



QUARTERLY STATEMENT

AS OF JUNE 30, 2012

OF THE CONDITION AND AFFAIRS OF THE

Medical Benefits Mutual Life Insurance Company

NAIC Group Code 0000, , NAIC Company Code 74322 Employer's ID Number 31-4210910
(Current Period) (Prior Period)

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

Country of Domicile US

Incorporated/Organized May 6, 1938 Commenced Business April 4, 1938

Statutory Home Office 1975 Tamarack Road, Newark, Ohio 43055
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 1975 Tamarack Road, Newark, Ohio 43055 740-522-8425
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 1975 Tamarack Road, Newark, Ohio 43055
(Street and Number or P. O. Box, City or Town, State and Zip Code)

Primary Location of Books and Records 1975 Tamarack Road, Newark, Ohio 43055
(Street and Number, City or Town, State and Zip Code)
740-522-8425
(Area Code) (Telephone Number)

Internet Website Address www.medben.com

Statutory Statement Contact Cristin Saguisi 740-522-7407
(Name) (Area Code) (Telephone Number) (Extension)
csaguisi@medben.com 740-522-7526
(E-Mail Address) (Fax Number)

OFFICERS

Douglas James Freeman (CEO)
 Clark Arthur Morrow (Secretary)
 Kurt Jeffrey Harden (Treasurer)

OTHER OFFICERS

Caroline Fischer Rouse Fraker (VP, Compliance & Chief Privacy Officer)
 Lori Kane (Vice President)
 Rose McEntire (Vice President & Chief Security Officer)
 Cara Delcher (Vice President of Quality Systems)
 John Edward Nydegger, Jr. (Vice President of Finance & Controller)

DIRECTORS OR TRUSTEES

J. Scott Cantley
 Charles Daniel Delawder
 Nancy Shrider Dix
 Douglas James Freeman
 Kurt Jeffrey Harden
 Richard Merrill Main
 Clark Arthur Morrow

State of Ohio }
 County of } 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.

 Douglas James Freeman
 CEO

 Clark Arthur Morrow
 Secretary

 Kurt Jeffrey Harden
 Treasurer

Subscribed and sworn to before me this
 day of _____ 2012

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

ASSETS

| | Current Statement Date | | | 4 |
|----------------------------------------------------------------------------------------------------------------------------------------------|------------------------|----------------------------|------------------------------------------------------|--------------------------------------------------|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Col. 1 minus Col. 2) | December 31 Prior Year Net Admitted Assets |
| 1. Bonds | 5,488,218 | | 5,488,218 | 4,676,645 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | 500 | | 500 | 500 |
| 2.2 Common stocks | 4,796,573 | 3,163 | 4,793,410 | 4,187,223 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | | |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ 200,000 encumbrances) | 1,993,249 | | 1,993,249 | 1,717,750 |
| 4.2 Properties held for the production of income (less \$ encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ encumbrances) | | | | |
| 5. Cash (\$ 1,550,108), cash equivalents (\$) and short-term investments (\$ 6,837,272) | 8,387,380 | | 8,387,380 | 9,359,023 |
| 6. Contract loans (including \$ premium notes) | | | | |
| 7. Derivatives | | | | |
| 8. Other invested assets | | | | |
| 9. Receivables for securities | | | | |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Line 1 to Line 11) | 20,665,920 | 3,163 | 20,662,757 | 19,941,141 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | | |
| 14. Investment income due and accrued | 23,682 | | 23,682 | 28,951 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 55,510 | | 55,510 | 41,756 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums) | | | | |
| 15.3 Accrued retrospective premiums | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 101,027 | | 101,027 | 76,343 |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | | |
| 17. Amounts receivable relating to uninsured plans | 1,198,597 | | 1,198,597 | 1,079,364 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 181,393 | 14,000 | 167,393 | 271,000 |
| 18.2 Net deferred tax asset | 682,000 | 156,000 | 526,000 | 361,000 |
| 19. Guaranty funds receivable or on deposit | | | | |
| 20. Electronic data processing equipment and software | 50,343 | | 50,343 | 12,986 |
| 21. Furniture and equipment, including health care delivery assets (\$) | 296,440 | 292,648 | 3,792 | 45,813 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 483,360 | | 483,360 | 1,262,683 |
| 24. Health care (\$) and other amounts receivable | 26,157 | | 26,157 | 30,738 |
| 25. Aggregate write-ins for other than invested assets | 825,473 | 246,076 | 579,397 | 539,372 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25) | 24,589,902 | 711,887 | 23,878,015 | 23,691,147 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Totals (Line 26 and Line 27) | 24,589,902 | 711,887 | 23,878,015 | 23,691,147 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Line 1001 through Line 1103 plus Line 1198) (Line 11 above) | | | | |
| 2501. Cash Surrender Value of Officers Life Insurance | 579,397 | | 579,397 | 539,372 |
| 2502. Prepaid Expenses and Deposits | 246,076 | 246,076 | | |
| 2503. | | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | | |
| 2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above) | 825,473 | 246,076 | 579,397 | 539,372 |

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Statement Date | 2 December 31 Prior Year |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|--------------------------------|
| 1. Aggregate reserve for life contracts \$ less \$ included in Line 6.3 (including \$ Modco Reserve) | | |
| 2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve) | | |
| 3. Liability for deposit-type contracts (including \$ Modco Reserve) | | |
| 4. Contract claims: | | |
| 4.1 Life | 75,000 | 75,000 |
| 4.2 Accident and health | 3,451,732 | 3,284,804 |
| 5. Policyholders' dividends \$ and coupons \$ due and unpaid | | |
| 6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts: | | |
| 6.1 Dividends apportioned for payment (including \$ Modco) | | |
| 6.2 Dividends not yet apportioned (including \$ Modco) | | |
| 6.3 Coupons and similar benefits (including \$ Modco) | | |
| 7. Amount provisionally held for deferred dividend policies not included in Line 6 | | |
| 8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums | 706,084 | 611,133 |
| 9. Contract liabilities not included elsewhere: | | |
| 9.1 Surrender values on cancelled contracts | | |
| 9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act | | |
| 9.3 Other amounts payable on reinsurance, including \$ assumed and \$ ceded | | |
| 9.4 Interest Maintenance Reserve | 186 | 953 |
| 10. Commissions to agents due or accrued-life and annuity contracts \$ accident and health \$ and deposit-type contract funds \$ | 87,503 | 94,991 |
| 11. Commissions and expense allowances payable on reinsurance assumed | | |
| 12. General expenses due or accrued | 2,304,933 | 2,778,062 |
| 13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances) | | |
| 14. Taxes, licenses and fees due or accrued, excluding federal income taxes | 51,490 | 96,686 |
| 15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses) | | |
| 15.2 Net deferred tax liability | 226,695 | |
| 16. Unearned investment income | | |
| 17. Amounts withheld or retained by company as agent or trustee | (10,144) | 3,662 |
| 18. Amounts held for agents' account, including \$ agents' credit balances | | |
| 19. Remittances and items not allocated | | |
| 20. Net adjustment in assets and liabilities due to foreign exchange rates | | |
| 21. Liability for benefits for employees and agents if not included above | | |
| 22. Borrowed money \$ and interest thereon \$ | | |
| 23. Dividends to stockholders declared and unpaid | | |
| 24. Miscellaneous liabilities: | | |
| 24.01 Asset valuation reserve | 863,225 | 754,523 |
| 24.02 Reinsurance in unauthorized companies | | |
| 24.03 Funds held under reinsurance treaties with unauthorized reinsurers | | |
| 24.04 Payable to parent, subsidiaries and affiliates | 960 | 63,079 |
| 24.05 Drafts outstanding | | |
| 24.06 Liability for amounts held under uninsured plans | 1,782,610 | 1,814,036 |
| 24.07 Funds held under coinsurance | | |
| 24.08 Derivatives | | |
| 24.09 Payable for securities | | |
| 24.10 Payable for securities lending | | |
| 24.11 Capital notes \$ and interest thereon \$ | | |
| 25. Aggregate write-ins for liabilities | 140,000 | 140,000 |
| 26. Total liabilities excluding Separate Accounts business (Line 1 to Line 25) | 9,680,274 | 9,716,929 |
| 27. From Separate Accounts statement | | |
| 28. Total liabilities (Line 26 and Line 27) | 9,680,274 | 9,716,929 |
| 29. Common capital stock | | |
| 30. Preferred capital stock | | |
| 31. Aggregate write-ins for other than special surplus funds | | |
| 32. Surplus notes | | |
| 33. Gross paid in and contributed surplus | | |
| 34. Aggregate write-ins for special surplus funds | | |
| 35. Unassigned funds (surplus) | 14,197,740 | 13,974,216 |
| 36. Less treasury stock, at cost: | | |
| 36.1 shares common (value included in Line 29 \$) | | |
| 36.2 shares preferred (value included in Line 30 \$) | | |
| 37. Surplus (Total Line 31 through Line 35 minus Line 36) (including \$ in Separate Accounts Statement) | 14,197,740 | 13,974,216 |
| 38. Total of Line 29, Line 30 and Line 37 | 14,197,740 | 13,974,216 |
| 39. Total of Line 28 and Line 38 (Page 2, Line 28, Col. 3) | 23,878,014 | 23,691,145 |
| DETAILS OF WRITE-INS | | |
| 2501. Claims Adjustment Liability | 60,000 | 60,000 |
| 2502. Liability for Negative Equity in Subsidiary | | |
| 2503. Liability for Amounts Held for Employee Claims Reserve | 80,000 | 80,000 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | |
| 2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above) | 140,000 | 140,000 |
| 3101. | | |
| 3102. | | |
| 3103. | | |
| 3198. Summary of remaining write-ins for Line 31 from overflow page | | |
| 3199. Totals (Line 3101 through Line 3103 plus Line 3198) (Line 31 above) | | |
| 3401. | | |
| 3402. | | |
| 3403. | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | |
| 3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above) | | |

