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QUARTERLY STATEMENT

As of March 31, 2012

of the Condition and Affairs of the

PROGRESSIVE SPECIALTY INSURANCE COMPANY

NAIC Group Code.....155, 155 (Current Period) (Prior Period) NAIC Company Code..... 32786 Employer's ID Number..... 34-1172685

Organized under the Laws of OH State of Domicile or Port of Entry OH Country of Domicile US

Incorporated/Organized..... August 4, 1975 Commenced Business..... May 26, 1976

Statutory Home Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	440-461-5000 *(Area Code) (Telephone Number)*
Mail Address	P.O. BOX 89490….. CLEVELAND ..... OH ..... 44101-6490 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... 44143-2182 *(Street and Number) (City or Town, State and Zip Code)*	440-395-4460 *(Area Code) (Telephone Number)*
Internet Web Site Address	PROGRESSIVE.COM	
Statutory Statement Contact	MARY BETH ANDREANO *(Name)*	440-395-4460 *(Area Code) (Telephone Number) (Extension)*
	FINANCIAL_REPORTING@PROGRESSIVE.COM *(E-Mail Address)*	440-446-7168 *(Fax Number)*

POLICYHOLDER SERVICES AND CLAIMS REPORTING -- 1-800-PROGRESSIVE (1-800-776-4737)

OFFICERS

Name	Title	Name	Title
DAVID JAMES SKOVE	PRESIDENT	PETER JAMES ALBERT	SECRETARY
THOMAS ALFRED KING	TREASURER		

OTHER

PETER JAMES ALBERT	(VICE PRESIDENT)	MARY BETH ANDREANO	(VICE PRESIDENT)
KAREN MARIE BARONE	(VICE PRESIDENT)	KATHLEEN MARY CERNY	(ASST. SECRETARY)
JAMES LEE KUSMER	(ASST. TREASURER)		

DIRECTORS OR TRUSTEES

KAREN MARIE BARONE	KATHRYN MARGARET LEMIEUX	MARK DONALD NIEHAUS	DAVID LLOYD PRATT
DAVID JAMES SKOVE			

State of........ OHIO
County of..... CUYAHOGA

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)	(Signature)	(Signature)
DAVID JAMES SKOVE	KATHLEEN MARY CERNY	THOMAS ALFRED KING
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
PRESIDENT	ASSISTANT SECRETARY	TREASURER
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This 7TH day of MAY, 2012

a. Is this an original filing? Yes [X] No [ ]
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	646,595,016		646,595,016	611,441,045
2. Stocks:				
2.1 Preferred stocks	101,814,615		101,814,615	108,377,098
2.2 Common stocks	115,811,023		115,811,023	101,693,201
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....1,542), cash equivalents ($..........0) and short-term investments ($.....126,294)	127,836		127,836	200,742
6. Contract loans (including $..........0 premium notes)			0	
7. Derivatives			0	
8. Other invested assets	9,129,898	9,129,898	0	
9. Receivables for securities	775,669		775,669	13,533
10. Securities lending reinvested collateral assets			0	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	874,254,057	9,129,898	865,124,159	821,725,619
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	7,206,449		7,206,449	6,665,931
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	31,856,952	6,992,673	24,864,279	19,385,073
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	155,738,139		155,738,139	141,511,047
15.3 Accrued retrospective premiums			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	3,566,858		3,566,858	8,294,002
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts			0	
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon			0	
18.2 Net deferred tax asset	20,502,620		20,502,620	21,395,830
19. Guaranty funds receivable or on deposit			0	
20. Electronic data processing equipment and software			0	
21. Furniture and equipment, including health care delivery assets ($..........0)			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates	52,747,167		52,747,167	45,657,714
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	1,394,662	309,413	1,085,249	1,134,189
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	1,147,266,904	16,431,984	1,130,834,920	1,065,769,405
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	1,147,266,904	16,431,984	1,130,834,920	1,065,769,405

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			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. EQUITIES AND DEPOSITS IN POOLS AND ASSOCIATIONS	1,085,249		1,085,249	1,134,189
2502. PREPAID EXPENSES	161,559	161,559	0	
2503. MISCELLANEOUS OTHER ASSETS	147,854	147,854	0	
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	1,394,662	309,413	1,085,249	1,134,189

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....45,275,932)	203,071,331	199,877,709
2.	Reinsurance payable on paid losses and loss adjustment expenses	3,342,206	4,258,048
3.	Loss adjustment expenses	42,381,626	42,157,315
4.	Commissions payable, contingent commissions and other similar charges	379,453	906,016
5.	Other expenses (excluding taxes, licenses and fees)	25,425,497	19,890,497
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	4,339,221	4,132,708
7.1	Current federal and foreign income taxes (including $.....(462,443) on realized capital gains (losses))	6,232,199	5,162,503
7.2	Net deferred tax liability		
8.	Borrowed money $..........0 and interest thereon $..........0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $.....275,872,957 and including warranty reserves of $..........0 and accrued accident and health experience rating refunds including $..........0 for medical loss ratio rebate per the Public Health Service Act	186,767,385	177,167,886
10.	Advance premium	7,362,890	4,462,525
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	1,980,993	38,252
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others	519,716	
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding	29,342,054	31,754,199
19.	Payable to parent, subsidiaries and affiliates		
20.	Derivatives		
21.	Payable for securities	103,569	
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $..........0 and interest thereon $..........0		
25.	Aggregate write-ins for liabilities	1,690,810	1,223,751
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	512,938,950	491,031,409
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	512,938,950	491,031,409
29.	Aggregate write-ins for special surplus funds	0	0
30.	Common capital stock	3,500,000	3,500,000
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds	0	0
33.	Surplus notes		
34.	Gross paid in and contributed surplus	89,352,516	82,241,037
35.	Unassigned funds (surplus)	525,043,454	488,996,959
36.	Less treasury stock, at cost:		
	36.1 ....0.000 shares common (value included in Line 30 $..........0)		
	36.2 ....0.000 shares preferred (value included in Line 31 $..........0)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36)	617,895,970	574,737,996
38.	Totals	1,130,834,920	1,065,769,405

DETAILS OF WRITE-INS

2501.	OTHER LIABILITIES	1,416,478	1,086,735
2502.	ESCHEATABLE PROPERTY	266,002	129,908
2503.	UNEARNED FEE RESERVE	8,330	7,108
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	1,690,810	1,223,751
2901.			
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	0	0
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $.....240,410,659)	223,271,950	204,089,192	848,927,992
1.2 Assumed (written $.....160,408,275)	150,808,776	144,354,626	585,036,630
1.3 Ceded (written $.....240,410,659)	223,271,950	204,089,192	848,927,992
1.4 Net (written $.....160,408,275)	150,808,776	144,354,626	585,036,630
DEDUCTIONS:			
2. Losses incurred (current accident year $.....90,075,917):			
2.1 Direct	140,709,360	128,796,783	547,522,610
2.2 Assumed	91,891,295	83,272,754	360,387,703
2.3 Ceded	140,709,360	128,796,783	547,522,610
2.4 Net	91,891,295	83,272,754	360,387,703
3. Loss adjustment expenses incurred	16,058,548	14,883,615	60,564,769
4. Other underwriting expenses incurred	34,348,568	32,970,479	130,270,580
5. Aggregate write-ins for underwriting deductions	1	3	17
6. Total underwriting deductions (Lines 2 through 5)	142,298,412	131,126,851	551,223,069
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	8,510,364	13,227,775	33,813,561
INVESTMENT INCOME			
9. Net investment income earned	7,831,767	10,347,495	36,087,753
10. Net realized capital gains (losses) less capital gains tax of $.....(462,443)	7,000,836	6,050,069	9,344,803
11. Net investment gain (loss) (Lines 9 + 10)	14,832,603	16,397,564	45,432,556
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $.....184,937 amount charged off $.....3,160,487)	(2,975,550)	(2,529,740)	(11,899,436)
13. Finance and service charges not included in premiums	6,084,424	5,250,061	23,194,523
14. Aggregate write-ins for miscellaneous income	89,618	123,428	738,773
15. Total other income (Lines 12 through 14)	3,198,492	2,843,749	12,033,860
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	26,541,459	32,469,088	91,279,977
17. Dividends to policyholders			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	26,541,459	32,469,088	91,279,977
19. Federal and foreign income taxes incurred	6,694,642	8,871,952	27,257,170
20. Net income (Line 18 minus Line 19) (to Line 22)	19,846,817	23,597,136	64,022,807
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	574,737,996	800,352,842	800,352,842
22. Net income (from Line 20)	19,846,817	23,597,136	64,022,807
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....5,891,616	10,941,751	5,943,822	(10,684,473)
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(2,614,120)	(2,780,089)	(1,403,536)
27. Change in nonadmitted assets	7,872,047	4,924,234	(4,113,542)
28. Change in provision for reinsurance			
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in	7,111,479		1,563,898
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			(275,000,000)
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	43,157,974	31,685,103	(225,614,846)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	617,895,970	832,037,945	574,737,996

