



QUARTERLY STATEMENT

AS OF JUNE 30, 2012
OF THE CONDITION AND AFFAIRS OF THE
BCS Insurance Company

NAIC Group Code 00023 , 00023 NAIC Company Code 38245 Employer's ID Number 36-6033921
(Current Period) (Prior Period)

Organized under the Laws of Ohio , State of Domicile or Port of Entry Ohio
Country of Domicile United States

Incorporated/Organized 12/05/1950 Commenced Business 11/30/1952

Statutory Home Office 6740 North High Street , Worthington, OH 43085
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 2 Mid America Plaza, Suite 200 Oakbrook Terrace, IL 60181 630-472-7700
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 2 Mid America Plaza, Suite 200 , Oakbrook Terrace, IL 60181
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 2 Mid America Plaza, Suite 200 Oakbrook Terrace, IL 60181 630-472-7700
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.bcsf.com

Statutory Statement Contact Elias Georgopoulos 630-472-7749
(Name) (Area Code) (Telephone Number) (Extension)
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OFFICERS

Name	Title	Name	Title
<u>Howard Francis Beacham III</u>	<u>President & CEO</u>	<u>Henry Alan Carpenter</u>	<u>Secretary, General Counsel & SVP</u>
<u>Susan Ann Pickar</u>	<u>Treasurer & Senior Vice President</u>	<u>Steven Scott Martin</u>	<u>Chairman of the Board</u>

OTHER OFFICERS

<u>Matthew Thomas Brannigan</u>	<u>Senior Vice President</u>	<u>David John Jacobs</u>	<u>Senior Vice President</u>
<u>Dale Edward Palka</u>	<u>Senior Vice President</u>		

DIRECTORS OR TRUSTEES

<u>Howard Francis Beacham III</u>	<u>Matthew Thomas Brannigan</u>	<u>Henry Alan Carpenter</u>	<u>David John Jacobs</u>
<u>Susan Ann Pickar</u>	<u>Steven Scott Martin</u>		

State of Illinois

County of Du Page ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Howard Francis Beacham III
President, Chairman & CEO

Henry Alan Carpenter
Secretary, General Counsel & SVP

Susan Ann Pickar
Treasurer & Senior Vice President

a. Is this an original filing? Yes [X] No []

Subscribed and sworn to before me this
31st day of July, 2012

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

Laura Jameson, Notary Public
October 24, 2013

STATEMENT AS OF JUNE 30, 2012 OF THE BCS 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	182,874,395		182,874,395	175,120,652
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	3,805,220		3,805,220	3,970,665
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 (\$6,822,216), cash equivalents (\$0) and short-term investments (\$2,140,872)	8,963,088		8,963,088	5,700,423
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives			0	0
8. Other invested assets	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	195,642,703	0	195,642,703	184,791,740
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	1,587,039		1,587,039	1,456,673
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	32,146,907	2,666,358	29,480,549	25,653,772
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)			0	581,697
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	6,301,256		6,301,256	9,456,593
16.2 Funds held by or deposited with reinsured companies	400,000		400,000	400,000
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	3,203,375	1,165,799	2,037,576	1,790,591
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software			0	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	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	8,505,626	830	8,504,796	6,425,347
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	247,786,906	3,832,987	243,953,919	230,556,413
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	247,786,906	3,832,987	243,953,919	230,556,413
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
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. Unapplied Claim Payments	7,254,167		7,254,167	5,200,988
2502. State Income Tax & Premium Tax Recoverable	52,887		52,887	39,337
2503. Miscellaneous Accounts Receivable	8,157	830	7,327	10,193
2598. Summary of remaining write-ins for Line 25 from overflow page	1,190,415	0	1,190,415	1,174,829
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	8,505,626	830	8,504,796	6,425,347

STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 18,884,160)	27,065,988	27,766,871
2. Reinsurance payable on paid losses and loss adjustment expenses		0
3. Loss adjustment expenses	5,999,448	4,890,751
4. Commissions payable, contingent commissions and other similar charges	169,332	84,844
5. Other expenses (excluding taxes, licenses and fees)	266,961	329,404
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,975,003	2,259,790
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	4,396,658	2,615,231
7.2 Net deferred tax liability		0
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 16,394,185 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)	12,436,559	15,363,027
10. Advance premium		0
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	25,372,902	17,791,952
13. Funds held by company under reinsurance treaties	68,750	68,750
14. Amounts withheld or retained by company for account of others		0
15. Remittances and items not allocated	2,582,942	3,020,524
16. Provision for reinsurance	1,401,800	1,401,800
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	5,973,620	4,711,967
20. Derivatives		0
21. Payable for securities	507,207	0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	3,641,752	3,635,089
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	91,858,922	83,940,000
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	91,858,922	83,940,000
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	3,000,000	3,000,000
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus	36,484,581	36,484,581
35. Unassigned funds (surplus)	112,610,416	107,131,832
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		0
36.2 shares preferred (value included in Line 31 \$)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	152,094,997	146,616,413
38. Totals (Page 2, Line 28, Col. 3)	243,953,919	230,556,413
DETAILS OF WRITE-INS		
2501. Retroactive Reinsurance Reserve Ceded	(94,202)	(111,919)
2502. Allowance for Doubtful Accounts	2,752,000	2,752,000
2503. Retroactive Reinsurance Reserve Assumed	393,261	426,261
2598. Summary of remaining write-ins for Line 25 from overflow page	590,693	568,747
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	3,641,752	3,635,089
2901.		0
2902.		0
2903.		0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		0
3202.		0
3203.		0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

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 \$ 146,068,982)	139,218,684	124,711,881	246,334,102
1.2 Assumed (written \$ 5,103,383)	6,177,422	8,934,501	16,798,750
1.3 Ceded (written \$ 102,384,549)	93,717,847	80,137,177	153,017,136
1.4 Net (written \$ 48,787,816)	51,678,259	53,509,205	110,115,716
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 32,438,275):			
2.1 Direct	76,683,625	74,518,078	141,638,853
2.2 Assumed	2,205,329	6,400,766	9,100,285
2.3 Ceded	50,792,764	47,439,105	86,909,762
2.4 Net	28,096,190	33,479,739	63,829,376
3. Loss adjustment expenses incurred	3,947,961	2,139,302	5,117,537
4. Other underwriting expenses incurred	16,389,262	15,761,176	37,408,103
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	48,433,413	51,380,217	106,355,016
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	3,244,846	2,128,988	3,760,701
INVESTMENT INCOME			
9. Net investment income earned	3,487,391	3,694,080	7,272,537
10. Net realized capital gains (losses) less capital gains tax of \$ 306,648	661,920	509,447	866,662
11. Net investment gain (loss) (Lines 9 + 10)	4,149,311	4,203,527	8,139,199
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)	0	0	0
13. Finance and service charges not included in premiums	0	0	0
14. Aggregate write-ins for miscellaneous income	(15,236)	(60,724)	(786,763)
15. Total other income (Lines 12 through 14)	(15,236)	(60,724)	(786,763)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	7,378,921	6,271,791	11,113,137
17. Dividends to policyholders	0	0	0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	7,378,921	6,271,791	11,113,137
19. Federal and foreign income taxes incurred	2,145,624	1,731,960	3,774,121
20. Net income (Line 18 minus Line 19)(to Line 22)	5,233,297	4,539,831	7,339,016
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	146,616,413	142,045,303	142,045,303
22. Net income (from Line 20)	5,233,297	4,539,831	7,339,016
23. Net transfers (to) from Protected Cell accounts	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 231,908	450,172	159,525	(177,905)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	146,582	(486,420)	(25,310)
27. Change in nonadmitted assets	(444,090)	31,676	(228,891)
28. Change in provision for reinsurance	0	0	1,164,200
29. Change in surplus notes	0	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0	0
31. Cumulative effect of changes in accounting principles	92,623	0	0
32. Capital changes:			
32.1 Paid in	0	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0	0
32.3 Transferred to surplus	0	0	0
33. Surplus adjustments:			
33.1 Paid in	0	0	0
33.2 Transferred to capital (Stock Dividend)	0	0	0
33.3 Transferred from capital	0	0	0
34. Net remittances from or (to) Home Office	0	0	0
35. Dividends to stockholders	0	0	(3,500,000)
36. Change in treasury stock	0	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	5,478,584	4,244,612	4,571,110
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	152,094,997	146,289,915	146,616,413
DETAILS OF WRITE-INS			
0501.	0	0	0
0502.	0	0	0
0503.	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Retroactive Reinsurance Ceded	(17,171)	(59,872)	(65,001)
1402. Allowance for Doubtful Accounts	0	0	(189,000)
1403. Retroactive Reinsurance Assumed	0	0	(33,039)
1498. Summary of remaining write-ins for Line 14 from overflow page	2,481	(852)	(499,723)
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(15,236)	(60,724)	(786,763)
3701.	0	0	0
3702.	0	0	0
3703.	0	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

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.....	52,394,515	55,397,905	115,951,809
2. Net investment income	3,809,123	3,856,671	7,833,239
3. Miscellaneous income	(15,236)	(786,311)	(786,763)
4. Total (Lines 1 to 3)	56,188,402	58,468,265	122,998,285
5. Benefit and loss related payments	25,641,736	32,806,524	65,875,640
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	19,517,347	17,046,989	39,746,369
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	670,845	1,538,856	3,180,460
10. Total (Lines 5 through 9)	45,829,928	51,392,369	108,802,469
11. Net cash from operations (Line 4 minus Line 10)	10,358,474	7,075,896	14,195,816
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	25,833,786	20,552,936	43,444,756
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	507,207	7,280	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	26,340,993	20,560,216	43,444,756
13. Cost of investments acquired (long-term only):			
13.1 Bonds	32,197,463	27,349,130	52,968,650
13.2 Stocks	0	0	60,000
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	7,615	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	32,197,463	27,356,745	53,028,650
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(5,856,470)	(6,796,529)	(9,583,894)
Cash from Financing and Miscellaneous Sources			
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	0	0	0
16.5 Dividends to stockholders	0	0	3,500,000
16.6 Other cash provided (applied).....	(1,239,339)	(157,265)	(356,581)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(1,239,339)	(157,265)	(3,856,581)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	3,262,665	122,102	755,341
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	5,700,423	4,945,082	4,945,082
19.2 End of period (Line 18 plus Line 19.1)	8,963,088	5,067,184	5,700,423

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

a. Accounting Practices

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

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

No Change

c. Accounting Policies

No Change

2. Accounting Changes and Corrections of Errors

Accounting changes adopted to conform to the provisions of NAIC SAP or other state prescribed practices are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is generally reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. Generally, the cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at the date if the new accounting principles had been applied retroactively for all prior periods.

Effective January 1, 2012, the Company adopted Statement of Statutory Accounting Principle ("SSAP") No. 101, *Income Taxes, A Replacement of SSAP No. 10R and SSAP No. 10* ("SSAP No. 101"). SSAP No. 101 changes statutory accounting for income taxes in two key areas (1) tax contingencies and (2) the admissibility of deferred tax assets.

Under SSAP No. 101, Federal and foreign income tax contingencies are now determined under a modified version of SSAP No. 5 – Revised, Liabilities, Contingencies and Impairment of SSAP ("SSAP No. 5R"). Under this standard, the recognition of tax loss contingencies uses a more likely than not model.

SSAP No. 101 also provides for a three-step calculation to determine the admitted portion of adjusted gross deferred tax assets. In the first part of the admissibility test, all filers will be allowed to use a reversal period that corresponds to the tax loss carryback provisions of the Internal Revenue Code. (The carry back period for the Company is two years.) In the second part of the admissibility test, the reversal period and surplus limitation parameters (one year & 10 percent or three years & 15 percent) are determined based upon risk-based capital ("RBC") levels. Companies not meeting the minimum threshold are prohibited from admitting anything in this part of the admissibility test. For purposes of determining test parameters, the Company used prior year-end calculations of RBC and current period surplus thresholds.

As a result of the Company's adoption of this guidance effective January 1, 2012, the Company was able to admit more deferred tax assets. This resulted in a \$92,623 increase to statutory surplus.

3. Business Combinations and Goodwill

a. Statutory Purchase Method

None

b. Statutory Merger

None

c. Impairment Loss

None

4. Discontinued Operations

Not Applicable

NOTES TO FINANCIAL STATEMENTS

5. Investments

a. Mortgage Loans

No Change

b. Troubled Debt Restructuring for Creditors

No Change

c. Reverse Mortgages

No Change

d. Loan Backed Securities

- Anticipated prepayments for loan-backed and structured securities are used to determine the effective yield of an issue at purchase. Changes in the estimated cash flows of the issue are incorporated when determining the statement value at the end of each quarter and year-end. Prepayments for loan-backed and structured securities were obtained from the broker dealer survey or Bloomberg Systems. These assumptions are consistent with the current interest rate and economic environment. The retrospective scientific method is used to value most loan-backed and structured securities. For structured securities deemed to be high-risk, meaning the Company might not recover substantially all of its recorded investment due to unanticipated prepayment events, changes in investment yields due to changes in estimated future cash flows are accounted for on a prospective basis.

