



**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	240,213,202		240,213,202	238,825,943
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	.781		.781	.781
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ ..... 12,750,310 ), cash equivalents (\$ ..... 0 ) and short-term investments (\$ ..... 6,690,259 ) .....	19,440,569		19,440,569	11,880,393
6. Contract loans (including \$ ..... premium notes) .....	9,696,599		9,696,599	9,511,277
7. Derivatives .....			0	0
8. Other invested assets .....	0		0	0
9. Receivables for securities .....			0	1,813
10. Securities lending reinvested collateral assets .....	7,352,305		7,352,305	10,716,522
11. Aggregate write-ins for invested assets .....	0	.0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	276,703,456	.0	276,703,456	270,936,729
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	2,679,972		2,679,972	2,614,541
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....			0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	31,205,881		31,205,881	30,103,045
15.3 Accrued retrospective premiums .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	2,256,112		2,256,112	6,883,893
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....	802,054		802,054	1,443,046
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	188,762
18.2 Net deferred tax asset .....	7,009,962	.3,122,751	3,887,211	4,341,949
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	523,811	.522,279	.1,532	2,177
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other than invested assets .....	1,251,893	1,215,515	36,378	36,378
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	322,433,141	4,860,545	317,572,596	316,550,520
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	322,433,141	4,860,545	317,572,596	316,550,520
<b>DETAILS OF WRITE-INS</b>				
1101. .....			0	0
1102. .....				
1103. .....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	.0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0	0
2501. Receivable for Agent Loans .....	14,085	.14,085	0	0
2502. Interest Maintenance Reserve .....	419,874	.419,874	0	0
2503. Premium Tax Credits .....	817,934	.781,556	36,378	36,378
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	.0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	1,251,893	1,215,515	36,378	36,378

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$ 250,720,294 less \$ included in Line 6.3 (including \$ Modco Reserve)	250,720,294	245,738,959
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	356,148	354,947
3. Liability for deposit-type contracts (including \$ Modco Reserve)	727,838	829,726
4. Contract claims:		
4.1 Life	2,724,852	2,946,934
4.2 Accident and health	38,555	39,773
5. Policyholders' dividends \$ and coupons \$ 86,245 due and unpaid	86,245	0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	53,470	53,470
6.2 Dividends not yet apportioned (including \$ Modco)	0	0
6.3 Coupons and similar benefits (including \$ Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums	216,217	111,503
9. Contract liabilities not included elsewhere:		0
9.1 Surrender values on canceled contracts		0
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		0
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ 2,148,993 ceded	2,148,993	2,134,375
9.4 Interest Maintenance Reserve	0	0
10. Commissions to agents due or accrued-life and annuity contracts \$ 420,210, accident and health \$ and deposit-type contract funds \$	420,210	613,111
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued	927,957	1,000,813
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	1,510,608	1,618,859
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)	244,212	0
15.2 Net deferred tax liability		0
16. Unearned investment income	426,271	401,385
17. Amounts withheld or retained by company as agent or trustee		0
18. Amounts held for agents' account, including \$ agents' credit balances		0
19. Remittances and items not allocated	157,584	103,551
20. Net adjustment in assets and liabilities due to foreign exchange rates		0
21. Liability for benefits for employees and agents if not included above		0
22. Borrowed money \$ and interest thereon \$		0
23. Dividends to stockholders declared and unpaid		0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	1,288,646	1,236,649
24.02 Reinsurance in unauthorized companies		0
24.03 Funds held under reinsurance treaties with unauthorized reinsurers		0
24.04 Payable to parent, subsidiaries and affiliates	5,974,576	6,184,758
24.05 Drafts outstanding		0
24.06 Liability for amounts held under uninsured plans		0
24.07 Funds held under coinsurance		0
24.08 Derivatives		0
24.09 Payable for securities	116,150	0
24.10 Payable for securities lending	7,352,305	10,716,522
24.11 Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	72,286	88,198
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	275,563,417	274,173,533
27. From Separate Accounts statement		0
28. Total liabilities (Lines 26 and 27)	275,563,417	274,173,533
29. Common capital stock	1,893,750	1,893,750
30. Preferred capital stock		0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes		0
33. Gross paid in and contributed surplus	7,031,250	7,031,250
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	33,084,179	33,451,987
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$ )		0
36.2 shares preferred (value included in Line 30 \$ )		0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	40,115,429	40,483,237
38. Totals of Lines 29, 30 and 37	42,009,179	42,376,987
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	317,572,596	316,550,520
<b>DETAILS OF WRITE-INS</b>		
2501. CHECKS OUTSTANDING	72,286	88,198
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	72,286	88,198
3101.		0
3102.		0
3103.		0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	0	0
3401.		0
3402.		0
3403.		0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SUMMARY OF OPERATIONS**

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts .....	13,984,748	12,144,938	47,664,030
2. Considerations for supplementary contracts with life contingencies .....	0	0	210,078
3. Net investment income .....	3,127,138	3,235,611	12,696,411
4. Amortization of Interest Maintenance Reserve (IMR) .....	22,536	29,294	47,681
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....	0	0	0
6. Commissions and expense allowances on reinsurance ceded .....	1,030,955	1,095,089	5,285,702
7. Reserve adjustments on reinsurance ceded .....	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	0	0	0
8.2 Charges and fees for deposit-type contracts .....	0	0	0
8.3 Aggregate write-ins for miscellaneous income .....	1,122	(1,211)	(2,546)
9. Totals (Lines 1 to 8.3) .....	18,166,499	16,503,721	65,901,356
10. Death benefits .....	4,775,882	4,735,639	18,986,788
11. Matured endowments (excluding guaranteed annual pure endowments) .....	0	0	0
12. Annuity benefits .....	1,286,156	1,745,864	6,173,954
13. Disability benefits and benefits under accident and health contracts .....	50,012	41,348	195,629
14. Coupons, guaranteed annual pure endowments and similar benefits .....	0	0	0
15. Surrender benefits and withdrawals for life contracts .....	1,508,163	1,386,508	5,791,443
16. Group conversions .....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds .....	0	0	0
18. Payments on supplementary contracts with life contingencies .....	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts .....	4,880,648	2,999,132	13,027,679
20. Totals (Lines 10 to 19) .....	12,500,861	10,908,491	44,175,493
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) .....	1,838,560	1,655,961	6,425,371
22. Commissions and expense allowances on reinsurance assumed .....	53,400	55,674	222,225
23. General insurance expenses .....	3,425,861	3,274,361	12,519,588
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	387,486	386,020	1,513,279
25. Increase in loading on deferred and uncollected premiums .....	(571,809)	(985,757)	(2,414,873)
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	0	0	0
27. Aggregate write-ins for deductions .....	0	0	0
28. Totals (Lines 20 to 27) .....	17,634,359	15,294,750	62,441,083
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	532,140	1,208,971	3,460,273
30. Dividends to policyholders .....	102,490	99,539	178,222
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	429,650	1,109,432	3,282,051
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	432,974	372,154	854,727
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	(3,324)	737,278	2,427,324
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....	(61,206)	(226,343)	
35. Net income (Line 33 plus Line 34) .....	(3,324)	676,072	2,200,981
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year .....	42,376,987	39,806,650	39,806,650
37. Net income (Line 35) .....	(3,324)	676,072	2,200,981
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....	0	0	0
39. Change in net unrealized foreign exchange capital gain (loss) .....	0	0	0
40. Change in net deferred income tax .....	166,586	68,651	340,243
41. Change in nonadmitted assets .....	(479,072)	(4,012)	155,538
42. Change in liability for reinsurance in unauthorized companies .....	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....	0	0	0
44. Change in asset valuation reserve .....	(51,997)	(14,661)	(126,425)
45. Change in treasury stock .....	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....	0	0	0
47. Other changes in surplus in Separate Accounts Statement .....	0	0	0
48. Change in surplus notes .....	0	0	0
49. Cumulative effect of changes in accounting principles .....	0	0	0
50. Capital changes:			
50.1 Paid in .....	0	0	0
50.2 Transferred from surplus (Stock Dividend) .....	0	0	0
50.3 Transferred to surplus .....	0	0	0
51. Surplus adjustment:			
51.1 Paid in .....	0	0	0
51.2 Transferred to capital (Stock Dividend) .....	0	0	0
51.3 Transferred from capital .....	0	0	0
51.4 Change in surplus as a result of reinsurance .....	0	0	0
52. Dividends to stockholders .....	0	0	0
53. Aggregate write-ins for gains and losses in surplus .....	0	0	0
54. Net change in capital and surplus (Lines 37 through 53) .....	(367,807)	726,050	2,570,337
55. Capital and surplus, as of statement date (Lines 36 + 54) .....	42,009,180	40,532,700	42,376,987
<b>DETAILS OF WRITE-INS</b>			
08.301. SERVICE FEES.....	1,122	(1,211)	(2,546)
08.302.....			
08.303.....			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above) .....	1,122	(1,211)	(2,546)
2701.....	0	0	0
2702.....	0	0	0
2703.....	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page .....	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above) .....	0	0	0
5301.....	0	0	0
5302.....	0	0	0
5303.....	0	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page .....	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above) .....	0	0	0

