



LIFE AND ACCIDENT AND HEALTH COMPANIES — ASSOCIATION EDITION

ANNUAL STATEMENT
For the Year Ended December 31, 2012
OF THE CONDITION AND AFFAIRS OF THE
GRANGE LIFE INSURANCE COMPANY

NAIC Group Code 00267, 00267 NAIC Company Code 71218 Employer's ID Number 31-0739286
Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio
Country of Domicile United States
Incorporated/Organized 03/05/1968 Commenced Business 07/01/1968
Statutory Home Office 671 South High Street, Columbus, OH, 43206-1066
Main Administrative Office 671 South High Street, Columbus, OH, 43206-1066 614-445-2900
Mail Address P.O. Box 1218, Columbus, OH, 43216-1212
Primary Location of Books and Records 671 South High Street, Columbus, OH, 43206-1066 614-445-2900
Internet Web Site Address www.grangeinsurance.com
Statutory Statement Contact Theresa Marie Mason 614-449-5945
masont@grangeinsurance.com 614-445-2619

OFFICERS

Name Title Name Title
Michelle Renee Benz President John Paul McCaffrey Treasurer
LaVawn Dee Coleman # Secretary Milliman # Actuary

OTHER OFFICERS

Empty lines for other officers.

DIRECTORS OR TRUSTEES

DOUGLAS PAUL BUTH GLENN EUGENE CORLETT ELWOOD GORDON GEE ROBERT ENLOW HOYT
JOHN PAUL MCCAFFREY ROBERT JOHN O'BRIEN MICHAEL VERNE PARROTT MARY MARNETTE PERRY
MELVIN GEORGE PYE JR THOMAS SIMRALL STEWART THOMAS HOWARD WELCH DAVID CHARLES WETMORE

State of OHIO
County of FRANKLIN

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

Michelle Renee Benz President John Paul McCaffrey Treasurer LaVawn Dee Coleman Secretary

Subscribed and sworn to before me this 22nd day of February, 2013

Sherry Thatcher, Notary Public
10/17/2015

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

## SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3+4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities .....	2,545,870	0.846	2,545,870		2,545,870	0.846
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies .....	500,000	0.166	500,000		500,000	0.166
1.22 Issued by U.S. government sponsored agencies .....	11,232,626	3.733	11,232,626		11,232,626	3.733
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities) .....	0	0.000	0		0	0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations .....	6,455,104	2.145	6,455,104		6,455,104	2.145
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations .....	27,010,158	8.975	27,010,158		27,010,158	8.975
1.43 Revenue and assessment obligations .....	19,127,386	6.356	19,127,386		19,127,386	6.356
1.44 Industrial development and similar obligations .....	0	0.000	0		0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA .....	1,428,092	0.475	1,428,092		1,428,092	0.475
1.512 Issued or guaranteed by FNMA and FHLMC .....	19,703,755	6.547	19,703,755		19,703,755	6.547
1.513 All other .....	0	0.000	0		0	0.000
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA .....	66,687,639	22.160	66,687,639		66,687,639	22.160
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521 .....	0	0.000	0		0	0.000
1.523 All other .....	999,993	0.332	999,993		999,993	0.332
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities) .....	94,070,047	31.259	94,070,047	18,415,885	112,485,932	37.379
2.2 Unaffiliated non-U.S. securities (including Canada) .....	1,972,009	0.655	1,972,009		1,972,009	0.655
2.3 Affiliated securities .....	0	0.000	0		0	0.000
3. Equity interests:						
3.1 Investments in mutual funds .....	0	0.000	0		0	0.000
3.2 Preferred stocks:						
3.21 Affiliated .....	0	0.000	0		0	0.000
3.22 Unaffiliated .....	0	0.000	0		0	0.000
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated .....	0	0.000	0		0	0.000
3.32 Unaffiliated .....	0	0.000	0		0	0.000
3.4 Other equity securities:						
3.41 Affiliated .....	6,233,798	2.071	6,233,798		6,233,798	2.071
3.42 Unaffiliated .....	0	0.000	0		0	0.000
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated .....	0	0.000	0		0	0.000
3.52 Unaffiliated .....	0	0.000	0		0	0.000
4. Mortgage loans:						
4.1 Construction and land development .....	0	0.000	0		0	0.000
4.2 Agricultural .....	0	0.000	0		0	0.000
4.3 Single family residential properties .....	0	0.000	0		0	0.000
4.4 Multifamily residential properties .....	0	0.000	0		0	0.000
4.5 Commercial loans .....	0	0.000	0		0	0.000
4.6 Mezzanine real estate loans .....	0	0.000	0		0	0.000
5. Real estate investments:						
5.1 Property occupied by company .....	0	0.000	0		0	0.000
5.2 Property held for production of income (including \$ .....of property acquired in satisfaction of debt) .....	0	0.000	0		0	0.000
5.3 Property held for sale (including \$ ..... property acquired in satisfaction of debt) .....	0	0.000	0		0	0.000
6. Contract loans .....	9,991,643	3.320	9,991,643		9,991,643	3.320
7. Derivatives .....	0	0.000	0		0	0.000
8. Receivables for securities .....	1,813	0.001	1,813		1,813	0.001
9. Securities Lending (Line 10, Asset Page reinvested collateral) .....	18,415,885	6.120	18,415,885	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments .....	14,561,124	4.839	14,561,124		14,561,124	4.839
11. Other invested assets .....	0	0.000	0		0	0.000
12. Total invested assets	300,936,942	100.000	300,936,942	18,415,885	300,936,942	100.000