- The Company has the following recognized other-than-temporary impairments on loan-backed securities:

	Amortized Cost Basis Before Other-than- Temporary Impairment	Other-than-Temporary Impairment Recognized in Loss		Fair Value C1-(C2a + C2b)
		2a	2b	
		Interest	Non-interest	
Aggregate intent to sell	\$ -	\$ -	\$ -	-
Aggregate intent & ability	-	-	-	-

- The following table details loan-backed securities held as of June 30, 2012, with recognized other-than-temporary impairment charges in a prior period, that did not have additional impairments in 2012:

CUSIP	Book/adj carrying value amortized cost before current period OTTI	Projected cash flows	Recognized other-than- temporary impairment (In dollars)	Amortized cost after other-than- temporary impairment	Fair value	Date of financial statement reported
07387AAW5	\$ 222,340	217,469	4,871	217,469	139,284	September 2009
126670CM8	512,487	502,736	9,751	502,736	125,173	September 2009
126683AB7	510,256	352,195	158,061	352,195	300,707	September 2009
17307G6K9	318,395	307,806	10,589	307,806	202,617	September 2009
74958WAB2	358,941	326,537	32,404	326,537	166,582	September 2009
94983RAD6	246,682	242,840	3,842	242,840	159,505	September 2009
05949CKQ8	66,778	60,225	6,553	60,225	52,444	December 2009
07387AAW5	198,654	181,650	17,004	181,650	152,464	December 2009
126670CM8	502,507	361,137	141,370	361,137	162,417	December 2009
126683AB7	325,918	305,239	20,679	305,239	244,815	December 2009
17307G6K9	282,569	256,900	25,669	256,900	214,043	December 2009
74958WAB2	291,994	285,580	6,414	285,580	201,191	December 2009
78473WAC7	163,349	148,496	14,853	148,496	112,800	December 2009
94983RAD6	218,786	201,407	17,379	201,407	172,869	December 2009
94984GAD9	309,125	276,997	32,128	276,997	254,515	December 2009
05949CHQ2	94,361	86,742	7,619	86,742	82,868	June 2010
05949CKQ8	56,643	54,666	1,977	54,666	53,299	June 2010
07387AAW5	173,208	170,021	3,187	170,021	154,396	June 2010
126670CM8	359,686	228,671	131,015	228,671	176,566	June 2010
17307G6K9	244,330	227,920	16,410	227,920	219,649	June 2010
3623414F3	201,000	198,994	2,006	198,994	182,503	June 2010
590219AE1	232,338	223,683	8,655	223,683	219,172	June 2010
74958WAB2	262,652	242,236	20,416	242,236	197,438	June 2010
94983RAD6	187,226	185,231	1,995	185,231	169,665	June 2010

(Continued on page 6.2)

NOTES TO FINANCIAL STATEMENTS

(Continued from page 6.1)

<u>CUSIP</u>	<u>Book/adj carrying value amortized cost before current period OTTI</u>	<u>Projected cash flows</u>	<u>Recognized other-than- temporary impairment</u> (In dollars)	<u>Amortized cost after other-than- temporary impairment</u>	<u>Fair value</u>	<u>Date of financial statement reported</u>
05949CHQ2	83,300	80,681	2,619	80,681	75,430	September 2010
07387AAW5	163,922	158,478	5,444	158,478	148,810	September 2010
126670CM8	228,466	178,226	50,239	178,226	185,929	September 2010
12668XAC9	653,073	481,764	171,309	481,764	327,661	September 2010
17307G6K9	220,422	216,777	3,645	216,777	209,478	September 2010
32051GRD9	710,127	707,617	2,510	707,617	466,547	September 2010
3623414F3	191,743	179,560	12,184	179,560	170,314	September 2010
78473WAC7	133,540	128,811	4,729	128,811	111,084	September 2010
94983RAD6	173,702	163,905	9,797	163,905	157,933	September 2010
126670CM8	176,119	111,448	64,671	111,448	183,181	December 2010
12668XAC9	473,126	472,382	743	472,382	349,280	December 2010
32051GRD9	688,923	688,543	380	688,543	451,067	December 2010
45254NML8	36,296	35,090	1,206	35,090	27,963	December 2010
61913PA7	28,121	27,525	596	27,525	20,422	December 2010
94984GAD9	220,030	217,647	2,383	217,647	223,257	December 2010
1248MGAP9	222,340	296,423	21,875	296,423	174,517	December 2011
12544LAA9	512,487	513,764	3,598	513,764	475,047	December 2011
225458EZ7	510,256	424,292	10,068	424,292	338,684	December 2011
74958TAB9	318,395	211,442	16,921	211,442	171,336	December 2011
949834AA3	358,941	421,464	2,935	421,464	392,751	December 2011
\$	<u>12,443,554</u>	<u>11,361,217</u>	<u>1,082,699</u>	<u>11,361,217</u>	<u>8,777,673</u>	

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 (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):
- a. The aggregate amount of unrealized losses:
- | | |
|------------------------|-------------|
| a. Less than 12 months | \$62,716 |
| b. 12 Months or Longer | \$1,359,770 |
- b. The aggregate related fair value of securities with unrealized losses was
- | | |
|------------------------|-------------|
| a. Less than 12 months | \$994,911 |
| b. 12 Months or Longer | \$8,445,760 |

NOTES TO FINANCIAL STATEMENTS

5. The Company periodically reviews its fixed maturity securities on a case-by-case basis to determine if any decline in fair value below amortized cost is other-than-temporary. Factors considered when determining whether a decline is other-than-temporary include the length of time a security has been in an unrealized loss position, reasons for the decline in value, expectations for the amount and timing of a recovery in fair value, and the Company's intent to sell and whether the Company is more likely than not will be required to sell the security. When the Company intends to sell an impaired security or more likely than not will be required to sell an impaired security before recovery of its amortized cost basis, an other than temporary impairment is recognized in earnings. If the Company does not expect to recover the entire amortized cost basis of an impaired debt security, even if it does not intend to sell the security and it is not more likely than not that it will not be required to sell the security before recovery of its amortized cost basis, the entity must consider, based upon an estimate of the present value of cash flows expected to be collected on the debt security as compared to its amortized cost basis, whether a credit loss exists. The portion of the total other than temporary impairment related to a credit loss is recognized in the statement of income. For structured securities the difference between amortized cost and net present value of future cash flows is considered to be a credit loss. For all other securities, the difference between fair market value and amortized cost is considered to be a credit loss. If it is determined that a decline in fair value of an investment is temporary, an other-than-temporary impairment loss is not recorded.

Generally, securities with fair values that are less than 80% of cost and other securities the Company determines are underperforming or potential problem securities are subject to regular review. To facilitate the review, securities with significant declines in value, or where objective criteria evidencing credit deterioration have been met, are included on a watch list. Among the criteria for securities to be included on a watch list are: credit deterioration which has led to a significant decline in value of the security; a significant covenant related to the security has been breached; and an issuer has filed or indicated a possibility of filing for bankruptcy, has missed or announced it intends to miss a scheduled interest or principal payment, or has experienced a specific material adverse change that may impair its creditworthiness.

When performing these reviews, the Company considers the relevant facts and circumstances relating to each investment and exercises considerable judgment in determining whether a security is other-than-temporarily impaired. Assessment factors include judgments about an obligor's current and projected financial position, an issuer's current and projected ability to service and repay its debt obligations, the existence of, and realizable value of, any collateral backing the obligations, the macro-economic and the micro-economic outlooks for specific industries and issuers. Assessing the duration of asset-backed securities can also involve assumptions regarding underlying collateral such as prepayment rates, default and recovery rates, and third-party servicing capabilities.

Among the factors considered is whether the decline in fair value results from a change in the quality of the security itself, or from a downward movement in the market as a whole, the likelihood of recovering the carrying value based on the current and short-term prospects of the issuer, and the Company's ability and intent to hold the security until such a recovery may occur. Unrealized losses that are considered to be primarily the result of market conditions, such as increasing interest rates, unusual market volatility, or industry-related events, and where the Company also believes there exists a reasonable expectation for recovery and, furthermore, has the intent and ability to hold the investment until maturity or the market recovery, are usually determined to be temporary. To the extent factors contributing to recognize other-than-temporary impairment losses affected other investments, such investments were reviewed for other-than-temporary impairment and losses were recorded when appropriate.

In addition to the review procedures described above, investment in structured securities where market prices are depressed are subject to a review of their future estimated cash flows, including expected and stress case scenarios, to identify potential shortfalls in contractual payments. Even in the case of severely depressed market values on structured securities, the Company places significant importance on the results of its cash flow testing and its ability and intent to hold these securities until their fair values recover when reaching other-than-temporary impairment conclusions. If there has been an adverse change in estimated cash flows which results in negative yield, an other-than-temporary impairment is recognized in the consolidated statements of income.

There are inherent uncertainties in assessing the fair values assigned to the Company's investments and in determining whether a decline in fair value is other-than-temporary. The Company's review of fair value involves several criteria including economic conditions, credit loss experience, other issuer-specific developments and future cash flows. These assessments are based on the best available information at the time. Factors such as market liquidity, the widening of bid/ask spreads and a change in the cash flow assumptions can contribute to future price volatility. If actual experience differs negatively from the assumptions and other consideration, realized losses may be recognized in the consolidated statements of income in future periods.

The Company currently does not have the intent to sell securities with unrealized losses not considered other-than-temporary until they mature or recover in value. However, if the specific facts and circumstances surrounding a security or the outlook for its industry sector change, the Company may sell the security and realize a loss.

e. Repurchase Agreements

None

f. Real Estate

None

g. Low Income Housing Tax Credits

Not Applicable

NOTES TO FINANCIAL STATEMENTS

6. Joint Ventures, Partnerships and Limited Liability Companies

a. Detail for Those Greater than 10% of Admitted Assets

Not Applicable

b. Write-downs for Impairments

Not Applicable

7. Investment Income

a. Accrued Investment Income

No Change

b. Amounts Nonadmitted

The total amount excluded was \$830

8. Derivative Instruments

None

9. Income Taxes

The June 30, 2012 and December 31, 2011 balances and related disclosures are calculated and presented pursuant to SSAP 101.

On January 1, 2012, as a result of applying paragraph 11.b., the Company increased its admitted asset threshold. The Company computed the following balances related to deferred taxes.

	January 1, 2012	December 31, 2011	Change
Gross DTA	3,999,631	3,999,631	-
Statutory Valuation Allowance Adjustment	-	-	-
Adjusted Gross DTA	3,999,631	3,999,631	-
Deferred Tax Assets Nonadmitted	1,405,486	1,498,109	(92,623)
Admitted Adjusted Gross DTA	2,594,145	2,501,522	92,623
Gross DTL	710,931	710,931	-
Net Admitted Adjusted Gross DTA	1,883,214	1,790,591	92,623

a. The net deferred tax asset at June 30, 2012 and the change from the prior year are comprised of the following components:

	June 30, 2012			December 31, 2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Total gross deferred tax assets	2,973,255	870,081	3,843,336	2,818,894	1,180,737	3,999,631	154,361	(310,656)	(156,295)
Total gross deferred tax liabilities	<u>28,600</u>	<u>611,361</u>	<u>639,961</u>	<u>43,319</u>	<u>667,612</u>	<u>710,931</u>	<u>(14,719)</u>	<u>(56,251)</u>	<u>(70,970)</u>
Net deferred tax assets	2,944,655	258,720	3,203,375	2,775,575	513,125	3,288,700	169,080	(254,405)	(85,325)
Nonadmitted deferred tax assets	<u>907,079</u>	<u>258,720</u>	<u>1,165,799</u>	<u>984,984</u>	<u>513,125</u>	<u>1,498,109</u>	<u>(77,905)</u>	<u>(254,405)</u>	<u>(332,310)</u>
Net admitted deferred tax assets	<u>2,037,576</u>	<u>-</u>	<u>2,037,576</u>	<u>1,790,591</u>	<u>-</u>	<u>1,790,591</u>	<u>246,985</u>	<u>-</u>	<u>246,985</u>

NOTES TO FINANCIAL STATEMENTS

The admission calculation components of SSAP No. 101 paragraph 11 are as follows:

	June 30, 2012			December 31, 2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	2,010,468	-	2,010,468	1,790,591	-	1,790,591	219,877	-	219,877
b. Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets from a, above) After Application of the Threshold Limitation. (The Lesser of b.i. and b.ii. Below) Assets Expected To Be Realized Following the Balance Sheet Date	27,105	-	27,105	-	-	-	27,105	-	27,105
ii. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets from a. and b. above) Offset by Gross Deferred Tax Liabilities	28,600	611,361	639,961	43,319	667,612	710,931	(14,719)	(56,251)	(70,970)
Deferred Tax Assets Admitted as the result of application of SSAP No. 101. (Total a + b + c)	2,066,173	611,361	2,677,534	1,833,910	667,612	2,501,522	232,263	(56,251)	176,012

The Company's risk-based capital level used for purposes of paragraph 11.b. is based on the following:

	June 30 2012	December 31, 2011	Change
Recovery Period and Threshold Limitation Amount	2285%	2205%	80%
Amount of Adjusted Capital and Surplus Used To Determine Recovery Period and Threshold Limitation	152,094,997	146,616,413	5,478,584

	June 30, 2012		
	Ordinary	Capital	Total %
Impact of Tax Planning Strategies			
Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0%	23%	23%
Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)	0%	0%	0%

b. Unrecognized DTL's

Not Applicable

c. Current Tax and Change in Deferred Tax

Income tax expense for the years ended June 30, 2012 and December 31, 2011 is comprised of the following components:

	June 30, 2012	December 31, 2011
Current tax expense on realized capital gains	306,648	34,296
Current tax expense	2,145,624	3,774,121
Federal income taxes incurred	2,452,272	3,808,417

NOTES TO FINANCIAL STATEMENTS

The main components of deferred income tax assets and liabilities and the changes therein are as follows:

	June 30, 2012	December 31, 2011	Change
Deferred Tax Assets			
<u>Ordinary</u>			
Discounting of unpaid losses and LAE	387,225	339,287	47,938
Change in unearned premium reserve	743,506	869,567	(126,061)
Statutory nonadmitted assets	906,844	674,360	232,484
Allowance for doubtful accounts	<u>935,680</u>	<u>935,680</u>	-
Subtotal	2,973,255	2,818,894	154,361
Deferred tax assets nonadmitted	<u>907,079</u>	<u>984,984</u>	(77,905)
Admitted ordinary deferred tax assets	2,066,176	1,833,910	232,266
<u>Capital</u>			
Unrealized losses on bonds	368,403	656,561	(288,158)
Other than temporary impairment	<u>501,678</u>	<u>524,176</u>	(22,498)
Subtotal	870,081	1,180,737	(310,656)
Deferred tax assets nonadmitted	<u>258,720</u>	<u>513,125</u>	(254,405)
Admitted capital deferred tax assets	611,361	667,612	(56,251)
Admitted deferred tax assets	2,677,537	2,501,522	176,015
Deferred Tax Liabilities			
<u>Ordinary</u>			
Bond discount accrual	<u>28,600</u>	<u>43,319</u>	(14,719)
Total ordinary deferred tax liabilities	28,600	43,319	(14,719)
<u>Capital</u>			
Unrealized capital losses	602,929	659,180	(56,251)
Tax free exchanges on securities	<u>8,432</u>	<u>8,432</u>	-
Total capital deferred tax liabilities	611,361	667,612	(56,251)
Total deferred tax liabilities	<u>639,961</u>	<u>710,931</u>	(70,970)
Net admitted deferred tax assets	<u>2,037,576</u>	<u>1,790,591</u>	<u>246,985</u>