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	14,199,427	12,402,999	46,730,345
2. Net investment income.....	3,237,349	3,143,217	13,127,123
3. Miscellaneous income.....	1,032,077	1,093,878	5,442,825
4. Total (Lines 1 to 3).....	18,468,853	16,640,094	65,300,293
5. Benefit and loss related payments.....	3,099,226	9,634,759	37,335,348
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	6,079,315	5,776,593	20,784,950
8. Dividends paid to policyholders.....	16,245	39,631	272,411
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	0	0	0
10. Total (Lines 5 through 9).....	9,194,786	15,450,983	58,392,709
11. Net cash from operations (Line 4 minus Line 10).....	9,274,067	1,189,111	6,907,584
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	9,308,974	10,781,209	44,261,076
12.2 Stocks.....	0	0	0
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	117,963	474,614	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	9,426,937	11,255,823	44,261,076
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	10,803,713	12,516,354	55,051,663
13.2 Stocks.....	0	0	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	10,803,713	12,516,354	55,051,663
14. Net increase (or decrease) in contract loans and premium notes.....	185,322	8,499	236,948
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(1,562,098)	(1,269,030)	(11,027,535)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(101,888)	658	189,295
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	(49,905)	2,186,657	1,481,699
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(151,793)	2,187,315	1,670,994
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	7,560,176	2,107,396	(2,448,957)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	11,880,393	14,329,350	14,329,350
19.2 End of period (Line 18 plus Line 19.1).....	19,440,569	16,436,746	11,880,393

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**EXHIBIT 1**

**DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial life .....	0	0	0
2. Ordinary life insurance .....	17,994,599	16,998,382	66,573,477
3. Ordinary individual annuities .....	1,314,155	803,369	4,315,609
4. Credit life (group and individual) .....	0	0	0
5. Group life insurance .....	507,442	501,960	2,001,786
6. Group annuities .....	0	0	0
7. A & H - group .....	0	0	0
8. A & H - credit (group and individual) .....	0	0	0
9. A & H - other .....	72,981	78,563	302,770
10. Aggregate of all other lines of business .....	0	0	0
11. Subtotal .....	19,889,177	18,382,274	73,193,642
12. Deposit-type contracts .....	0	0	0
13. Total .....	19,889,177	18,382,274	73,193,642
<b>DETAILS OF WRITE-INS</b>			
1001. ....			
1002. ....			
1003. ....			
1098. Summary of remaining write-ins for Line 10 from overflow page .....	0	0	0
1099. Total (Lines 1001 through 1003 plus 1098) (Line 10 above) .....	0	0	0

## NOTES TO FINANCIAL STATEMENTS

### 1) Summary of Significant Accounting Policies

#### A. Accounting Practices

The accompanying financial statements of Grange Life Insurance Company (Company) have been prepared in conformity with the *Accounting Practices and Procedures Manual* of the National Association of Insurance Commissioners (NAIC) and accounting practices prescribed or permitted by The Ohio Department of Insurance (Department).

Failure of the amounts to add to totals is due to rounding or truncation.

### 2) Accounting Changes and Correction of Errors

No significant change.

### 3) Business Combinations and Goodwill

No significant change.

### 4) Discontinued Operations

No significant change.

### 5) Investments

#### A. Mortgage Loans, including Mezzanine Real Estate Loans

NONE

#### B. Debt Restructuring

NONE

#### C. Reverse Mortgages

NONE

#### D. Loan-Backed Securities

1. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.
2. All securities during 2012 with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the other-than-temporary impairment:

NONE

3. Securities with a recognized other-than-temporary impairment currently held by the Company, where the present value of cash flows expected to be collected is less than the amortized cost basis of securities:

NONE

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss:

- a. The aggregate amount of unrealized loss:

1. Less than 12 Months	\$ (70,358)
2. 12 Months or Longer	\$ ( 115)

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

1. Less than 12 Months	\$ 4,647,327
2. 12 Months or Longer	\$ 18,343

5. According to SSAP 43R, loan-backed and structured securities with an unrealized loss position were reviewed according to the pronouncement. The best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

## NOTES TO FINANCIAL STATEMENTS

**E. Repurchase Agreements and/or Securities Lending Transactions**

No significant change.

**6) Joint Ventures, Partnerships and Limited Liability Companies**

No significant change.

**7) Investment Income**

No significant change.

**8) Derivative Instruments**

NONE

**9) Income Taxes**

A. The components of the net deferred tax assets at March 31, 2012 and December 31, 2011 are as follows:

	3/31/2012	12/31/2011
Gross Deferred Tax Assets	\$ 7,231,715	\$ 7,010,752
Gross Deferred Tax Liabilities	221,754	167,377
Net Deferred Tax Asset (Liability)	7,009,961	6,843,375
Nonadmitted Deferred Tax Assets	3,122,750	2,501,427
Admitted Deferred Tax Asset	3,887,211	4,341,948
(Increase) Decrease in Deferred Tax Assets Nonadmitted	\$ 621,323	\$ (550,863)

B. The Company has no deferred tax liabilities that are not recognized

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

	3/31/2012	12/31/2011
Current Income Tax Expense	\$ 432,974	\$ 663,398
Tax on Capital Gains/(Losses)	-	-
Prior Year Under Accrual (Over Accrual)	-	(361,626)
Federal Income Taxes Incurred	\$ 432,974	\$ 301,772

**10) Information Concerning Parent, Subsidiaries, Affiliates, and Other Related Parties**

No significant change.

**11) Debt**

NONE

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

No significant change.

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

No significant change.

**14) Contingencies**

No significant change.

**15) Leases**

No significant change.

**16) Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk**

NONE

**17) Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. Transfers of Receivables Reported as Sales

NONE

## NOTES TO FINANCIAL STATEMENTS

B. Transfer and Servicing of Financial Assets

No significant change.

C. Wash Sales

NONE

**18) Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

NONE

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

NONE

**20) Fair Value Measurements**

A. For assets and liabilities that are measured and reported at fair value in the statement of financial position after initial recognition, the valuation techniques and the inputs used to develop those measurements and for fair value measurements in the statement of financial position determined using significant unobservable inputs (Level 3), the effect of the measurements on earnings (or changes in net assets) for the period.

(1) Fair Value Measurement at Reporting Date

NONE

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

NONE

(3) The reporting entity's policy is to recognize transfers in and out as of the end of the reporting period.

(4) As of March 31, 2012, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

According to statutory accounting rules, fixed income securities with a rating of NAIC 1 thru 5 are reported at amortized cost. Securities with a rating of NAIC of 6 are measured and reported at the lower of amortized cost or fair value on the statement of financial position. As of March 31, 2012, the Company did not have any bonds rated NAIC-6 and therefore did not report any securities at fair value.

(5) NONE

**21) Other Items**

No significant change.

**22) Events Subsequent**

Type I-Recognized Subsequent Events: NONE

Type II-Nonrecognized Subsequent Events: NONE

**23) Reinsurance**

No significant change.

**24) Retrospectively Rated Contracts & Contracts Subject to Redetermination**

NONE

**25) Change in Incurred Losses and Loss Adjustment Expenses**

NONE

**26) Intercompany Pooling Arrangements**

NONE

## NOTES TO FINANCIAL STATEMENTS

**27) Structured Settlements**

NONE

**28) Health Care Receivables**

NONE

**29) Participating Policies**

No significant change.

**30) Premium Deficiency Reserves**

NONE

**31) Reserves for Life Contracts and Annuity Contracts**

No significant change.

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

No significant change.

**33) Premium and Annuity Considerations Deferred and Uncollected**

No significant change.

**34) Separate Accounts**

NONE

**35) Loss/Claim Adjustment Expenses**

NONE

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**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: ..... 01/01/3000

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 the 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] NA [ ]

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. ..... 12/31/2009

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. ..... 12/31/2009

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). ..... 10/25/2010

6.4 By what department or departments?

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 [ ] NA [X]

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

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 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

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY****GENERAL INTERROGATORIES**

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 [ ]  No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

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

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

.....

**FINANCIAL**

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

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

**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 .....	\$ .....	\$ .....
14.22 Preferred Stock .....	\$ .....	\$ .....
14.23 Common Stock .....	\$ .....	\$ .....
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ ..... 781	\$ ..... 781
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ .....	\$ .....

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? .....  Yes [ ]  No [X]

If no, attach a description with this statement.

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**GENERAL INTERROGATORIES**

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
JP Morgan Chase Bank, N.A.....	111 Polaris Pkwy, Columbus, OH 43240.....

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)
.....	.....	.....

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
.....	.....	.....	.....

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
109627.....	Caywood-Scholl Capital Management, LLC.....	4250 Executive Square, Suite 400, La Jolla, CA 92037.....

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:

.....

STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY

**GENERAL INTERROGATORIES**  
**PART 2 - LIFE & HEALTH**

	1 Amount
1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:	
1.1 Long-Term Mortgages in Good Standing	
1.11 Farm Mortgages .....	\$ ..... 0
1.12 Residential Mortgages .....	\$ ..... 0
1.13 Commercial Mortgages .....	\$ ..... 0
1.14 Total Mortgages in Good Standing .....	\$ ..... 0
1.2 Long-Term Mortgages in Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing with Restructured Terms.....	\$ ..... 0
1.3 Long-Term Mortgage Loans upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages .....	\$ ..... 0
1.32 Residential Mortgages .....	\$ ..... 0
1.33 Commercial Mortgages .....	\$ ..... 0
1.34 Total Mortgages with Interest Overdue more than Three Months.....	\$ ..... 0
1.4 Long-Term Mortgage Loans in Process of Foreclosure	
1.41 Farm Mortgages .....	\$ ..... 0
1.42 Residential Mortgages .....	\$ ..... 0
1.43 Commercial Mortgages .....	\$ ..... 0
1.44 Total Mortgages in Process of Foreclosure.....	\$ ..... 0
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2).....	\$ ..... 0
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages .....	\$ ..... 0
1.62 Residential Mortgages .....	\$ ..... 0
1.63 Commercial Mortgages .....	\$ ..... 0
1.64 Total Mortgages Foreclosed and Transferred to Real Estate .....	\$ ..... 0
2. Operating Percentages:	
2.1 A&H loss percent.....	..... 0.0 %
2.2 A&H cost containment percent .....	..... 0.0 %
2.3 A&H expense percent excluding cost containment expenses.....	..... 0.0 %
3.1 Do you act as a custodian for health savings accounts?.....	Yes [ ] No [X]
3.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$ ..... 0
3.3 Do you act as an administrator for health savings accounts?.....	Yes [ ] No [X]
3.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$ ..... 0

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

## **SCHEDULE S - CEDED REINSURANCE**

## Showing All New Reinsurance Treaties

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE T – PREMIUMS AND ANNUITY CONSIDERATIONS**

Current Year To Date - Allocated by States and Territories

States, Etc.	Active Status	Direct Business Only					
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 Through 5	7 Deposit - Type Contracts
1	2	3					
1. Alabama	AL	25,430				25,430	
2. Alaska	AK	2,316				2,316	
3. Arizona	AZ	33,556				33,556	
4. Arkansas	AR	13,188				13,188	
5. California	CA	33,441		237		33,679	
6. Colorado	CO	12,799				12,799	
7. Connecticut	CT	5,045				5,045	
8. Delaware	DE	.926				.926	
9. District of Columbia	DC	.348				.348	
10. Florida	FL	139,730	1,500	1,150		142,381	
11. Georgia	GA	L 1,566,126	77,480	7,146		1,650,752	
12. Hawaii	HI	.1,225				.1,225	
13. Idaho	ID	2,062				2,062	
14. Illinois	IL	L 721,469	96,886	1,330		819,685	
15. Indiana	IN	L 1,374,391	10,250	2,754		1,387,394	
16. Iowa	IA	22,803				22,803	
17. Kansas	KS	L 5,364				5,364	
18. Kentucky	KY	L 2,300,068	76,464	15,866		2,392,398	
19. Louisiana	LA	9,606				9,606	
20. Maine	ME	1,112				1,112	
21. Maryland	MD	8,288				8,288	
22. Massachusetts	MA	2,310				2,310	
23. Michigan	MI	L 833,726	33,356	209		867,291	
24. Minnesota	MN	L 77,043	375			77,418	
25. Mississippi	MS	26,707				26,707	
26. Missouri	MO	L 30,771				30,771	
27. Montana	MT	2,195				2,195	
28. Nebraska	NE	.582				.582	
29. Nevada	NV	.8,072				.8,072	
30. New Hampshire	NH	.1,631				.1,631	
31. New Jersey	NJ	.5,186				.5,186	
32. New Mexico	NM	2,299				2,299	
33. New York	NY	10,838				10,838	
34. North Carolina	NC	.50,381		336		.50,717	
35. North Dakota	ND	.567				.567	
36. Ohio	OH	L 8,454,182	996,817	36,101		9,487,100	
37. Oklahoma	OK	6,556				6,556	
38. Oregon	OR	3,238				3,238	
39. Pennsylvania	PA	L 182,358				182,358	
40. Rhode Island	RI	.632				.632	
41. South Carolina	SC	L 172,340	300			172,640	
42. South Dakota	SD	.1,455				1,455	
43. Tennessee	TN	L 1,964,447	16,115	7,483		1,988,046	
44. Texas	TX	.39,094				.39,094	
45. Utah	UT	.4,913				4,913	
46. Vermont	VT	.1,176		117		1,293	
47. Virginia	VA	L 79,311	1,800	252		81,363	
48. Washington	WA	.4,520				4,520	
49. West Virginia	WV	.30,762	.863			.31,625	
50. Wisconsin	WI	L 220,361	.1,950			222,311	
51. Wyoming	WY	.996				.996	
52. American Samoa	AS					0	
53. Guam	GU					0	
54. Puerto Rico	PR	.596				.596	
55. US Virgin Islands	VI	.84				.84	
56. Northern Mariana Islands	MP					0	
57. Canada	CN	3,191				3,191	
58. Aggregate Other Alien	OT	XXX. 225	0	0	0	.225	0
59. Subtotal		(a) 15	18,502,040	1,314,155	72,981	0	19,889,177
90. Reporting entity contributions for employee benefit plans		XXX.				0	
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX.				0	
92. Dividends or refunds applied to shorten endowment or premium paying period		XXX.				0	
93. Premium or annuity considerations waived under disability or other contract provisions		XXX.				0	
94. Aggregate other amounts not allocable by State		XXX. 0	0	0	0	0	0
95. Totals (Direct Business)		XXX. 18,502,040	1,314,155	72,981	0	19,889,177	0
96. Plus Reinsurance Assumed		XXX. 862,577				862,577	
97. Totals (All Business)		XXX. 19,364,617	1,314,155	72,981	0	20,751,754	0
98. Less Reinsurance Ceded		XXX. 7,238,140		38,827		.7,276,967	
99. Totals (All Business) less Reinsurance Ceded		XXX. 12,126,477	1,314,155	34,154	0	13,474,787	0
<b>DETAILS OF WRITE-INS</b>							
5801. United Kingdom		XXX. 225				.225	
5802.		XXX.					
5803.		XXX.					
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX. 0	0	0	0	0	0
5899. Total (Lines 5801 through 5803 + 5898) (Line 58 above)		XXX. 225	0	0	0	.225	0
9401.		XXX.				0	
9402.		XXX.				0	
9403.		XXX.				0	
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX. 0	0	0	0	0	0
9499. Total (Lines 9401 through 9403 + 9498) (Line 94 above)		XXX. 0	0	0	0	0	0

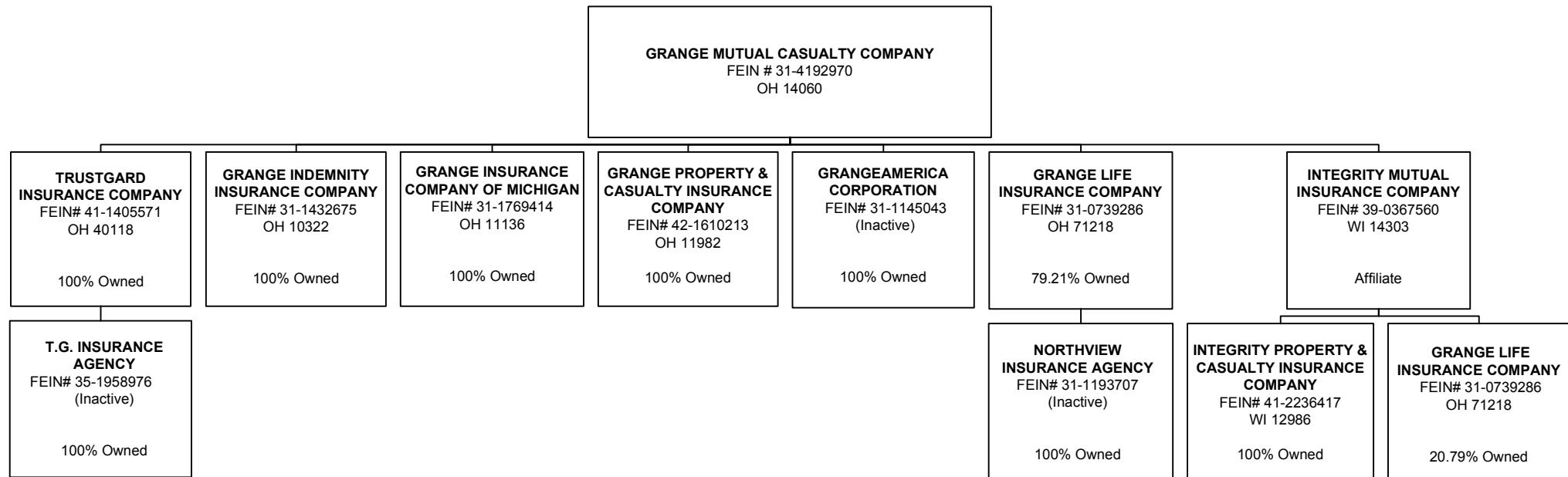
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY

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

**PART 1 – ORGANIZATIONAL CHART**



**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE Y**  
**PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

Asterisk	Explanation
1	Reporting Entity.....

## STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY

# 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.

	<u>RESPONSE</u>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	.....NO.....
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	.....NO.....
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	.....NO.....
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	.....NO.....
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	.....NO.....

#### Explanation:

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.
- 7.

#### Bar Code:

1.   
7 1 2 1 8 2 0 1 2 4 9 0 0 0 0 0 1

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

3.   
7 1 2 1 8 2 0 1 2 4 4 5 0 0 0 0 1

4.   
7 1 2 1 8 2 0 1 2 4 4 6 0 0 0 0 1

5.   
7 1 2 1 8 2 0 1 2 4 4 7 0 0 0 0 1

6.   
7 1 2 1 8 2 0 1 2 4 4 8 0 0 0 0 1

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

7.



**OVERFLOW PAGE FOR WRITE-INS**

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**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE A – VERIFICATION**

**Real Estate**

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

**NONE**

**SCHEDULE B – VERIFICATION**

**Mortgage Loans**

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

**NONE**

**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.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	0	0
8. Deduct amortization of premium and depreciation.....	0	0
9. Total foreign exchange change in book/adjusted carrying value.....	0	0
10. Deduct current year's other than temporary impairment recognized.....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Deduct total nonadmitted amounts.....	0	0
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

**NONE**

**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.....	238,826,724	228,501,933
2. Cost of bonds and stocks acquired.....	10,803,713	55,051,663
3. Accrual of discount.....	61,009	313,906
4. Unrealized valuation increase (decrease).....	43,276	109,069
5. Total gain (loss) on disposals.....	9,308,974	44,261,076
6. Deduct consideration for bonds and stocks disposed of.....	211,764	784,325
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	240,213,984	104,446
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9).....	240,213,984	238,826,724
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	240,213,984	238,826,724

STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY

**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
<b>BONDS</b>								
1. Class 1 (a).....	209,217,013	11,696,646	7,701,345	180,597	213,392,911	0	0	209,217,013
2. Class 2 (a).....	24,390,360	1,090,780	134,456	(329,673)	25,017,011	0	0	24,390,360
3. Class 3 (a).....	4,139,035	1,871,282	917,105	222,383	5,315,595	0	0	4,139,035
4. Class 4 (a).....	3,037,869	715,969	488,078	(135,274)	3,130,486	0	0	3,037,869
5. Class 5 (a).....	72,248		24,714	(76)	47,459	0	0	72,248
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds.....	240,856,525	15,374,677	9,265,699	(62,043)	246,903,461	0	0	240,856,525
<b>PREFERRED STOCK</b>								
8. Class 1.....	0				0	0	0	0
9. Class 2.....	0				0	0	0	0
10. Class 3.....	0				0	0	0	0
11. Class 4.....	0				0	0	0	0
12. Class 5.....	0				0	0	0	0
13. Class 6.....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock.....	240,856,525	15,374,677	9,265,699	(62,043)	246,903,461	0	0	240,856,525

(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 \$ .....6,690,259 ; NAIC 2 \$ ..... ;

NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

**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	6,690,259	XXX	6,690,259	833	

**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.....	2,030,583	3,296,736
2. Cost of short-term investments acquired .....	4,659,676	9,748,672
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....		11,014,825
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	6,690,259	2,030,583
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	6,690,259	2,030,583

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

Schedule E - Verification

**NONE**

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3  
**NONE**

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**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)
<b>Bonds - U.S. Special Revenue</b>									
3136A3-WM-9..	FNR 2012-7 GB 3.000% 02/25/27..		01/11/2012..	Sterne, Agee & Leach..	2,516,394	2,495,340		.6,030	1..
3136A4-RD-3..	FNR 2012-10 WT 3.000% 03/25/32..		02/10/2012..	FTN Financial.....	1,700,781	1,750,000		.4,083	1..
3137AG-CA-6..	FHR 3947 BC 2.500% 10/15/26..		03/09/2012..	Sterne, Agee & Leach..	500,844	484,255		.437	1..
3137AM-XR-3..	FHR 4011 DU 2.500% 09/15/26..		03/14/2012..	Sterne, Agee & Leach..	475,684	500,000		.1,007	1..
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions</b>						5,193,703	5,229,595	11,558	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
.001546-AL-4..	AK Steel Corp Call 7.625% 05/15/20..		03/13/2012..	Various.....	75,049	75,000		.1,759	4FE
.02005N-AL-4..	Ailly Financial Inc NC 5.500% 02/15/17..		03/13/2012..	Various.....	91,092	90,000		.257	4FE
.03077J-AB-6..	Amerigas Finance LLC Call 7.000% 05/20..		01/09/2012..	Various.....	40,388	40,000			3FE
.030981-AF-1..	Amerigas Partners Call 6.500% 05/20/21..		01/05/2012..	Various.....	19,775	20,000		.181	3FE
.05329W-AK-8..	Auto Nation Inc NC 5.500% 02/01/20..		03/12/2012..	Various.....	117,488	115,000		.504	3FE
.058498-AR-7..	Ball Corp. NC 5.000% 03/15/22..		02/24/2012..	Merrill Lynch.....	35,000	35,000			3FE
.1248EP-AQ-6..	CCO Holdings 7.250% 10/30/17..		03/29/2012..	Barclays Capital.....	58,713	55,000		.1,695	3FE
.1248EP-AS-2..	CCO Holdings Call 7.000% 01/15/19..		03/13/2012..	Bond Desk Trading.....	53,750	50,000		.593	3FE
.12680C-AZ-2..	Cablevision Systems 7.750% 04/15/18..		02/22/2012..	Barclays Capital.....	21,700	20,000		.568	4FE
.127693-AA-7..	Caesars Operating Escrow 144A-Call 8.5..		03/13/2012..	Various.....	66,125	65,000		.329	4FE
.165167-CH-8..	Chesapeake Energy Call 6.775% 03/15/19..		03/20/2012..	Various.....	84,563	85,000		.348	3FE
.17121E-AD-9..	Chrysler Group Call 8.250% 06/15/21..		03/14/2012..	Macquarie Securities.....	30,450	30,000		.646	4FE
.22282E-AE-2..	Covanta Holdings Corp Call 6.375% 10/0..		03/28/2012..	Various.....	137,006	135,000		.104	3FE
.226566-AK-3..	Cricket Communications 144A-Call 7.750..		03/13/2012..	Bond Desk Trading.....	53,190	50,000		.1,302	4FE
.256882-AC-5..	Dolphin Subsidiary II 144A-Call 7.250%..		01/17/2012..	Merrill Lynch.....	21,700	20,000		.431	3FE
.314300-BB-2..	Felcor Lodging LP REITS-Call 6.750% 06..		03/22/2012..	Barclays Capital.....	55,688	55,000		.1,196	4FE
.319963-BC-7..	First Data Corp. 144A-Call 7.375% 06/1..		02/01/2012..	Citigroup Global Markets.....	20,300	20,000		.209	4FE
.345397-VM-2..	Ford Motor Credit Company NC 8.125% 01..		03/12/2012..	Bond Desk Trading.....	124,899	100,000		.1,354	3FE
.347466-AE-4..	Irwin Land LLC 144A-SF 5.300% 12/15/35..		02/16/2012..	Raymond James & Associates.....	982,090	1,000,000		.9,864	1FE
.35802X-AD-5..	Fresenius Med Care 144A-NC 5.625% 07/3..		01/17/2012..	Merrill Lynch.....	10,000	10,000			3FE
.35802X-AF-0..	Fresenius Med Care 144A-NC 5.875% 01/3..		01/18/2012..	Various.....	45,350	45,000			3FE
.404121-AC-9..	HCA Inc NC 6.500% 02/15/20..		03/19/2012..	Barclays Capital.....	106,000	100,000		.668	3FE
.404121-AE-5..	HCA Inc NC 5.875% 03/15/22..		02/07/2012..	Goldman Sachs.....	25,000	25,000			3FE
.421933-AH-5..	Health Mgmt Associates Inc. NC 6.125%..		01/19/2012..	Various.....	40,983	40,000		.674	3FE
.440543-AJ-5..	Hornbeck Offshore Service 144A-Call 5..		03/02/2012..	J P Morgan Securities.....	30,000	30,000			3FE
.459745-GH-2..	International Lease Finance NC 6.250%..		03/20/2012..	Merrill Lynch.....	70,175	70,000		.1,556	3FE
.48248N-AA-8..	KKR Group Finance Co 144A-NC 6.375% 09..		02/28/2012..	National Financial Services.....	861,176	800,000		.21,675	1FE
.574599-BH-8..	Masco Corporation NC 5.950% 03/15/22..		03/13/2012..	Various.....	89,906	90,000		.26	3FE
.59001A-AP-7..	Meritage Homes Corp 144A-NC 7.000% 04/..		03/27/2012..	Citigroup Global Markets.....	30,000	30,000			4FE
.629377-BR-2..	NRG Energy Inc. Call 7.625% 05/15/19..		02/28/2012..	Credit Suisse First Boston.....	14,775	15,000		.340	3FE
.701081-AT-8..	Parker Drilling Co 144A-Call 9.125% 04..		03/13/2012..	Bond Desk Trading.....	53,535	50,000		.2,091	4FE
.737446-AA-2..	Post Holdings Inc 144A-Call 7.375% 02/..		01/27/2012..	Barclays Capital.....	10,000	10,000			4FE
.74733V-AB-6..	QEP Resources Inc Call 5.375% 10/01/22..		02/27/2012..	Wells Fargo Bk.....	35,000	35,000			3FE
.75281A-AN-9..	Range Resources Corporation NC 5.000%..		02/24/2012..	Merrill Lynch.....	35,000	35,000			3FE
.76009N-AH-3..	Rent-A-Center Inc Call 6.625% 11/15/20..		03/13/2012..	Bond Desk Trading.....	.73,316	.70,000		.1,559	3FE
.78442F-EL-8..	SLM Corp NC 7.250% 01/25/22..		03/19/2012..	Various.....	159,537	155,000		.791	3FE
.78442F-EM-6..	SLM Corp NC 6.000% 01/25/17..		01/24/2012..	DBAB.....	4,947	5,000			2FE
.796038-AA-5..	Samson Investment Company 144A-Call 9..		02/22/2012..	Various.....	40,909	40,000		.84	4FE
.845467-AF-6..	Southwestern Energy Co 144A-NC 4.100%..		02/29/2012..	J P Morgan Securities.....	499,385	500,000			2FE
.852060-AG-7..	Sprint Capital NC 6.900% 05/01/19..		03/13/2012..	Merrill Lynch.....	.31,150	.35,000		.906	4FE
.852061-AF-7..	Sprint Corp. NC 8.375% 08/15/17..		02/22/2012..	Barclays Capital.....	.9,725	.10,000		.28	4FE
.90321N-AA-0..	UR Financing Escov Corp 144A-Call 5.75..		03/13/2012..	Various.....	241,181	235,000		.134	3FE
.912909-AG-3..	United States Steel Corp. Call 7.500%..		03/12/2012..	J P Morgan Securities.....	25,000	25,000			4FE
.91911X-AL-8..	Valeant Pharmaceuticals 144A-Call 6.75..		02/23/2012..	Merrill Lynch.....	15,375	15,000		.413	4FE
.91911X-AN-4..	Valeant Pharmaceuticals 144A-Call 6.87..		02/23/2012..	Credit Suisse First Boston.....	41,100	40,000		.665	4FE
.983130-AS-4..	Wynn Las Vegas 144A-Call 5.375% 03/15/..		03/07/2012..	Various.....	.88,850	.90,000			3FE
.926587-AP-3..	Videotron 144A-NC 5.000% 07/15/22..	A	03/13/2012..	Various.....	.170,000	.170,000		.28	3FE
.30251G-AN-7..	FMG Resources 144A-Call 6.875% 04/01/2..	R	03/14/2012..	J P Morgan Securities.....	.30,000	.30,000			4FE
.705010-AB-2..	Pearson DOL Fin 144A-NC 6.250% 05/06/1..	F	02/15/2012..	Sterne, Agee & Leach..	.591,395	.500,000		.9,115	2FE
.780153-AJ-1..	Royal Caribbean NC 7.250% 03/15/18..	R	03/21/2012..	Bond Desk Trading.....	.27,277	.25,000		.55	3FE
.92769V-AC-3..	Virgin Media Finance PLC NC 5.250% 02/..	R	02/28/2012..	Merrill Lynch.....	.15,000	.15,000			3FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						5,610,010	5,405,000	62,148	XXX
<b>8399997 - Subtotals- Bonds - Part 3</b>						10,803,713	10,634,595	73,706	XXX
<b>8399999 - Subtotals - Bonds</b>						10,803,713	10,634,595	73,706	XXX

STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY

**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 <sup>(a)</sup>
9999999 Totals						10,803.713	XXX	73.706	XXX

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

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE 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 Identifi- cation	2 Description	3 For- eign	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					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 Design- ation or Market Indicator (a)			
										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.										
<b>Bonds - U.S. Governments</b>																								
3136FR-M7-5...	FNMA Call 2.00% 08/24/26.....		..02/24/2012..	Call 100.0000.....		..1,000,000	..1,000,000	..1,000,000	..1,000,000					0		1,000,000				0	10,000	..08/24/2026..	..1	
36202D-5P-2...	GNMA 11 3554 4.50% 05/20/34.....		..03/01/2012..	Paydown.....		..114,893	..114,893	..115,755	..115,731					..(837)		..(837)		..114,893			0	..779	..05/20/2034..	..1
36204D-5J-4...	GNMA Pool 367249 6.50% 12/15/23.....		..03/01/2012..	Paydown.....		..3,142	..3,142	..3,289	..3,263					..(121)		..(121)		..3,142			0	..34	..12/15/2023..	..1
36205G-AD-3...	GNMA Pool 389804 5.00% 01/15/33.....		..03/01/2012..	Paydown.....		..29,732	..29,732	..29,788	..29,779					..(47)		..(47)		..29,732			0	..226	..01/15/2033..	..1
<b>0599999 - Bonds - U.S. Governments</b>									1,147,767	1,147,767	1,148,832	1,148,773	0	(1,006)	0	(1,006)	0	1,147,767	0	0	0	11,039	XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																								
31281B-MU-1...	FG N31271 4.50% 01/01/36.....		..03/01/2012..	Paydown.....		32,642	32,642	33,020	33,007					..(365)		..(365)		..32,642				..231	..01/01/2036..	..1
31281B-TW-0...	FG N31465 5.00% 11/01/37.....		..03/01/2012..	Paydown.....		78,639	78,639	80,568	80,550					..(1,911)		..(1,911)		..78,639				..670	..11/01/2037..	..1
31288M-BV-0...	FHLMC Pool 60052 6.50% 04/01/14.....		..03/01/2012..	Paydown.....		..4,744	..4,744	4,910	..4,779					..(35)		..(35)		..4,744				..52	..04/01/2014..	..1
3128K9-QY-3...	FGLMC Pool A48571 6.00% 05/01/36.....		..03/01/2012..	Paydown.....		29,750	29,750	29,732	29,730					..20		..20		..29,750				..233	..05/01/2036..	..1
3128KJ-CZ-3...	FGLMC Pool A55488 5.50% 12/01/36.....		..03/01/2012..	Paydown.....		..119,383	..119,383	..118,898	..118,905					..478		..478		..119,383				..1,352	..12/01/2036..	..1
3128KJ-WA-6...	FGLMC Pool A56041 5.50% 01/01/37.....		..03/01/2012..	Paydown.....		..28,555	..28,555	..28,372	..28,374					..181		..181		..28,555				..256	..01/01/2037..	..1
3128MJ-BW-9...	FG G18309 4.50% 05/01/24.....		..03/01/2012..	Paydown.....		..54,267	..54,267	..54,004	..54,009					..258		..258		..54,267				..476	..04/01/2035..	..1
3128MM-KX-0...	FG G18309 4.50% 05/01/24.....		..03/01/2012..	Paydown.....		..123,498	..123,498	..130,561	..130,289					..(6,791)		..(6,791)		..123,498				..872	..05/01/2024..	..1
31292H-NB-6...	FG E02730 4.00% 10/01/25.....		..03/01/2012..	Paydown.....		..4,974	..4,974	4,905	..4,908					..65		..65		..4,974				..48	..01/01/2032..	..1
31294M-A7-6...	FHLMC Pool #C90473 6.50% 08/01/21.....		..03/01/2012..	Paydown.....		..151,899	..151,899	..158,023	..157,815					..(5,916)		..(5,916)		..151,899				..1,015	..10/01/2025..	..1
31335H-Q2-2...	FHR 2141 E NAS FGLMC 7.0 6.50% 08/01/21.....		..03/01/2012..	Paydown.....		..2,476	..2,476	..2,512	..2,500					..(24)		..(24)		..2,476				..27	..08/01/2021..	..1
31337K-G7-9...	FNMA Pool 253478 8.00% 06/00/04/15.....		..03/01/2012..	Paydown.....		..4,430	..4,430	..4,502	..4,448					..(19)		..(19)		..4,430				..48	..04/15/2029..	..1
31371J-07-2...	FNMA Pool 253543 7.00% 09/01/20.....		..03/01/2012..	Paydown.....		..1,053	..1,053	..1,066	..1,062					..(9)		..(9)		..1,053				..17	..09/01/2020..	..1
31371J-S8-8...	FNMA Pool 253477 5.50% 11/01/20.....		..03/01/2012..	Paydown.....		..3,071	..3,071	..3,041	..3,045					..26		..26		..3,071				..36	..11/01/2020..	..1
31371K-UA-7...	FNMA Pool 254915 4.50% 10/01/32.....		..03/01/2012..	Paydown.....		29,975	29,975	29,635	29,642					..333		..333		..29,975				..274	..10/01/2032..	..1
31371L-DU-0...	FNMA Pool 255029 5.00% 09/01/23.....		..03/01/2012..	Paydown.....		..25,165	..25,165	..24,473	..24,561					..604		..604		..25,165				..176	..09/01/2023..	..1
31371L-HE-2...	FNMA Pool 255042 4.50% 12/01/23.....		..03/01/2012..	Paydown.....		..16,375	..16,375	..16,344	..16,341					..34		..34		..16,375				..131	..12/01/2023..	..1
31371L-HT-9...	FNMA Pool 256676 5.50% 11/01/23.....		..03/01/2012..	Paydown.....		30,610	30,610	29,788	29,890					..720		..720		..30,610				..207	..11/01/2023..	..1
31371N-CM-5...	FN 257126 5.50% 04/01/27.....		..03/01/2012..	Paydown.....		..126,049	..126,049	..134,990	..134,829					..(8,780)		..(8,780)		..126,049				..1,089	..04/01/2027..	..1
31371N-SQ-9...	FN 257126 5.50% 02/01/23.....		..03/01/2012..	Paydown.....		..129,309	..129,309	..140,058	..139,580					..(10,271)		..(10,271)		..129,309				..1,207	..02/01/2023..	..1
3137A3-JW-0...	FHR 3753 AS 3.500% 11/15/25.....		..03/01/2012..	Paydown.....		..133,159	..133,159	..137,383	..136,819					..(3,660)		..(3,660)		..133,159				..836	..11/15/2025..	..1
3137A3-PN-3...	FHR 3762 GM 3.500% 08/15/28.....		..03/01/2012..	Paydown.....		..66,570	..66,570	..68,648	..67,800					..(1,229)		..(1,229)		..66,570				..390	..08/15/2028..	..1
3137A5-WW-0...	FHR 3786 WA 4.00% 12/15/28.....		..03/01/2012..	Paydown.....		..49,094	..49,094	..50,461	..50,024					..(930)		..(930)		..49,094				..324	..12/15/2028..	..1
3137A8-XZ-6...	FHR 3844 DA 4.500% 10/15/39.....		..03/01/2012..	Paydown.....		..63,283	..63,283	..67,505	..66,606					..(3,323)		..(3,323)		..63,283				..476	..10/15/2039..	..1
3138A8-XA-9...	FN AH6972 3.500% 02/01/26.....		..03/01/2012..	Paydown.....		..79,445	..79,445	..81,456	..81,397					..(1,952)		..(1,952)		..79,445				..471	..02/01/2026..	..1
31392E-SX-9...	FNR 2002-59 B 5.500% 09/25/17.....		..03/01/2012..	Paydown.....		..10,573	..10,573	..10,762	..10,601					..(28)		..(28)		..10,573				..96	..09/25/2017..	..1
31392W-U0-1...	FHR 2510 NM 5.000% 03/15/32.....		..03/01/2012..	Paydown.....		..38,219	..38,219	..39,257	..38,273					..(54)		..(54)		..38,219				..284	..03/15/2032..	..1

STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE 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 Identifi- cation	2 Description	3 For- eign	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					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 Design- ation or Market Indicator (a)
										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.							
31393A-GG-6...	FNR 2003-28 GA 4.000%		10/25/32...	Paydown...		32,726	32,726	32,206	32,546		180		180		32,726			0	.221	10/25/2032...	.1...
31393B-0C-2...	FNR 2003-37 QD 5.000%		05/25/32...	Paydown...		144,790	144,790	143,840	144,229		561		561		144,790			0	.1,317	05/25/2032...	.1...
31393J-HC-5...	FHR 2553 GB 5.000%		01/15/18...	Paydown...		159,835	159,835	159,204	159,451		383		383		159,835			0	.1,355	01/15/2018...	.1...
31393N-M8-9...	FHR 2591 TU 5.000%		08/15/31...	Paydown...		99,305	99,305	98,195	99,015		290		290		99,305			0	.877	08/15/2031...	.1...
31393V-MQ-1...	FHR 2628 AB 4.500%		06/15/18...	Paydown...		52,878	52,878	51,457	52,478		401		401		52,878			0	.370	06/15/2018...	.1...
31394B-UA-0...	FNR 2004-90 YB 4.000%		07/25/32...	Paydown...		95,946	95,946	92,738	95,416		530		530		95,946			0	.637	07/25/2032...	.1...
31394B-W4-2...	FNR 2004-95 EA 4.500%		08/25/33...	Paydown...		2,691	2,691	2,793	2,740		(49)		(49)		2,691			0	.22	08/25/2033...	.1...
31394C-V7-4...	FNR 2005-35 VG 5.000%		04/25/16...	Paydown...		30,470	30,470	30,223	30,350		120		120		30,470			0	.254	04/25/2016...	.1...
31394H-AY-7...	FHR 2661 DG 4.500%		11/15/32...	Paydown...		86,522	86,522	78,627	84,988		1,535		1,535		86,522			0	.586	11/15/2032...	.1...
31394P-RU-9...	FHR 2744 TU 5.500%		05/15/32...	Paydown...		67,696	67,696	65,813	67,054		642		642		67,696			0	.637	05/15/2032...	.1...
31394X-WZ-5...	FHR 2799 ME 5.000%		08/15/32...	Paydown...		149,481	149,481	148,477	148,958		523		523		149,481			0	.1,190	08/15/2032...	.1...
31395A-C8-6...	FHR 2806 AC 5.000%		01/15/33...	Paydown...		17,136	17,136	17,075	17,099		38		38		17,136			0	.131	01/15/2033...	.1...
31395E-YP-6...	FHR 2835 HB 5.500%		08/15/24...	Paydown...		85,679	85,679	89,053	87,396		(1,716)		(1,716)		85,679			0	.728	08/15/2024...	.1...
31395K-HC-0...	FHR 2904 PC 5.500%		05/15/31...	Paydown...		372,224	372,224	375,946	371,721		503		503		372,224			0	.3,534	05/15/2031...	.1...
31396F-LE-1...	FHR 3072 VG 5.000%		11/15/16...	Paydown...		702,376	702,376	697,547	700,830		1,545		1,545		702,376			0	.6,183	11/15/2016...	1FE...
31396J-2L-8...	FHR 3127 CY 5.500%		03/15/26...	Paydown...		42,789	42,789	44,501	43,653		(863)		(863)		42,789			0	.554	03/15/2026...	.1...
31397L-D0-9...	FNR 2008-24 AV 5.000%		03/25/19...	Paydown...		42,095	42,095	42,095	42,095		0		0		42,095			0	.351	03/25/2019...	.1...
31397S-ZF-4...	FNR 2011-42 VA 4.500%		06/25/22...	Paydown...		9,090	9,090	9,623	9,432		(342)		(342)		9,090			0	.68	06/25/2022...	.1...
31397U-CT-0...	FNR 2011-49 CA 3.500%		12/25/28...	Paydown...		32,911	32,911	33,508	33,420		(509)		(509)		32,911			0	.203	12/25/2028...	.1...
31402A-D6-0...	FNMA Pool 722925 5.000%		07/01/23...	Paydown...		47,142	47,142	47,760	47,701		(559)		(559)		47,142			0	.452	07/01/2023...	.1...
31402R-JV-2...	FNMA Pool 735676 5.000%		07/01/35...	Paydown...		83,669	83,669	86,649	86,551		(2,883)		(2,883)		83,669			0	.690	07/01/2035...	.1...
31403D-BW-8...	FNMA Pool 745353 5.500%		03/01/36...	Paydown...		75,139	75,139	73,096	73,145		1,994		1,994		75,139			0	.743	03/01/2036...	.1...
31403D-GZ-6...	FNMA Pool 745516 5.500%		05/01/36...	Paydown...		50,361	50,361	50,298	50,293		68		68		50,361			0	.470	05/01/2036...	.1...
31403D-TG-4...	FNMA Pool 745851 6.000%		09/01/36...	Paydown...		32,406	32,406	32,700	32,691		(284)		(284)		32,406			0	.334	09/01/2036...	.1...
31404A-GX-6...	FNMA Pool 762614 5.000%		12/01/23...	Paydown...		117,918	117,918	119,466	118,996		(1,078)		(1,078)		117,918			0	.1,209	12/01/2023...	.1...
31404S-GD-1...	FN 76996 5.000%		04/01/34...	Paydown...		56,276	56,276	58,439	58,374		(2,097)		(2,097)		56,276			0	.483	04/01/2034...	.1...
31407U-EQ-6...	FNMA Pool 840843 5.500%		12/01/35...	Paydown...		84,304	84,304	82,828	82,854		1,450		1,450		84,304			0	.745	12/01/2035...	.1...
31409X-GG-8...	FNMA Pool 881399 6.000%		05/01/36...	Paydown...		52,034	52,034	51,782	51,782		251		251		52,034			0	.480	05/01/2036...	.1...
31411B-GM-9...	FNMA Pool 903004 5.500%		12/01/36...	Paydown...		1,116	1,116	1,110	1,110		6		6		1,116			0	.10	12/01/2036...	.1...
31411J-3H-7...	FNMA Pool 909900 5.500%		03/01/37...	Paydown...		31,272	31,272	30,964	30,968		304		304		31,272			0	.311	03/01/2037...	.1...
31416B-4A-3...	FN 995517 5.500%		01/01/24...	Paydown...		66,267	66,267	71,641	71,502		(5,235)		(5,235)		66,267			0	.591	01/01/2024...	.1...
31417U-XS-9...	FN ACT7884 4.000%		03/01/25...	Paydown...		89,038	89,038	93,574	93,357		(4,318)		(4,318)		89,038			0	.523	03/01/2025...	.1...
31417Y-2J-5...	FN MA0776 4.500%		06/01/31...	Paydown...		86,004	86,004	90,627	90,582		(4,578)		(4,578)		86,004			0	.660	06/01/2031...	.1...

