



ANNUAL STATEMENT

For the Year Ended December 31, 2011
of the Condition and Affairs of the

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO

NAIC Group Code.....0468, 0468 (Current Period) (Prior Period)	NAIC Company Code..... 91413	Employer's ID Number..... 43-1162657
Organized under the Laws of OHIO	State of Domicile or Port of Entry OHIO	Country of Domicile US
Incorporated/Organized..... May 14, 1979	Commenced Business..... June 17, 1980	
Statutory Home Office	366 E. Broad St. C/O Andrew J. Federico..... Columbus OH 43215 (Street and Number) (City or Town, State and Zip Code)	
Main Administrative Office	570 Carillon Parkway..... St Petersburg FL 33716-1202 (Street and Number) (City or Town, State and Zip Code)	727-299-1800 (Area Code) (Telephone Number)
Mail Address	P.O. Box 5068..... Clearwater FL 33758-5068 (Street and Number or P. O. Box) (City or Town, State and Zip Code)	
Primary Location of Books and Records	570 Carillon Parkway..... St Petersburg FL 33716-1202 (Street and Number) (City or Town, State and Zip Code)	727-299-1800 (Area Code) (Telephone Number)
Internet Web Site Address	www.aegonins.com	
Statutory Statement Contact	Brenda Kay Kraemer (Name) brenda.kraemer@transamerica.com (E-Mail Address)	319-355-8549 (Area Code) (Telephone Number) (Extension) 319-355-2210 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. Brenda Kay Clancy	President & Chairman of the Board	2. William Harold Geiger	Secretary, Group Vice President, Compliance & Corporate Counsel
3. Eric John Martin	Senior Vice President & Corporate Controller	4.	

OTHER

DIRECTORS OR TRUSTEES

Arthur Carl Schneider	Brenda Kay Clancy	Darryl Douglas Button	Charles Theodore Boswell
John Roger Hunter			

State of..... Iowa
County of..... Linn

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.

(Signature) Brenda Kay Clancy	(Signature) William Harold Geiger	(Signature) Eric John Martin
1. (Printed Name) President & Chairman of the Board	2. (Printed Name) Secretary, Group Vice President, Compliance & Corporate Counsel	3. (Printed Name) Senior Vice President & Corporate Controller
(Title)	(Title)	(Title)

Subscribed and sworn to before me	a. Is this an original filing?	Yes [X] No []
This 22nd day of February 2012	b. If no	1. State the amendment number
		2. Date filed
		3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	888,551,379	0	888,551,379	941,187,367
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	0	0	0	0
2.2 Common stocks.....	30,478,959	0	30,478,959	33,238,372
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	49,646,002	0	49,646,002	12,415,877
3.2 Other than first liens.....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	36,015,472	0	36,015,472	37,040,603
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Cash (\$.....224,521, Sch. E-Part 1), cash equivalents (\$.....100,033,978, Sch. E-Part 2) and short-term investments (\$.....70,095,287, Sch. DA).....	170,353,786	0	170,353,786	242,138,501
6. Contract loans (including \$.....0 premium notes).....	406,036,886	0	406,036,886	391,510,692
7. Derivatives (Schedule DB).....	0	0	0	0
8. Other invested assets (Schedule BA).....	3,473,154	0	3,473,154	4,120,176
9. Receivables for securities.....	5,215,625	0	5,215,625	0
10. Securities lending reinvested collateral assets (Schedule DL).....	89,624,489	0	89,624,489	193,926,194
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	1,679,395,752	0	1,679,395,752	1,855,577,782
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	11,823,347	0	11,823,347	12,119,911
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in course of collection.....	9,406	673	8,733	44,017
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	3,052,392	0	3,052,392	3,199,446
15.3 Accrued retrospective premiums.....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	1,851,415	0	1,851,415	4,354,127
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0	815,545
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	1,338,972	0	1,338,972	0
18.2 Net deferred tax asset.....	212,439,094	87,896,029	124,543,065	121,704,130
19. Guaranty funds receivable or on deposit.....	794,659	0	794,659	767,843
20. Electronic data processing equipment and software.....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	2,066,803	0	2,066,803	12,833,668
24. Health care (\$.....0) and other amounts receivable.....	30,061,088	30,061,088	0	0
25. Aggregate write-ins for other than invested assets.....	80,430,985	246,269	80,184,716	84,804,638
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	2,023,263,913	118,204,059	1,905,059,854	2,096,221,107
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	6,518,083,509	0	6,518,083,509	7,401,665,232
28. TOTALS (Lines 26 and 27).....	8,541,347,422	118,204,059	8,423,143,363	9,497,886,339

DETAILS OF WRITE-INS

1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Company owned life insurance.....	73,446,355	0	73,446,355	71,166,860
2502. Accounts receivable.....	5,324,287	86,775	5,237,512	11,958,026
2503. Estimated premium tax offset on the provision for future GFA.....	809,492	0	809,492	655,418
2598. Summary of remaining write-ins for Line 25 from overflow page.....	850,851	159,494	691,357	1,024,334
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	80,430,985	246,269	80,184,716	84,804,638

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Year	Prior Year
1.	Aggregate reserve for life contracts \$.....1,746,801,158 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$....469,237,226 Modco Reserve).....	1,746,801,158	1,661,176,269
2.	Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1) (including \$.....0 Modco Reserve).....	517,916	559,849
3.	Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	13,018,245	15,179,471
4.	Contract claims:		
4.1	Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	29,313,984	18,576,674
4.2	Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	0	0
5.	Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....	0	0
6.	Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1	Dividends apportioned for payment (including \$.....0 Modco).....	0	0
6.2	Dividends not yet apportioned (including \$.....0 Modco).....	0	0
6.3	Coupons and similar benefits (including \$.....0 Modco).....	0	0
7.	Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8.	Premiums and annuity considerations for life and accident and health contracts received in advance less \$....39,385 discount; including \$.....0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	39,385	54,522
9.	Contract liabilities not included elsewhere:		
9.1	Surrender values on canceled contracts.....	0	0
9.2	Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....	0	0
9.3	Other amounts payable on reinsurance, including \$.....0 assumed and \$....442,765 ceded.....	442,765	4,580,365
9.4	Interest Maintenance Reserve (IMR, Line 6).....	26,504,388	27,069,936
10.	Commissions to agents due or accrued - life and annuity contracts \$....106,379, accident and health \$.....0 and deposit-type contract funds \$.....0.....	106,379	40,771
11.	Commissions and expense allowances payable on reinsurance assumed.....	0	0
12.	General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	6,315,580	8,536,552
13.	Transfers to Separate Accounts due or accrued (net) (including \$....(378,459,989) accrued for expense allowances recognized in reserves, net of reinsured allowances).....	(378,459,989)	(490,532,929)
14.	Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	4,815,891	6,104,778
15.1	Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	0	77,810,309
15.2	Net deferred tax liability.....	0	0
16.	Unearned investment income.....	9,858,006	9,800,267
17.	Amounts withheld or retained by company as agent or trustee.....	867,914	3,526,131
18.	Amounts held for agents' account, including \$.....0 agents' credit balances.....	116,433	70,429
19.	Remittances and items not allocated.....	4,759,943	2,947,366
20.	Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21.	Liability for benefits for employees and agents if not included above.....	0	0
22.	Borrowed money \$....5,228,906 and interest thereon \$....16,667.....	5,245,572	0
23.	Dividends to stockholders declared and unpaid.....	0	0
24.	Miscellaneous liabilities:		
24.01	Asset valuation reserve (AVR Line 16, Col. 7).....	8,838,178	9,216,530
24.02	Reinsurance in unauthorized companies.....	264,898	160,636
24.03	Funds held under reinsurance treaties with unauthorized reinsurers.....	33,628,436	15,224,215
24.04	Payable to parent, subsidiaries and affiliates.....	26,731,492	19,956,907
24.05	Drafts outstanding.....	0	0
24.06	Liability for amounts held under uninsured plans.....	0	0
24.07	Funds held under coinsurance.....	0	0
24.08	Derivatives.....	510,768	971,372
24.09	Payable for securities.....	0	0
24.10	Payable for securities lending.....	89,624,489	193,926,194
24.11	Capital notes \$.....0 and interest thereon \$.....	0	0
25.	Aggregate write-ins for liabilities.....	0	0
26.	Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	1,629,861,831	1,584,956,614
27.	From Separate Accounts Statement.....	6,518,083,509	7,401,665,232
28.	Total liabilities (Line 26 and 27).....	8,147,945,340	8,986,621,846
29.	Common capital stock.....	2,500,000	2,500,000
30.	Preferred capital stock.....	0	0
31.	Aggregate write-ins for other than special surplus funds.....	67,503,273	70,527,059
32.	Surplus notes.....	0	0
33.	Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	149,627,109	149,627,109
34.	Aggregate write-ins for special surplus funds.....	0	0
35.	Unassigned funds (surplus).....	55,567,641	288,610,325
36.	Less treasury stock, at cost:		
36.1	....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2	....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37.	Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	272,698,023	508,764,493
38.	Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	275,198,023	511,264,493
39.	Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	8,423,143,363	9,497,886,339

DETAILS OF WRITE-INS		
2501.	.....	0
2502.	.....	0
2503.	.....	0
2598.	Summary of remaining write-ins for Line 25 from overflow page.....	0
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	0
3101.	Increase in admitted deferred tax assets pursuant to SSAP No. 10R.....	67,503,273
3102.	.....	0
3103.	.....	0
3198.	Summary of remaining write-ins for Line 31 from overflow page.....	0
3199.	Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	67,503,273
3401.	.....	0
3402.	.....	0
3403.	.....	0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11).....	479,669,678	524,952,987
2. Considerations for supplementary contracts with life contingencies.....	929,177	1,055,818
3. Net investment income (Exhibit of Net Investment Income, Line 17).....	80,031,434	64,487,130
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5).....	1,325,917	668,911
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1).....	(41,716,042)	108,259,065
7. Reserve adjustments on reinsurance ceded.....	(31,044,498)	(33,461,148)
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....	312,161,423	319,607,357
8.2 Charges and fees for deposit-type contracts.....	0	0
8.3 Aggregate write-ins for miscellaneous income.....	20,019,069	18,911,329
9. Totals (Lines 1 to 8.3).....	821,376,158	1,004,481,449
10. Death benefits.....	64,792,471	84,881,247
11. Matured endowments (excluding guaranteed annual pure endowments).....	20,646	20,204
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8).....	25,823,646	25,524,964
13. Disability benefits and benefits under accident and health contracts.....	1,214,897	952,355
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0
15. Surrender benefits and withdrawals for life contracts.....	614,466,490	708,031,899
16. Group conversions.....	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	797,706	852,619
18. Payments on supplementary contracts with life contingencies.....	1,333,270	929,837
19. Increase in aggregate reserves for life and accident and health contracts.....	85,582,954	(55,670,572)
20. Totals (Lines 10 to 19).....	794,032,080	765,522,553
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1).....	138,136,489	124,707,022
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1).....	0	0
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4).....	84,131,616	93,770,142
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3).....	14,478,324	18,466,624
25. Increase in loading on deferred and uncollected premiums.....	11,427	95,223
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	(258,667,339)	(247,797,879)
27. Aggregate write-ins for deductions.....	39,366,107	12,630,138
28. Totals (Lines 20 to 27).....	811,488,704	767,393,823
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	9,887,454	237,087,626
30. Dividends to policyholders.....	23,797	24,721
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	9,863,657	237,062,905
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	9,379,020	104,800,422
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	484,637	132,262,483
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....(811,474) (excluding taxes of \$.....409,430 transferred to the IMR).....	(12,431,038)	(9,123,462)
35. Net income (Line 33 plus Line 34).....	(11,946,401)	123,139,021
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2).....	511,264,493	363,146,268
37. Net income (Line 35).....	(11,946,401)	123,139,021
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....(260,551).....	(3,720,586)	782,683
39. Change in net unrealized foreign exchange capital gain (loss)	0	0
40. Change in net deferred income tax.....	18,336,654	(10,050,482)
41. Change in nonadmitted assets.....	(27,615,648)	(30,670,500)
42. Change in liability for reinsurance in unauthorized companies.....	(104,262)	15,762,392
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4).....	0	0
44. Change in asset valuation reserve	378,352	(732,066)
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1).....	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....	0	0
47. Other changes in surplus in Separate Accounts Statement.....	0	0
48. Change in surplus notes.....	0	0
49. Cumulative effect of changes in accounting principles.....	0	0
50. Capital changes:		
50.1 Paid in.....	0	0
50.2 Transferred from surplus (Stock Dividend).....	0	0
50.3 Transferred to surplus.....	0	0
51. Surplus adjustment:		
51.1 Paid in.....	0	0
51.2 Transferred to capital (Stock Dividend).....	0	0
51.3 Transferred from capital.....	0	0
51.4 Change in surplus as a result of reinsurance.....	41,629,207	125,426,051
52. Dividends to stockholders.....	(250,000,000)	(100,000,000)
53. Aggregate write-ins for gains and losses in surplus.....	(3,023,786)	24,461,126
54. Net change in capital and surplus for the year (Lines 37 through 53).....	(236,066,470)	148,118,225
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38).....	275,198,023	511,264,493
DETAILS OF WRITE-INS		
08.301. Miscellaneous income.....	17,739,643	16,543,151
08.302. Income earned on company owned life insurance.....	2,279,426	2,368,178
08.303.	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	20,019,069	18,911,329
2701. Consideration on reinsurance recapture.....	29,300,000	0
2702. Investment interest expense on funds withheld.....	10,065,593	12,629,498
2703. Fines and penalties.....	514	640
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	39,366,107	12,630,138
5301. Change in admitted deferred tax assets pursuant to SSAP No. 10R.....	(3,023,786)	24,461,126
5302.	0	0
5303.	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	(3,023,786)	24,461,126

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	480,755,850	526,163,325
2. Net investment income.....	85,360,724	66,046,768
3. Miscellaneous income.....	271,567,345	539,019,408
4. Total (Lines 1 through 3).....	837,683,919	1,131,229,501
5. Benefit and loss related payments.....	698,716,947	824,387,372
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	(371,179,851)	(355,103,296)
7. Commissions, expenses paid and aggregate write-ins for deductions.....	250,590,880	255,238,297
8. Dividends paid to policyholders.....	23,797	24,721
9. Federal and foreign income taxes paid (recovered) net of \$.....(402,044) tax on capital gains (losses).....	88,126,257	24,921,228
10. Total (Lines 5 through 9).....	666,278,030	749,468,322
11. Net cash from operations (Line 4 minus Line 10).....	171,405,889	381,761,179
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	263,103,440	355,113,967
12.2 Stocks.....	120,000	0
12.3 Mortgage loans.....	6,267,234	98,800
12.4 Real estate.....	0	0
12.5 Other invested assets.....	283	518
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	5,313	(354)
12.7 Miscellaneous proceeds.....	104,301,705	232,294
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	373,797,975	355,445,225
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	212,793,651	514,694,710
13.2 Stocks.....	597,295	0
13.3 Mortgage loans.....	43,693,671	8,510
13.4 Real estate.....	(66,413)	855,993
13.5 Other invested assets.....	845,509	194,528,608
13.6 Miscellaneous applications.....	18,574,722	8,999,887
13.7 Total investments acquired (Lines 13.1 to 13.6).....	276,438,435	719,087,708
14. Net increase (decrease) in contract loans and premium notes.....	14,526,194	12,828,128
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	82,833,346	(376,470,611)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds.....	5,228,905	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(2,510,053)	(313,753)
16.5 Dividends to stockholders.....	250,000,000	100,000,000
16.6 Other cash provided (applied).....	(78,742,802)	188,011,716
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(326,023,950)	87,697,963
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(71,784,715)	92,988,531
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	242,138,502	149,149,971
19.2 End of year (Line 18 plus Line 19.1).....	170,353,788	242,138,502
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001	0	0

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance(a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts.....	479,669,678	.....0	...446,794,518	.....16,513,049	.....0	.....0	.....9,202,424	.....5,731,229	.....1,428,458	.....0	.....0	.....0
2. Considerations for supplementary contracts with life contingencies.....	929,177	.....0	.....0	.....0	929,177	.....0	.....0	.....0	.....0	.....0	.....0	.....0
3. Net investment income.....	80,031,434	.....0	...53,676,251	.....23,156,512	906,728	.....0	.....990,958	.....1,276,236	.....24,749	.....0	.....0	.....0
4. Amortization of Interest Maintenance Reserve (IMR).....	1,325,917	.....0	.....890,390	.....391,353	.....5,580	.....0	.....16,622	.....21,553	.....419	.....0	.....0	.....0
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
6. Commissions and expense allowances on reinsurance ceded.....	(41,716,042)	.....0	...(60,285,225)	.....15,663,864	.....0	.....0	.....9,327	.....0	.....2,895,992	.....0	.....0	.....0
7. Reserve adjustments on reinsurance ceded.....	(31,044,498)	.....0	...(10,245,948)	.....(21,023,058)	224,508	.....0	.....0	.....0	.....0	.....0	.....0	.....0
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A.....	312,161,423	.....0	...269,531,207	.....41,900,966	.....67,685	.....0	.....59,073	.....602,492	.....0	.....0	.....0	.....0
8.2 Charges and fees for deposit-type contracts.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
8.3 Aggregate write-ins for miscellaneous income.....	20,019,069	.....0	...14,038,303	.....5,783,216	.....0	.....0	.....52,519	.....145,031	.....0	.....0	.....0	.....0
9. Totals (Lines 1 to 8.3).....	821,376,158	.....0	...714,399,496	.....82,385,902	.....2,133,678	.....0	.....10,330,923	.....7,776,541	.....4,349,618	.....0	.....0	.....0
10. Death benefits.....	64,792,471	.....0	...63,557,807	.....0	.....0	.....0	.....1,234,664	.....0	.....0	.....0	.....0	.....0
11. Matured endowments (excluding guaranteed annual pure endowments).....	20,647	.....0	...20,647	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
12. Annuity benefits.....	25,823,646	.....0	.....0	.....25,627,084	.....0	.....0	.....0	.....196,562	.....0	.....0	.....0	.....0
13. Disability benefits and benefits under accident and health contracts.....	1,214,897	.....0	.....0	.....0	.....0	.....0	.....0	.....0	1,214,897	.....0	.....0	.....0
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
15. Surrender benefits and withdrawals for life contracts.....	614,466,490	.....0	...121,824,533	...461,037,668	(236,605)	.....0	.....199,589	.....31,641,305	.....0	.....0	.....0	.....0
16. Group conversions.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
17. Interest and adjustments on contract or deposit-type contract funds.....	797,706	.....0	...474,560	.....16,332	295,971	.....0	.....1,338	.....9,505	.....0	.....0	.....0	.....0
18. Payments on supplementary contracts with life contingencies.....	1,333,270	.....0	.....0	.....1,333,270	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
19. Increase in aggregate reserves for life and accident and health contracts.....	85,582,954	.....0	...60,433,803	.....31,648,817	.....680,236	.....0	.....5,426,131	.....(12,564,100)	.....(41,933)	.....0	.....0	.....0
20. Totals (Lines 10 to 19).....	794,032,081	.....0	...246,311,350	...518,329,901	.....2,072,872	.....0	.....6,861,722	.....19,283,272	.....1,172,964	.....0	.....0	.....0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	138,136,489	.....0	...113,187,647	.....18,065,055	.....0	.....0	.....4,413,360	.....210,733	.....2,259,685	.....0	.....9	.....0
22. Commissions and expense allowances on reinsurance assumed.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
23. General insurance expenses.....	84,131,616	.....0	...84,062,713	.....(172,098)	.....0	.....0	.....1,007	.....0	239,994	.....0	.....0	.....0
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	14,478,324	.....0	...13,938,550	.....43,703	.....3,619	.....0	.....179,812	.....0	312,640	.....0	.....0	.....0
25. Increase in loading on deferred and uncollected premiums.....	11,427	.....0	...11,427	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	(258,667,339)	.....0	...178,882,934	...(433,671,452)	.....8,588,723	.....0	.....148,161	.....(12,615,705)	.....0	.....0	.....0	.....0
27. Aggregate write-ins for deductions.....	39,366,107	.....0	...29,817,196	...9,496,833	.....52,064	.....0	.....6	.....8	.....0	.....0	.....0	.....0
28. Totals (Lines 20 to 27).....	811,488,705	.....0	...666,211,816	...112,091,942	.....10,717,278	.....0	.....11,604,068	.....6,878,308	.....3,985,283	.....0	.....9	.....0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	9,887,454	.....0	...48,187,680	.....(29,706,040)	.....(8,583,600)	.....0	.....(1,273,145)	.....898,234	.....364,335	.....0	.....(9)	.....0
30. Dividends to policyholders.....	23,797	.....0	...23,797	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	9,863,657	.....0	...48,163,883	.....(29,706,040)	.....(8,583,600)	.....0	.....(1,273,145)	.....898,234	.....364,335	.....0	.....(9)	.....0
32. Federal income taxes incurred (excluding tax on capital gains).....	9,379,020	.....0	...10,545,049	.....144,990	.....(24,331)	.....0	.....(1,440,715)	.....13,078	.....140,953	.....0	.....(4)	.....0
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	484,637	.....0	...37,618,834	.....(29,851,030)	.....(8,559,269)	.....0	.....167,570	.....885,156	.....223,382	.....0	.....(5)	.....0

DETAILS OF WRITE-INS

08.301. Miscellaneous income.....	17,739,643	.....0	...11,758,877	.....5,783,216	.....0	.....0	.....52,519	.....145,031	.....0	.....0	.....0	.....0
08.302. Income earned on company owned life insurance.....	2,279,426	.....0	...2,279,426	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
08.303.	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
08.399. Total (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	20,019,069	.....0	...14,038,303	.....5,783,216	.....0	.....0	.....52,519	.....145,031	.....0	.....0	.....0	.....0
2701. Consideration on reinsurance recaptured.....	29,300,000	.....0	...29,300,000	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2702. Investment interest expense on funds withheld.....	10,065,593	.....0	.....516,850	.....9,496,681	.....52,062	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2703. Fines and penalties.....	514	.....0	...346	.....152	.....2	.....0	.....6	.....8	.....0	.....0	.....0	.....0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2799. Total (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	39,366,107	.....0	...29,817,196	...9,496,833	.....52,064	.....0	.....6	.....8	.....0	.....0	.....0	.....0

(a) Includes the following amounts for FEGLI/SGLI: Line 1.....0 Line 10.....0 Line 16.....0 Line 23.....0 Line 24.....0.

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year.....	1,661,176,271	0	1,114,420,700	487,278,477	6,832,697	0	18,655,142	33,989,255
2. Tabular net premiums or considerations.....	393,856,743	0	382,017,216	923,638	1,065,247	0	8,913,383	937,259
3. Present value of disability claims incurred.....	545,003	0	545,003	0	XXX	0	0	0
4. Tabular interest.....	70,654,615	0	51,157,609	15,993,840	394,975	0	2,045,686	1,062,505
5. Tabular less actual reserve released.....	292,275	0	5,024	21,862	258,105	0	974	6,310
6. Increase in reserve on account of change in valuation basis.....	0	0	0	0	0	0	0	0
7. Other increases (net).....	63,413,037	0	(5,414,192)	68,983,409	(156,181)	0	0	1
8. Totals (Lines 1 to 7).....	2,189,937,945	0	1,542,731,360	573,201,226	8,394,843	0	29,615,185	35,995,330
9. Tabular cost.....	53,639,111	0	49,598,374	0	XXX	0	4,040,737	0
10. Reserves released by death.....	6,334,239	0	5,628,705	XXX	XXX	0	705,534	XXX
11. Reserves released by other terminations (net).....	138,933,198	0	87,112,919	50,446,279	0	0	786,680	587,320
12. Annuity, supplementary contract, and disability payments involving life contingencies.....	17,055,881	0	492,824	504,959	881,907	0	960	15,175,231
13. Net transfers to or (from) Separate Accounts.....	227,174,351	0	225,044,034	3,322,694	0	0	0	(1,192,377)
14. Total deductions (Lines 9 to 13).....	443,136,780	0	367,876,856	54,273,932	881,907	0	5,533,911	14,570,174
15. Reserve December 31, current year.....	1,746,801,164	0	1,174,854,504	518,927,294	7,512,936	0	24,081,274	21,425,156

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....1,940,233	.....2,114,254
1.1 Bonds exempt from U.S. tax.....	(a)......0	......0
1.2 Other bonds (unaffiliated).....	(a).....40,568,812	.....39,625,151
1.3 Bonds of affiliates.....	(a)......0	......0
2.1 Preferred stocks (unaffiliated).....	(b)......0	......0
2.11 Preferred stocks of affiliates.....	(b)......0	......0
2.2 Common stocks (unaffiliated).....	......0	......0
2.21 Common stocks of affiliates.....	.....18,667,100	.....18,667,100
3. Mortgage loans.....	(c).....1,375,674	.....1,501,743
4. Real estate.....	(d).....4,564,753	.....4,570,867
5. Contract loans.....	.....21,510,025	.....21,751,103
6. Cash, cash equivalents and short-term investments.....	(e).....385,982	.....385,987
7. Derivative instruments.....	(f).....(516,106)	.....(516,106)
8. Other invested assets.....	.....(1,287,180)	.....(1,287,180)
9. Aggregate write-ins for investment income.....	.....506,483	.....514,992
10. Total gross investment income.....	.....87,715,776	.....87,327,911
11. Investment expenses.....		(g).....5,330,948
12. Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....806,038
13. Interest expense.....		(h).....184,106
14. Depreciation on real estate and other invested assets.....		(i).....958,717
15. Aggregate write-ins for deductions from investment income.....		.....16,667
16. Total deductions (Lines 11 through 15).....		.....7,296,476
17. Net investment income (Line 10 minus Line 16).....		.....80,031,434

DETAILS OF WRITE-INS

0901. Security Lending Fee.....	.....328,314	.....323,542
0902. Borrowing Fee.....	.....141,022	.....154,303
0903. Miscellaneous Investment Income.....	.....37,147	.....37,147
0998. Summary of remaining write-ins for Line 9 from overflow page.....	......0	......0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....506,483	.....514,992
1501. Accrued Interest Expense.....		.....16,667
1502. ....		......0
1503. ....		......0
1598. Summary of remaining write-ins for Line 15 from overflow page.....		......0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....		.....16,667