## SCHEDULE A – VERIFICATION BETWEEN YEARS

### Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....	0
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	0
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0
3. Current year change in encumbrances:	
3.1 Totals, Part 1, Column 13.....	0
3.2 Totals, Part 3, Column 11.....	0
4. Total gain (loss) on disposals, Part 3, Column 18.....	0
5. Deduct amounts received on disposals, Part 3, Column 15.....	0
6. Total foreign exchange change in book/adjusted carrying value:	
6.1 Totals, Part 1, Column 15.....	0
6.2 Totals, Part 3, Column 13.....	0
7. Deduct current year's other than temporary impairment recognized:	
7.1 Totals, Part 1, Column 12.....	0
7.2 Totals, Part 3, Column 10.....	0
8. Deduct current year's depreciation:	
8.1 Totals, Part 1, Column 11.....	0
8.2 Totals, Part 3, Column 9.....	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....	0
10. Deduct total nonadmitted amounts.....	0
11. Statement value at end of current period (Line 9 minus Line 10).....	0

NONE

## SCHEDULE B – VERIFICATION BETWEEN YEARS

### Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0
2. Cost of acquired:	
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0
3. Capitalized deferred interest and other:	
3.1 Totals, Part 1, Column 12.....	0
3.2 Totals, Part 3, Column 11.....	0
4. Accrual of discount.....	0
5. Unrealized valuation increase (decrease):	
5.1 Totals, Part 1, Column 9.....	0
5.2 Totals, Part 3, Column 8.....	0
6. Total gain (loss) on disposals, Part 3, Column 18.....	0
7. Deduct amounts received on disposals, Part 3, Column 15.....	0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:	
9.1 Totals, Part 1, Column 13.....	0
9.2 Totals, Part 3, Column 13.....	0
10. Deduct current year's other than temporary impairment recognized:	
10.1 Totals, Part 1, Column 11.....	0
10.2 Totals, Part 3, Column 10.....	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0
12. Total valuation allowance.....	0
13. Subtotal (Line 11 plus Line 12).....	0
14. Deduct total nonadmitted amounts.....	0
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....	0

