

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	895,600,006		895,600,006	856,196,120
2. Stocks:				
2.1 Preferred stocks	2,631,861		2,631,861	2,139,725
2.2 Common stocks	400,023,846		400,023,846	395,558,043
3. Mortgage loans on real estate:				
3.1 First liens	4,916,290		4,916,290	5,761,666
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)	110,737,159		110,737,159	114,876,524
4.2 Properties held for the production of income (less \$ encumbrances)	12,231,198		12,231,198	12,485,460
4.3 Properties held for sale (less \$ encumbrances)	235,000		235,000	305,000
5. Cash (\$ 2,339,928), cash equivalents (\$ 0) and short-term investments (\$ 23,106,414)	25,446,342		25,446,342	15,756,015
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives			0	0
8. Other invested assets	54,784,176		54,784,176	51,569,980
9. Receivables for securities			0	506,272
10. Securities lending reinvested collateral assets	77,321,960		77,321,960	51,067,508
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,583,927,838	0	1,583,927,838	1,506,222,313
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	11,058,869		11,058,869	10,320,756
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	171,110,278	1,410,514	169,699,764	154,328,300
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ (203,910) earned but unbilled premiums)	(227,616)	(23,706)	(203,910)	(157,852)
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	8,686,126	392,549	8,293,577	5,371,674
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	3,029,274		3,029,274	6,172,895
18.2 Net deferred tax asset	31,394,234	5,682,903	25,711,331	27,012,921
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	8,152,869		8,152,869	6,747,048
21. Furniture and equipment, including health care delivery assets (\$)	8,185,278	8,185,278	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates	2,152,284		2,152,284	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other than invested assets	40,877,304	40,300,152	577,152	453,523
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,868,346,738	55,947,690	1,812,399,048	1,716,471,578
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	1,868,346,738	55,947,690	1,812,399,048	1,716,471,578
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Prepaid Pension Expense	30,000,000	30,000,000	0	0
2502. Personal Loans	10,300,152	10,300,152	0	0
2503. Miscellaneous Loans	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	577,152	0	577,152	453,523
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	40,877,304	40,300,152	577,152	453,523

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 127,697,688)	331,775,826	331,532,635
2. Reinsurance payable on paid losses and loss adjustment expenses	(12,014)	4,275
3. Loss adjustment expenses	95,071,575	94,874,948
4. Commissions payable, contingent commissions and other similar charges	8,899,361	8,518,275
5. Other expenses (excluding taxes, licenses and fees)	26,824,611	26,155,583
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	7,444,536	9,769,332
7.1 Current federal and foreign income taxes (including \$ 4,716,496 on realized capital gains (losses))	0	0
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 69,523,205 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	356,162,318	328,336,940
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	866,086	649,885
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,737,616	(2,889,764)
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	133,255	44,450
15. Remittances and items not allocated	0	0
16. Provision for reinsurance	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	(97,191)	(10,413)
19. Payable to parent, subsidiaries and affiliates	1,918,501	1,918,501
20. Derivatives	0	0
21. Payable for securities	1,522,267	0
22. Payable for securities lending	77,321,960	51,067,508
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	26,830,779	27,909,012
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	934,480,985	877,881,168
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	934,480,985	877,881,168
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	0	0
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	35,000,000	35,000,000
34. Gross paid in and contributed surplus	0	0
35. Unassigned funds (surplus)	842,918,063	803,590,410
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)	0	0
36.2 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	877,918,063	838,590,410
38. Totals (Page 2, Line 28, Col. 3)	1,812,399,048	1,716,471,578
DETAILS OF WRITE-INS		
2501. Reserve for checks written off	1,838,972	1,652,695
2502. Deferred compensation	23,528,490	24,812,240
2503. Suspense	61,680	37,733
2598. Summary of remaining write-ins for Line 25 from overflow page	1,401,637	1,406,344
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	26,830,779	27,909,012
2901.	0	0
2902.	0	0
2903.	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.	0	0
3202.	0	0
3203.	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 430,958,987)	428,996,423	454,673,857	601,822,573
1.2 Assumed (written \$ 393,147,368)	364,420,244	356,623,173	474,681,729
1.3 Ceded (written \$ 149,497,299)	146,632,986	151,355,183	199,965,119
1.4 Net (written \$ 674,609,056)	646,783,681	659,941,847	876,539,182
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 383,381,783):			
2.1 Direct	255,004,346	294,437,019	376,107,427
2.2 Assumed	228,273,383	240,657,530	312,805,320
2.3 Ceded	96,342,064	133,705,453	162,190,643
2.4 Net	386,935,665	401,389,096	526,722,103
3. Loss adjustment expenses incurred	70,475,610	70,304,629	91,179,990
4. Other underwriting expenses incurred	210,602,393	212,062,155	273,967,015
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	668,013,668	683,755,880	891,869,108
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(21,229,987)	(23,814,033)	(15,329,926)
INVESTMENT INCOME			
9. Net investment income earned	19,573,621	20,494,015	27,350,073
10. Net realized capital gains (losses) less capital gains tax of \$ 4,716,496	8,759,208	4,653,138	5,127,089
11. Net investment gain (loss) (Lines 9 + 10)	28,332,829	25,147,153	32,477,162
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 78,719 amount charged off \$ 3,156,770)	(3,078,051)	(5,282,555)	(6,835,633)
13. Finance and service charges not included in premiums	9,697,424	11,615,759	15,275,823
14. Aggregate write-ins for miscellaneous income	839,715	594,133	613,681
15. Total other income (Lines 12 through 14)	7,459,088	6,927,337	9,053,871
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	14,561,930	8,260,457	26,201,107
17. Dividends to policyholders	1,973,795	2,022,876	2,565,191
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	12,588,135	6,237,581	23,635,916
19. Federal and foreign income taxes incurred	(953,109)	(24,579)	(1,518,464)
20. Net income (Line 18 minus Line 19)(to Line 22)	13,541,244	6,262,160	25,154,380
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	838,590,410	816,762,735	816,762,735
22. Net income (from Line 20)	13,541,244	6,262,160	25,154,380
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 6,679,264	20,317,924	(12,350,159)	7,195,753
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	(1,529,631)	5,112,878	1,068,638
27. Change in nonadmitted assets	6,998,116	(7,509,560)	(11,626,355)
28. Change in provision for reinsurance		0	35,259
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	39,327,653	(8,484,681)	21,827,675
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	877,918,063	808,278,054	838,590,410
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous income	839,715	594,133	613,681
1402.		0	0
1403.		0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	839,715	594,133	613,681
3701.		0	0
3702.		0	0
3703.		0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	663,702,850	660,381,655	873,651,270
2. Net investment income.....	27,156,125	26,511,291	37,424,191
3. Miscellaneous income.....	7,459,088	6,927,337	9,053,871
4. Total (Lines 1 to 3).....	698,318,063	693,820,283	920,129,332
5. Benefit and loss related payments.....	389,630,666	430,786,562	537,597,595
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	282,156,058	295,652,272	375,337,948
8. Dividends paid to policyholders.....	1,757,594	1,841,751	2,554,235
9. Federal and foreign income taxes paid (recovered) net of \$4,716,496 tax on capital gains (losses).....	619,766	(2,149,166)	(1,979,862)
10. Total (Lines 5 through 9).....	674,164,084	726,131,419	913,509,916
11. Net cash from operations (Line 4 minus Line 10).....	24,153,978	(32,311,136)	6,619,416
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	147,509,128	209,036,124	275,146,013
12.2 Stocks.....	71,970,571	51,474,985	70,239,847
12.3 Mortgage loans.....	569,256	2,516,931	3,013,579
12.4 Real estate.....	150,740	494,216	494,216
12.5 Other invested assets.....	181,044	120,118	3,242,930
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(385,974)	0	0
12.7 Miscellaneous proceeds.....	2,028,539	8,385,424	(1,100,000)
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	222,023,304	272,027,798	351,036,585
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	184,326,763	230,752,231	333,797,271
13.2 Stocks.....	45,710,421	42,557,278	62,772,386
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	72,326	709,412	951,712
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	361,051
13.7 Total investments acquired (Lines 13.1 to 13.6).....	230,109,510	274,018,921	397,882,420
14. Net increase (or decrease) in contract loans and premium notes.....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(8,086,206)	(1,991,123)	(46,845,835)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	(6,377,446)	(74,487)	(15,625,287)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(6,377,446)	(74,487)	(15,625,287)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	9,690,326	(34,376,746)	(55,851,706)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	15,756,015	71,607,721	71,607,721
19.2 End of period (Line 18 plus Line 19.1).....	25,446,342	37,230,975	15,756,015

**STATEMENT AS OF SEPTEMBER 30, 2012 OF THE
GRANGE MUTUAL CASUALTY COMPANY**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNT POLICIES

A. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. The State of Ohio requires that insurance companies domiciled in the State prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner. The Company does not employ accounting practices that depart from the NAIC Accounting Practices and Procedures Manual.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

NO CHANGE

3. BUSINESS COMBINATIONS AND GOODWILL

NONE

4. DISCONTINUED OPERATIONS

NO CHANGE

5. INVESTMENTS

D. LOAN-BACKED SECURITIES

1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.

2) NONE

3) NONE

4) Impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a.

Aggregate Amount of Unrealized Losses:

1	Less than 12 Months	(35,078)
2	Greater than 12 Months	0

b.

The Aggregate Related Fair Value of Securities with Unrealized Losses:

1	Less than 12 Months	7,272,887
2	Greater than 12 Months	0

5) According to SSAP 43R, loan-backed and structured securities with an unrealized loss position were reviewed according to the pronouncement that became effective on September 30, 2009. The best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities held with an intent to sell were other-than-temporarily impaired to current fair value. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

NO CHANGE

7. INVESTMENT INCOME

NO CHANGE

8. DERIVATIVE INSTRUMENTS

NONE

9. FEDERAL INCOME

A. The components of the net deferred tax assets at September 30, 2012 and December 31, 2011 are as follows:

	September 30, 2012	December 31, 2011
Gross Deferred Tax Assets	\$ 73,431,443	\$ 72,236,536
Gross Deferred Tax Liabilities	42,037,209	32,633,408
Net Deferred Tax Asset (Liability)	31,394,234	39,603,129
Non-admitted Deferred Tax Assets	5,682,903	12,590,208
Admitted Deferred Tax Asset	25,711,331	27,012,921
(Increase) Decrease in Deferred Tax Assets Non-admitted	\$ (3,818,994)	\$ (1,308,994)

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

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

	September 30, 2012	December 31, 2011
Current Income Tax Expense	\$ (953,109)	\$ (6,164,028)
Tax on Capital Gains/(Losses)	4,716,496	2,760,741
Prior Year Under Accrual (Over Accrual)	-	4,645,564
Federal Income Taxes Incurred	\$ 3,763,387	\$ 1,242,276

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

NO CHANGE

11. DEBT

NONE

12. RETIREMENT PLANS, DEFERRED COMPENSATION, AND POSTRETIREMENT BENEFIT PLANS

NO CHANGE

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUSAI-REORGANIZATIONS

NO CHANGE

**STATEMENT AS OF SEPTEMBER 30, 2012 OF THE
GRANGE MUTUAL CASUALTY COMPANY**

NOTES TO FINANCIAL STATEMENTS

14. CONTINGENCIES
NO CHANGE

15. LEASES
NO CHANGE

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATION OF CREDIT RISK.
NONE

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES
NONE

18. GAINS OR LOSS TO THE REPORTING ENTITY FROM UNINSURED A&H PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS.
NONE

19. DIRECT PREMIUM WRITTEN / PRODUCED BY MANAGING GENERAL AGENTS / THIRD PARTY ADMINISTRATORS
NONE

20. FAIR VALUE MEASUREMENTS

A.

1. Fair Value Measurements as of September 30, 2012:

Description	Level 1	Level 2	Level 3	Total
a. ASSETS AT FAIR VALUE				
Perpetual Preferred Stock				
Industrial & Misc	922,051	0	0	922,051
Parent, Subs, & Affiliates	0	0	0	0
Total Perpetual Preferred Stock	922,051	0	0	922,051
Bonds				
US Governments	0	0	0	0
US States, Territories, & Possessions	0	0	0	0
US Political Subdivisions	0	0	0	0
US Special Rev & Assessment	0	0	0	0
Industrial & Misc	0	5,132,261	0	5,132,261
Parent, Subs, & Affiliates	0	0	0	0
Total Bonds	0	5,132,261	0	5,132,261
Common Stock				
Industrial & Misc	225,147,556	134,638	0	225,282,194
Parent, Subs, & Affiliates	0	0	174,741,652	174,741,652
Total Common Stock	225,147,556	134,638	174,741,652	400,023,846
Other Invested Assets	0	8,070,215	46,713,961	54,784,176
Total Other Invested	0	8,070,215	46,713,961	54,784,176
TOTAL ASSETS AT FAIR VALUE	226,069,607	13,337,113	221,455,613	460,862,333
b. LIABILITIES AT FAIR VALUE				
Derivative liabilities	0	0	0	0
Total Derivative Liabilities	0	0	0	0
TOTAL LIABILITIES AT FAIR VALUE	0	0	0	0

2. Fair Value Measurements in Level 3 of the Fair Value:

	Balance at 6/30/2012	Transfers in to Level 3	Transfers out Level 3	Total G/(L) included in Net Income	Total G/(L) included in Surplus	Purchases, Issuances, sales, & settlements	Balance at 9/30/2012
Common Stock	173,316,867	0	0	0	1,424,785	0	174,741,652
Other Invested Assets	45,694,787	0	0	0	1,019,174	0	46,713,961
Total	219,011,654	0	0	0	2,443,959	0	221,455,613

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

As of September 30, 2012, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

Bonds - According to statutory accounting rules, fixed income securities with a rating of NAIC 1 or 2 are reported at amortized cost. Securities with a rating of NAIC 3 thru 6, or non-investment grade ratings, are measured and reported at the lower of amortized cost or fair value on the statement of financial position. Therefore, the Company reported \$5.1 million of bonds with non-investment grade ratings at fair value on the statement of financial position as of September 30, 2012. At the end of every quarter and at year-end, the Company utilizes fair values provided by the Securities Valuation Office (SVO) of the National Association of Insurance Commissioners (NAIC). The SVO is responsible for the credit quality assessment and valuation of securities owned by state regulated insurance companies. Fair value is determined by evaluations that are based on observable market information rather than market quotes. Inputs to the evaluations include, but are not limited to, market prices from recently completed transactions and transactions of comparable securities, credit spreads, interest rate yield curves, and other market-observable information. Thus, fixed income securities measured and reported at fair value are included in the amounts disclosed in Level 2 of the hierarchy.