- (a) Includes \$....730,646 accrual of discount less \$....2,946,499 amortization of premium and less \$....1,134,913 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 \$....6,515 accrual of discount less \$....439,561 amortization of premium and less \$....171,204 paid for accrued interest on purchases.
- (d) Includes \$....4,562,172 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$....290,823 accrual of discount less \$....17 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 \$....958,717 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.....	.....66,600	......0	.....66,600	......0	......0
1.1 Bonds exempt from U.S. tax.....	......0	......0	......0	......0	......0
1.2 Other bonds (unaffiliated).....	.....1,133,331	.....(310,869)	.....822,462	.....(999,421)	......0
1.3 Bonds of affiliates.....	......0	......0	......0	......0	......0
2.1 Preferred stocks (unaffiliated).....	......0	......0	......0	......0	......0
2.11 Preferred stocks of affiliates.....	......0	......0	......0	......0	......0
2.2 Common stocks (unaffiliated).....	......0	......0	......0	......0	......0
2.21 Common stocks of affiliates.....	......0	......0	......0	.....(3,236,705)	......0
3. Mortgage loans.....	.....236,734	......0	.....236,734	......0	......0
4. Real estate.....	......0	......0	......0	......0	......0
5. Contract loans.....	......0	......0	......0	......0	......0
6. Cash, cash equivalents and short-term investments.....	.....5,313	......0	.....5,313	......0	......0
7. Derivative instruments.....	.....(13,203,823)	......0	.....(13,203,823)	.....460,604	......0
8. Other invested assets.....	......0	......0	......0	.....(205,616)	......0
9. Aggregate write-ins for capital gains (losses).....	......0	......0	......0	......0	......0
10. Total capital gains (losses).....	.....(11,761,845)	.....(310,869)	.....(12,072,714)	.....(3,981,138)	......0

DETAILS OF WRITE-INS

0901. ....	......0	......0	......0	......0	......0
0902. ....	......0	......0	......0	......0	......0
0903. ....	......0	......0	......0	......0	......0
0998. Summary of remaining write-ins for Line 9 from overflow page....	......0	......0	......0	......0	......0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	......0	......0	......0	......0	......0

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	Credit Life (Group and Individual)	6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected.....	2,442	.0	2,442	.0	.0	.0	.0	.0	.0	.0	.0
2. Deferred and accrued.....	53	.0	53	.0	.0	.0	.0	.0	.0	.0	.0
3. Deferred, accrued and uncollected:											
3.1 Direct.....	183,470	.0	181,809	.0	.0	1,661	.0	.0	.0	.0	.0
3.2 Reinsurance assumed.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
3.3 Reinsurance ceded.....	180,976	.0	179,315	.0	.0	1,661	.0	.0	.0	.0	.0
3.4 Net (Line 1 + Line 2).....	2,494	.0	2,494	.0	.0	.0	.0	.0	.0	.0	.0
4. Advance.....	7,036	.0	7,036	.0	.0	.0	.0	.0	.0	.0	.0
5. Line 3.4 - Line 4.....	(4,542)	.0	(4,542)	.0	.0	.0	.0	.0	.0	.0	.0
6. Collected during year:											
6.1 Direct.....	113,649,233	.0	109,674,438	(3,046,735)	.0	7,021,530	.0	.0	.0	.0	.0
6.2 Reinsurance assumed.....	762,926	.0	762,926	.0	.0	.0	.0	.0	.0	.0	.0
6.3 Reinsurance ceded.....	10,103,874	.0	10,102,587	.0	.0	1,287	.0	.0	.0	.0	.0
6.4 Net.....	104,308,285	.0	100,334,777	(3,046,735)	.0	7,020,243	.0	.0	.0	.0	.0
7. Line 5 + Line 6.4.....	104,303,743	.0	100,330,235	(3,046,735)	.0	7,020,243	.0	.0	.0	.0	.0
8. Prior year (uncollected + deferred and accrued - advance).....	(4,942)	.0	(4,942)	.0	.0	.0	.0	.0	.0	.0	.0
9. First year premiums and considerations:											
9.1 Direct.....	113,505,821	.0	109,535,712	(3,046,735)	.0	7,016,844	.0	.0	.0	.0	.0
9.2 Reinsurance assumed.....	762,926	.0	762,926	.0	.0	.0	.0	.0	.0	.0	.0
9.3 Reinsurance ceded.....	9,960,062	.0	9,963,461	.0	.0	(3,399)	.0	.0	.0	.0	.0
9.4 Net (Line 7 - Line 8).....	104,308,685	.0	100,335,177	(3,046,735)	.0	7,020,243	.0	.0	.0	.0	.0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct.....	11	.0	11	.0	.0	.0	.0	.0	.0	.0	.0
10.2 Reinsurance assumed.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
10.3 Reinsurance ceded.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
10.4 Net.....	11	.0	11	.0	.0	.0	.0	.0	.0	.0	.0
RENEWAL											
11. Uncollected.....	(45,142)	.0	(45,142)	.0	.0	.0	.0	.0	.0	.0	.0
12. Deferred and accrued.....	2,055,643	.0	2,055,643	.0	.0	.0	.0	.0	.0	.0	.0
13. Deferred, accrued and uncollected:											
13.1 Direct.....	3,945,695	.0	3,937,681	.0	.0	8,014	.0	.0	.0	.0	.0
13.2 Reinsurance assumed.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
13.3 Reinsurance ceded.....	1,935,193	.0	1,927,179	.0	.0	8,014	.0	.0	.0	.0	.0
13.4 Net (Line 11 + Line 12).....	2,010,501	.0	2,010,501	.0	.0	.0	.0	.0	.0	.0	.0
14. Advance.....	32,349	.0	32,349	.0	.0	.0	.0	.0	.0	.0	.0
15. Line 13.4 - Line 14.....	1,978,152	.0	1,978,152	.0	.0	.0	.0	.0	.0	.0	.0
16. Collected during year:											
16.1 Direct.....	555,963,787	.0	502,290,042	31,075,531	.0	2,986,406	5,731,229	13,880,579	.0	.0	.0
16.2 Reinsurance assumed.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
16.3 Reinsurance ceded.....	180,445,407	.0	155,673,315	11,515,747	.0	804,225	.0	12,452,121	.0	.0	.0
16.4 Net.....	375,518,380	.0	346,616,727	19,559,784	.0	2,182,181	5,731,229	1,428,458	.0	.0	.0
17. Line 15 + Line 16.4.....	377,496,532	.0	348,594,879	19,559,784	.0	2,182,181	5,731,229	1,428,458	.0	.0	.0
18. Prior year (uncollected + deferred and accrued - advance).....	2,135,548	.0	2,135,548	.0	.0	.0	.0	.0	.0	.0	.0
19. Renewal premiums and considerations:											
19.1 Direct.....	555,850,288	.0	502,170,593	31,075,531	.0	2,992,356	5,731,229	13,880,579	.0	.0	.0
19.2 Reinsurance assumed.....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
19.3 Reinsurance ceded.....	180,489,303	.0	155,711,260	11,515,747	.0	810,175	.0	12,452,121	.0	.0	.0
19.4 Net (Line 17 - Line 18).....	375,360,984	.0	346,459,331	19,559,784	.0	2,182,181	5,731,229	1,428,458	.0	.0	.0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct.....	669,356,120	.0	611,706,315	28,028,796	.0	10,009,200	5,731,229	13,880,579	.0	.0	.0
20.2 Reinsurance assumed.....	762,926	.0	762,926	.0	.0	.0	.0	.0	.0	.0	.0
20.3 Reinsurance ceded.....	190,449,365	.0	165,674,721	11,515,747	.0	806,776	.0	12,452,121	.0	.0	.0
20.4 Net (Lines 9.4 + 10.4 + 19.4).....	479,669,679	.0	446,794,519	16,513,049	.0	9,202,424	5,731,229	1,428,458	.0	.0	.0

**EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND
EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)**

10

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums.....	5,592	0	5,592	0	0	0	0	0	0	0	0
22. All other.....	950	0	950	0	0	0	0	0	0	0	0
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded.....	9,816,317	0	9,832,138	(15,821)	0	0	0	0	0	0	0
23.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
23.3 Net ceded less assumed.....	9,816,317	0	9,832,138	(15,821)	0	0	0	0	0	0	0
24. Single:											
24.1 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
24.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
24.3 Net ceded less assumed.....	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded.....	(51,532,360)	0	(70,117,364)	15,679,685	0	9,327	0	2,895,992	0	0	0
25.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
25.3 Net ceded less assumed.....	(51,532,360)	0	(70,117,364)	15,679,685	0	9,327	0	2,895,992	0	0	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6).....	(41,716,043)	0	(60,285,226)	15,663,864	0	9,327	0	2,895,992	0	0	0
26.2 Reinsurance assumed (Page 6, Line 22).....	0	0	0	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed.....	(41,716,043)	0	(60,285,226)	15,663,864	0	9,327	0	2,895,992	0	0	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single).....	100,402,380	0	96,052,454	15,870	0	4,333,910	146	0	0	0	0
28. Single.....	1,401,552	0	1,400,877	0	0	675	0	0	0	0	0
29. Renewal.....	36,332,558	0	15,734,316	18,049,185	0	78,775	210,586	2,259,685	0	9	0
30. Deposit-type contract funds.....	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21).....	138,136,489	0	113,187,647	18,065,055	0	4,413,360	210,733	2,259,685	0	9	0

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
EXHIBIT 2 - GENERAL EXPENSES

		Insurance				5	6
		1	Accident and Health		4		
			2	3			
		Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1.	Rent.....	2,684,914	.....0	.....11,212	.....0	.....62,620	.....2,758,746
2.	Salaries and wages.....	46,495,763	.....0	.....164,777	.....0	.....1,181,878	.....47,842,418
3.11	Contributions for benefit plans for employees.....	8,931,165	.....0	.....25,479	.....0	.....193,113	.....9,149,757
3.12	Contributions for benefit plans for agents.....	2,703	.....0	.....0	.....0	.....0	.....2,703
3.21	Payments to employees under non-funded benefit plans.....	.....0	.....0	.....0	.....0	.....0	.....0
3.22	Payments to agents under non-funded benefit plans.....	.....0	.....0	.....0	.....0	.....0	.....0
3.31	Other employee welfare.....	2,136,727	.....0	.....2,584	.....0	.....21,210	.....2,160,521
3.32	Other agent welfare.....	.....0	.....0	.....0	.....0	.....0	.....0
4.1	Legal fees and expenses.....	2,301,421	.....0	.....1,294	.....0	.....3,975	.....2,306,690
4.2	Medical examination fees.....	1,941,722	.....0	.....0	.....0	.....0	.....1,941,722
4.3	Inspection report fees.....	264,807	.....0	.....0	.....0	.....0	.....264,807
4.4	Fees of public accountants and consulting actuaries.....	61,017	.....0	.....0	.....0	.....46,520	.....107,537
4.5	Expense of investigation and settlement of policy claims.....	341,369	.....0	.....0	.....0	.....0	.....341,369
5.1	Traveling expenses.....	1,337,986	.....0	.....11,903	.....0	.....31,048	.....1,380,937
5.2	Advertising.....	152,491	.....0	.....146	.....0	.....0	.....152,637
5.3	Postage, express, telegraph and telephone.....	3,251,993	.....0	.....227	.....0	.....5,721	.....3,257,941
5.4	Printing and stationery.....	2,734,413	.....0	.....700	.....0	.....10,420	.....2,745,533
5.5	Cost or depreciation of furniture and equipment.....	6,682	.....0	.....0	.....0	.....79,480	.....86,162
5.6	Rental of equipment.....	44,268	.....0	.....34	.....0	.....0	.....44,302
5.7	Cost or depreciation of EDP equipment and software.....	10,818,471	.....0	.....6,152	.....0	.....0	.....10,824,623
6.1	Books and periodicals.....	120,211	.....0	.....63	.....0	.....2,516	.....122,790
6.2	Bureau and association fees.....	255,853	.....0	.....1,849	.....0	.....3,485	.....261,187
6.3	Insurance, except on real estate.....	1,284,146	.....0	.....0	.....0	.....10,608	.....1,294,754
6.4	Miscellaneous losses.....	.....0	.....0	.....0	.....0	.....0	.....0
6.5	Collection and bank service charges.....	363,163	.....0	.....1,390	.....0	.....3,372	.....367,925
6.6	Sundry general expenses.....	546,124	.....0	.....15	.....0	.....8,134	.....554,273
6.7	Group service and administration fees.....	.....0	.....0	.....0	.....0	.....0	.....0
6.8	Reimbursements by uninsured plans.....	.....0	.....0	.....0	.....0	.....0	.....0
7.1	Agency expense allowance.....	.....0	.....0	.....0	.....0	.....0	.....0
7.2	Agents' balances charged off (less \$.....0 recovered).....	(3,119,872)	.....0	.....0	.....0	.....0	.....(3,119,872)
7.3	Agency conferences other than local meetings.....	240,619	.....0	.....1,892	.....0	.....0	.....242,511
9.1	Real estate expenses.....	.....0	.....0	.....0	.....0	.....2,985,497	.....2,985,497
9.2	Investment expenses not included elsewhere.....	.....0	.....0	.....0	.....0	.....607,166	.....607,166
9.3	Aggregate write-ins for expenses.....	693,466	.....0	.....10,277	.....0	.....74,185	.....777,928
10.	General expenses Incurred.....	83,891,622	.....0	.....239,994	.....0	.....5,330,948	(a).....89,462,564
11.	General expenses unpaid December 31, prior year.....	8,527,736	.....0	.....0	.....0	.....8,816	.....8,536,552
12.	General expenses unpaid December 31, current year.....	6,303,562	.....0	.....0	.....0	.....12,018	.....6,315,580
13.	Amounts receivable relating to uninsured plans, prior year.....	.....0	.....0	.....0	.....0	.....0	.....0
14.	Amounts receivable relating to uninsured plans, current year.....	.....0	.....0	.....0	.....0	.....0	.....0
15.	General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14).....	86,115,796	.....0	.....239,994	.....0	.....5,327,746	.....91,683,536
DETAILS OF WRITE-INS							
09.301.	Agents meetings, contests and awards.....	378,949	.....0	.....7,945	.....0	.....0	.....386,894
09.302.	Investments service fees.....	.....0	.....0	.....1,877	.....0	.....74,185	.....76,062
09.303.	Other professional fees.....	309,154	.....0	.....455	.....0	.....0	.....309,609
09.398.	Summary of remaining write-ins for Line 9.3 from overflow page.....	5,363	.....0	.....0	.....0	.....0	.....5,363
09.399.	Totals (Lines 09.301 thru 09.303 plus 09.398)(Line 9.3 above).....	693,466	.....0	.....10,277	.....0	.....74,185	.....777,928

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

		Insurance			4	5
		1	2	3		
		Life	Accident and Health	All Other Lines of Business	Investment	Total
1.	Real estate taxes.....	.....0	.....0	.....0	.....636,648	.....636,648
2.	State insurance department licenses and fees.....	2,219,554	.....41,220	.....0	.....110,769	.....2,371,543
3.	State taxes on premiums.....	11,872,943	.....212,149	.....0	.....0	.....12,085,092
4.	Other state taxes, including \$.....0 for employee benefits.....	94,433	.....0	.....0	.....0	.....94,433
5.	U.S. Social Security taxes.....	1,410,257	.....0	.....0	.....58,512	.....1,468,769
6.	All other taxes.....	(1,431,502)	.....59,271	.....0	.....109	.....(1,372,122)
7.	Taxes, licenses and fees incurred.....	14,165,685	.....312,640	.....0	.....806,038	.....15,284,363
8.	Taxes, licenses and fees unpaid December 31, prior year.....	6,101,891	.....2,886	.....0	.....0	.....6,104,777
9.	Taxes, licenses and fees unpaid December 31, current year.....	4,788,756	.....27,135	.....0	.....0	.....4,815,891
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9).....	15,478,820	.....288,391	.....0	.....806,038	.....16,573,249

EXHIBIT 4 - DIVIDENDS OR REFUNDS

		1	2
		Life	Accident and Health
1.	Applied to pay renewal premiums.....	.....5,592	.....0
2.	Applied to shorten the endowment or premium-paying period.....	.....0	.....0
3.	Applied to provide paid-up additions.....	.....950	.....0
4.	Applied to provide paid-up annuities.....	.....0	.....0
5.	Total Lines 1 through 4.....	.....6,542	.....0
6.	Paid-in cash.....	.....1,967	.....0
7.	Left on deposit.....	.....15,288	.....0
8.	Aggregate write-ins for dividend or refund options.....	.....0	.....0
9.	Total Lines 5 through 8.....	.....23,797	.....0
10.	Amount due and unpaid.....	.....0	.....0
11.	Provision for dividends or refunds payable in the following calendar year.....	.....0	.....0
12.	Terminal dividends.....	.....0	.....0
13.	Provision for deferred dividend contracts.....	.....0	.....0
14.	Amount provisionally held for deferred dividend contracts not included in Line 13.....	.....0	.....0
15.	Total Lines 10 through 14.....	.....0	.....0
16.	Total from prior year.....	.....0	.....0
17.	Total dividends or refunds (Lines 9 + 15 - 16).....	.....23,797	.....0
DETAILS OF WRITE-INS			
0801.	.....	.....0	.....0
0802.	.....	.....0	.....0
0803.	.....	.....0	.....0
0898.	Summary of remaining write-ins for Line 8 from overflow page.....	.....0	.....0
0899.	Totals (Line 0801 thru 0803 plus 0898) (Line 8 above).....	.....0	.....0

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
Life Insurance:					
0100001. 01 CSO ALB 2.00% CRVM CNF (08-10).....	134,628,293	.....0	.....127,350,521	.....0	.....7,277,772
0100002. 01 CSO ALB 4.00% CRVM CRF (06-10).....	96,305,950	.....0	.....95,662,045	.....0	.....643,905
0100003. 01 CSO ALB 4.00% CRVM IDB (06-NB).....	20,472,481	.....0	.....20,338,523	.....0	.....133,958
0100004. 01 CSO ALB 4.00% NLP IDB (06-NB).....	17,635	.....0	.....17,635	.....0	.....0
0100005. 01 CSO ALB 4.50% CRVM IDB (09,10).....	11,318,862	.....0	.....11,318,862	.....0	.....0
0100006. 01 CSO ANB 2.00% CRVM CNF (09-NB).....	117,127	.....0	.....117,127	.....0	.....0
0100007. 01 CSO ANB 3.00% CRVM CNF (08-NB).....	2,355,096	.....0	.....2,328,819	.....0	.....26,277
0100008. 01 CSO ANB 4.00% CRVM CRF (NB).....	235,016	.....0	.....232,312	.....0	.....2,703
0100009. 130% 41 CSO ANB 3.00% NLP CRF (49-64).....	51,249	.....0	.....51,249	.....0	.....0
0100010. 41 CSO ANB 2.50% CRVM CRF (51-61).....	29,389	.....0	.....29,389	.....0	.....0
0100011. 41 CSO ANB 2.50% MOD CRF (59-61).....	63,964	.....0	.....63,964	.....0	.....0
0100012. 41 CSO ANB 2.50% NLP CRF (51-59).....	1,107	.....0	.....1,107	.....0	.....0
0100013. 41 CSO ANB 3.00% CRVM CRF (48-65).....	3,750,320	.....0	.....3,750,320	.....0	.....0
0100014. 41 CSO ANB 3.00% NLP CRF (48-64).....	7,841	.....0	.....7,841	.....0	.....0
0100015. 41 CSO ANB 3.50% CRVM CRF (57-63).....	21,211	.....0	.....21,211	.....0	.....0
0100016. 58 CET ALB 3.50% CRVM CNF (78-86).....	1,741,475	.....0	.....1,741,475	.....0	.....0
0100017. 58 CET ANB 3.00% NLP CRF (64-85).....	124,653	.....0	.....124,653	.....0	.....0
0100018. 58 CET ANB 3.50% NLP CRF (77-88).....	720	.....0	.....720	.....0	.....0
0100019. 58 CSO ALB 3.50% CRVM CNF (78-87).....	2,131,475	.....0	.....2,131,475	.....0	.....0
0100020. 58 CSO ALB 3.50% CRVM CRF (78-86).....	90,905	.....0	.....90,905	.....0	.....0
0100021. 58 CSO ANB 2.50% CRVM CRF (62).....	11,046	.....0	.....11,046	.....0	.....0
0100022. 58 CSO ANB 3.00% CRVM CRF (57-84).....	4,982,226	.....0	.....4,982,226	.....0	.....0
0100023. 58 CSO ANB 3.00% MOD CRF (60-84).....	614,688	.....0	.....614,688	.....0	.....0
0100024. 58 CSO ANB 3.00% NLP CRF (58-00).....	146,417	.....0	.....146,417	.....0	.....0
0100025. 58 CSO ANB 3.50% CRVM CRF (72-96).....	395,485	.....0	.....395,485	.....0	.....0
0100026. 58 CSO ANB 3.50% NLP CRF (71-00).....	9,040	.....0	.....9,040	.....0	.....0
0100027. 58 CSO ANB 4.00% CRVM CNF (79-04).....	96,568	.....0	.....96,568	.....0	.....0
0100028. 58 CSO ANB 4.00% CRVM CRF (80-00).....	233,093	.....0	.....233,093	.....0	.....0
0100029. 58 CSO ANB 4.50% CRVM CRF (84-89).....	27,514,542	.....0	.....27,514,542	.....0	.....0
0100030. 80 CSO ALB 2.00% CRVM CNF (03-09).....	264,795,934	.....0	.....264,795,934	.....0	.....0
0100031. 80 CSO ALB 4.00% CRVM CRF (06-08).....	21,170,417	.....0	.....21,170,417	.....0	.....0
0100032. 80 CSO ALB 4.00% CRVM IDB (00-09).....	6,719,989	.....0	.....6,719,989	.....0	.....0
0100033. 80 CSO ALB 4.00% NLP IDB (06-NB).....	3,644	.....0	.....3,644	.....0	.....0
0100034. 80 CSO ALB 4.50% CRVM CRF (03-05).....	32,470,462	.....0	.....32,470,462	.....0	.....0
0100035. 80 CSO ALB 4.50% CRVM IDB (03-05).....	19,944,313	.....0	.....19,944,313	.....0	.....0
0100036. 80 CSO ALB 4.50% NLP IDB (04,05).....	1,078	.....0	.....1,078	.....0	.....0
0100037. 80 CSO ANB 3.00% CRVM CNF (99-09).....	214,435,397	.....0	.....214,435,397	.....0	.....0
0100038. 80 CSO ANB 4.00% CRVM (92-00).....	6,934,113	.....0	.....0	.....0	.....6,934,113
0100039. 80 CSO ANB 4.00% CRVM CNF (86-09).....	397,205,020	.....0	.....397,205,020	.....0	.....0
0100040. 80 CSO ANB 4.00% CRVM IDB (94-08).....	35,740,005	.....0	.....35,740,005	.....0	.....0
0100041. 80 CSO ANB 4.00% MOD (92,93).....	6,468,487	.....0	.....0	.....0	.....6,468,487
0100042. 80 CSO ANB 4.00% NLP CRF (86-90).....	28,140,144	.....0	.....28,140,144	.....0	.....0
0100043. 80 CSO ANB 4.50% CRVM CNF (99-06).....	902,663	.....0	.....902,663	.....0	.....0
0100044. 80 CSO ANB 5.50% MOD (91).....	2,102,577	.....0	.....0	.....0	.....2,102,577
0100045. ACCT BALANCE (91).....	57,140	.....0	.....0	.....0	.....57,140
0100046. Guaranteed Insurability Rider (04-NB).....	13,447	.....0	.....13,407	.....0	.....40
0100047. SPECIAL CLASS RISKS.....	0	.....0	.....0	.....0	.....0
0199997. Totals (Gross).....	1,344,572,702	.....0	.....1,320,925,731	.....0	.....23,646,971
0199998. Reinsurance ceded.....	196,005,700	.....0	.....195,264,726	.....0	.....740,974
0199999. Totals (Net).....	1,148,567,002	.....0	.....1,125,661,005	.....0	.....22,905,997
Annuities (excluding supplementary contracts with life contingencies):					
0200001. 4.00% CARVM DEF (82-88).....	4,228,721	.....XXX.....	.....4,228,721	.....XXX.....	.....0
0200002. 4.25% MVRM DEF (10).....	4,787,220	.....XXX.....	.....4,778,529	.....XXX.....	.....8,691
0200003. 4.50% CARVM DEF (05-08,10).....	4,299,287	.....XXX.....	.....4,299,287	.....XXX.....	.....0
0200004. 4.50% MVRM DEF (05-08,10).....	14,463,046	.....XXX.....	.....14,463,046	.....XXX.....	.....0
0200005. 4.75% CARVM DEF (03,04,07,08).....	5,810,802	.....XXX.....	.....5,810,802	.....XXX.....	.....0
0200006. 4.75% MVRM DEF (04,07,08).....	9,281,122	.....XXX.....	.....9,214,269	.....XXX.....	.....66,854
0200007. 5.00% CARVM DEF (03,09,NB).....	1,262,104	.....XXX.....	.....1,262,104	.....XXX.....	.....0
0200008. 5.25% CARVM DEF (05,06).....	445,527	.....XXX.....	.....445,527	.....XXX.....	.....0
0200009. 5.50% CARVM DEF (94,96,97,04,06-08).....	1,242,871	.....XXX.....	.....1,075,692	.....XXX.....	.....167,179
0200010. 5.75% CARVM DEF (93,04).....	99,467	.....XXX.....	.....0	.....XXX.....	.....99,467
0200011. 6.00% CARVM DEF (95,03,09).....	51,779,229	.....XXX.....	.....51,701,373	.....XXX.....	.....77,857
0200012. 6.25% CARVM DEF (92,98-00,03).....	22,473,427	.....XXX.....	.....22,389,005	.....XXX.....	.....84,421
0200013. 6.50% CARVM DEF (94,02).....	73,761,563	.....XXX.....	.....73,761,563	.....XXX.....	.....0
0200014. 6.75% CARVM DEF (91,94,96,97,01).....	25,349,856	.....XXX.....	.....23,954,213	.....XXX.....	.....1,395,643
0200015. 7.00% CARVM DEF (93,97,00).....	24,109,967	.....XXX.....	.....24,000,992	.....XXX.....	.....108,975
0200016. 7.25% CARVM DEF (93,95).....	4,231,791	.....XXX.....	.....3,336,586	.....XXX.....	.....895,205
0200017. 7.50% CARVM DEF (95).....	700,710	.....XXX.....	.....0	.....XXX.....	.....700,710
0200018. 7.75% CARVM DEF (92).....	4,669,130	.....XXX.....	.....4,669,130	.....XXX.....	.....0
0200019. 8.00% CARVM DEF (87,92).....	922,995	.....XXX.....	.....163,205	.....XXX.....	.....759,790
0200020. 8.25% CARVM DEF (90,91).....	9,610,138	.....XXX.....	.....9,610,138	.....XXX.....	.....0
0200021. 8.75% CARVM DEF (88,89,91).....	7,293,170	.....XXX.....	.....7,293,092	.....XXX.....	.....78