SUMMARY OF OPERATIONS

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|----------------------------|--------------------------------------|
| 1. Premiums and annuity considerations for life and accident and health contracts | 9,935,163 | 10,097,722 | 19,600,184 |
| 2. Considerations for supplementary contracts with life contingencies | | | |
| 3. Net investment income | 67,687 | 84,895 | 168,651 |
| 4. Amortization of Interest Maintenance Reserve (IMR) | 767 | 33 | 157 |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses | | | |
| 6. Commissions and expense allowances on reinsurance ceded | | | 14,000 |
| 7. Reserve adjustments on reinsurance ceded | | | |
| 8. Miscellaneous Income: | | | |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts | | | |
| 8.2 Charges and fees for deposit-type contracts | | | |
| 8.3 Aggregate write-ins for miscellaneous income | 1,340,239 | 1,294,805 | 2,723,532 |
| 9. Totals (Line 1 to Line 8.3) | 11,343,856 | 11,477,455 | 22,506,524 |
| 10. Death benefits | 18,570 | 60,125 | 69,112 |
| 11. Matured endowments (excluding guaranteed annual pure endowments) | | | |
| 12. Annuity benefits | | | |
| 13. Disability benefits and benefits under accident and health contracts | 8,504,603 | 8,563,124 | 16,293,300 |
| 14. Coupons, guaranteed annual pure endowments and similar benefits | | | |
| 15. Surrender benefits and withdrawals for life contracts | | | |
| 16. Group conversions | | | |
| 17. Interest and adjustments on contract or deposit-type contract funds | | | |
| 18. Payments on supplementary contracts with life contingencies | | | |
| 19. Increase in aggregate reserves for life and accident and health contracts | | | |
| 20. Totals (Line 10 to Line 19) | 8,523,173 | 8,623,249 | 16,362,412 |
| 21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) | 742,466 | 841,168 | 1,550,476 |
| 22. Commissions and expense allowances on reinsurance assumed | | | |
| 23. General insurance expenses | 2,021,360 | 2,204,637 | 3,968,911 |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes | 240,254 | 284,084 | 523,536 |
| 25. Increase in loading on deferred and uncollected premiums | | | |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance | | | |
| 27. Aggregate write-ins for deductions | | | |
| 28. Totals (Line 20 to Line 27) | 11,527,253 | 11,953,138 | 22,405,335 |
| 29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) | (183,397) | (475,683) | 101,189 |
| 30. Dividends to policyholders | | | |
| 31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) | (183,397) | (475,683) | 101,189 |
| 32. Federal and foreign income taxes incurred (excluding tax on capital gains) | (101,403) | (204,007) | 190,198 |
| 33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) | (81,994) | (271,676) | (89,009) |
| 34. Net realized capital gains or (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR) | 7,033 | (8,177) | (9,280) |
| 35. Net Income (Line 33 plus Line 34) | (74,961) | (279,853) | (98,289) |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 36. Capital and surplus, December 31, prior year | 13,974,216 | 13,828,147 | 13,828,147 |
| 37. Net income (Line 35) | (74,961) | (279,853) | (98,289) |
| 38. Change in net unrealized capital gains (losses) less capital gains tax of \$ | 474,617 | 459,608 | 327,404 |
| 39. Change in net unrealized foreign exchange capital gain (loss) | | | |
| 40. Change in net deferred income tax | | | |
| 41. Change in nonadmitted assets | (67,431) | (119,560) | (72,799) |
| 42. Change in liability for reinsurance in unauthorized companies | | | |
| 43. Change in reserve on account of change in valuation basis, (increase) or decrease | | | |
| 44. Change in asset valuation reserve | (108,702) | (61,623) | (10,246) |
| 45. Change in treasury stock | | | |
| 46. Surplus (contributed to) withdrawn from Separate Accounts during period | | | |
| 47. Other changes in surplus in Separate Accounts Statement | | | |
| 48. Change in surplus notes | | | |
| 49. Cumulative effect of changes in accounting principles | | | |
| 50. Capital changes: | | | |
| 50.1 Paid in | | | |
| 50.2 Transferred from surplus (Stock Dividend) | | | |
| 50.3 Transferred to surplus | | | |
| 51. Surplus adjustment: | | | |
| 51.1 Paid in | | | |
| 51.2 Transferred to capital (Stock Dividend) | | | |
| 51.3 Transferred from capital | | | |
| 51.4 Change in surplus as a result of reinsurance | | | |
| 52. Dividends to stockholders | | | |
| 53. Aggregate write-ins for gains and losses in surplus | | | |
| 54. Net change in capital and surplus (Line 37 through Line 53) | 223,523 | (1,428) | 146,070 |
| 55. Capital and surplus as of statement date (Line 36 plus Line 54) | 14,197,739 | 13,826,719 | 13,974,217 |
| DETAILS OF WRITE-INS | | | |
| 08.301. Miscellaneous | 1,288,530 | 1,243,988 | 2,623,080 |
| 08.302. Fee Income | 51,709 | 50,817 | 100,452 |
| 08.303. | | | |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page | | | |
| 08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above) | 1,340,239 | 1,294,805 | 2,723,532 |
| 2701. | | | |
| 2702. | | | |
| 2703. | | | |
| 2798. Summary of remaining write-ins for Line 27 from overflow page | | | |
| 2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above) | | | |
| 5301. | | | |
| 5302. | | | |
| 5303. | | | |
| 5398. Summary of remaining write-ins for Line 53 from overflow page | | | |
| 5399. Totals (Line 5301 through Line 5303 plus Line 5398) (Line 53 above) | | | |

CASH FLOW

| | 1 | 2 | 3 |
|--------------------------------------------------------------------------------------------------------------------|-------------------------|-----------------------|---------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| Cash from Operations | | | |
| 1. Premiums collected net of reinsurance | 10,016,360 | 10,086,477 | 19,417,616 |
| 2. Net investment income | 137,175 | 71,754 | 286,748 |
| 3. Miscellaneous income | 1,340,239 | 1,294,805 | 2,737,532 |
| 4. Total (Line 1 through Line 3) | 11,493,774 | 11,453,036 | 22,441,896 |
| 5. Benefit and loss related payments | 8,380,929 | 7,836,668 | 15,936,527 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 3,680,552 | 3,373,194 | 5,473,910 |
| 8. Dividends paid to policyholders | | | |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses) | (431,705) | (249,125) | 237,198 |
| 10. Total (Line 5 through Line 9) | 11,629,776 | 10,960,737 | 21,647,635 |
| 11. Net cash from operations (Line 4 minus Line 10) | (136,002) | 492,299 | 794,261 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 3,018,970 | 1,225,000 | 2,991,432 |
| 12.2 Stocks | 341,967 | 505,088 | 520,037 |
| 12.3 Mortgage loans | | | |
| 12.4 Real estate | | (1) | |
| 12.5 Other invested assets | | | 1,513 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | 7,606 | 7,403 |
| 12.7 Miscellaneous proceeds | 8,033 | | |
| 12.8 Total investment proceeds (Line 12.1 through Line 12.7) | 3,368,970 | 1,737,693 | 3,520,385 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 3,840,188 | 1,024,831 | 2,465,597 |
| 13.2 Stocks | 399,727 | 126,195 | 197,867 |
| 13.3 Mortgage loans | | | |
| 13.4 Real estate | 330,689 | (1,200,000) | (211,325) |
| 13.5 Other invested assets | | | |
| 13.6 Miscellaneous applications | 74,104 | 336,446 | 34,832 |
| 13.7 Total investments acquired (Line 13.1 through Line 13.6) | 4,644,708 | 287,472 | 2,486,971 |
| 14. Net increase or (decrease) in contract loans and premium notes | | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | (1,275,738) | 1,450,221 | 1,033,414 |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | | | |
| 16.2 Capital and paid in surplus, less treasury stock | | | |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | | |
| 16.5 Dividends to stockholders | | | |
| 16.6 Other cash provided (applied) | 440,099 | 88,621 | (145,021) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | 440,099 | 88,621 | (145,021) |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17) | (971,641) | 2,031,141 | 1,682,654 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 9,359,022 | 7,676,368 | 7,676,368 |
| 19.2 End of period (Line 18 plus Line 19.1) | 8,387,381 | 9,707,509 | 9,359,022 |