DETAILS OF WRITE-INS

0501. 2008 NORTH CAROLINA PRIVATE PASSENGER AUTO ESCROW (REFUNDS)	1	3	17
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	1	3	17
1401. MISCELLANEOUS INCOME	68,499	88,046	633,846
1402. SERVICE BUSINESS REVENUE	12,631	19,867	72,854
1403. INTEREST INCOME ON INTERCOMPANY BALANCES	8,488	15,515	32,073
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	89,618	123,428	738,773
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above)	0	0	0

CASH FLOW

		1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
	CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance	146,191,243	132,610,118	566,915,075
2.	Net investment income	12,043,427	13,934,617	62,589,624
3.	Miscellaneous income	2,803,523	2,364,439	12,656,336
4.	Total (Lines 1 through 3)	161,038,193	148,909,174	642,161,035
5.	Benefit and loss related payments	84,886,371	84,380,926	358,968,089
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	44,967,856	44,104,988	192,088,963
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $.....(242,061) tax on capital gains (losses)	5,162,503	6,185,158	28,107,048
10.	Total (Lines 5 through 9)	135,016,730	134,671,072	579,164,100
11.	Net cash from operations (Line 4 minus Line 10)	26,021,463	14,238,102	62,996,935
	CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	48,872,012	120,031,622	440,678,103
	12.2 Stocks	14,674,197	4,997,520	11,848,844
	12.3 Mortgage loans			
	12.4 Real estate			
	12.5 Other invested assets	100,000		180,000
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
	12.7 Miscellaneous proceeds	103,569		
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	63,749,778	125,029,142	452,706,947
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	86,303,151	137,764,699	228,907,191
	13.2 Stocks	1,332,963	534,536	25,989,459
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications	762,136	16,780,883	13,533
	13.7 Total investments acquired (Lines 13.1 to 13.6)	88,398,250	155,080,118	254,910,183
14.	Net increase (decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(24,648,472)	(30,050,976)	197,796,764
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock	7,111,479		1,563,898
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders			275,000,000
	16.6 Other cash provided (applied)	(8,557,376)	(4,098,804)	(7,430,189)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(1,445,897)	(4,098,804)	(280,866,291)
	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)	(72,906)	(19,911,678)	(20,072,592)
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	200,742	20,273,334	20,273,334
	19.2 End of period (Line 18 plus Line 19.1)	127,836	361,656	200,742

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001			

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying statutory-basis financial statements of Progressive Specialty Insurance Company (the "Company") were prepared on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance ("DOI").

The Ohio DOI requires insurance companies domiciled in the state of Ohio to prepare their statutory-basis financial statements in accordance with the National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures Manual* subject to any deviations prescribed or permitted by the Ohio DOI. No deviations from NAIC statutory accounting practices ("NAIC SAP") were used in preparing these statutory-basis financial statements.

2. Accounting Changes and Corrections of Errors

A. Material Changes in Accounting Principles

Accounting changes adopted to conform to the provisions of the NAIC statutory accounting practices are reported as changes in accounting principle. Effective January 1, 2012, the Company adopted SSAP No. 101, Income Taxes. SSAP No. 101 reflects a revision to the accounting principles regarding deferred tax asset admissibility calculations (see Note 9). The Company's deferred tax asset was not impacted by applying the provisions of SSAP No. 101.

3. Business Combinations and Goodwill

No significant change

4. Discontinued Operations

No significant change

5. Investments

D. Loan-Backed Securities

Under SSAP 43R, the Company analyzes its structured debt securities to determine if the Company intends to sell, or if it is more likely than not that the Company will be required to sell, the security prior to recovery and, if so, the Company writes down the security to its current fair market value with the entire amount of the write-down recorded as a realized loss. To the extent that it is more likely than not that the Company will hold the debt security until recovery (which could be maturity), the Company determines if any of the decline in value is due to a credit loss (i.e., where the present value of cash flows expected to be collected is lower than the amortized cost basis of the security) and, if so, the Company recognizes that portion of the impairment as a realized loss.

The sources used to determine prepayment assumptions are derived from updated cash flows from widely utilized reputable industry sources. The Company's portfolio managers review the available cash flow data and prepayment assumptions and make adjustments based on current performance indicators on the underlying assets (e.g., delinquency rates, foreclosure rates, and default rates), credit support (via current levels of subordination), and historical credit ratings.

As of March 31, 2012, the Company did not intend to sell the loan-backed or structured debt securities on which a credit loss was recognized, and determined that it is more likely than not that the Company will not be required to sell the securities prior to the recovery (which could be maturity) of their respective cost basis.

The following table shows, as of March 31, 2012, the Company's other-than-temporary impairment for loan-backed and structured debt securities since the adoption of SSAP No. 43R.

CUSIP	Amortized cost before current period other-than-temporary impairment	Projected Cash Flows	Recognized other-than-temporary Impairment	Amortized Cost after other-than-temporary Impairment	Fair Value at time of other-than-temporary impairment	Financial Statement date when other-than-temporary impairment was reported
33736XBN8	$ 289,419	$ 234,776	$ 54,643	$ 234,776	$ 169,107	2010 - Q1
33736XBN8	144,263	82,349	61,914	82,349	80,410	2010 - Q2
79548CAR7	87,994	55,617	32,377	55,617	23,757	2010 - Q2
07387AGH2	1,168,204	1,123,318	44,886	1,123,318	1,095,831	2011 - Q2
126673BL5	460,935	304,899	156,036	304,899	304,899	2011 - Q3
07387AGH2	1,121,043	1,055,062	65,981	1,055,062	966,930	2011 - Q4
Total	XXX	XXX	$ 415,837	XXX	XXX	XXX

As of March 31, 2012, the Company had $591,562 of gross unrealized losses in the Company's loan-backed and structured debt securities. The Company currently does not intend to sell the loan-backed and structured debt securities and determined that it is more likely than not that the Company will not be required to sell these securities for the period of time necessary to recover their cost basis. If the Company's strategy was to change and these securities were determined to be other-than-temporarily impaired, the Company would recognize a write-down in accordance with the Company's stated policy.

The following table shows, as of March 31, 2012, the composition of fair market value and gross unrealized losses on loan-backed and structured debt securities by the length of time that individual securities have been in a continuous unrealized loss position:

Fair Market Value	Unrealized Loss	Losses less than 12 Months	Losses greater than 12 months	Fair Market Value of losses less than 12 months	Fair Market Value of losses greater than 12 months
$ 35,879,635	$ 591,562	$ 305,633	$ 285,929	$ 19,223,456	$ 16,656,179

6. Joint Ventures, Partnerships and Limited Liability Companies

No significant change

7. Investment Income

No significant change

8. Derivative Instruments

No significant change

9. Income Taxes

A. Components of the net deferred tax asset (liability) ("DTA"/"(DTL)")

1. The components of the DTA in accordance with SSAP 101 - Income Taxes, are as follows:

Description	March 31, 2012 (1) Ordinary Income	(2) Capital gain (loss)	(3) (Col 1+2) Total	December 31, 2011 (4) Ordinary Income	(5) Capital gain (loss)	(6) (Col 4+5) Total	Change (7) (Col 1-4) Ordinary Income	(8) (Col 2-5) Capital gain (loss)	(9) (Col 7+8) Total
(a) Gross deferred tax assets	$ 26,918,859	$ 33,221,884	$ 60,140,743	$ 26,814,853	$ 36,828,170	$ 63,643,023	$ 104,006	$ (3,606,286)	$ (3,502,280)
(b) Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
(c) Adjusted gross deferred tax assets (1a-1b)	$ 26,918,859	$ 33,221,884	$ 60,140,743	$ 26,814,853	$ 36,828,170	$ 63,643,023	$ 104,006	$ (3,606,286)	$ (3,502,280)
(d) Deferred tax assets nonadmitted	-	-	-	-	7,612,526	7,612,526	-	(7,612,526)	(7,612,526)
(e) Subtotal (net deferred tax assets) (1c-1d)	$ 26,918,859	$ 33,221,884	$ 60,140,743	$ 26,814,853	$ 29,215,644	$ 56,030,497	$ 104,006	$ 4,006,240	$ 4,110,246
(f) Deferred tax liabilites	5,378,785	34,259,338	39,638,123	5,419,023	29,215,644	34,634,667	(40,238)	5,043,694	5,003,456
(g) Net admitted deferred tax assets (1e-1f)	$ 21,540,074	$ (1,037,454)	$ 20,502,620	$ 21,395,830	$ -	$ 21,395,830	$ 144,244	$ (1,037,454)	$ (893,210)