**STATEMENT AS OF SEPTEMBER 30, 2012 OF THE
GRANGE MUTUAL CASUALTY COMPANY**

NOTES TO FINANCIAL STATEMENTS

Common Stocks, Industrial & Misc– According to statutory accounting rules, common stocks are reported at fair value. The Company holds two positions not actively traded. One is frequently quoted and the manager marks the position to market monthly based on indicated bid levels received from broker/dealers. The other represents membership in NAMIC (National Association of Mutual Insurance Cos.) and is valued by the SVO. Therefore these securities are included in level 2.

Parent, Subsidiaries, and Affiliates – The Company's investments in six subsidiaries are measured and reported at fair value as of September 30, 2012 for each respective entity totaling \$174.7 million in aggregate. Fair value measurement is determined by the individual entity's surplus at the end of a period, or the amount by which assets exceed liabilities. Each subsidiary is in the insurance industry, whereby its assets are largely comprised of fixed income securities carried at amortized cost and its liabilities represent reserves for underwriting losses. Some inputs to the valuation methodology are unobservable and significant to the fair value measurement, and result in disclosure at Level 3.

Other Invested Assets - Included in other invested assets are five limited partnerships, two of which are considered private equity funds that invest in equity securities and debt or other securities providing equity like returns. The private equity funds are reported at their most recently available fair value provided by the Managing Member of the Fund, net any contributions or distributions since said report, totaling \$0.6 million as of September 30, 2012. Fair value is the amount that would be received to sell an asset or paid to transfer a liability, in an orderly transaction between market participants at the measurement date. The Managing Member is required to make significant judgments that impact the reported fair value of investments. Fair value is determined using valuation methodologies after giving consideration to a range of factors including, but not limited to, the price at which the investment was acquired, the nature of the investment, relevant market conditions, trading values on public exchanges for comparable securities discounted accordingly for size, current and projected operating performance, and financing transactions subsequent to the acquisition of the investment. A financial instrument's categorization within the fair value hierarchy is based on the lowest level of input that is significant to its fair value measurement. As of September 30, 2012 all investments related to the private equity funds are classified as Level 3 assets.

The other three limited partnerships, totaling \$54.1 million as of September 30, 2012 are considered hedge funds. Fair value reported on the statement of financial position represents the most recently available valuation provided by the fund manager, usually the previous month from the reporting date due to the timing for receipt of the monthly statement. One hedge fund, with a fair value of \$8.1 million, has underlying assets consisting of cash and marketable equity securities. The Company's investment in the fund is valued at the proportionate interest in the net asset value of the marketable securities held by the partnership. Some investments are quoted prices in markets that are not considered to be active for identical assets or liabilities, quoted prices in active markets for similar assets or liabilities and inputs other than quoted prices that are directly observable or indirectly through corroboration with observable market data. As of September 30, 2012, the partnership is classified as Level 2 assets. The remaining two hedge funds, valued at \$46.1 million, report fair value based on values provided to a trustee by the fund manager. The Company's investment in each is valued at the proportionate interest in the net asset value of the partnership. There are no unfunded commitments related to the hedge funds and units are redeemable at net asset value with the appropriate prior written notice. Inputs are unobservable and result in disclosure at Level 3 of the fair value hierarchy.

B. Not Required
C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (CV)
Bonds	972,400,156	895,600,006	105,007,380	867,392,774	0	0
Common Stock	400,023,846	400,023,846	225,147,556	134,638	174,739,652	2,000
Perpetual Preferred	3,946,161	2,631,861	3,946,161	0	0	0
Other Invested Assets	54,784,176	54,784,176	0	8,070,215	46,713,961	0
Money Market	23,106,414	23,106,414	23,106,414	0	0	0
Total	1,454,260,753	1,376,146,303	357,207,511	875,597,627	221,453,613	2,000

D. Not Practicable to Estimate Fair Value

Type of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Bonds	0			
Common Stock	2,000	N/A	N/A	Affiliate
Perpetual Preferred	0			
Mortgage Loans	0			
Money Market	0			
Total	2,000			

21. OTHER ITEMS
NO CHANGE

22. EVENTS SUBSEQUENT
NO CHANGE

23. REINSURANCE
NO CHANGE

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION
NONE

**STATEMENT AS OF SEPTEMBER 30, 2012 OF THE
GRANGE MUTUAL CASUALTY COMPANY**

NOTES TO FINANCIAL STATEMENTS

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years has increased (decreased) by \$(11,892) million from \$643.986 million in 2011 to \$632.094 million in 2012 as a result of re-estimation of unpaid losses and loss adjustment expenses principally on private passenger auto liability and homeowners lines of insurance. This increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. Included in this increase (decrease), the Company experienced \$0 million of unfavorable (favorable) prior year loss development on retrospectively rated policies. However, since the business to which it relates is subject to premium adjustments, there was no significant impact on surplus.

LOSSES AND LAE	September 30, 2012	December 31, 2011
BALANCE JANUARY 1	643,985,967	590,991,235
LESS REINSURANCE RECOVERABLES	217,578,384	149,155,470
NET BALANCE JANUARY 1	<u>426,407,583</u>	<u>441,835,765</u>
 INCURRED RELATED TO:		
CURRENT YEAR	469,303,171	648,919,831
PRIOR YEAR	<u>(11,891,896)</u>	<u>(31,017,740)</u>
TOTAL INCURRED	<u>457,411,275</u>	<u>617,902,092</u>
 PAID RELATED TO:		
CURRENT YEAR	302,153,109	421,193,708
PRIOR YEAR	<u>154,818,348</u>	<u>212,136,566</u>
TOTAL PAID	<u>456,971,457</u>	<u>633,330,274</u>
NET BALANCE AT DECEMBER 31	426,847,400	426,407,583
PLUS REINSURANCE RECOVERABLES	<u>290,233,760</u>	<u>217,578,384</u>
BALANCE AT DECEMBER 31	<u>717,081,160</u>	<u>643,985,967</u>

26. INTERCOMPANY POOLING AGREEMENTS
NO CHANGE

27. STRUCTURED SETTLEMENTS
NO CHANGE.

28. HEALTH CARE RECEIVABLES
NONE

29. PARTICIPATING POLICIES
NONE

30. PREMIUM DEFICIENCY RESERVES
NO CHANGE

31. HIGH DEDUCTIBLES
NONE

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES
NONE

33. ASBESTOS/ENVIRONMENTAL RESERVES
NONE

34. SUBSCRIBER SAVINGS ACCOUNTS
NOT APPLICABLE

35. MULTIPLE PERIL CROP INSURANCE
NONE

36. FINANCIAL GUARANTY INSURANCE
NONE

37. CATASTROPHIC PLANNING
NO CHANGE

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

GENERAL INTERROGATORIES

**PART 1 - COMMON INTERROGATORIES
GENERAL**

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

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

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

2.2 If yes, date of change: 01/01/3000

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]

If yes, complete the Schedule Y - Part 1 - organizational chart.

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

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

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

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

If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2009

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2009

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/25/2010

6.4 By what department or departments?

Ohio.....

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

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

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]

7.2 If yes, give full information:

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]

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

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]

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

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

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY**GENERAL INTERROGATORIES**

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

- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

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

.....

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

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

.....

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

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

.....

FINANCIAL

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

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

INVESTMENT

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

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

.....

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$ 170,929,069	\$ 173,634,284
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ 170,929,069	\$ 173,634,284
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

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

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

If no, attach a description with this statement.

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes No

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase Bank, N.A.....	1111 Polaris Parkway, Columbus, OH 43240.....
Federal Home Loan Bank of Cincinnati.....	221 E. 4th St., 1000 Atrium 2, Cincinnati, OH 45202.....

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

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

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

1 Central Registration Depository	2 Name(s)	3 Address
111242.....	State Street Global Advisors.....	State Street Financial Center, One Lincoln Street, Boston, MA 02111.....
109627.....	Caywood-Scholl Capital Management, LLC.....	4250 Executive Square, Suite 400, LaJolla, CA 92037.....
109875.....	Asset Allocation & Management Company.....	30 N. LaSalle St., Chicago, IL 60602.....
105726.....	Thompson, Siegel & Walmsley, Inc.....	6806 Paragon Place, Suite 300, Richmond, VA 23230.....

17.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed?

Yes No

17.2 If no, list exceptions:

.....

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]
3.2 If yes, give full and complete information thereto.

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

4.2 If yes, complete the following schedule:

5. Operating Percentages:

5.1 A&H loss percent..... %
5.2 A&H cost containment percent %
5.3 A&H expense percent excluding cost containment expenses..... %

6.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]
6.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$ _____
6.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]
6.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$ _____

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL. L		0		0		0
2. Alaska	AK. N		0		0		0
3. Arizona	AZ. N		0		0		0
4. Arkansas	AR. N		0		0		0
5. California	CA. N		0		0		0
6. Colorado	CO. N		0		0		0
7. Connecticut	CT. N		0		0		0
8. Delaware	DE. N		0		0		0
9. District of Columbia	DC. N		0		0		0
10. Florida	FL. N		0	113,499	.90,285	1,348,250	.390,000
11. Georgia	GA. L	33,810,881	37,052,613	15,332,384	21,796,111	19,551,960	24,931,981
12. Hawaii	HI. N		0		0		0
13. Idaho	ID. N		0		0		0
14. Illinois	IL. L	22,153,009	20,546,561	.9,406,192	.8,276,740	25,010,381	.21,160,506
15. Indiana	IN. L	15,473,028	15,968,649	.17,940,016	11,366,093	17,394,961	.25,065,339
16. Iowa	IA. L		0		0		0
17. Kansas	KS. L		0		0		0
18. Kentucky	KY. L	33,226,914	.36,360,173	.22,939,541	.24,702,162	.27,213,699	.24,060,412
19. Louisiana	LA. N		0		0		0
20. Maine	ME. N		0		0		0
21. Maryland	MD. N		0		0		0
22. Massachusetts	MA. N		0		0		0
23. Michigan	MI. N		0		0		0
24. Minnesota	MN. L		0		0		0
25. Mississippi	MS. N		0		0		0
26. Missouri	MO. L		0		0		0
27. Montana	MT. N		0		0		0
28. Nebraska	NE. N		0		0		0
29. Nevada	NV. N		0		0		0
30. New Hampshire	NH. N		0		0		0
31. New Jersey	NJ. N		0		0		0
32. New Mexico	NM. N		0		0		0
33. New York	NY. N		0		0		0
34. North Carolina	NC. N		0		0		0
35. North Dakota	ND. N		0		0		0
36. Ohio	OH. L	.288,046,876	.308,080,907	.166,295,196	.199,102,604	.115,768,947	.118,208,999
37. Oklahoma	OK. N		0		0		0
38. Oregon	OR. N		0		0		0
39. Pennsylvania	PA. L	10,238,069	7,015,188	.2,917,951	.1,321,679	.8,169,351	.5,171,511
40. Rhode Island	RI. N		0		0		0
41. South Carolina	SC. L	.2,020,307	2,080,845	.1,189,749	.1,316,648	.634,394	.770,653
42. South Dakota	SD. N		0		0		0
43. Tennessee	TN. L	24,153,936	.24,720,703	.11,631,312	.20,283,325	.15,129,556	.16,174,402
44. Texas	TX. N		0		0		0
45. Utah	UT. N		0		0		0
46. Vermont	VT. N		0		0		0
47. Virginia	VA. L	1,835,967	.576,464	.797,535	.371,630	.290,956	.55,671
48. Washington	WA. N		0		0		0
49. West Virginia	WV. N		0		0		0
50. Wisconsin	WI. L		0		0		0
51. Wyoming	WY. N		0		0		0
52. American Samoa	AS. N		0		0		0
53. Guam	GU. N		0		0		0
54. Puerto Rico	PR. N		0		0		0
55. U.S. Virgin Islands	VI. N		0		0		0
56. Northern Mariana Islands	MP. N		0		0		0
57. Canada	CN. N		0		0		0
58. Aggregate Other Alien	OT. XXX	0	0	.0	0	0	0
59. Totals	(a) 15	430,958,987	452,402,103	248,563,375	288,627,277	230,512,455	235,989,474
DETAILS OF WRITE-INS							
5801.	XXX.		0		0		0
5802.	XXX.		0		0		0
5803.	XXX.		0		0		0
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX.	0	0	.0	0	0	0
5899. TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	0	0	0	0	0	0

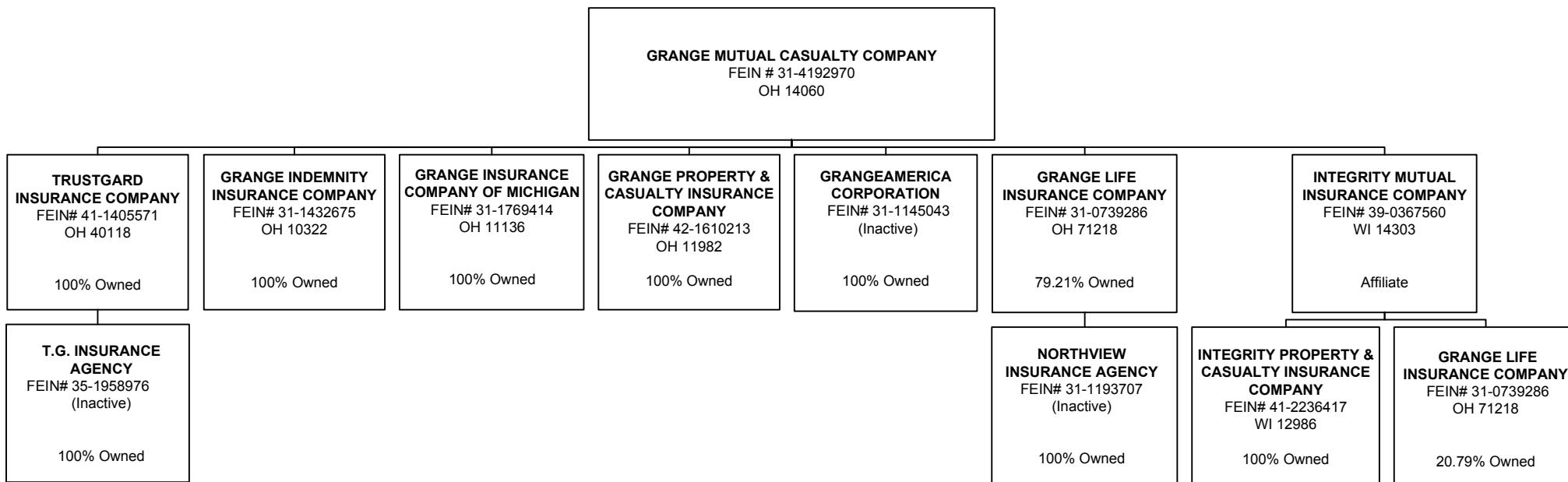
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

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

PART 1 – ORGANIZATIONAL CHART



STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

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

Asterisk	Explanation
1	Reporting Entity.....