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

| | | | |
|---------|--|--|--|
| 20.0001 | | | |
| 20.0002 | | | |
| 20.0003 | | | |
| 20.0004 | | | |
| 20.0005 | | | |
| 20.0006 | | | |
| 20.0007 | | | |
| 20.0008 | | | |
| 20.0009 | | | |
| 20.0010 | | | |

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

| | 1 | 2 | 3 |
|--------------------------------------------------------------------------------|-------------------------|-----------------------|---------------------------------|
| | Current Year to Date | Prior Year to Date | Prior Year Ended December 31 |
| 1. Industrial life | | | |
| 2. Ordinary life insurance | | | |
| 3. Ordinary individual annuities | | | |
| 4. Credit life (group and individual) | | | |
| 5. Group life insurance | 217,506 | 239,251 | 470,249 |
| 6. Group annuities | | | |
| 7. A & H - group | 11,045,118 | 11,320,789 | 21,946,032 |
| 8. A & H - credit (group and individual) | | | |
| 9. A & H - other | | | |
| 10. Aggregate of all other lines of business | | | |
| 11. Subtotal | 11,262,624 | 11,560,040 | 22,416,281 |
| 12. Deposit-type contracts | | | |
| 13. Total | 11,262,624 | 11,560,040 | 22,416,281 |
| DETAILS OF WRITE-INS | | | |
| 1001. | | | |
| 1002. | | | |
| 1003. | | | |
| 1098. Summary of remaining write-ins for Line 10 from overflow page | | | |
| 1099. Total (Line 1001 through Line 1003 plus Line 1098) (Line 10 above) | | | |

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Medical Benefits Mutual Life Insurance Co. is owned by its policyholders and provides health, life, dental, vision, and other insurance products for its policyholders and customers throughout Ohio, Indiana, Kentucky, Michigan, Pennsylvania, West Virginia, and several other states.

Medical Benefits Mutual Life Insurance Co., the parent organization, provides health, life, and other insurance products to its policyholders. Medical Benefits Administrators, Inc. (MBA), a wholly owned subsidiary of the Company, is a third party administrator for health and health related employee benefit plans. VisionPlus of America, Inc. (VPA), a wholly owned subsidiary of the Company, is a third party administrator for vision benefit claims. MedBen Marketing Services, Inc. (MMS), a wholly owned subsidiary of the Company, is an insurance agency that markets various life, medical, and other insurance products.

NOTE 2 – ACCOUNTING CHANGES AND CORRECTION OF ERRORS

None

NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL

None

NOTE 4 – DISCONTINUED OPERATIONS

None

NOTE 5 – INVESTMENTS

No change.

NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

None

NOTE 7 - INVESTMENT INCOME

Investment income is recognized on an as earned basis. Amounts earned but not yet received are recorded as a receivable on the balance sheet. Investment income earned and uncollected that is more than 90 days old is classified as non-admitted. As of June 30, 2012 and December 31, 2011, investment income earned and not yet collected was \$23,682 and \$28,951, respectively. There were no amounts older than 90 days for both years.

NOTE 8 – DERIVATIVE INSTRUMENTS

None

NOTE 9 – INCOME TAXES

The Company files a consolidated federal income tax return with the following entities:

Medical Benefits Administrators, Inc.
VisionPlus of America, Inc.
MedBen Marketing Services, Inc.

Depreciation is provided using rates established by the Internal Revenue Code.

A written tax sharing consolidation agreement is approved by management. Allocation is based upon separate return calculations and the consolidated tax return calculation.

NOTES TO FINANCIAL STATEMENTS

NOTE 9 – INCOME TAXES (continued)

Deferred tax assets and liabilities consist of the following components as of June 30, 2012 and December 31, 2011:

| | <u>2012</u> | <u>2011</u> |
|--------------------------|--------------------|--------------------|
| Deferred tax assets | | |
| Admitted | \$ 361,000 | \$ 361,000 |
| Non-admitted | <u>621,000</u> | <u>621,000</u> |
| | <u>\$1,147,000</u> | <u>\$1,147,000</u> |
| Deferred tax liabilities | | |
| Depreciation | \$ 45,000 | \$ 45,000 |
| Other | 14,000 | 14,000 |
| Marketable securities | <u>167,695</u> | <u>106,000</u> |
| | <u>\$ 226,695</u> | <u>\$ 165,000</u> |

Deferred tax liabilities were netted against deferred tax assets for the year ended December 31, 2011.

Components of total income tax expense as of June 30, 2012 and December 31, 2011 are as follows:

| | <u>2012</u> | <u>2011</u> |
|-------------------------------------------------|--------------------|------------------|
| Currently payable (refundable) | | |
| Federal | \$(101,553) | \$128,198 |
| Deferred tax charge | <u>0</u> | <u>62,000</u> |
| Total income tax expense - current and deferred | <u>\$(101,553)</u> | <u>\$190,198</u> |

Reconciliation between the standard federal income tax rate and the effective tax rate as of June 30, 2012 and December 31, 2011 are as follows:

| | <u>2012</u> | <u>2011</u> |
|-----------------------------------------------------|--------------|--------------|
| Standard federal income tax rate | 34.0% | 34.0% |
| Permanent differences | | |
| Dividend received deduction and tax exempt interest | (27.0)% | (27.0)% |
| Other permanent differences | 2.4% | 2.4% |
| Temporary differences | | |
| Other differences | <u>75.7%</u> | <u>75.7%</u> |
| Effective tax rate | <u>85.1%</u> | <u>85.1%</u> |

The Company does not have any tax credit carry forwards available for use. Net operating loss carryovers that are available for offsetting future net taxable income, amount to \$402,000, \$781,000, and \$0 from 2011, 2010, and 2009, respectively. Contribution carry forwards available for recovery in the event of future net operating income amount to \$43,000, \$40,000, and \$0 from 2011, 2010, and 2009 respectively. Capital loss carryovers available for recovery in the event of future capital gain income amount to \$31,000, \$23,000, and \$127,000 from 2011, 2010, and 2009, respectively.

Statutory Accounting Principles limit deferred tax benefits to certain limitations of 15% of adjusted capital, deferred tax liabilities, and other factors. Because of these limitations, non-admitted deferred tax assets of \$621,000 and \$677,000 for 2011 and 2010, respectively, were not admitted as assets and charged to surplus.

Starting in 2010, Statutory Accounting Principles require that deferred tax assets be evaluated for potential impairment. If impairment is deemed necessary, the Company would establish a valuation allowance. After considering all the evidence, both positive and negative, management has concluded it is likely that all future tax benefits will be realized; therefore, a deferred tax asset valuation is not necessary. There was no prior balance in the valuation allowance and therefore there was no change in the valuation allowance this period.

NOTES TO FINANCIAL STATEMENTS**NOTE 10 - INVESTMENT IN AFFILIATES**

The Company has invested in the common stock of three wholly owned non-insurance subsidiaries which shares the same management. The valuation of these affiliates was determined under GAAP, with adjustments for statutory valuation rules, as prescribed by Statutory Accounting Principles. Balances were \$1,832,820 and \$1,459,258 at June 30, 2012 and December 31, 2011 respectively.

MBA and VPA are third party administrators (TPA's) that administer claims in the medical and vision fields. MMS is an insurance agency that markets various life, medical and other insurance products. The Company also owns a preferred stock interest of \$500 in MMS as of June 30, 2012.

The following summarizes data from each affiliate for the period ending June 30, 2012 (all are presented under GAAP):

| <u>June 30, 2012</u> | <u>Medical Benefits Administrators, Inc.</u> | <u>Vision Plus of America, Inc.</u> | <u>Medben Marketing Services, Inc.</u> |
|----------------------|--------------------------------------------------|-----------------------------------------|--------------------------------------------|
| Total assets | \$2,528,458 | \$ 128,038 | \$ 1,006,107 |
| Total liabilities | 957,137 | 35,153 | 847,358 |
| Total equity | 1,571,322 | 92,885 | 158,748 |
| Net income (loss) | 262,770 | 62,656 | 48,135 |

The common and preferred stocks for affiliates are not traded on any stock exchange; therefore no fair market value is readily available. Under Statutory Accounting Principles, the carrying value for these non-insurance affiliates that are not publicly traded is their equity basis under generally accepted accounting principles in the United States of America (GAAP), with adjustments in accordance with statutory investment valuation rules.

NOTE 11 – DEBT

The Company has two lines-of-credit with a maximum amount of \$2,000,000 and each with an interest rate equal to prime or 4.0%, whichever is higher. The first line-of-credit is collateralized by a first mortgage on real estate owned by the Company. The other line-of-credit is unsecured. Outstanding debt as of June 30, 2012 and December 31, 2011 totaled \$200,000 and \$225,000, respectively.

The Company, through one of its subsidiaries (VPA), also has a line of credit with a maximum amount of \$220,000 with an interest rate equal to prime or 4.0%, whichever is higher. This line is unsecured, but is guaranteed by the parent. Outstanding debt as of June 30, 2012 and December 31, 2011 totaled \$0 and \$0, respectively.