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

Description	(1) March 31, 2012	(2) December 31, 2011	(3) (Col 1-2) Change
(a) Federal income tax expense (benefit)	$ 6,694,642	$ 27,414,722	$ (20,720,080)
(b) Foreign income tax expense (benefit)	-	-	-
(c) Prior year underaccrual (overaccrual)	-	(157,552)	157,552
(d) Subtotal	$ 6,694,642	$ 27,257,170	$ (20,562,528)
(e) Federal income tax (benefit) on net realized capital gains (losses)	(462,443)	504,264	(966,707)
(f) Utilization of capital loss carry-forwards	-	-	-
(g) Prior year underaccrual (overaccrual)	-	(677,041)	677,041
(h) Subtotal	$ (462,443)	$ (172,777)	$ (289,666)
(i) Federal and Foreign income taxes incurred	$ 6,232,199	$ 27,084,393	$ (20,852,194)

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

The provision for Federal income taxes is different than that which would be obtained by applying the statutory Federal income tax rate to pre-tax income. The significant book to tax adjustments causing this difference are as follows:

Description	Tax Effect Amount	Effective Tax Rate
Provision computed at statutory rate	$ 9,127,656	35%
Exempt interest income	(199,762)	-1%
Dividends received deduction	(158,251)	0%
Impact of nonadmitted assets	55,895	0%
Other	20,781	0%
Total	$ 8,846,319	34%
Federal and foreign income taxes incurred	$ 6,232,199	
Change in net deferred income tax	2,614,120	
Total statutory income taxes	$ 8,846,319	

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

Effective February 5, 2012, the Company became one four insurance companies along with several non-insurance companies in the Group that retain employees. The Company participates, but has no legal obligation or direct liability for expenses, in employee benefit plans.

11. Debt

No significant change

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

Effective February 5, 2012, the Company became one four insurance companies along with several non-insurance companies in the Group that retain employees. The Company participates, but has no legal obligation or direct liability for expenses, in employee benefit plans.

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

No significant change

14. Contingencies

D. Claims Related to Extra Contractual Obligations and Bad Faith Losses Stemming from Lawsuits

The Company paid the following amount during the reporting period to settle claims related to extra contractual obligations ("ECO") or bad faith claims stemming from lawsuits.

	Direct
Claims related to ECO and bad faith losses paid	$ 285,000

The table below indicates the number of claims where amounts were paid to settle claims related to ECO or bad faith claims resulting from lawsuits during the reporting period. The claim count information disclosed is per claimant.

0-25 Claims	26-50 Claims	51-100 Claims	101-500 Claims	Over 500 Claims
X				

E. All Other Contingencies

The Company is named as defendant in various lawsuits arising out of its insurance operations. All legal actions relating to claims made under insurance policies are considered by the Company in establishing its loss and LAE reserves. The Company also has, on a net basis, potential exposure relating to lawsuits due to its participation in a 100% pooling reinsurance agreement for which it is allocated litigation expenses.

The following is a discussion of potentially significant pending cases at March 31, 2012. Unless specifically noted, the Company does not consider a loss from these cases to be probable and is unable to estimate a range of loss, if any, at this time.

As of March 31, 2012, there was a putative class action lawsuit challenging the manner in which the Company grants a discount for anti-theft devices.

As of March 31, 2012, the Company was defending a putative class action lawsuit alleging that the Company failed to properly reimburse sales tax on replacement vehicles.

15. Leases

No significant change

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

No significant change

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

C. Wash Sales

The Company had no wash sales of securities with a NAIC rating of 3 or below during the reporting period.

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

No significant change

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

No significant change

20. Fair Value Measurements

A. Inputs Used for Assets and Liabilities Measured at Fair Value

1. Fair Value Measurements by Levels 1, 2 and 3

The Company categorizes its financial instruments, based on the degree of subjectivity inherent in the method by which they are valued, into a fair value hierarchy of three levels, as follows:

Level 1 - Inputs are unadjusted, quoted prices in active markets for identical instruments at the measurement date (e.g., active exchange-traded equity securities).

Level 2 - Inputs (other than quoted prices included within Level 1) that are observable for the instrument either directly or indirectly. This includes: (i) quoted prices for similar instruments in active markets, (ii) quoted prices for identical or similar instruments in markets that are not active, (iii) inputs other than quoted prices that are observable for the instruments, and (iv) inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Inputs that are unobservable. Unobservable inputs reflect the Company's subjective evaluation about the assumptions market participants would use in pricing the financial instrument.

The Company evaluated whether the market was distressed or inactive in determining the fair value for those securities reported and reviewed certain market level inputs to evaluate whether sufficient activity, volume, and new issuances existed to create an active market. Based on this evaluation, the Company concluded that there was sufficient activity in determining the fair value for those securities reported.

The valuations classified as either Level 1 or Level 2 in the table below are priced exclusively by external sources, including: pricing vendors, dealers/market makers, and exchange-quoted prices. The Company did not have any transfers between Level 1 and Level 2.

Fair Value Measurements at March 31, 2012:

Asset Description	Level 1	Level 2	Level 3	Total
Bonds – Industrial & Miscellaneous	$ --	$ 405,537	$ --	$ 405,537
Common Stock – Industrial & Miscellaneous	115,811,023	--	--	115,811,023
Preferred Stock – Industrial & Miscellaneous	--	92,646,850	--	92,646,850
Total	$ 115,811,023	$ 93,052,387	$ --	$ 208,863,410

2. Rollforward of Level 3 Items

Not applicable

3. Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

See Note 20A above.

5. Derivative Fair Values

No significant change

B. Other Fair Value Disclosures

No significant change

C. Reasons Not Practical to Estimate Fair Values

No significant change

21. Other Items

C. Other Disclosures

1. Nonadmitted Other Invested Assets

In accordance with admissibility requirements of SSAP No. 48, Joint Ventures, Partnerships, and Limited Liability Companies, the Company non-admits its investment in Trussville/Cahaba, AL, LLC (“Trussville/Cahaba”), a non-insurance affiliate incorporated in Ohio that owns investment real estate. As a result of management’s decision to not subject Trussville/Cahaba to the annual GAAP audit, the Company is not permitted to admit its investment in Trussville/Cahaba.

H. Agents’ Balances Certification, Florida Statute 625.012 (5):

At March 31, 2012, the Company reported net admitted premiums and agents’ balances in course of collection of $24,864,279. Of this amount there were no premiums due from a controlled or controlling person as defined in Florida statute 625.012 (5).

22. Events Subsequent

The Company was not impacted by any subsequent events. Subsequent events have been considered through May 11, 2012 for the statutory statement that was available for issuance by May 15, 2012.

23. Reinsurance

No significant change

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

No significant change

25. Changes in Incurred Losses and Loss Adjustment Expenses

Incurred losses and LAE attributable to insured events of prior accident years increased by $2,564,000 in 2012, which is approximately 1.1% of the total prior year net unpaid losses and LAE of $242,035,024. The increase is primarily due to an increase in originally anticipated severity of 1.2% and .2% for accident years 2011 and 2010, respectively, for private passenger auto liability incurred but not reported reserves. This increase was partially offset by a decrease in originally anticipated severity of .3% for accident year 2011 for auto physical damage.

26. Intercompany Pooling Arrangements

No significant change

27. Structured Settlements

No significant change

28. Health Care Receivables

No significant change

29. Participating Accident and Health Policies

No significant change

30. Premium Deficiency Reserves

No significant change

31. High Deductibles

    No significant change

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

    No significant change

33. Asbestos and Environmental Reserves

    No significant change

34. Subscriber Savings Accounts

    No significant change

35. Multiple Peril Crop Insurance

    No significant change

36. Financial Guaranty Insurance

    No significant change

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

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

2.2 If yes, date of change: ....

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
If yes, complete the Schedule Y-Part 1 - Organizational chart.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

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

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [X] N/A [ ]
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007......................