The change in net deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	June 30, 2012	December 31, 2011	Change
Total adjusted gross deferred tax assets	3,843,336	3,999,631	(156,295)
Total gross deferred tax liabilities	<u>639,961</u>	<u>710,931</u>	(70,970)
Net deferred tax assets	3,203,375	3,288,700	(85,325)
Deferred tax on change in net unrealized capital losses			<u>231,907</u>
Change in net deferred income tax			146,582

NOTES TO FINANCIAL STATEMENTS

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

The significant items that cause the difference between the statutory federal income tax rate of 34% and BCSI's effective income tax rate are as follows:

	June 30, 2012
Current income taxes incurred	2,452,272
Change in net deferred income tax	<u>(146,582)</u>
Total income tax reported	<u>2,305,690</u>
Income before taxes	7,685,569
Expected income tax expense at 34% statutory rate	2,613,093
Increase (decrease) in actual tax reported resulting from:	
Nondeductible expense for lobbying and penalties	8,072
Tax exempt interest	(82,991)
Change in nonadmitted assets	<u>(232,484)</u>
Total income tax	<u>2,305,690</u>

e. Operating Loss and Tax Credit Carryforwards

As of June 30, 2012 and December 31, 2011, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

The income tax expense of \$2,452,272 from 2012 and \$3,830,994 from 2011 is available for recoupment in the event of future net losses. The reporting entity has a total of \$0 protective deposits which are on deposit with the Internal Revenue Service under Section 6603 of the Internal Revenue Service Code.

f. Consolidated Federal Income Tax Return

The Company's federal income tax return is consolidated with its parent, BCS Financial Corporation (BCSF). The method of allocation between companies is subject to written agreement, approved by the Board of Directors. Intercompany tax balances are settled annually. Allocation is based upon separate return calculations, with credit for net losses being obtained when utilized.

10. Information Concerning Parent, Subsidiaries, and Affiliates

a. Nature of Relationships

No Change

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

None

c. Change in Intercompany Arrangements

None

d. Amounts Due to or from Related Parties

At June 30, 2012, the Company reported \$5,973,620 due to affiliates. This is comprised of \$4,005,190 payable to BCS Financial Corporation and \$1,968,430 payable to BCSI Agency Inc.

e. Guarantees or Contingencies for Related Parties

No Change

f. Management or Service Contracts and Cost Sharing Arrangements

No Change

g. Nature of Control Relationship Disclosure

No Change

h. Amount Deducted for Investment in Upstream Company

No Change

i. Investments in SCA Entity that Exceeds 10% of Admitted Assets

No Change

NOTES TO FINANCIAL STATEMENTS

j. Investments in Impaired SCA Entities Disclosure

No Change

k. Foreign Insurance Subsidiary

No Change

l. Down Stream Holding Company Valued Using Look - Through Method

No Change

11. Debt

In the second quarter of 2010, the Company became a member of the Federal Home Loan Bank of Cincinnati (FHLBC) which provides the Company access to collateralized advances, collateralized funding agreement, and other FHLBC products. The Company's membership in FHLBC requires the ownership of member stock, and borrowing from FHLBC required the purchase of FHLBC activity based stock in an amount equal to .15 of 1 percent of total assets.

In 2010, the Company purchased \$344,400 of common stock in the FHLBC. In 2011, it purchased an additional \$60,000 of common stock and currently maintains an investment of \$404,400 in the FHLBC.

The Company, as a member of the FHLBC, has no outstanding borrowings at June 30, 2012. The Company has placed \$2,023,084 on deposit with FHLB to secure any future borrowings.

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

a. Defined Benefit Plan

No Change

b. Defined Contribution Plans

No Change

c. Multiemployer Plans

No Change

d. Consolidated/Holding Company Plans

No Change

e. Postemployment Benefits and Compensated Absences

No Change

f. Impact of Medicare Modernization Act on Postretirement Benefits

No Change

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

a. Outstanding Shares

No Change

b. Dividend Rate of Preferred Stock

Not Applicable

c. d. and e. Dividend Restrictions

All dividends require notification to the Director of the Ohio Department of Insurance. The amount of dividends that can be paid by insurance companies domiciled in Ohio without prior approval of the Director of the Ohio Department of Insurance is subject to restriction and cannot exceed the greater of ten percent of prior year end surplus or the prior year's net income. The amount of dividends that could be paid in 2012 without prior approval was \$14,661,641. No dividends were paid for the six-month period ending June 30, 2012.

f. Restrictions on Unassigned funds

Not Applicable

g. Mutual Surplus Advances

Not Applicable

h. Company Stock Held for Special Purposes

Not Applicable

NOTES TO FINANCIAL STATEMENTS

i. Changes in Special Surplus Funds

Not Applicable

j. Changes in Unassigned Funds

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

Description	Cumulative Increase (Decrease) in Surplus
1. Unrealized gains on Affiliated stock	1,170,391
2. Unrealized loss on Bonds	<u>(715,135)</u>
Total	<u><u>455,256</u></u>

k. Surplus Notes

No Change

l. - m. Quasi Reorganizations

No Change

14. Contingencies

a. Contingent Commitments and Other Contingencies

No Change

b. Guarantee Fund and Other Assessments

No Change

c. Gain Contingencies

No Change

d. Extra Contractual Obligations and Bad Faith

No Change

e. All Other Contingencies

No Change

15. Leases

a. b. and c. Disclosures Related to Lessee and Lessor Leasing Arrangements

No Change

16. Information About Financial Instruments with Off-Balance Sheet Risk

a. Face or Contract Amounts

No Change

b. Nature and Terms

No Change

c. Exposure to credit-related losses

No Change

d. Collateral Policy

No Change

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

a. Transfer of Receivables Reported as Sales

No Change

b. Transfer and Servicing of Financial Assets

No Change

NOTES TO FINANCIAL STATEMENTS

c. Wash Sales

The Company historically has not acquired securities with an NAIC designation of 3 or below. The Company has not sold and reacquired any security within a 30-day period of its original sale.

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

a. Administrative Services Only (ASO) Plans

No Change

b. Administrative Services Contract (ASC) Plans

No Change

c. Medicare or Similarly Structured Cost Based Reimbursement Contracts

No Change

19. Direct Premium Written/Produced by Third Party Administrators (equal to or greater than 5% of surplus)

Calculated Annually

20. Fair Value Measurements

No Material Change

21. Other Items

a. Extraordinary Items

None

b. Troubled Debt Restructuring Debtors

None

c. Other Disclosures

None

d. Uncollectible Premiums Receivable

None

e. Business Interruption Insurance Recoveries

None

f. State Transferable Tax Credits

None

g. Subprime Mortgage Related Risk Exposure

No Material Change

22. Events Subsequent

- a. Subsequent events have been considered through August 10, 2012 for these statutory financial statements which are to be issued August 15, 2012. There were no events occurring subsequent to the end of the year that merited recognition or disclosure in these statements.

23. Reinsurance

a. Unsecured Reinsurance Recoverables

No Change

b. Reinsurance Recoverable in Dispute

None

NOTES TO FINANCIAL STATEMENTS

c. Reinsurance Assumed and Ceded

Calculated Annually

d. Uncollectible Reinsurance

None

e. Commutation of Assumed Reinsurance

None

f. Retroactive Reinsurance

	<u>Ceded</u>	<u>Assumed</u>
Reserves Transferred:		
Initial Reserves	2,488,504	(316,695)
Adjustments - Prior Year(s)	(2,376,585)	(109,566)
Adjustments - Current Year	<u>(17,717)</u>	<u>33,000</u>
Current Total Asset (Liability)	<u>94,202</u>	<u>(393,261)</u>
Consideration (Paid) or Received:		
Initial Consideration	(2,488,504)	316,695
Adjustments - Prior Year(s)	-	10,219
Adjustments - Current Year	<u>-</u>	<u>-</u>
Current Total	<u>(2,488,504)</u>	<u>326,914</u>
Paid Losses (Reimbursed) or Recovered:		
Prior Year(s)	1,941,184	(587,500)
Current Year	<u>-</u>	<u>-</u>
Current Total	<u>1,941,184</u>	<u>(587,500)</u>
Cumulative Total Transferred to Unassigned Funds	<u>(453,118)</u>	<u>(653,847)</u>

g. Reinsurance Accounted for as a Deposit

No Change

h. Run-Off Agreements

Not Applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

a. Methods Used to Estimate

None

b. Method used to Record

Not Applicable

c. Amount and Percent of Net Retrospective Premiums

None

NOTES TO FINANCIAL STATEMENTS

d. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act

Prior Reporting Year	Individual	Small Group Employer	Large Group Employer	Other Categories with Rebates	Total
1 Medical Loss Ratio rebates incurred	-	-	-	-	-
2 Medical Loss Ratio rebates paid	-	-	-	-	-
3 Medical Loss Rebates unpaid	-	-	-	-	-
4 Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	
5 Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	
6 Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	
<u>Current Reporting Year</u>					
7 Medical Loss Ratio rebates incurred	-	-	-	-	-
8 Medical Loss Ratio rebates paid	-	-	-	-	-
9 Medical Loss Rebates unpaid	-	-	-	-	-
10 Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	
11 Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	
12 Rebates unpaid net of reinsurance	XXX	XXX	XXX	XXX	

e. Calculation of nonadmitted accrued retrospective premiums

None

25. Changes in Incurred Losses and Loss Adjustment Expenses

The estimated savings of loss and loss adjustment expenses attributable to insured events of prior years is \$3,184,000 or 2.2% of the prior year-end surplus, for the six months ending June 30, 2012.

26. Intercompany Pooling Arrangements

No Change

27. Structured Settlements

a. Reserves Released due to Purchase of Annuities.

No Change

b. Annuity Insurers with Balances Due Greater than 1% of Policyholders Surplus

No Change

28. Health Care Receivables

a. Pharmaceutical Rebate Receivables

No Change

b. Risk Sharing Receivables

No Change

29. Participating Policies

None

30. Premium Deficiency Reserves

Not Applicable

31. High Deductibles

No Change

NOTES TO FINANCIAL STATEMENTS

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

a. Tabular Discounts

The Company discounts its unpaid losses for a segment of its long term disability business on a tabular basis using a rate of 3.5%. As of the end of the current quarter and the prior year end, the discount was \$75,038.

b. Non-Tabular Discounts

Not Applicable

c. Changes in Discounting Assumptions

Not Applicable

33. Asbestos/ Environmental Reserves

Not Applicable

34. Subscriber Savings Account

Not Applicable

35. Multiple Peril Crop Insurance

No Applicable

36. Financial Guaranty Insurance

Not Applicable

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
- 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
- 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
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
- 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 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. 12/31/2008
- 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. 12/31/2008
- 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). 05/07/2010
- 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 NA
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No NA
- 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
- 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
- 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
- 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

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 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

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

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

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

11.2 If yes, give full and complete information relating thereto:
 The Company has \$2,023,084 of bonds on deposit with FHLB to secure a line of credit

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 No

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$0	\$0
14.22 Preferred Stock	\$0	\$0
14.23 Common Stock	\$3,566,265	\$3,400,820
14.24 Short-Term Investments	\$129,052	\$129,127
14.25 Mortgage Loans on Real Estate	\$0	\$0
14.26 All Other	\$0	\$0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$3,695,317	\$3,529,947
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

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No

If no, attach a description with this statement.

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
State Street Bank and Trust Co. Boston.....	One Lincoln Street, Boston, MA 02111.....

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
109875.....	Asset Allocation Management Company, LLP.....	30 North LaSalle Street, 35th Floor, Chicago, IL 60602.....
106595.....	Wellington Management Company, LLP.....	75 State Street, Boston, MA 02109.....

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:

.....