NOTE 12 – DEFERRED COMPENSATION PLANS, POST-EMPLOYMENT BENEFITS AND PROFIT-SHARING PLANS

The Company currently has two deferred compensation plans, known as equity participation plans. One plan is for specified key employees, and the other plan is for the Board of Directors.

The Equity Participation Plan for key employees is a discretionary plan that rewards key employees with long-term service to the Company. The plan shares the appreciation of equity of the Company with key employees. The employee's share of the compensation vests over a ten year period, and is payable upon normal retirement, which is usually age 65. In the event that an employee terminates employment, either voluntarily or non-voluntarily, before age 65, the employee shall not be entitled to any payments at the time of termination, and forfeits his/her right to any future benefits under the plan.

The Company has estimated its present value of this liability to be \$1,244,121 and \$1,244,121 as of June 30, 2011 and December 31, 2011, respectively.

NOTES TO FINANCIAL STATEMENTS

NOTE 12 – DEFERRED COMPENSATION PLANS, POST-EMPLOYMENT BENEFITS AND PROFIT-SHARING PLANS (continued)

The Equity Participation Plan for the Board Directors is similar to the one for key employees, in terms of vesting, normal retirement age, termination of employment, etc. The Company has estimated its present value of this liability to be \$429,278 and \$429,278 as of June 30, 2012 and December 31, 2011, respectively.

The Company has a profit-sharing plan with a 401(k) feature. The plan covers all employees meeting minimum eligibility requirements. Profit-sharing contributions are determined by the Board of Directors and were 3% and 0% of eligible compensation for 2011 and 2010. The Company matches 50% of the first 6% salary deferral elected by each employee.

NOTE 13 – CAPITAL AND SURPLUS RESTRICTIONS AND QUASI-REORGANIZATIONS

None

NOTE 14 – CONTINGENCIESAssessments

The Company has estimated that it will be assessed by various state assessment funds in the amount of \$50,000 and \$50,000 for the periods ended June 30, 2012 and December 31, 2011, respectively, for their share of insurance company insolvencies in those particular states. These amounts have been recorded as a liability for their respective years.

Various Legal Matters

The Company is involved in various lawsuits and subject to certain contingencies in the normal course of business. Management believes that the outcome of these matters will not have a material impact on the Company's financial position.

NOTE 15 – LEASE OBLIGATIONS

No change.

NOTE 16 – INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

None

NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

None

NOTE 18 – GAIN OR LOSS FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

No change.

NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS OR THIRD PART ADMINISTRATORS

None

NOTE 20 – FAIR VALUE MEASUREMENTS

Statutory Accounting Principles (SAP) has adopted practices similar to generally accepted accounting principles (GAAP) for fair value measurements of financial assets that are recognized or

NOTES TO FINANCIAL STATEMENTS

NOTE 20 – FAIR VALUE MEASUREMENTS (continued)

disclosed at fair value in the financial statements on a recurring basis. SAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy prioritizes unadjusted quote prices in active markets for identical assets or liabilities and significant unobservable inputs. The three fair value levels are as follows:

Level 1 – Inputs to the valuation methodology are quoted market prices available in active markets for identical assets or liabilities as of the reporting date.

Level 2 – Inputs to the valuation methodology are other than quoted prices in active markets, which are directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following table presents the assets and liabilities that are measured at fair value on a recurring basis at:

| | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) | Fair Value |
|------------------------------|----------------------------------------------------------------------------|--------------------------------------------------------|----------------------------------------------------|--------------------|
| <u>June 30, 2012</u> | | | | |
| Marketable equity securities | <u>\$2,963,754</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$2,963,754</u> |
| <u>December 31, 2011</u> | | | | |
| Marketable equity securities | <u>\$2,731,217</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$2,731,217</u> |

NOTE 21 – OTHER ITEMS

None

NOTE 22 – EVENTS SUBSEQUENT

None

NOTE 23 – REINSURANCE

Effective September 15, 2009, the Company entered into a medical excess reinsurance agreement with Munich Reinsurance America, Inc., which received an A.M. Best rating of "excellent". Munich Reinsurance America, Inc. shall be liable for 100% of ultimate net loss, on each covered person, in excess of the Company's retention of the first \$175,000 (2011), \$150,000 (2010), and \$100,000 (2009), on each covered person up to \$1,825,000 (2011), \$1,850,000 (2010), and \$1,900,000 (2009) with the policy life time maximum of \$2,000,000.

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

None

NOTES TO FINANCIAL STATEMENTS

NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

The reserve for claims incurred but not received, plus unpaid claims in inventory, before reinsurance, has increased to \$3,526,732 at June 30, 2012 from \$3,359,804 at December 31, 2011 as a result of continued reevaluation of unpaid losses principally on the Accident & Health line of business. This increase is due to recent loss development trends and is reflected on the Statement of Operations on a net reinsured basis. Please see Note 23 for a description of the company's reinsurance plan.

NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS

None

NOTE 27 – STRUCTURED SETTLEMENTS

None

NOTE 28 – HEALTH CARE RECEIVABLES

No change.

NOTE 29 – PARTICIPATING POLICIES

None

NOTE 30 – PREMIUM DEFICIENCY RESERVES

None

NOTE 31 – RESERVES FOR LIFE CONTRACTS AND DEPOSIT-TYPE CONTRACTS

The company records as part of its incurred but not received reserve a portion related to the life insurance line of business. This amounted to \$75,000 and \$75,000 at June 30, 2012 and December 31, 2011, respectively. The company does not have any products that would qualify as "deposit-type" contracts.

NOTE 32 – ANALYSIS OF ANNUITY RESERVES AND DEPOSIT LIABILITIES BY WITHDRAWAL CHARACTERISTICS

None

NOTE 33 – PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

No change.

NOTE 34 – SEPARATE ACCOUNTS

None

NOTE 35 – LOSS/CLAIM ADJUSTMENT EXPENSES

The balance in the liability for unpaid claim adjustment expenses at June 30, 2012 and December 31, 2011 are \$60,000 and \$60,000, respectively.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes () No (X)
- 1.2 If yes, has the report been filed with the domiciliary state? Yes () No ()
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes () No (X)
- 2.2 If yes, date of change:
- 3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes () No (X)
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes () No () N/A (X)
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 05/31/2009
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 05/31/2009
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 11/17/2009
- 6.4 By what department or departments?
Ohio Department of Insurance
.....
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes () No () N/A (X)
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes (X) No () N/A ()
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes () No (X)
- 7.2 If yes, give full information
.....
.....
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes () No (X)
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes () No (X)
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

GENERAL INTERROGATORIES (continued)

PART 1 - COMMON INTERROGATORIES

GENERAL

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes (X) No ()
 (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 (c) Compliance with applicable governmental laws, rules and regulations;
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:

- 9.2 Has the code of ethics for senior managers been amended? Yes () No (X)
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes () No (X)
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes (X) No ()
- 10.2 If yes, indicate the amounts receivable from parent included in the Page 2 amount: \$ 483,360

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes () No (X)
- 11.2 If yes, give full and complete information relating thereto:

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$
13. Amount of real estate and mortgages held in short-term investments: \$
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes (X) No ()

14.2 If yes, please complete the following:

| | 1 Prior Year-End Book/ Adjusted Carrying Value | 2 Current Quarter Book/ Adjusted Carrying Value |
|---------------------------------------------------------------------------------------------------------|------------------------------------------------------|-------------------------------------------------------|
| 14.21 Bonds | \$ | \$ |
| 14.22 Preferred Stock | \$ 500 | \$ 500 |
| 14.23 Common Stock | \$ 1,459,258 | \$ 1,832,820 |
| 14.24 Short-Term Investments | \$ | \$ |
| 14.25 Mortgage Loans on Real Estate | \$ | \$ |
| 14.26 All Other | \$ | \$ |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Line 14.21 to Line 14.26) | \$ 1,459,758 | \$ 1,833,320 |
| 14.28 Total Investment in Parent included in Line 14.21 to Line 14.26 above | \$ | \$ |

- 15.1 Has the reporting entity entered into any hedging transactions reported on schedule DB? Yes () No (X)
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes () No ()
 If no, attach a description with this statement.