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200022. 9.25% CARVM DEF (86).....	220,269	XXX.....	220,269	XXX.....	0
0200023. 11.00% CARVM DEF (85).....	177,892	XXX.....	177,892	XXX.....	0
0200024. 11.25% CARVM DEF (81-84).....	1,667,325	XXX.....	1,667,325	XXX.....	0
0200025. 83a 7.00% IMM (93).....	210,195	XXX.....	210,195	XXX.....	0
0200026. 83a 7.75% IMM (92).....	131,411	XXX.....	131,411	XXX.....	0
0200027. 83a 8.25% IMM (90,91).....	983,413	XXX.....	983,413	XXX.....	0
0200028. 83a 8.75% IMM (85-89).....	1,268,459	XXX.....	1,268,459	XXX.....	0
0200029. 94 GAR 5.50% IMM (07,08).....	177,077	XXX.....	0	XXX.....	177,077
0200030. 94 GAR 6.00% IMM (03).....	93,610	XXX.....	0	XXX.....	93,610
0200031. 94 GAR 6.75% IMM (01).....	119,980	XXX.....	0	XXX.....	119,980
0200032. ACCT VALUE DEF (64-00).....	3,275,329	XXX.....	3,275,329	XXX.....	0
0200033. AG43 Stochastic.....	291,080,186	XXX.....	291,080,186	XXX.....	0
0200034. GA CSV.....	357,301,789	XXX.....	357,301,789	XXX.....	0
0200035. Gtr of AV or CARVM (98-05).....	16,669,621	XXX.....	0	XXX.....	16,669,621
0299997. Totals (Gross).....	944,198,699	XXX.....	922,773,542	XXX.....	21,425,157
0299998. Reinsurance ceded.....	403,846,250	XXX.....	403,846,250	XXX.....	0
0299999. Totals (Net).....	540,352,449	XXX.....	518,927,292	XXX.....	21,425,157
Supplementary Contracts with Life Contingencies:					
0300001. 83a 5.75% IMM (96).....	14,159	0	14,159	0	0
0300002. 83a 6.00% IMM (97).....	35,100	0	35,100	0	0
0300003. 83a 6.50% IMM (94).....	45,553	0	45,553	0	0
0300004. 83a 6.75% IMM (96,97).....	239,092	0	239,092	0	0
0300005. 83a 7.00% IMM (93).....	45,954	0	45,954	0	0
0300006. 83a 7.25% IMM (95).....	45,197	0	45,197	0	0
0300007. 83a 7.50% IMM (82).....	1,170	0	1,170	0	0
0300008. 83a 7.75% IMM (92).....	32,566	0	32,566	0	0
0300009. 83a 8.00% IMM (87).....	32,307	0	32,307	0	0
0300010. 83a 8.25% IMM (90,91).....	80,800	0	80,800	0	0
0300011. 83a 8.75% IMM (71-89).....	108,666	0	108,666	0	0
0300012. a-2000 5.00% IMM (NB).....	860,647	0	860,647	0	0
0300013. a-2000 5.25% IMM (05,06,10).....	1,940,884	0	1,940,884	0	0
0300014. a-2000 5.50% IMM (98,04,07,08).....	2,634,742	0	2,634,742	0	0
0300015. a-2000 6.00% IMM (99,03,09).....	652,450	0	652,450	0	0
0300016. a-2000 6.50% IMM (02).....	254,143	0	254,143	0	0
0300017. a-2000 6.75% IMM (01).....	64,534	0	64,534	0	0
0300018. a-2000 7.00% IMM (00).....	424,969	0	424,969	0	0
0399997. Totals (Gross).....	7,512,935	0	7,512,935	0	0
0399999. Totals (Net).....	7,512,935	0	7,512,935	0	0
Accidental Death Benefits:					
0400001. 59 ADB W/58 CSO 3.00% (59-00).....	8,640	0	8,640	0	0
0400002. 59 ADB W/58 CSO 3.00% IDB (04-NB).....	7,375	0	7,305	0	71
0400003. 59 ADB W/80 CSO 4.00% (94-07).....	3,647	0	3,647	0	0
0499997. Totals (Gross).....	19,662	0	19,592	0	71
0499999. Totals (Net).....	19,662	0	19,592	0	71
Disability - Active Lives:					
0500001. 52 DIS PRD 2 W/58 CSO 3.00% CRF (03-09).....	173,263	0	172,434	0	828
0500002. 52 DIS PRD 2 W/58 CSO 3.00% IDB (03-NB).....	64,714	0	64,300	0	414
0500003. 52 INTERCO DISA W/58 CSO 3.00% (60-93).....	83,582	0	83,582	0	0
0500004. 52 INTERCO DISA W/80 CSO 4.00% (94-07).....	750,322	0	750,322	0	0
0500005. 85 CIDA W/80 CSO 4.50% CRF (04-09).....	1,293,798	0	1,293,798	0	0
0599997. Totals (Gross).....	2,365,679	0	2,364,436	0	1,243
0599998. Reinsurance ceded.....	175,369	0	174,541	0	828
0599999. Totals (Net).....	2,190,310	0	2,189,895	0	414
Disability - Disabled Lives:					
0600001. 52 DIS PRD 2 W/58 CSO 3.00% (08).....	30,580	0	30,580	0	0
0600002. 52 INTERCO DISA 3.00% (58-09).....	4,735,180	0	4,735,180	0	0
0699997. Totals (Gross).....	4,765,760	0	4,765,760	0	0
0699998. Reinsurance ceded.....	10,616	0	10,616	0	0
0699999. Totals (Net).....	4,755,145	0	4,755,145	0	0
Miscellaneous Reserves:					
0700001. Additional actuarial reserves-Asset/Liability Analysis.....	0	0	0	0	0
0700002. For excess of valuation net premiums over gross premiums.....	23,412,190	0	23,296,945	0	115,245
0700003. For non-deduction of deferred fractional premiums.....	1,170,080	0	1,166,181	0	3,899
0700004. Immediate Payment of Claims.....	2,988,619	0	2,975,751	0	12,867
0700005. Market Value of EIUL Option.....	15,691,149	0	15,265,259	0	425,890
0700006. Substandard Extra.....	1,993,873	0	1,290,573	0	703,300
0700007. VL-GMDB.....	19,127,567	0	19,127,567	0	0
0799997. Totals (Gross).....	64,383,476	0	63,122,275	0	1,261,201
0799998. Reinsurance ceded.....	20,979,821	0	20,893,410	0	86,411
0799999. Totals (Net).....	43,403,655	0	42,228,865	0	1,174,790
9999999. Totals (Net) - Page 3, Line 1.....	1,746,801,158	0	1,701,294,729	0	45,506,430

EXHIBIT 5 - INTERROGATORIES

1.1 Has the reporting entity ever issued both participating and non-participating contracts?	Yes <input checked="" type="checkbox"/> [X]	No <input type="checkbox"/> []
1.2 If not, state which kind is issued.....		
2.1 Does the reporting entity at present issue both participating and non-participating contracts?	Yes <input type="checkbox"/> []	No <input checked="" type="checkbox"/> [X]
2.2 If not, state which kind is issued.....		
3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?	Yes <input checked="" type="checkbox"/> [X]	No <input type="checkbox"/> []
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.		

4. Has the reporting entity any assessment or stipulated premium contracts in force? If so, state:	Yes []	No [X]
4.1 Amount of insurance:	\$.....	0
4.2 Amount of reserve:	\$.....	0
4.3 Basis of reserve:		
4.4 Basis of regular assessments:		
4.5 Basis of special assessments:		
4.6 Assessments collected during year:	\$.....	0
5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.		

6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
6.1 If so, state the amount of reserve on such contracts on the basis actually held:	\$.....0	
6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:	\$.....0	
Attach statement of methods employed in their valuation.		

7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements:	\$.....0	
7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:		
7.3 State the amount of reserves established for this business:	\$.....0	
7.4 Identify where the reserves are reported in the blank.		

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due To Change
	2 Changed From	3 Changed To	

NONE

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non- Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2. Additional contract reserves (a).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
3. Additional actuarial reserves - Asset/Liability analysis.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
4. Reserve for future contingent benefits.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
5. Reserve for rate credits.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
6. Aggregate write-ins for reserves.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
7. Totals (Gross).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
8. Reinsurance ceded.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
9. Totals (Net).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims.....	4,449,180	4,449,180	.....0	.....0	.....0	.....0	.....0	.....0	.....0
11. Additional actuarial reserves - Asset/Liability analysis.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
12. Reserve for future contingent benefits.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
13. Aggregate write-ins for reserves.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
14. Totals (Gross).....	4,449,180	4,449,180	.....0	.....0	.....0	.....0	.....0	.....0	.....0
15. Reinsurance ceded.....	3,931,264	3,931,264	.....0	.....0	.....0	.....0	.....0	.....0	.....0
16. Totals (Net).....	517,916	517,916	.....0	.....0	.....0	.....0	.....0	.....0	.....0
17. TOTALS (Net).....	517,916	517,916	.....0	.....0	.....0	.....0	.....0	.....0	.....0
18. TABULAR FUND INTEREST.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

DETAILS OF WRITE-INS									
0601. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0602. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0603. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0698. Summary of remaining write-ins for Line 6 from overflow page.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1301. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1302. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1303. ....	.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1398. Summary of remaining write-ins for Line 13 from overflow page.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1399. Totals (Lines 1301 thru 1303 + 1398) (Line 13 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance.....	15,179,473	0	104,707	7,066,747	1,340,993	6,667,027
2. Deposits received during the year.....	4,023,359	0	0	1,632,998	15,288	2,375,073
3. Investment earnings credited to the account.....	493,142	0	5,904	383,006	43,826	60,406
4. Other net change in reserves.....	(123,931)	0	0	(123,931)	0	0
5. Fees and other charges assessed.....	20,384	0	0	20,384	0	0
6. Surrender charges.....	0	0	0	0	0	0
7. Net surrender or withdrawal payments.....	6,533,412	0	36,082	2,151,213	84,949	4,261,168
8. Other net transfers to or (from) Separate Accounts.....	0	0	0	0	0	0
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	13,018,247	0	74,529	6,787,222	1,315,158	4,841,338
10. Reinsurance balance at the beginning of the year.....	0	0	0	0	0	0
11. Net change in reinsurance assumed.....	0	0	0	0	0	0
12. Net change in reinsurance ceded.....	0	0	0	0	0	0
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12).....	0	0	0	0	0	0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13).....	13,018,247	0	74,529	6,787,222	1,315,158	4,841,338

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1.2 Reinsurance assumed.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1.3 Reinsurance ceded.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1.4 Net.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct.....	.....1,092,000	.....0	.....1,092,000	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2.12 Reinsurance assumed.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2.13 Reinsurance ceded.....	.....817,000	.....0	.....817,000	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2.14 Net.....	.....275,000	.....0	(b).....275,000	(b).....0	.....0	(b).....0	(b).....0	.....0	.....0	.....0	.....0
2.2 Other:											
2.21 Direct.....	.....38,341,541	.....0	.....35,348,867	.....2,692,674	.....0	.....0	.....300,000	.....0	.....0	.....0	.....0
2.22 Reinsurance assumed.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2.23 Reinsurance ceded.....	.....15,074,588	.....0	.....13,466,992	.....1,516,678	.....0	.....0	.....90,918	.....0	.....0	.....0	.....0
2.24 Net.....	.....23,266,953	.....0	(b).....21,881,875	(b).....1,175,996	.....0	(b).....0	(b).....209,082	.....0	(b).....0	(b).....0	(b).....0
3. Incurred but unreported:											
3.1 Direct.....	.....13,024,408	.....0	.....11,890,954	.....840,321	.....0	.....0	.....293,133	.....0	.....0	.....0	.....0
3.2 Reinsurance assumed.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
3.3 Reinsurance ceded.....	.....7,252,377	.....0	.....6,663,507	.....399,737	.....0	.....0	.....189,133	.....0	.....0	.....0	.....0
3.4 Net.....	.....5,772,031	.....0	(b).....5,227,447	(b).....440,584	.....0	(b).....0	(b).....104,000	.....0	(b).....0	(b).....0	(b).....0
4. Totals:											
4.1 Direct.....	.....52,457,949	.....0	.....48,331,821	.....3,532,995	.....0	.....0	.....593,133	.....0	.....0	.....0	.....0
4.2 Reinsurance assumed.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
4.3 Reinsurance ceded.....	.....23,143,965	.....0	.....20,947,499	.....1,916,415	.....0	.....0	.....280,051	.....0	.....0	.....0	.....0
4.4 Net.....	.....29,313,984	(a).....0	(a).....27,384,322	.....1,616,580	.....0	.....0	(a).....313,082	.....0	.....0	.....0	.....0

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$.....0 in Column 2, \$.....0 in Column 3 and \$.....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for

Ordinary Life Insurance \$.....4,755,145, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....0,

are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....517,916, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0

are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct.....	209,540,983	0	148,185,765	45,479,912	1,333,270	0	2,196,506	196,562	12,148,968	0	0
1.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
1.3 Reinsurance ceded.....	129,707,647	0	96,694,446	20,908,157	0	0	1,170,973	0	10,934,071	0	0
1.4 Net..... (d).....	79,833,336	0	51,491,319	24,571,755	1,333,270	0	1,025,533	196,562	1,214,897	0	0
2. Liability December 31, current year from Part 1:											
2.1 Direct.....	52,457,947	0	48,331,820	3,532,994	0	0	593,133	0	0	0	0
2.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
2.3 Reinsurance ceded.....	23,143,964	0	20,947,499	1,916,414	0	0	280,051	0	0	0	0
2.4 Net.....	29,313,983	0	27,384,321	1,616,580	0	0	313,082	0	0	0	0
3. Amounts recoverable from reinsurers December 31, current year.....	1,851,415	0	1,851,415	0	0	0	0	0	0	0	0
4. Liability December 31, prior year:											
4.1 Direct.....	37,169,555	0	35,946,260	944,115	0	0	279,180	0	0	0	0
4.2 Reinsurance assumed.....	58,729	0	58,729	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded.....	18,651,611	0	18,093,517	382,865	0	0	175,229	0	0	0	0
4.4 Net.....	18,576,673	0	17,911,472	561,250	0	0	103,951	0	0	0	0
5. Amounts recoverable from reinsurers December 31, prior year.....	4,354,126	0	4,354,126	0	0	0	0	0	0	0	0
6. Incurred benefits:											
6.1 Direct.....	224,829,375	0	160,571,324	48,068,791	1,333,270	0	2,510,459	196,562	12,148,968	0	0
6.2 Reinsurance assumed.....	(58,729)	0	(58,729)	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded.....	131,697,290	0	97,045,718	22,441,706	0	0	1,275,795	0	10,934,071	0	0
6.4 Net.....	93,073,356	0	63,466,878	25,627,085	1,333,270	0	1,234,664	196,562	1,214,897	0	0

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....20,646 in Line 1.1, \$.....20,646 in Line 1.4, \$.....20,646 in Line 6.1 and \$.....20,647 in line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(d) Includes \$.....186,905 premiums waived under total and permanent disability benefits.

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
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).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....	0	0	0
2.2 Common stocks.....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....	0	0	0
3.2 Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	0	100	100
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	100	100
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	673	1,894	1,221
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums.....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....	0	111,571	111,571
16.2 Funds held by or deposited with reinsured companies.....	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0
18.2 Net deferred tax asset.....	87,896,029	72,137,759	(15,758,270)
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	0	0
21. Furniture and equipment, including health care delivery assets.....	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0
24. Health care and other amounts receivable.....	30,061,088	15,173,575	(14,887,513)
25. Aggregate write-ins for other than invested assets.....	246,269	139,725	(106,544)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	118,204,059	87,564,624	(30,639,435)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	118,204,059	87,564,624	(30,639,435)

DETAILS OF WRITE-INS

1101.	0	0	0
1102.	0	0	0
1103.	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Accounts receivable.....	86,775	70,119	(16,656)
2502. Investment receivable.....	151,644	66,887	(84,757)
2503. Other assets nonadmitted.....	7,850	2,719	(5,131)
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	246,269	139,725	(106,544)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of the Company are presented on the basis of accounting practices prescribed by the Insurance Department of the State of Ohio. The Insurance Department of the State of Ohio recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operation of an insurance company for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

A reconciliation of the Company's net income (loss) and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below :

	2011	2010
Net Income (Loss), State of Ohio Basis	\$ (11,946,401)	\$ 123,139,021
State Prescribed Practices	0	0
State Permitted Practices	0	0
Net Income (Loss), NAIC SAP	<u>\$ (11,946,401)</u>	<u>\$ 123,139,021</u>
Statutory Surplus, State of Ohio Basis	\$ 275,198,023	511,264,493
State Prescribed Practices	0	0
State Permitted Practices	0	0
Statutory Surplus, NAIC SAP	<u>\$ 275,198,023</u>	<u>\$ 511,264,493</u>

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

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

C. Accounting Policy

Life premiums are recognized as income over the premium paying periods of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. In addition, the Company uses the following accounting policies:

- (1) Short-term investments are accounted for in the same manner as similar long-term investments. Investments in money market funds are reported in accordance with the guidance in the NAIC Purposes and Procedures Manual of the SVO.
- (2) Investments in bonds not backed by other loans are stated at amortized cost using the scientific interest method, except those with a NAIC designation 6, which are stated at the lower of amortized cost or fair value.
- (3) Investments in common stocks are stated at fair value, except those investments in stocks of uncombined subsidiaries and affiliates, which are valued using applicable methods outlined in Part Eight of the SVO Purposes and Procedures Manual.
- (4) The Company had no investments in preferred stock during 2011 or 2010.
- (5) The statement value of mortgage loans is equal to the unpaid aggregate loan balance adjusted for purchase discounts or premiums, less a valuation allowance for impaired loans and/or any non-admitted amounts recognized for statutory purposes, if applicable.
- (6) Investments in loan-backed securities are stated at amortized cost, except those with an initial NAIC designation of 6, which are stated at the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities unless the security has been impaired.
- (7) Investments in subsidiaries, controlled and affiliated (SCA) companies are stated in accordance with Part Eight of the SVO Purposes and Procedures Manual as well as Statement of Statutory Accounting Principles (SSAP) No. 97 - *Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP No. 88*. At December 31, 2011, the Company held the following percentages of outstanding shares of common stock in non-insurance SCA companies:

Percent	Company
77.00%	Transamerica Asset Management, Inc.
44.13%	Transamerica Fund Services, Inc.
100.00%	World Financial Group Insurance Agency, Inc.
100.00%	Intersecurities Insurance Agency, Inc.

Transamerica Asset Management, Inc. is carried at audited GAAP equity. The remaining non-insurance SCA companies are carried at a value of zero, as they are unaudited.

- (8) The accounting policies of the insurer with respect to investments in joint ventures, partnerships and limited liability companies follow the guidance as outlined in SSAP No. 48 - *Joint Ventures, Partnerships and Limited Liability Companies*, and No. 97 of the NAIC Accounting Practices and Procedures Manual.
- (9) All derivatives are stated as outlined in Note 8.
- (10) The Company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP 54 - *Individual and Group Accident and Health Contracts*.
- (11) Liabilities for losses and loss/claim adjustment expenses for accident and health contracts are estimated by the Company's divisional actuaries using statistical claim development models to develop best estimates for medical expense business and using tabular reserves employing mortality/morbidity tables and discount rates meeting minimum regulatory requirements for other business.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Method used to estimate pharmaceutical rebate receivables - Not Applicable

2. Accounting Changes and Corrections of Errors

A. Material Changes in Accounting Principles and/or Correction of Errors

Effective December 31, 2011, the Company adopted SSAP No. 5R, *Liabilities, Contingencies and Impairments of Assets – Revised*. The revisions require the Company to recognize a liability equal to the fair value of the guarantee at its inception, even if the likelihood of payment under the guarantee is remote. Additional disclosures are also required for guarantees. Guarantees made to/or on behalf of a wholly-owned subsidiary and related party guarantees that are considered “unlimited” (for example, in response to a rating agency’s requirement to provide a commitment to support) are exempt from the initial liability recognition, but are subject to the new disclosure requirements. The adoption of

NOTES TO FINANCIAL STATEMENTS

this new accounting principle had no material impact to the Company's results of operations or financial position and did not require additional disclosures regarding these guarantees.

Effective December 31, 2011, the Company adopted non-substantive revisions to SSAP No. 100, *Fair Value Measurements*, to incorporate the provisions of ASU 2010-06, *Improving Disclosures about Fair Value Measurements*. This revision requires, for annual statutory financial statements only, a new disclosure for assets and liabilities for which fair value is not measured and reported in the statement of financial position but is otherwise disclosed.

Effective January 1, 2012, the Company will adopt revisions to SSAP No. 100, *Fair Value Measurements*. These revisions require new disclosures of fair value hierarchy and the method used to obtain the fair value measurement, a new footnote that summarizes hierarchy levels by type of financial instrument, and gross presentation of purchases, sales, issues and settlements within the reconciliation for fair value measurements categorized within Level 3 of the hierarchy.

Effective December 31, 2011, the Company adopted non-substantive changes to SSAP No. 32, *Investments in Preferred Stock (including investments in preferred stock of subsidiary, controlled, or affiliated entities)*. Under the revised SSAP No. 32, a preferred stock is defined as any class or series of shares the holders of which have any preference, either as to the payment of dividends or distribution of assets on liquidation, over the holder of common stock [as defined in SSAP No. 30, *Investments in Common Stock (excluding investments in common stock of subsidiary, controlled, or affiliated entities)*] issued by an entity.

Effective January 1, 2011, the Company adopted SSAP No. 35R, *Guaranty Fund and Other Assessments – Revised*. This statement modified the conditions required for recognizing a liability for insurance-related assessments and required additional disclosures to be made in the Notes to the Financial Statements. The adoption of this accounting principle had no financial impact to the Company.

Effective January 1, 2011, the Company adopted revisions to certain paragraphs of SSAP No. 43R – *Loan-backed and Structured Securities* to clarify the accounting for gains and losses between AVR and IMR. The revisions clarify that an AVR/IMR bifurcation analysis should be performed when 43R securities are sold (not just as a result of impairment). These changes were applied on a prospective basis and had no financial impact to the Company upon adoption.

Effective January 1, 2011, the Company adopted revisions to SSAP No. 43R – *Loan-backed and Structured Securities* to clarify the definitions of loan-backed and structured securities. The clarified guidance was applied prospectively and had no financial impact to the Company upon adoption.

For interim and annual periods of 2011 and 2010, the Company adopted SSAP No. 10R – *Income Taxes – Revised, A Temporary Replacement of SSAP No. 10* (SSAP 10R). This statement establishes statutory accounting principles for current and deferred federal and foreign income taxes and current state income taxes. The SSAP temporarily supersedes SSAP No. 10 – *Income Taxes*. SSAP No. 10R allows an entity to elect to admit additional deferred tax assets (DTAs) utilizing a three year loss carryback provision, plus the lesser of a look-forward of three years on gross DTA's expected to be realized or 15% of statutory capital and surplus if the entity's risk-based capital is above the 250% risk-based capital level where an action level could occur as a result of a trend test utilizing the old SSAP No. 10 provisions to calculate the DTA. Prior to the adoption of SSAP 10R, the admitted DTA was calculated by taking into consideration a one year loss carryback and look-forward on gross DTA's that can be expected to be realized and a 10% capital and surplus limit on the admitted amount of the DTA. The Company elected to admit additional deferred tax assets pursuant to SSAP 10R and as a result, the cumulative effect of the adoption of this standard is the difference between the calculation of the admitted DTA per SSAP 10R and the old SSAP No. 10 methodology at December 31, 2011 and 2010. This change in accounting principle increased surplus by a net amount of \$ 67,503,273 and \$70,527,059 at December 31, 2011 and 2010, respectively, which has been recorded in the capital section of the balance sheet as an aggregate write-in for other than special surplus funds.

Effective January 1, 2012, the Company will begin computing current and deferred income taxes in accordance with SSAP No. 101 – *Income Taxes, A Replacement of SSAP No. 10R and SSAP No. 10*. This statement establishes statutory accounting principles for current and deferred federal and foreign income taxes and current state income taxes. The effect of this statement is not expected to be material to the financial statements.

Effective December 31, 2010, the Company adopted modifications made to SSAP No. 91R – *Accounting for Transfers and Servicing of Financial Assets and Extinguishment of Liabilities*. As a result of these modifications, for securities lending programs, collateral received by the Company's agent that can be sold or re-pledged is reported on the balance sheet. Collateral received and reinvestment of that collateral by the Company are reflected as a one-line entry on the balance sheet (Securities lending reinvested collateral assets) and a separate schedule (DL) is provided at each quarter- and year-end to provide detail of the reinvested collateral. A separate liability is also established to record the obligation to return the cash collateral (Payable for securities lending). This change in accounting principle increased assets and liabilities by \$193,926,194 with no impact to surplus. See Note 5E for further details.

Effective December 31, 2010, the Company adopted SSAP No. 100 – *Fair Value Measurements*, including modifications and clarifications made to the standard. This statement defines fair value, establishes a framework for measuring fair value and establishes disclosure requirements about fair value, and it applies under other statutory accounting pronouncements that require or permit fair value measurements. The adoption of this new accounting principle had no impact to surplus. See Note 20 for further details.

3. Business Combinations and Goodwill
- A. Statutory Purchase Method - Not Applicable
- B. Statutory Merger - Not Applicable
- C. Assumption Reinsurance - Not Applicable
- D. Impairment Loss - Not Applicable
4. Discontinued Operations - None
5. Investments
- A. Mortgage Loans

(1) The maximum and minimum lending rates for mortgage loans during 2011 were as follows:

	Max	Min
Commercial	N/A	N/A
Agricultural	N/A	N/A
Residential	N/A	N/A

(2) During 2011, the Company reduced interest rates on outstanding mortgages as follows:

3%	\$0	0 Loan(s)
2%	\$0	0 Loan(s)
1%	\$0	0 Loan(s)

NOTES TO FINANCIAL STATEMENTS

(3) The maximum percentage of any one admitted loan to the value of the security (exclusive of insured or guaranteed or purchase money mortgages) originated in the year ended December 31, 2011 at the time of origination was not applicable as no new loans were originated in 2011.