GENERAL INTERROGATORIES
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 [] NA [X]
 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 [X] No []

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
Long Term Disability.....	0.000	3.500	75,038	0	0	75,038	(12,001)	0	0	(12,001)
.....										
.....										
.....										
.....										
		TOTAL	75,038	0	0	75,038	(12,001)	0	0	(12,001)

5. Operating Percentages:

5.1 A&H loss percent 56.0 %
 5.2 A&H cost containment percent 0.8 %
 5.3 A&H expense percent excluding cost containment expenses 36.6 %

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 \$ 0.0

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

6.4 If yes, please provide the balance of the funds administered as of the reporting date \$ 0.0

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)
<h1>NONE</h1>				

STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

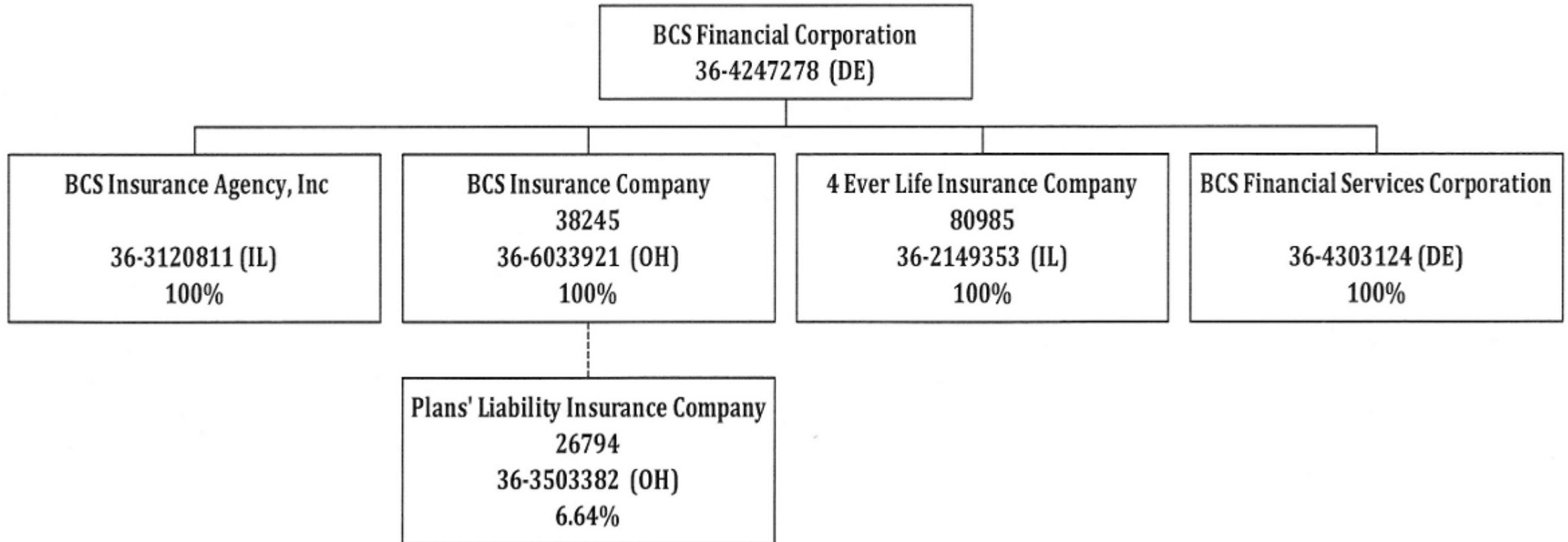
Current Year to Date - Allocated by States and Territories

States, etc.	1		Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
	Active Status		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL	L	11,133,421	10,195,261	4,741,023	3,169,735	8,531,398	7,955,933
2. Alaska	AK	L	209,874	200,369	141,657	82,804	74,128	86,755
3. Arizona	AZ	L	2,265,508	1,875,527	798,464	726,517	1,025,005	815,801
4. Arkansas	AR	L	1,486,320	1,051,067	450,339	473,377	936,043	823,898
5. California	CA	L	16,316,745	12,969,951	4,304,801	6,907,892	11,947,281	11,624,404
6. Colorado	CO	L	2,875,959	2,709,595	619,443	754,769	1,827,252	1,767,579
7. Connecticut	CT	L	2,529,852	2,168,887	1,057,418	951,093	955,856	938,175
8. Delaware	DE	L	3,237,703	307,819	1,001,491	102,135	1,067,523	191,122
9. District of Columbia	DC	L	6,402,789	798,071	980,805	574,902	1,389,106	1,740,775
10. Florida	FL	L	5,100,730	5,741,226	3,844,074	3,641,948	2,033,919	2,612,833
11. Georgia	GA	L	3,345,877	3,000,159	1,616,975	1,349,231	1,527,304	1,302,252
12. Hawaii	HI	L	76,913	80,959	38,570	18,981	115,238	116,917
13. Idaho	ID	L	610,871	529,660	291,460	207,044	304,000	840,207
14. Illinois	IL	L	4,573,271	4,128,940	3,569,156	4,357,914	4,702,593	4,392,912
15. Indiana	IN	L	4,532,985	3,754,546	2,242,019	1,975,334	2,032,576	1,748,867
16. Iowa	IA	L	892,529	780,895	457,317	445,676	394,020	341,476
17. Kansas	KS	L	518,175	534,168	411,670	489,007	320,921	339,876
18. Kentucky	KY	L	1,192,158	945,867	744,492	799,389	459,900	327,482
19. Louisiana	LA	L	1,668,865	1,341,764	825,778	249,314	2,082,132	4,078,969
20. Maine	ME	L	533,695	229,711	397,044	114,715	164,683	83,100
21. Maryland	MD	L	1,345,745	1,168,813	463,872	451,002	2,538,666	940,381
22. Massachusetts	MA	L	640,759	1,833,977	411,110	489,025	861,844	1,106,582
23. Michigan	MI	L	3,780,842	3,506,435	2,029,880	1,377,130	13,440,274	4,760,109
24. Minnesota	MN	L	1,695,041	1,969,316	833,193	878,240	1,036,800	1,045,839
25. Mississippi	MS	L	843,228	831,515	426,904	1,214,761	410,545	374,276
26. Missouri	MO	L	2,756,111	2,636,492	834,963	756,197	1,885,944	1,845,383
27. Montana	MT	L	368,702	379,185	183,213	230,170	217,811	1,613,868
28. Nebraska	NE	L	1,033,691	733,345	116,552	187,165	849,826	512,888
29. Nevada	NV	L	702,025	759,598	439,171	440,947	282,723	301,478
30. New Hampshire	NH	L	787,361	743,499	279,455	325,888	308,167	310,888
31. New Jersey	NJ	L	1,911,138	1,731,106	2,970,830	1,058,926	1,365,793	6,152,909
32. New Mexico	NM	L	163,818	156,105	50,270	46,035	55,160	51,895
33. New York	NY	L	14,452,829	13,698,680	6,662,361	7,456,744	8,987,561	9,126,097
34. North Carolina	NC	L	3,222,466	2,898,159	1,475,199	1,448,595	1,775,860	1,305,797
35. North Dakota	ND	L	139,772	149,979	82,210	113,280	211,324	230,727
36. Ohio	OH	L	3,511,547	3,336,245	2,242,724	2,227,014	1,311,761	1,318,224
37. Oklahoma	OK	L	1,039,379	1,007,191	589,600	485,478	441,010	439,517
38. Oregon	OR	L	803,771	782,419	517,770	437,979	305,930	290,622
39. Pennsylvania	PA	L	5,030,022	3,172,847	2,243,855	1,864,488	4,698,729	4,438,452
40. Rhode Island	RI	L	5,305,394	7,357,332	1,775,689	2,911,391	2,477,498	3,960,408
41. South Carolina	SC	L	2,087,568	1,951,281	1,957,601	1,833,235	1,503,370	1,556,809
42. South Dakota	SD	L	145,918	154,156	78,175	88,155	50,145	52,412
43. Tennessee	TN	L	4,166,030	2,154,275	1,693,332	1,008,374	2,366,157	1,713,560
44. Texas	TX	L	8,407,935	7,937,909	4,103,142	3,470,846	3,382,948	3,287,489
45. Utah	UT	L	477,367	799,373	535,048	873,168	165,494	163,390
46. Vermont	VT	L	180,384	226,057	41,218	61,548	481,279	545,029
47. Virginia	VA	L	3,210,330	3,450,242	1,066,089	1,305,230	839,792	1,098,337
48. Washington	WA	L	5,281,986	4,903,374	1,889,695	2,157,460	3,109,067	2,633,420
49. West Virginia	WV	L	305,040	308,167	213,464	205,732	224,867	199,225
50. Wisconsin	WI	L	2,208,427	2,127,104	1,795,876	1,833,620	1,638,688	1,129,607
51. Wyoming	WY	L	560,114	549,415	608,050	250,208	503,725	424,537
52. American Samoa	AS	N	0	0	0	0	529,149	0
53. Guam	GU	N	0	0	0	0	0	0
54. Puerto Rico	PR	L	0	50,001	0	0	0	740,254
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0
57. Canada	CN	N	0	0	0	0	0	0
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
59. Totals	(a) 52		146,068,982	126,808,037	67,144,506	64,879,805	100,148,786	95,799,739
DETAILS OF WRITE-INS								
5801.	XXX		0	0	0	0	0	0
5802.	XXX		0	0	0	0	0	0
5803.	XXX		0	0	0	0	0	0
5898. Summary of remaining write-ins for Line 58 from overflow page.	XXX		0	0	0	0	0	0
5899. TOTALS (Lines 5801 through 5803 plus 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.

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



PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire			0.0	0.0
2. Allied lines			0.0	0.0
3. Farmowners multiple peril			0.0	0.0
4. Homeowners multiple peril			0.0	0.0
5. Commercial multiple peril			0.0	0.0
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine	7,910,517	2,667,221	33.7	44.8
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability -occurrence	175,334	(26,043)	(14.9)	0.0
11.2 Medical professional liability -claims made			0.0	(31.8)
12. Earthquake			0.0	0.0
13. Group accident and health	115,407,984	68,722,436	59.5	65.9
14. Credit accident and health			0.0	0.0
15. Other accident and health			0.0	0.0
16. Workers' compensation			0.0	0.0
17.1 Other liability occurrence			0.0	0.0
17.2 Other liability-claims made	15,689,650	5,354,916	34.1	31.2
17.3 Excess Workers' Compensation			0.0	0.0
18.1 Products liability-occurrence			0.0	0.0
18.2 Products liability-claims made			0.0	0.0
19.1,19.2 Private passenger auto liability			0.0	0.0
19.3,19.4 Commercial auto liability			0.0	0.0
21. Auto physical damage			0.0	0.0
22. Aircraft (all perils)			0.0	0.0
23. Fidelity	35,199	(34,905)	(99.2)	(148.9)
24. Surety			0.0	0.0
26. Burglary and theft			0.0	0.0
27. Boiler and machinery			0.0	0.0
28. Credit			0.0	0.0
29. International			0.0	0.0
30. Warranty			0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	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	0.0
35. TOTALS	139,218,684	76,683,625	55.1	59.8
DETAILS OF WRITE-INS				
3401.			0.0	0.0
3402.			0.0	0.0
3403.			0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
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	4,189,776	7,910,518	12,633,724
10. Financial guaranty	0		0
11.1 Medical professional liability-occurrence	0		0
11.2 Medical professional liability-claims made	55,221	166,205	149,360
12. Earthquake	0		0
13. Group accident and health	55,739,449	113,767,347	92,964,717
14. Credit accident and health	0		0
15. Other accident and health	0		0
16. Workers' compensation	0		0
17.1 Other liability occurrence	0		0
17.2 Other liability-claims made	9,484,782	24,156,226	20,878,925
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	0		0
19.3,19.4 Commercial auto liability	0		0
21. Auto physical damage	0		0
22. Aircraft (all perils)	0		0
23. Fidelity	49,910	68,686	181,311
24. Surety	0		0
26. Burglary and theft	0		0
27. Boiler and machinery	0		0
28. Credit	0		0
29. International	0		0
30. Warranty	0		0
31. Reinsurance - Nonproportional Assumed Property	XXX	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	69,519,138	146,068,982	126,808,037
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
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0

STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2012 Loss and LAE Payments on Claims Reported as of Prior Year-End	2012 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2012 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2009 + Prior	735	544	1,279	38		38	305		262	567	(392)	(282)	(674)
2. 2010	978	1,058	2,036	1,009		1,009	726		117	843	757	(941)	(184)
3. Subtotals 2010 + prior	1,713	1,602	3,315	1,047	0	1,047	1,031	0	379	1,410	365	(1,223)	(858)
4. 2011	2,491	26,852	29,343	16,264		16,264	3,385		7,368	10,753	17,158	(19,484)	(2,326)
5. Subtotals 2011 + prior	4,204	28,454	32,658	17,311	0	17,311	4,416	0	7,747	12,163	17,523	(20,707)	(3,184)
6. 2012	XXX	XXX	XXX	XXX	14,326	14,326	XXX	1,820	19,082	20,902	XXX	XXX	XXX
7. Totals	4,204	28,454	32,658	17,311	14,326	31,637	4,416	1,820	26,829	33,065	17,523	(20,707)	(3,184)
8. Prior Year-End Surplus As Regards Policy-holders	146,616												
											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. 416.8	2. (72.8)	3. (9.7)
													Col. 13, Line 7 Line 8
													4. (2.2)

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 Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?YES.....
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?YES.....

Explanation:

1.

3.

Bar Code:



OVERFLOW PAGE FOR WRITE-INS

PQ002 Additional Aggregate Lines for Page 02 Line 25.

*ASSETS

	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
2504. Intercompany Reinsurance Asset.....	1,174,829		1,174,829	1,174,829
2505. Continuity Credit Receivable.....	15,586		15,586	
2597. Summary of remaining write-ins for Line 25 from Page 02	1,190,415	0	1,190,415	1,174,829

PQ003 Additional Aggregate Lines for Page 03 Line 25.

*LIAB

	1	2
	Current Statement Date	December 31, Prior Year
2504. Miscellaneous Liability.....	90,693	68,747
2505. Proposed Market Conduct Fine.....	500,000	500,000
2597. Summary of remaining write-ins for Line 25 from Page 03	590,693	568,747

PQ004 Additional Aggregate Lines for Page 04 Line 14.