GENERAL INTERROGATORIES (continued)

PART 1 - COMMON INTERROGATORIES

INVESTMENT

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 Consideration, 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 |
|----------------------------|---------------------------------------------------------------|
| Park National Bank | 50 North Third Street, Newark, Ohio 43055 |
| Merrill Lynch | 4661 Sawmill Road, Columbus, Ohio 43220 |
| Morgan Stanley | 5600 Paul Blazer Parkway, Suite 150, Dublin, Ohio 43017 |

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, brokers/dealers or individuals acting on behalf of brokers/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 |
|--------------------------------------|--------------|--------------|
| | | |
| | | |
| | | |

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 - LIFE AND HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

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

Page 10

Schedule S - Ceded Reinsurance

NONE

STATEMENT AS OF JUNE 30, 2012 OF THE Medical Benefits Mutual Life Insurance Company
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

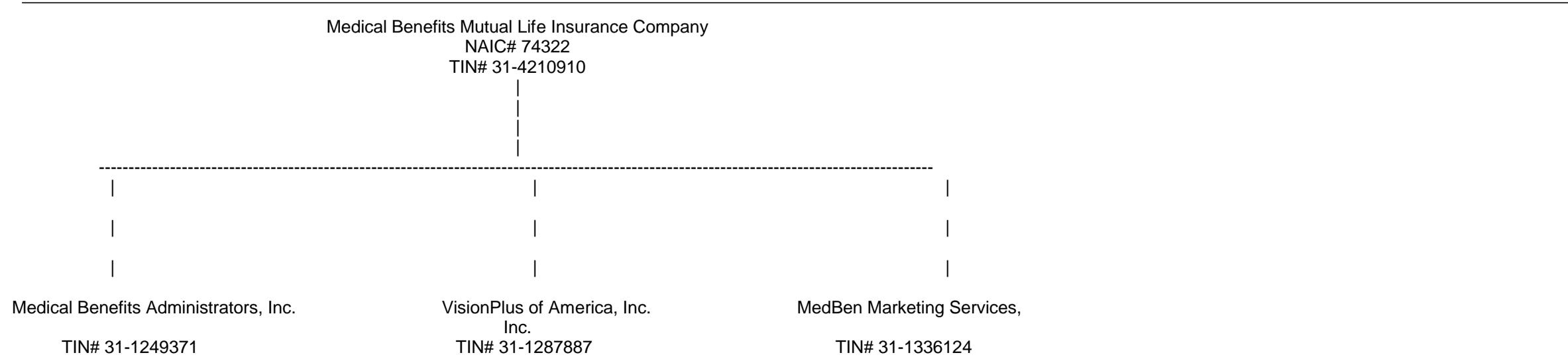
| States, Etc. | 1 | | Direct Business Only | | | | | |
|--------------------------------------------------------------------------------------------|-----|-----|---------------------------------|--------------------------------|------------------------------------------------------------------------------------------------------|------------------------------|-----------------------------------------------|--------------------------------|
| | | | Life Contracts | | 4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees | 5 Other Considerations | 6 Total Column 2 Through Column 5 | 7 Deposit-Type Contracts |
| | | | 2 Life Insurance Premiums | 3 Annuity Considerations | | | | |
| 1. Alabama | AL | N | | | | | | |
| 2. Alaska | AK | N | | | | | | |
| 3. Arizona | AZ | N | | | | | | |
| 4. Arkansas | AR | N | | | | | | |
| 5. California | CA | N | | | | | | |
| 6. Colorado | CO | N | | | | | | |
| 7. Connecticut | CT | N | | | | | | |
| 8. Delaware | DE | N | | | | | | |
| 9. District of Columbia | DC | N | | | | | | |
| 10. Florida | FL | N | | | | | | |
| 11. Georgia | GA | N | | | | | | |
| 12. Hawaii | HI | N | | | | | | |
| 13. Idaho | ID | N | | | | | | |
| 14. Illinois | IL | N | | | | | | |
| 15. Indiana | IN | L | 124,388 | | 6,546,459 | | 6,670,847 | |
| 16. Iowa | IA | N | | | | | | |
| 17. Kansas | KS | N | | | | | | |
| 18. Kentucky | KY | N | | | | | | |
| 19. Louisiana | LA | N | | | | | | |
| 20. Maine | ME | N | | | | | | |
| 21. Maryland | MD | N | | | | | | |
| 22. Massachusetts | MA | N | | | | | | |
| 23. Michigan | MI | N | | | | | | |
| 24. Minnesota | MN | N | | | | | | |
| 25. Mississippi | MS | N | | | | | | |
| 26. Missouri | MO | N | | | | | | |
| 27. Montana | MT | N | | | | | | |
| 28. Nebraska | NE | N | | | | | | |
| 29. Nevada | NV | N | | | | | | |
| 30. New Hampshire | NH | N | | | | | | |
| 31. New Jersey | NJ | N | | | | | | |
| 32. New Mexico | NM | N | | | | | | |
| 33. New York | NY | N | | | | | | |
| 34. North Carolina | NC | N | | | | | | |
| 35. North Dakota | ND | N | | | | | | |
| 36. Ohio | OH | L | 80,169 | | 3,562,686 | | 3,642,854 | |
| 37. Oklahoma | OK | N | | | | | | |
| 38. Oregon | OR | N | | | | | | |
| 39. Pennsylvania | PA | N | | | | | | |
| 40. Rhode Island | RI | N | | | | | | |
| 41. South Carolina | SC | N | | | | | | |
| 42. South Dakota | SD | N | | | | | | |
| 43. Tennessee | TN | N | | | | | | |
| 44. Texas | TX | N | | | | | | |
| 45. Utah | UT | N | | | | | | |
| 46. Vermont | VT | N | | | | | | |
| 47. Virginia | VA | N | | | | | | |
| 48. Washington | WA | N | | | | | | |
| 49. West Virginia | WV | L | 12,949 | | 935,974 | | 948,923 | |
| 50. Wisconsin | WI | N | | | | | | |
| 51. Wyoming | WY | N | | | | | | |
| 52. American Samoa | AS | N | | | | | | |
| 53. Guam | GU | N | | | | | | |
| 54. Puerto Rico | PR | N | | | | | | |
| 55. U.S. Virgin Islands | VI | N | | | | | | |
| 56. Northern Mariana Islands | MP | N | | | | | | |
| 57. Canada | CN | N | | | | | | |
| 58. Aggregate Other Alien | OT | XXX | | | | | | |
| 59. Subtotal | (a) | 3 | 217,506 | | 11,045,118 | | 11,262,624 | |
| 90. Reporting entity contributions for employee benefit plans | | XXX | | | | | | |
| 91. Dividends or refunds applied to purchase paid-up additions and annuities | | XXX | | | | | | |
| 92. Dividends or refunds applied to shorten endowment or premium paying period | | XXX | | | | | | |
| 93. Premium or annuity considerations waived under disability or other contract provisions | | XXX | | | | | | |
| 94. Aggregate other amounts not allocable by State | | XXX | | | | | | |
| 95. Totals (Direct Business) | | XXX | 217,506 | | 11,045,118 | | 11,262,624 | |
| 96. Plus Reinsurance Assumed | | XXX | | | | | | |
| 97. Totals (All Business) | | XXX | 217,506 | | 11,045,118 | | 11,262,624 | |
| 98. Less Reinsurance Ceded | | XXX | 16,410 | | 1,311,051 | | 1,327,462 | |
| 99. Totals (All Business) less Reinsurance Ceded | | XXX | 201,096 | | 9,734,067 | | 9,935,163 | |
| DETAILS OF WRITE-INS | | | | | | | | |
| 5801. | | XXX | | | | | | |
| 5802. | | XXX | | | | | | |
| 5803. | | XXX | | | | | | |
| 5898. Summary of remaining write-ins for Line 58 from overflow page | | XXX | | | | | | |
| 5899. Total (Line 5801 through Line 5803 plus Line 5898) (Line 58 above) | | XXX | | | | | | |
| 9401. | | XXX | | | | | | |
| 9402. | | XXX | | | | | | |
| 9403. | | XXX | | | | | | |
| 9498. Summary of remaining write-ins for Line 94 from overflow page | | XXX | | | | | | |
| 9499. Total (Line 9401 through Line 9403 plus Line 9498) (Line 94 above) | | XXX | | | | | | |

(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



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|------------------------------------------------------------------------|---------------------------------------------|----------------------|----------------------------------|------------------------------------------------|------------------------------------------------------------------------------------|--------------------------------------------|----------------------------------------------|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity/Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies) / Person(s) | * |
| | | | 31-1249371 | | | | Medical Benefits Administrators, Inc. | OH | Sub | Medical Benefits Mutual Life Insurance Co. | Ownership | 100.000 | | |
| | | | 31-1287887 | | | | VisionPlus of America, Inc. | OH | Sub | Medical Benefits Mutual Life Insurance Co. | Ownership | 100.000 | | |
| | | | 31-1336124 | | | | MedBen Marketing Services, Inc. | OH | Sub | Medical Benefits Mutual Life Insurance Co. | Ownership | 100.000 | | |

Asterisk

Explanation

NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

| | Response |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|
| 1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? | NO |
| Explanation: Not Required | |
| Barcode Document Identifier 490: | 7 4 3 2 2 2 0 1 2 4 9 0 0 0 0 2  |
| 2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | NO |
| Explanation: Not Required | |
| Barcode Document Identifier 365: | 7 4 3 2 2 2 0 1 2 3 6 5 0 0 0 0 2  |
| 3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? | NO |
| EXPLANATION: Not Required | |
| BARCODE: Document Identifier 445: | 7 4 3 2 2 2 0 1 2 4 4 5 0 0 0 0 2  |
| 4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? | NO |
| EXPLANATION: Not Required | |
| BARCODE: Document Identifier 446: | 7 4 3 2 2 2 0 1 2 4 4 6 0 0 0 0 2  |
| 5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC? | NO |
| EXPLANATION: Not Required | |
| BARCODE: Document Identifier 447: | 7 4 3 2 2 2 0 1 2 4 4 7 0 0 0 0 2  |
| 6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC? | NO |
| EXPLANATION: Not Required | |
| BARCODE: Document Identifier 448: | 7 4 3 2 2 2 0 1 2 4 4 8 0 0 0 0 2  |
| 7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC? | NO |
| EXPLANATION: Not Required | |
| BARCODE: Document Identifier 449: | 7 4 3 2 2 2 0 1 2 4 4 9 0 0 0 0 2  |