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2007......................

6.3 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). 4/7/2009..........................

6.4 By what department or departments?
OHIO

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]

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

7.1 Has this 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]

7.2 If yes, give full information:

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 the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), 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 FDIC	6 SEC

9.1 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.

9.11 If the response to 9.1 is No, please explain:

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

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
THE COMPANY'S CODE OF ETHICS POLICIES WERE UPDATED WITH THE FOLLOWING:
- A NEW SECTION ON ETHICAL DECISION-MAKING.
- REVISED PROVISIONS ON 1)REPORTING CONCERNS ABOUT POTENTIAL MISCONDUCT, 2)DIVERSITY AND INCLUSION, 3) SOCIAL RESPONSIBILITY, 4)PERSONAL USE OF COMPANY PROVIDED MOBILE DEVICES 5)ALCOHOLIC BEVERAGES, 6)DISCLOSURE OF MINOR TRAFFIC VIOLATIONS, AND 7)CONFLICT OF INTEREST RULES FOR CLAIMS PERSONNEL.

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

PART 1 - FINANCIAL

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $..................52,747,167

PART 1 - INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: $..................................0

13. Amount of real estate and mortgages held in short-term investments: $..................................0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No [ ]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$ 0	$ 0
14.22 Preferred Stock	$ 0	$ 0
14.23 Common Stock	$ 0	$ 0
14.24 Short-Term Investments	$ 0	$ 0
14.25 Mortgage Loans on Real Estate	$ 0	$ 0
14.26 All Other	$ 9,229,720	$ 9,129,898
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$ 9,229,720	$ 9,129,898
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	$ 0	$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]

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

16. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
CITIBANK, N.A.	338 GREENWICH STREET NEW YORK, NY 10013
STATE STREET	801 PENNSYLVANIA AVE KANSAS CITY, MO 64105

16.2 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)
NONE		

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
NONE			

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

1 Central Registration Depository	2 Name(s)	3 Address
30107	STATE STREET GLOBAL MARKETS, LLC	225 FRANKLIN ST BOSTON, MA 02110

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No [ ]

17.2 If no, list exceptions:

PART 1 - INVESTMENT

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [ ] No [X] N/A [ ]
   If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [ ] No [X]
   If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [ ] No [X]

3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [ ] No [X]

4.2 If yes, complete the following schedule:

1	2	3	Total Discount				Discount Taken During Period			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Disc. Rate	Unpaid Losses	Unpaid LAE	IBNR	Total	Unpaid Losses	Unpaid LAE	IBNR	Total
	....	....	....	....	....	0	....	....	....	0
Total.....................................	........XXX...	........XXX........	0	0	0	0	0	0	0	0

5. Operating Percentages:
   5.1 A&H loss percent 0.0 %
   5.2 A&H cost containment percent 0.0 %
   5.3 A&H expense percent excluding cost containment expenses 0.0 %

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

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

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

6.4 If yes, please provide the amount of funds administered as of the reporting date. 0

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Is Insurer Authorized? (YES or NO)

NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

		1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
			2	3	4	5	6	7
	States, Etc.	Active Status	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date
1.	Alabama AL	L	34,593,154	33,380,390	20,611,865	18,652,057	45,148,454	49,153,185
2.	Alaska AK	L	6,048,700	5,958,164	4,455,268	3,727,340	8,975,571	8,285,280
3.	Arizona AZ	L						
4.	Arkansas AR	L	78,054	83,962	22,572	77,981	101,507	117,068
5.	California CA	L			(825)	(160)		
6.	Colorado CO	L	452,329	514,882	437,266	291,519	730,167	744,792
7.	Connecticut CT	L						
8.	Delaware DE	L						
9.	District of Columbia DC	L						
10.	Florida FL	L			(1,755)	(1,653)		1
11.	Georgia GA	L						
12.	Hawaii HI	L	529,242	663,118	489,381	880,011	899,099	1,524,983
13.	Idaho ID	L						
14.	Illinois IL	L			(2,280)	(2,020)		
15.	Indiana IN	L			(522)	(465)		
16.	Iowa IA	L			(536)	(200)		
17.	Kansas KS	L						
18.	Kentucky KY	L			(12,399)	944	2,622	2,622
19.	Louisiana LA	N						
20.	Maine ME	L						
21.	Maryland MD	L	10,547,189	10,581,895	5,752,949	6,397,732	14,351,943	13,648,011
22.	Massachusetts MA	N						
23.	Michigan MI	L						
24.	Minnesota MN	L	2,418,367	2,863,973	1,025,590	1,858,643	4,902,542	4,416,402
25.	Mississippi MS	L						
26.	Missouri MO	L			2,020	9,278	38,649	168,335
27.	Montana MT	L	69,813	88,391	58,148	25,492	77,607	283,532
28.	Nebraska NE	L						
29.	Nevada NV	L	548,210	642,435	443,928	335,988	569,597	1,026,279
30.	New Hampshire NH	N						
31.	New Jersey NJ	L						
32.	New Mexico NM	L				(423)		50,000
33.	New York NY	L	36,881,178	26,536,062	16,031,961	12,708,480	34,938,911	25,791,316
34.	North Carolina NC	N						
35.	North Dakota ND	L						
36.	Ohio OH	L	89,378,328	85,904,855	51,424,767	52,123,947	95,697,516	76,911,235
37.	Oklahoma OK	L			285	171		443
38.	Oregon OR	L	9,091	9,788	1,549	15,345	78,965	34,303
39.	Pennsylvania PA	L	57,023,375	49,666,352	33,058,884	30,839,940	70,756,465	62,419,516
40.	Rhode Island RI	L						
41.	South Carolina SC	L			(100)	(100)		
42.	South Dakota SD	L				(489)		
43.	Tennessee TN	L			(10)	(117)		
44.	Texas TX	L						
45.	Utah UT	L						
46.	Vermont VT	L	476,268	532,910	442,199	351,206	597,153	863,053
47.	Virginia VA	L	1,357,360	1,674,571	725,629	973,172	1,845,308	2,198,930
48.	Washington WA	L			(1,734)	(1,566)		
49.	West Virginia WV	L						
50.	Wisconsin WI	L						
51.	Wyoming WY	N						
52.	American Samoa AS	N						
53.	Guam GU	N						
54.	Puerto Rico PR	N						
55.	US Virgin Islands VI	N						
56.	Northern Mariana Islands MP	N						
57.	Canada CN	N						
58.	Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59.	Totals	(a) 46	240,410,658	219,101,748	134,964,100	129,262,053	279,712,076	247,639,286

DETAILS OF WRITE-INS

5801.		XXX						
5802.		XXX						
5803.		XXX						
5898.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
5899.	Totals (Lines 5801 thru 5803 + Line 5898) (Line 58 above)	XXX	0	0	0	0	0	0