*STMTINCOME

	1	2	3
	Current Year to Date	Prior Year to Date	Prior Year Ended December 31
1404. Miscellaneous Income.....	2,481	(852)	277
1405. Proposed Market Conduct Fine.....		0	(500,000)
1497. Summary of remaining write-ins for Line 14 from Page 04	2,481	(852)	(499,723)

STATEMENT AS OF JUNE 30, 2012 OF THE BCS 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
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other than temporary impairment recognized		0
8. Deduct current year's depreciation		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
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and mortgage interest points and commitment fees		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		0
10. Deduct current year's other than temporary impairment recognized		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
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
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other than temporary impairment recognized		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	179,091,317	169,535,612
2. Cost of bonds and stocks acquired	32,197,462	53,028,644
3. Accrual of discount	170,169	339,842
4. Unrealized valuation increase (decrease)	682,075	(269,554)
5. Total gain (loss) on disposals	968,568	1,054,395
6. Deduct consideration for bonds and stocks disposed of	25,833,789	43,444,752
7. Deduct amortization of premium	596,187	999,432
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		153,438
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	186,679,615	179,091,317
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	186,679,615	179,091,317

STATEMENT AS OF JUNE 30, 2012 OF THE BCS 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
BONDS								
1. Class 1 (a).....	159,215,617	18,399,201	17,049,487	(2,125,535)	159,215,617	158,786,046	.0	157,743,543
2. Class 2 (a).....	22,234,704	1,144,184	1,247,653	2,242,322	22,234,704	24,373,557	.0	20,130,658
3. Class 3 (a).....	1,524,651		24,470	(134,787)	1,524,651	1,019,144	.0	688,473
4. Class 4 (a).....	415,656		13,481	489,265	415,656	891,440	.0	437,996
5. Class 5 (a).....	.0				.0	.0	.0	.0
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds	183,390,628	19,543,385	18,335,091	471,265	183,390,628	185,070,187	0	179,000,670
PREFERRED STOCK								
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	183,390,628	19,543,385	18,335,091	471,265	183,390,628	185,070,187	0	179,000,670

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

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SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	2,140,872	XXX	2,140,872	87	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	3,825,103	4,896,083
2. Cost of short-term investments acquired	24,652,403	36,402,716
3. Accrual of discount	10	0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	26,336,644	37,473,696
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).....	2,140,872	3,825,103
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	2,140,872	3,825,103

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

(Cash Equivalents)

	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 cash equivalents acquired	1,000,000	0
3. Accrual of discount	0	0
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals.....		0
6. Deduct consideration received on disposals	1,000,000	0
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)	0	0
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

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 JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. States, Territories and Possessions									
246380-7A-1	Delaware St Ser B 5.000% 07/01/21		06/15/2012	Mesirov		1,170,507	920,000	21,594	1FE
97705L-Q3-4	Wisconsin St Ser C 5.000% 05/01/23		05/09/2012	Wells Fargo		1,232,990	1,000,000	1,944	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						2,403,497	1,920,000	23,538	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
161035-DK-3	Charlotte Nc Series A 5.000% 07/01/24		04/01/2012	Wells Fargo		610,580	500,000		1FE
346843-FV-2	Fort Bend Tx Indep Sch Dist 5.000% 08/		06/06/2012	BANK OF OKLAHAMA		623,440	500,000		1FE
401784-XR-9	Guilford Cnty Nc Ser A 5.000% 08/01/20		06/19/2012	Keybanc		567,855	450,000	8,813	1FE
442331-VU-5	Houston Tx SER A 5.000% 03/01/24		04/25/2012	Jefferies & Co Inc		1,181,417	975,000		1FE
771588-SG-6	Rochester Mn Ser A 5.000% 02/01/23		05/24/2012	Wells Fargo		1,136,286	900,000	1,875	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						4,119,578	3,325,000	10,688	XXX
Bonds - U.S. Special Revenue									
130795-5F-0	California St Stwd Cmty Deva Ser C 5		04/05/2012	Citigroup Global Mkts Inc		284,948	250,000		1FE
30290H-AE-8	FREMF Mortgage Trust Series 2012-K708 Cl		05/31/2012	Barclays Capital Fixed Inc		115,351	120,534	.75	1
30290K-AN-1	FREMF Mortgage Trust Series 2012-K709 Cl		06/19/2012	First Union Capital Mkts		139,278	150,000	405	1
759911-U2-4	Regl Transprt Auth II Ser A 1.044% 04		06/14/2012	Chase Securities Inc		120,000	120,000		1FE
759911-U3-2	Regl Transprt Auth II Ser A 1.064% 06		06/14/2012	Chase Securities Inc		130,000	130,000		1FE
796242-R0-0	San Antonio Tx Arpt Sys Revenu 5.000%		05/02/2012	National Financial Services		230,260	200,000		1FE
95648M-ML-0	West Virginia St Econ Auth Lea Ser A 5		04/05/2012	Citigroup Global Mkts Inc		291,193	250,000		1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						1,311,030	1,220,534	480	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
172967-FT-3	Citigroup Inc 4.500% 01/14/22		06/29/2012	Citigroup Global Mkts Inc		41,100	40,000	1,240	1FE
20030N-BD-2	Comcast Corp 3.125% 07/15/22		06/26/2012	Wells Fargo		279,759	280,000		2FE
25459H-BF-1	Direct TV Holdings 3.800% 03/15/22		05/09/2012	Tax Free Exchange		714,705	715,000	4,604	2FE
30161M-AM-5	Exelon Generation Co Llc Series 144 A		06/13/2012	RBS Green		149,720	150,000		2FE
30263F-AL-9	FREMF Mortgage Trust Series 2011-K702 B		04/17/2012	Morgan Stanley & Co Inc		40,970	40,000	104	1FM
46625H-HZ-6	JPMorgan Chase & Co 4.625% 05/10/21		06/05/2012	Banc America Securities		105,663	100,000	360	1FE
53079E-AW-4	Liberty Mutual Group 144A 4.950% 05/01		05/01/2012	Chase Securities Inc		5,981	6,000		2FE
553140-AE-7	Mmaf Equipment Finance Llc Series 2012-A		06/13/2012	Chase Securities Inc		209,951	210,000		1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						1,547,849	1,541,000	6,308	XXX
8399997 - Subtotals- Bonds - Part 3						9,381,954	8,006,534	41,014	XXX
8399999 - Subtotals - Bonds						9,381,954	8,006,534	41,014	XXX
9999999 Totals						9,381,954	XXX	41,014	XXX

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

STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
Bonds - U.S. Governments																						
36200K-W8-6	GNMA Pool 603771 5.500%		06/01/2012	Paydown		5,716	5,716	5,964	5,950		(234)		(234)		5,716			0	155	05/15/2033	1	
36201X-KK-3	GNMA Pool 606098 5.500%		06/01/2012	Paydown		766	766	799	797		(31)		(31)		766			0	19	06/15/2033	1	
36209R-2T-9	GNMA Pool 479686 8.000%		06/01/2012	Paydown		24	24	25	25		(1)		(1)		24			0	1	09/15/2030	1	
36211U-HD-7	GNMA Pool 523228 8.000%		06/01/2012	Paydown		12	12	13	13				0		12			0	0	10/15/2030	1	
36213F-MD-2	GNMA Pool 553056 5.500%		06/01/2012	Paydown		17,714	17,714	18,129	18,100		(387)		(387)		17,714			0	385	02/15/2033	1	
36241K-BZ-0	GNMA Pool 781856 6.000%		06/01/2012	Paydown		14,541	14,541	15,045	15,014		(473)		(473)		14,541			0	371	08/15/2034	1	
36241K-J6-6	GNMA Pool 782085 7.000%		06/01/2012	Paydown		2,103	2,103	2,178	2,172		(69)		(69)		2,103			0	59	11/15/2033	1	
36241K-J7-4	GNMA Pool 782086 7.000%		06/01/2012	Paydown		1,515	1,515	1,568	1,564		(49)		(49)		1,515			0	43	11/15/2031	1	
36241K-J6-4	GNMA Pool 782063 7.000%		06/01/2012	Paydown		264	264	276	275		(11)		(11)		264			0	8	03/15/2032	1	
36241K-JL-3	GNMA Pool 782067 7.000%		06/01/2012	Paydown		4,096	4,096	4,274	4,261		(165)		(165)		4,096			0	118	11/15/2032	1	
36241K-JP-4	GNMA Pool 782070 7.000%		06/01/2012	Paydown		2,069	2,069	2,159	2,152		(83)		(83)		2,069			0	59	06/15/2032	1	
36241K-JQ-2	GNMA Pool 782071 7.000%		06/01/2012	Paydown		848	848	884	882		(34)		(34)		848			0	24	05/15/2033	1	
36241K-JR-0	GNMA Pool 782072 7.000%		06/01/2012	Paydown		2,269	2,269	2,368	2,361		(92)		(92)		2,269			0	65	07/15/2033	1	
36241K-JS-8	GNMA Pool 782073 7.000%		06/01/2012	Paydown		506	506	528	526		(20)		(20)		506			0	14	03/15/2032	1	
36295Q-BH-2	GNMA Pool 676940 5.000%		06/01/2012	Paydown		40,464	40,464	41,324	41,303		(839)		(839)		40,464			0	810	04/15/2038	1	
36296T-UY-7	GNMA Pool 700899 6.000%		06/01/2012	Paydown		12,051	12,051	12,480	12,477		(427)		(427)		12,051			0	297	11/15/2038	1	
38374L-5Y-3	GNMA Series 2005-74 Class HB 7.500% 09		06/01/2012	Paydown		179	179	191	188		(9)		(9)		179			0	5	09/16/2035	1	
38374L-5Z-0	GNMA Series 2005-74 Class HC 7.500% 09		06/01/2012	Paydown		2,257	2,257	2,405	2,375		(118)		(118)		2,257			0	73	09/16/2035	1	
62888V-AB-4	NCUA Guaranteed Notes Series 2010-R1 Cla		06/04/2012	Paydown		39,559	39,559	39,709	39,652		(93)		(93)		39,559			0	303	10/07/2020	1	
62888W-AC-0	NCUA Guaranteed Notes Series 2010-R3 Cla		06/06/2012	Paydown		2,683	2,683	2,677	2,677		6		6		2,683			0	26	12/08/2020	1	
0599999 - Bonds - U.S. Governments						149,636	149,636	152,996	152,764	0	(3,129)	0	(3,129)	0	149,636	0	0	0	2,835	XXX	XXX	
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																						
337653-AC-3	Fiscal Yr 2005 Securitization 3.510%		04/01/2012	Call	100,000	10,000	10,000	10,000	10,000				0		10,000			0	176	10/01/2012	1FE	
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						10,000	10,000	10,000	10,000	0	0	0	0	0	10,000	0	0	0	0	176	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																						
047856-EX-3	Atlanta GA Urban Resi Fin Auth Prog - Se		05/01/2012	Call	100,000	5,000	5,000	5,245	5,224		(5)		(5)		5,219		(219)	(219)	115	03/01/2041	1FE	
3128K5-WP-3	FHLMC Pool A45154 6.000% 05/01/35		06/01/2012	Paydown		28,964	28,964	29,738	29,705		(741)		(741)		28,964			0	816	05/01/2035	1	
3128KQ-D7-8	FHLMC Pool A60126 6.000% 05/01/37		06/01/2012	Paydown		8,860	8,860	9,287	9,279		(419)		(419)		8,860			0	220	05/01/2037	1	
3128KY-JB-6	FHLMC Pool A67458 6.000% 11/01/37		06/01/2012	Paydown		18,970	18,970	19,272	19,261		(291)		(291)		18,970			0	502	11/01/2037	1	
3128L0-Q8-8	FHLMC Pool A68579 6.000% 11/01/37		06/01/2012	Paydown		12,498	12,498	12,790	12,782		(284)		(284)		12,498			0	332	11/01/2037	1	
3128L0-V6-6	FHLMC Pool A68737 6.500% 11/01/37		06/01/2012	Paydown		15,955	15,955	16,283	16,273		(318)		(318)		15,955			0	403	11/01/2037	1	
3128M4-HY-2	FHLMC Pool G02647 5.500% 02/01/37		06/01/2012	Paydown		32,395	32,395	32,041	32,050		346		346		32,395			0	753	02/01/2037	1	
3128M5-4E-7	FHLMC Pool G04121 5.500% 04/01/38		06/01/2012	Paydown		149,738	149,738	162,559			(12,821)		(12,821)		149,738			0	2,770	04/01/2038	1	
3128M5-GR-5	FHLMC Pool G03508 6.000% 07/01/37		06/01/2012	Paydown		35,473	35,473	35,783	35,774		(302)		(302)		35,473			0	890	07/01/2037	1	