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**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

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31417Y-3N-5..	FN MA0804 4.000%		07/01/2012..	Paydown.....		55,236	55,236	.56,876	.56,838				(1,602)			.55,236				0	.344	.07/01/2031..	.1..	
31417Y-TV-9..	FN MA0563 4.000%		11/01/30..	Paydown.....		94,952	94,952	.97,919	.97,817				(2,865)			.94,952				0	.648	.11/01/2030..	.1..	
31417Y-W5-2..	FN MA0667 4.000%		10/01/30..	Paydown.....		108,049	108,049	.107,880	.107,876				173			.108,049				0	.755	.10/01/2030..	.1..	
38373T-Z2-4..	GNR 2002-15 PC 5.500%		11/20/31..	Paydown.....		17,202	17,202	.16,491	.17,072				130			.17,202				0	.158	.11/20/2031..	.1..	
38374E-DF-1..	GNR 2003-102 MU 4.250%		01/20/33..	Paydown.....		15,777	15,777	.15,762	.15,746				32			.15,777				0	.114	.01/20/2033..	.1..	
38374F-W6-7..	GNR 2004-21 PC 5.000%		04/20/33..	Paydown.....		49,357	49,357	.48,694	.49,001				356			.49,357				0	.604	.04/20/2033..	.1..	
38377T-2L-4..	GNR 2011-23 GQ 4.500%		02/20/26..	Paydown.....		76,681	76,681	.80,285	.79,616				(2,935)			.76,681				0	.581	.02/20/2026..	.1..	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						4,954,049	4,954,049	5,012,635	5,016,528		0	(62,479)	0	(62,479)	0	4,954,049	0	0	0	41,422	XXX	XXX		
Bonds - Industrial and Miscellaneous (Unaffiliated)																								
00130H-BR-5..	AES Corporation 144A-NC 7.375% 07/01/22..		01/17/2012..	Merrill Lynch.....		21,700	.20,000	.20,163	.20,157				(1)			.20,156				.1,544	.1,544	.881	.07/01/2021..	.3FE..
02076X-AC-6..	Alpha Natural Resources Call 6.250% 06/20/21..		03/05/2012..	Various.....		63,131	.65,000	.64,638	.64,653				5			.64,658				(1,527)	(1,527)	.935	.06/01/2021..	.3FE..
03077J-AB-6..	American Finance LLC Call 7.000% 05/20/20..		03/06/2012..	Various.....		41,000	.40,000	.40,388					(5)			.40,382				.618	.618	.439	.05/20/2022..	.3FE..
030981-AF-1..	Amerigas Partners Call 6.500% 05/20/21..		03/07/2012..	J P Morgan Securities.....		20,100	.20,000	.19,775					4			.19,779				.321	.321	.404	.05/20/2021..	.3FE..
032511-AY-3..	Anadarko Petroleum Corp NC 6.450% 09/1/20..		03/09/2012..	Citigroup Global Markets.....		29,109	.25,000	.21,475	.21,545				9			.21,554				.7,555	.7,555	.802	.09/15/2036..	.2FE..
039380-AD-2..	Arch Coal Inc. 144A-Call 7.000% 06/15/20..		03/28/2012..	Various.....		28,300	.30,000	.30,019	.30,018				0			.30,017				(1,717)	(1,717)	.603	.06/15/2019..	.4FE..
039380-AF-7..	Arch Coal Inc. 144A-Call 7.250% 06/15/20..		03/06/2012..	Various.....		88,565	.90,000	.90,363	.90,356				(4)			.90,352				(1,787)	(1,787)	.1,049	.06/15/2021..	.4FE..
058498-AL-0..	Ball Corp. Call 6.625% 03/15/18..		03/12/2012..	Redemption 100.5830..		10,058	.10,000	.9,825	.9,862				197			.10,058				0	.520	.03/15/2018..	.3FE..	
058498-AR-7..	Ball Corp. NC 5.000% 03/15/22..		02/24/2012..	Morgan Stanley.....		35,700	.35,000	.35,000					0			.35,000				.700	.700	.03/15/2022..	.3FE..	
1248EP-AU-7..	CCO Holdings Call 6.500% 04/30/21..		03/02/2012..	Macquarie Securities.....		42,650	.40,000	.39,988	.39,988				0			.39,988				.2,662	.2,662	.917	.04/30/2021..	.3FE..
12527G-AB-9..	CF Industries Inc NC 7.125% 05/01/20..		02/24/2012..	Citigroup Global Markets.....		55,125	.45,000	.49,200	.48,904				(61)			.48,844				.6,281	.6,281	.1,051	.05/01/2020..	.3FE..
126650-B0-2..	CVS Corp. PT-NC 6.943% 01/10/30..		03/10/2012..	Redemption 100.0000..		3,197	.3,197	.3,260	.3,255				(58)			.3,197				0	.0	.37	.12/10/2029..	.2FE..
16516T-CF-2..	Chesapeake Energy NC 6.625% 08/15/20..		02/02/2012..	Various.....		61,343	.61,000	.60,474	.60,527				4			.60,531				.812	.812	.1,928	.08/15/2020..	.3FE..
165258-AA-2..	Chesapeake Energy 011 144A-Call 6.625% 11/15/20..		02/01/2012..	Macquarie Securities.....		25,125	.25,000	.25,250	.25,246				(2)			.25,244				(119)	(119)	.451	.11/15/2019..	.3FE..
20854P-AF-6..	CONSOL Energy Inc. 144A-Call 8.250% 04/20/20..		03/28/2012..	Various.....		47,463	.45,000	.45,813	.45,711				(13)			.45,698				.1,764	.1,764	.1,270	.04/01/2020..	.4FE..
20854P-AH-2..	EnergySolutions Inc Call 6.375% 03/01/22..		03/06/2012..	Merrill Lynch.....		34,300	.35,000	.35,000	.35,000				0			.35,000				(700)	(700)	.1,165	.03/01/2021..	.4FE..
292757-AB-7..	Federal Express 1997-1 A 10.750% 08/15/20..		01/24/2012..	J P Morgan Securities.....		24,063	.25,000	.24,673	.24,711				2			.24,714				(651)	(651)	.1,209	.08/15/2018..	.5FE..
31331F-AU-5..	Federal Express 1997-1 A PT Certificates.....		02/10/2012..	Call 100.0000..		1,341,332	.1,341,332	.1,349,218	.1,345,234				(3,902)			1,341,332				0	.57,303	.01/15/2018..	.1FE..	
31331F-AU-5..	Federal Express 1997-1 A PT Certificates.....		01/15/2012..	Redemption 100.0000..		109,495	.109,495	.109,495	.109,495				0			.109,495				0	.4,106	.01/15/2018..	.1FE..	
31409J-SF-8..	FNMA Pool 872716 6.000% 06/01/36..		03/01/2012..	Paydown.....		21,204	.21,204	.21,058	.21,060				144			.21,204				0	.143	.06/01/2036..	.1..	
314275-AC-2..	Federated/Macy's NC 6.375% 03/15/37..		02/10/2012..	Goldman Sachs.....		11,670	.10,000	.5,500	.5,569				4			.5,573				.6,097	.6,097	.266	.03/15/2037..	.2FE..
319963-BC-7..	First Data Corp. 144A-Call 7.375% 06/1/20..		02/13/2012..	Various.....		55,825	.55,000	.55,606	.35,290				(11)			.55,579				.246	.246	.681	.06/15/2019..	.4FE..
35802X-AD-5..	Fresenius Med Care 144A-Call 5.625% 07/3/20..		02/27/2012..	Barclays Capital.....		10,650	.10,000	.10,000					0			.10,000				.650	.650	.56	.07/31/2019..	.3FE..
428040-BZ-1..	Hertz Corp. Call 8.875% 01/01/14..		03/15/2012..	Call 100.0000..		17,000	.17,000	.13,638	.15,397				1,603			.17,000				0	.1,065	.01/01/2014..	.4FE..	