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire	7,555,914	4,417,137	58.5	81.4
2. Allied lines	3,955,696	1,210,222	30.6	55.1
3. Farmowners multiple peril	13,332,475	10,163,087	76.2	72.6
4. Homeowners multiple peril	74,830,827	56,634,075	75.7	87.4
5. Commercial multiple peril	64,348,736	50,745,911	78.9	91.3
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine	3,637,456	1,394,770	38.3	35.8
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability -occurrence			0.0	0.0
11.2 Medical professional liability -claims made			0.0	0.0
12. Earthquake	1,333,295	1	0.0	0.0
13. Group accident and health	74,488	132,561	178.0	227.3
14. Credit accident and health			0.0	0.0
15. Other accident and health			0.0	0.0
16. Workers' compensation	8,262,383	6,758,118	81.8	49.2
17.1 Other liability occurrence	11,952,629	3,138,796	26.3	41.9
17.2 Other liability-claims made	4,781	431,796	9,031.5	1,640.2
17.3 Excess Workers' Compensation			0.0	0.0
18.1 Products liability-occurrence	49,488	11,032	22.3	15.1
18.2 Products liability-claims made			0.0	0.0
19.1,19.2 Private passenger auto liability	112,941,137	50,929,457	45.1	48.9
19.3,19.4 Commercial auto liability	28,520,643	15,222,089	53.4	48.2
21. Auto physical damage	98,184,580	53,815,153	54.8	59.4
22. Aircraft (all perils)			0.0	0.0
23. Fidelity			0.0	0.0
24. Surety			0.0	0.0
26. Burglary and theft	11,895	141	1.2	4.1
27. Boiler and machinery			0.0	0.0
28. Credit			0.0	0.0
29. International			0.0	0.0
30. Warranty			0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
TOTALS	428,996,423	255,004,346	59.4	64.8
DETAILS OF WRITE-INS				
3401.			0.0	0.0
3402.			0.0	0.0
3403.			0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	
1. Fire	2,757,202	7,561,902	7,369,555	
2. Allied lines	1,470,577	3,975,750	3,921,415	
3. Farmowners multiple peril	4,682,809	13,799,712	13,568,897	
4. Homeowners multiple peril	28,104,555	74,561,442	77,326,816	
5. Commercial multiple peril	19,643,684	67,258,554	63,506,981	
6. Mortgage guaranty	0		0	
8. Ocean marine	0		0	
9. Inland marine	1,288,994	3,806,821	4,055,633	
10. Financial guaranty	0		0	
11.1 Medical professional liability-occurrence	0		0	
11.2 Medical professional liability-claims made	0		0	
12. Earthquake	457,645	1,295,832	1,364,455	
13. Group accident and health	21,400	74,488	79,188	
14. Credit accident and health	0		0	
15. Other accident and health	0		0	
16. Workers' compensation	2,787,010	8,882,427	8,335,865	
17.1 Other liability occurrence	3,720,008	12,459,610	12,319,515	
17.2 Other liability-claims made	0	5,062	4,830	
17.3 Excess Workers' Compensation	0		0	
18.1 Products liability-occurrence	16,449	56,986	44,735	
18.2 Products liability-claims made	0		0	
19.1,19.2 Private passenger auto liability	36,066,543	110,601,920	126,147,376	
19.3,19.4 Commercial auto liability	8,111,919	29,460,461	29,610,514	
21. Auto physical damage	31,334,817	97,146,399	104,735,651	
22. Aircraft (all perils)	0		0	
23. Fidelity	0		0	
24. Surety	0		0	
26. Burglary and theft	4,079	11,621	10,677	
27. Boiler and machinery	0		0	
28. Credit	0		0	
29. International	0		0	
30. Warranty	0		0	
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	
34. Aggregate write-ins for other lines of business	0	0	0	
TOTALS	140,467,691	430,958,987	452,402,103	
DETAILS OF WRITE-INS				
3401.		0		0
3402.		0		0
3403.		0		0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2012 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2012 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2012 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)	
1. 2009 + Prior	57,447	38,218	95,665	29,185	1,911	31,095	39,037	1,133	26,418	66,588	10,774	(8,756)	2,018	
2. 2010	56,829	46,187	103,017	30,082	2,160	32,242	38,474	785	29,005	68,264	11,727	(14,237)	(2,510)	
3. Subtotals 2010 + prior	114,277	84,405	198,681	59,267	4,070	63,338	77,510	1,919	55,423	134,852	22,501	(22,993)	(492)	
4. 2011	109,474	118,252	227,726	71,899	19,582	91,481	44,600	5,547	74,698	124,845	7,025	(18,425)	(11,400)	
5. Subtotals 2011 + prior	223,751	202,657	426,408	131,166	23,652	154,818	122,110	7,466	130,121	259,697	29,526	(41,418)	(11,892)	
6. 2012	XXX	XXX	XXX	XXX	302,153	302,153	XXX	76,818	90,332	167,150	XXX	XXX	XXX	
7. Totals	223,751	202,657	426,408	131,166	325,805	456,971	122,110	84,284	220,453	426,847	29,526	(41,418)	(11,892)	
Prior Year-End 8. Surplus As Regards Policy- holders											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7	
											1.	13.2	2.	(20.4)
											3.	(2.8)		Col. 13, Line 7 Line 8
											4.			(1.4)

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

Response

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

Explanation:

- 1.
- 2.
- 3.

Bar Code:

1.  1 4 0 6 0 2 0 1 2 4 9 0 0 0 0 0 3
2.  1 4 0 6 0 2 0 1 2 4 5 5 0 0 0 0 0 3
3.  1 4 0 6 0 2 0 1 2 3 6 5 0 0 0 0 0 3

OVERFLOW PAGE FOR WRITE-INS

PQ002 Additional Aggregate Lines for Page 02 Line 25.

*ASSETS

	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
2504. Equities in Pools.....	547,745		547,745	404,501
2505. Miscellaneous Receivable.....	29,407		29,407	49,022
2597. Summary of remaining write-ins for Line 25 from Page 02	577,152	0	577,152	453,523

PQ003 Additional Aggregate Lines for Page 03 Line 25.

*LIAB

	1 Current Statement Date	2 December 31, Prior Year
2504. Miscellaneous Liabilities.....	1,401,637	1,406,344
2597. Summary of remaining write-ins for Line 25 from Page 03	1,401,637	1,406,344

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE A – VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	127,666,985	133,149,547
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	72,326	951,712
2.2 Additional investment made after acquisition	0	0
3. Current year change in encumbrances	0	0
4. Total gain (loss) on disposals	80,739	76,478
5. Deduct amounts received on disposals	150,740	494,216
6. Total foreign exchange change in book/adjusted carrying value	0	0
7. Deduct current year's other than temporary impairment recognized	4,465,953	76,891
8. Deduct current year's depreciation	0	5,939,645
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	123,203,357	127,666,985
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	123,203,357	127,666,985

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	5,761,666	9,021,976
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	7,009	9,691
5. Unrealized valuation increase (decrease)	(175,000)	125,000
6. Total gain (loss) on disposals	(108,129)	(381,422)
7. Deduct amounts received on disposals	569,256	3,013,579
8. Deduct amortization of premium and mortgage interest points and commitment fees	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	4,916,290	5,761,666
12. Total valuation allowance	0	0
13. Subtotal (Line 11 plus Line 12)	4,916,290	5,761,666
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	4,916,290	5,761,666

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	51,569,980	53,837,742
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	3,334,315	175,242
6. Total gain (loss) on disposals	60,925	799,926
7. Deduct amounts received on disposals	181,044	3,242,930
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	54,784,176	51,569,980
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	54,784,176	51,569,980

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	1,253,893,894	1,192,760,940
2. Cost of bonds and stocks acquired	230,037,184	396,569,657
3. Accrual of discount	806,224	1,279,937
4. Unrealized valuation increase (decrease)	23,837,873	4,932,356
5. Total gain (loss) on disposals	13,890,494	9,811,865
6. Deduct consideration for bonds and stocks disposed of	219,479,700	345,385,860
7. Deduct amortization of premium	4,667,898	4,832,876
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	62,350	1,242,125
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	1,298,255,721	1,253,893,894
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	1,298,255,721	1,253,893,894

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 1B

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

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	683,531,165	28,715,817	27,494,658	(4,274,550)	666,976,010	683,531,165	680,477,774	654,035,129
2. Class 2 (a).....	153,531,539	7,843,629	6,010,287	3,005,316	136,083,900	153,531,539	158,370,197	131,113,481
3. Class 3 (a).....	48,603,267	5,552,987	6,145,122	744,570	46,141,759	48,603,267	48,755,702	43,749,111
4. Class 4 (a).....	30,268,564	8,659,048	8,377,374	474,210	29,159,467	30,268,564	31,024,447	32,015,998
5. Class 5 (a).....	0				500,473	0	0	705,953
6. Class 6 (a).....	140,650			(62,350)	140,650	140,650	78,300	148,646
7. Total Bonds	916,075,185	50,771,481	48,027,441	(112,804)	879,002,259	916,075,185	918,706,420	861,768,318
PREFERRED STOCK								
8. Class 1.....	0				0	0	0	0
9. Class 2.....	322,948	527,937		71,166	267,696	322,948	922,051	257,950
10. Class 3.....	1,709,461			349	1,886,226	1,709,461	1,709,810	1,881,775
11. Class 4.....	0				0	0	0	0
12. Class 5.....	0				0	0	0	0
13. Class 6.....	0				0	0	0	0
14. Total Preferred Stock.....	2,032,408	527,937	0	71,516	2,153,922	2,032,408	2,631,861	2,139,725
15. Total Bonds & Preferred Stock	918,107,593	51,299,418	48,027,441	(41,289)	881,156,181	918,107,593	921,338,281	863,908,043

(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 \$ 23,106,414 ; NAIC 2 \$;

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

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	23,106,414	XXX	23,106,414	3,724	0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	5,572,198	63,208,153
2. Cost of short-term investments acquired	56,910,944	66,372,774
3. Accrual of discount	1,562	721
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals	1,155	0
6. Deduct consideration received on disposals	39,370,987	123,986,974
7. Deduct amortization of premium.....	8,459	22,476
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	23,106,413	5,572,198
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	23,106,413	5,572,198

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 City	3 State						
<i>Acquired by purchase</i>								
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.08/08/2012.....	VORYS, SATER, SEYMOUR.....	1,892.....	.0.....	1,892.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.08/09/2012.....	BROCON CONSTRUCTION.....	4,429.....	.0.....	4,429.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.08/09/2012.....	PRATER ENGINEERING.....	2,500.....	.0.....	2,500.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.08/28/2012.....	VORYS, SATER, SEYMOUR.....	1,092.....	.0.....	1,092.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/10/2012.....	BHD ARCHITECTURE.....	2,583.....	.0.....	2,583.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/13/2012.....	CB RICHARD ELLIS.....	2,827.....	.0.....	2,827.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/13/2012.....	FORMWARE.....	6,600.....	.0.....	6,600.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/13/2012.....	GENTRY FIRE PROTECTION.....	2,966.....	.0.....	2,966.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/13/2012.....	BROCON CONSTRUCTION.....	8,864.....	.0.....	8,864.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/13/2012.....	GBK FLOORING.....	7,010.....	.0.....	7,010.....	.0.....
HOME OFFICE COMPLEX - 671 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.09/14/2012.....	MJB ELECTRIC SERVICE.....	19,370.....	.0.....	19,370.....	.0.....
BREWERS YARD I - 585 SOUTH HIGH.....	COLUMBUS.....	OHIO.....	.07/17/2012.....	BRICKLER & ECKLER, LLP.....	4,700.....	.0.....	4,700.....	.0.....
0199999 - Acquired by purchase					64,833.....	0.....	64,833.....	0.....
0399999 Totals					64,833.....	0.....	64,833.....	0.....

SCHEDULE A - PART 3

Showing All Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Changes in Book/Adjusted Carrying Value Less Encumbrances					14 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain(Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 Taxes, Repairs and Expenses Incurred	
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other Than Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B/A. C.V. (11-9-10)	13 Total Foreign Exchange Change in B.A. C. V.								
<i>Disposal</i>																				
0399999 Totals																				

NONE

E01

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					Book Value/Re- corded Investment Excluding Accrued Interest Prior Year	8	9	10	11	12					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Capitalized Deferred Interest and Other Recognized	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/Re- corded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal		
Mortgages closed by repayment																	
13812292	WESTLAND	MICHIGAN		06/26/2007	08/31/2012	84,000	0	0	0	0	0	84,000	45,362	0	(38,638)	(38,638)	
13813696	STERLING HEIGHTS	MICHIGAN		06/26/2007	09/30/2012	115,487	0	0	0	0	0	115,487	91,858	0	(23,629)	(23,629)	
0199999 - Mortgages closed by repayment						199,487	0	0	0	0	0	199,487	137,220	0	(62,267)	(62,267)	
Mortgages with partial repayments																	
00000001	CENLAR	VARIOUS		06/26/2007	09/30/2012	35,339	0	0	0	0	0	35,339	35,339	0	0	0	
00000002	COUNTRYWIDE	VARIOUS		06/26/2007	09/30/2012	1,374	0	0	0	0	0	1,374	1,374	0	0	0	
0299999 - Mortgages with partial repayments						36,713	0	0	0	0	0	36,713	36,713	0	0	0	
0599999 Totals						236,200	0	0	0	0	0	236,200	173,933	0	(62,267)	(62,267)	

EO2

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE BA - PART 2

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

NONE

SCHEDULE BA - PART 3

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

1 CUSIP Identification		2 Name or Description		Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/ Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
				3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V. (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.						
Joint Venture Interests - Other - Unaffiliated																					
000002-00-6.....	STONEHENGE OPPORTUNITY FUND.....	COLUMBUS.....	OHIO.....	STONEHENGE HOLDINGS, INC.....	08/31/2011.....	07/31/2012.....	60,925.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	60,925.....	0.....	60,925.....	60,925.....	0.....
1999999 - Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics - Other - Unaffiliated							60,925.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	60,925.....	0.....	60,925.....	60,925.....	0.....
.....
.....
.....
.....
3999999 - Subtotals Unaffiliated							60,925.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	60,925.....	0.....	60,925.....	60,925.....	0.....
4099999 - Subtotals Affiliated							0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....
4199999 Totals							60,925.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	60,925.....	0.....	60,925.....	60,925.....	0.....