As of Year End:	Current Year	Prior Year
(4) The Company held net admitted asset value of mortgages with interest more than 180 days past due	\$0	\$0
The amount of interest overdue on these mortgages equals	\$0	\$0
(5) Taxes, assessments and other amounts advanced and not included in the mortgage loan total	\$0	\$0
(6) The net admitted asset value in impaired loans with a related allowance for credit losses	\$0	\$0
The amount of allowance for credit losses	\$0	\$0
(7) Impaired mortgage loans without an allowance for credit losses	\$0	\$0
(8) Average recorded net admitted asset value of impaired loans	\$0	\$0
(9) The amount of interest income that was recognized on impaired loans	\$0	\$0
(10) Amount of interest income that was recognized on a cash basis on impaired loans	\$0	\$0
(11) Allowance for Credit Losses:		
Balance at beginning of period	\$0	\$0
Additions charged to operations	\$0	\$0
Direct write-downs charged against the allowances	\$0	\$0
Recoveries of amounts previously charged off	\$0	\$0
Balance at end of period	\$0	\$0
(12) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 91 days) and the loan continues to perform under its original or restructured contractual terms. Interest income on non-performing loans is generally recognized on a cash basis.		

- B. Debt Restructuring - None
- C. Reverse Mortgages - None
- D. Loan-Backed Securities

(1) Prepayment assumptions were obtained from BlackRock or Bloomberg prepayment models. If assumptions were not available from these sources, internal estimates were used.

(2) Aggregate totals for loan-backed securities with a recognized other-than-temporary impairment during the current reporting period are shown below classified on the basis of the other-than-temporary impairment:

	1	2	3	4
	Book/Adj Carrying Value Amortized Cost Before Current Period OTTI	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value
1st Qtr Present Value of Cash Flows Expected to be Less than the Amortized Cost Basis	\$ 999,995	\$ 23,886	\$ 976,108	\$ 529,517
2nd Qtr Present Value of Cash Flows Expected to be Less than the Amortized Cost Basis	2,732,778	80,261	2,652,517	1,547,737
3rd Qtr Present Value of Cash Flows Expected to be Less than the Amortized Cost Basis	2,604,322	25,024	2,579,298	1,376,826
4th Qtr Present Value of Cash Flows Expected to be Less than the Amortized Cost Basis	3,820,514	107,807	3,712,708	2,307,293
Aggregate Total	\$ 10,157,608	\$ 236,978	\$ 9,920,631	\$ 5,761,373

NOTES TO FINANCIAL STATEMENTS

(3) Detail for each security with a recognized other-than-temporary impairment, currently held by the reporting entity, where the present value of cash flows expected to be collected is less than the amortized cost basis of the securities, is shown below:

1	2	3	4	5	6	7
CUSIP	Book/Adj Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
35729PPC8	\$ 8,534,499	\$ 4,351,814	\$ 4,182,685	\$ 4,351,814	\$ 144,965	3Q 2009
74925FAA1	315,521	301,376	14,145	301,376	279,467	1Q 2010
52522QAM4	1,409,289	1,348,219	61,071	1,348,219	961,072	2Q 2010
65536PAA8	102,698	96,878	5,820	96,878	88,271	2Q 2010
65536PAA8	56,930	52,461	4,469	52,461	49,314	3Q 2010
75970QAH3	2,000,000	1,819,600	180,400	1,819,600	1,080,760	3Q 2010
52522QAM4	1,233,665	1,221,895	11,770	1,221,895	940,895	4Q 2010
74925FAA1	262,340	252,407	9,933	252,407	247,999	4Q 2010
12668WAC1	999,995	976,108	23,886	976,108	529,517	1Q 2011
12668WAC1	961,823	941,722	20,101	941,722	470,608	2Q 2011
65536PAA8	39,819	38,905	914	38,905	21,801	2Q 2011
75970QAH3	1,731,135	1,671,890	59,245	1,671,890	1,055,328	2Q 2011
12668WAC1	927,437	922,900	4,537	922,900	418,087	3Q 2011
65536PAA8	37,986	36,998	989	36,998	18,145	3Q 2011
75970QAH3	1,638,898	1,619,400	19,498	1,619,400	940,594	3Q 2011
12668WAC1	908,615	888,800	19,815	888,800	393,592	4Q 2011
52522QAM4	1,069,680	1,000,742	68,938	1,000,742	794,226	4Q 2011
65536PAA8	36,306	35,918	387	35,918	14,848	4Q 2011
74925FAA1	217,529	210,247	7,281	210,247	201,859	4Q 2011
75970QAH3	1,588,385	1,577,000	11,385	1,577,000	902,768	4Q 2011
Total			\$ 4,707,271	\$ 19,365,280		

(4) The unrealized losses of loan-backed securities where fair value is less than cost or amortized cost for which an other-than-temporary impairment has not been recognized in earnings at December 31, 2011 are as follows:

a. Aggregate amount of unrealized losses:			
1.	Less than 12 Months	\$	40,903
2.	12 Months or Longer	\$	15,982,641
b. Aggregate related fair value of securities with unrealized losses:			
1.	Less than 12 Months	\$	5,039,578
2.	12 Months or Longer	\$	69,186,945

E. Repurchase Agreements and/or Securities Lending Transactions

(1) The Company did not participate in repurchase agreements during 2011.

For securities lending agreements, the Company receives collateral equal to 102% of the fair value of the loaned domestic securities. If the fair value of the collateral is at any time less than 102% of the fair value of the loaned securities, the counterparty is mandated to deliver additional collateral, the fair value of which, together with the collateral already held in connection with the lending transaction, is at least equal to 102% of the fair value of the loaned domestic securities. In the event the Company loans a foreign security and the denomination of the currency of the collateral is other than the denomination of the currency of the loaned foreign security, the Company receives and maintains collateral equal to 105% of the fair market value of the loaned security. The collateral the Company received from securities lending was in the form of cash and on open terms. Cash received is reinvested and is not available for general corporate purposes.

At December 31, 2011 and December 31, 2010, securities with a fair value of \$86,663,079 and \$187,772,889, respectively, were on loan under security lending agreements.

For dollar repurchase agreements, the Company receives cash collateral in an amount at least equal to the fair value of the securities transferred by the Company as of the transaction date. Cash received as collateral will be invested as needed or used for general corporate purposes of the Company. As of December 31, 2011, the Company had dollar repurchase agreements outstanding in the amount of \$4,976,769. The Company did not participate in dollar repurchase agreements at December 31, 2010.

(2) See Note 21.C. for disclosure of assets pledged as collateral.

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Received

a. Aggregate Amount Cash Collateral Received

	(1) Fair Value
1. Repurchase Agreement	
(a) Open	\$ -
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Sub-Total	\$ -
(g) Securities Received	
(h) Total Collateral Received	<u>\$ -</u>
2. Securities Lending	
(a) Open	\$ 89,588,970
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Sub-Total	\$ 89,588,970
(g) Securities Received	
(h) Total Collateral Received	<u>\$ 89,588,970</u>
3. Dollar Repurchase Agreement	
(a) Open	\$ 4,976,769
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Sub-Total	\$ 4,976,769
(g) Securities Received	
(h) Total Collateral Received	<u>\$ 4,976,769</u>

b. Aggregate fair value of all securities acquired from the sale, trade or use of the accepted collateral (reinvested collateral) \$ 89,422,687

c. The Company receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The Company reinvests the cash collateral into higher yielding securities than the securities which the Company has lent to other entities under the arrangement.

(4) All of the reinvested collateral has been “one-line” reported on the Company’s balance sheet.

NOTES TO FINANCIAL STATEMENTS

(5) Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

	(1) Amortized Cost	(2) Fair Value
1. Repurchase Agreement		
(a) Open	\$ -	\$ -
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 Years		
(i) 2-3 Years		
(j) Greater Than 3 Years		
(k) Sub-Total	\$ -	\$ -
(l) Securities Received		
(m) Total Collateral Reinvested	<u>\$ -</u>	<u>\$ -</u>
2. Securities Lending		
(a) Open	\$ 6,932,840	\$ 6,932,840
(b) 30 Days or Less	51,877,097	51,869,223
(c) 31 to 60 Days	8,447,580	8,447,003
(d) 61 to 90 Days	16,180,250	16,146,571
(e) 91 to 120 Days	-	-
(f) 121 to 180 Days	2,000,000	2,000,000
(g) 181 to 365 Days	3,187,165	3,153,656
(h) 1 to 2 Years	999,557	873,394
(i) 2-3 Years	-	-
(j) Greater Than 3 Years	-	-
(k) Sub-Total	\$ 89,624,489	\$ 89,422,687
(l) Securities Received	-	-
(m) Total Collateral Reinvested	<u>\$ 89,624,489</u>	<u>\$ 89,422,687</u>
3. Dollar Repurchase Agreement		
(a) Open	\$ -	\$ -
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 Years		
(i) 2-3 Years		
(j) Greater Than 3 Years		
(k) Sub-Total	\$ -	\$ -
(l) Securities Received		
(m) Total Collateral Reinvested	<u>\$ -</u>	<u>\$ -</u>

b. The Company's sources of cash that it uses to return the cash collateral is dependent upon the liquidity of the current market conditions. Under current conditions, the Company has securities with a par value of \$89,629,765 (fair value of \$89,422,687) that are currently tradable securities that could be sold and used to pay for the \$89,588,970 in collateral calls that could come due under a worst-case scenario.

F. Real Estate – None

G. Investments in Low-Income Housing Tax Credits

For the year ending December 31, 2011, the Company had five Low Income Housing Tax Credit Investments. The remaining years of unexpired tax credits ranged from four to ten, and none of the properties were subject to regulatory review. The length of time remaining for holding periods ranged from four to fifteen years. The amount of contingent equity commitments expected to be paid during the year 2012 is \$384,293. There were no impairment losses, write-downs, or reclassifications during the year related to any of these credits.

6. Joint Ventures, Partnerships, and Limited Liability Companies

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement period.
- C. The Company had contingent commitments of \$392,373 and \$1,151,321 as of December 31, 2011 and 2010, respectively, for Joint Ventures, Partnerships and Limited Liability Companies, which includes LIHTC commitments disclosed in Note 5G.

7. Investment Income

A. Due and accrued investment income was excluded from surplus on the following bases:

- Due and accrued interest income was excluded when collection seemed uncertain or payment exceeded 90 days past due, with the exception of mortgage loans in default.
- B. The total amount excluded for bonds is \$0 and \$0 as of December 31, 2011 and December 31, 2010, respectively. There were no amounts excluded for mortgage loans or real estate for either 2011 or 2010.

NOTES TO FINANCIAL STATEMENTS

8. Derivative Instruments

The accounting for derivatives complies with the guidance as outlined in SSAP No. 86 - *Accounting for Derivative Instruments and Hedging Activities*.

Overview:

The Company may use various derivative instruments (options, caps, floors, swaps, foreign currency forwards, and futures) to manage risks related to its ongoing business operations. On the transaction date of the derivative instrument, the Company designates the derivative as either (A) Hedging (fair value, foreign currency fair value, cash flow, foreign currency cash flow, forecasted transactions, or net investment in a foreign operation), (B) Replication, (C) Income Generation, or (D) held for other investment/risk management activities, which do not qualify for hedge accounting under SSAP 86.

Derivative instruments used in hedging relationships are accounted for on a basis that is consistent with the hedged item (amortized cost or fair value). Derivative instruments used in replication relationships are accounted for on a basis that is consistent with the cash instrument and the replicated asset (amortized cost or fair value). Derivative instruments used in income generation relationships are accounted for on a basis that is consistent with the associated covered asset or underlying interest to which the derivative indicates (amortized cost or fair value). Derivative instruments held for other investment/risk management activities receive fair value accounting.

Derivative instruments are subject to market risk, which is the possibility that future changes in market prices may make the instruments less valuable. The Company uses derivatives as hedges; consequently, when the value of the derivative changes, the value of a corresponding hedged asset or liability will move in the opposite direction. Market risk is a consideration when changes in the value of the derivative and the hedged item do not completely offset (correlation or basis risk) which is mitigated by active measuring and monitoring.

The Company is exposed to credit-related losses in the event of non-performance by counterparties to financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high credit rating of 'A' or better. The credit exposure of interest rate swaps and currency swaps is represented by the fair value of contracts, aggregated at a counterparty level, with a positive fair value at the reporting date. The Company has entered into collateral agreements with certain counterparties wherein the counterparty is required to post assets on the Company's behalf. The posted amount is equal to the difference between the net positive fair value of the contracts and an agreed upon threshold that is based on the credit rating of the counterparty. Inversely, if the net fair value of all contracts with this counterparty is negative, then the Company is required to post assets instead.

Types of Derivative Instruments:

Variance swaps are used in the asset/liability management process to mitigate the gamma risk created when the Company has issued minimum guarantee insurance contracts linked to an index. These variance swaps are similar to volatility options where the underlying index provides for the market value movements. Variance swaps do not accrue interest. Typically, no cash is exchanged at the outset of initiating the variance swap, and a single receipt or payment occurs at the maturity or termination of the contract. The variance swaps that meet hedge accounting rules are carried in a manner consistent with the hedged item, generally at amortized cost, on the financial statements. If terminated prior to maturity, proceeds are exchanged equal to the fair value of the contract. These gains and losses may be included in IMR or AVR if the underlying instrument receives that treatment. Swaps not meeting hedge accounting rules are carried at fair value with fair value adjustments recorded in capital and surplus. See Schedule DB, Part A.

Futures contracts are used to hedge the liability risk associated when the Company issues products providing the customer a return based on various global market indices. Futures are marked to market on a daily basis whereby a cash payment is made or received by the Company. These payments are recognized as realized gains or losses in the financial statements. See Schedule DB, Part B.

Fair Value Hedges:

The Company holds no derivatives receiving fair value hedge accounting treatment.

Cash Flow Hedges:

The Company holds no derivatives receiving cash flow hedge accounting treatment.

Derivatives not qualifying for Hedge Accounting under SSAP 86:

The Company enters into derivative transactions that economically mitigate risk associated with interest rate, exchange rate, credit, and equity movements within the marketplace. Due to the natural economic benefits of the hedge in relation to the hedged item, the Company has chosen not to seek hedge accounting in these instances. Examples of these types of derivative transactions and the associated risks are as follows: (A) futures that hedge the equity risk on universal life liabilities; or (B) swaps and futures that hedge the equity, interest rate, or currency risk on minimum rate guarantee liabilities.

Replication:

The Company holds no derivatives that are part of a replication transaction.

Income Generation:

The Company holds no derivatives that are part of an income generation transaction.

Other:

The Company holds no derivatives that would be classified as an "other" type transaction.

Disclosures:

At December 31, 2011 and 2010, the Company has recorded \$510,768 and \$(971,372), respectively, for the component of derivative instruments utilized for hedging purposes that did not qualify for hedge accounting. This has been recorded directly to unassigned surplus as an unrealized gain (loss), respectively.

The Company did not recognize any unrealized gains or losses during 2011 or 2010 that represented the component of derivative instruments gain or loss that was excluded from the assessment of hedge effectiveness.

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

	12/31/2011		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$ 216,717,194	\$ 6,825,774	\$ 223,542,968
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	216,749,019	6,825,774	223,542,968
(d) Deferred Tax Liabilities	9,743,620	1,360,252	11,103,872
(e) Subtotal (Net Deferred Tax Assets) (1c-1d)	206,973,574	5,465,522	212,439,096
(f) Deferred Tax Assets Nonadmitted	87,095,892	800,137	87,896,029
(g) Net Admitted Deferred Tax Assets (1e-1f)	\$ 119,877,682	\$ 4,665,385	\$ 124,543,067

	12/31/2010		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Gross Deferred Tax Assets	\$ 210,291,597	\$ 6,740,504	\$ 217,032,101
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	210,291,597	6,740,504	217,032,101
(d) Deferred Tax Liabilities	22,478,023	712,189	23,190,212
(e) Subtotal (Net Deferred Tax Assets) (1c-1d)	187,813,574	6,028,315	193,841,889
(f) Deferred Tax Assets Nonadmitted	70,717,496	1,420,263	72,137,759
(g) Net Admitted Deferred Tax Assets (1e-1f)	\$ 117,096,078	\$ 4,608,052	\$ 121,704,130

	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$ 6,425,597	\$ 85,270	\$ 6,510,867
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	6,425,597	85,270	6,510,867
(d) Deferred Tax Liabilities	(12,734,403)	648,063	(12,086,340)
(e) Subtotal (Net Deferred Tax Assets) (1c-1d)	19,160,000	(562,793)	18,597,207
(f) Deferred Tax Assets Nonadmitted	16,378,396	(620,126)	15,758,270
(g) Net Admitted Deferred Tax Assets (1e-1f)	\$ 2,781,604	\$ 57,333	\$ 2,838,937

2. The Company elected to admit deferred tax assets pursuant to SSAP No. 10R, paragraph 10.e. for the reporting periods 2011 and 2010.

3. Total increased admitted adjusted gross DTAs as the result of the application of paragraph 10.e. SSAP No. 10R, Income Taxes - A Temporary Replacement of SSAP No. 10:

	12/31/2011		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
Total increased admitted deferred tax asset	\$ 64,732,284	\$ 2,770,989	\$ 67,503,273

	12/31/2010		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
Total increased admitted deferred tax asset	\$ 67,929,839	\$ 2,597,220	\$ 70,527,059

	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
Total increased admitted deferred tax asset	\$ (3,197,555)	\$ 173,769	\$ (3,023,786)

NOTES TO FINANCIAL STATEMENTS

4.	12/31/2011		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
Admission Calculation Components			
SSAP No. 10R, Paragraphs 10.a., 10.b.,and 10.c.:			
(a) SSAP No. 10R, Paragraph 10.a.	\$ 55,145,398	\$ 1,894,396	\$ 57,039,794
(b) SSAP No. 10R, Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	-	-	-
(c) SSAP No. 10R, Paragraph 10.b.i.	-	-	-
(d) SSAP No. 10R, Paragraph 10.b.ii.	-	-	16,353,824
(e) SSAP No. 10R, Paragraph 10.c.	9,743,620	1,360,252	11,103,872
(f) Total (4a + 4b + 4e)	\$ 64,889,018	\$ 3,254,648	\$ 68,143,666
Admission Calculation Components			
SSAP No. 10R, Paragraph 10.e.:			
(g) SSAP No. 10R, Paragraph 10.e.i.	\$ 102,605,900	\$ 2,283,293	\$ 104,889,193
(h) SSAP No. 10R, Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a and 10.e.ii.b. below)	17,271,782	2,382,092	19,653,874
(i) SSAP No. 10R, Paragraph 10.e.ii.a.	17,271,782	2,382,092	19,653,874
(j) SSAP No. 10R, Paragraph 10.e.ii.b.	21,557,558	2,973,178	24,530,736
(k) SSAP No. 10R, Paragraph 10.e.iii.	9,743,620	1,360,252	11,103,872
(l) Total (4g + 4h + 4k)	\$ 129,621,302	\$ 6,025,637	\$ 135,646,939
	12/31/2010		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
Admission Calculation Components			
SSAP No. 10R, Paragraphs 10.a., 10.b.,and 10.c.:			
(a) SSAP No. 10R, Paragraph 10.a.	\$ 49,166,239	\$ 2,010,832	\$ 51,177,071
(b) SSAP No. 10R, Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	1	0	1
(c) SSAP No. 10R, Paragraph 10.b.i.	1	0	1
(d) SSAP No. 10R, Paragraph 10.b.ii.	32,002,432	1,308,856	33,311,288
(e) SSAP No. 10R, Paragraph 10.c.	22,478,022	712,189	23,190,211
(f) Total (4a + 4b + 4e)	\$ 71,644,262	\$ 2,723,021	\$ 74,367,283
Admission Calculation Components			
SSAP No. 10R, Paragraph 10.e.:			
(g) SSAP No. 10R, Paragraph 10.e.i.	\$ 117,096,079	\$ 2,405,721	\$ 119,501,800
(h) SSAP No. 10R, Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a and 10.e.ii.b. below)	-	2,202,331	2,202,331
(i) SSAP No. 10R, Paragraph 10.e.ii.a.	-	2,202,331	2,202,331
(j) SSAP No. 10R, Paragraph 10.e.ii.b.	-	49,966,931	49,966,931
(k) SSAP No. 10R, Paragraph 10.e.iii.	22,478,022	712,189	23,190,211
(l) Total (4g + 4h + 4k)	\$ 139,574,101	\$ 5,320,241	\$ 144,894,342
	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
Admission Calculation Components			
SSAP No. 10R, Paragraphs 10.a., 10.b.,and 10.c.:			
(a) SSAP No. 10R, Paragraph 10.a.	\$ 5,979,159	\$ (116,436)	\$ 5,862,723
(b) SSAP No. 10R, Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	(1)	(0)	(1)
(c) SSAP No. 10R, Paragraph 10.b.i.	(1)	(0)	(1)
(d) SSAP No. 10R, Paragraph 10.b.ii.	(32,002,432)	(1,308,856)	(16,957,463)
(e) SSAP No. 10R, Paragraph 10.c.	(12,734,402)	648,063	(12,086,339)
(f) Total (4a + 4b + 4e)	\$ (6,755,244)	\$ 531,627	\$ (6,223,617)
Admission Calculation Components			
SSAP No. 10R, Paragraph 10.e.:			
(g) SSAP No. 10R, Paragraph 10.e.i.	\$ (14,490,179)	\$ (122,428)	\$ (14,612,607)
(h) SSAP No. 10R, Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a and 10.e.ii.b. below)	17,271,782	179,761	17,451,543
(i) SSAP No. 10R, Paragraph 10.e.ii.a.	17,271,782	179,761	17,451,543
(j) SSAP No. 10R, Paragraph 10.e.ii.b.	21,557,558	(46,993,753)	(25,436,195)
(k) SSAP No. 10R, Paragraph 10.e.iii.	(12,734,402)	648,063	(12,086,339)
(l) Total (4g + 4h + 4k)	\$ (9,952,799)	\$ 705,396	\$ (9,247,403)

NOTES TO FINANCIAL STATEMENTS

Used in SSAP No. 10R, Paragraph 10.d.

(m) Total Adjusted Capital
(n) Authorized Control Level

12/31/2011		
Ordinary	Capital	Total
XXX	XXX	216,532,928
XXX	XXX	37,656,297

(m) Total Adjusted Capital
(n) Authorized Control Level

12/31/2010		
Ordinary	Capital	Total
XXX	XXX	449,953,964
XXX	XXX	43,278,286

(m) Total Adjusted Capital
(n) Authorized Control Level

Change		
Ordinary	Capital	Total
XXX	XXX	(233,421,036)
XXX	XXX	(5,621,989)

5.

Impact of Tax Planning Strategies:

(a) Adjusted Gross DTAs
(% of Total Adjusted Gross DTAs)
(b) Net Admitted Adjusted Gross DTAs

12/31/2011		
(1)	(2)	(3)
Ordinary Percent	Capital Percent	(Col 1+2) Total Percent

(% of Total Net Admitted Adjusted Gross DTAs)

0%	3%	3%
0%	6%	6%

Impact of Tax Planning Strategies:

(a) Adjusted Gross DTAs
(% of Total Adjusted Gross DTAs)
(b) Net Admitted Adjusted Gross DTAs

12/31/2010		
(1)	(2)	(3)
Ordinary Percent	Capital Percent	(Col 1+2) Total Percent

(% of Total Net Admitted Adjusted Gross DTAs)

0%	1%	1%
0%	2%	2%

Impact of Tax Planning Strategies:

(a) Adjusted Gross DTAs
(% of Total Adjusted Gross DTAs)
(b) Net Admitted Adjusted Gross DTAs

Change		
(1)	(2)	(3)
Ordinary Percent	Capital Percent	(Col 1+2) Total Percent

(% of Total Net Admitted Adjusted Gross DTAs)

0%	2%	2%
0%	4%	4%

NOTES TO FINANCIAL STATEMENTS

6.