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 | 1,717,750 | 2,031,595 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | 305,689 | 13,675 |
| 2.2 Additional investment made after acquisition | | |
| 3. Current year change in encumbrances | 25,000 | (225,000) |
| 4. Total gain (loss) on disposals | | |
| 5. Deduct amounts received on disposals | | |
| 6. Total foreign exchange change in book/adjusted carrying value | | |
| 7. Deduct current year's other than temporary impairment recognized | | |
| 8. Deduct current year's depreciation | 55,190 | 102,521 |
| 9. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 plus Line 6 minus Line 7 minus Line 8) | 1,993,249 | 1,717,750 |
| 10. Deduct total nonadmitted amounts | | |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 1,993,249 | 1,717,750 |

SCHEDULE B - VERIFICATION

Mortgage Loans

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

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

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 | 8,867,621 | 9,379,640 |
| 2. Cost of bonds and stocks acquired | 4,239,915 | 2,663,464 |
| 3. Accrual of discount | 809 | 15,492 |
| 4. Unrealized valuation increase (decrease) | 548,721 | 362,236 |
| 5. Total gain (loss) on disposals | (1,000) | (16,682) |
| 6. Deduct consideration for bonds and stocks disposed of | 3,360,937 | 3,511,469 |
| 7. Deduct amortization of premium | 9,838 | 25,060 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 minus Line 6 minus Line 7 plus Line 8 minus Line 9) | 10,285,291 | 8,867,621 |
| 11. Deduct total nonadmitted amounts | 3,208 | 3,253 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 10,282,083 | 8,864,368 |

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 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
|-------------------------------------------|--------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|---------------------------------------------------|------------------------------------------------------------|-------------------------------------------------------------|------------------------------------------------------------|--------------------------------------------------------------|
| | Book/Adjusted Carrying Value Beginning of Current Quarter | Acquisitions During Current Quarter | Dispositions During Current Quarter | Non-Trading Activity During Current Quarter | Book/Adjusted Carrying Value End of First Quarter | Book/Adjusted Carrying Value End of Second Quarter | Book/Adjusted Carrying Value End of Third Quarter | Book/Adjusted Carrying Value December 31 Prior Year |
| BONDS | | | | | | | | |
| 1. Class 1 (a) | 5,363,682 | 1,759,872 | 1,625,381 | (9,955) | 5,363,682 | 5,488,218 | | 4,676,645 |
| 2. Class 2 (a) | | | | | | | | |
| 3. Class 3 (a) | | | | | | | | |
| 4. Class 4 (a) | | | | | | | | |
| 5. Class 5 (a) | | | | | | | | |
| 6. Class 6 (a) | | | | | | | | |
| 7. Total Bonds | 5,363,682 | 1,759,872 | 1,625,381 | (9,955) | 5,363,682 | 5,488,218 | | 4,676,645 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1 | 500 | | | | 500 | 500 | | 500 |
| 9. Class 2 | | | | | | | | |
| 10. Class 3 | | | | | | | | |
| 11. Class 4 | | | | | | | | |
| 12. Class 5 | | | | | | | | |
| 13. Class 6 | | | | | | | | |
| 14. Total Preferred Stock | 500 | | | | 500 | 500 | | 500 |
| 15. Total Bonds and Preferred Stock | 5,364,182 | 1,759,872 | 1,625,381 | (9,955) | 5,364,182 | 5,488,718 | | 4,677,145 |

(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 \$; NAIC 2 \$; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

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 Totals | 6,837,272 | X X X | 6,837,272 | 3,154 | 1,603 |

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 | 7,679,411 | 7,678,712 |
| 2. Cost of short-term investments acquired | 207,506 | 1,838,590 |
| 3. Accrual of discount | | |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | |
| 6. Deduct consideration received on disposals | 1,049,646 | 1,837,891 |
| 7. Deduct amortization of premium | | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Line 1 + Line 2 + Line 3 + Line 4 + Line 5 - Line 6 - Line 7 + Line 8 - Line 9) | 6,837,272 | 7,679,411 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 6,837,272 | 7,679,411 |

Page SI04

Schedule DB, Part A, Verification

NONE

Schedule DB, Part B, Verification

NONE

Page SI05

Schedule DB, Pt. C, Section 1, Replicated (Synthetic Assets) Open

NONE

Page SI06

Sch DB, Pt C, Sn 2, Replication (Syn Assets) Transactions Open

NONE

Page SI07

Schedule DB, Verification

NONE

Page SI08

Schedule E, Verification (Cash Equivalents)

NONE

Page E01

Sch. A, Pt. 2, Real Estate Acquired

NONE

Sch. A, Pt. 3, Real Estate Disposed

NONE

Page E02

Schedule B, Part 2, Mortgage Loans Acquired

NONE

Schedule B, Part 3, Mortgage Loans Disposed

NONE

Page E03

Sch. BA, Pt. 2, Other Long-Term Invested Assets Acquired

NONE

Sch. BA, Pt. 3, Other Long-Term Invested Assets Disposed

NONE

STATEMENT AS OF JUNE 30, 2012 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company 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. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | | | |
| 00206R-BF-8 | AT&T Incorporated Note 1.70% 6/11/17 | | 06/15/2012 | Park National Bank | | 25,000 | 25,000.00 | 1 | 1 |
| 3133EA-LT-3 | FFCB .30% 11/18/13 | | 04/18/2012 | Park National Bank | | 710,000 | 710,000.00 | | 1 |
| 3133EA-BW-7 | FFCB .38% 5/1/14 | | 04/11/2012 | Park National Bank | | 250,000 | 250,000.00 | 185 | 1 |
| 3133EA-QR-2 | FFCB 2.05% 2/21/20 | | 05/21/2012 | Park National Bank | | 25,000 | 25,000.00 | | 1 |
| 313378-3K-5 | FHLB .40% 2/26/14 | | 04/11/2012 | Park National Bank | | 300,000 | 300,000.00 | 157 | 1 |
| 313379-FE-4 | FHLB 1.80% 5/16/19 | | 05/17/2012 | Park National Bank | | 25,000 | 25,000.00 | 1 | 1 |
| 313378-RJ-2 | FHLB 2.25% 4/11/19 | | 04/11/2012 | Park National Bank | | 25,000 | 25,000.00 | | 1 |
| 912828-SR-2 | US Treasury Note 0.25% 4/30/14 | | 04/30/2012 | Park National Bank | | 399,872 | 400,000.00 | | 1 |
| 3199999 | - Subtotal - Bonds - U. S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | 1,759,872 | 1,760,000.00 | 344 | |
| 8399997 | - Subtotal - Bonds - Part 3 | | | | | 1,759,872 | 1,760,000.00 | 344 | |
| 8399999 | - Subtotal - Bonds | | | | | 1,759,872 | 1,760,000.00 | 344 | |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | |
| 025537-10-1 | AMN Elec Power Co | | 06/08/2012 | Merrill Lynch | 1.224 | 49 | | | L |
| 002824-10-0 | Abbott Laboratories | | 05/22/2012 | Park National Bank | 275.000 | 17,171 | | | L |
| 01741R-10-2 | Allegheny Tech Inc | | 06/20/2012 | Merrill Lynch | 0.582 | 18 | | | L |
| 018802-10-8 | Alliant Energy Corp | | 05/15/2012 | Merrill Lynch | 3.110 | 139 | | | L |
| 025816-10-9 | American Express Co | | 05/22/2012 | Park National Bank | 300.000 | 16,786 | | | L |
| 037411-80-8 | Apache Corporation | | 05/04/2012 | Merrill Lynch | 25.000 | 1,252 | | | L |
| 071813-10-9 | Baxter Internl Inc | | 04/02/2012 | Merrill Lynch | 0.567 | 34 | | | L |
| 191216-10-0 | Coca Cola Company | | 04/02/2012 | Merrill Lynch | 0.705 | 52 | | | L |
| 20030N-10-1 | Comcast Corp New Cl A | | 04/25/2012 | Merrill Lynch | 2.232 | 66 | | | L |
| 25243Q-20-5 | Diageo PLC SPSD ADR NEW | | 04/13/2012 | Merrill Lynch | 3.213 | 321 | | | L |
| 26441C-10-5 | Duke Energy Corp New | | 06/18/2012 | Merrill Lynch | 3.437 | 79 | | | L |
| 291011-10-4 | EMERSON ELECTRIC | | 06/11/2012 | Merrill Lynch | 3.505 | 164 | | | L |
| 37733W-10-5 | Glaxosmithkline PLC | | 04/12/2012 | Merrill Lynch | 1.853 | 84 | | | L |
| 406216-10-1 | Halliburton Co | | 06/27/2012 | Merrill Lynch | 0.665 | 18 | | | L |
| 428236-10-3 | Hewlett Packard Co Del | | 04/04/2012 | Merrill Lynch | 2.100 | 49 | | | L |
| 437076-10-2 | Home Depot Inc | | 06/14/2012 | Merrill Lynch | 2.292 | 119 | | | L |
| 438516-10-6 | Honeywell Intl Inc Del | | 06/08/2012 | Merrill Lynch | 1.350 | 77 | | | L |
| 478160-10-4 | JOHNSON & JOHNSON | | 06/12/2012 | Merrill Lynch | 2.950 | 190 | | | L |
| 469814-10-7 | Jacobs Engrn Grp Inc Dela | | 05/04/2012 | Merrill Lynch | 25.000 | 981 | | | L |
| 494368-10-3 | Kimberly Clark | | 04/03/2012 | Merrill Lynch | 3.074 | 229 | | | L |
| 50075N-10-4 | Kraft Foods Inc Va Cl A | | 04/16/2012 | Merrill Lynch | 3.925 | 149 | | | L |
| 594918-10-4 | MICROSOFT CORP | | 06/14/2012 | Merrill Lynch | 0.675 | 20 | | | L |
| 58155Q-10-3 | McKesson Corporation Com | | 04/02/2012 | Merrill Lynch | 0.564 | 50 | | | L |
| 585055-10-6 | Medtronic | | 05/22/2012 | Park National Bank | 350.000 | 13,007 | | | L |
| 65339F-10-1 | Nextera Energy Inc | | 06/15/2012 | Merrill Lynch | 2.721 | 185 | | | L |
| 713448-10-8 | PEPSICO INC | | 06/29/2012 | Merrill Lynch | 2.368 | 166 | | | L |
| 742718-10-9 | PROCTOR & GAMBLE CO | | 05/15/2012 | Merrill Lynch | 3.590 | 230 | | | L |
| 693718-10-8 | Paccar Inc | | 05/08/2012 | Merrill Lynch | 25.000 | 1,017 | | | L |
| 693718-10-8 | Paccar Inc | | 05/17/2012 | Merrill Lynch | 25.000 | 950 | | | L |
| 717081-10-3 | Pfizer Inc | | 06/05/2012 | Merrill Lynch | 7.304 | 159 | | | L |
| 718172-10-9 | Philip Morris Intl Inc | | 04/12/2012 | Merrill Lynch | 0.907 | 79 | | | L |
| 747525-10-3 | Qualcomm Inc | | 06/20/2012 | Merrill Lynch | 0.444 | 25 | | | L |
| 902973-30-4 | US Bancorp | | 05/22/2012 | Park National Bank | 300.000 | 9,223 | | | L |
| 904784-70-9 | Unilever NV NY Reg SHS | | 06/13/2012 | Merrill Lynch | 3.491 | 112 | | | L |