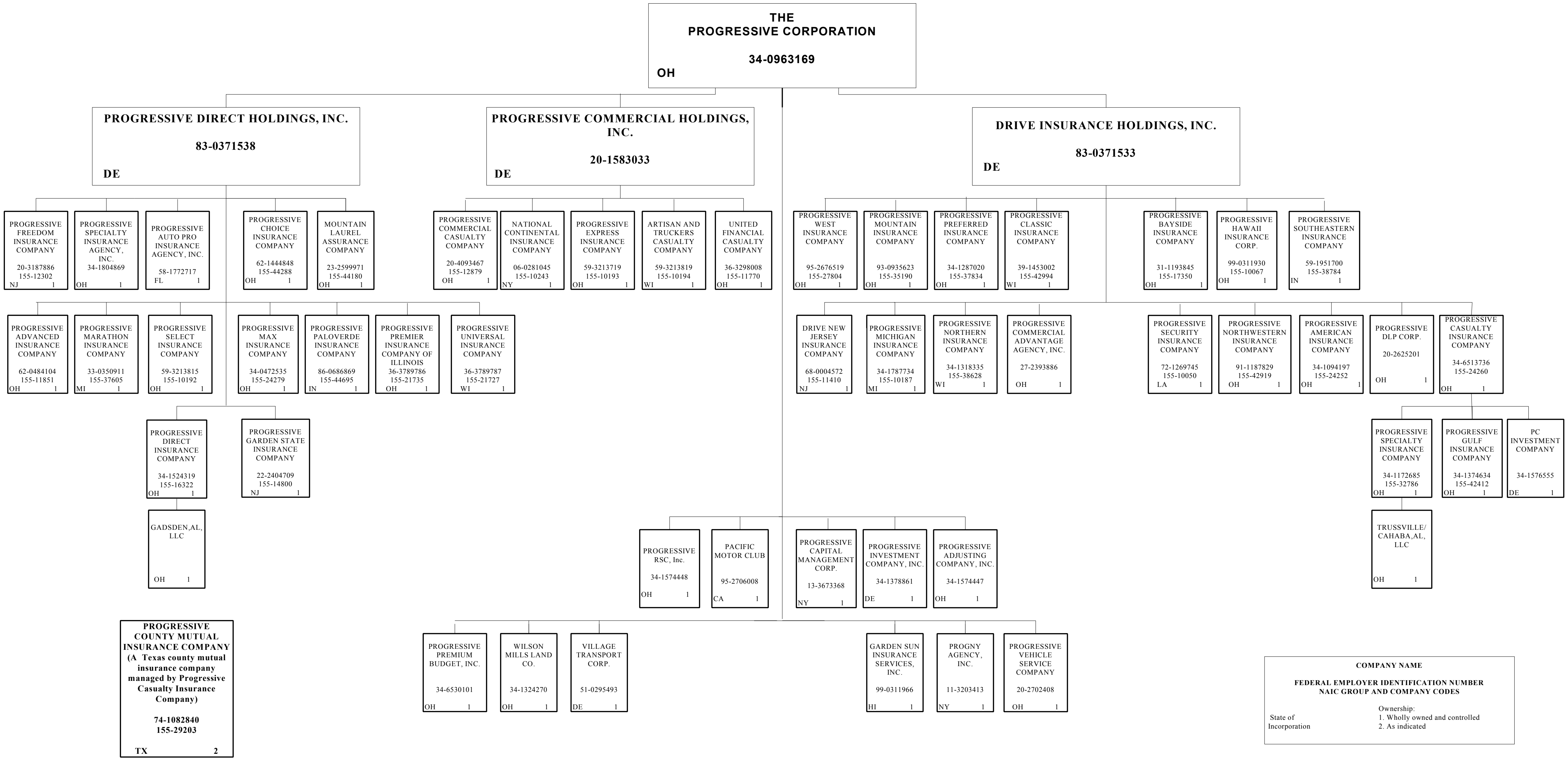
(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to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

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

Statement for March 31, 2012 of the **PROGRESSIVE SPECIALTY INSURANCE COMPANY**

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

PART 1 – ORGANIZATIONAL CHART



AS OF 03/31/12

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 Federal ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 *
Members														
0155	The Progressive Insurance Group	00000	34-0963169		0000080661	New York Stock Exchange	The Progressive Corporation	OH	UIP	Board, Management	Board		The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	83-0371533				Drive Insurance Holdings, Inc.	DE	UIP	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	11410	68-0004572				Drive New Jersey Insurance Company	NJ	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	24252	34-1094197				Progressive American Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	17350	31-1193845				Progressive Bayside Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	24260	34-6513736				Progressive Casualty Insurance Company	OH	UDP	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1576555				PC Investment Company	DE	NIA	Progressive Casualty Insurance Company	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	29203	74-1082840				Progressive County Mutual Insurance Company	TX	IA	Progressive Casualty Insurance Company	Management		The Progressive Corporation	2, 3
0155	The Progressive Insurance Group	42412	34-1374634				Progressive Gulf Insurance Company	OH	IA	Progressive Casualty Insurance Company	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	32786	34-1172685				Progressive Specialty Insurance Company	OH		Progressive Casualty Insurance Company	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000					Trussville/Cahaba, AL , LLC	OH	DS	Progressive Specialty Insurance Company	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	42994	39-1453002				Progressive Classic Insurance Company	WI	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	20-2625201				Progressive DLP Corp	OH	NIA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10067	99-0311930				Progressive Hawaii Insurance Corp	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10187	34-1787734				Progressive Michigan Insurance Company	MI	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	35190	93-0935623				Progressive Mountain Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	38628	34-1318335				Progressive Northern insurance Company	WI	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	42919	91-1187829				Progressive Northwestern Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	37834	34-1287020				Progressive Preferred Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10050	72-1269745				Progressive Security Insurance Company	LA	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	38784	59-1951700				Progressive Southeastern Insurance Company	IN	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	27804	95-2676519				Progressive West Insurance Company	OH	IA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	27-2393886				Progressive Commercial Advantage Agency, Inc.	OH	NIA	Drive Insurance Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	20-1583033				Progressive Commercial Holdings, Inc.	DE	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10194	59-3213819				Artisan and Truckers Casualty Company	WI	IA	Progressive Commercial Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10243	06-0281045				National Continental Insurance Company	NY	IA	Progressive Commercial Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	12879	20-4093467				Progressive Commercial Casualty Company	OH	IA	Progressive Commercial Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10193	59-3213719				Progressive Express Insurance Company	OH	IA	Progressive Commercial Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	11770	36-3298008				United Financial Casualty Company	OH	IA	Progressive Commercial Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	83-0371538				Progressive Direct Holdings, Inc.	DE	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	44180	23-2599971				Mountain Laurel Assurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	11851	62-0484104				Progressive Advanced Insurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	58-1772717				Progressive Auto Pro Insurance Agency, Inc.	FL	NIA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	44288	62-1444848				Progressive Choice Insurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	16322	34-1524319				Progressive Direct Insurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000					Gadsden, AL, LLC	OH	NIA	Progressive Direct Insurance Company	Ownership	100.00	The Progressive Corporation	1, 3

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 Federal ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 *
0155	The Progressive Insurance Group	12302	20-3187886				Progressive Freedom Insurance Company	NJ	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	14800	22-2404709				Progressive Garden State Insurance Company	NJ	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	37605	33-0350911				Progressive Marathon Insurance Company	MI	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	24279	34-0472535				Progressive Max Insurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	44695	86-0686869				Progressive Paloverde Insurance Company	IN	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	21735	36-3789786				Progressive Premier Insurance Company of Illinois	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	10192	59-3213815				Progressive Select Insurance Company	OH	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1804869				Progressive Specialty Insurance Agency, Inc.	OH	NIA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	21727	36-3789787				Progressive Universal Insurance Company	WI	IA	Progressive Direct Holdings, Inc.	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	99-0311966				Garden Sun Insurance Services, llc	HI	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	95-2706008				Pacific Motor Club	CA	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	11-3203413				PROGNY Agency, Inc.	NY	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1574447				Progressive Adjusting Company, Inc.	OH	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	13-3673368				Progressive Capital Management Corp.	NY	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1378861				Progressive Investment Company, Inc.	DE	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-6530101				Progressive Premium Budget, Inc.	OH	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1574448				Progressive RSC, Inc.	OH	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	20-2702408				Progressive Vehicle Service Company	OH	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	51-0295493				Village Transport Corp.	DE	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3
0155	The Progressive Insurance Group	00000	34-1324270				Wilson Mills Land Co.	OH	NIA	The Progressive Corporation	Ownership	100.00	The Progressive Corporation	1, 3

Asterisk	Explanation
1	Schedule Y Part 1A is a common schedule for all companies in The Progressive Insurance Group, however column 10 requires specific relationship information relative to the reporting entity.
2	Progressive County Mutual Insurance Company is a Texas county mutual insurance company that is controlled, but not owned by Progressive Casualty Insurance Company.
3	None of the companies in The Progressive Insurance Group are Federally chartered or insured institutions and therefore, do not have Federal RSSD numbers.