NONE

## SCHEDULE BA – VERIFICATION BETWEEN YEARS

### Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8).....	.0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	.0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 16.....	.0	
3.2 Totals, Part 3, Column 12.....	.0	0
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13.....	.0	
5.2 Totals, Part 3, Column 9.....	.0	0
6. Total gain (loss) on disposals, Part 3, Column 19.....		0
7. Deduct amounts received on disposals, Part 3, Column 16.....		0
8. Deduct amortization of premium and depreciation.....		0
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17.....	.0	
9.2 Totals, Part 3, Column 14.....	.0	0
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 15.....	.0	
10.2 Totals, Part 3, Column 11.....	.0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Deduct total nonadmitted amounts.....		0
13. Statement value at end of current period (Line 11 minus Line 12).....		0

NONE

## SCHEDULE D – VERIFICATION BETWEEN YEARS

### Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year.....		238,826,724
2. Cost of bonds and stocks acquired, Part 3, Column 7.....		61,175,290
3. Accrual of discount.....		297,550
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12.....	.0	
4.2 Part 2, Section 1, Column 15.....	.0	
4.3 Part 2, Section 2, Column 13.....	2,983,017	
4.4 Part 4, Column 11.....	.0	2,983,017
5. Total gain (loss) on disposals, Part 4, Column 19.....		726,887
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....		44,984,624
7. Deduct amortization of premium.....		1,058,367
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15.....	.0	
8.2 Part 2, Section 1, Column 19.....	.0	
8.3 Part 2, Section 2, Column 16.....	.0	
8.4 Part 4, Column 15.....	.0	0
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14.....	.0	
9.2 Part 2, Section 1, Column 17.....	.0	
9.3 Part 2, Section 2, Column 14.....	.0	
9.4 Part 4, Column 13.....	.0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....		257,966,477
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11).....		257,966,477

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks **OWNED** December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS	1. United States .....	3,973,963	4,206,198	3,962,965	3,964,449
	Governments (Including all obligations guaranteed by governments)				
	2. Canada .....				
	3. Other Countries .....				
	4. Totals	3,973,963	4,206,198	3,962,965	3,964,449
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	5,483,305	6,427,100	5,479,825	5,500,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	27,981,957	31,562,503	28,017,970	27,790,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	116,889,937	125,066,017	117,361,722	115,243,392
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States .....	84,930,954	94,264,658	85,479,772	82,027,922
	9. Canada .....	6,216,876	7,443,937	6,216,569	5,985,000
	10. Other Countries .....	6,255,687	6,854,341	6,310,170	5,738,750
	11. Totals	97,403,517	108,562,936	98,006,511	93,751,672
Parent, Subsidiaries and Affiliates	12. Totals	0	0	0	0
	<b>13. Total Bonds</b>	251,732,679	275,824,754	252,828,992	246,249,512
PREFERRED STOCKS Industrial and Miscellaneous (unaffiliated)	14. United States .....				
	15. Canada .....				
	16. Other Countries .....				
	17. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	18. Totals	0	0	0	0
	<b>19. Total Preferred Stocks</b>	0	0	0	0
COMMON STOCKS Industrial and Miscellaneous (unaffiliated)	20. United States .....				
	21. Canada .....				
	22. Other Countries .....				
	23. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	24. Totals	6,233,798	6,233,798	3,250,781	
	<b>25. Total Common Stocks</b>	6,233,798	6,233,798	3,250,781	
	26. Total Stocks	6,233,798	6,233,798	3,250,781	
	<b>27. Total Bonds and Stocks</b>	257,966,477	282,058,552	256,079,773	