(continues)

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

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company 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) |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) (continued) | | | | | | | | | |
| 904784-70-9 | Unilever NV NY Reg SHS | | 06/15/2012 | Merrill Lynch | 0.002 | | | | L |
| 913017-10-9 | United Techs Corp Com | | 06/11/2012 | Merrill Lynch | 2.659 | 197 | | | L |
| 92343V-10-4 | Verizon Communications Com | | 05/01/2012 | Merrill Lynch | 5.142 | 208 | | | L |
| 94106L-10-9 | Waste Management Inc New | | 06/22/2012 | Merrill Lynch | 5.767 | 185 | | | L |
| 98389B-10-0 | Xcel Energy Inc | | 04/20/2012 | Merrill Lynch | 2.015 | 54 | | | L |
| 9099999 | Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | 63,894 | | | |
| Common Stocks - Mutual Funds | | | | | | | | | |
| 36242H-10-4 | GABELLI DIV & INC TRUST | | 04/23/2012 | Merrill Lynch | 11.512 | 190 | | | L |
| 36242H-10-4 | GABELLI DIV & INC TRUST | | 05/23/2012 | Merrill Lynch | 11.765 | 191 | | | L |
| 36242H-10-4 | GABELLI DIV & INC TRUST | | 06/22/2012 | Merrill Lynch | 12.722 | 192 | | | L |
| 464287-83-8 | IShares D Jones US Basic | | 06/25/2012 | Merrill Lynch | 2.102 | 131 | | | L |
| 339183-10-5 | JP Morgan Mid Cap Value | | 06/19/2012 | Merrill Lynch | 543.267 | 14,000 | | | L |
| 81369Y-50-6 | Sector Spdr Energy | | 06/27/2012 | Merrill Lynch | 0.497 | 32 | | | L |
| 81369Y-70-4 | Sector Spdr Industrial | | 06/28/2012 | Merrill Lynch | 4.370 | 150 | | | L |
| 921937-81-9 | Vanguard Intermediate | | 04/25/2012 | Park National Bank | 3,375.527 | 40,000 | | | L |
| 921937-81-9 | Vanguard Intermediate | | 04/30/2012 | Park National Bank | 3,156.566 | 37,500 | | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 04/25/2012 | Park National Bank | 3,762.933 | 40,000 | | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 04/30/2012 | Park National Bank | 3,524.436 | 37,500 | | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 05/16/2012 | Park National Bank | 2,349.624 | 25,000 | | | L |
| 9299999 | Subtotal - Common Stocks - Mutual Funds | | | | | 194,886 | | | |
| 9799997 | Subtotal - Common Stocks - Part 3 | | | | | 258,780 | | | |
| 9799999 | Subtotal - Common Stocks | | | | | 258,780 | | | |
| 9899999 | Subtotal - Preferred and Common Stocks | | | | | 258,780 | | | |
| 9999999 | TOTALS | | | | | 2,018,652 | | 344 | |