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1. Fire			0.0	
2. Allied lines			0.0	
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril			0.0	
5. Commercial multiple peril			0.0	
6. Mortgage guaranty			0.0	
8. Ocean marine			0.0	
9. Inland marine	2,445,295	545,099	22.3	30.3
10. Financial guaranty			0.0	
11.1. Medical professional liability - occurrence			0.0	
11.2. Medical professional liability - claims-made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence	1,014,216	193,034	19.0	7.2
17.2 Other liability-claims made			0.0	
17.3 Excess workers' compensation			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability	136,452,093	86,700,234	63.5	61.2
19.3, 19.4 Commercial auto liability	6,157,822	1,417,587	23.0	50.7
21. Auto physical damage	77,201,941	51,853,405	67.2	69.4
22. Aircraft (all perils)			0.0	
23. Fidelity			0.0	
24. Surety	583		0.0	
26. Burglary and theft			0.0	
27. Boiler and machinery			0.0	
28. Credit			0.0	
29. International			0.0	
30. Warranty			0.0	
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	
35. Totals	223,271,950	140,709,359	63.0	63.1
DETAILS OF WRITE-INS				
3401.			0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine	1,765,937	1,765,937	1,629,285
10. Financial guaranty			
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability-occurrence	683,777	683,777	688,597
17.2 Other liability-claims made			
17.3 Excess workers' compensation			
18.1 Products liability-occurrence			
18.2 Products liability-claims made			
19.1 19.2 Private passenger auto liability	147,245,546	147,245,546	135,569,267
19.3 19.4 Commercial auto liability	6,712,656	6,712,656	6,110,926
21. Auto physical damage	84,002,742	84,002,742	75,103,672
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0
35. Totals	240,410,658	240,410,658	219,101,747
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2012 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2012 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2012 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2009 + Prior	40,315	8,761	49,076	8,014	154	8,168	32,056	1,089	7,180	40,325	(245)	(338)	(583)
2. 2010	46,942	10,695	57,637	8,655	477	9,132	37,815	2,654	8,422	48,892	(472)	858	387
3. Subtotals 2010 + Prior	87,257	19,456	106,713	16,669	631	17,300	69,871	3,744	15,602	89,217	(717)	520	(196)
4. 2011	103,210	32,112	135,322	31,005	3,634	34,639	72,677	9,380	21,385	103,443	472	2,287	2,760
5. Subtotals 2011 + Prior	190,467	51,568	242,035	47,674	4,265	51,939	142,549	13,124	36,987	192,659	(244)	2,808	2,564
6. 2012	XXX	XXX	XXX	XXX	52,593	52,593	XXX	37,321	15,472	52,793	XXX	XXX	XXX
7. Totals	190,467	51,568	242,035	47,674	56,857	104,532	142,549	50,446	52,458	245,453	(244)	2,808	2,564
8. Prior Year-End's Surplus As Regards Policyholders	574,738												

Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
1. (0.1)%	2. 5.4 %	3. 1.1 %

Col. 13, Line 7 Line 8
4. 0.4 %

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

		Response
1.	Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2.	Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3.	Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4.	Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

1.
2.
3.
4.

Bar Code:

* 3 2 7 8 6 2 0 1 2 4 9 0 0 0 0 0 1 *

* 3 2 7 8 6 2 0 1 2 4 5 5 0 0 0 0 1 *

* 3 2 7 8 6 2 0 1 2 3 6 5 0 0 0 0 1 *

* 3 2 7 8 6 2 0 1 2 5 0 5 0 0 0 0 1 *

Overflow Page for Write-Ins

NONE

SCHEDULE A - VERIFICATION

Real Estate

NONE

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B - VERIFICATION

Mortgage Loans

NONE

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

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	9,229,720	9,529,009
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	178	(119,289)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	100,000	180,000
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	9,129,898	9,229,720
12. Deduct total nonadmitted amounts	9,129,898	9,229,720
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	821,511,345	1,051,192,048
2. Cost of bonds and stocks acquired	87,636,114	254,896,650
3. Accrual of discount	301,126	1,071,867
4. Unrealized valuation increase (decrease)	16,833,189	(16,254,131)
5. Total gain (loss) on disposals	6,538,393	9,438,926
6. Deduct consideration for bonds and stocks disposed of	63,546,209	452,526,947
7. Deduct amortization of premium	5,053,304	26,040,165
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		266,903
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	864,220,654	821,511,345
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	864,220,654	821,511,345

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	496,028,265	54,650,125	35,022,721	(4,550,807)	511,104,862			496,028,265
2. Class 2 (a)	101,726,551	32,472,625	12,434,550	(262,512)	121,502,114			101,726,551
3. Class 3 (a)	2,725,876			(6,354)	2,719,522			2,725,876
4. Class 4 (a)	10,759,330			131,617	10,890,947			10,759,330
5. Class 5 (a)				113,531	113,531			
6. Class 6 (a)	400,172			(9,838)	390,334			400,172
7. Total Bonds	611,640,194	87,122,750	47,457,271	(4,584,363)	646,721,310	0	0	611,640,194
PREFERRED STOCK								
8. Class 1	62,892,000		7,782,450	(55,109,550)				62,892,000
9. Class 2	45,485,098		2,100,000	58,429,517	101,814,615			45,485,098
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	108,377,098	0	9,882,450	3,319,967	101,814,615	0	0	108,377,098
15. Total Bonds and Preferred Stock	720,017,292	87,122,750	57,339,721	(1,264,396)	748,535,925	0	0	720,017,292

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $..........0; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	126,294	XXX	126,294	7	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	199,149	71,711
2. Cost of short-term investments acquired	819,599	2,261,262
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	892,454	2,133,824
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	126,294	199,149
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	126,294	199,149

Sch. DB-Pt A-Verification
NONE

Sch. DB-Pt B-Verification
NONE

Sch. DB-Pt C-Sn 1
NONE

Sch. DB-Pt C-Sn 2
NONE

Sch. DB-Verification
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	20,199,944
2. Cost of cash equivalents acquired		215,492,152
3. Accrual of discount		7,713
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals		235,699,809
7. Deduct amortization of premium		
8. Total foreign exchange change in book/ adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	0	0
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

Sch. A-Pt 2
NONE

Sch. A-Pt 3
NONE

Sch. B-Pt 2
NONE

Sch. B-Pt 3
NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	2	Location		5	6	7	8	9	10	11	12	13
		3	4									
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Desig-nation	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership

NONE

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1	2	Location		5	6	7	8	Changes in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income
Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Affiliated																			
000000 00 0	TRUSSVILLE/CAHABA, AL LLC	TRUSSVILLE	AL	RETURN OF CAPITAL	10/20/2006	02/29/2012	100,000					0			100,000			0	
2099999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Affiliated							100,000	0	0	0	0	0	0	0	100,000	0	0	0	0
4099999. Subtotal - Affiliated							100,000	0	0	0	0	0	0	0	100,000	0	0	0	0
4199999. Totals							100,000	0	0	0	0	0	0	0	100,000	0	0	0	0

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
912828 SC 5	US TREASURY NOTE 0.875% 01/31/17		02/08/2012	Goldman Sachs		10,028,125	10,000,000	2,163	1
912828 SJ 0	US TREASURY NOTE 0.875% 02/28/17		03/14/2012	Various		13,211,563	13,300,000	4,506	1
0599999.	Total - Bonds - U.S. Government					23,239,688	23,300,000	6,669	XXX
Bonds - Industrial and Miscellaneous									
233851 AJ 3	DAIMLER FINANCE NA LLC 2.300% 01/09/15		01/04/2012	Citicorp Securities Inc.		9,987,400	10,000,000		1FE
682439 AA 2	AACMT 2005-C6A A1 5.690% 10/13/37		01/13/2012	Barclays Capital		10,003,438	8,500,000	10,747	1FM
74929Q AB 1	RBSCF 2010-MB1 A2 3.686% 04/15/24		03/21/2012	Royal Bank of Scotland		10,600,000	10,000,000	25,597	1FM
78573A AB 6	SABMILLER HOLDINGS INC 2.450% 01/15/17		01/10/2012	JP Morgan Securities		14,971,350	15,000,000		2FE
714264 AF 5	PERNOD-RICARD SA 2.950% 01/15/17	F	01/17/2012	Various		17,501,275	17,500,000	3,278	2FE
3899999.	Total - Bonds - Industrial & Miscellaneous					63,063,463	61,000,000	39,622	XXX
8399997.	Total - Bonds - Part 3					86,303,151	84,300,000	46,291	XXX
8399999.	Total - Bonds					86,303,151	84,300,000	46,291	XXX
Common Stocks - Industrial and Miscellaneous									
060505 10 4	BANK OF AMERICA CORP		03/26/2012	State Street Bank	22,200.000	220,504	XXX		L
38141G 10 4	GOLDMAN SACHS GROUP		03/26/2012	State Street Bank	5,400.000	690,922	XXX		L
579780 20 6	MCCORMICK & CO INC NON		03/30/2012	State Street Bank	1,900.000	103,569	XXX		L
86722A 10 3	SUNCOKE ENERGY INC		01/18/2012	Spin Off	7,267.000	59,487	XXX		L
879433 82 9	TELEPHONE & DATA SYSTEM		01/25/2012	Tax Free Exchange	13,805.000	258,481	XXX		L
9099999.	Total - Common Stocks - Industrial & Miscellaneous					1,332,963	XXX	0	XXX
9799997.	Total - Common Stocks - Part 3					1,332,963	XXX	0	XXX
9799999.	Total - Common Stocks					1,332,963	XXX	0	XXX
9899999.	Total - Preferred and Common Stocks					1,332,963	XXX	0	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					87,636,114	XXX	46,291	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues: 0.