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STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
3128M6-EP-9	FHLMC Pool 604342 6.000% 04/01/38		06/01/2012	Paydown		29,706	29,706	29,724	29,722		(17)		(17)		29,706			0	753	04/01/2038	1
3128M7-YV-2	FHLMC Pool 605824 5.500% 01/01/40		06/01/2012	Paydown		20,681	20,681	21,912	21,884		(1,202)		(1,202)		20,681			0	468	01/01/2040	1
3128M8-G3-2	FHLMC Pool 606218 3.500% 12/01/40		06/01/2012	Paydown		3,106	3,106	3,140	3,140		(34)		(34)		3,106			0	49	12/01/2040	1
3128MB-VC-8	FHLMC Pool 613111 6.500% 03/01/23		06/01/2012	Paydown		11,226	11,226	11,633	11,591		(365)		(365)		11,226			0	315	03/01/2023	1
3128MJ-DT-4	FHLMC Pool 608113 6.500% 02/01/36		06/01/2012	Paydown		8,485	8,485	8,660	8,652		(167)		(167)		8,485			0	224	02/01/2036	1
3128MJ-PS-3	FHLMC Pool 608432 4.500% 01/01/41		06/01/2012	Paydown		20,867	20,867	21,279	21,271		(404)		(404)		20,867			0	389	01/01/2041	1
3128MM-PE-7	FHLMC Pool 618420 3.000% 01/01/27		06/01/2012	Paydown		37,405	37,405	38,743			(1,338)		(1,338)		37,405			0	399	01/01/2027	1
3128PR-TM-1	FHLMC Pool 312356 4.000% 06/01/25		06/01/2012	Paydown		48,640	48,640	50,236	50,149		(1,509)		(1,509)		48,640			0	789	06/01/2025	1
31292H-VU-5	FHLMC Pool C01527 5.500% 04/01/33		06/01/2012	Paydown		25,666	25,666	26,344	26,299		(633)		(633)		25,666			0	584	04/01/2033	1
312940-EU-9	FHLMC Pool A91947 5.000% 04/01/40		06/01/2012	Paydown		51,734	51,734	53,553	53,515		(1,781)		(1,781)		51,734			0	1,070	04/01/2040	1
312941-3E-5	FHLMC Pool A93497 4.500% 08/01/40		06/01/2012	Paydown		16,363	16,363	16,883	16,875		(512)		(512)		16,363			0	303	08/01/2040	1
312942-4G-7	FHLMC Pool A94423 4.000% 10/01/40		06/01/2012	Paydown		49,168	49,168	50,962	50,918		(1,750)		(1,750)		49,168			0	939	10/01/2040	1
312942-C0-6	FHLMC Pool A93679 4.000% 09/01/40		06/01/2012	Paydown		65,582	65,582	67,201	67,171		(1,589)		(1,589)		65,582			0	1,070	09/01/2040	1
312942-Y2-5	FHLMC Pool A94329 4.000% 10/01/40		06/01/2012	Paydown		1,307	1,307	1,290	1,291		16		16		1,307			0	22	10/01/2040	1
312942-YK-5	FHLMC Pool A94314 4.500% 10/01/40		06/01/2012	Paydown		1,640	1,640	1,700	1,700		(60)		(60)		1,640			0	31	10/01/2040	1
312942-Z9-9	FHLMC Pool A94368 4.000% 10/01/40		06/01/2012	Paydown		4,127	4,127	4,074	4,075		51		51		4,127			0	59	10/01/2040	1
312943-6L-1	FHLMC Pool A94703 3.500% 11/01/40		06/01/2012	Paydown		24,990	24,990	25,201	25,194		(204)		(204)		24,990			0	364	11/01/2040	1
312943-QZ-9	FHLMC Pool A94972 4.500% 11/01/40		06/01/2012	Paydown		11,198	11,198	11,477	11,472		(273)		(273)		11,198			0	203	11/01/2040	1
312943-UP-6	FHLMC Pool A95090 4.500% 11/01/40		06/01/2012	Paydown		36,145	36,145	37,050	37,031		(886)		(886)		36,145			0	670	11/01/2040	1
312965-HQ-2	FHLMC Pool B12939 5.000% 04/01/19		06/01/2012	Paydown		22,001	22,001	22,668	22,432		(431)		(431)		22,001			0	437	04/01/2019	1
312965-T4-8	FHLMC Pool B13271 4.500% 04/01/19		06/01/2012	Paydown		19,743	19,743	19,573	19,613		129		129		19,743			0	365	04/01/2019	1
312976-6W-6	FHLMC Pool A28985 6.000% 12/01/34		06/01/2012	Paydown		6,091	6,091	6,297	6,286		(195)		(195)		6,091			0	152	12/01/2034	1
31297V-Y6-9	FHLMC Pool A39733 5.000% 11/01/35		06/01/2012	Paydown		52,821	52,821	50,717	50,785		2,036		2,036		52,821			0	1,066	11/01/2035	1
31326D-ST-5	FHLMC Pool 000858 4.000% 05/01/41		06/01/2012	Paydown		21,945	21,945	22,198	22,194		(250)		(250)		21,945			0	381	05/01/2041	1
31326G-CG-8	FHLMC Pool 002771 4.000% 08/01/41		06/01/2012	Paydown		12,349	12,349	12,833	12,829		(480)		(480)		12,349			0	228	08/01/2041	1
31326J-EL-9	FHLMC Pool 003139 4.000% 09/01/41		06/01/2012	Paydown		22,431	22,431	23,472	23,462		(1,031)		(1,031)		22,431			0	354	09/01/2041	1
31326K-V9-4	FHLMC Pool 004540 3.500% 11/01/41		06/01/2012	Paydown		26,584	26,584	27,056	27,054		(471)		(471)		26,584			0	370	11/01/2041	1
31371K-2Z-3	FNMA Pool No 254692 5.500% 03/01/33		06/01/2012	Paydown		34,047	34,047	34,494	34,462		(415)		(415)		34,047			0	777	03/01/2033	1
31371K-R2-9	FNMA Pool No 254405 6.000% 08/01/32		06/01/2012	Paydown		5,218	5,218	5,222	5,221		(2)		(2)		5,218			0	128	08/01/2032	1
31371K-WJ-6	FNMA Pool No 254549 6.000% 12/01/32		06/01/2012	Paydown		5,010	5,010	5,130	5,121		(111)		(111)		5,010			0	122	12/01/2032	1
31371L-CD-9	FNMA Pool No 254868 5.000% 09/01/33		06/01/2012	Paydown		23,604	23,604	24,176	24,157		(552)		(552)		23,604			0	486	09/01/2033	1
31371L-CE-7	FNMA Pool No 254869 5.500% 09/01/33		06/01/2012	Paydown		17,364	17,364	17,407	17,400		(37)		(37)		17,364			0	404	09/01/2033	1
31371M-UK-1	FNMA Pool No 256286 6.000% 06/01/36		06/01/2012	Paydown		10,208	10,208	10,036	10,040		168		168		10,208			0	264	06/01/2036	1

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STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31371N-EW-1	FNMA Pool No 256749 6.000% 06/01/37		06/01/2012	Paydown		36,265	36,265	39,348	39,295		(3,029)		(3,029)		36,265			.0	.919	06/01/2037	1
31377U-EC-3	FNMA Pool No 387231 5.010% 01/01/15		06/01/2012	Paydown		.649	.649	.623	.638		.11		.11		.649			.0	.14	01/01/2015	1
31378R-YU-7	FNMA Pool No 406723 6.500% 03/01/13		06/01/2012	Paydown		1,262	1,262	1,271	1,259		.2		.2		1,262			.0	.34	03/01/2013	1
31379F-ZD-9	FNMA Pool No 418440 6.500% 05/01/13		06/01/2012	Paydown		.586	.586	.619	.589		(.4)		(.4)		.586			.0	.16	05/01/2013	1
31381Q-2U-9	FNMA Pool No 467987 3.740% 04/01/18		06/01/2012	Paydown		.395	.395	.399	.399		(.4)		(.4)		.395			.0	.6	04/01/2018	1
31383V-JS-3	FNMA Pool No 514273 7.000% 09/01/29		06/01/2012	Paydown		.260	.260	.264	.264		(.4)		(.4)		.260			.0	.8	09/01/2029	1
31384P-S6-3	FNMA Pool No 529841 7.500% 02/01/30		06/01/2012	Paydown		.117	.117	.120	.119		(.2)		(.2)		.117			.0	.4	02/01/2030	1
31385H-5J-7	FNMA Pool No 545449 6.500% 02/01/17		06/01/2012	Paydown		3,033	3,033	3,180	3,107		(74)		(74)		3,033			.0	.82	02/01/2017	1
31385W-3Z-0	FNMA Pool No 555316 4.813% 02/01/13		06/01/2012	Paydown		38,635	38,635	39,332	38,714		(79)		(79)		38,635			.0	.932	02/01/2013	1
31385W-WZ-8	FNMA Pool No 555164 6.500% 11/01/17		06/01/2012	Paydown		1,675	1,675	1,757	1,720		(45)		(45)		1,675			.0	.46	11/01/2017	1
31385X-BC-0	FNMA Pool No 555435 4.501% 05/01/13		06/01/2012	Paydown		1,810	1,810	1,793	1,801		.9		.9		1,810			.0	.34	05/01/2013	1
31386Q-F4-8	FNMA Pool No 569987 7.500% 02/01/31		06/01/2012	Paydown		.44	.44	.45	.45		(1)		(1)		.44			.0	.1	02/01/2031	1
31389N-XM-2	FNMA Pool No 630784 6.000% 03/01/32		06/01/2012	Paydown		.122	.122	.122	.122		.0		.0		.122			.0	.3	03/01/2032	1
31389R-UG-9	FNMA Pool No 633383 5.500% 05/01/17		06/01/2012	Paydown		9,458	9,458	9,396	9,410		.48		.48		9,458			.0	.210	05/01/2017	1
3138A2-BV-0	FNMA Pool No AHD951 4.500% 12/01/40		06/01/2012	Paydown		28,112	28,112	29,338	29,324		(1,212)		(1,212)		28,112			.0	.513	12/01/2040	1
31390D-SV-7	FNMA Pool No 643232 6.000% 06/01/32		06/01/2012	Paydown		.24	.24	.24	.24		.0		.0		.24			.0	.1	06/01/2032	1
31390E-JA-1	FNMA Pool No 643857 6.000% 05/01/32		06/01/2012	Paydown		.694	.694	.694	.694		.0		.0		.694			.0	.17	05/01/2032	1
31390F-MJ-5	FNMA Pool No 644861 6.000% 06/01/32		06/01/2012	Paydown		.73	.73	.73	.73		.0		.0		.73			.0	.2	06/01/2032	1
31390G-B5-5	FNMA Pool No 645460 6.500% 05/01/32		06/01/2012	Paydown		2,339	2,339	2,465	2,452		(113)		(113)		2,339			.0	.58	05/01/2032	1
31390J-RR-4	FNMA Pool No 647696 6.500% 05/01/17		06/01/2012	Paydown		8,791	8,791	9,292	9,072		(281)		(281)		8,791			.0	.217	05/01/2017	1
31390K-H9-2	FNMA Pool No 648356 6.500% 06/01/17		06/01/2012	Paydown		.426	.426	.450	.437		(11)		(11)		.426			.0	.11	06/01/2017	1
31390M-KB-9	FNMA Pool No 650190 6.500% 09/01/17		06/01/2012	Paydown		1,208	1,208	1,267	1,231		(22)		(22)		1,208			.0	.33	09/01/2017	1
31392C-T6-1	Fannie Mae Series 2002-W3 Class A4 6.5		06/01/2012	Paydown		8,483	8,483	8,382	8,403		.80		.80		8,483			.0	.231	11/25/2041	1
31393B-BN-4	Fannie Mae Series 2003-36 Class 0G 5.5		06/01/2012	Paydown		181,703	181,703	185,224	181,417		.287		.287		181,703			.0	4,068	12/25/2031	1
31393B-HP-3	Fannie Mae Series 2003-33 Class PT 4.5		06/01/2012	Paydown		1,214	1,214	1,225	1,223		(8)		(8)		1,214			.0	.20	05/25/2033	1
31393R-ZN-3	Freddie Mac Series 2627 Class BG 3.250		06/01/2012	Paydown		5,789	5,789	5,554	5,728		.61		.61		5,789			.0	.78	06/15/2017	1
31393X-FS-1	Fannie Mae Series 2004-T1 Class 1A1 6		06/01/2012	Paydown		6,824	6,824	7,155	7,042		(217)		(217)		6,824			.0	.177	01/25/2044	1
31394K-MW-1	Freddie Mac Series 2686 Class JH 5.500		06/01/2012	Paydown		74,474	74,474	74,427	74,334		.140		.140		74,474			.0	1,716	07/15/2032	1
31394Y-P4-0	Freddie Mac Series 2802 Class NM 4.500		06/01/2012	Paydown		254,802	254,802	241,743	253,411		1,391		1,391		254,802			.0	4,774	09/15/2029	1
31401J-B4-9	FNMA Pool No 709359 5.000% 07/01/18		06/01/2012	Paydown		4,289	4,289	4,398	4,356		(67)		(67)		4,289			.0	.87	07/01/2018	1
31402C-4F-6	FNMA Pool No 725422 5.000% 04/01/34		06/01/2012	Paydown		39,513	39,513	40,451	40,419		(907)		(907)		39,513			.0	.832	04/01/2034	1
31402D-J9-2	FNMA Pool No 725788 4.563% 01/01/15		06/01/2012	Paydown		6,921	6,921	6,829	6,877		.43		.43		6,921			.0	.122	01/01/2015	1
31402H-H3-8	FNMA Pool No 729350 5.000% 07/01/18		06/01/2012	Paydown		4,196	4,196	4,303	4,266		(70)		(70)		4,196			.0	.83	07/01/2018	1

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STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 4

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										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31402K-BX-1	FNMA Pool No 730954 5.000% 08/01/33		06/01/2012	Paydown		35,183	35,183	33,517	33,592		1,591		1,591		35,183			.0	752	08/01/2033	1
31402R-W2-1	FNMA Pool No 736065 5.000% 09/01/18		06/01/2012	Paydown		1,534	1,534	1,573	1,559		(24)		(24)		1,534			.0	33	09/01/2018	1
31403C-6L-0	FNMA Pool No 745275 5.000% 02/01/36		06/01/2012	Paydown		75,220	75,220	77,478	77,452		(2,232)		(2,232)		75,220			.0	1,576	02/01/2036	1
31403J-TN-6	FNMA Pool No 750357 6.000% 11/01/33		06/01/2012	Paydown		22,977	22,977	23,742	23,673		(696)		(696)		22,977			.0	676	11/01/2033	1
31404Q-QW-2	FNMA Pool No 775469 6.500% 05/01/34		06/01/2012	Paydown		263	263	276	275		(11)		(11)		263			.0	7	05/01/2034	1
31404V-2P-2	FNMA Pool No 780282 6.500% 07/01/34		06/01/2012	Paydown		10,894	10,894	11,404	11,338		(445)		(445)		10,894			.0	352	07/01/2034	1
31404W-MB-9	FNMA Pool No 780754 5.500% 06/01/34		06/01/2012	Paydown		1,407	1,407	1,390	1,390		16		16		1,407			.0	33	06/01/2034	1
31405S-ET-7	FNMA Pool No 797646 6.000% 09/01/35		06/01/2012	Paydown		25,719	25,719	26,362	26,330		(611)		(611)		25,719			.0	641	09/01/2035	1
31405S-KJ-2	FNMA Pool No 797797 6.000% 04/01/35		06/01/2012	Paydown		1,768	1,768	1,824	1,821		(52)		(52)		1,768			.0	44	04/01/2035	1
31406Y-Y7-9	FNMA Pool No 824334 5.500% 07/01/35		06/01/2012	Paydown		40,360	40,360	40,656	40,639		(279)		(279)		40,360			.0	870	07/01/2035	1
31407H-KS-4	FNMA Pool No 831105 5.500% 11/01/35		06/01/2012	Paydown		61,337	61,337	61,717	61,697		(360)		(360)		61,337			.0	1,408	11/01/2035	1
31407J-KY-7	FNMA Pool No 832011 5.000% 08/01/35		06/01/2012	Paydown		31,401	31,401	30,943	30,960		441		441		31,401			.0	535	08/01/2035	1
31407N-BB-8	FNMA Pool No 835334 5.000% 08/01/35		06/01/2012	Paydown		3,033	3,033	2,988	2,990		43		43		3,033			.0	53	08/01/2035	1
31407N-XP-3	FNMA Pool No 835986 5.000% 08/01/35		06/01/2012	Paydown		7,228	7,228	7,123	7,127		102		102		7,228			.0	150	08/01/2035	1
31407R-Q4-9	FNMA Pool No 838475 5.000% 09/01/35		06/01/2012	Paydown		43,883	43,883	41,812	41,883		2,000		2,000		43,883			.0	880	09/01/2035	1
31407S-EE-8	FNMA Pool No 839033 5.000% 11/01/35		06/01/2012	Paydown		29,036	29,036	27,782	27,839		1,197		1,197		29,036			.0	596	11/01/2035	1
31407W-VP-5	FNMA Pool No 843122 5.000% 11/01/35		06/01/2012	Paydown		16,566	16,566	15,851	15,875		692		692		16,566			.0	365	11/01/2035	1
31408B-U5-5	FNMA Pool No 846704 6.000% 01/01/36		06/01/2012	Paydown		32,691	32,691	33,186	33,159		(469)		(469)		32,691			.0	777	01/01/2036	1
31409K-QP-5	FNMA Pool No 873562 5.495% 04/01/16		06/01/2012	Paydown		828	828	816	819		8		8		828			.0	19	04/01/2016	1
31410G-AF-0	FNMA Pool No 888406 5.000% 08/01/36		06/01/2012	Paydown		19,013	19,013	18,074	18,104		909		909		19,013			.0	397	08/01/2036	1
31410G-E4-1	FNMA Pool No 888555 5.500% 09/01/21		06/01/2012	Paydown		23,229	23,229	23,374	23,341		(112)		(112)		23,229			.0	532	09/01/2021	1
31412D-S0-2	FNMA Pool No 922227 6.500% 12/01/36		06/01/2012	Paydown		26,998	26,998	28,314	28,287		(1,288)		(1,288)		26,998			.0	746	12/01/2036	1
31412P-U8-2	FNMA Pool No 931307 4.500% 06/01/39		06/01/2012	Paydown		87,623	87,623	90,977	90,899		(3,277)		(3,277)		87,623			.0	1,678	06/01/2039	1
31412Q-7B-9	FNMA Pool No 932490 4.500% 02/01/40		06/01/2012	Paydown		48,957	48,957	51,267	51,210		(2,253)		(2,253)		48,957			.0	926	02/01/2040	1
31413J-JL-6	FNMA Pool No 947087 6.000% 10/01/37		06/01/2012	Paydown		12,786	12,786	12,908	12,902		(116)		(116)		12,786			.0	312	10/01/2037	1
31413T-JT-0	FNMA Pool No 954874 6.000% 11/01/37		06/01/2012	Paydown		24,258	24,258	24,955	24,938		(680)		(680)		24,258			.0	582	11/01/2037	1
31413V-QU-4	FNMA Pool No 956867 5.000% 03/01/38		06/01/2012	Paydown		242,844	242,844	237,334	237,470		5,374		5,374		242,844			.0	5,457	03/01/2038	1
31414L-4Z-8	FNMA Pool No 969840 5.000% 03/01/38		06/01/2012	Paydown		17,998	17,998	17,702	17,709		290		290		17,998			.0	365	03/01/2038	1
31414S-Y6-4	FNMA Pool No 975133 6.000% 05/01/38		06/01/2012	Paydown		60,012	60,012	60,673	60,648		(636)		(636)		60,012			.0	1,504	05/01/2038	1
31415B-WJ-4	FNMA Pool No 982249 5.000% 05/01/38		06/01/2012	Paydown		253,392	253,392	242,742	243,037		10,355		10,355		253,392			.0	5,277	05/01/2038	1
31415R-ZU-1	FNMA Pool No 987355 6.500% 10/01/38		06/01/2012	Paydown		17,578	17,578	17,944	17,933		(355)		(355)		17,578			.0	476	10/01/2038	1
31415T-HT-0	FNMA Pool No 988642 5.000% 08/01/38		06/01/2012	Paydown		34,067	34,067	33,242	33,265		802		802		34,067			.0	616	08/01/2038	1
31416C-HP-4	FNMA Pool No 995838 5.500% 05/01/39		06/01/2012	Paydown		101,005	101,005	110,079	109,915		(8,910)		(8,910)		101,005			.0	2,364	05/01/2039	1