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STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
313380-ME-4.....	FHLB Call 1.000% 09/19/24.....		.09/24/2012.....	Huntington Investment Co.....		2,000,000	2,000,000	.333	1.....
3620AE-YJ-3.....	GN 728012 5.250% 05/15/52.....		.09/18/2012.....	Red Capital Group.....	284,571	265,954		.776	1.....
0599999 - Bonds - U.S. Governments						2,284,571	2,265,954	1,109	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
564386-FK-1.....	Mansfield, TX ISD-CaI 1 5.000% 02/15/28.....		.07/19/2012.....	Raymond James & Associates.....		1,810,470	1,500,000		.1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						1,810,470	1,500,000	0	XXX
Bonds - U.S. Special Revenue									
3128HX-SS-5.....	FHS 268 30 3.000% 08/15/42.....		.09/13/2012.....	Sterne, Agee & Leach.....		2,089,420	1,997,056	.2829	1.....
677555-Q3-1.....	Ohio State Economic Dev Taxable 3.375%.....		.09/20/2012.....	Huntington Investment Co.....	500,000	500,000			.1FE
682001-AM-4.....	Omaha, NE Call 5.000% 02/01/28.....		.09/21/2012.....	Merrill Lynch.....	1,200,910	1,000,000			.1FE
836480-AS-2.....	South Bend, IN NC 5.000% 08/01/21.....		.09/11/2012.....	Fifth Third Bank.....	806,271	670,000			.1FE
837151-GK-9.....	South Carolina Call 5.000% 01/01/21.....		.07/17/2012.....	Tax Free Exchange.....	371,373	370,000		.874	.1FE
837151-GV-5.....	South Carolina Call 5.000% 01/01/21.....		.07/17/2012.....	Tax Free Exchange.....	1,132,787	1,130,000		2,668	.1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						6,100,761	5,667,056	6,371	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
001084-AM-4.....	Agco Corp Call/Conv 1.250% 12/15/36.....		.07/24/2012.....	Daiwa Capital Markets.....		209,646	180,000	.263	3FE
013817-AT-8.....	Alcoa Inc Conv 5.250% 03/15/14.....		.07/24/2012.....	Various.....	547,207	380,000	.6,775	2FE	
017414-AD-4.....	Allegheny Technologies Inc Conv 4.250%.....		.09/04/2012.....	Various.....	124,873	110,000	.993	2FE	
02406P-AL-4.....	American Axle & Manufacturing Call 6.62%.....		.09/12/2012.....	Various.....	426,825	420,000		4FE	
03070Q-AP-6.....	Ameristar Casinos Inc 144A-Call 7.500%.....		.07/19/2012.....	Jefferies.....	152,075	140,000		4FE	
044209-AE-4.....	Ashland Inc 144A 4.750% 08/15/22.....		.08/02/2012.....	Citigroup Global Markets.....	420,000	420,000		3FE	
055381-AS-6.....	BE Aerospace Call 5.250% 04/01/22.....		.07/09/2012.....	J P Morgan Securities.....	341,700	335,000	.5,814	3FE	
077454-AF-3.....	Belden Inc 144A-Call 5.500% 09/01/22.....		.08/13/2012.....	First Union Capital.....	365,000	365,000		4FE	
090613-AD-7.....	Biomet Inc 144A-Call 6.500% 08/01/20.....		.07/25/2012.....	Bank of New York.....	55,000	.55,000		4FE	
1248EP-AY-9.....	CCO Holdings NC 5.250% 09/30/22.....		.08/08/2012.....	Citigroup Global Markets.....	376,299	380,000		3FE	
12543D-AQ-3.....	Community Health Systems Call 7.125% 0%.....		.07/11/2012.....	Various.....	592,944	585,000		4FE	
12543D-AR-1.....	Community Health Systems Call 5.125% 0%.....		.08/08/2012.....	Credit Suisse First Boston.....	400,000	400,000		3FE	
125581-GQ-5.....	CIT Group Inc NC 5.000% 08/15/22.....		.07/31/2012.....	Various.....	461,294	460,000		4FE	
12572Q-AE-5.....	CME Group Inc NC 3.000% 09/15/22.....		.09/05/2012.....	UBS Securities.....		1,196,292			1FE
156700-AS-5.....	Centurytel Inc NC 5.800% 03/15/22.....		.07/10/2012.....	Bank of New York.....	425,205	415,000	.8,090	2FE	
17121E-AD-9.....	Chrysler Group Call 8.250% 06/15/21.....		.09/07/2012.....	Credit Suisse First Boston.....	231,663	215,000	.4,287	4FE	
17453B-AJ-0.....	Frontier Communications NC 9.000% 08/1.....		.09/12/2012.....	Various.....	433,100	415,000	.11,139	3FE	
184496-AH-0.....	Clean Harbors Inc 144A-Call 5.250% 08/.....		.07/17/2012.....	Bank of New York.....	620,000	620,000		3FE	
23918K-AP-3.....	Davita Inc. Call 5.750% 08/15/22.....		.08/14/2012.....	Various.....	90,619	90,000		4FE	
268648-AM-4.....	EMC Corp/Mass Conv 1.750% 12/01/13.....		.07/17/2012.....	Credit Suisse First Boston.....	66,265	45,000	.107	1FE	
270321-AC-6.....	Earthlink Inc Call 8.875% 05/15/19.....		.07/23/2012.....	DBAB.....	39,900	40,000	.700	4FE	
319963-BE-3.....	First Data Corp. 144A-Call 6.750% 11/0.....		.08/02/2012.....	DBAB.....	243,023	245,000		4FE	
35906A-AM-0.....	Frontier Communications Corp 7.125% 01.....		.08/09/2012.....	Citigroup Global Markets.....	145,906	145,000		3FE	
369300-AM-0.....	General Cable Corp 144A-Call 5.750% 10.....		.09/20/2012.....	J P Morgan Securities.....	225,000	225,000		4FE	
37045X-AD-8.....	General Motors Finl Co 144A 4.750% 08/.....		.08/15/2012.....	Various.....	345,338	345,000	.71	3FE	
436440-AD-3.....	Hologic Inc 144A-Call 6.250% 08/01/20.....		.07/19/2012.....	Bank of New York.....	299,200	290,000		4FE	
45779G-AA-6.....	Innovation Ventures/FINA 144A-Call 9.5.....		.07/19/2012.....	Merrill Lynch.....	25,000	25,000		4FE	
458140-AF-7.....	Intel Corp. Conv 3.250% 08/01/39.....		.09/18/2012.....	Daiwa Capital Markets.....	522,064	415,000	.2,512	1FE	
481165-AJ-7.....	Joy Global Inc NC 5.125% 10/15/21.....		.09/19/2012.....	Piper Jaffray.....	1,102,290	1,000,000	.22,635	2FE	
48123V-AA-0.....	J2 Global Communications 144A-Call 8.0.....		.07/30/2012.....	Merrill Lynch.....	480,113	475,000	.327	4FE	
50076Q-AV-8.....	Kraft Foods Group Inc 144A 6.125% 08/2.....		.07/17/2012.....	Taxable Exchange.....	1,320,561	1,100,000		2FE	
570506-AQ-8.....	Markwest Energy Call 5.500% 02/15/23.....		.08/06/2012.....	First Union Capital.....	311,897	315,000		3FE	
58470K-AA-2.....	Medicis Pharmaceutical NC 2.500% 06/04.....		.08/30/2012.....	Various.....	765,674	635,000	.3,572	3.....	
62886E-AE-8.....	NCR Corporation 144A-Call 5.000% 07/15.....		.09/12/2012.....	J P Morgan Securities.....	60,000	60,000		3FE	
651639-AH-9.....	Newmont Mining Corp Holding Co Conv 1.....		.07/27/2012.....	Various.....	545,226	455,000	.923	2FE	
670008-AD-3.....	Novellus Systems Inc Conv 2.625% 05/15.....		.09/26/2012.....	Various.....	1,162,787	1,010,000	.7,022	2.....	
67020Y-AD-2.....	Nuance Communications Inc 144A-Call 5.....		.08/09/2012.....	Barclays Capital.....	85,000	.85,000		3FE	
704549-AL-8.....	Peabody Energy Corp 144A-NC 6.250% 11.....		.09/12/2012.....	Various.....	700,388	.685,000	.14,269	3FE	
70959W-AD-5.....	Penske Automotive Group Inc 144A-Call.....		.08/14/2012.....	Merrill Lynch.....	115,000	115,000		4FE	
761735-AN-9.....	Reynolds Group 144A-Call 5.750% 10/15/.....		.09/14/2012.....	Credit Suisse First Boston.....	255,000	255,000		4FE	
78401F-AE-7.....	SBA Telecommunications 144A-Call 5.750.....		.07/10/2012.....	Various.....	226,960	225,000		4FE	
78468V-AA-0.....	SPL Logistics Escrow LLC 144A-Call 8.8.....		.07/24/2012.....	UBS Securities.....	.85,000	.85,000		4FE	
80007P-AS-8.....	Sandridge Energy Inc 144A-Call 7.500%.....		.08/07/2012.....	Various.....	684,379	.680,000		4FE	

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

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.80874Y-AL-4.	Scientific Games Intl 144A 6.25% 09/0...		.09/07/2012	Merrill Lynch.....		1,003,250	1,000,000	2,483	4FE
829259-AH-3.	Sinclair Television Group 144A-Call 6...		.09/28/2012	Oppenheimer and Co...		226,125	225,000		4FE
852080-AG-7.	Sprint Capital NC 6.900% 05/01/19...		.07/03/2012	DBAB...		76,800	80,000	1,043	4FE
85571N-AA-7.	Starz LLC 144A-Call 5.000% 09/15/19...		.09/13/2012	Bank of New York...		55,000	55,000		3FE
858119-AS-9.	Steel Dynamics 144A-Call 6.125% 08/15/...		.08/02/2012	Merrill Lynch...		115,000	115,000		3FE
864486-AF-2.	Suburban Propane Partners 144A-Call 7...		.08/06/2012	Taxable Exchange...		126,865	158,000	162	3FE
871503-AH-1.	Symantec NC 4.200% 09/15/20...		.09/05/2012	Raymond James & Associates...		2,093,240	2,000,000	40,833	2FE
87311X-AC-2.	TW Telecom Holdings Inc 144A-Call 5.37...		.09/27/2012	Credit Suisse First Boston...		655,000	655,000		4FE
88163V-AE-9.	Teva Pharmaceutical Call/Conv/Put 0.25...		.08/31/2012	Nomura Securities...		47,213	45,000	.11	1FE
897050-AA-8.	Tronox Finance 144A-Call 6.375% 08/15/...		.09/07/2012	Various...		455,269	450,000	.468	4FE
902494-AP-8.	Tyson Foods Inc. Conv 3.250% 10/15/13...		.07/19/2012	Citigroup Global Markets...		314,310	275,000	2,190	3FE
91911X-AR-5.	Valeant Pharmaceuticals 144A-Call 6.50...		.09/21/2012	Barclays Capital...		400,425	380,000	4,871	4FE
989194-AG-0.	Zayo Escrow corp Call 8.125% 01/01/20...		.08/01/2012	Various...		606,188	570,000	4,655	4FE
008916-AC-2.	Agricor Inc NC 7.800% 02/01/27...	A	.08/21/2012	Stifel Nicolaus & Co...		995,340	750,000	3,738	2FE
552704-AB-4.	Meg Energy Corp 144A-Call 6.375% 01/30...	A	.07/16/2012	Barclays Capital...		453,375	450,000		4FE
30251G-AA-5.	FMG Resources 144A-Call 7.000% 11/01/1...	R	.09/06/2012	Credit Suisse First Boston...		103,163	105,000	2,654	3FE
30251G-AH-0.	FMG Resources 144A-Call 8.250% 11/01/1...	R	.09/10/2012	Credit Suisse First Boston...		233,450	230,000	.6,958	3FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						25,241,722	23,683,000	162,451	XXX
8399997 - Subtotals- Bonds - Part 3						35,437,524	33,116,010	169,931	XXX
8399999 - Subtotals - Bonds						35,437,524	33,116,010	169,931	XXX
Preferred Stocks - Parent, Subsidiaries, and Affiliates									
854502-30-9.	Stanley Black & Decker Inc Preferred Sto...		.07/12/2012	Various...	4,580,000	527,937			P2UFE
8499999 - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)						527,937	XXX	0	XXX
8999997 - Subtotals - Preferred Stocks - Part 3						527,937	XXX	0	XXX
8999999 - Subtotals - Preferred Stocks						527,937	XXX	0	XXX
Common Stocks - Industrial and Miscellaneous									
.015351-10-9.	Alexion Pharmaceuticals Inc Common Stock...		.07/19/2012	Merrill Lynch...	400,000	.40,124			L
.026874-78-4.	American Intl Group Inc Common Stock...		.09/13/2012	Investment Technology Group...	5,600,000	191,836			L
.037604-10-5.	Apollo Group Inc Common Stock...		.07/19/2012	Merrill Lynch...	300,000	.9,082			L
.038222-10-5.	Applied Materials Inc Common Stock...		.09/13/2012	Investment Technology Group...	14,600,000	171,382			L
.04351G-10-1.	Ascena Retail Group Inc Common Stock...		.08/17/2012	Credit Suisse First Boston...	1,000,000	18,760			L
.115637-20-9.	Brown-Forman Corp - Class B Common Stock...		.08/13/2012	Stock Split...	.625,000				L
.12572Q-10-5.	CME Group Inc Common Stock...		.07/23/2012	Stock Split...	2,800,000				L
.125896-10-0.	CMS Energy Corp Common Stock...		.08/28/2012	Redwine & Co...	27,400,000	.630,247			L
.12686C-10-9.	Cablevision Systems Common Stock...		.09/06/2012	Various...	25,300,000	366,894			L
.127097-10-3.	Cabot Oil & Gas Corp Common Stock...		.07/19/2012	Merrill Lynch...	200,000	.7,873			L
.127190-30-4.	CACI International Inc, Cl A Common Stoc...		.08/28/2012	Various...	4,100,000	215,340			L
.13342B-10-5.	Cameron International Corp Common Stock...		.09/13/2012	Investment Technology Group...	1,000,000	.58,396			L
.14754D-10-0.	Cash America Intl Inc Common Stock...		.09/25/2012	Various...	13,800,000	.531,417			L
.15189T-10-7.	Centerpoint Energy Inc Common Stock...		.09/18/2012	Various...	16,300,000	.334,329			L
.16359R-10-3.	Chemed Corp Common Stock...		.08/07/2012	Liquidnet Inc...	1,800,000	.112,069			L
.169656-10-5.	Chipotle Mexican Grill Common Stock...		.09/13/2012	Investment Technology Group...	300,000	.101,793			L
.171484-10-8.	Churchill Downs Inc Common Stock...		.09/18/2012	Various...	4,900,000	.288,035			L
.18538R-10-3.	Clearwater Paper Corp Common Stock...		.08/28/2012	Stephens Inc...	3,800,000	.139,609			L
.18683K-10-1.	Cliffs Natural Resources Inc Common Stoc...		.09/13/2012	Investment Technology Group...	2,000,000	.86,099			L
.191216-10-0.	Coca Cola Company Common Stock...		.08/13/2012	Stock Split...	25,900,000				L
.19259P-30-0.	Coinstar Inc Common Stock...		.09/24/2012	Various...	13,600,000	.652,484			L
.21036P-10-8.	Constellation Brands Inc Common Stock...		.07/19/2012	Merrill Lynch...	1,500,000	.43,861			L
.228227-10-4.	Crown Castle Common Stock...		.07/19/2012	Merrill Lynch...	.700,000	.41,311			L
.24702R-10-1.	Dell Inc Common Stock...		.07/19/2012	Merrill Lynch...	1,400,000	.17,179			L
.25389M-87-7.	DigitalGlobe Inc Common Stock...		.09/24/2012	Various...	7,100,000	.147,860			L
.25659T-10-7.	Dolby Laboratories Common Stock...		.08/06/2012	Various...	9,500,000	.332,091			L
.25786T-10-1.	Donnelly, RR & Sons Inc Common Stock...		.07/19/2012	Merrill Lynch...	.700,000	.9,145			L
.26441C-20-4.	Duke Energy Corp Common Stock...		.07/03/2012	Taxable Exchange...	3,134,990	.218,952			L
.26483E-10-0.	Dun & Bradstreet Corp Common Stock...		.07/19/2012	Merrill Lynch...	100,000	.7,273			L
.269246-40-1.	E*Trade Financial Corp Common Stock...		.09/13/2012	Investment Technology Group...	9,000,000	.86,046			L
.278768-10-6.	Echostar Corp Common Stock...		.09/24/2012	Jonestrading Inst Services...	6,600,000	.188,694			L
.28176E-10-8.	Edwards Lifesciences Corp Common Stock...		.07/19/2012	Merrill Lynch...	100,000	.10,289			L
.292475-20-9.	Emulex Corp Common Stock...		.09/05/2012	Various...	18,600,000	.121,016			L
.29264F-20-5.	Endo Pharmaceutical Common Stock...		.08/23/2012	Jefferies	2,000,000	.64,019			L