Statement for March 31, 2012 of the **PROGRESSIVE SPECIALTY INSURANCE COMPANY**

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value: 11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
912828 PZ 7	US TREASURY NOTE 1.250% 03/15/14		03/29/2012	Progressive Casualty Ins Co		1,017,540	1,000,000	999,453	999,587		48		48		999,634		17,906	17,906	6,726	03/15/2014	1
0599999.	Total - Bonds - U.S. Government					1,017,540	1,000,000	999,453	999,587	0	48	0	48	0	999,634	0	17,906	17,906	6,726	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
93974C QV 5	WASHINGTON ST BAB 3.547% 08/01/17		02/08/2012	Citicorp Securities Inc.		22,255,200	20,000,000	20,000,000	20,000,000				0		20,000,000		2,255,200	2,255,200	375,391	08/01/2017	1FE
1799999.	Total - Bonds - U.S. States, Territories & Possessions					22,255,200	20,000,000	20,000,000	20,000,000	0	0	0	0	0	20,000,000	0	2,255,200	2,255,200	375,391	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
041083 JS 6	ARKANSAS ST HSG 5.000% 01/01/34		01/01/2012	Call 100.0000		310,000	310,000	320,720	315,167		(5,167)		(5,167)		310,000			0	7,750	01/01/2015	1FE
313921 6F 0	FNGT 2001-W3 A 7.000% 09/01/41		03/01/2012	Paydown		19,781	19,781	20,696	21,138		(1,357)		(1,357)		19,781			0	247	09/01/2041	1FE
31392C MS 0	FNW 2002-W1 2A 7.087% 02/25/42		03/01/2012	Paydown		6,992	6,992	7,348	7,419		(427)		(427)		6,992			0	88	02/25/2042	1FE
462467 CU 3	IOWA FIN AUTH SF MTG 5.750% 07/01/37		01/17/2012	Call 100.0000		495,000	495,000	536,709	516,590		(21,590)		(21,590)		495,000			0	14,730	07/01/2017	1FE
46246B JS 2	IOWA FIN AUTH HSG 5.000% 07/01/30		03/15/2012	Call 100.0000		405,000	405,000	423,071	409,433		(4,433)		(4,433)		405,000			0	13,039	07/01/2014	1FE
49130P JG 0	KENTUCKY HSG CORP 3.415% 07/01/13		03/01/2012	Call 100.0000		595,000	595,000	595,000	595,000				0		595,000			0	10,757	07/01/2012	1FE
57419P JD 2	MARYLAND CMNTY HSG 5.500% 09/01/39		03/01/2012	Call 100.0000		375,000	375,000	398,610	385,734		(10,734)		(10,734)		375,000			0	10,313	03/01/2016	1FE
60636X WJ 8	MISSOURI ST HSG SF 6.000% 03/01/37		03/01/2012	Call 100.0000		330,000	330,000	360,459	343,422		(13,422)		(13,422)		330,000			0	9,900	09/01/2016	1FE
65888M 6B 2	NORTH DAKOTA ST HSG 5.500% 01/01/37		01/01/2012	Call 100.0000		690,000	690,000	727,605	700,050		(10,050)		(10,050)		690,000			0	18,975	01/01/2015	1FE
658909 CL 8	NORTH DAKOTA ST HSG FIN 4.500% 01/01/35		01/01/2012	Call 100.0000		230,000	230,000	237,615	236,283		(6,283)		(6,283)		230,000			0	5,175	07/01/2020	1FE
676907 KV 9	OHIO HSG FIN AGY 5.500% 03/01/36		03/01/2012	Call 100.0000		455,000	455,000	485,617	464,825		(9,825)		(9,825)		455,000			0	12,513	09/01/2016	1FE
68608R 4E 0	OREGON ST HSG & CMNTY 5.625% 01/01/29		01/01/2012	Call 100.0000		130,000	130,000	139,754	130,875		(875)		(875)		130,000			0	3,656	07/01/2012	1FE
97689P 7B 8	WISCONSIN HSG & ECON 6.000% 03/01/38		03/01/2012	Call 100.0000		2,770,000	2,770,000	2,770,000	2,770,000				0		2,770,000			0	83,100	09/01/2012	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					6,811,773	6,811,773	7,023,204	6,895,936	0	(84,163)	0	(84,163)	0	6,811,773	0	0	0	190,243	XXX	XXX
Bonds - Industrial and Miscellaneous																					
073879 ZG 6	BSABS 2005-HE7 M1 0.762% 07/25/35		03/25/2012	Paydown		581,603	581,603	545,253	573,735		7,869		7,869		581,603			0	808	07/25/2035	1FM
07387A GH 2	BSARM 2005-12 25A1 3.787% 04/25/51		02/01/2012	Paydown		95	3,591	2,232	2,232		(2,137)		(2,137)		95			0	75	04/25/2051	1FM
12643C BD 2	CSMC 2010-1R 10A1 5.000% 06/27/47		03/01/2012	Paydown		146,892	146,892	149,922	146,213		679		679		146,892			0	1,493	06/27/2047	1FM
22540V G6 3	CSFB 2002-9 1A1 7.000% 03/25/40		03/01/2012	Paydown		1,438	1,438	1,458	1,391	124	(77)		47		1,438			0	15	03/25/2040	1FM
22541N UJ 6	CSFB 2002-CP5 A2 4.940% 12/15/35		03/01/2012	Paydown		2,729,141	2,729,141	2,699,665	2,719,720		9,422		9,422		2,729,141			0	24,450	12/15/2035	1FM
233835 AW 7	DAIMLER FINANCE NA LLC 6.500% 11/15/13		01/04/2012	Royal Bank of Scotland		12,461,064	11,474,000	12,891,498	12,445,926		(11,377)		(11,377)		12,434,550		26,514	26,514	111,872	11/15/2013	2FE
33736X BN 8	FUNBC 2000-C2 IO 0.000% 10/15/32		03/01/2012	Paydown				1,617					0					0	1,517	10/15/2032	6*
33736X BN 8	FUNBC 2000-C2 IO 0.000% 10/15/32		03/31/2012	Return of Capital		4,512							0				4,512	4,512		10/15/2032	6*
33736X CR 8	FUNBC 2001-C2 IO 1.802% 01/12/43		03/01/2012	Paydown				449					0					0	20	01/12/2043	5FE
393505 QX 3	GT 1996-9 A5 7.200% 01/15/28		03/15/2012	Paydown		6,563	6,563	6,726	6,536		27		27		6,563			0	83	01/15/2028	1FE
466247 QC 0	JPMMT 2005-A3 4A1 2.622% 06/25/35		03/01/2012	Paydown		279,831	279,831	271,731	277,637		2,195		2,195		279,831			0	1,203	06/25/2035	1FM
46628F AB 7	JPMCC 2006-LDP7 A2 6.051% 04/15/45		01/01/2012	Paydown		21,747	21,747	21,801	21,697		49		49		21,747			0	110	04/15/2045	1FM
52108H BZ 6	LBUBS 2000-C4 X IO 1.259% 07/11/32		03/11/2012	Paydown				17,915	7,044		(7,044)		(7,044)					0	306	07/11/2032	5FE
589929 MK 1	MLMI 1996-C2 IO 2.480% 11/21/28		03/01/2012	Paydown				20,434	14,069		(14,069)		(14,069)					0	473	11/21/2028	6*