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>1. U.S. Governments</b>											
1.1 Class 1 .....	4,365,011	10,795,057	4,185,096	633,867	385,734	20,364,764	7.8	20,530,032	8.5	20,364,764	
1.2 Class 2 .....						0	0.0	0	0.0		
1.3 Class 3 .....						0	0.0	0	0.0		
1.4 Class 4 .....						0	0.0	0	0.0		
1.5 Class 5 .....						0	0.0	0	0.0		
1.6 Class 6 .....						0	0.0	0	0.0		
1.7 Totals	4,365,011	10,795,057	4,185,096	633,867	385,734	20,364,764	7.8	20,530,032	8.5	20,364,764	0
<b>2. All Other Governments</b>											
2.1 Class 1 .....						0	0.0	0	0.0		
2.2 Class 2 .....						0	0.0	0	0.0		
2.3 Class 3 .....						0	0.0	0	0.0		
2.4 Class 4 .....						0	0.0	0	0.0		
2.5 Class 5 .....						0	0.0	0	0.0		
2.6 Class 6 .....						0	0.0	0	0.0		
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>											
3.1 Class 1 .....			991,195	4,492,110		5,483,305	2.1	5,481,747	2.3	5,483,305	
3.2 Class 2 .....						0	0.0	0	0.0		
3.3 Class 3 .....						0	0.0	0	0.0		
3.4 Class 4 .....						0	0.0	0	0.0		
3.5 Class 5 .....						0	0.0	0	0.0		
3.6 Class 6 .....						0	0.0	0	0.0		
3.7 Totals	0	0	991,195	4,492,110	0	5,483,305	2.1	5,481,747	2.3	5,483,305	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Class 1 .....			13,880,857	13,100,791	1,000,310	27,981,957	10.8	28,014,250	11.6	27,981,957	
4.2 Class 2 .....						0	0.0	0	0.0		
4.3 Class 3 .....						0	0.0	0	0.0		
4.4 Class 4 .....						0	0.0	0	0.0		
4.5 Class 5 .....						0	0.0	0	0.0		
4.6 Class 6 .....						0	0.0	0	0.0		
4.7 Totals	0	0	13,880,857	13,100,791	1,000,310	27,981,957	10.8	28,014,250	11.6	27,981,957	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Class 1 .....	23,228,380	31,903,928	26,119,994	16,033,412	3,213,421	100,499,136	38.6	104,083,431	43.2	100,499,136	
5.2 Class 2 .....						0	0.0	0	0.0		
5.3 Class 3 .....						0	0.0	0	0.0		
5.4 Class 4 .....						0	0.0	0	0.0		
5.5 Class 5 .....						0	0.0	0	0.0		
5.6 Class 6 .....						0	0.0	0	0.0		
5.7 Totals	23,228,380	31,903,928	26,119,994	16,033,412	3,213,421	100,499,136	38.6	104,083,431	43.2	100,499,136	0