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440543-AJ-5...	Hornbeck Offshore Service 144A-Call 5...		03/05/2012...	Sterne, Agee & Leach...		30,038	.30,000	.30,000					0		.30,000		.38	.38		.04/01/2020...	.3FE...	
44107T-AK-2...	Host Hotels & Resorts Call 6.00% 11/10/...		02/24/2012...	Various...		65,375	.60,000	.60,288	.60,279				-(4)		.60,275		.5,100	.5,100	.2,080	.11/01/2020...	.3FE...	
45661T-AM-3...	Energy LP/Energy Fin 144A-Call 7.000%		03/15/2012...	Barclays Capital...		9,713	.10,000	.10,000	.10,000				0		.10,000		-(288)	-(288)	.329	.10/01/2018...	.4FE...	
457030-AG-9...	8.875% 05/15/1...		02/07/2012...	First Union Capital...		38,369	.35,000	.34,201	.34,404				.10		.34,413		.3,956	.3,956	.733	.05/15/2017...	.4FE...	
517834-AB-3...	Las Vegas Sands Corp Call 6.375% 02/15/...		03/28/2012...	Call 101.0630...		35,372	.35,000	.35,438	.35,383				(11)		.35,372		0	.1,382	.2,254	.02/15/2015...	.3FE...	
629377-BN-1...	NRG Energy Inc. NC 7.625% 01/15/18...		01/19/2012...	J P Morgan Securities...		24,250	.25,000	.25,000	.25,000				0		.25,000		-(750)	-(750)	.1,001	.01/15/2018...	.4FE...	
629377-BP-6...	NRG Energy Inc. 144A-Call 7.625% 05/15/...		02/10/2012...	Various...		61,375	.65,000	.64,125	.64,141				.11		.64,152		(2,777)	(2,777)	.1,133	.05/15/2019...	.3FE...	
629855-AQ-0...	Peabody Energy Corp 144A- NC 6.000% 11/...		01/10/2012...	Call 113.0474...		79,133	.70,000	.70,000	.70,000				9,133		.79,133		0	0	.2,254	.01/15/2019...	.2FE...	
704549-AJ-3...	Peabody Energy Corp 144A- NC 6.000% 11/...		03/22/2012...	Barclays Capital...		9,975	.10,000	.10,000	.10,000				0		.10,000		(25)	(25)	.220	.11/15/2018...	.3FE...	
704549-AL-8...	QEP Resources Inc Call 6.250% 11/...		01/24/2012...	Keybanc Capital Markets...		10,375	.10,000	.10,000	.10,000				0		.10,000		.375	.375	.125	.11/15/2021...	.3FE...	
74733V-AB-6...	Qwest Communications Inc 5.375% 10/01/22...		02/28/2012...	First Union Capital...		35,350	.35,000	.35,000					0		.35,000		.350	.350	.5	.10/01/2022...	.3FE...	
749121-BV-0...	Range Resources Corporation NC 5.000%		03/01/2012...	Call 100.0000...		25,000	.25,000	.25,031	.25,030				(30)		.25,000		0	0	.1,021	.02/15/2014...	.2FE...	
75281A-AN-9...	Regency Energy Partners Call 6.500% 07/...		02/27/2012...	Bank of New York...		35,613	.35,000	.35,000					0		.35,000		.613	.613	.08/15/2022...	.3FE...		
75886A-AF-5...	Service Corp International NC 7.375%		02/22/2012...	Barclays Capital...		21,550	.20,000	.20,150	.20,144				(2)		.20,142		.1,408	.1,408	.979	.07/18/2019...	.4FE...	
817565-BJ-2...	Sprint Capital NC 6.900% 05/01/19...		01/20/2012...	Gleacher & Company...		32,925	.30,000	.33,075	.32,542				(57)		.32,485		.440	.440	.701	.10/01/2014...	.3FE...	
852060-AG-7...	Sprint Corp. 144A-NC 11.500% 11/15/21...		03/27/2012...	Merrill Lynch...		30,275	.35,000	.31,150					.16		.31,166		-(891)	-(891)	.1,000	.05/01/2019...	.4FE...	
852061-AH-3...	United States Steel Corp.		03/20/2012...	UBS Securities...		21,800	.20,000	.19,800	.19,802				.5		.19,807		.1,993	.1,993	.856	.11/15/2021...	.4FE...	
912909-AG-3...	Walmart Stores Sinking Fund 8.850% 01/...		03/12/2012...	Broadpoint Capital...		25,094	.25,000	.25,000					0		.25,000		.94	.94	.03/15/2022...	.4FE...		
93114K-AD-5...	Warner Chilcott Co Call 7.750% 09/15/1...		01/02/2012...	Redemption 100.0000...		.127,498	.127,498	.153,048	.134,456				(6,958)		.127,498		0	0	.5,642	.01/02/2015...	.1FE...	
93443T-AB-2...	WPX Energy Inc 144A-Call 6.000% 01/15/...		02/24/2012...	Merrill Lynch...		15,900	.15,000	.15,075	.15,071				(1)		.15,070		.830	.830	.530	.09/15/2018...	.4FE...	
98212B-AB-9...	Precision Drilling Corp 144A-Call 6.50... Videotron Call 6.875%		01/12/2012...	Bank of New York...		31,013	.30,000	.30,050	.30,048				(1)		.30,047		.965	.965	.320	.01/15/2022...	.3FE...	
740212-AD-7...	Redemption 100.0000...		01/17/2012...	Credit Suisse First Boston...		30,450	.30,000	.30,556	.30,537				(2)		.30,535		(85)	(85)	.190	.12/15/2021...	.3FE...	
92658T-AG-3...	Redemption 100.0000...		03/30/2012...	Call 100.0000...		27,000	.27,000	.27,338	.27,272				(272)		.27,000		0	0	.1,315	.01/15/2014...	.3FE...	
30251G-AH-0...	FMG Resources 144A-Call 8.250% 11/01/1...		03/27/2012...	Credit Suisse First Boston...		37,275	.35,000	.35,000	.35,000				0		.35,000		.2,275	.2,275	.1,219	.11/01/2019...	.4FE...	
30251G-AN-7...	FMG Resources 144A-Call 6.875% 04/01/2...		03/21/2012...	Bank of New York...		29,963	.30,000	.30,000					0		.30,000		(38)	(38)	.40	.04/01/2022...	.4FE...	
81180W-AC-5...	Seagate Hdd Cayman Call 7.000% 11/01/2...		02/23/2012...	Citigroup Global Markets...		44,300	.40,000	.40,250	.40,250				(3)		.40,247		.4,053	.4,053	.2,178	.11/01/2021...	.3FE...	
81180W-AE-1...	Seagate Hdd Cayman 144A- Call 7.750% 12/...		02/28/2012...	Citigroup Global Markets...		28,156	.25,000	.25,273	.25,270				(5)		.25,265		.2,891	.2,891	.414	.12/15/2018...	.3FE...	
92769V-AA-7...	Redemption 112.0000...		03/28/2012...	Virgin Media Finance PLC		45,920	.41,000	.43,358	.43,150				2,770		.45,920		0	0	.3,643	.08/15/2013...	.3FE...	
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						3,207,158	3,153,726	3,183,018	2,849,756		0	2,514	0	2,514	0	3,163,882	0	43,276	43,276	106,589	XXX	XXX
<b>8399997 - Subtotals - Bonds - Part 4</b>						9,308,974	9,255,542	9,344,485	9,015,057		0	(60,970)	0	(60,970)	0	9,265,699	0	43,276	43,276	159,051	XXX	XXX
<b>8399999 - Subtotals - Bonds</b>						9,308,974	9,255,542	9,344,485	9,015,057		0	(60,970)	0	(60,970)	0	9,265,699	0	43,276	43,276	159,051	XXX	XXX
<b>9999999 Totals</b>						9,308,974	XXX	9,344,485	9,015,057		0	(60,970)	0	(60,970)	0	9,265,699	0	43,276	43,276	159,051	XXX	XXX

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

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part D

**NONE**

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

# **SCHEDULE DL - PART 1**

## **SECURITIES LENDING COLLATERAL ASSETS**

**Reinvested Collateral Assets Owned Current Statement Date**

## General Interrogatories:

1. Total activity for the year to date ..... Fair Value \$ ..... 7,352,305 Book/Adjusted Carrying Value \$ ..... 7,352,305  
 2. Average balance for the year to date ..... Fair Value \$ ..... 11,765,346 Book/Adjusted Carrying Value \$ ..... 11,765,346  
 3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:  
 NAIC 1 \$ 5,042,839 ..... NAIC 2 \$ 2,309,466 ..... NAIC 3 \$ ..... NAIC 4 \$ ..... NAIC 5 \$ ..... NAIC 6 \$ .....

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

# **SCHEDULE DL - PART 2**

## **SECURITIES LENDING COLLATERAL ASSETS**

### General Interrogatories:

1. Total activity for the year to date.....	Fair Value \$.....	Book/Adjusted Carrying Value	\$.....
2. Average balance for the year to date.....	Fair Value \$.....	Book/Adjusted Carrying Value	\$.....
3. Grand Total Schedule DL Part 1 and Part 2.....	Fair Value \$.....7,352,305	Book/Adjusted Carrying Value	\$.....7,352,305

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

## **SCHEDULE E - PART 1 - CASH**

Month End Depository Balances							9	
1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
<b>Open Depositories</b>								
PNC Bank.....					13,660,296	15,011,351	12,748,450	XXX
Fifth Third Bank.....					2,083	2,380	1,860	XXX
0199998 Deposits in ..... depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX	XXX						XXX
0199999 Total Open Depositories	XXX	XXX	0	0	13,662,379	15,013,731	12,750,310	XXX
0399999 Total Cash on Deposit	XXX	XXX	0	0	13,662,379	15,013,731	12,750,310	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX				XXX
<b>0599999 Total</b>	<b>XXX</b>	<b>XXX</b>	<b>0</b>	<b>0</b>	<b>13,662,379</b>	<b>15,013,731</b>	<b>12,750,310</b>	<b>XXX</b>

**STATEMENT AS OF MARCH 31, 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

## **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**

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