12/31/2011			
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
SSAP No. 10R, Paragraphs 10.a., 10.b., and 10.c.:			
(a) Admitted Deferred Tax Assets	\$ 64,889,018	\$ 3,254,648	\$ 68,143,666
(b) Admitted Assets	XXX	XXX	8,355,640,090
(c) Adjusted Statutory Surplus*	XXX	XXX	207,694,750
(d) Total Adjusted Capital from DTAs	XXX	XXX	216,532,928
Increases due to SSAP No. 10R, Paragraph 10.e.:			
(e) Admitted Deferred Tax Assets	\$ 64,732,284	\$ 2,770,989	\$ 67,503,273
(f) Admitted Assets	\$ 64,732,284	\$ 2,770,989	\$ 67,503,273
(g) Statutory Surplus	\$ 64,732,284	\$ 2,770,989	\$ 67,503,273

12/31/2010			
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
SSAP No. 10R, Paragraphs 10.a., 10.b., and 10.c.:			
(a) Admitted Deferred Tax Assets	\$ 71,644,262	\$ 2,723,021	\$ 74,367,283
(b) Admitted Assets	XXX	XXX	9,427,359,280
(c) Adjusted Statutory Surplus*	XXX	XXX	440,737,434
(d) Total Adjusted Capital from DTAs	XXX	XXX	449,953,964
Increases due to SSAP No. 10R, Paragraph 10.e.:			
(e) Admitted Deferred Tax Assets	\$ 67,929,839	\$ 2,597,220	\$ 70,527,059
(f) Admitted Assets	\$ 67,929,839	\$ 2,597,220	\$ 70,527,059
(g) Statutory Surplus	\$ 67,929,839	\$ 2,597,220	\$ 70,527,059

Change			
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
SSAP No. 10R, Paragraphs 10.a., 10.b., and 10.c.:			
(a) Admitted Deferred Tax Assets	\$ (6,755,244)	\$ 531,627	\$ (6,223,617)
(b) Admitted Assets	XXX	XXX	(1,071,719,190)
(c) Adjusted Statutory Surplus*	XXX	XXX	(233,042,684)
(d) Total Adjusted Capital from DTAs	XXX	XXX	(233,421,036)
Increases due to SSAP No. 10R, Paragraph 10.e.:			
(e) Admitted Deferred Tax Assets	\$ (3,197,555)	\$ 173,769	\$ (3,023,786)
(f) Admitted Assets	\$ (3,197,555)	\$ 173,769	\$ (3,023,786)
(g) Statutory Surplus	\$ (3,197,555)	\$ 173,769	\$ (3,023,786)

* 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 10.b.ii

B. There are no temporary differences for which deferred tax liabilities are not recognized.

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

1.	(1)	(2)	(3)
	12/31/2011	12/31/2010	(Col 1-2) Change
Current Income Tax			
(a) Federal	\$ 9,379,018	\$ 104,800,422	\$ (95,421,404)
(b) Foreign	-	-	-
(c) Subtotal	9,379,018	104,800,422	(95,421,404)
(d) Federal income tax on net capital gains	(402,044)	247,798	(649,842)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	-	-	-
(g) Federal and foreign income taxes incurred	\$ 8,976,974	\$ 105,048,220	\$ (96,071,246)

NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets:

(a) Ordinary

(1) Policyholder reserves	\$	114,034,788	\$	109,134,094	\$	4,900,694
(2) Investments		178,769		349,112		(170,343)
(3) Deferred acquisition costs		89,237,072		90,528,636		(1,291,564)
(4) Compensation and benefits accrual		1,059,266		1,039,250		20,016
(5) Receivables - nonadmitted		10,607,540		5,398,705		5,208,835
(6) Corporate Provision		398,650		-		398,650
(7) Other (including items <5% of total ordinary tax assets)		1,201,109		3,841,800		(2,640,691)
(99) Subtotal	\$	216,717,194	\$	210,291,597	\$	6,425,597
(b) Statutory valuation allowance adjustment	\$	-	\$	-	\$	-
(c) Nonadmitted	\$	87,095,892	\$	70,717,496	\$	16,378,396
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	\$	129,621,302	\$	139,574,101	\$	(9,952,799)
(e) Capital:						
(1) Investments	\$	6,825,774	\$	6,740,504	\$	85,270
(2) Other (including items <5% of total capital tax assets)		-		-		-
(99) Subtotal	\$	6,825,774	\$	6,740,504	\$	85,270
(f) Statutory valuation allowance adjustment	\$	-	\$	-	\$	-
(g) Nonadmitted	\$	800,137	\$	1,420,263	\$	(620,126)
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$	6,025,637	\$	5,320,241	\$	705,396
(i) Admitted deferred tax assets (2d + 2h)	\$	135,646,939	\$	144,894,342	\$	(9,247,403)

3. Deferred Tax Liabilities

(a) Ordinary

(1) Investments	\$	275,073	\$	662	\$	274,411
(2) §807(f) adjustment		9,462,129		22,474,703		(13,012,574)
(3) Other (including items <5% of total ordinary tax liabilities)		6,418		2,658		3,760
(99) Subtotal	\$	9,743,620	\$	22,478,023	\$	(12,734,403)

(b) Capital

(1) Investments	\$	1,360,252	\$	712,189	\$	648,063
(2) Other (including items <5% of total capital tax liabilities)		-		-		-
(99) Subtotal	\$	1,360,252	\$	712,189	\$	648,063

(c) Deferred tax liabilities (3a99 + 3b99)

	\$	11,103,872	\$	23,190,212	\$	(12,086,340)
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4. Net deferred tax assets/liabilities (2i - 3c)

	\$	124,543,067	\$	121,704,130	\$	2,838,937
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D. The Company's current income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 35% to income before tax as follows:

	12/31/2011	12/31/2010
Current income taxes incurred	\$ 8,976,974	\$ 105,048,220
Change in deferred income taxes (without tax on unrealized gains and losses)	(18,336,655)	5,233,447
Total income tax reported	\$ (9,359,681)	\$ 110,281,667
Income before taxes	(2,209,057)	230,047,016
	35.00%	35.00%
Expected income tax expense (benefit) at 35% statutory rate	\$ (773,170)	\$ 80,516,456
Increase (decrease) in actual tax reported resulting from:		
a. Dividends received deduction	\$ (13,603,485)	\$ (10,290,000)
b. Tax credits	(1,816,547)	(3,602,781)
c. Tax adjustment for IMR	(464,071)	(234,119)
d. Surplus adjustment for in-force ceded	14,570,222	43,899,118
e. Nondeductible expenses	52,778	22,495
f. Deferred tax benefit on other items in surplus	(5,245,292)	7,036,507
g. Provision to return	(497,655)	(2,806,168)
h. Life-owned life insurance	(797,823)	(828,974)
i. Dividends from certain foreign corporations	165,382	175,492
j. Prior period adjustment	(810,061)	380,080
k. Other	(139,959)	(3,986,439)
Total income tax reported	\$ (9,359,681)	\$ 110,281,667

NOTES TO FINANCIAL STATEMENTS

E. Loss and credit carryforwards

- (1) As of December 31, 2011, the Company has no operating loss, capital loss, or tax credit carryforwards available for tax purposes.
- (2) The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are:

2011	\$	0
2010	\$	55,238,660
2009	\$	2,204,795

- (3) The Company does not have any deposits admitted under Section 6603 of the Internal Revenue Code.

F. Consolidated federal income tax return

- (1) The Company's federal income tax return is consolidated with the following entities: See attached.
- (2) The method of allocation between the companies is subject to a written tax allocation agreement. Under the terms of the tax allocation agreement, allocations are based on separate income tax return calculations. The Company is entitled to recoup federal income taxes paid in the event the losses and credits reduce the greater of the Company's separately computed income tax liability or the consolidated group's income tax liability in the year generated. The Company is also entitled to recoup federal income taxes paid in the event the losses and credits reduce the greater of the Company's separately computed income tax liability or the consolidated group's income tax liability in any carryback or carryforward year when so applied. Intercompany income tax balances are settled within thirty days of payment to or filing with the Internal Revenue Service.

10. Information Concerning Parent, Subsidiaries, and Affiliates

- A-C. During 2011 and 2010, the Company paid common stock dividends of \$250,000,000 and \$100,000,000, respectively, to its Parent Company, AEGON USA, LLC. The Company received dividends of \$11,165,000 and \$7,502,100 from its subsidiaries, Transamerica Asset Management, Inc. and Transamerica Fund Services, Inc., respectively, during 2011. The Company made a capital contribution of \$597,292 to Transamerica Asset Management, Inc. during 2011.
- D. At December 31, 2011 and 2010, the Company reported a net amount of \$24,664,689 and \$7,123,239 due to Parent, Subsidiary, and Affiliated Companies, respectively. Terms of settlement require that these amounts are settled within 90 days.
- E. The Company has made no guarantees or commitments with regard to affiliated or related parties.
- F. The Company is party to a cost sharing agreement between AEGON companies, providing for services needed. The Company is also party to a Management and Administrative and Advisory agreement with AEGON USA Realty Advisors, LLC whereby the Advisor serves as the administrator and advisor for the Company's mortgage loan operations by administering the day-to-day real estate and mortgage loan operations of the Company. AEGON USA Investment Management, LLC acts as a discretionary investment manager under an Investment Management Agreement with the Company. The Company is party to an Administrative Services Agreement with Transamerica Asset Management, Inc. to provide administrative services to the Transamerica Series Trust.
- G. All outstanding shares of the Company are owned by AEGON USA, LLC, a holding company domiciled in the State of Iowa.
- H. The Company does not own any shares of stock of its Parent Company.
- I. The Company has no investments in Subsidiary, Controlled or Affiliated Companies that exceed 10% of its admitted assets.
- J. The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated Companies during the statement period.
- K. The Company has no investments in foreign insurance subsidiaries.
- L. The Company does not hold any investments in a downstream noninsurance holding company.

11. Debt

- A. The Company has an outstanding liability for borrowed money in the amount of \$5,245,572 due to participation in dollar repurchase agreement, as of December 31, 2011. The Company enters dollar repurchase agreements in which securities are delivered to the counterparty once adequate collateral has been received as stated in Note 5E.
- B. FHLB (Federal Home Loan Bank) Agreements - None

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

The Company's employees participate in a qualified benefit plan sponsored by AEGON. The Company has no legal obligation for the plan. The Company recognizes pension expense equal to its allocation from AEGON. The pension expense is allocated among the participating companies based on International Accounting Standards 19 (IAS 19), *Accounting for Employee Benefits* as a percent of salaries. The benefits are based on years of service and the employee's compensation during the highest five consecutive years of employment. Pension expense allocated to the Company aggregated \$1,255,100 and \$1,441,596 for 2011 and 2010, respectively. The plan is subject to the reporting and disclosure requirements of the Employee Retirement and Income Security Act of 1974.

The Company's employees also participate in a contributory defined contribution plan sponsored by AEGON which is qualified under Section 401(k) of the Internal Revenue Service Code. Employees of the Company who customarily work at least 1,000 hours during each calendar year and meet the other eligibility requirements are participants of the plan. Participants may elect to contribute up to twenty-five percent of their salary to the plan. The Company will match an amount up to three percent of the participant's salary. Participants may direct all of their contributions and plan balances to be invested in a variety of investment options. The plan is subject to the reporting and disclosure requirements of the Employee Retirement and Income Security Act of 1974. Expense related to this plan was \$531,980 and \$701,913 for 2011 and 2010, respectively.

AEGON sponsors supplemental retirement plans to provide the Company's senior management with benefits in excess of normal pension benefits. The plans are noncontributory and benefits are based on years of service and the employee's compensation level. The plans are unfunded and nonqualified under the Internal Revenue Code. In addition, AEGON has established incentive deferred compensation plans for certain key employees of the Company. The Company's allocation of expense for these plans for 2011 and 2010 was insignificant. AEGON also sponsors an employee stock option plan/stock appreciation rights for employees of the Company and a stock purchase plan for its producers, with the participating affiliated companies establishing their own eligibility criteria, producer contribution limits and company matching formula. These plans have been funded as deemed appropriate by management of AEGON and the Company.

In addition to pension benefits, the Company participates in plans sponsored by AEGON that provide postretirement medical, dental and life insurance benefits to employees meeting certain eligibility requirements. Portions of the medical and dental plans are contributory. The postretirement expenses are charged to affiliates in accordance with an intercompany cost sharing arrangement. The Company expensed \$210,174 and \$192,351 for 2011 and 2010, respectively.

NOTES TO FINANCIAL STATEMENTS

The Company does not participate in multi-employer plans.

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

- (1) The Company has 3,000,000 common shares authorized, 2,500,000 shares issued and outstanding. Par value is \$1.
- (2) The Company has no preferred stock authorized.
- (3) The Company is subject to limitations, imposed by the State of Ohio, on the payment of dividends to its parent company. Generally, dividends during any twelve month period may not be paid, without prior regulatory approval, in excess of the greater of (a) 10 percent of statutory surplus as of the preceding December 31, or (b) net income for the preceding year. Subject to the availability of unassigned surplus at the time of such dividend, the maximum payment which may be made in 2012, without the prior approval of insurance regulatory authorities, is \$27,519,802.
- (4) The Company paid a \$250,000,000 common stock dividend to its parent company, AEGON USA, LLC, on May 16, 2011. This amount consisted of a \$23,100,000 ordinary cash dividend and a \$226,900,000 extraordinary cash dividend. On December 23, 2010, the Company paid a common stock dividend of \$100,000,000 to its parent company, AEGON USA, LLC. The entire amount was considered an extraordinary dividend.
- (5) Within the limitation of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- (6) There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
- (7) The total amount of advances to surplus not repaid is \$0.
- (8) The amounts of stock held by the Company, including stock of affiliated companies, for special purposes is:

(a) For conversion of preferred stock0 Shares

(b) For employee stock options0 Shares

(c) For stock purchase warrants0 Shares
- (9) Changes in balances of special surplus funds from the prior year are due to: Not Applicable
- (10) The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

(a) Unrealized gains and losses\$802,013

(b) Nonadmitted asset values(\$118,204,059)

(c) Separate account business\$0

(d) Asset valuation reserves(\$8,838,178)

(e) Reinsurance in unauthorized companies(\$264,898)
- (11) The Company issued the following surplus debentures or similar obligations: Not Applicable
- (12) The impact of any restatement due to prior quasi-reorganization is as follows: Not Applicable
- (13) The effective date(s) of all quasi-reorganization in the prior 10 years is/are: Not Applicable

14. Contingencies

- A. Contingent Commitments – None
- B. Assessments

(1) The Company has accrued for guaranty fund assessments reported in the NOLHGA summary of insolvencies. It is expected that these insolvencies will result in retrospective premium based guaranty fund assessments against the Company of \$1,663,760. This has been recorded as a liability at December 31, 2011 and charged to operations.

(2) Reconciliation of Assets Recognized from Paid and Accrued Premium Tax Offsets Related to Guaranty Fund Assessments

As of Year End 2011:

Dollar Amount

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end:\$ 1,423,261

b. Decreases current year:

Premium tax offset applied:\$ (76,718)

c. Increases current year:

Premium tax asset from new assessments:\$ 103,534

Increase in expected premium tax offset related to future GFA's:\$ 154,074

d. Assets recognized from paid and accrued premium tax offsets and policy\$ 1,604,151

C. Gain Contingencies - None

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming From Lawsuits - None

E. All Other Contingencies

The Company is a party to legal proceedings involving a variety of issues incidental to its business. Lawsuits may be brought in nearly any federal or state court in the United States or in an arbitral forum. In addition, there continues to be significant federal and state regulatory activity relating to financial services companies. The Company's legal proceedings are subject to many variables, and given its complexity and scope, outcomes cannot be predicted with certainty. Although legal proceedings sometimes include substantial demands for compensatory and punitive damages and injunctive relief, it is management's opinion that damages arising from such demands will not be material to the Company's financial position.

19.13

NOTES TO FINANCIAL STATEMENTS

15. Leases

A. Lessee Leases

- (1) The Company leases office buildings and equipment under various non-cancelable operating lease agreements. Rental expense for the years 2011 and 2010 was \$32,706 and \$32,706, respectively.
- (2) The minimum aggregate rental commitments are as follows: None
- (3) The Company is not involved in any material sales-leaseback transactions.

B. Lessor Leases – Leasing is not a significant part of the Company's business activities in terms of revenue, net income or assets.

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

- 1) The Company had no financial instruments with off-balance sheet risk.
- 2) Please refer to Note 8 for a description of the nature and terms of the Company's derivative instruments, market and credit risks, and accounting policy.
- 3) The Company is exposed to credit related losses on over-the-counter transactions in the event of nonperformance by counterparties to financial instruments. At the current time, the Company does not expect any counterparty to fail to meet their obligations given their high credit rating. As of the reporting date, the credit exposure of all contracts is represented by a net fair value of \$(510,768), with a positive fair value of \$0 (see Schedule DB, D for more detail). Because exchange-traded futures and options are affected through a regulated exchange and positions are marked to market on a daily basis, the Company has little exposure to credit-related losses in the event of nonperformance by counterparties to such financial instruments.
- 4) The Company has entered into collateral agreements with certain counterparties wherein the counterparty is required to post assets (cash or securities) on the Company's behalf in an amount equal to the difference between the net positive fair value of the contracts and an agreed upon threshold based on the credit rating of the counterparty. If the net fair value of all contracts with this counterparty is negative, then the Company is required to post similar assets (cash or securities).

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

- A. Transfers of Receivables Reported as Sales - None
- B. Transfer and Servicing of Financial Assets – Not Applicable except for item (2).
 - (2) Please refer to Note 5E.
- C. Wash Sales - None

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - None

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators - None

20. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

(1) Description	(2) (Level 1)	(3) (Level 2)	(4) (Level 3)	(5) Total
a. Assets at fair value				
Bonds				
Industrial and Misc	\$ -	\$ 3,142,802	\$ 559,354	\$ 3,702,156
Total Bonds	\$ -	\$ 3,142,802	\$ 559,354	\$ 3,702,156
Short Term				
Government	\$ -	\$ 3,375	\$ -	\$ 3,375
Industrial and Misc	-	99,980,623	-	99,980,623
Mutual Funds	-	70,091,912	-	70,091,912
Sweep Accounts	-	52,422	-	52,422
Total Short Term	\$ -	\$ 170,128,331	\$ -	\$ 170,128,331
Separate account assets	\$ 6,518,083,509	\$ -	\$ -	\$ 6,518,083,509
Total assets at fair value	\$ 6,518,083,509	\$ 173,271,133	\$ 559,354	\$ 6,691,913,996
b. Liabilities at fair value				
Derivative liabilities	\$ -	\$ (510,768)	\$ -	\$ (510,768)
Separate account liabilities	-	-	-	-
Total liabilities at fair value	\$ -	\$ (510,768)	\$ -	\$ (510,768)

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

	(1) Balance at 01/01/2011	(2) Transfers in (Level 3)	(3) Transfers out (Level 3)	(4) Total Gains and (Losses) Included in Net Income	(5) Total Gains and (Losses) Included in Surplus	(6) Purchases, Issuances, Sales, and Settlements	(7) Balance at 12/31/2011
Bonds	\$	\$	\$	\$	\$	\$	\$
Other	561,935	-	-	36,699	(23,058)	(16,222)	559,354
Total	\$ 561,935	\$ -	\$ -	\$ 36,699	\$ (23,058)	\$ (16,222)	\$ 559,354

- (3) The Company's policy is to recognize transfers in and out of Level 3 as of the beginning of the reporting period.
- (4) Bonds classified in Level 2 are valued using inputs from third party pricing services or corroborated broker quotes. Level 3 measurements for bonds are primarily those valued using non-corroborated broker quotes or internal modeling.

Short-term investments are classified as Level 2 as they are carried at amortized cost, which approximates fair value.

NOTES TO FINANCIAL STATEMENTS

For derivatives, those classified as Level 2 would represent over-the-counter (OTC) contracts valued using pricing models based on the net present value of estimated future cash flows, directly observed prices from exchange-traded derivatives, other OTC trades, or external pricing services

21. Other Items

- A. Extraordinary Items - None
- B. Troubled Debt Restructuring - None
- C. Other Disclosures

Assets in the amount of \$3,605,349 and \$3,972,618 at December 31, 2011 and 2010, respectively, were on deposit with government authorities or trustees as required by law.

At December 31, 2011 and 2010, the net amount of securities being acquired on a TBA basis was \$0 and \$0, respectively, as reflected in the detail schedules.

The Company pledged assets as collateral for derivative transactions in the amount of \$17,083,602 and \$16,341,728 at December 31, 2011 and 2010, respectively.

Effective April 1, 2011, the Company recaptured the traditional life business that was previously reinsured on a coinsurance funds withheld basis to Transamerica International Re (Ireland) Ltd. (TIRI), an affiliate. The Company paid recapture consideration of \$29,300,000, released the associated funds withheld liability of \$22,729,115, recaptured life and claim reserves of \$86,197,007 and \$9,563,440, respectively, assumed other assets of \$2,344,041 and released into income a previously deferred unamortized gain resulting from the original cession of this business to TIRI in the amount of \$175,002 (\$119,738 net of tax) resulting in a pre-tax loss of \$99,812,289 which has been included in the Summary of Operations.

Subsequently, effective April 1, 2011, the Company ceded the traditional life business on a coinsurance funds withheld basis to Transamerica International Re (Bermuda) Ltd. (TIRe), an affiliate. The Company received an initial ceding commission of \$27,400,000, established a funds withheld liability of \$23,061,615, released life and claim reserves of \$86,197,007 and \$9,563,440, respectively, and transferred other assets of \$2,344,041 resulting in a pre-tax gain of \$97,754,791 (\$63,540,614 on a net of tax basis) which has been credited directly to unassigned surplus.

Effective April 1, 2011, Transamerica International Re (Ireland) Ltd. (TIRI), an affiliate, recaptured the BOLI/COLI catastrophic mortality risk that had previously been retro-ceded to the Company. The Company released life and claim reserves of \$5,507,166 and \$42,394, respectively, with no consideration exchanged, resulting in a pre-tax gain of \$5,549,560 which has been included in the Statement of Operations.

Effective December 31, 2010, the Company entered into a reinsurance agreement with Transamerica Life Insurance Company (TLIC), an affiliate, to cede on a 100% quota share basis a block of variable universal life business on a modified coinsurance basis. Reserves on the block were \$958,015,636, with assets backing the block comprised of \$798,114,607 of separate account assets and \$159,901,029 of general account assets. The Company received consideration of \$193,000,000, resulting in a pretax gain of \$193,000,000. The net of tax gain of \$125,450,000 was credited to surplus in accordance with SSAP 61-*Life, Deposit-Type and Accident and Health Reinsurance*. The Company amortized \$21,791,669 into earnings with a corresponding charge to unassigned surplus during 2011.

- D. Uncollectible Assets - None
- E. Business Interruption Insurance Recoveries - None
- F. State Transferable Tax Credits

(1) The following table provides the carrying value of state transferable tax credits gross of any related tax liabilities and total unused transferable state tax credits by state and in total as of December 31, 2011:

(1) Description of State Transferable Tax Credits	(2) State	(3) Admitted Carrying Value	(4) Unused Amount*
Low-Income Housing Tax Credits	MA	\$ 676,078	\$ 1,004,943
Total		\$ 676,078	\$ 1,004,943

*The unused amount reflects credits that we deem will be realizable in the period 2012-2015.

- (2) The Company estimated the utilization of the remaining State Transferable Tax credits by projecting future tax liability based on projected premium, tax rates and tax credits, and comparing projected future tax liability to the availability of remaining State Transferable Tax Credits.
- (3) The Company had no impairment losses related to State Transferable Tax Credits.
- (4) The Company did not carry State Non-Transferable Tax Credits.

G. Subprime Mortgage Related Risk Exposure

Subprime mortgages are loans to homebuyers who have weak or impaired credit histories, are loans that are non-conforming or are loans that are second in priority. The Company's businesses in the United States do not sell or buy subprime mortgages directly. The Company's position is related to so-called "asset-backed securities" (ABS). These securities are pools of mortgages that have been securitized and offered to investors as asset-backed securities, where the mortgages are collateral. Most of the underlying mortgages within the pool have credit scores below 660 at origination. Therefore, the ABS have been classified by the Company as a subprime mortgage position. Also included in the Company's total subprime mortgage position are ABS with second lien mortgages as collateral. The second lien mortgages may not necessarily have subprime credit scores; however, the Company has included these ABS in its subprime position as it's the second priority in terms of repayment. The Company does not have any "direct" residential mortgages to subprime borrowers outside of the ABS structures.

For asset backed securities in an unrealized loss position, the Company would consider them for impairment when there has been an adverse change in estimated cash flows from the cash flows previously projected at purchase, which is in accordance with SSAP 43R. The Company has recorded impairments of \$158,468 in 2011 and \$180,400 in 2010.

NOTES TO FINANCIAL STATEMENTS

The following table provides the actual cost, carrying value and fair value by asset class of the Company's subprime mortgage direct exposure through other investments at December 31, 2011:

	1	2	3	4
	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	\$ 40,243,346	\$ 34,540,128	\$ 30,166,998	\$ 158,468
b. Commerical mortgage backed securities	-	-	-	-
c. Collateralized debt obligations	703,148	559,354	559,354	-
d. Structured securities	-	-	-	-
e. Equity investments in SCAs	-	-	-	-
f. Other assets	-	-	-	-
g. Total	\$ 40,946,494	\$ 35,099,482	\$ 30,726,352	\$ 158,468

H. Retained Assets

(1) The Retained Asset Account was a method of payment for claim proceeds of \$15,000 or more in the states where it was offered. Effective April 1, 2011, the Retained Asset Account was terminated. Prior claimants had to opt into the program. The account is a “draft” account providing immediate access to the full claim proceeds by drafting a single check. There is no cost for maintaining the account, but fees are assessed for special services such as stop payment orders, checks returned unpaid and copies of checks or statements. The interest rate earned on the accounts during 2011 was 1.0%. The aggregate retained asset balance is carried on the Company's financial statements as a liability for deposit-type contracts.

(2)

	In Force			
	As of End of Current Year		As of End of Prior Year	
	(a) Number	(b) Balance	(a) Number	(b) Balance
Up to and including 12 Months	6	\$ 388,588	24	\$ 2,123,652
13 to 24 Months	17	\$ 1,353,476	17	\$ 862,765
25 to 37 Months	12	\$ 650,390	8	\$ 407,572
37 to 48 Months	8	\$ 392,802	11	\$ 437,716
49 to 60 Months	12	\$ 469,705	17	\$ 1,221,892
Over 60 Months	35	\$ 1,409,115	54	\$ 1,568,283
Total	90	\$ 4,664,076	131	\$ 6,621,880

(3)

	Individual		Group	
	(1) Number	(2) Balance/ Amount	(3) Number	(4) Balance/ Amount
Number/Balance of Retained Asset Accounts at the Beginning of the Year	131	\$ 6,621,881	-	\$ -
Number/Amount of Retained Asset Accounts Issued/Added During the Year	21	\$ 1,630,572	-	\$ -
Investment Earnings Credited to Retained Asset Accounts During the Year	-	\$ 58,396	-	\$ -
Fees and Other Charges Assessed to Retained Asset Accounts During the Year	-	\$ -	-	\$ -
Number/Amount of Retained Asset Accounts Transferred to State Unclaimed Property Funds During the Year	-	\$ -	-	\$ -
Number/Amount of Retained Asset Accounts Closed/Withdrawn During the Year	62	\$ 3,646,773	-	\$ -
Number/Balance of Retained Asset Accounts at the End of the Year	90	\$ 4,664,076	-	\$ -

22. Events Subsequent

As of February 8, 2012, the Company is not aware of any Type I Recognized or Type II Non-recognized events subsequent to December 31, 2011, which would have a material adverse effect upon the financial condition of the Company.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

- (1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?
Yes () No (X)
- (2) Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?
Yes () No (X)

Section 2 - Ceded Reinsurance Report - Part A

- (1) Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?
Yes () No (X)

NOTES TO FINANCIAL STATEMENTS

- (2) Does the Company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?
Yes () No (X)

Section 3 - Ceded Reinsurance Report - Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0
- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the Company as of the effective date of the agreement?
Yes () No (X)

B. Uncollectible Reinsurance - None

C. Commutation of Ceded Reinsurance - None

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination - Not Applicable

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves on accident and health products for incurred losses and loss adjustment expenses attributable to insured events of prior years have been adjusted during the past year as a result of re-estimation of unpaid losses and loss adjustment expenses. This change is the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. As shown in the Test of Prior Year's Claim Reserves and Liabilities in Schedule H, Part 3, for 2011, the reserve as established for prior years' claims as of the beginning of the year was insufficient to cover the sum of the claims and claim reserves incurred on prior years' claims by \$44,661.

26. Intercompany Pooling Arrangements - None

27. Structured Settlements - None

28. Health Care Receivables - None

29. Participating Policies

For the year ended 2011, premiums for life participating policies were \$1,156. The Company accounts for its policyholder dividends based on dividend scales and experience of the policies. The Company paid dividends in the amount of \$23,797 to policyholders and did not allocate any additional income to such policyholders.