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29384R-10-5.	Entropic Communication Common Stock		09/05/2012	Various	10,700,000	59,809			L
30161N-10-1.	Exelon Corporation Common Stock		09/13/2012	Investment Technology Group	3,100,000	109,562			L
302130-10-9.	Expeditors Intern of Wash Inc Common St		09/13/2012	Investment Technology Group	1,400,000	54,969			L
302941-10-9.	FTI Consulting Inc Common Stock		07/24/2012	Various	1,900,000	50,884			L
336433-10-7.	First Solar Inc Common Stock		07/19/2012	Merrill Lynch	700,000	10,708			L
345838-10-6.	Forest Laboratories Inc. Common Stock		07/19/2012	Merrill Lynch	800,000	28,442			L
349882-10-0.	Fossil Inc Common Stock		07/19/2012	Merrill Lynch	200,000	14,409			L
35671D-85-7.	Freeport-McMoran Cooper - B Common Stock		09/13/2012	Investment Technology Group	1,900,000	79,571			L
36191U-10-6.	GT Advanced Tech Common Stock		09/26/2012	Various	7,100,000	41,028			L
36467W-10-9.	GameStop Corporation Common Stock		07/24/2012	Various	12,800,000	216,530			L
37940X-10-2.	Global Payments Inc Common Stock		09/06/2012	Various	3,700,000	153,759			L
384802-10-4.	Grainger W W Inc. Common Stock		07/19/2012	Merrill Lynch	400,000	82,856			L
404132-10-2.	HCC Insurance Holdings Inc Common Stock		09/05/2012	Various	6,900,000	220,792			L
405024-10-0.	Haemonetics Corp/Mass Common Stock		08/24/2012	Liquidnet Inc	3,800,000	276,584			L
410867-10-5.	Hanover Insurance Group Inc Common Stock		09/25/2012	Various	6,700,000	243,894			L
416515-10-4.	Hartford Financial Svcs Grp Common Stock		09/13/2012	Investment Technology Group	6,200,000	121,570			L
42330P-10-7.	Helix Energy Solutions Group Common Stoc		09/05/2012	Various	14,000,000	252,023			L
42833L-10-8.	HHGregg Inc Common Stock		08/02/2012	Various	35,300,000	248,356			L
44107P-10-4.	Host Hotels & Resorts Common Stock REIT		07/19/2012	Merrill Lynch	2,000,000	30,303			L
451055-10-7.	Iconix Brand Group Inc Common Stock		09/25/2012	Barclays Capital	9,200,000	168,139			L
451107-10-6.	Idacorp Inc Common Stock		09/17/2012	Various	2,600,000	110,740			L
45256B-10-1.	Impax Laboratories Inc Common Stock		07/06/2012	Piper Jaffray	5,600,000	112,690			L
460690-10-0.	Interpublic Group Cos Inc. Common Stock		09/18/2012	Various	44,200,000	460,931			L
466367-10-9.	Jack in the Box Inc Common Stock		08/28/2012	Various	19,000,000	497,433			L
488360-20-7.	Kemet Corp Common Stock		09/19/2012	Liquidnet Inc	10,000,000	46,285			L
501242-10-1.	Kulicke & Soffa Industries Common Stock		09/25/2012	Various	11,100,000	111,681			L
512807-10-8.	Lam Research Corp Common Stock		09/18/2012	Liquidnet Inc	5,700,000	195,309			L
521865-20-4.	Lear Corporation Common Stock		09/18/2012	Various	1,700,000	67,160			L
529771-10-7.	Lexmark International Group Common Stock		07/23/2012	Various	14,000,000	284,490			L
538034-10-9.	Live Nation Common Stock		08/15/2012	Various	5,800,000	51,071			L
55306N-10-4.	MKS Instruments Inc Common Stock		09/26/2012	Various	10,200,000	260,132			L
584690-30-9.	Medicis Pharmaceutical - CI A Common Sto		08/13/2012	Various	5,600,000	178,573			L
611740-10-1.	Monster Beverage Corp Common Stock		07/19/2012	Merrill Lynch	800,000	54,833			L
629377-50-8.	NRG Energy Inc. Common Stock		07/19/2012	Merrill Lynch	2,000,000	36,169			L
64110L-10-6.	Netflix Inc Common Stock		07/19/2012	Merrill Lynch	200,000	16,787			L
724479-10-0.	Pitney Bowes Inc Common Stock		09/27/2012	Various	27,100,000	369,554			L
73930R-10-2.	Power'One Inc Common Stock		09/25/2012	Liquidnet Inc	4,000,000	22,710			L
74835Y-10-1.	Questcor Pharmaceuticals Common Stock		09/25/2012	Various	10,800,000	215,323			L
786514-20-8.	Safeway Inc Common Stock		07/19/2012	Merrill Lynch	700,000	10,882			L
795435-10-6.	Salix Pharmaceuticals Common Stock		09/25/2012	Various	14,700,000	657,018			L
807066-10-5.	Scholastic Corporation Common Stock		08/29/2012	Various	3,300,000	103,329			L
812350-11-4.	Sears Holdings Corp Common Stock		09/18/2012	Spin Off	400,000				L
820280-10-5.	Shaw Group Inc Common Stock		07/10/2012	Clearview Correspondent	500,000	12,728			L
848577-10-2.	Spirit Airlines Inc Common Stock		09/18/2012	Various	32,300,000	624,579			L
852061-10-0.	Sprint Corp. Common Stock		07/19/2012	Merrill Lynch	9,600,000	35,686			L
87162W-10-0.	Synnex Corporation Common Stock		09/18/2012	Various	4,100,000	140,833			L
879664-10-0.	Tel labs Common Stock		07/23/2012	Various	9,800,000	31,131			L
891906-10-9.	Total Systems Services Common Stock		09/05/2012	Various	2,700,000	63,316			L
902494-10-3.	Tyson Foods Inc. Common Stock		08/01/2012	Various	15,800,000	235,931			L
903236-10-7.	URS Corp Common Stock		09/18/2012	Various	3,300,000	116,622			L
929160-10-9.	Vulcan Materials Co Common Stock		09/13/2012	Various	1,200,000	55,432			L
939640-10-8.	Washington Post Common Stock		08/06/2012	LEK Securities Corp	400,000	137,654			L
95709T-10-0.	Westar Energy Inc Common Stock		09/25/2012	Investment Technology Group	4,300,000	126,368			L
959319-10-4.	Western Refining Inc Common Stock		09/18/2012	Various	7,600,000	197,319			L
257559-20-3.	Domtar Corp Common Stock	J	09/18/2012	Various	1,200,000	89,583			L
05964H-10-5.	Banco Santander SA Common Stock	R	08/10/2012	Stock Dividend	61,750				L
G3157S-10-6.	Enesco PLC Common Stock	F	09/13/2012	Investment Technology Group	2,300,000	133,841			L
G3223R-10-8.	Everest RE Group LTD Common Stock	R	07/31/2012	RBC Capital Markets	1,000,000	104,044			L
G7945M-10-7.	Seagate Technology PLC Common Stock	F	07/19/2012	Merrill Lynch	3,100,000	84,187			L
N53745-10-0.	Lyondellbasell Industries Common Stock	F	09/13/2012	Investment Technology Group	2,400,000	124,959			U

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SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						13,885.007	XXX	0	XXX
9799997 - Subtotals - Common Stocks - Part 3						13,885.007	XXX	0	XXX
9799999 - Subtotals - Common Stocks						13,885.007	XXX	0	XXX
9899999 - Subtotals- Preferred and Common Stocks						14,412.944	XXX	0	XXX
9999999 Totals						49,850,468	XXX	169,931	XXX

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

E04.3

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)					
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B.A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B.A.C.V.												
Bonds - U.S. Governments																										
313378-ZR-5...	FHLB Call 1.500% 04/30/27...	..07/30/2012...	Call	100.0000...		..1,500,000	..1,500,000	..1,498,875			1,125			1,125						0	..5,625	..04/30/2027...	..1...			
313379-NH-8...	FHL Call 1.000% 06/21/22...	..09/21/2012...	Call	100.0000...		..600,000	..600,000	..600,000						0						0	..0	..1,500	..06/21/2022...	..1...		
36201M-NU-2...	GNMA Pool 587303 6.000% 09/15/32...	..09/01/2012...	Paydown...			..1,518	..1,518	..1,555	..1,553				(35)							..1,518			..0	..61	..09/15/2032...	..1...
36202D-UH-2...	GNMA II Pool 3284 5.500% 09/20/32...	..09/01/2012...	Paydown...			..9,648	..9,648	..9,700	..9,695				(47)							..9,648			..0	..361	..09/20/2032...	..1...
36205G-AD-3...	GN 712193 5.250% 01/15/33...	..09/01/2012...	Paydown...			..1,245	..1,245	..1,247	..1,247				(2)							..1,245			..0	..42	..01/15/2033...	..1...
36297H-GA-0...	GN 712193 5.250% 05/15/41...	..09/01/2012...	Paydown...			..21,583	..21,583	..22,231	..22,211				(627)							..21,583			..0	..756	..05/15/2041...	..1...
0599999 - Bonds - U.S. Governments						2,133,995	2,133,995	2,133,608	34,705		0	415		0	415		0	2,133,995	0	0	0	8,344	XXX	XXX		
Bonds - U.S. States, Territories and Possessions																										
341150-D2-3...	Florida State Call 1.000% 07/01/19...	..07/01/2012...	Call	101.0000...		..959,500	..950,000	..869,919	..964,229				(4,729)							..959,500			..0	..47,500	..07/01/2012...	..1FE...
341150-E4-8...	Florida State Call 1.000% 07/01/19...	..07/01/2012...	Call	101.0000...		..252,500	..250,000	..254,535	..253,426				(926)							..252,500			..0	..12,500	..07/01/2012...	..1FE...
880541-MR-5...	Tennessee State Call 1.000% 05/01/24...	..07/23/2012...	Huntington Investment Co.			..1,227,060	..1,000,000	..1,118,810	..1,092,773				(7,523)							..1,085,250	..141,810	..141,810	..36,806	..05/01/2018...	..1FE...	
1799999 - Bonds - U.S. States, Territories and Possessions						2,439,060	2,200,000	2,343,264	2,310,428		0	(13,178)	0	(13,178)	0	0	2,297,250	0	0	141,810	141,810	96,806	XXX	XXX		
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																										
04084C-CH-5...	Arkansas State Call 1.000% 07/01/30...	..08/01/2012...	Call	100.0000...		..60,000	..60,000	..60,000	..60,000				0						..60,000			..0	..1,573	..07/01/2030...	..1FE...	
3128P7-S2-0...	FG C91437 3.500% 04/01/32...	..09/01/2012...	Paydown...			..34,365	..34,365	..36,126					(1,761)						..34,365			..0	..311	..04/01/2032...	..1...	
312934-UP-5...	FG A87790 4.000% 08/01/39...	..09/01/2012...	Paydown...			..420,639	..420,639	..413,344	..413,533				7,106						..420,639			..0	..11,254	..08/01/2039...	..1...	
3136A4-RD-3...	FNR 2012-16 WT 3.000% 03/25/32...	..09/13/2012...	Sterne, Agee & Leach...			..2,141,089	..2,138,750	..2,078,598					1,696						..2,080,294			..60,796	..60,796	..40,458	..03/25/2032...	..1...
3136A4-RL-5...	FNR 2012-16 DB 3.000% 03/25/27...	..07/30/2012...	Sterne, Agee & Leach...			..361,553	..350,000	..352,789					(140)						..352,649	..8,904	..8,904	..5,279	..03/25/2027...	..1...		
3136A6-AW-4...	FNR 2012-52 NB 3.500% 12/25/39...	..09/01/2012...	Paydown...			..36,964	..36,964	..39,112					(2,147)						..36,964			..0	..329	..12/25/2039...	..1...	
31371K-UA-7...	FNMA Pool 254477 5.500% 10/01/32...	..09/01/2012...	Paydown...			..32,589	..32,589	..32,219	..32,227				362						..32,589			..0	..1,212	..10/01/2032...	..1...	
31371N-SO-9...	FN 257126 5.500% 02/01/23...	..09/01/2012...	Paydown...			..36,113	..36,113	..39,115	..38,981				(2,868)						..36,113			..0	..1,341	..02/01/2023...	..1...	
3137A3-JW-0...	FN 3753 AS 3.500% 11/15/25...	..09/01/2012...	Paydown...			..169,734	..169,734	..175,117	..174,399				(4,665)						..169,734			..0	..3,976	..11/15/2025...	..1...	
3137A4-WF-0...	FN 3775 BC 3.500% 11/15/25...	..09/01/2012...	Paydown...			..8	..8	..9	..9				0						..8			..0	..11/15/2025...	..1...		
3137A8-XZ-6...	FN 384 DA 4.500% 10/15/39...	..09/01/2012...	Paydown...			..66,868	..66,868	..71,329	..70,379				(3,511)						..66,868			..0	..2,090	..10/15/2039...	..1...	
3137AG-CA-6...	FN 3947 BC 2.500% 10/15/26...	..09/01/2012...	Paydown...			..5,779	..5,779	..5,977					(198)						..5,779			..0	..60	..10/15/2026...	..1...	
3137AN-QF-5...	FN 4038 PA 2.750% 04/15/41...	..09/01/2012...	Paydown...			..23,872	..23,872	..24,615					(743)						..23,872			..0	..225	..04/15/2041...	..1...	
3137AN-VY-8...	FN 4031 LE 2.000% 10/15/29...	..09/01/2012...	Paydown...			..38,446	..38,446	..39,029					(583)						..38,446			..0	..282	..10/15/2029...	..1...	
31381D-2V-6...	FNMA Pool 458088 11.927% 07/15/15...	..09/01/2012...	Paydown...			..1,616	..1,616	..1,786	..1,695				(79)						..1,616			..0	..128	..07/15/2015...	..1...	
3138A8-XA-9...	FN AH6972 3.500% 02/01/26...	..09/01/2012...	Paydown...			..50,823	..50,823	..52,109	..52,071				(1,249)						..50,823			..0	..1,206	..02/01/2026...	..1...	
31392W-JQ-1...	FN 2510 NM 5.000% 03/15/32...	..09/01/2012...	Paydown...			..46,967	..46,967	..48,398	..47,050				(84)						..46,967			..0	..1,575	..03/15/2032...	..1...	
31393B-QC-2...	FN 2003-37 QD 5.000% 05/25/32...	..09/01/2012...	Paydown...			..61,234	..61,234	..60,775	..60,987				247						..61,234			..0	..2,082	..05/25/2032...	..1...	
31393V-MQ-1...	FN 2626 AB 4.500% 06/15/18...	..09/01/2012...	Paydown...			..90,022	..90,022	..87,501	..89,315				706						..90,022			..0	..2,742	..06/15/2018...	..1...	
31393Y-3T-0...	FN 2004-51 VC 6.000% 09/25/33...	..07/01/2012...	Paydown...			..21,072	..21,072	..22,475	..21,042				(30)						..21,072			..0	..738	..09/25/2033...	..1...	
31394A-TN-6...	FN 2004-61 VE 5.500% 07/25/15...	..09/01/2012...	Paydown...			..220,684	..220,684	..229,063	..220,645				(39)						..220,684			..0	..8,864	..07/25/2015...	..1...	