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>6. Industrial and Miscellaneous (unaffiliated)</b>											
6.1 Class 1 .....	12,148,520	11,528,793	12,343,172	12,681,448	9,986,910	58,688,843	22.5	51,107,554	21.2	48,417,370	10,271,474
6.2 Class 2 .....	2,515,045	5,634,638	12,261,045	11,543,397	4,091,052	36,045,177	13.8	24,390,360	10.1	33,796,809	2,248,368
6.3 Class 3 .....	336,236	1,078,539	4,306,471	306,634	65,569	6,093,449	2.3	3,139,035	1.3	4,849,284	1,244,165
6.4 Class 4 .....	180,794	1,225,152	3,411,004	302,719		5,119,669	2.0	3,037,869	1.3	2,959,196	2,160,474
6.5 Class 5 .....						0	0.0	72,248	0.0		
6.6 Class 6 .....						0	0.0	0	0.0		
6.7 Totals	15,180,596	19,467,122	32,321,692	24,834,198	14,143,531	105,947,139	40.7	81,747,066	33.9	90,022,659	15,924,480
<b>7. Hybrid Securities</b>											
7.1 Class 1 .....						0	0.0	0	0.0		
7.2 Class 2 .....						0	0.0	0	0.0		
7.3 Class 3 .....						0	0.0	1,000,000	0.4		
7.4 Class 4 .....						0	0.0	0	0.0		
7.5 Class 5 .....						0	0.0	0	0.0		
7.6 Class 6 .....						0	0.0	0	0.0		
7.7 Totals	0	0	0	0	0	0	0.0	1,000,000	0.4	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Class 1 .....						0	0.0	0	0.0		
8.2 Class 2 .....						0	0.0	0	0.0		
8.3 Class 3 .....						0	0.0	0	0.0		
8.4 Class 4 .....						0	0.0	0	0.0		
8.5 Class 5 .....						0	0.0	0	0.0		
8.6 Class 6 .....						0	0.0	0	0.0		
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
<b>9. Total Bonds Current Year</b>											
9.1 Class 1	(d) 39,741,911	54,227,778	57,520,313	46,941,628	14,586,376	213,018,005	81.8	XXX	XXX	202,746,531	10,271,474
9.2 Class 2	(d) 2,515,045	5,634,638	12,261,045	11,543,397	4,091,052	36,045,177	13.8	XXX	XXX	33,796,809	2,248,368
9.3 Class 3	(d) 336,236	1,078,539	4,306,471	306,634	65,569	6,093,449	2.3	XXX	XXX	4,849,284	1,244,165
9.4 Class 4	(d) 180,794	1,225,152	3,411,004	302,719	0	5,119,669	2.0	XXX	XXX	2,959,196	2,160,474
9.5 Class 5	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.6 Class 6	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.7 Totals	42,773,986	62,166,107	77,498,833	59,094,377	18,742,996	260,276,301	100.0	XXX	XXX	244,351,820	15,924,480
9.8 Line 9.7 as a % of Col. 6	16.0	24.0	30.0	23.0	7.0	100.0	XXX	XXX	XXX	94.0	6.0
<b>10. Total Bonds Prior Year</b>											
10.1 Class 1	21,960,047	66,788,653	60,531,440	47,454,491	12,482,382	XXX	XXX	209,217,013	86.9	198,627,355	10,589,658
10.2 Class 2	13,473	5,120,016	11,941,364	3,172,116	4,143,392	XXX	XXX	24,390,360	10.1	23,823,029	567,331
10.3 Class 3	0	692,143	2,290,543	1,077,516	78,832	XXX	XXX	4,139,035	1.7	3,502,322	636,713
10.4 Class 4	0	711,614	2,281,329	44,927	0	XXX	XXX	3,037,869	1.3	2,134,487	903,383
10.5 Class 5	0	32,520	39,728	0	0	XXX	XXX	72,248	0.0	72,248	0
10.6 Class 6	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.7 Totals	21,973,520	73,344,946	77,084,404	51,749,050	16,704,606	XXX	XXX	240,856,526	100.0	228,159,441	12,697,084
10.8 Line 10.7 as a % of Col. 8	9.0	30.0	32.0	21.0	7.0	XXX	XXX	100.0	XXX	95.0	6.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Class 1	38,741,810	54,227,778	53,697,397	44,750,370	11,329,177	202,746,531	77.9	198,627,355	82.5	202,746,531	XXX
11.2 Class 2	2,515,045	5,634,638	11,063,052	10,493,022	4,091,052	33,796,809	13.0	23,823,029	9.9	33,796,809	XXX
11.3 Class 3	320,459	656,353	3,525,146	281,757	65,569	4,849,284	1.9	3,502,322	1.5	4,849,284	XXX
11.4 Class 4	128,452	840,690	1,844,254	145,801	0	2,959,196	1.1	2,134,487	0.9	2,959,196	XXX
11.5 Class 5	0	0	0	0	0	0	0.0	72,248	0.0	0	XXX
11.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.7 Totals	41,705,766	61,359,459	70,129,848	55,670,950	15,485,798	244,351,820	93.9	228,159,441	94.7	244,351,820	XXX
11.8 Line 11.7 as a % of Col. 6	17.0	25.0	29.0	23.0	6.0	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	16.0	24.0	27.0	21.0	6.0	94.0	XXX	XXX	XXX	94.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Class 1	1,000,101	0	3,822,916	2,191,258	3,257,199	10,271,474	3.9	10,589,658	4.4	XXX	10,271,474
12.2 Class 2	0	0	1,197,993	1,050,375	0	2,248,368	0.9	567,331	0.2	XXX	2,248,368
12.3 Class 3	15,777	422,186	781,325	24,877	0	1,244,165	0.5	636,713	0.3	XXX	1,244,165
12.4 Class 4	52,342	384,463	1,566,751	156,918	0	2,160,474	0.8	903,383	0.4	XXX	2,160,474
12.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Class 6	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.7 Totals	1,068,220	806,649	7,368,985	3,423,428	3,257,199	15,924,480	6.1	12,697,084	5.3	XXX	15,924,480
12.8 Line 12.7 as a % of Col. 6	7.0	5.0	46.0	21.0	20.0	100.0	XXX	XXX	XXX	XXX	100.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.4	0.3	3.0	1.0	1.0	6.0	XXX	XXX	XXX	XXX	6.0