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value: 11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
59020U H2 4	MLMI 2005-AR1 A3A4 0.652% 06/25/36		03/25/2012	Paydown		254,739	254,739	240,728	253,791		948		948		254,739			0	314	06/25/2036	1FM
59022H CP 5	MLMT 2003-KEY1 A3 4.893% 11/12/35		03/01/2012	Paydown		1,305,714	1,305,714	1,329,875	1,318,235		(12,521)		(12,521)		1,305,714			0	16,087	11/12/2035	1FM
65536H BC 1	NHELI 2005-HE1 M1 0.682% 09/25/35		03/25/2012	Paydown		548,265	548,265	496,670	536,425		11,840		11,840		548,265			0	662	09/25/2035	1FM
658262 DV 9	NCSEA 2005-P A1 0.598% 06/01/20		03/01/2012	Paydown		409,167	409,167	404,244	405,069		4,097		4,097		409,167			0	659	06/01/2020	1FE
743873 AX 9	PFMLT 2005-1 2A1 2.785% 05/25/35		03/01/2012	Paydown		21,071	21,071	20,462	21,043		28		28		21,071			0	93	05/25/2035	1FM
749930 AR 4	RMF PT 1997-1 X2 IO 0.000% 01/15/19		03/01/2012	Paydown				982					0					0	154	01/15/2019	6*
749930 AR 4	RMF PT 1997-1 X2 IO 0.000% 01/15/19		03/31/2012	Return of Capital		887							0				887	887		01/15/2019	6*
79548C AR 7	SBM7 2000-C3 X IO 0.000% 12/18/33		03/01/2012	Paydown				64					0					0	39	12/18/2033	5FE
79548C AR 7	SBM7 2000-C3 X IO 0.000% 12/18/33		03/31/2012	Return of Capital		2,176							0				2,176	2,176		12/18/2033	5FE
929227 4D 5	WAMU 2003-AR6 A1 2.570% 06/25/33		03/01/2012	Paydown		12,594	12,594	12,783	12,805		(211)		(211)		12,594			0	53	06/25/2033	1FM
929766 3L 5	WBCMT 2005-C20 XP IO 0.235% 07/15/42		02/01/2012	Paydown				808,797	107,005		(107,005)		(107,005)					0	38,339	07/15/2042	1FE
3899999.	Total - Bonds - Industrial & Miscellaneous					18,787,499	17,796,356	19,945,306	18,870,573	124	(117,287)	0	(117,163)	0	18,753,410	0	34,089	34,089	198,825	XXX	XXX
8399997.	Total - Bonds - Part 4					48,872,012	45,608,129	47,967,963	46,766,096	124	(201,402)	0	(201,278)	0	46,564,817	0	2,307,195	2,307,195	771,185	XXX	XXX
8399999.	Total - Bonds					48,872,012	45,608,129	47,967,963	46,766,096	124	(201,402)	0	(201,278)	0	46,564,817	0	2,307,195	2,307,195	771,185	XXX	XXX
Preferred Stocks - Industrial and Miscellaneous																					
00845W AD 0	AGFIRST FARM CREDIT BANK		03/21/2012	BNY Capital Mrkts	13,000,000.000	9,360,000		7,782,450	7,782,450				0		7,782,450		1,577,550	1,577,550	240,170	XXX	P1VFE
92978A AA 0	WACHOVIA CAPITAL TRUST		03/13/2012	Banque National Di Paris	5,000,000.000	4,625,000		2,100,000	2,100,000				0		2,100,000		2,525,000	2,525,000	71,169	XXX	P2LFE
8499999.	Total - Preferred Stocks - Industrial & Miscellaneous					13,985,000	XXX	9,882,450	9,882,450	0	0	0	0	0	9,882,450	0	4,102,550	4,102,550	311,339	XXX	XXX
8999997.	Total - Preferred Stocks - Part 4					13,985,000	XXX	9,882,450	9,882,450	0	0	0	0	0	9,882,450	0	4,102,550	4,102,550	311,339	XXX	XXX
8999999.	Total - Preferred Stocks					13,985,000	XXX	9,882,450	9,882,450	0	0	0	0	0	9,882,450	0	4,102,550	4,102,550	311,339	XXX	XXX
Common Stocks - Industrial and Miscellaneous																					
501014 11 2	KRISPY KREME DOUGHNUTS		03/30/2012	State Street Bank	316.000		XXX		19	(19)			(19)					0		XXX	L
86722A 10 3	SUNCOKE ENERGY INC		01/31/2012	State Street Bank		5	XXX	3					0		3		2	2		XXX	L
86764P 10 9	SUNOCO INC		01/18/2012	Spin Off		59,487	XXX	59,487	94,421	(34,933)			(34,933)		59,487			0		XXX	L
879433 10 0	TELEPHONE & DATA SYSTEM		01/25/2012	Tax Free Exchange	12,700.000	258,481	XXX	258,481	328,803	(70,322)			(70,322)		258,481			0		XXX	L
879433 82 9	TELEPHONE & DATA SYSTEM		01/31/2012	State Street Bank	1.000	24	XXX	17					0		17		7	7		XXX	L
879868 10 7	TEMPLE-INLAND INC		02/13/2012	State Street Bank	11,600.000	371,200	XXX	242,561	367,836	(125,275)			(125,275)		242,561		128,639	128,639		XXX	L
9099999.	Total - Common Stocks - Industrial & Miscellaneous					689,197	XXX	560,549	791,079	(230,549)	0	0	(230,549)	0	560,549	0	128,648	128,648	0	XXX	XXX
9799997	Total - Common Stocks - Part 4					689,197	XXX	560,549	791,079	(230,549)	0	0	(230,549)	0	560,549	0	128,648	128,648	0	XXX	XXX
9799999.	Total - Common Stocks					689,197	XXX	560,549	791,079	(230,549)	0	0	(230,549)	0	560,549	0	128,648	128,648	0	XXX	XXX
9899999.	Total - Preferred and Common Stocks					14,674,197	XXX	10,442,999	10,673,529	(230,549)	0	0	(230,549)	0	10,442,999	0	4,231,198	4,231,198	311,339	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					63,546,209	XXX	58,410,962	57,439,625	(230,425)	(201,402)	0	(431,827)	0	57,007,816	0	6,538,393	6,538,393	1,082,524	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:...............0.

Sch. DB-Pt A-Sn 1
NONE

Sch. DB-Pt B-Sn 1
NONE

Sch. DB-Pt B-Sn 1B-Broker List
NONE

Sch. DB-Pt D
NONE

Sch. DL-Pt. 1
NONE

Sch. DL-Pt. 2
NONE

NONE

SCHEDULE DB - PART B - SECTION 1

Futures Contracts Open December 31 of Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	Change in Variation Margin				19	20
														15	16	17	18		
Ticker Symbol	Number of Contracts	Notional Amount	Description	Description of Hedged Item(s)	Schedule/ Exhibit Identifier	Type(s) of Risk	Date of Maturity or Expiration	Exchange	Trade Date	Transaction Price	Reporting Date Price	Fair Value	Book/ Adjusted Carrying Value	Cumulative	Gain (Loss) Recognized in Current Year	Gain (Loss) Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure	Hedge Effectiveness at Inception and at Quarter-end (a)

NONE

Broker Name	Net Cash Deposits

NONE

NONE

SCHEDULE DB - PART D

Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

1	2	3	4	Book Adjusted Carrying Value			Fair Value			11	12
				5	6	7	8	9	10		
Description Counterparty or Exchange Traded	Master Agreement (Y or N)	Credit Support Annex (Y or N)	Fair Value of Acceptable Collateral	Contracts With Book Adjusted Carrying Value > 0	Contracts With Book Adjusted Carrying Value < 0	Exposure Net of Collateral	Contracts With Fair Value > 0	Contracts With Fair Value < 0	Exposure Net of Collateral	Potential Exposure	Off-Balance Sheet Exposure

NONE

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation /Market Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates

General Interrogatories:

1. The activity for the year to date: Fair Value $..........0 Book/Adjusted Carrying Value $..........0
2. Average balance for the year to date: Fair Value $..........0 Book/Adjusted Carrying Value $..........0
3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:
   NAIC 1: $..........0 NAIC 2: $..........0 NAIC 3: $..........0 NAIC 4: $..........0 NAIC 5: $..........0 NAIC 6: $..........0

NONE

SCHEDULE DL - PART 2

SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation /Market Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates

General Interrogatory:

1. The activity for the year to date: Fair Value $..........0 Book/Adjusted Carrying Value $..........0
2. Average balance for the year to date: Fair Value $..........0 Book/Adjusted Carrying Value $..........0
3. Grand Total Schedule DL Part 1 and Part 2: Fair Value $..........0 Book/Adjusted Carrying Value $..........0

NONE

Statement for March 31, 2012 of the **PROGRESSIVE SPECIALTY INSURANCE COMPANY**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
		Rate	Amount of	Amount of	6	7	8	
Depository	Code	of Interest	Interest Received During Current Quarter	Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
REGIONS BANK.. MONTGOMERY, AL...............................	....	....	....	....	1,653	1,653	1,542	XXX..
0199999. Total Open Depositories..	....XXX........	......XXX........	0	0	1,653	1,653	1,542	XXX..
0399999. Total Cash on Deposit...	....XXX........	......XXX........	0	0	1,653	1,653	1,542	XXX..
0599999. Total Cash...	....XXX........	......XXX........	0	0	1,653	1,653	1,542	XXX..

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year

NONE