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31416L-HY-5...	FNMA Pool No AA2946 4.500% 04/01/24		06/01/2012	Paydown		38,856	38,856	40,173	40,033		(1,177)		(1,177)		38,856			.0	729	04/01/2024	1
31416R-RG-0...	FNMA Pool No AA7686 4.500% 06/01/39		06/01/2012	Paydown		46,357	46,357	48,175	48,127		(1,770)		(1,770)		46,357			.0	838	06/01/2039	1
31416X-OT-0...	FNMA Pool No AB2265 4.000% 02/01/41		06/01/2012	Paydown		11,245	11,245	11,706	11,702		(457)		(457)		11,245			.0	183	02/01/2041	1
31417A-VT-3...	FNMA Pool No AB4225 3.500% 01/01/42		06/01/2012	Paydown		23,546	23,546	24,264			(717)		(717)		23,546			.0	278	01/01/2042	1
31417Y-HM-2...	FNMA Pool No MA0235 4.000% 11/01/19		06/01/2012	Paydown		21,898	21,898	22,572	22,490		(593)		(593)		21,898			.0	364	11/01/2019	1
31418M-KS-0...	FNMA Pool No AD0304 6.000% 05/01/22		06/01/2012	Paydown		37,765	37,765	40,783	40,540		(2,775)		(2,775)		37,765			.0	936	05/01/2022	1
31418N-YK-0...	FNMA Pool No AD1613 4.500% 02/01/25		06/01/2012	Paydown		41,462	41,462	43,030	42,943		(1,481)		(1,481)		41,462			.0	757	02/01/2025	1
31418V-T5-1...	FNMA Pool No AD7771 4.000% 07/01/25		06/01/2012	Paydown		23,884	23,884	25,023	24,977		(1,093)		(1,093)		23,884			.0	395	07/01/2025	1
31418W-PP-9...	FNMA Pool No AD8529 4.500% 08/01/40		06/01/2012	Paydown		38,886	38,886	40,636	40,603		(1,717)		(1,717)		38,886			.0	711	08/01/2040	1
31419J-TQ-1...	FNMA Pool No AE7758 3.500% 11/01/25		06/01/2012	Paydown		60,499	60,499	61,625	61,587		(1,087)		(1,087)		60,499			.0	859	11/01/2025	1
31419L-XR-9...	FNCL Pool No AE9687 4.000% 11/01/40		06/01/2012	Paydown		11,782	11,782	11,951	11,946		(164)		(164)		11,782			.0	197	11/01/2040	1
647200-M9-2...	New Mexico MTG Fin 4.500% 09/01/28		06/01/2012	Call	100.0000	5,000	5,000	5,383	5,340		(15)		(15)		5,325		(325)	(325)	169	09/01/2028	1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						3,551,759	3,551,759	3,592,248	3,371,983	0	(45,244)	0	(45,244)	0	3,552,303	0	(544)	(544)	73,800	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
03061L-AC-7...	Americredit Automobile Rec Series 2010-A		06/06/2012	Paydown		19,256	19,256	19,254	19,255		.1		.1		19,256			.0	283	07/06/2017	1FE
045424-FK-9...	Asset Securitization Corp Series 1997-D5		04/11/2012	Paydown		392,253	392,253	423,633	397,600		(5,347)		(5,347)		392,253			.0	9,119	02/14/2043	1FM
05377R-AB-0...	Aesop Funding II LLC Series 2009-1A Clas		06/20/2012	Paydown		33,333	33,333	36,391	34,697		(1,363)		(1,363)		33,333			.0	1,422	10/20/2013	1FE
05947U-ES-3...	Banc Of America Commercial Mor Series 20		05/14/2012	Call	100.0000	1,628	1,628	1,775	1,626		.2		.2		1,628			.0	.42	06/11/2035	1FM
05947U-ES-3...	Banc Of America Commercial Mor Series 20		04/01/2012	Paydown		1,495	1,495	1,630	1,493		.2		.2		1,495			.0	.31	06/11/2035	1FM
05947U-HM-3...	Banc Of America Commercial Mor Series 20		06/01/2012	Paydown		41,805	41,805	43,764	42,016		(212)		(212)		41,805			.0	797	07/11/2043	1FM
05947U-HN-1...	Banc Of America Commercial Mor Series 20		06/01/2012	Paydown		159,908	159,908	167,616	161,951		(2,044)		(2,044)		159,908			.0	4,214	07/11/2043	1FM
05949A-5A-4...	Banc Of America Mortgage Secur Series 20		06/01/2012	Paydown		34,292	34,292	34,914	31,809		2,818		(335)	2,483	34,292			.0	783	05/25/2035	1FM
05949C-HQ-2...	Banc Of America Mortgage Secur Series 20		06/01/2012	Paydown		3,839	3,839	3,373	3,373		466		466		3,839			.0	43	10/25/2035	1FM
05949C-KQ-8...	Banc Of America Mortgage Secur Series 20		06/01/2012	Paydown		1,744	1,744	1,506	1,506		238		238		1,744			.0	21	11/25/2035	1FM
07383F-PW-2...	Bear Stearns Commercial Mortgage Series 20		06/01/2012	Paydown		59,664	59,664	58,946	59,522		142		142		59,664			.0	1,300	08/15/2038	1FM
07387A-AW-5...	Bear Stearns Adjustable Rate M Series 20		06/01/2012	Paydown		6,235	6,235	5,348	5,347		888		888		6,235			.0	78	06/25/2035	1FM
105340-AE-3...	Brandywine Operatg Partnership 5.750% Credit-Based Asset		04/01/2012	Maturity		27,000	27,000	26,940	26,997		.3		.3		27,000			.0	776	04/01/2012	2FE
1248MG-AP-9...	Servicing A Series 20 Countrywide Home Loans		06/01/2012	Paydown		3,123	3,123	1,956	1,159	798	1,166		1,964		3,123			.0	38	01/25/2037	1FM
12544L-AA-9...	Series 2007-11 Cl CVS Pass-Through Trust		06/01/2012	Paydown		24,470	32,342	28,560	26,384	2,176	(4,090)		(1,914)		24,470			.0	783	08/25/2037	3FM
126659-AA-9...	144A 8.353% 07/ Countrywide Asset-Backed		06/10/2012	Redemption	100.0000	2,656	2,656	2,656	2,656		.0		.0		2,656			.0	92	07/10/2031	2FE
126683-AB-7...	Certi Series 20 Countrywide Asset-Backed		06/01/2012	Paydown		32,496	32,804	22,923	25,534		6,962		6,962		32,496			.0	771	06/25/2035	1FM
12668X-AC-9...	Certi Series 20 Countrywide Asset-Backed		06/01/2012	Paydown		16,440	16,440	12,013	10,786	1,124	4,530		5,654		16,440			.0	371	04/25/2036	2FM
12669G-HY-0...	Countrywide Home Loans Series 2004-29 Cl		06/25/2012	Paydown		99	99	99	99		.0		.0		99			.0	0	02/25/2035	1FM

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

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										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
12669G-NL-1	Countrywide Home Loans Series 2005-7 Cla		05/23/2012	Credit Suisse 1st Boston		12,774	17,991	18,209	18,199		(15)		(15)		18,184		(5,411)	(5,411)	.37	03/25/2035	1FM
12669G-NL-1	Countrywide Home Loans Series 2005-7 Cla		05/25/2012	Paydown		28	28	29	29				0		28			0	.8	03/25/2035	1FM
161137-AU-8	Charming Shoppes Master Trust Series 200		06/15/2012	Paydown		225,000	225,000	224,946	224,992		.8		.8		225,000			0	5,766	09/15/2017	1FE
172973-TL-3	Citicorp Mortgage Securities Series 2003		06/01/2012	Paydown		14,577	14,577	14,452	14,485		.93		.93		14,577			0	289	11/25/2018	1FM
173076-6K-9	Citicorp Mortgage Trust Series 200		06/01/2012	Paydown		4,446	5,939	4,807	4,124	683	(360)		323		4,446			0	.72	03/25/2036	1FM
17310B-AY-0	Citicorp Mortgage Securities Series 2006		06/01/2012	Paydown		40,290	40,290	38,521	38,968		1,322		1,322		40,290			0	.776	06/25/2036	1FM
201730-AD-0	Commercial Mortgage Asset Trus Series 19		06/11/2012	Paydown		29,514	29,514	32,159	30,577		(1,063)		(1,063)		29,514			0	.858	01/17/2032	1FM
225410-DJ-8	CS First Boston Mortgage Secur Series 20		06/01/2012	Paydown		37,446	37,446	36,942	37,640		(194)		(194)		37,446			0	.678	05/15/2038	1FM
225410-SF-0	CS First Boston Mortgage Secur Series 20		06/01/2012	Paydown		32,228	32,228	31,931	32,128		100		100		32,228			0	.675	08/15/2036	1FM
225458-DK-1	CS First Boston Mortgage Secur Series 20		06/01/2012	Paydown		17,736	17,736	17,359	17,698		.38		.38		17,736			0	.391	02/15/2038	1FM
225458-EZ-7	CS First Boston Mortgage Secur Series 20		06/01/2012	Paydown		5,330	5,330	5,085	4,083	1,002	246		1,248		5,330			0	.121	03/25/2035	1FM
25459H-BD-6	Direct TV Holdings 144A 3.800% 03/15/12		05/09/2012	Tax Free Exchange		714,705	715,000	714,700			.5		.5		714,705			0	4,604	03/15/2022	2FE
320516-DA-0	First Horizon Alternative Mort Series 20		06/01/2012	Paydown		9,096	9,096	7,527	7,572		1,523		1,523		9,096			0	.236	01/25/2035	1FM
320516-RD-9	First Horizon Alternative Mort Series 20		06/01/2012	Paydown		22,345	22,345	22,066	18,299	3,773	273		4,046		22,345			0	.555	08/25/2035	1FM
337367-AE-6	First Union-Lehman Brothers Series 1998		06/01/2012	Paydown		95,282	95,282	105,265	96,109		(827)		(827)		95,282			0	2,836	11/18/2035	1FM
34529C-AC-8	Ford Credit Auto Lease Trust Series 2010		06/15/2012	Paydown		229,494	229,494	229,475	229,486		.8		.8		229,494			0	.862	07/15/2013	1FE
36161R-AD-1	General Electric Capital Assur Series 20		06/01/2012	Paydown		10,912	10,912	11,138	11,010		(97)		(97)		10,912			0	.238	05/12/2035	1FM
36170U-AB-7	G-Force LLC Series 2005-RRA Class A2		06/01/2012	Paydown		13,481	13,481	12,538	13,228		253		253		13,481			0	.268	08/22/2036	4AM
361856-DD-6	GMAC Mortgage Corporation Loan Series 20		06/01/2012	Paydown		61,634	61,634	59,303	59,717		1,916		1,916		61,634			0	1,182	10/25/2033	1FM
362341-4F-3	GSR Mortgage Loan Trust Series 2006-AR1		06/01/2012	Paydown		2,120	2,120	1,956	1,956		.164		.164		2,120			0	.49	01/25/2036	1FM
36242D-H5-5	GSR Mortgage Loan Trust Series 2005-AR2		06/01/2012	Paydown		288	288	289	288				0		288			0	.4	04/25/2035	1FM
368280-BR-6	Ge Capital Commercial Mortgage Series 20		06/01/2012	Paydown		4,832	4,832	5,146	4,960		(128)		(128)		4,832			0	.124	07/10/2037	1FM
36962G-YY-4	General Elec Cap Corp MTNA 6.000% 06/1		06/15/2012	Maturity		500,000	500,000	496,245	499,777		223		223		500,000			0	15,000	06/15/2012	1FE
43812K-AC-7	Honda Auto Receivables Owner T Series 20		06/18/2012	Paydown		57,601	57,601	57,594	57,599		.2		.2		57,601			0	.319	03/18/2014	1FE
45254N-ML-8	Impac CMB Trust Series 2005-1 Class 1A1		06/25/2012	Paydown		557	557	557	557				0		557			0	.2	04/25/2035	1FM
481247-AK-0	JPMorgan Chase & Co 2.200% 06/15/12		06/15/2012	Maturity		400,000	400,000	399,752	399,964		.36		.36		400,000			0	4,400	06/15/2012	1FE
49326E-ED-1	Keycorp MTN 5.100% 03/24/21		06/05/2012	Wachovia Capital Markets		106,347	95,000	94,912	94,917		.3		.3		94,920		11,427	11,427	3,418	03/24/2021	2FE
50075N-AH-7	Kraft Foods Inc 6.250% 06/01/12		06/01/2012	Maturity		46,000	46,000	48,287	46,131		(131)		(131)		46,000			0	1,438	06/01/2012	2FE
55265K-XT-1	Mastr Asset Securitization Tru Series 20		06/01/2012	Paydown		15,353	15,353	14,739	14,753		.600		.600		15,353			0	.343	06/25/2033	1FM
59020U-NZ-4	MLCC Mortgage Investors Inc Series 2004		05/23/2012	Morgan Stanley & Co Inc		8,959	10,794	10,794	10,794				0		10,794		(1,835)	(1,835)	.22	01/25/2030	1FM
59020U-NZ-4	MLCC Mortgage Investors Inc Series 2004		05/25/2012	Paydown		13	13	13	13				0		13			0	.7	01/25/2030	1FM
59020U-QD-0	MLCC Mortgage Investors Inc Series 2005		06/01/2012	Paydown		4,188	4,188	4,121	4,129		.59		.59		4,188			0	.50	12/25/2034	1FM
590219-AE-1	MLCC Mortgage Investors Inc Series 2006		06/01/2012	Paydown		7,639	7,639	7,307	7,321		.318		.318		7,639			0	.76	05/25/2036	1FM