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.								
31394B-W4-2..	FNR 2004-95 EA 4.500%		08/25/33..	09/01/2012.. Paydown..		615,464	615,464	638,928	626,658			(11,194)		(11,194)		615,464			0	19,022	.08/25/2033..	.1..
31394L-PW-8..	FHR 2698 BA 5.000%		11/15/32..	09/01/2012.. Paydown..		26,667	26,667	26,821	26,654			.12		.12		26,667			0	.904	.11/15/2032..	.1..
31394U-FR-8..	FNR 2005-95 LK 4.500%		05/25/34..	09/01/2012.. Paydown..		66,484	66,484	64,074	66,086			.398		.398		66,484			0	2,119	.05/25/2034..	.1..
31395A-C8-6..	FHR 2800 AC 5.000%		01/15/33..	09/01/2012.. Paydown..		28,156	28,156	28,055	28,094			.62		.62		28,156			0	.969	.01/15/2033..	.1..
31395J-5E-2..	FHR 2881 AG 4.500%		08/15/34..	09/01/2012.. Paydown..		29,790	29,790	29,715	29,731			.59		.59		29,790			0	.876	.08/15/2034..	.1..
31395J-W3-6..	FHR 2888 HD 5.000%		08/15/29..	07/01/2012.. Paydown..		37,424	37,424	37,237	37,342			.82		.82		37,424			0	1,092	.08/15/2029..	.1..
31397S-ZF-4..	FNR 2011-42 VA 4.500%		06/25/22..	09/01/2012.. Paydown..		23,241	23,241	24,603	24,117			(.875)		(.875)		23,241			0	.697	.06/25/2022..	.1..
31397U-GT-0..	FNR 2011-49 CA 3.500%		12/25/28..	09/01/2012.. Paydown..		182,161	182,161	185,462	184,976			(2,815)		(2,815)		182,161			0	4,344	.12/25/2028..	.1..
31398L-NU-8..	FHR 3605 A 4.000%		07/15/23..	09/01/2012.. Paydown..		65,528	65,528	68,771	67,113			(1,586)		(1,586)		65,528			0	1,776	.07/15/2023..	.1..
31398Q-M9-5..	FHR 3685 WB 4.000%		04/15/28..	09/01/2012.. Paydown..		73,198	73,198	75,831	74,699			(1,501)		(1,501)		73,198			0	1,954	.04/15/2028..	.1..
31398R-E6-8..	FNR 2010-57 AP 4.500%		08/25/39..	09/01/2012.. Paydown..		174,154	174,154	181,065	180,886			(6,732)		(6,732)		174,154			0	5,262	.08/25/2039..	.1..
31398S-SG-9..	FNR 2010-136 BA 3.500%		12/25/30..	09/01/2012.. Paydown..		264,364	264,364	273,679	273,041			(8,677)		(8,677)		264,364			0	6,325	.12/25/2030..	.1..
31403D-GZ-6..	FNMA Pool 745516 5.500%		05/01/36..	09/01/2012.. Paydown..		31,695	31,695	31,656	31,653			.43		.43		31,695			0	1,163	.05/01/2036..	.1..
31412M-BZ-0..	FNMA 928956 6.000%		12/01/27..	09/01/2012.. Paydown..		97,301	97,301	106,271	106,014			(8,713)		(8,713)		97,301			0	4,204	.12/01/2027..	.1..
31416B-4A-3..	FN MA0804 4.000%		01/01/24..	09/01/2012.. Paydown..		89,176	89,176	96,408	96,221			(7,045)		(7,045)		89,176			0	3,304	.01/01/2024..	.1..
31417Y-3N-5..	FN MA0818 4.000%		07/01/31..	09/01/2012.. Paydown..		111,815	111,815	115,135	115,058			(3,243)		(3,243)		111,815			0	3,036	.07/01/2031..	.1..
31417Y-4C-8..	FN MA0818 4.000%		08/01/31..	09/01/2012.. Paydown..		342,119	342,119	356,553	356,394			(14,275)		(14,275)		342,119			0	9,308	.08/01/2031..	.1..
31417Y-TV-9..	FN MA0563 4.000%		11/01/30..	09/01/2012.. Paydown..		112,555	112,555	116,072	115,951			(3,396)		(3,396)		112,555			0	3,055	.11/01/2030..	.1..
31417Y-W5-2..	FN MA0667 4.000%		10/01/30..	09/01/2012.. Paydown..		103,644	103,644	103,482	103,478			.166		.166		103,644			0	2,806	.10/01/2030..	.1..
31418A-AV-0..	FN MA0919 3.500%		12/01/31..	09/01/2012.. Paydown..		341,488	341,488	351,626	351,545			(10,057)		(10,057)		341,488			0	8,133	.12/01/2031..	.1..
31418A-E9-5..	FN MA1059 3.500%		05/01/32..	09/01/2012.. Paydown..		21,932	21,932	23,213				(1,282)		(1,282)		21,932			0	.143	.05/01/2032..	.1..
31418A-EB-0..	FN MA1029 3.500%		04/01/32..	09/01/2012.. Paydown..		62,208	62,208	65,406				(3,198)		(3,198)		62,208			0	.603	.04/01/2032..	.1..
31419F-EB-8..	FN AE4629 4.000%		10/01/40..	09/01/2012.. Paydown..		74,922	74,922	78,574	78,547			(3,625)		(3,625)		74,922			0	2,030	.10/01/2040..	.1..
38373Q-PY-1..	GNR 2003-41 BX 4.500%		05/20/33..	09/01/2012.. Paydown..		91,538	91,538	85,800	89,395			2,143		2,143		91,538			0	2,733	.05/20/2033..	.1..
38373S-W7-8..	GNR 2003-35 TB 4.250%		03/16/33..	09/01/2012.. Paydown..		5,765	5,765	5,761	.5,757			.8		.8		5,765			0	.165	.03/16/2033..	.1..
38373T-Z2-4..	GNR 2002-15 PC 5.500%		11/20/31..	09/01/2012.. Paydown..		16,988	16,988	16,286	16,860			128		128		16,988			0	.612	.11/20/2031..	.1..
38374E-ZM-2..	GNR 2004-21 PC 5.000%		11/20/32..	09/01/2012.. Paydown..		96,776	96,776	95,521	96,109			.667		.667		96,776			0	.3,236	.11/20/2032..	.1..
38374F-W6-7..	New York State Call		04/20/33..	09/01/2012.. Paydown..		88,725	88,725	87,533	88,085			.640		.640		88,725			0	2,959	.04/20/2033..	.1..
64985W-FA-7..	5.250% 06/15/22..		08/13/2012.. Call	100.0000..		3,000,000	3,000,000	3,199,050	3,012,519			(12,519)		(12,519)		3,000,000			0	104,125	.06/15/2022..	.1FE..
677555-XE-9..	Ohio State Economic Dev Tax-Sink 5.350%		09/01/2012.. Call	100.0000..		100,000	100,000	100,000	100,000			0		0		100,000			0	4,013	.12/01/2012..	.1..
837147-VH-7..	South Carolina Pub Svc Auth Call 5.500%		07/01/2012.. Call	101.0000..		1,010,000	1,000,000	1,046,910	1,012,261			(2,261)		(2,261)		1,010,000			0	.55,000	.07/01/2012..	.1FE..
837147-VJ-3..	South Carolina Pub Svc Auth Call 5.500%		07/01/2012.. Call	101.0000..		1,010,000	1,000,000	1,042,520	1,011,996			(1,996)		(1,996)		1,010,000			0	.55,000	.07/01/2012..	.1FE..

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B.A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B.A.C.V.								
837147-YW-1...	South Carolina Pub Svc Auth Call 5.000...		07/17/2012	Tax Free Exchange.....		1,504,160	1,500,000	1,535,250	1,506,463			(2,304)		(2,304)	1,504,160			0	78,542	07/01/2013	1FE...	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					13,819,874	13,781,822	14,162,754	11,196,036		0	(110,728)	0	(110,728)	0	13,750,174	0	69,700	69,700	475,234	XXX	XXX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																						
018581-AD-0...	Alliance Data Conv 1.750% 08/01/13...		08/16/2012	Various.....		209,355	120,000	115,650	117,604			873		873	118,477			90,878	90,878	2,107	08/01/2013	3...
023763-AA-3...	American Airlines Pt Trst 09-1A 10.375%...		07/02/2012	Redemption 100.0000.....		80,650	80,650	90,328	89,669			(9,019)		(9,019)	80,650			0	8,367	07/02/2019	2FE...	
02406P-AG-5...	American Axle & Manufacturing 144A-Call...		09/05/2012	J P Morgan Securities.....		515,200	460,000	472,900	470,588			(1,205)		(1,205)	469,383			45,817	45,817	49,051	01/15/2014	3FE...
030700-AN-1...	Ameristar Casinos Inc Call 7.500% 04/1...		07/19/2012	Jefferies.....		152,425	140,000	143,500	143,464			(145)		(145)	143,319			9,106	9,106	8,138	04/15/2021	4FE...
037933-AE-8...	Aporia Healthcare Group Call 11.250% 11/...		09/07/2012	Merrill Lynch.....		139,725	135,000	136,538	135,938			(206)		(206)	135,732			3,993	3,993	13,120	11/01/2014	4FE...
039380-AE-0...	Arch Coal Inc. Call 7.000% 06/15/19...		07/25/2012	DBAB.....		142,625	175,000	175,438	175,419			(25)		(25)	175,394			(32,769)	(32,769)	7,656	06/15/2019	4FE...
077454-AF-3...	Beldel Inc 144A-Call 5.500% 09/01/22...		09/04/2012	First Union Capital.....		366,825	365,000	365,000				0		0	365,000			1,825	1,825	558	09/01/2022	4FE...
091797-AM-2...	Black & Decker Corp NC 4.750% 11/01/14...		08/31/2012	Call 109.3200.....		273,300	250,000	248,145	249,386			23,914		23,914	273,300			0	9,962	11/01/2014	1FE...	
12527G-AB-9...	CF Industries Inc NC 7.125% 05/01/20...		08/09/2012	Jeffries.....		210,800	170,000	198,838	197,660			(1,702)		(1,702)	195,958			14,842	14,842	9,522	05/01/2020	2FE...
125581-G0-5...	CIT Group Inc NC 5.000% 08/15/22.....		09/21/2012	Various.....		466,900	460,000	461,294				(18)		(18)	461,276			5,624	5,624	3,358	08/15/2022	4FE...
126650-BQ-2...	CVS Corp. PT-NC 6.943% 01/10/30.....		09/10/2012	Redemption 100.0000.....		6,618	6,618	6,751	6,739			(121)		(121)	6,618			0	306	12/10/2029	2FE...	
127693-AA-7...	Caesars Operating Escrow 144A-Call 8.5%...		08/10/2012	Merrill Lynch.....		574,275	570,000	578,269				(277)		(277)	577,992			(3,717)	(3,717)	22,475	02/15/2020	4FE...
143905-AJ-6...	Caarriage Services Inc Call 7.875% 01/1...		09/28/2012	Call 101.3130.....		177,298	175,000	177,188	176,313			426		559	985			177,298	0	16,576	01/15/2015	4FE...
22003B-AC-0...	Corporate Office Properties 144A-Call...		07/13/2012	Various.....		674,725	685,000	678,150	631,913			46,634		125	46,759			678,671	(3,946)	21,648	04/15/2030	4...
22025Y-AJ-9...	Corrections Corp Call 6.750% 01/31/14...		08/27/2012	Call 100.0000.....		133,000	133,000	130,340	132,019			981		981	133,000			0	9,626	01/31/2014	3FE...	
256882-AC-5...	Dolphin Subsidiary II 144A-Call 7.250%...		09/06/2012	Various.....		571,613	500,000	501,350	501,326			(62)		(62)	501,263			70,349	70,349	31,747	07/15/2021	3FE...
277432-AJ-9...	Eastman Chemical Company NC 3.000% 12/...		08/21/2012	Stifel Nicolaus & Co.....		1,047,700	1,000,000	998,840	999,074			144		144	999,217			48,483	48,483	20,750	12/15/2015	2FE...
30225X-AA-1...	Exterran Holdings Conv 4.250% 06/15/14...		08/14/2012	Various.....		851,324	780,000	806,610	690,300			108,682		(5,064)	103,618			57,406	57,406	22,133	06/15/2014	4FE...
345397-VM-2...	Ford Motor Credit Company NC 8.125% 01/...		07/01/2012	Barclays Capital.....		293,400	240,000	297,000				(687)		(687)	296,313			(2,913)	(2,913)	9,208	01/15/2020	3FE...
345397-VT-7...	Ford Motor Credit Company NC 5.000% 05/...		08/15/2012	Various.....		224,438	210,000	210,000				0		0	210,000			14,438	14,438	7,635	05/15/2018	2FE...
347466-AE-4...	Irwin Land LLC 144A-SF 5.300% 12/15/35...		07/06/2012	Redemption 100.0000.....		10,512	10,512	10,324				188		188	10,512			0	279	12/15/2035	1FE...	
373298-CF-3...	Georgia-Pac NC 8.000% 01/15/24.....		08/09/2012	Morgan Stanley.....		412,696	305,000	330,925	328,969			(809)		(809)	328,160			84,536	84,536	26,366	01/15/2024	2FE...
375558-AH-6...	Gilead Sciences Inc Conv 0.625% 05/01/...		09/25/2012	Various.....		1,306,335	810,000	945,964	868,545			(31,441)		(31,441)	837,104			469,230	469,230	4,425	05/01/2013	1FE...
404121-AC-9...	Graco Inc NC 6.500% 02/15/20.....		07/20/2012	Credit Suisse First Boston.....		434,850	390,000	390,000				0		0	390,000			44,850	44,850	24,928	02/15/2020	3FE...
45661T-AL-5...	Energy LP/Energy Fin Call 6.875% 08/01/...		08/06/2012	Taxable Exchange.....		166,871	187,000	175,313	175,495			505		505	176,001			(9,130)	(9,130)	13,035	08/01/2021	4FE...
457796-AA-6...	Innovation Ventures/FINA 144A-Call 9.5%...		07/19/2012	Merrill Lynch.....		25,563	25,000	25,000				0		0	25,000			563	563	563	08/15/2019	4FE...
46284P-AH-7...	Iron Mountain Inc Call 8.750% 07/15/18...		08/20/2012	Call 102.9170.....		416,814	405,000	422,759				(5,945)		(5,945)	416,814			0	21,164	07/15/2012	4FE...	
50075N-AV-6...	Kraft Foods Inc NC 6.125% 08/23/18...		07/17/2012	Taxable Exchange.....		1,342,561	1,100,000	1,092,443	1,094,856			348		348	1,095,204			247,357	247,357	60,825	08/23/2018	2FE...
52989L-AF-6...	Lubber Glass Inc 144A- Call 6.875% 05/...		09/18/2012	Citigroup Global Markets.....		217,500	200,000	201,663				(38)		(38)	201,625			15,875	15,875	4,698	05/15/2020	4FE...
530718-AF-2...	Liberty Media Corp Conv/Call 3.125% 0...		09/13/2012	Various.....		1,490,016	1,110,000	1,187,730	1,127,826			(9,826)		(9,826)	1,118,000			372,016	372,016	49,080	04/05/2013	3FE...