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves\$0
2. Date of the most recent evaluation of this liabilityDecember 31, 2011
3. Was anticipated investment income utilized in the calculation?Yes☒No☐

31. Reserves for Life Contracts and Annuity Contracts

- (1) For fixed premium life insurance benefits, the Company waives deduction of deferred fractional premiums upon death and refunds portions of premiums unearned after the date of death. Additional reserves for this benefit are held in Exhibit 5, Parts A and/or G. The reserves in Exhibit 5 are equal to the greater of the cash surrender value and the legally computed reserve.
- (2) Additional premiums are charged or additional mortality charges are assessed for policies issued on substandard lives according to underwriting classification. Mean reserves for fixed premium life insurance products are determined by computing the regular mean reserve for the plan at the true age and holding, in addition, one-half (1/2) of the extra premium charge for the year. For certain flexible premium universal life insurance products, reserves are calculated utilizing the Commissioner's Reserve Valuation Method for universal life policies and recognize any substandard ratings.
- (3) As of December 31, 2011, the Company had \$3,678,555,196 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio. Reserves to cover the above insurance totaled \$23,412,190 at year-end and are reported in Exhibit 5 Miscellaneous.
- (4) The Tabular Interest (Page 7, Line 4), Tabular less Actual Reserve Released (Page 7, Line 5), and Tabular Cost (Page 7, Line 9), have been determined by formula as described in the instructions for Page 7 or from the basic data and accounting records, as we deemed appropriate.
- (5) On funds not involving life contingencies under Exhibit 7, Line 3, Investment Earnings Credited to the Account, is equal to the interest actually credited or, where the Exhibit 7 reserve is equal to the present value of future benefits, the mean reserve multiplied by the valuation rate of interest.
- (6) The details of "Other Net Change in Reserves" on Exhibit 7, Line 4 are (in dollars):

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
Initial reserve less actual consideration	(141,620)	-	-	(141,620)	-	-
Data Corrections	17,689	-	0	17,689	-	-
Total	(123,931)	-	0	(123,931)	-	-

NOTES TO FINANCIAL STATEMENTS

The details of “Other Increases (net)” on Page 7, Line 7 are (in dollars):

1 ITEM	2 Total	ORDINARY			7 Credit Life	GROUP	
		4 Life Insurance	5 Individual Annuities	6 Supplementary Contracts		8 Life Insurance	9 Annuities
Miscellaneous	80,999	80,999	-	-	-	-	-
Change in CSV add-on reserve.	7,080	7,080	-	-	-	-	-
Change in rider reserve.	(5,502,271)	(5,502,271)	-	-	-	-	-
Initial reserve less actual consideration	(156,181)	-	-	(156,181)	-	-	-
Decrease in CARVM Adjustment	(2,039,276)	-	(2,039,276)	-	-	-	-
Increase in AG43 reserve	71,022,684	-	71,022,684	-	-	-	-
Total	63,413,035	(5,414,193)	68,983,409	(156,181)	-	-	-

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

	General Account	Separate Account With Gaurantees	Separate Account Non-Gauranteed	Total	Percentage of Total
A. Subject to discretionary withdrawal					
(1) With fair value adjustment	\$ 18,414,827	\$ -	\$ -	\$ 18,414,827	0.4%
(2) At book value less current surrender charge of 5% or more	37,408,219	-	-	37,408,219	0.9%
(3) At fair value	8,955,175	-	3,422,864,081	3,431,819,256	78.0%
(4) Total with adjustment or at fair value (Total of 1 through 3)	\$ 64,778,221	\$ -	\$ 3,422,864,081	\$ 3,487,642,302	79.3%
(5) At book value without adjustment (minimal or no charge or adjustment)	383,129,418	-	-	383,129,418	8.7%
B. Not subject to discretionary withdrawal	516,822,241	-	10,809,465	527,631,705	12.0%
C. Total (gross)	\$ 964,729,880	\$ -	\$ 3,433,673,546	\$ 4,398,403,426	100.0%
D. Reinsurance ceded	403,846,250	-	-	403,846,250	
E. Total (net)* (C) - (D)	\$ 560,883,631	\$ -	\$ 3,433,673,546	\$ 3,994,557,176	

*Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F. Life & Accident & Health Annual Statement:	
(1) Exhibit 5, Annuities Section, Total (net)	\$ 540,352,449
(2) Exhibit 5, Supp Contracts with Life Contingencies Section, Total (net)	7,512,935
(3) Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	13,018,246
(4) Subtotal	\$ 560,883,631
Separate Accounts Annual Statement	
(5) Exhibit 3, Annuities Section, Line 0299999, Column 2	\$ 3,422,864,081
(6) Exhibit 3, Supp Contracts with Life Contingencies Section, Line 0399999, Column 2	10,770,344
(7) Policyholder dividend and coupon accumulations	-
(8) Policyholder premiums	-
(9) Guaranteed interest contracts	-
(10) Other contract deposit funds	39,121
(11) Subtotal	\$ 3,433,673,546
(12) Combined Total	\$ 3,994,557,177

G. Federal Home Loan Bank (FHLB) Agreements - None

33. Premiums and Annuity Considerations Deferred and Uncollected

Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2011 were as follows:

Type	Gross	Net of Loading
Ordinary New Business	2,495	2,413
Ordinary Renewal	2,009,828	3,058,713
Total	\$ 2,012,323	\$ 3,061,126

34. Separate Accounts

A. Separate Account Activity:

- (1) The Company utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. For the current reporting year, the Company reported assets and liabilities from the following product lines/transactions into a separate account:
- Variable Annuities

• Variable Universal Life

• WRL Asset Accumulator

• Variable Life

NOTES TO FINANCIAL STATEMENTS

(2) In accordance with the products/transactions recorded within the separate account, some assets are considered legally insulated whereas other are not legally insulated from the general account. (The legal insulation of the separate account assets prevents such assets from being generally available to satisfy claims resulting from the general account.)

As of December 31, 2011 and December 31, 2010 the Company's separate account statement included legally insulated assets of \$6,517,738,208 and \$7,401,629,996, respectively. The assets legally insulated from the general account as of December 31, 2011 are attributed to the following products/transactions:

(1) Product/Transaction	(2) Legally Insulated Assets	(3) Separate Account Assets (Not Legally Insulated)
Variable Annuities	\$ 3,459,145,520	\$ -
Variable Universal Life	453,301,512	-
WRL Asset Accumulator	27,186,625	-
Variable Life	2,578,104,351	-
Total	\$ 6,517,738,008	\$ -

(3) In accordance with the products/transaction recorded within the separate account, some separate account liabilities are guaranteed by the general account. (In accordance with the guarantees provided, if the investment proceeds are insufficient to cover the rate of return guaranteed for the product, the policyholder proceeds will be remitted by the general account.)

As of December 31, 2011 and December 31, 2010 the general account of the Company had a maximum guarantee for separate account liabilities of \$777,659,147 and \$667,392,447, respectively. To compensate the general account for the risk taken, the separate account paid risk charges of \$11,445,619 and \$12,186,798 to the general account in 2011 and 2010, respectively.

As of December 31, 2011 and December 31, 2010, the general account of the Company had paid \$12,974,649 and \$20,835,421 toward separate account guarantees, respectively.

(4) The Company does not engage in securities lending transactions within the separate account.

B. General Nature and Characteristic of Separate Accounts Business:

Separate and variable accounts held by the Company represent funds for which the benefit is determined by the performance and/or market value of the investments held in the separate account. The assets of these accounts are carried at fair value.

	Separate Accounts with Guarantees			Nonguaranteed	Total
	(1) Indexed	(2) Nonindexed Guarantee Less than/equal to 4%	(3) Nonindexed Guarantee More than 4%	(4) Nonguaranteed Separate Accounts	(5) Total
(1) Premiums, considerations or deposits for year ended 12/31/2011	-	-	-	349,011,089	349,011,089
(2) Reserves at 12/31/2011					
For accounts with assets at:					
a. Fair value	-	-	-	6,130,295,101	6,130,295,101
b. Amortized cost	-	-	-	-	-
c. Total reserves*	-	-	-	6,130,295,101	6,130,295,101
(3) By withdrawal characteristics:					
a. Subject to descretionary withdrawal	-	-	-	-	-
b. With FV adjustment	-	-	-	-	-
c. At book value without FV adjustment and with current surrender charge of 5% or more	-	-	-	-	-
d. At fair value	-	-	-	6,119,485,636	6,119,485,636
e. At book value without FV adjustment and with current surrender charge less than 5%	-	-	-	-	-
f. Subtotal	-	-	-	6,119,485,636	6,119,485,636
g. Not subject to discretionary withdrawal	-	-	-	10,809,465	10,809,465
h. Total	-	-	-	6,130,295,101	6,130,295,101
*Line 2(c) should equal Line 3(h)					
(4) Reserves for Asset Default Risk in Lieu of AVR	-	-	-	-	-
(5) Transfers as reported in the Summary of Operations of the Separate Accounts Statement					
a. Transfers to Separate Accounts	-	-	-	349,322,255	349,322,255
b. Transfers from Separate Accounts	-	-	-	604,330,132	604,330,132
c. Net transfers to or (from) Separate Accounts (a)-(b)	-	-	-	(255,007,877)	(255,007,877)

NOTES TO FINANCIAL STATEMENTS

C. Reconciliation of Net Transfers to or (from) Separate Accounts

(1) Transfers as reported in the Summary of Operations of the Separate Account Statement:

Transfers to Separate Accounts (Page 4, Line 1.4)	\$	349,322,255
Transfers from Separate Accounts (Page 4, Line 10)		604,330,132
Net Transfers to (from) Separate Accounts (a)-(b)	\$	(255,007,877)

(2) Reconciling Adjustments

a. Transaction Gain/Loss	\$	423,400
b. Miscellaneous Income (breakage)		(341,216)
c. COI Charge Adjustment		40,011
d. Reinsurance CARVM that does not pass through Separate Account		(3,781,655)
e. Seed Money Redemptions		-
f. Other fund adjustments		-
Sum of Reconciling Adjustments	\$	(3,659,460)

(3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26)

\$	(258,667,337)
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35. Loss/Claim Adjustment Expenses - None

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
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 []

1.3

State regulating?

Ohio

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:

12/31/2009

3.1

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

12/31/2009

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).

06/14/2011

3.4

By what department or departments?

Ohio, Iowa, New York, Vermont, Arkansas

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 [X] No [] N/A []

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:

4.11 sales of new business? Yes [X] No []
4.12 renewals? Yes [] No [X]

4.2

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

4.21 sales of new business? Yes [X] No []
4.22 renewals? Yes [X] No []

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.

1 Name of Entity	2 NAIC Co. 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:

7.1

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

Yes [X] No []

7.2

If yes,
7.21 State the percentage of foreign control 100.000 %
7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity
Dutch	Corporation

8.1

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

Yes [] No [X]

8.2

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

8.3

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

Yes [] No [X]

8.4

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

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

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP, 801 Grand Avenue, Des Moines, Iowa 50309

10.1

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

Yes [] No [X]

10.2

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

10.3

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

Yes [] No [X]

10.4

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

10.5

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

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

10.6

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

11.

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

12.1

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

Yes [] No [X]

12.11

Name of real estate holding company

12.12

Number of parcels involved

.....0

12.13

Total book/adjusted carrying value

\$.....0

12.2

If yes, provide explanation.

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
GENERAL INTERROGATORIES

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

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

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

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

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

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []

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

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

c. Compliance with applicable governmental laws, rules and regulations;

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

e. Accountability for adherence to the code.

14.11 If the response to 14.1 is no, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

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

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

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

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.

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

PART 1 - COMMON INTERROGATORIES - 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 []

PART 1 - COMMON INTERROGATORIES - 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):

20.11 To directors or other officers \$.....0

20.12 To stockholders not officers \$.....0

20.13 Trustees, supreme or grand (Fraternal only) \$.....0

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers \$.....0

20.22 To stockholders not officers \$.....0

20.23 Trustees, supreme or grand (Fraternal only) \$.....0

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:

21.21 Rented from others \$.....0

21.22 Borrowed from others \$.....0

21.23 Leased from others \$.....0

21.24 Other \$.....0

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 [X] No []

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment \$.....0

22.22 Amount paid as expenses \$.....9,055

22.23 Other amounts paid \$.....0

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

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

PART 1 - COMMON INTERROGATORIES - 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).
See Note 5E for program details

24.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [] N/A []

24.5 If answer to 24.4 is yes, report amount of collateral for conforming programs. \$.....89,588,970

24.6 If answer to 24.4 is no, report amount of collateral for other programs. \$.....0

PART 1 - COMMON INTERROGATORIES - INVESTMENT

- 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?
- 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)
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements
- 25.22 Subject to reverse repurchase agreements
- 25.23 Subject to dollar repurchase agreements
- 25.24 Subject to reverse dollar repurchase agreements
- 25.25 Pledged as collateral
- 25.26 Placed under option agreements
- 25.27 Letter stock or securities restricted as to sale
- 25.28 On deposit with state or other regulatory body
- 25.29 Other

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

- 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?
- 27.2 If yes, state the amount thereof at December 31 of the current year:
28. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?
- 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
Citibank	New York, NY

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

1 Central Registration Depository Number(s)	2 Name	3 Address
114537	AEGON USA Investment Management , LLC	Cedar Rapids, IA

- 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)])?
- 29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adj.Carrying Value
29.2999. TOTAL		0

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

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

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.....	1,058,628,223	1,102,002,686	43,374,464
30.2 Preferred stocks.....			0
30.3 Totals.....	1,058,628,223	1,102,002,686	43,374,464

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

In calculating the fair value, the following pricing sources are used: Barclays Index, JP Morgan Index, JACI Index, Merrill Lynch Index, Bloomberg, Reuters, FT Interactive, JP Morgan Pricing Direct, external money managers, brokers, and internally modeled.

- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?
- 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?
- 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?
- 32.2 If no, list exceptions:

PART 1 - COMMON INTERROGATORIES - OTHER

- 33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?
- 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.
- \$.....115,707

1 Name	2 Amount Paid
American Council of Life Insurers	61,402
Life Insurance Marketing & Research Association	33,491

- 34.1 Amount of payments for legal expenses, if any?
- 34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.
- \$.....978,459

1 Name	2 Amount Paid
Shutts and Bowen, LLP	580,766

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?
- 35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.
- \$.....34,384

1 Name	2 Amount Paid
American Council of Life Insurers	15,351
Association of Ohio Life Assurance Companies	17,450

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [☐] No [☒]

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	2
	Current Year	Prior Year
2.1	Premium Numerator.....	.....1,428,458.....1,221,593
2.2	Premium Denominator.....	....479,669,678....524,952,987
2.3	Premium Ratio (2.1/2.2).....	.....0.3.....0.2
2.4	Reserve Numerator.....	.....0.....0
2.5	Reserve Denominator.....	.1,733,229,403.1,629,105,739
2.6	Reserve Ratio (2.4/2.5).....	.....0.0.....0.0

3.1

Does this reporting entity have Separate Accounts?

Yes [☒] No [☐]

3.2

If yes, has a Separate Accounts statement been filed with this Department?

Yes [☒] No [☐] N/A [☐]

3.3

What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?

\$.....387,779,233

3.4

State the authority under which Separate Accounts are maintained:

Section 3907.15 of Ohio Revised Statutes XXXIX

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

Yes [☒] No [☐]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [☐] No [☒]

3.7

If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?"

\$.....0

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

Yes [☒] No [☐]

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid

\$.....88,871,916

4.22

Received

\$.....55,154,962

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [☐] No [☒]

5.2

If yes, what amount pertaining to these items is included in:

5.21

Page 3, Line 1

\$.....0

5.22

Page 4, Line 1

\$.....0

6.

For stock reporting entities only:

6.1

Total amount paid in by stockholders as surplus funds since organization of the reporting entity:

\$.....149,627,109

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash

\$.....981,499,597

7.12

Stock

\$.....1,300,000

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as:
Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical,
wage loss and death benefits of the occupational illness and accident exposures, but not the employers
liability exposures, of business originally written as workers' compensation insurance.

Yes [] No [X]

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement?

Yes [] No []

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

1	2	3
Reinsurance Assumed	Reinsurance Ceded	Net Retained
8.31 Earned premium.....		
8.32 Paid claims.....		
8.33 Claim liability and reserve (beginning of year).....		
8.34 Claim liability and reserve (end of year).....		
8.35 Incurred claims.....		

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Col. (1) are:

Attachment Point	1	2
	Earned Premium	Claim Liability and Reserve
8.41 < \$25,000.....		
8.42 \$25,000 -- 99,999.....		
8.43 \$100,000 -- 249,999.....		
8.44 \$250,000 -- 999,999.....		
8.45 \$1,000,000 or more.....		

8.5 What portion of earned premium reported in 8.31, Col. 1 was assumed from pools?

\$.....0

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

9.1 Does the company have variable annuities with guaranteed benefits? Yes [X] No []

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1	2	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Guaranteed Death Benefit	Guaranteed Living Benefit							
5% Growth; Enhanced DB	None	N/A	N/A	1,115,806	339,644	Exhibit 5	None	0
5% Growth	None	N/A	N/A	6,082,070	479,230	Exhibit 5	None	0
Annual Step Up; Enhanced DB	GLWB	N/A	N/A	18,414,961	432,930	Exhibit 5	None	0
Annual Step Up; Enhanced DB	None	N/A	N/A	24,839,256	1,553,625	Exhibit 5	None	0
Annual Step Up	GLWB	N/A	N/A	330,827,220	4,235,070	Exhibit 5	None	0
Annual Step Up	None	N/A	N/A	119,001,239	2,085,425	Exhibit 5	None	0
Greater of Annual Step Up and 5% Growth; Enhanced DB	None	N/A	N/A	4,116,366	976,927	Exhibit 5	None	0
Greater of Annual Step Up and 5% Growth	None	N/A	N/A	9,332,394	966,977	Exhibit 5	None	0
Enhanced DB	GLWB	N/A	N/A	4,166,289	39,178	Exhibit 5	None	0
Enhanced DB	None	N/A	N/A	2,581,397	79,768	Exhibit 5	None	0
None	GLWB	N/A	N/A	171,714,550	1,996,810	Exhibit 5	None	0
Return of Premium; Enhanced DB	GLWB	N/A	N/A	8,738,819	107,353	Exhibit 5	None	0
Return of Premium; Enhanced DB	None	N/A	N/A	13,415,199	356,973	Exhibit 5	100% GMDB and EDB on 4.4634% of AV	495
Return of Premium	GLWB	N/A	N/A	284,904,282	3,830,059	Exhibit 5	None	0
Return of Premium	None	N/A	N/A	374,471,610	8,373,514	Exhibit 5	100% GMDB on 56.0263% of AV	139,756
Return of Premium	GMB (5% Growth, 10 yr wait period)	3 years	354788	1,291,151	471,703	Exhibit 5	None	0
		4 years	441620					
		5 years	350880					
		6 years	143862					
		Total	1291151					
Return of Premium	GMB (6% Growth, 10 yr wait period)	0 years	4803026	8,134,795	2,511,335	Exhibit 5	None	0
		1 year	2837563					
		3 years	40580					
		4 years	453626					
		Total	8134795					
Greater of ROP and 5% Roll-up	None	N/A	N/A	3,122,279	34,551	Exhibit 5	100% GMDB on 69.9002% of AV	24,151
Greater of ROP and 5% Roll-up	GMB (5% Growth, 10 yr wait period)	4 years	23480	189,703	174,748	Exhibit 5	None	0
		5 years	166222					
		Total	189703					
Greater of ROP and 5% Roll-up	GMB (6% Growth, 10 yr wait period)	0 years	1330812	2,351,093	426,727	Exhibit 5	None	0
		1 year	1020281					
		Total	2351093					
Greater of ROP and Max Anniversary Value	None	N/A	N/A	500,441,459	28,425,131	Exhibit 5	100% GMDB on 65.5123% of AV	18,621,946
Greater of ROP and Max Anniversary Value	GMB (5% Growth, 10 yr wait period)	1 year	734124	25,323,145	9,203,931	Exhibit 5	100% GMDB, and	7,418,192
		2 years	2028790				100% GMB on	
		3 years	2979907				80.5981% of AV	
		4 years	8765330					
		5 years	9081114					
		6 years	1150999					
		8 years	582881					
		Total	25323145					
Greater of ROP and Max Anniversary Value	GMB (6% Growth, 10 yr wait period)	0 years	54076868	105,382,661	33,345,431	Exhibit 5	100% GMDB, and	27,456,704
		1 year	41354372				100% GMB on	
		2 years	858652				82.3402% of AV	
		3 years	228013					
		4 years	1909042					
		5 years	6809278					
		6 years	146437					
		Total	105382661					
Greater of ROP and Mac Anniversary Value; Enhanced DB	None	N/A	N/A	196,566	0	Exhibit 5	100% GMDB, and 100% EDB	0

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

Greater of ROP and Mac Anniversary Value; Enhanced DB	GMIB (5% Growth,	3 years	100666	263,453	103,632	Exhibit 5	100% GMDB,	103,632
	10 yr wait period)	5 years	162787				100% GMIB, and	
		Total	263453				100% EDB	
Greater of ROP and Mac Anniversary Value; Enhanced DB	GMIB (6% Growth,	0 years	1543612	2,364,914	785,482	Exhibit 5	100% GMDB,	664,239
	10 yr wait period)	1 year	821302				100% GMIB, and	
		Total	2364914				100% EDB on 84.8645% of AV	
Greater of ROP, Max Anniversary Value and 5% Roll-up	None	N/A	N/A	72,780,461	15,310,722	Exhibit 5	100% GMDB on 0.5353% of AV	81,956
Greater of ROP, Max Anniversary Value and 5% Roll-up	GMIB (5% Growth,	2 years	515670	4,110,280	2,238,047	Exhibit 5	100% GMDB,	1,712,893
	10 yr wait period)	3 years	392496				100% GMIB on	
		4 years	1083909				41.6734% of AV	
		5 years	1663938					
		6 years	454267					
		Total	4110280					
Greater of ROP, Max Anniversary Value and 5% Roll-up	GMIB (6% Growth,	0 years	17838855	29,235,178	11,545,491	Exhibit 5	100% GMDB,	6,644,859
	10 yr wait period)	1 year	8798943				100% GMIB on	
		2 years	980294				57.5537% of AV	
		3 years	157038					
		4 years	407787					
		5 years	967972					
		6 years	84290					
		Total	29235178					
Greater of ROP, Max Anniversary Value and 5% Roll-up; Enhanced DB	None	N/A	N/A	270,352	34,316	Exhibit 5	100% GMDB, and 100% EDB on 87.1517% of AV	29,907
Greater of ROP, Max Anniversary Value and 5% Roll-up; Enhanced DB	GMIB (5% Growth,	3 years	118467	118,467	28,131	Exhibit 5	100% GMDB,	28,131
	10 yr wait period)	Total	118467				100% GMIB, and 100% EDB	
Greater of ROP, Max Anniversary Value and 5% Roll-up; Enhanced DB	GMIB (6% Growth,	0 years	872658	2,181,200	877,981	Exhibit 5	100% GMDB,	868,646
	10 yr wait period)	1 year	1083460				100% GMIB, and	
		2 years	192678				100% EDB on	
		4 years	32403				98.9367% of AV	
		Total	2181200					
Greater of ROP, and Max Monthiversary Value	None	N/A	N/A	213,057,102	4,328,890	Exhibit 5	100% GMDB on 89.8922% of AV	3,891,334
Greater of ROP, and Max Monthiversary Value	GMIB (5% Growth,	1 year	2878576	64,763,206	28,000,756	Exhibit 5	100% GMDB, and	22,373,332
	10 yr wait period)	2 years	8604382				100% GMIB on	
		3 years	5663223				79.9026% of AV	
		4 years	13607095					
		5 years	30530038					
		6 years	3175149					
		9 years	304743					
		Total	64763206					
Greater of ROP, and Max Monthiversary Value	GMIB (6% Growth,	0 years	246688995	403,092,229	151,458,400	Exhibit 5	100% GMDB, and	136,444,108
	10 yr wait period)	1 year	113619981				100% GMIB on	
		2 years	2644974				90.0869% of AV	
		3 years	4040582					
		4 years	23999480					
		5 years	10744690					
		6 years	622645					

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

		7 years	56736					
		8 years	117071					
		9 years	557075					
		Total	403092229					
Greater of ROP, and Max Monthiversary Value; Enhanced DB	None	N/A	N/A	1,200,584	3,838	Exhibit 5	100% GMDB, and 100% EDB on 77.9526% of AV	2,992
Greater of ROP, and Max Monthiversary Value; Enhanced DB	GMIB (5% Growth,	1 year	485194	1,159,683	843,804	Exhibit 5	100% GMDB,	843,804
	10 yr wait period)	2 years	64987				100% GMIB, and	
		5 years	609502				100% EDB	
		Total	1159683					
Greater of ROP, and Max Monthiversary Value; Enhanced DB	GMIB (6% Growth,	0 years	5468116	7,692,183	2,071,106	Exhibit 5	100% GMDB,	2,052,913
	10 yr wait period)	1 year	2087503				100% GMIB, and	
		5 years	136564				100% EDB on	
		Total	7692183				99.1216% of AV	
Greater of ROP, Max Monthiversary Value, and 6% Roll-up	None	N/A	N/A	53,010,426	12,097,850	Exhibit 5	100% GMDB on 96.8559% of AV	11,717,484
Greater of ROP, Max Monthiversary Value, and 6% Roll-up	GMIB (5% Growth,	1 year	1793490	15,433,690	8,684,627	Exhibit 5	100% GMDB, and	8,191,571
	10 yr wait period)	2 years	2393740				100% GMIB on	
		3 years	1770825				94.3227% of AV	
		4 years	4837530					
		5 years	3314181					
		6 years	1323923					
		Total	15433690					
Greater of ROP, Max Monthiversary Value, and 6% Roll-up	GMIB (6% Growth,	0 years	68506276	118,871,057	58,823,241	Exhibit 5	100% GMDB, and	56,598,818
	10 yr wait period)	1 year	38824856				100% GMIB on	
		2 years	2750778				96.2185% of AV	
		3 years	2521546					
		4 years	2924500					
		5 years	2381734					
		6 years	961368					
		Total	118871057					
Greater of ROP, Max Monthiversary Value, and 6% Roll-up, enhanced DB	None	N/A	N/A	2,280,636	531,729	Exhibit 5	100% GMDB, and 100% of EDB	531,729
Greater of ROP, Max Monthiversary Value, and 6% Roll-up, enhanced DB	GMIB (5% Growth,	3 years	32973	81,386	31,960	Exhibit 5	100% GMDB,	28,110
	10 yr wait period)	4 years	48414				100% GMIB. And	
		Total	81386				100% EDB on 87.9541% of AV	
Greater of ROP, Max Monthiversary Value, and 6% Roll-up, enhanced DB	GMIB (6% Growth,	0 years	4391580	11,624,658	3,828,628	Exhibit 5	100% GMDB,	3,778,695
	10 yr wait period)	1 year	6214030				100% GMIB. And	
		2 years	253365				100% EDB on	
		4 years	308416				98.6958% of AV	
		5 years	457267					
		Total	11624658					
Greater of ROP,	None	0 years	276111386	278,665,206	28,851,522	Exhibit 5	100% GMDB on	26,615,111
Max Anniversary		1 year	441581				92.2486% of AV	
Value, and 5% Roll-up,		2 years	510045					
5 yr wait period		3 years	584634					
		4 years	1017560					
		Total	278665206					
Greater of ROP,	GMIB (5% Growth,	0 years / 1 year	56943	8,413,379	3,418,958	Exhibit 5	100% GMDB, and	3,242,506

