium risks are located

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



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