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)			
										11 Unrealized Valuation Increase/ Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B.A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B.A.C.V.										
55295P-AD-8..	Marshall & Tilsley Bank NC 5.000% 01/17/13..		08/01/2012..	Redemption	112,0610..		1,120,610	1,000,000	1,001,140	1,000,617		119,993		119,993		1,120,610		0	51,944	01/17/2017..	1FE..			
552953-BE-0..	MGM Grand Inc NC 13.000% 11/15/13..		09/17/2012..	Merrill Lynch..			351,075	310,000	336,738	322,796		(4,636)		(4,636)		318,160		32,915	32,915	34,143	11/15/2013..	3FE..		
574599-BH-8..	Masco Corporation NC 5.950% 03/15/22..		09/26/2012..	Various..			526,800	480,000	479,700			13		13		479,713		47,087	47,087	15,787	03/15/2022..	3FE..		
60871R-AA-8..	Molson Coors Brewing Co Conv 2.500% 07/01/2013..		08/28/2012..	Various..			194,519	190,000	200,096			(3,447)		(3,447)		196,648		(2,130)	(2,130)	2,538	07/30/2013..	2FE..		
62874H-AA-3..	NB Capital Trust call 8.250% 04/15/27..		07/25/2012..	Call	101,9200..		1,309,672	1,285,000	1,387,517	1,194,716		133,855	(18,899)	114,956		1,309,672		0	82,454	04/15/2027..	3FE..			
64110D-AB-0..	Netapp Inc Conv 1.750% 06/01/13..		09/07/2012..	Daiwa Capital Markets..			48,395	40,000	49,419	47,838		(3,997)		(3,997)		43,840		4,554	4,554	546	06/01/2013..	3..		
67740Q-AC-0..	Ohio National Financial Service 144A-NC..		07/11/2012..	Call	104,1750..		1,041,750	1,000,000	1,001,720	1,000,402		41,348		41,348		1,041,750		0	49,389	04/01/2013..	1FE..			
701081-AT-8..	Parker Drilling Co 144A- Call 9.125% 04/15/2013..		08/07/2012..	Various..			562,938	525,000	544,688	542,711		(1,198)		(1,198)		541,513		21,424	21,424	38,008	04/01/2018..	4FE..		
723787-AJ-6..	Pioneer Natural Resource NC 7.500% 01/15/2015..		07/20/2012..	Morgan Stanley..			156,563	125,000	123,928	124,074		49		49		124,122		32,440	32,440	9,635	01/15/2020..	2FE..		
726505-AL-4..	Plains Exploration & Prod Call 6.750% 01/15/2015..		09/10/2012..	Citigroup Global Markets..			163,913	155,000	155,000	155,000		0		0		155,000		8,913	8,913	8,486	02/01/2022..	4FE..		
737446-AA-2..	Post Holdings Inc 144A- Call 7.375% 02/15/2015..		07/17/2012..	Jefferies..			320,850	310,000	321,250			(135)		(135)		321,115		(265)	(265)	10,606	02/15/2022..	4FE..		
761735-AN-9..	Reynolds Group 144A-Call 5.750% 10/15/2015..		09/17/2012..	Barclays Capital..			255,319	255,000	255,000			0		0		255,000		319	319	319	10/15/2020..	4FE..		
78401F-AC-1..	SBA Telecommunications Call 8.000% 08/01/2015..		08/29/2012..	Call	106,0000..		201,400	190,000	203,300			(1,900)		(1,900)		201,400		0	8,191	08/15/2012..	4FE..			
78468V-AA-0..	SPL Logistics Escrow LLC 144A-Call 8.8% 01/15/2015..		08/02/2012..	UBS Securities..			86,913	85,000	85,000			0		0		85,000		1,913	1,913	1,47	08/01/2020..	4FE..		
796038-AA-5..	Samson Investment Company 144A-Call 9% 01/15/2015..		09/13/2012..	J P Morgan Securities..			213,969	205,000	208,588			(149)		(149)		208,438		5,530	5,530	12,215	02/15/2016..	4FE..		
80874Y-AG-5..	Scientific Games Intl Call 9.250% 06/15/2015..		09/06/2012..	Merrill Lynch..			666,000	600,000	600,028	600,084		171	(57)	114		600,197		65,803	65,803	41,163	06/15/2014..	4FE..		
81211K-AR-1..	Sealed Air Corp 144A-Call 8.375% 09/15/2015..		09/19/2012..	Barclays Capital..			371,313	325,000	332,175	332,043		(371)		(371)		331,672		39,641	39,641	26,538	09/15/2021..	4FE..		
817565-BU-7..	Service Corp International NC 8.000% 01/15/2015..		09/13/2012..	Various..			727,163	595,000	584,021	585,301		466		466		585,767		141,395	141,395	39,647	11/15/2021..	3FE..		
858119-AS-9..	Steel Dynamics 144A-Call 6.125% 08/15/2015..		09/06/2012..	Citigroup Global Markets..			120,463	115,000	115,000			0		0		115,000		5,463	5,463	4,89	08/15/2019..	3FE..		
871503-AF-5..	Symantec Conv 1.000% 06/15/13..		07/26/2012..	Various..			142,351	140,000	158,917	147,898		(3,077)		(3,077)		144,821		(2,470)	(2,470)	851	06/15/2013..	2..		
871503-AG-3..	Symantec NC 2.750% 09/15/15..		09/05/2012..	Raymond James & Associates..			2,062,880	2,000,000	1,977,775	1,980,950		3,382		3,382		1,984,332		78,548	78,548	54,236	09/15/2015..	2FE..		
909317-BE-8..	United Airlines 2009-2A 9.750% 01/15/2015..		07/15/2012..	Redemption	100,0000..		75,107	75,107	82,993	82,424		(7,317)		(7,317)		75,107		0	7,323	01/15/2017..	2FE..			
93114K-AD-5..	Walmart Stores Sinking Fund 8.850% 01/15/2015..		07/02/2012..	Redemption	100,0000..		79,960	79,960	95,983	84,324		(4,364)		(4,364)		79,960		0	7,076	01/02/2015..	1FE..			
94770V-AF-9..	WebMD Health Conv 2.500% 01/31/18..		08/21/2012..	Citigroup Global Markets..			222,750	270,000	265,788	251,438		14,715		379		15,094		266,532	(43,782)	7,200	01/31/2018..	3..		
03938L-AK-0..	AreceImperialConv 5.000% 05/15/14..		07/03/2012..	Various..			533,750	520,000	604,086	583,309		(13,859)		(13,859)		569,450		(35,700)	(35,700)	16,808	05/15/2014..	3FE..		
06740P-Q5-8..	Barclays Bank Call 5.000% 01/27/26..		07/27/2012..	Call	100,0000..		500,000	500,000	492,500	494,810		5,190		5,190		500,000		0	25,000	01/27/2026..	1FE..			
45824T-AE-5..	Intelsat Jackson Hldg Call 7.250% 04/01/2015..		09/21/2012..	Morgan Stanley..			1,478,250	1,350,000	1,350,000	1,350,000		0		0		1,350,000		128,250	128,250	96,516	04/01/2019..	4FE..		
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)							26,470,580	23,922,847	24,586,594	19,793,836		304,483	68,461	0	372,944		0	24,396,020	0	2,074,559	2,074,559	1,125,679	XXX	XXX
8399997 - Subtotals - Bonds - Part 4							44,863,508	42,038,664	43,226,219	33,335,005		304,483	(55,031)	0	249,452		0	42,577,439	0	2,286,069	2,286,069	1,706,064	XXX	XXX
8399999 - Subtotals - Bonds							44,863,508	42,038,664	43,226,219	33,335,005		304,483	(55,031)	0	249,452		0	42,577,439	0	2,286,069	2,286,069	1,706,064	XXX	XXX
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																								
007903-10-7..	Advanced Micro Devices Inc Common Stock..		09/13/2012..	Investment Technology Group..			11,700,000	45,618	XXX..	.72,709		.63,180	.9,529											
018802-10-8..	Alliant Energy Corp Common Stock..		08/23/2012..	Various..			1,000,000	46,197	XXX..	.36,104		.44,110	(8,006)											
02076X-10-2..	Alpha Natural Resources Common Stock..		09/13/2012..	Investment Technology Group..			2,300,000	18,500	XXX..	.32,607														