STATEMENT AS OF JUNE 30, 2012 OF THE Medical Benefits Mutual Life Insurance Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company 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 | | | | | | | | | | | | | | | | | | | | | | |
| 912795-3W-9 | US Treasury Bill 0.00% 06/28/12 | | 06/28/2012 | J.P. Morgan Securities, Inc. | | 310,000 | 310,000.00 | 309,953 | 309,953 | | 47 | | 47 | | 310,000 | | | | | 06/28/2012 | 1 | |
| 0599999 - Subtotal - Bonds - U. S. Governments | | | | | | 310,000 | 310,000.00 | 309,953 | 309,953 | | 47 | | 47 | | 310,000 | | | | | | | |
| Bonds - U. S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | | | | | | | | | | | | | | | | |
| 084670-AS-7 | Berkshire Hathaway 4.75% 05/15/12 | | 05/15/2012 | Morgan Stanley | | 100,000 | 100,000.00 | 105,349 | 100,650 | | (650) | | (650) | | 100,000 | | | | 2,375 | 05/15/2012 | 1 | |
| 3133EA-LT-3 | FFCB .30% 11/18/13 | | 04/25/2012 | Park National Bank | | 99,766 | 100,000.00 | 100,000 | 100,000 | | | | | | 100,000 | | | (234) | (234) | 6 | 11/18/2013 | 1 |
| 313378-3K-5 | FHLB .40% 2/26/14 | | 04/27/2012 | Park National Bank | | 300,000 | 300,000.00 | 300,000 | 300,000 | | | | | | 300,000 | | | | 203 | 02/26/2014 | 1 | |
| 313372-ZW-7 | FHLB 1.00% 9/30/13 | | 04/02/2012 | Park National Bank | | 250,000 | 250,000.00 | 250,000 | 250,000 | | | | | | 250,000 | | | | 1,264 | 09/30/2013 | 1 | |
| 313372-XW-9 | FHLB 1.15% 9/30/13 | | 04/02/2012 | Park National Bank | | 25,000 | 25,000.00 | 25,000 | 25,000 | | | | | | 25,000 | | | | 145 | 09/30/2013 | 1 | |
| 313372-Y9-9 | FHLB 1.32% 12/30/13 | | 04/02/2012 | Park National Bank | | 25,000 | 25,000.00 | 25,000 | 25,000 | | | | | | 25,000 | | | | 423 | 12/30/2013 | 1 | |
| 313372-VB-7 | FHLB 2.00% 3/30/15 | | 04/02/2012 | Park National Bank | | 25,000 | 25,000.00 | 25,000 | 25,000 | | | | | | 25,000 | | | | 253 | 03/30/2015 | 1 | |
| 313378-RJ-2 | FHLB 2.25% 4/11/19 | | 05/14/2012 | Park National Bank | | 25,000 | 25,000.00 | 25,000 | 25,000 | | | | | | 25,000 | | | | 98 | 04/11/2019 | 1 | |
| 3128MC-WD-3 | FHLMC #G1-4044 3.00% 1/1/26 | | 06/18/2012 | Principal Reduction | | 11,438 | 11,437.76 | 11,509 | 11,636 | | (198) | | (198) | | 11,438 | | | | 420 | 01/01/2026 | 1 | |
| 3128MM-NM-1 | FHLMC #G18395 3.00% 7/1/26 | | 06/18/2012 | Principal Reduction | | 32,213 | 32,213.27 | 32,415 | 32,671 | | (458) | | (458) | | 32,213 | | | | 1,001 | 07/01/2026 | 1 | |
| 31416X-HY-9 | FNMA #AB2046 3.00% 1/1/26 | | 06/26/2012 | Principal Reduction | | 7,530 | 7,529.95 | 7,577 | 7,661 | | (131) | | (131) | | 7,530 | | | | 283 | 01/01/2026 | 1 | |
| 31416Y-UW-6 | FNMA #AB3296 3.00% 7/1/26 | | 06/26/2012 | Principal Reduction | | 9,841 | 9,841.36 | 9,903 | 9,992 | | (150) | | (150) | | 9,841 | | | | 346 | 07/01/2026 | 1 | |
| 3199999 - Subtotal - Bonds - U. S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | 910,788 | 911,022.34 | 916,753 | 912,610 | | (1,588) | | (1,588) | | 911,022 | | | (234) | (234) | 6,818 | | |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | | | |
| 912828-KK-5 | US Treasury Note 1.02% 04/15/12 | | 04/15/2012 | Matured | | 410,000 | 410,000.00 | 413,001 | 410,440 | | (440) | | (440) | | 410,000 | | | | 2,819 | 04/15/2012 | 1 | |
| 3899999 - Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 410,000 | 410,000.00 | 413,001 | 410,440 | | (440) | | (440) | | 410,000 | | | | | 2,819 | | |
| 8399997 - Subtotal - Bonds - Part 4 | | | | | | 1,630,788 | 1,631,022.34 | 1,639,706 | 1,633,004 | | (1,981) | | (1,981) | | 1,631,022 | | | (234) | (234) | 9,637 | | |
| 8399999 - Subtotal - Bonds | | | | | | 1,630,788 | 1,631,022.34 | 1,639,706 | 1,633,004 | | (1,981) | | (1,981) | | 1,631,022 | | | (234) | (234) | 9,637 | | |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | | | |
| 459200-10-1 | IBM | | 05/22/2012 | Park National Bank | 50.000 | 9,910 | | 6,430 | 10,354 | (3,924) | | | (3,924) | | 6,430 | | | 3,480 | 3,480 | 38 | | L |
| 452308-10-9 | Illinois Tool Works Inc | | 05/22/2012 | Park National Bank | 350.000 | 18,820 | | 15,397 | 16,349 | (952) | | | (952) | | 15,397 | | | 3,423 | 3,423 | 252 | | L |
| 58405U-10-2 | Medco Health Solutions I | | 04/03/2012 | Merrill Lynch | 200.000 | 5,760 | | 9,000 | 11,180 | (2,180) | | | (2,180) | | 9,000 | | | (3,240) | (3,240) | | | L |
| 882508-10-4 | TEXAS INSTRUMENTS | | 05/22/2012 | Park National Bank | 600.000 | 17,681 | | 11,587 | 16,751 | (5,164) | | | (5,164) | | 11,587 | | | 6,094 | 6,094 | 208 | | L |
| 9099999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | 52,171 | | 42,413 | 54,634 | (12,220) | | | (12,220) | | 42,413 | | | 9,757 | 9,757 | 498 | | |
| Common Stocks - Mutual Funds | | | | | | | | | | | | | | | | | | | | | | |
| 67064Y-63-6 | Nuveen Tradewinds Value | | 06/18/2012 | Merrill Lynch | 453.250 | 12,936 | | 9,129 | 13,797 | (4,668) | | | (4,668) | | 9,129 | | | 3,807 | 3,807 | | | L |
| 921937-81-9 | Vanguard Intermediate | | 04/27/2012 | Park National Bank | 450.000 | 39,470 | | 39,523 | 39,523 | | | | | | 39,523 | | | (53) | (53) | 119 | | L |
| 921937-81-9 | Vanguard Intermediate | | 06/13/2012 | Park National Bank | 1,004.180 | 12,000 | | 11,930 | 11,930 | | | | | | 11,930 | | | 70 | 70 | 69 | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 04/27/2012 | Park National Bank | 800.000 | 64,863 | | 65,397 | 64,672 | 725 | | | 725 | | 65,397 | | | (534) | (534) | 582 | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 05/18/2012 | Park National Bank | 2,351.840 | 25,000 | | 25,024 | 25,024 | | | | | | 25,024 | | | (24) | (24) | 36 | | L |
| 921937-82-7 | Vanguard Short-Term Bond ETF | | 06/13/2012 | Park National Bank | 1,600.750 | 17,000 | | 17,032 | 17,032 | | | | | | 17,032 | | | (32) | (32) | 19 | | L |
| 9299999 - Subtotal - Common Stocks - Mutual Funds | | | | | | 171,269 | | 168,034 | 171,977 | (3,943) | | | (3,943) | | 168,034 | | | 3,234 | 3,234 | 824 | | |
| 9799997 - Subtotal - Common Stocks - Part 4 | | | | | | 223,440 | | 210,448 | 226,611 | (16,163) | | | (16,163) | | 210,448 | | | 12,992 | 12,992 | 1,322 | | |
| 9799999 - Subtotal - Common Stocks | | | | | | 223,440 | | 210,448 | 226,611 | (16,163) | | | (16,163) | | 210,448 | | | 12,992 | 12,992 | 1,322 | | |
| 9899999 - Subtotal - Preferred and Common Stocks | | | | | | 223,440 | | 210,448 | 226,611 | (16,163) | | | (16,163) | | 210,448 | | | 12,992 | 12,992 | 1,322 | | |

FO5

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

SCHEDULE D - PART 4

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

| 1 CUSIP Identifi- cation | 2 Description | 3 Foreign | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consideration | 8 Par Value | 9 Actual Cost | 10 Prior Year Book/ Adjusted Carrying Value | Change In Book/Adjusted Carrying Value | | | | | 16 Book/Adjusted Carrying Value at Disposal Date | 17 Foreign Exchange Gain (Loss) on Disposal | 18 Realized Gain (Loss) on Disposal | 19 Total Gain (Loss) on Disposal | 20 Bond Interest/ Stock Dividends Received During Year | 21 Stated Contractual Maturity Date | 22 NAIC Designa- tion or Market Indici- ator (a) |
|-----------------------------------|------------------|--------------|-----------------------|------------------------|--------------------------------------|--------------------|----------------|---------------------|------------------------------------------------------------|----------------------------------------------------------|--------------------------------------------------------------|-----------------------------------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------------|--------------------------------------------------------------|------------------------------------------------------------|-------------------------------------------------|----------------------------------------------|--------------------------------------------------------------------------|-------------------------------------------------|-----------------------------------------------------------------------|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ Accretion | 13 Current Year's Other Than Temporary Impairment Recognized | 14 Total Change in B./A.C.V. (11+12-13) | 15 Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| 9999999 - TOTALS | | | | | | 1,854,228 | | 1,850,154 | 1,859,615 | (16,163) | (1,981) | | (18,145) | 1,841,470 | | 12,758 | 12,758 | 10,959 | | | |

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Schedule DB, Part A, Section 1

NONE

Financial or Economic Impact of the Hedge

NONE

Page E07

Schedule DB, Part B, Section 1

NONE

Schedule DB, Part B, Section 1, Broker Name

NONE

Schedule DB, Part B, Financial or Economic Impact of the Hedge

NONE

Page E08

Schedule DB, Part D

NONE

Page E09

Schedule DL, Part 1

NONE

Page E10

Schedule DL, Part 2

NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

| 1 Depository | | 2 | 3 | 4 | 5 | Book Balance at End of Each Month During Current Quarter | | | 9 * |
|-------------------------------------|---------------------------------------|------|---------------------|-------------------------------------------------------------|---------------------------------------------------------------|-------------------------------------------------------------|--------------|-------------|--------|
| | | | | | | 6 | 7 | 8 | |
| Name | Location and Supplemental Information | Code | Rate of Interest | Amount of Interest Received During Current Quarter | Amount of Interest Accrued at Current Statement Date | First Month | Second Month | Third Month | |
| Open Depositories | | | | | | | | | |
| Park National Bank | Newark, Ohio | | | | | 927,317 | 514,785 | 539,061 | |
| Morgan Stanley Smith Barney LLC | Chicago, IL | | | | | 598,411 | 700,792 | 700,798 | |
| Regions Bank | Little Rock, AR | | | | | 310,000 | | | |
| JP Morgan Chase & Co | Chicago, IL | | | | | 410,000 | | 310,000 | |
| 0199999 - TOTAL - Open Depositories | | | | | | 2,245,728 | 1,215,577 | 1,549,858 | |
| 0399999 - TOTAL Cash on Deposit | | | | | | 2,245,728 | 1,215,577 | 1,549,858 | |
| 0499999 - Cash in Company's Office | | | | | | 250 | 250 | 250 | |
| 0599999 - TOTALS | | | | | | 2,245,978 | 1,215,827 | 1,550,108 | |

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Schedule E, Part 2, Cash Equivalents

NONE