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

Max Anniversary	10 yr wait period)	0 years / 2 years	1047897				100% GMIB on	
Value, and 5% Roll-up,		0 years / 3 years	792780				94.8390% of AV	
5 yr wait period		0 years / 4 years	1717024					
		0 years / 5 years	3840364					
		0 years / 6 years	696570					
		0 years / 7 years	93915					
		0 years / 9 years	167886					
		Total	8413379					
Greater of ROP,	GMIB (6% Growth,	0 years / 0 years	38403406	72,376,963	29,376,592	Exhibit 5	100% GMDB, and	29,004,541
Max Anniversary	10 yr wait period)	0 years / 1 year	28009983				100% GMIB on	
Value, and 5% Roll-up,		0 years / 2 years	282879				98.7335% of AV	
5 yr wait period		0 years / 3 years	1050527					
		0 years / 4 years	2518493					
		0 years / 5 years	1987235					
		0 years / 8 years	124439					
		Total	72376963					
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 5 yr wait period; Enhanced DB	None	N/A	N/A	71,968	1,071	Exhibit 5	100% GMDB, and 100% of EDB	1,071
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 5 yr wait period; Enhanced DB	GMIB (5% Growth,	0 years / 4 years	111243	111,243	30,626	Exhibit 5	100% GMDB,	30,626
	10 yr wait period)	Total	111243				100% GMIB, and 100% EDB	
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 5 yr wait period; Enhanced DB	GMIB (6% Growth,	0 years / 0 years	152886	493,459	139,686	Exhibit 5	100% GMDB,	112,597
	10 yr wait period)	0 years / 1 year	340573				100% GMIB, and	
		Total	493459				100% EDB on 80.6068% of AV	
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 7 yr wait period	None	0 years	356181869	358,688,772	22,673,318	Exhibit 5	100% GMDB, and	19,588,269
		1 year	39562				100% GMIB on	
		2 years	334074				86.3935% of AV	
		3 years	318020					
		4 years	63377					
		5 years	1268997					
		6 years	482873					
		Total	358688772					
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 7 yr wait period	GMIB (5% Growth,	0 years / 1 year	77059	6,704,507	2,602,130	Exhibit 5	100% GMDB, and	2,338,687
	10 yr wait period)	0 years / 2 years	337406				100% GMIB on	
		0 years / 3 years	662132				89.8759% of AV	
		0 years / 4 years	1668208					
		0 years / 5 years	3786545					
		0 years / 6 years	173159					
		Total	6704507					
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 7 yr wait period	GMIB (6% Growth,	0 years / 0 years	22440100	34,631,780	10,271,028	Exhibit 5	100% GMDB, and	8,952,512

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

	10 yr wait period)	0 years / 1 year	11921840				100% GMIB on	
		0 years / 2 years	249616				87.1628% of AV	
		0 years / 4 years	30					
		0 years / 5 years	20194					
		Total	34631780					
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 7 yr wait period, Enhanced DB	None	0 years	217421	217,421	1,090	Exhibit 5	100% GMDB, and	1,090
		Total	217421				100% EDB	
Greater of ROP, Max Anniversary Value, and 5% Roll-up, 7 yr wait period, Enhanced DB	GMIB (6% Growth,	0 years / 1 year	14578	14,578	2,703	Exhibit 5	None	0
	10 yr wait period)	Total	14578					

10. For reporting entities having sold annuities to another insurer when the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year? \$.....0

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1 P&C Insurance Company and Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
	\$

11.1 Do you act as a custodian for health savings account? Yes [] No [X]

11.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$.....0

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

11.4 If yes, please provide the balance of the funds administered as of the reporting date. \$.....0

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
FIVE-YEAR HISTORICAL DATA

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

Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2011	2 2010	3 2009	4 2008	5 2007
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4).....	75,291,110	89,236,297	89,560,581	91,662,223	94,816,771
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....	38,857,498	36,229,696	32,945,176	28,135,299	22,767,470
3. Credit life (Line 21, Col. 6).....	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4).....	1,145,572	542,828	277,665	125,181	102,130
5. Industrial (Line 21, Col. 2).....	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4).....	0	0	0	0	0
7. Total (Line 21, Col. 10).....	115,294,180	126,008,821	122,783,422	119,922,703	117,686,371
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2).....	9,564,600	7,463,159	6,285,059	8,525,869	10,150,929
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....	4,695,506	5,775,227	8,357,329	8,593,834	6,707,228
10. Credit life (Line 2, Col. 6).....	0	0	0	0	0
11. Group (Line 2, Col. 9).....	634,282	286,182	165,262	27,549	0
12. Industrial (Line 2, Col. 2).....	0	0	0	0	0
13. Total (Line 2, Col. 10).....	14,894,388	13,524,568	14,807,650	17,147,252	16,858,157
Premium Income - Lines of Business (Exhibit 1-Part 1)					
14. Industrial life (Line 20.4, Col. 2).....	0	0	0	0	0
15.1 Ordinary life insurance (Line 20.4, Col. 3).....	446,794,519	479,550,661	500,609,787	573,644,502	583,125,168
15.2 Ordinary individual annuities (Line 20.4, Col. 4).....	16,513,049	31,143,789	93,137,243	183,354,946	401,266,942
16. Credit life (group and individual) (Line 20.4, Col. 5).....	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6).....	9,202,424	3,901,414	1,310,409	(72,007)	45,568
17.2 Group annuities (Line 20.4, Col. 7).....	5,731,229	9,135,529	58,290,874	30,478,105	28,627,347
18.1 A&H - group (Line 20.4, Col. 8).....	1,428,458	1,221,593	1,274,988	447,290	0
18.2 A&H - credit (group and individual) (Line 20.4, Col. 9).....	0	0	0	0	0
18.3 A&H - other (Line 20.4, Col. 10).....	0	0	0	0	0
19. Aggregate of all other lines of business (Line 20.4, Col. 11).....	0	0	0	0	0
20. Total.....	479,669,679	524,952,986	654,623,301	787,852,835	1,013,065,025
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)....	1,905,059,854	2,096,221,107	1,656,180,754	1,852,240,246	1,395,309,747
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....	1,629,861,831	1,584,956,614	1,293,034,486	1,572,148,423	906,607,222
23. Aggregate life reserves (Page 3, Line 1).....	1,746,801,158	1,661,176,269	1,716,595,337	1,735,400,989	1,651,771,166
24. Aggregate A&H reserves (Page 3, Line 2).....	517,916	559,849	811,354	39,172	0
25. Deposit-type contract funds (Page 3, Line 3).....	13,018,245	15,179,471	15,141,000	14,519,678	16,119,080
26. Asset valuation reserve (Page 3, Line 24.01).....	8,838,178	9,216,530	8,484,464	4,380,319	7,096,298
27. Capital (Page 3, Lines 29 & 30).....	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
28. Surplus (Page 3, Line 37).....	272,698,023	508,764,493	360,646,268	277,591,823	486,202,525
Cash Flow (Page 5)					
29. Net Cash from operations (Line 11).....	171,405,889	381,761,179	158,531,226	158,070,099	196,793,026
Risk-Based Capital Analysis					
30. Total adjusted capital.....	284,036,201	520,481,023	371,630,732	284,472,142	495,798,823
31. Authorized control level risk-based capital.....	39,227,215	45,046,752	45,565,947	44,224,462	52,289,181
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1).....	52.9	50.7	55.9	43.5	55.5
33. Stocks (Lines 2.1 and 2.2).....	1.8	1.8	2.3	2.2	2.3
34. Mortgage loans on real estate (Lines 3.1 and 3.2).....	3.0	0.7	0.9	0.9	2.0
35. Real estate (Line 4.1, 4.2 and 4.3).....	2.1	2.0	2.7	2.7	3.1
36. Cash, cash equivalents and short-term investments (Line 5).....	10.1	13.0	10.7	19.6	3.6
37. Contract loans (Line 6).....	24.2	21.1	27.1	28.8	32.7
38. Derivatives (Line 7).....	0.0	0.0	XXX	XXX	XXX
39. Other invested assets (Line 8).....	0.2	0.2	0.5	0.6	0.8
40. Receivables for securities (Line 9).....	0.3	0.0	0.0	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10).....	5.3	10.4	XXX	XXX	XXX
42. Aggregate write-ins for invested assets (Line 11).....	0.0	0.0	0.0	1.8	0.0
43. Cash, cash equivalents and invested assets (Line 12).....	100.0	99.9	100.0	100.0	100.0

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
FIVE-YEAR HISTORICAL DATA

(continued)

	1 2011	2 2010	3 2009	4 2008	5 2007
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12 Col. 1).....	0	0	0	0	0
45. Affiliated preferred stocks (Sch. D Summary, Line 18 Col. 1).....	0	0	0	0	0
46. Affiliated common stocks (Sch. D Summary, Line 24 Col. 1).....	30,478,957	33,238,370	32,187,134	26,092,285	24,396,776
47. Affiliated short-term investments (subtotal included in Sch. DA, Verif. Col. 5, Line 10).....	0	0	27,000,000	0	9,600,000
48. Affiliated mortgage loans on real estate	0	0	0	0	0
49. All other affiliated.....	0	0	0	0	0
50. Total of above Lines 44 to 49.....	30,478,957	33,238,370	59,187,134	26,092,285	33,996,776
Total Nonadmitted and Admitted Assets					
51. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	118,204,059	87,564,624	81,355,254	131,362,001	184,539,837
52. Total admitted assets (Page 2, Line 28, Col. 3).....	8,423,143,363	9,497,886,339	8,821,381,432	8,127,643,288	11,768,905,053
Investment Data					
53. Net investment income (Exhibit of Net Investment Income).....	80,031,434	64,487,132	48,370,826	71,623,383	68,831,741
54. Realized capital gains (losses) (Page 4, Line 34, Column 1).....	(12,431,038)	(9,123,462)	(24,264,209)	368,207	(2,623,273)
55. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....	(3,720,586)	782,683	160,903	1,738,252	638,553
56. Total of above Lines 53, 54 and 55.....	63,879,810	56,146,353	24,267,520	73,729,842	66,847,021
Benefits and Reserve Increase (Page 6)					
57. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1 less Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11).....	705,103,254	818,458,314	808,181,597	1,254,908,110	1,330,641,148
58. Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11).....	1,214,897	952,355	572,145	288,056	0
59. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3).....	60,433,803	29,534,319	(7,100,001)	56,682,641	72,934,617
60. Increase in A&H reserves (Line 19, Cols. 9, 10 & 11).....	(41,933)	(251,505)	772,182	39,172	0
61. Dividends to policyholders (Line 30, Col 1).....	23,797	24,721	25,641	26,732	27,349
Operating Percentages					
62. Insurance expense percent (Page 6, Col. 1, Lines 21, 22, & 23 less Line 6)/(Page 6 Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00.....	55.0	21.0	27.2	36.1	27.1
63. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.00.....	7.6	7.9	9.7	11.1	7.1
64. A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2).....	82.1	57.4	105.4	73.2	0.0
65. A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2).....	0.0	0.0	0.0	0.0	0.0
66. A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2).....	(5.9)	(5.9)	(12.4)	(2.8)	0.0
A&H Claim Reserve Adequacy					
67. Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2).....	604,510	691,750	36,640	0	0
68. Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2).....	559,849	811,354	39,172	0	0
69. Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2).....	0	0	0	0	0
70. Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2).....	0	0	0	0	0
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
71. Industrial life (Col. 2).....	0	0	0	0	0
72. Ordinary - life (Col. 3).....	37,618,834	110,561,555	101,086,373	41,001,315	106,442,046
73. Ordinary - individual annuities (Col. 4).....	(29,851,030)	21,836,690	40,018,446	(100,507,769)	21,514,038
74. Ordinary - supplementary contracts (Col. 5).....	(8,559,269)	(911,833)	(113,303)	(476)	3,069,616
75. Credit life (Col. 6).....	0	0	0	0	0
76. Group life (Col. 7).....	167,570	(89,579)	(752,656)	22,401	(604,788)
77. Group annuities (Col. 8).....	885,156	520,788	(397,838)	(81,620)	3,857,441
78. A&H - group (Col. 9).....	223,382	344,921	78,460	69,591	0
79. A&H - credit (Col. 10).....	0	0	0	0	0
80. A&H - other (Col. 11).....	(5)	(60)	0	0	0
81. Aggregate of all other lines of business (Col. 12).....	0	0	0	0	0
82. Total (Col. 1).....	484,637	132,262,482	139,919,481	(59,496,558)	134,278,353

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 []

If no, please explain:

EXHIBIT OF LIFE INSURANCE

25

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	Number of		9 Amount of Insurance (a)	
							7 Policies	8 Certificates		
1. In force end of prior year.....	.....0	.....0	.....409,474	.....125,465,993	.....0	.....0	.....1,327	.....1,696	.....542,828	.....126,008,821
2. Issued during year.....	.....0	.....0	.....50,967	.....14,260,106	.....0	.....0	.....1,721	.....1,905	.....634,282	.....14,894,388
3. Reinsurance assumed.....	.....0	.....0	.....(13,660)	.....(16,201,258)	.....0	.....0	.....0	.....0	.....0	.....(16,201,258)
4. Revived during year.....	.....0	.....0	.....361	.....131,065	.....0	.....0	.....8	.....10	.....5,125	.....136,190
5. Increased during year (net).....	.....0	.....0	.....4	.....57,542	.....0	.....0	.....0	.....0	.....1,942	.....59,484
6. Subtotals, Lines 2 to 5.....	.....0	.....0	.....37,672	.....(1,752,544)	.....0	.....0	.....1,729	.....1,915	.....641,349	.....(1,111,195)
7. Additions by dividends during year.....	.....XXX	.....0	.....XXX	.....0	.....XXX	.....0	.....XXX	.....XXX	.....0	.....0
8. Aggregate write-ins for increases.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
9. Totals (Lines 1 and 6 to 8).....	.....0	.....0	.....447,146	.....123,713,449	.....0	.....0	.....3,056	.....3,611	.....1,184,177	.....124,897,626
Deductions during year:										
10. Death.....	.....0	.....0	.....1,029	.....153,080	.....0	.....0	.....XXX	.....5	.....2,252	.....155,332
11. Maturity.....	.....0	.....0	.....5	.....626	.....0	.....0	.....XXX	.....0	.....0	.....626
12. Disability.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....0	.....0	.....0
13. Expiry.....	.....0	.....0	.....79	.....16,715	.....0	.....0	.....0	.....0	.....0	.....16,715
14. Surrender.....	.....0	.....0	.....18,633	.....5,420,242	.....0	.....0	.....16	.....13	.....9,760	.....5,430,002
15. Lapse.....	.....0	.....0	.....15,012	.....3,668,442	.....0	.....0	.....109	.....142	.....26,593	.....3,695,035
16. Conversion.....	.....0	.....0	.....168	.....47,834	.....0	.....0	.....XXX	.....XXX	.....XXX	.....47,834
17. Decreased (net).....	.....0	.....0	.....3	.....257,902	.....0	.....0	.....0	.....0	.....0	.....257,902
18. Reinsurance.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
19. Aggregate write-ins for decreases.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
20. Totals (Lines 10 to 19).....	.....0	.....0	.....34,929	.....9,564,841	.....0	.....0	.....125	.....160	.....38,605	.....9,603,446
21. In force end of year (Line 9 minus Line 20).....	.....0	.....0	.....412,217	.....114,148,608	.....0	.....0	.....2,931	.....3,451	.....1,145,572	.....115,294,180
22. Reinsurance ceded end of year.....	.....XXX	.....0	.....XXX	.....64,755,285	.....XXX	.....0	.....XXX	.....XXX	.....205,167	.....64,960,452
23. Line 21 minus Line 22.....	.....XXX	.....0	.....XXX	.....49,393,323	.....XXX	(b).....0	.....XXX	.....XXX	.....940,405	.....50,333,728

DETAILS OF WRITE-INS

0801. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0802. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0803. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0898. Summary of remaining write-ins for Line 8 from overflow page...	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1901. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1902. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1903. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1998. Summary of remaining write-ins for Line 19 from overflow page.	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1999. Totals (Lines 1901 thru 1903 plus 1998) (Line 19 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) Group \$.....0; Individual \$.....0.

EXHIBIT OF LIFE INSURANCE (continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends.....	XXX	0	XXX	0
25. Other paid-up insurance.....	0	0	2,769	14,025
26. Debit ordinary insurance.....	XXX	XXX	0	0

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies-decreasing.....	0	0	0	0
28. Term policies-other.....	12,938	3,796,764	76,162	24,791,747
29. Other term insurance-decreasing.....	XXX	0	XXX	710
30. Other term insurance.....	XXX	898,742	XXX	12,916,825
31. Totals (Lines 27 to 30).....	12,938	4,695,506	76,162	37,709,282
Reconciliation to Lines 2 and 21:				
32. Term additions.....	XXX	0	XXX	0
33. Totals, extended term insurance.....	XXX	XXX	2,209	1,148,216
34. Totals, whole life and endowment.....	38,029	9,564,600	333,846	75,291,110
35. Totals (Lines 31 to 34).....	50,967	14,260,106	412,217	114,148,608

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial.....	0	0	0	0
37. Ordinary.....	14,260,091	15	114,143,051	5,556
38. Credit Life (Group and Individual).....	0	0	0	0
39. Group.....	634,282	0	1,145,573	0
40. Totals (Lines 36 to 39).....	14,894,373	15	115,288,624	5,556

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies.....	XXX	0	XXX	0
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis.....	0	XXX	2,929	XXX
43. Federal Employees' Group Life Insurance included in Line 21.....	0	0	0	0
44. Servicemen's Group Life Insurance included in Line 21.....	0	0	0	0
45. Group Permanent Insurance included in Line 21.....	0	0	3,050	999,994

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a).....	221,617
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.	
47.1 Current amount.	
47.2 Wife amount only on family policies & riders. One child for children rider.	

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium.....	0	0	18,516	3,180,202	0	0	117	24,616
49. Disability Income.....	0	0	2,979	160,555	0	0	5	1,139
50. Extended Benefits.....	0	0	XXX	XXX	0	0	0	0
51. Other.....	0	0	0	0	0	0	0	0
52. Total.....	0	(b) 0	21,495	(b) 3,340,757	0	(b) 0	122	(b) 25,755

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year.....	217	163	0	0
2. Issued during year.....	65	18	0	0
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	0	0
5. Total (Lines 1 to 4).....	282	181	0	0
Deductions during year:				
6. Decreased (net).....	8	16	0	0
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	8	16	0	0
9. In force end of year.....	274	165	0	0
10. Amount on deposit.....	0	(a) 0	0	(a) 0
11. Income now payable.....	274	165	0	0
12. Amount of income payable.....	(a) 1,800,242	(a) 1,748,408	(a) 0	(a) 0

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year.....	95	103,424	127	106
2. Issued during year.....	0	0	1	0
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	1	2
5. Total (Lines 1 to 4).....	95	103,424	129	108
Deductions during year:				
6. Decreased (net).....	10	9,332	45	8
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	10	9,332	45	8
9. In force end of year.....	85	94,092	84	100
Income now payable:				
10. Amount of income payable.....	(a) 447,457	XXX	XXX	(a) 92,529
Deferred fully paid:				
11. Account balance.....	XXX	(a) 41,040,276	XXX	(a) 81,498
Deferred not fully paid:				
12. Account balance.....	XXX	(a) 3,822,190,728	XXX	(a) 4,289,325

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in force	3 Policies	4 Premiums in force	5 Policies	6 Premiums in force
1. In force end of prior year.....	66	14,112,000	0	0	0	0
2. Issued during year.....	10	948,500	0	0	0	0
3. Reinsurance assumed.....	0	0	0	0	0	0
4. Increased during year (net).....	0	XXX	0	XXX	0	XXX
5. Total (Lines 1 to 4).....	76	XXX	0	XXX	0	XXX
Deductions during year:						
6. Conversions.....	0	XXX	XXX	XXX	XXX	XXX
7. Decreased (net).....	0	XXX	0	XXX	0	XXX
8. Reinsurance ceded.....	0	XXX	0	XXX	0	XXX
9. Totals (Lines 6 to 8).....	0	XXX	0	XXX	0	XXX
10. In force end of year.....	76	(a) 15,060,500	0	(a) 0	0	(a) 0

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds	2 Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year.....	2,038	969
2. Issued during year.....	0	0
3. Reinsurance assumed.....	0	0
4. Increased during year (net).....	628	0
5. Total (Lines 1 to 4).....	2,666	969
Deductions during year:		
6. Decreased (net).....	0	44
7. Reinsurance ceded.....	0	0
8. Totals (Lines 6 and 7).....	0	44
9. In force end of year.....	2,666	925
10. Amount of account balance.....	(a) 1,743,574	(a) 752,824

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.			1	Direct Business Only					
				Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Mem- bership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
				2 Life Insurance Premiums	3 Annuity Considerations				
1.	Alabama.....	AL	L	4,302,204	355,587	0	71,569	4,729,360	6,388
2.	Alaska.....	AK	L	647,149	11,821	0	0	658,970	0
3.	Arizona.....	AZ	L	9,508,006	267,031	0	4,666	9,779,703	2,451
4.	Arkansas.....	AR	L	766,145	18,940	0	0	785,085	1,232
5.	California.....	CA	L	230,174,378	5,185,147	1,666,930	687,703	237,714,158	2,907
6.	Colorado.....	CO	L	11,660,119	805,767	0	7,337	12,473,223	36
7.	Connecticut.....	CT	L	3,607,476	161,544	0	6,860	3,775,880	9,533
8.	Delaware.....	DE	L	710,638	7,403	0	0	718,041	1,352
9.	District of Columbia.....	DC	L	843,057	15,157	0	0	858,214	181
10.	Florida.....	FL	L	20,231,454	3,652,633	747,925	757,286	25,389,298	49,921
11.	Georgia.....	GA	L	20,193,427	259,956	754,040	463,900	21,671,323	161,540
12.	Hawaii.....	HI	L	7,554,386	(298,736)	0	155,311	7,410,961	1
13.	Idaho.....	ID	L	2,186,363	56,901	135,671	0	2,378,935	18
14.	Illinois.....	IL	L	26,061,444	602,001	2,075,191	100,786	28,839,422	8,802
15.	Indiana.....	IN	L	6,720,493	1,558,539	1,845,394	0	10,124,426	1,302
16.	Iowa.....	IA	L	2,483,068	408,389	166,147	30	3,057,634	3,033
17.	Kansas.....	KS	L	2,363,178	359,045	1,317,231	60,733	4,100,187	876
18.	Kentucky.....	KY	L	1,926,727	525,342	70,911	0	2,522,980	0
19.	Louisiana.....	LA	L	6,614,531	207,577	0	471,755	7,293,863	5,672
20.	Maine.....	ME	L	745,876	102,540	0	0	848,416	1,022
21.	Maryland.....	MD	L	19,109,791	(383,277)	0	501,441	19,227,955	19,432
22.	Massachusetts.....	MA	L	12,533,352	176,815	0	0	12,710,167	49,718
23.	Michigan.....	MI	L	6,572,143	593,375	332,956	129,652	7,628,126	28
24.	Minnesota.....	MN	L	5,541,807	427,407	80,134	123,472	6,172,820	442
25.	Mississippi.....	MS	L	1,407,172	95,770	0	0	1,502,942	1,924
26.	Missouri.....	MO	L	4,242,571	162,099	863,112	212,755	5,480,537	3,028
27.	Montana.....	MT	L	316,491	169,000	0	6,905	492,396	0
28.	Nebraska.....	NE	L	1,514,341	138,842	526,397	37,197	2,216,777	3,984
29.	Nevada.....	NV	L	8,912,734	160,033	0	10,568	9,083,335	8
30.	New Hampshire.....	NH	L	809,591	42,227	0	0	851,818	216
31.	New Jersey.....	NJ	L	16,098,778	127,038	0	67,902	16,293,718	15,221
32.	New Mexico.....	NM	L	936,858	41,106	169,490	23,161	1,170,615	298
33.	New York.....	NY	N	6,763,248	195,918	0	0	6,959,166	149
34.	North Carolina.....	NC	L	10,149,107	148,170	0	75,392	10,372,669	37,940
35.	North Dakota.....	ND	L	931,973	75,801	0	0	1,007,774	0
36.	Ohio.....	OH	L	12,735,306	649,635	327,421	208,880	13,921,242	10,708
37.	Oklahoma.....	OK	L	1,435,258	92,542	458,595	81,525	2,067,920	55
38.	Oregon.....	OR	L	21,118,517	1,449,085	0	78,999	22,646,601	1,575
39.	Pennsylvania.....	PA	L	12,157,714	432,293	0	205,071	12,795,078	13,753
40.	Rhode Island.....	RI	L	531,911	15,048	0	0	546,959	0
41.	South Carolina.....	SC	L	4,576,697	326,495	0	0	4,903,192	3,579
42.	South Dakota.....	SD	L	699,698	34,700	192,374	0	926,772	4,846
43.	Tennessee.....	TN	L	3,036,088	759,676	0	119,978	3,915,742	18,912
44.	Texas.....	TX	L	51,714,531	3,548,923	1,671,057	383,056	57,317,567	45,748
45.	Utah.....	UT	L	19,804,167	737,415	0	17,717	20,559,299	17
46.	Vermont.....	VT	L	181,342	14,999	0	0	196,341	0
47.	Virginia.....	VA	L	15,128,040	1,854,200	0	577,677	17,559,917	14,341
48.	Washington.....	WA	L	9,940,845	227,023	0	9,189	10,177,057	1,511
49.	West Virginia.....	WV	L	294,775	165,746	126,741	12,830	600,092	1,625
50.	Wisconsin.....	WI	L	8,287,121	529,249	352,865	59,924	9,229,159	37
51.	Wyoming.....	WY	L	816,707	5,351	0	0	822,058	676
52.	American Samoa.....	AS	N	2,400	0	0	0	2,400	0
53.	Guam.....	GU	L	253,058	2,594	0	0	255,652	0
54.	Puerto Rico.....	PR	L	2,484,793	184,366	0	0	2,669,159	6
55.	US Virgin Islands.....	VI	N	6,441	0	0	0	6,441	0
56.	Northern Mariana Islands.....	MP	N	0	0	0	0	0	0
57.	Canada.....	CN	N	65,373	0	0	0	65,373	0
58.	Aggregate Other Alien.....	OT	XXX	1,383,330	566,552	0	0	1,949,882	153
59.	Subtotal.....	(a).....52		621,794,188	28,028,800	13,880,582	5,731,227	669,434,797	506,197
90.	Reporting entity contributions for employee benefit plans.....	XXX		0	0	0	0	0	0
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX		0	0	0	0	0	0
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	XXX		0	0	0	0	0	0
93.	Premium or annuity considerations waived under disability or other contract provisions.....	XXX		178,237	0	0	0	178,237	0
94.	Aggregate other amounts not allocable by State.....	XXX		0	0	0	0	0	0
95.	Totals (Direct Business).....	XXX		621,972,425	28,028,800	13,880,582	5,731,227	669,613,034	506,197
96.	Plus reinsurance assumed.....	XXX		762,926	0	0	0	762,926	0
97.	Totals (All Business).....	XXX		622,735,351	28,028,800	13,880,582	5,731,227	670,375,960	506,197
98.	Less reinsurance ceded.....	XXX		166,581,415	11,515,747	12,452,121	0	190,549,283	0
99.	Totals (All Business) less reinsurance ceded.....	XXX		456,153,936	16,513,053	(b).....1,428,461	5,731,227	479,826,677	506,197

DETAILS OF WRITE-INS								
5801.	ALBANIA.....	XXX...	99	0	0	0	99	0
5802.	ARGENTINA.....	XXX...	0	13,276	0	0	13,276	0
5803.	AUSTRALIA.....	XXX...	30,140	300	0	0	30,440	0
5898.	Summ. of remaining write-ins for line 58 from overflow page.....	XXX...	1,353,091	552,976	0	0	1,906,067	153
5899.	Total (Lines 5801 thru 5803 plus 5898) (Line 58 above).....	XXX...	1,383,330	566,552	0	0	1,949,882	153
9401.	.....	XXX...	0	0	0	0	0	0
9402.	.....	XXX...	0	0	0	0	0	0
9403.	.....	XXX...	0	0	0	0	0	0
9498.	Summ. of remaining write-ins for line 94 from overflow page.....	XXX...	0	0	0	0	0	0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX...	0	0	0	0	0	0

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

Explanation of basis of allocation by states, etc., of premiums and annuity considerations.