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STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.								
04351G-10-1..	Ascena Retail Group Inc Common Stock.....		09/27/2012..	Liquidnet Inc.....	15,500,000	329,445	XXX.....	292,143					0		292,143		37,302	37,302		XXX..	L..	
053774-10-5..	Avis Budget Group Common Stock.....		07/27/2012..	Liquidnet Inc.....	1,100,000	15,367	XXX.....	15,345					0		15,345		22	22		XXX..	U..	
054303-10-2..	Avon Products Inc. Common Stock.....		09/13/2012..	Group.....	1,100,000	17,714	XXX.....	29,331	19,217		10,114		10,114		29,331		(11,618)	(11,618)	.759	XXX..	L..	
125896-10-0..	CMS Energy Corp Common Stock.....		07/27/2012..	RBC Capital Markets.....	2,100,000	51,901	XXX.....	33,094	46,368	(13,274)			(13,274)		33,094		18,806	18,806	1,008	XXX..	L..	
127190-30-4..	CACI International Inc, CI A Common Stock.....		07/09/2012..	Various.....	2,900,000	160,425	XXX.....	148,506	162,168	(13,662)			(13,662)		148,506		11,919	11,919		XXX..	L..	
156782-10-4..	Cerner Corp Common Stock.....		09/13/2012..	Group.....	700,000	51,664	XXX.....	55,181					0		55,181		(3,517)	(3,517)		XXX..	L..	
219350-10-5..	Corning Inc. Common Stock Crown Holdings Inc. Common Stock.....		09/13/2012..	Group.....	800,000	10,253	XXX.....	12,532	10,384	2,148			2,148		12,532		(2,280)	(2,280)	.180	XXX..	L..	
228368-10-6..	Various.....		08/28/2012..	Various.....	3,700,000	134,355	XXX.....	93,506	124,246	(30,740)			(30,740)		93,506		40,849	40,849		XXX..	L..	
229669-10-6..	Cubic Corp Common Stock.....		09/24/2012..	Various.....	7,800,000	387,887	XXX.....	327,635	340,002	(12,367)			(12,367)		327,635		60,252	60,252	1,488	XXX..	L..	
23334L-10-2..	DSW Inc Common Stock.....		09/19/2012..	Various.....	6,600,000	425,419	XXX.....	367,531					0		367,531		57,888	57,888	1,422	XXX..	U..	
24702R-10-1..	Dell Inc Common Stock.....		09/13/2012..	Group.....	11,000,000	116,304	XXX.....	155,100	160,930	(5,830)			(5,830)		155,100		(38,796)	(38,796)		XXX..	L..	
251893-10-3..	Devry Inc Common Stock.....		09/17/2012..	Liquidnet Inc.....	4,900,000	110,818	XXX.....	242,652	188,454	54,198			54,198		242,652		(131,833)	(131,833)	1,470	XXX..	L..	
25389M-87-7..	Digitalglobe Inc Common Stock.....		08/07/2012..	Group.....	1,800,000	35,485	XXX.....	43,661	30,798	12,863			12,863		43,661		(8,176)	(8,176)		XXX..	L..	
26441C-20-4..	Duke Energy Corp Common Stock.....		08/03/2012..	Sale of Fractional Share.	0,660	109	XXX.....	.46					0		.46		.63	.63		XXX..	L..	
26441C-20-4..	Duke Energy Corp Common Stock.....		07/03/2012..	No Broker.....	10,797,330		XXX.....						0				0	.5,399	.5,399		XXX..	L..
26483E-10-0..	Dun & Bradstreet Corp Common Stock.....		08/22/2012..	Various.....	7,400,000	579,867	XXX.....	599,361					0		599,361		(19,494)	(19,494)	.5,624	XXX..	L..	
278768-10-6..	Ecchostar Corp Common Stock.....		08/08/2012..	Various.....	3,100,000	88,634	XXX.....	63,462	64,914	(1,452)			(1,452)		63,462		25,173	25,173		XXX..	L..	
285512-10-9..	Electronic Arts Inc Common Stock.....		09/13/2012..	Investment Technology	3,500,000	49,809	XXX.....	56,671	72,100	(15,429)			(15,429)		56,671		(6,862)	(6,862)		XXX..	L..	
290840-10-0..	Emcor Group Inc Common Stock.....		09/18/2012..	FRB Capital Markets & Co.	1,300,000	38,490	XXX.....	38,313	34,853	3,460			3,460		38,313		.177	.177	.195	XXX..	L..	
29384R-10-5..	Entropic Communication Common Stock.....		07/25/2012..	Various.....	43,800,000	243,783	XXX.....	271,720					0		271,720		(27,936)	(27,936)		XXX..	L..	
302941-10-9..	FTI Consulting Inc Common Stock.....		09/17/2012..	RBC Capital Markets.....	8,400,000	239,016	XXX.....	293,212	356,328	(63,116)			(63,116)		293,212		(54,196)	(54,196)		XXX..	L..	
303250-10-4..	Fair Isaac & Company Inc Common Stock.....		09/28/2012..	Various.....	5,400,000	239,752	XXX.....	133,550	193,536	(59,986)			(59,986)		133,550		106,202	106,202	.288	XXX..	L..	
31620R-10-5..	Fidelity National Financial Common Stock.....		09/28/2012..	Craig-Hallum.....	1,300,000	27,664	XXX.....	22,848					0		22,848		.4,817	.4,817	.546	XXX..	L..	
33616C-10-0..	First Republic Bank Common Stock.....		07/23/2012..	RBC Capital Markets.....	1,300,000	42,159	XXX.....	32,779	39,793	(7,014)			(7,014)		32,779		.9,380	.9,380		XXX..	L..	
339041-10-5..	Fleetcor Technologies Inc Common Stock.....		09/05/2012..	Various.....	12,600,000	533,818	XXX.....	448,266					0		448,266		.85,552	.85,552		XXX..	L..	
36191U-10-6..	GT Advanced Tech Common Stock.....		08/16/2012..	Various.....	5,100,000	28,633	XXX.....	38,918	36,924	1,994			1,994		38,918		(10,285)	(10,285)		XXX..	L..	
36467W-10-9..	GameStop Corporation Common Stock.....		09/17/2012..	Various.....	22,500,000	434,795	XXX.....	495,683	494,665	(40,891)			(40,891)		495,683		(60,888)	(60,888)	12,075	XXX..	L..	
378967-10-3..	Global Cash Access Holdings Common Stock.....		09/28/2012..	Various.....	4,000,000	31,174	XXX.....	.11,080	.17,800	(6,720)			(6,720)		.11,080		.20,094	.20,094		XXX..	L..	
382388-10-6..	Goodrich B F Co. Common Stock.....		07/27/2012..	Direct.....	1,600,000	.204,000	XXX.....	.47,347	.197,920	(150,573)			(150,573)		.47,347		.156,653	.156,653	1,392	XXX..	L..	
405024-10-0..	Haemonetics Corp/Mass Common Stock.....		09/27/2012..	Various.....	5,500,000	.445,221	XXX.....	.354,788	.202,026	(7,335)			(7,335)		.354,788		.90,433	.90,433		XXX..	L..	
426281-10-1..	Henry Jack & Associates Common Stock.....		08/20/2012..	Northland Securities.....	2,100,000	.77,257	XXX.....	.65,886	.70,581	(4,695)			(4,695)		.65,886		.11,371	.11,371	.483	XXX..	L..	
428236-10-3..	Hewlett Packard Common Stock.....		09/13/2012..	Investment Technology	9,800,000	.177,796	XXX.....	.207,680	.252,448	(44,768)			(44,768)		.207,680		(29,884)	(29,884)	.3,646	XXX..	L..	
436106-10-8..	Hollyfrontier Corporation Common Stock.....		08/15/2012..	Investment Technology	1,700,000	.68,548	XXX.....	.49,802					0		.49,802		.18,746	.18,746	.836	XXX..	L..	
451055-10-7..	Iconix Brand Group Inc Common Stock.....		07/25/2012..	Various.....	.7,800,000	.134,613	XXX.....	.132,612	.127,062	.5,550			.5,550		.132,612		.2,001	.2,001		XXX..	L..	
45256B-10-1..	Impax Laboratories Inc Common Stock.....		09/18/2012..	Various.....	23,900,000	.574,008	XXX.....	.450,359	.322,720	(31,181)			(31,181)		.450,359		.123,649	.123,649		XXX..	L..	

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B.A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B.A.C.V.							
501242-10-1...	Kulicke & Soffa Industries Common Stock...		08/17/2012...	Various...	16,700,000	198,028	XXX...	194,003	154,475	39,528			39,528		194,003		4,025	4,025		XXX...	L
529771-10-7...	Lexmark International Group Common Stock...		09/26/2012...	Various...	13,500,000	292,180	XXX...	405,116	446,445	(41,329)			(41,329)		405,116		(112,936)	(112,936)	7,725	XXX...	L
55272X-10-2...	MFA Financial Inc Common Stock REIT...		07/25/2012...	Morgan Stanley...	3,700,000	29,100	XXX...	27,501	24,864	2,637			2,637		27,501		1,599	1,599	2,738	XXX...	L
584690-30-9...	Medicis Pharmaceutical - CI A Common Sto...		09/24/2012...	Various...	23,100,000	1,002,150	XXX...	795,512	435,575	38,823			38,823		795,512		206,638	206,638	4,368	XXX...	L
611740-10-1...	Monster Beverage Corp Common Stock...		09/13/2012...	Investment Technology Group...	800,000	42,344	XXX...	54,833					0		54,833		(12,489)	(12,489)		XXX...	L
617446-44-8...	Morgan Stanley Common Stock...		09/13/2012...	Investment Technology Group...	5,600,000	98,585	XXX...	113,958					0		113,958		(15,373)	(15,373)	.560	XXX...	L
629377-50-8...	NRG Energy Inc. Common Stock...		08/23/2012...	Various...	27,100,000	547,333	XXX...	473,071					0		473,071		74,262	74,262	1,152	XXX...	L
64110L-10-6...	Netflix Inc Common Stock...		09/13/2012...	Group...	500,000	28,853	XXX...	47,363					0		47,363		(18,510)	(18,510)		XXX...	L
64115T-10-4...	Netscout Systems Inc Common Stock...		09/17/2012...	Various...	7,600,000	186,966	XXX...	180,322	133,760	46,562			46,562		180,322		6,644	6,644		XXX...	L
64126X-20-1...	Neustar, Inc Common Stock		08/07/2012...	Various...	5,900,000	209,475	XXX...	163,627	150,348	(39,638)			(39,638)		163,627		45,848	45,848		XXX...	L
698813-10-2...	Papa John's International Inc Common Sto...		07/24/2012...	Cap Institutional Services...	300,000	14,819	XXX...	11,441					0		11,441		3,377	3,377		XXX...	L
723484-10-1...	Pinnacle West Capital Common Stock...		07/26/2012...	Various...	6,700,000	353,636	XXX...	279,955	293,898	(42,139)			(42,139)		279,955		73,681	73,681	.6,720	XXX...	L
73930R-10-2...	Power One Inc Common Stock...		08/21/2012...	Various...	97,800,000	579,942	XXX...	648,145	382,398	265,747			265,747		648,145		(68,203)	(68,203)		XXX...	L
743263-10-5...	Progress Energy Inc Common Stock...		07/03/2012...	Taxable Exchange...	3,600,000	218,952	XXX...	133,636	201,672	(68,036)			(68,036)		133,636		.85,316	.85,316	.5,396	XXX...	L
74835Y-10-1...	Questcor Pharmaceuticals Common Stock...		07/10/2012...	Various...	4,300,000	223,363	XXX...	193,635					0		193,635		.29,727	.29,727		XXX...	L
76009N-10-0...	Rent-A-Center Inc Common Stock...		08/03/2012...	Various...	7,395,000	267,636	XXX...	261,066					0		261,066		.6,570	.6,570	.1,183	XXX...	L
795435-10-6...	Salix Pharmaceuticals Common Stock...		07/09/2012...	Various...	2,200,000	122,196	XXX...	111,478					0		111,478		.10,718	.10,718		XXX...	L
812350-10-6...	Sears Holdings Corp Common Stock...		09/18/2012...	Spin Off...			XXX...						0				0	0		XXX...	L
812350-11-4...	Sears Holdings Corp Common Stock...		09/28/2012...	Citation Group/BCC Clrg...	400,000	1,008	XXX...						0				1,008	1,008		XXX...	L
820280-10-5...	Shaw Group Inc Common Stock...		09/18/2012...	Various...	18,600,000	753,582	XXX...	574,231					0		574,231		.179,351	.179,351		XXX...	L
82966C-10-3...	Sirona Dental Systems Inc Common Stock...		08/21/2012...	Various...	6,300,000	322,651	XXX...	275,086	277,452	(2,366)			(2,366)		275,086		.47,564	.47,564		XXX...	L
855030-10-2...	Staples Incorporated Common Stock...		09/13/2012...	Group...	3,100,000	35,940	XXX...	39,847					0		39,847		(3,907)	(3,907)	.341	XXX...	L
88164L-10-0...	Tessera Technologies Inc Common Stock...		09/07/2012...	Various...	.6,800,000	102,419	XXX...	130,980	113,900	17,080			17,080		130,980		(28,561)	(28,561)	.1,200	XXX...	L
888706-10-8...	Tivo Inc Common Stock...		09/24/2012...	Various...	22,000,000	206,791	XXX...	251,523					0		251,523		(44,733)	(44,733)		XXX...	L
918866-10-4...	Valassis Communications Inc Common Stock...		08/21/2012...	Various...	4,800,000	110,411	XXX...	150,014	92,304	.57,710			.57,710		150,014		(39,602)	(39,602)		XXX...	L
92886T-20-1...	Vonage Holdings Corp Common Stock...		07/12/2012...	Various...	14,500,000	28,907	XXX...	48,655	35,525	13,130			13,130		48,655		(19,748)	(19,748)		XXX...	L
95709T-10-0...	Westar Energy Inc Common Stock...		08/03/2012...	Various...	2,900,000	88,182	XXX...	57,440	83,462	(26,022)			(26,022)		.57,440		.30,741	.30,741	.2,842	XXX...	L
960413-10-2...	Westlake Chemical Corp Common Stock...		08/06/2012...	Various...	2,300,000	.152,836	XXX...	114,314					0		114,314		.38,522	.38,522		XXX...	L
968223-20-6...	Wiley, John & Sons Common Stock...		09/05/2012...	Various...	6,600,000	323,967	XXX...	316,399	293,040	.23,359			.23,359		316,399		.7,568	.7,568	.4,224	XXX...	L
05964H-10-5...	Banco Santander SA Common Stock...	R	08/10/2012...	Cash Adjustment...	.0.750	.4	XXX...	.5	.5				0		.5		(1)	(1)		XXX...	L
96918E-10-7...	White Mountains Ins Group Common Stock...	F	07/13/2012...	Convergex Execution Solutions...	100,000	.53,352	XXX...	.30,557	.45,346	(14,789)			(14,789)		.30,557		.22,795	.22,795	.100	XXX...	L
909999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						12,812,104	XXX	11,855,734	6,837,996	(146,924)	0	0	(146,924)	0	11,855,734	0	956,370	956,370	76,395	XXX	XXX
979999 - Subtotals - Common Stocks - Part 4						12,812,104	XXX	11,855,734	6,837,996	(146,924)	0	0	(146,924)	0	11,855,734	0	956,370	956,370	76,395	XXX	XXX
979999 - Subtotals - Common Stocks						12,812,104	XXX	11,855,734	6,837,996	(146,924)	0	0	(146,924)	0	11,855,734	0	956,370	956,370	76,395	XXX	XXX
989999 - Subtotals - Preferred and Common Stocks						12,812,104	XXX	11,855,734	6,837,996	(146,924)	0	0	(146,924)	0	11,855,734	0	956,370	956,370	76,395	XXX	XXX
999999 Totals						57,675,612	XXX	55,081,953	40,173,001	157,558	(55,031)	0	102,528	0	54,433,173	0	3,242,439	3,242,439	1,782,459	XXX	XXX

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D

NONE

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

General Interrogatories:

1. Total activity for the year to date Fair Value \$ 26,259,633 Book/Adjusted Carrying Value \$ 26,254,452
 2. Average balance for the year to date Fair Value \$ 99,593,157 Book/Adjusted Carrying Value \$ 99,593,157
 3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:
 NAIC 1 \$ 64,467,008 NAIC 2 \$ 12,860,348 NAIC 3 \$ NAIC 4 \$ NAIC 5 \$ NAIC 6 \$

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE DL - PART 2

SECURITIES LENDING COLLATERAL ASSETS

General Interrogatories:

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

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
PNC BANK - OPERATING.....	PITTSBURGH, PENNSYLVANIA		.0	0	(22,574,306)	(28,247,123)	(9,720,442)	XXX
FIFTH THIRD BANK - LOCKBOX.....	CINCINNATI, OHIO.....		.0	0	13,285,048	13,346,967	12,050,275	XXX
HUNTINGTON NATIONAL BANK - PAYROLL.....	COLUMBUS, OHIO.....		.0	0	9,885	10,000	10,000	XXX
FHLB OF CINCINNATI.....	CINCINNATI, OHIO.....		.0	0	117	1,331,648	.95	XXX
0199998 Deposits in depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX	XXX						XXX
0199999 Total Open Depositories	XXX	XXX	0	0	(9,279,256)	(13,558,508)	2,339,928	XXX
0399999 Total Cash on Deposit	XXX	XXX	0	0	(9,279,256)	(13,558,508)	2,339,928	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX	0	0	0	XXX
0599999 Total	XXX	XXX	0	0	(9,279,256)	(13,558,508)	2,339,928	XXX

STATEMENT AS OF SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

SCHEDULE E - PART 2 - CASH EQUIVALENTS

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

NONE

E12



SUPPLEMENT FOR THE QUARTER ENDING SEPTEMBER 30, 2012 OF THE GRANGE MUTUAL CASUALTY COMPANY

DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT

Year To Date For The Period Ended 2012

NAIC Group Code 00267

NAIC Company Code 14060

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

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$ 5,062	\$ 4,781	\$ 5,693

2. Commercial Multiple Peril (CMP) Packaged Policies

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

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

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

2.31 Amount quantified: \$

2.32 Amount estimated using reasonable assumptions: \$

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