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STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

SCHEDULE D - PART 4

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

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										11	12	13	14	15							
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59022C-AB-9...	Merrill Lynch & Co 6.220% 09/15/26		05/04/2012	Corporate Action		105,815	100,000	95,600	95,860		.68		.68		95,928		9,887	9,887	7,319	09/15/2026	2FE
61746W-H2-9...	Morgan Stanley Dean Witter Cap Series 20		06/01/2012	Paydown		7,819	7,819	8,331	8,076		(257)		(257)		7,819			0	170	06/13/2041	1FM
61746W-PF-1...	Morgan Stanley Dean Witter Cap Series 20		04/01/2012	Paydown		20,601	20,601	20,722	20,558		.43		.43		20,601			0	411	01/15/2039	1FM
61913P-AP-7...	Mortgageit Trust Series 2005-1 Class 1A1		06/25/2012	Paydown		416	416	416	416				0		416			0	1	02/25/2035	1FM
61913P-AR-3...	Mortgageit Trust Series 2005-1 Class 2A		06/01/2012	Paydown		1,434	1,434	1,411	1,414		.20		.20		1,434			0	9	02/25/2035	1FM
63938P-AA-7...	Navistar Financial Dealer Series 2011-1		06/13/2012	Citigroup Global Mkts Inc.		136,013	135,000	135,000	135,000				0		135,000		1,013	1,013	923	10/25/2016	1FE
655356-JG-9...	Nomura Asset Securities Corp Series 1998		06/11/2012	Paydown		27,215	27,215	28,746	27,688		(472)		(472)		27,215			0	862	03/15/2030	1FM
674135-BD-9...	Investors Inc Series 19 Quest Corp 7.625%		06/01/2012	Paydown		16,091	16,091	17,017	16,820		(729)		(729)		16,091			0	533	10/15/2026	1FE
749136-AK-1...	Residential Funding Mtg 06/15/15		04/18/2012	Corporate Action		56,963	50,000	57,088	55,320		(429)		(429)		54,891		2,071	2,071	2,803	06/15/2015	2FE
74958T-AB-9...	Residential Funding Mtg Sec I Series 200		06/01/2012	Paydown		14,086	18,183	14,158	11,464	2,694	(72)		2,622		14,086			0	387	07/27/2037	1FM
74958W-AB-2...	Residential Funding Mtg Sec I Series 200		06/01/2012	Paydown		4,912	8,539	7,012	5,308	1,697	(2,094)		(397)		4,912			0	120	02/25/2037	1FM
760985-ZH-7...	Residential Asset Mortgage Pro Series 20		05/01/2012	Paydown		11,884	11,884	11,885	7,461	4,409	.14		4,423		11,884			0	244	09/25/2033	1FM
76110V-MH-8...	Residential Funding Mortgage S Series 20		06/01/2012	Paydown		6,635	6,635	6,699	6,649		(15)		(15)		6,635			0	151	04/25/2028	1FM
76110W-QR-0...	Residential Asset Securities C Series 20		06/01/2012	Paydown		12,102	12,102	11,611	11,721		381		381		12,102			0	201	04/25/2033	1FM
78473W-AC-7...	Santander Drive Auto Mortg Series 20		06/01/2012	Paydown		2,131	2,131	1,895	1,537	358	236		594		2,131			0	49	10/25/2037	2FM
80282D-AC-6...	Sequoia Mortgage Trust Receivabl Series 20		06/15/2012	Paydown		29,674	29,674	29,673	29,673		.1		.1		29,674			0	236	11/17/2014	1FE
81744F-FJ-1...	Sequoia Mortgage Trust Series 2004-11 Cl		06/20/2012	Paydown		196	196	196	196				0		196			0	0	12/20/2034	1FM
81744F-FY-8...	Sequoia Mortgage Trust Series 2004-12 Cl		06/20/2012	Paydown		365	365	365	277	88			88		365			0	1	01/20/2035	1FM
81744F-GM-3...	Sequoia Mortgage Trust Series 2005-1 Cla		05/22/2012	Auriga		25,584	34,112	34,112	26,645	7,466			7,466		34,112		(8,528)	(8,528)	72	02/20/2035	1FM
81744F-GM-3...	Sequoia Mortgage Trust Series 2005-1 Cla		05/20/2012	Paydown		442	442	442	345	.97			.97		442			0	1	02/20/2035	1FM
85171U-AA-5...	Springleaf Mortgage Loan Series 2011-1A		06/01/2012	Paydown		32,964	32,964	32,937	32,941		.23		.23		32,964			0	540	01/25/2058	1FM
86359A-MH-3...	Structured Asset Securities Co Series 20		06/01/2012	Paydown		13,148	13,148	11,472	11,858		1,290		1,290		13,148			0	185	04/25/2031	1FM
86359A-WU-3...	Structured Asset Securities Co Series 20		06/01/2012	Paydown		12,333	12,333	10,599	10,988		1,345		1,345		12,333			0	174	01/25/2031	1AM
86359B-AA-3...	Structured Asset Securities Co Series 20		06/01/2012	Paydown		6,687	6,687	6,873	6,787		(100)		(100)		6,687			0	156	09/25/2019	1FM
89655V-AA-0...	Trinity Rail Leasing LP Series 2003-1A C		06/12/2012	Paydown		3,228	3,228	3,228	3,204		.24		.24		3,228			0	91	10/12/2026	1FE
921796-LJ-5...	Vanderbilt Mortgage Finance Series 2001		06/01/2012	Paydown		15,627	15,627	16,790	13,007	3,583	(962)		2,621		15,627			0	537	09/07/2031	2FE
921796-MP-0...	Vanderbilt Mortgage Finance Series 2002		06/01/2012	Paydown		18,861	18,861	19,161	19,062		(202)		(202)		18,861			0	535	08/07/2024	1FE
949767-AA-5...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		28,496	28,496	27,414	27,554		942		942		28,496			0	526	11/25/2018	1FM
94981Y-AB-7...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		3,401	3,401	3,413	2,800	.611	(9)		602		3,401			0	36	01/25/2035	1FM
949834-AA-3...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		22,552	22,552	22,292	20,774	1,518	260		1,778		22,552			0	559	10/25/2037	3FM
94983B-AH-2...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		20,926	20,926	21,004	20,899		.26		.26		20,926			0	482	04/25/2036	2FM
94983R-AD-6...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		4,074	5,386	4,547	4,546		(472)		(472)		4,074			0	58	04/25/2036	1FM
94984G-AD-9...	Wells Fargo Mortgage Backed Se Series 20		06/01/2012	Paydown		6,462	6,462	5,806	5,802		.660		.660		6,462			0	151	09/25/2036	1FM
984121-BS-1...	Xerox Corporation 5.500% 05/15/12		05/15/2012	Maturity		175,000	175,000	174,573	174,964		.36		.36		175,000			0	4,813	05/15/2012	2FE

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STATEMENT AS OF JUNE 30, 2012 OF THE BCS Insurance Company

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

Schedule E - Part 2

NONE

Supp "A" to T - Physicians

NONE

Supp "A" to T - Hospitals

NONE



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2012 OF THE BCS Insurance Company

Designate the type of health care providers reported on this page.
Other Health Care Professionals

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama AL								
2. Alaska AK								
3. Arizona AZ								
4. Arkansas AR								
5. California CA								
6. Colorado CO								
7. Connecticut CT								
8. Delaware DE								
9. District of Columbia DC								
10. Florida FL								
11. Georgia GA								
12. Hawaii HI								
13. Idaho ID								
14. Illinois IL								
15. Indiana IN								
16. Iowa IA								
17. Kansas KS								
18. Kentucky KY								
19. Louisiana LA								
20. Maine ME								
21. Maryland MD	0	0	0	0	(13,288)	0	0	70,651
22. Massachusetts MA								
23. Michigan MI								
24. Minnesota MN								
25. Mississippi MS								
26. Missouri MO								
27. Montana MT								
28. Nebraska NE								
29. Nevada NV								
30. New Hampshire NH								
31. New Jersey NJ								
32. New Mexico NM								
33. New York NY								
34. North Carolina NC								
35. North Dakota ND								
36. Ohio OH								
37. Oklahoma OK								
38. Oregon OR								
39. Pennsylvania PA	166,205	175,334	0	0	(12,755)	0	0	456,674
40. Rhode Island RI								
41. South Carolina SC								
42. South Dakota SD								
43. Tennessee TN								
44. Texas TX								
45. Utah UT								
46. Vermont VT								
47. Virginia VA								
48. Washington WA								
49. West Virginia WV								
50. Wisconsin WI								
51. Wyoming WY								
52. American Samoa AS								
53. Guam GU								
54. Puerto Rico PR								
55. U.S. Virgin Islands VI								
56. Northern Mariana Islands MP								
57. Canada CN								
58. Aggregate other alien OT	0	0	0	0	0	0	0	0
59. Totals	166,205	175,334	0	0	(26,043)	0	0	527,325
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Sum. of remaining write-ins for Line 58 from overflow page	0	0	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	0	0	0	0	0	0	0	0



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2012 OF THE BCS Insurance Company

Designate the type of health care providers reported on this page.
Other Health Care Facilities

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama AL								
2. Alaska AK								
3. Arizona AZ								
4. Arkansas AR								
5. California CA								
6. Colorado CO								
7. Connecticut CT								
8. Delaware DE								
9. District of Columbia DC								
10. Florida FL								
11. Georgia GA								
12. Hawaii HI								
13. Idaho ID								
14. Illinois IL								
15. Indiana IN								
16. Iowa IA								
17. Kansas KS								
18. Kentucky KY								
19. Louisiana LA								
20. Maine ME								
21. Maryland MD								
22. Massachusetts MA								
23. Michigan MI								
24. Minnesota MN								
25. Mississippi MS								
26. Missouri MO								
27. Montana MT								
28. Nebraska NE								
29. Nevada NV								
30. New Hampshire NH								
31. New Jersey NJ								
32. New Mexico NM								
33. New York NY								
34. North Carolina NC								
35. North Dakota ND								
36. Ohio OH								
37. Oklahoma OK								
38. Oregon OR								
39. Pennsylvania PA								
40. Rhode Island RI								
41. South Carolina SC								
42. South Dakota SD								
43. Tennessee TN								
44. Texas TX								
45. Utah UT								
46. Vermont VT								
47. Virginia VA								
48. Washington WA								
49. West Virginia WV								
50. Wisconsin WI								
51. Wyoming WY								
52. American Samoa AS								
53. Guam GU								
54. Puerto Rico PR								
55. U.S. Virgin Islands VI								
56. Northern Mariana Islands MP								
57. Canada CN								
58. Aggregate other alien OT	0	0	0	0	0	0	0	0
59. Totals	0	0	0	0	0	0	0	0
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Sum. of remaining write-ins for Line 58 from overflow page	0	0	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	0	0	0	0	0	0	0	0

NONE



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2012 OF THE BCS Insurance Company

DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT

Year To Date For The Period Ended 2012

NAIC Group Code 00023

NAIC Company Code 38245

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$ 12,013,415	\$ 6,569,171	\$ 3,118,316

2. Commercial Multiple Peril (CMP) Packaged Policies

2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? Yes [] No [X]

2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? Yes [] No [X]

2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified: \$0

2.32 Amount estimated using reasonable assumptions: \$0

2.4 If the answer to question 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies. \$0