Mailing address of the insured

- (a) Insert the number of "L" responses except for Canada and Other Alien.
(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9, and 10, or with Schedule H, Part 1, Column 1, Line 1. Indicate which:
Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART

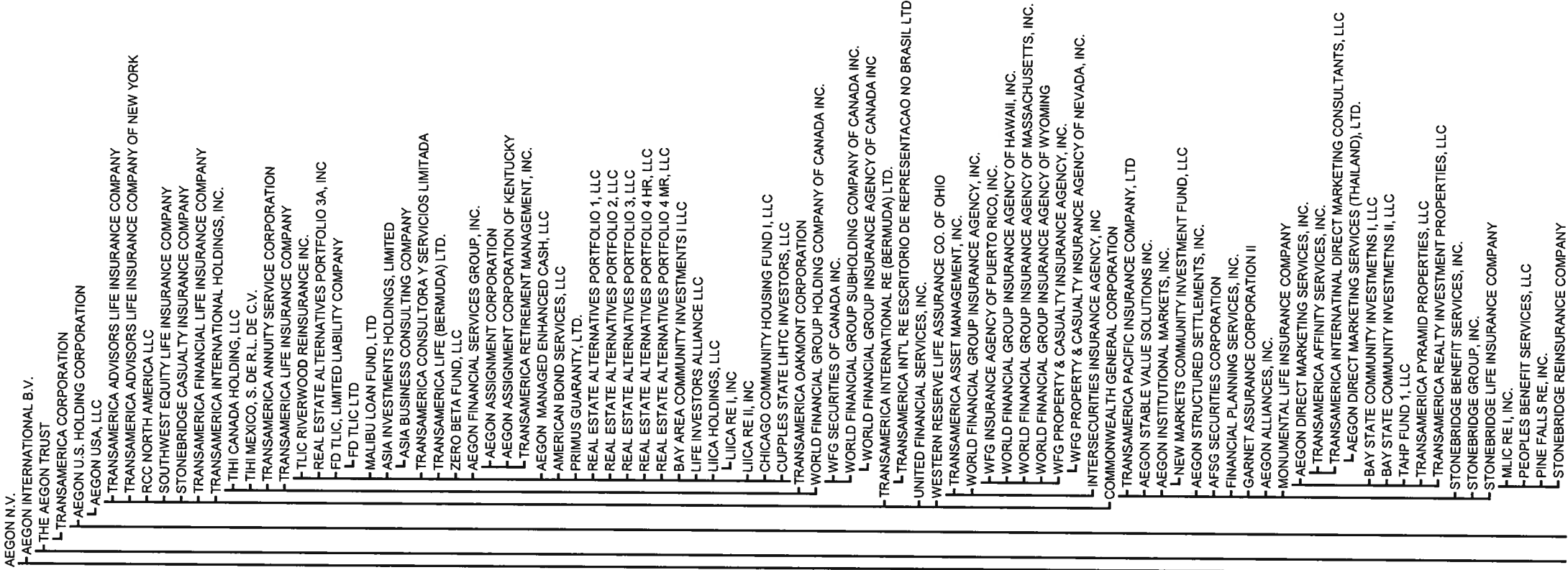
WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO

NAME	FEDERAL ID NUMBER	NAIC CO. CODE	DOMICILE	FOOTNOTE
VERENIGING AEGON, NETHERLANDS MEMBERSHIP ASSOCIATION				
AEGON N.V.				
└ AEGON NEDERLAND N.V.	Foreign		Netherlands	1
└ AEGON NEVAK HOLDING B.V.	Foreign		Netherlands	
└ AEGON DERIVATIVES N.V.	Foreign		Netherlands	
└ AEGON INTERNATIONAL B.V.	Foreign		Netherlands	
└ THE AEGON TRUST	Foreign		Netherlands	
└ TRANSAMERICA CORPORATION	51-6513848		DE	
└ AEGON U.S. HOLDING CORPORATION	42-1484983		DE	
└ AEGON MANAGEMENT COMPANY	13-3350744		DE	
└ RIVER RIDGE INSURANCE COMPANY	35-1113520		IN	
└ SHORT HILLS MANAGEMENT COMPANY	20-0877184		VT	
└ AEGON USA, LLC	42-1338496		NJ	
└ AEGON FUNDING COMPANY LLC	42-1310237		IA	
└ AUSA HOLDING COMPANY	42-1489646		DE	
└ AUSA PROPERTIES, INC.	52-1549874		MD	
└ AEGON USA ASSET MANAGEMENT HOLDING, LLC	27-1275705		IA	
└ AEGON USA INVESTMENT MANAGEMENT, LLC	42-1549874		IA	
└ PRISMA HOLDINGS, INC. I	42-1310237		IA	
└ PRISMA HOLDINGS, INC. II	20-1063571		DE	
└ TRANSAMERICA INVESTMENT MANAGEMENT, LLC	06-1564377		DE	
└ AEGON USA REALTY ADVISORS, LLC	20-1063571		DE	
└ 239 WEST 20TH STREET, LLC	42-1205796		IA	
└ 313 EAST 95TH STREET, LLC	27-5278588		DE	
└ 319 EAST 9TH STREET, LLC	27-5278588		DE	
└ AXA EQUITABLE AGRIFINANCE, LLC	27-5278588		DE	
└ AEGON USA REAL ESTATE SERVICES, INC.	32-0342677		DE	
└ AEGON USA REALTY ADVISORS OF CALIFORNIA, INC.	61-1098396		DE	
└ AEGON ASSET MANAGEMENT SERVICES, INC.	20-5023693		IA	
└ INVESTMENT ADVISORS INTERNATIONAL, INC.	39-1884868		DE	
└ WORLD GROUP SECURITIES, INC.	20-3992563		DE	
└ WORLD FINANCIAL GROUP, INC.	42-1517008		DE	
└ INNERGY LENDING, LLC	42-1518386		DE	
└ WFG CHINA HOLDINGS, INC.	20-1250486		DE	
└ BEIJING DAFU INSURANCE AGENCY CO. LTD.	20-2541057		DE	
└ WFG PROPERTIES HOLDINGS, LLC	Foreign		China	4
└ WFG REINSURANCE LIMITED	20-2133638		GA	
└ TRANSAMERICA REALTY SERVICES, LLC	Foreign		Bermuda	5
└ AEGON-CMF GP, LLC	94-3026780		DE	
└ REALTY INFORMATION SYSTEMS, INC.	94-3026780		DE	
└ TRANSAMERICA AFFORDABLE HOUSING, INC.	42-1418160		IA	
└ ARV PACIFIC VILLAS, A CALIFORNIA LIMITED PARTNERSHIP	94-3252196		CA	
└ TAH-MCD IV, LLC	NONE		CA	6
└ TAH PENTAGON FUNDS, LLC	94-3252196		IA	
└ TRANSAMERICA MINERALS COMPANY	94-3252196		IA	
└ AUSACAN LP	95-3945408		CA	
└ CREDITOR RESOURCES, INC.	Foreign		Canada	7
└ CRI CANADA INC.	42-1079584		MI	
└ CRI SOLUTIONS, INC.	Foreign		Canada	
└ DIVERSIFIED RETIREMENT CORPORATION	52-1363611		MD	
└ DIVERSIFIED INVESTORS SECURITIES CORP.	13-3889044		DE	
└ DIVERSIFIED ACTUARIAL SERVICES, INC.	13-3696753		DE	
└ CLARK, LLC	04-2770684		MA	
└ CLARK CONSULTING, LLC	52-2103926		DE	
└ CBC INSURANCE REVENUE SECURITIZATION, LLC	50-2103928		DE	
└ CLARK/BARDES (BERMUDA) LTD.	73-1652928		DE	
└ CLARK INVESTMENT STRATEGIES, INC.	Foreign		Bermuda	
└ CLARK SECURITIES, INC.	38-3768457		DE	
└ CRG INSURANCE AGENCY, INC.	95-4295824		CA	
└ DIVISION FINANCIAL, INC	95-4123166		CA	
└ INVESTORS WARRANTY OF AMERICA, INC.	35-2283987		IA	
└ IWA COMMERCIAL VENTURE, LLC	42-1154276		IA	
└ PSL ACQUISITIONS, LLC			GA	
└ PSL ACQUISITIONS OPERATING, LLC			IA	
└ THH ACQUISITIONS, LLC			IA	
└ TRANSAMERICA AGENCY NETWORK, INC.	42-1154276		IA	
└ ONCOR INSURANCE SERVICES, LLC	61-1513662		IA	
└ MASSACHUSETTS FIDELITY TRUST COMPANY	26-2311888		IA	
└ MONEY SERVICES, INC.	42-0947998		IA	
└ AEGON USA TRAVEL AND CONFERENCE SERVICES, LLC	42-1079580		DE	
└ AEGON DIRECT MARKETING SERVICES INTERNATIONAL, INC.	52-1291367		IA	
└ MONUMENTAL GENERAL ADMINISTRATORS, INC.	52-1243288		MD	
└ TRANSAMERICA RESOURCES, INC.	52-1525601		MD	
└ TRANSAMERICA RETIREMENT SERVICES CORPORATION	31-1281022		OH	
└ TRANSAMERICA CAPITAL, INC.	95-3141953		CA	
└ TRANSAMERICA FINANCIAL ADVISORS, INC.	59-2476008		DE	
└ TRANSAMERICA FUND SERVICES, INC.	59-3403587		FL	8
└ UNIVERSAL BENEFITS, LLC	42-1334744		IA	9
└ ZAHORIK COMPANY, INC.	95-2775959		CA	
└ GLOBAL PREFERRED RE LIMITED	98-0164807		Bermuda	

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



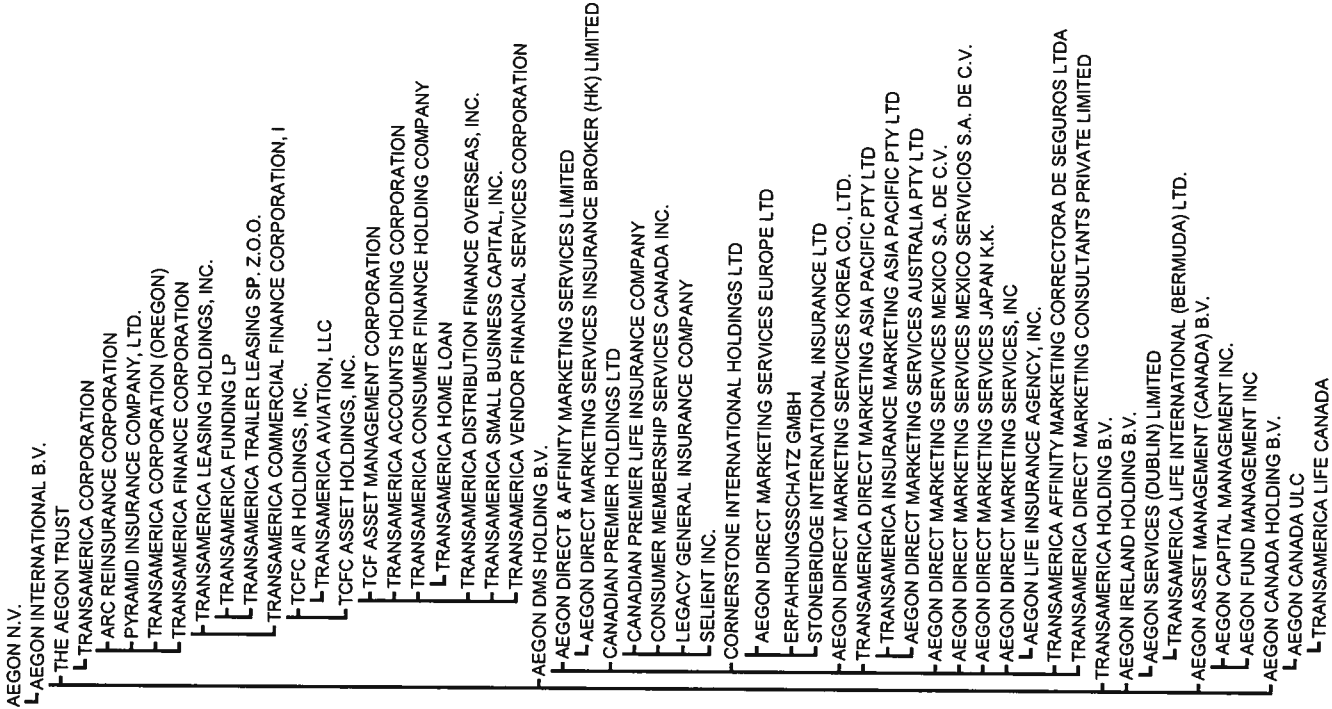
Foreign	Netherlands
Foreign	Netherlands
51-8513848	DE
42-1484983	DE
13-3350744	DE
42-1310237	IA
91-1325756	AR
16-1020455	NY
13-3256226	DE
86-0455577	AZ
31-4423946	OH
36-6071399	NY
94-2873401	DE
	IA
Foreign	Mexico
85-0325648	NM
39-0989781	IA
45-3193055	IA
20-1627078	DE
01-0969916	NY
	United Kingdom
	DE
Foreign	Hong Kong
Foreign	China
Foreign	Chile
98-0481010	Bermuda
26-1298094	DE
41-1479568	MN
42-1477359	IL
61-1314968	KY
42-1527720	MN
30-0445264	DE
39-0989781	IA
Foreign	Bermuda
75-2980951	DE
02-0685017	DE
20-1378364	DE
20-3878375	DE
20-3878417	DE
94-3392750	CA
42-1483973	DE
42-0191090	DE
20-5984601	VT
20-5927773	VT
39-0989781	DE
20-4498171	DE
94-2993381	CA
Foreign	Canada
Foreign	Canada
Foreign	Canada
98-0199561	Bermuda
Foreign	Brazil
52-1263786	MD
43-1162657	OH
59-3403585	FL
95-3809372	CA
66-0621281	PR
99-0277127	HI
04-3182849	MA
42-1519076	WY
58-2270942	GA
88-0422325	NV
42-1517005	CA
51-0108922	DE
94-3304740	HI
27-0648897	DE
61-1085329	DE
20-3318246	IA
61-1068209	KY
23-2421076	PA
23-2130174	DC
14-1893533	IA
56-1358257	VA
52-0419790	IA
42-1470697	MD
42-1523438	MD
SMLLC	MD
Foreign	Thailand
52-0419790	DE
52-0419790	DE
52-0419790	DE
52-0419790	IA
52-0419790	DE
75-2548428	DE
75-2664959	DE
03-0164230	VT
61-1497252	VT

WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART

50.2



Netherlands	Foreign	36
Netherlands	Foreign	
DE	51-6513848	
DE	42-1484983	
HI	99-0300081	
HI	98-0087891	
OR	98-6021219	
DE	95-1077235	
DE	13-3452993	
United Kingdom	Foreign	37
Poland	Foreign	
DE	94-3054228	
DE	32-0092333	
DE		
DE	32-0092334	
DE	84-0642550	
DE	36-4162154	
DE	95-4631538	
CA	95-4390993	
DE	36-4254366	
DE	36-4251204	
DE	36-4134790	
Netherlands	Foreign	
Hong Kong	Foreign	
Hong Kong	Foreign	
Canada	3040155	
Canada	140478595	
Canada	Foreign	
Canada	140478637	
Canada	Foreign	
United Kingdom	Foreign	
United Kingdom	Foreign	
Germany	Foreign	
United Kingdom	Foreign	
Korea	Foreign	
Australia	08-2507515	38
Australia	08-2524730	38
Australia	08-2524785	
Mexico	Foreign	
Mexico	Foreign	
Japan	Foreign	
Taiwan	42-1470897	
Taiwan	Foreign	
Brazil	Foreign	39
India	Foreign	
Netherlands	Foreign	
Netherlands	Foreign	
Ireland	Foreign	
Bermuda	Foreign	
Netherlands	Foreign	
Canada	Foreign	
Canada	Foreign	
Netherlands	Foreign	
Canada	Foreign	
Canada	Foreign	40

50.2

Annual Statement for the year 2011 of the
WESTERN RESERVE LIFE ASSURANCE CO. OF OHIO
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART

Organizational Chart Footnotes:

Ownership is 100% unless otherwise noted. Inclusion of an entity does not necessarily signify control.

- 1) Vereniging AEGON holds voting power in the Common, Preferred A and Preferred B stock of AEGON N.V. totaling 22.126%.
- 2) Members: AEGON USA Realty Advisors, LLC (50%); non-affiliate of AEGON (50%)
- 3) Members are: World Financial Group, Inc. (50%); non-affiliate of AEGON, (50%)
- 4) WFG China Holdings, Inc. owns 10%; the remaining 90% is owned by a non-AEGON associated individual
- 5) 51% owned by World Financial Group, Inc.; remaining 49% is annually offered to independent contractors associated with WFG Reinsurance Limited
- 6) General Partners are Transamerica Affordable Housing, Inc.(0.5%); non-affiliate of AEGON, (0.5%); Limited Partner-Transamerica Life Insurance Company (99%)
- 7) General Partner - AUSA Holding Company (1%); Limited Partner - AEGON USA, LLC. (99%)
- 8) 82.7% owned by AUSA Holding Company, 17.3% owned by Transamerica International Holdings, Inc.
- 9) AUSA Holding Company owns 56%; Western Reserve Life Assurance Co. of Ohio owns 44%
- 10) RCC Group: FGH USA, LLC; ALH Properties Eight, LLC; ALH Properties Eleven, LLC; ALH Properties Four, LLC; ALH Properties Nine, LLC; ALH Properties Seven, LLC; ALH Properties Seventeen, LLC; ALH Properties Sixteen, LLC; ALH Properties Ten, LLC; ALH Properties Twelve, LLC; ALH Properties Two, LLC; FGH Realty Credit, LLC; FGP West Street Two, LLC; FGP 90 West Street, LLC; FGP West Mezzanine, LLC; FGP West Street, LLC; Fifth FGP, LLC; First FGP, LLC; Fourth FGP, LLC; Second FGP,LLC; Seventh FGP, LLC; The RCC Group, Inc.
- 11) 100% of the voting common stock owned by AEGON USA, LLC is allocated 75% of total cumulative vote. Participating common stock (100% owned by non-AEGON shareholders) is allocated 25% of the total cumulative vote.
- 12) 14,391 shares of Common Stock and 38,609 shares of Preferred Stock owned by AEGON USA, LLC. 2,075 shares of Common Stock and 5,566 shares of Preferred Stock owned by Transamerica Life Insurance Company
- 13) 95% owned by Transamerica International Holdings, Inc.; 5% owned by Transamerica Life Insurance Company
- 14) 676,190 shares Common Stock owned by Transamerica International Holdings, Inc.; 86,590 shares of Preferred Stock owned by Transamerica Corporation; 30,564 shares of Preferred Stock owned by AEGON USA, LLC.

Garnet Subsidiaries: Garnet Assurance Corporation, Garnet Assurance Corporation III, Garnet Community Investments III, LLC, Garnet Community Investments XVIII, LLC, Garnet Community Investments XX, LLC, Garnet Community Investments XXIV, LLC, Garnet Community Investments XXV, LLC, Garnet Community Investments XXVI, LLC, Garnet Community Investments XXVII, LLC, Garnet Community Investments XXVIII, LLC, Garnet Community Investments XXIX, LLC, Garnet Community Investments XXX, LLC, Garnet Community Investments XXXI, LLC
- 15) Members: Transamerica Life Insurance Company (52.6%); Monumental Life Insurance Company (37.0%); Transamerica Financial Life Insurance Company (9.4%); Stonebridge Life Insurance Company (1%)
- 16) This is a Fund that Transamerica Life Insurance Company and Monumental Life Insurance Company are investors in.
- 17) Chilean LLC: Partners are Transamerica Life Insurance Company (95%); Transamerica International Holdings, Inc. (5%)
- 18) Members: Transamerica Life Insurance Company (74.02%); Monumental Life Insurance Company (23.67%); Transamerica Financial Life Insurance Company (2.31%). Manager: AEGON USA Investment Management LLC.
- 19) Members: Transamerica Life Insurance Company (91.47%); Monumental Life Insurance Company (8.53%)
- 20) Partners are: Transamerica Life Insurance Company (13.1%) and non-affiliates of AEGON (58.8%). The remaining 28.1% of stock is publicly owned.
- 21) Members: Transamerica Life Insurance Company (90.96%); Monumental Life Insurance Company (6.30%); Transamerica Financial Life Insurance Company (2.74%). Manager: AEGON USA Realty Advisors, LLC
- 22) Members: Transamerica Life Insurance Company (90.25%); Transamerica Financial Life Insurance Company (7.5%); Stonebridge Life Insurance Company (2.25%). Manager: AEGON USA Realty Advisors, LLC
- 23) Members: Transamerica Life Insurance Company (73.4%); Monumental Life Insurance Company (25.6%); Stonebridge Life Insurance Company (1%). Manager: AEGON USA Realty Advisors, LLC
- 24) Members: Transamerica Life Insurance Company (64%); Monumental Life Insurance Company (32%); Transamerica Financial Life Insurance Company (4%). Manager: AEGON USA Realty Advisors, LLC
- 25) Members: Transamerica Life Insurance Company (70%); Monumental Life Insurance Company (30%)
- 26) 50% owned by World Financial Group Holding Co. of Canada, Inc.; 50% owned by World Financial Group Subholding Co. of Canada
- 27) Quotaholders: Transamerica International Re (Bermuda) Ltd. (95%) and Transamerica International Holdings, Inc. (5%)
- 28) United Financial Servives, Inc. is doing business in the state of West Virginia as Monumental Financial Services, Inc.
- 29) Western Reserve Life Assurance Co. of Ohio owns 77%; AUSA Holding Company owns 23%
- 30) 26,000 shares of common stock owned by Commonwealth General Corporation; 1,000 shares of common stock owned by Transamerica International Holdings, Inc.
- 31) Ownership: 50% AEGON Institutional Markets, Inc.; 50% AEGON USA Realty Advisors, LLC
- 32) Ownership: 87.72% Commonwealth General Corporation (8,585.39 shares of Class A Common Stock; 3,232.78 shares of Class B Common Stock); 12.28% AEGON USA, LLC (1,206.25 shares of Class A Common Stock; 454.21 shares of Class B Common Stock)

Garnet Subsidiaries: Garnet Community Investments, LLC, Garnet Community Investments II, LLC, Garnet Community Investments IV, LLC, Garnet Community Investments V, LLC, Garnet Community Investments VI, LLC, Garnet Community Investments VII, LLC, Garnet Community Investments VIII, LLC, Garnet Community Investments IX, LLC, Garnet Community Investments X, LLC, Garnet Community Investments XI, LLC, Garnet Community Investments XII, LLC.
- 33) Monumental Life Insurance Company owns 103,324 shares; Commonwealth General Corporation owns 37,161 shares
- 34) Members: ADMS Representative (51%); AEGON Direct Marketing Services, Inc. (49%)
- 35) Members: Transamerica International Direct Marketing Consultants, LLC (97%); various ADMS representatives (3%)
- 36) 1,250 shares of Redeemable Preference Stock owned by Transamerica International Holdings, Inc.; 120,000 shares of Common Stock owned by Transamerica Corporation

- 37) 99% owned by Transamerica Leasing Holdings, Inc.; 1% owned by Transamerica Commercial Finance Corporation, I
- 38) AEGON Mexico Holding B.V. owns 49,999 shares; AEGON DMS Holding B.V. owns 1 share
- 39) AEGON DMS Holding B.V. owns 749,000 quota shares; AEGON International B.V. owns 1 quota share
- 40) AEGON Canada Holding B.V. owns 168,250,001 shares of Common Stock; 1,500 shares of Series III Preferred Stock; 2 shares of Series II Preferred stock. TIHI Canada Holding, LLC owns 1,441,941.26 shares of Class B-Series I Preferred Stock

2011 ALPHABETICAL INDEX

LIFE ANNUAL STATEMENT BLANK

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