(a) Includes \$ 15,924,480 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.  
 (b) Includes \$ current year, \$ prior year of bonds with Z designations and \$ current year, \$ prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.  
 (c) Includes \$ current year, \$ prior year of bonds with 5\* designations and \$ current year, \$ prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.  
 (d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ 8,543,621 ; NAIC 2 \$ ; NAIC 3 \$ ; NAIC 4 \$ ; NAIC 5 \$ ; NAIC 6 \$

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 2**

**Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues**

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>1. U.S. Governments</b>											
1.1 Issuer Obligations .....	1,100,693	1,445,177				2,545,870	1.0	2,543,925	1.1	2,545,870	
1.2 Residential Mortgage-Backed Securities .....	3,264,318	9,349,880	4,185,096	633,867	385,734	17,818,894	6.8	17,986,107	7.5	17,818,894	
1.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
1.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
1.5 Totals	4,365,011	10,795,057	4,185,096	633,867	385,734	20,364,764	7.8	20,530,032	8.5	20,364,764	0
<b>2. All Other Governments</b>											
2.1 Issuer Obligations .....						0	0.0	0	0.0		
2.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
2.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
2.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
2.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>											
3.1 Issuer Obligations .....			991,195	4,492,110		5,483,305	2.1	5,481,747	2.3	5,483,305	
3.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
3.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
3.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
3.5 Totals	0	0	991,195	4,492,110	0	5,483,305	2.1	5,481,747	2.3	5,483,305	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>											
4.1 Issuer Obligations .....			13,880,857	13,100,791	1,000,310	27,981,957	10.8	28,014,250	11.6	27,981,957	
4.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
4.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
4.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
4.5 Totals	0	0	13,880,857	13,100,791	1,000,310	27,981,957	10.8	28,014,250	11.6	27,981,957	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>											
5.1 Issuer Obligations .....	5,011,464	3,773,415	8,884,794	12,727,229	2,007,334	32,404,235	12.5	32,687,861	13.6	32,404,235	
5.2 Residential Mortgage-Backed Securities .....	18,216,916	28,130,513	17,235,200	3,306,183	1,206,088	68,094,901	26.2	71,395,570	29.6	68,094,901	
5.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
5.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
5.5 Totals	23,228,380	31,903,928	26,119,994	16,033,412	3,213,421	100,499,136	38.6	104,083,431	43.2	100,499,136	0
<b>6. Industrial and Miscellaneous</b>											
6.1 Issuer Obligations .....	15,180,596	18,467,130	32,321,692	24,834,198	14,143,531	104,947,146	40.3	79,292,345	32.9	89,022,666	15,924,480
6.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
6.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
6.4 Other Loan-Backed and Structured Securities .....		999,993				999,993	0.4	2,454,721	1.0	999,993	
6.5 Totals	15,180,596	19,467,122	32,321,692	24,834,198	14,143,531	105,947,139	40.7	81,747,066	33.9	90,022,659	15,924,480
<b>7. Hybrid Securities</b>											
7.1 Issuer Obligations .....						0	0.0	1,000,000	0.4		
7.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
7.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
7.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
7.5 Totals	0	0	0	0	0	0	0.0	1,000,000	0.4	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>											
8.1 Issuer Obligations .....						0	0.0	0	0.0		
8.2 Residential Mortgage-Backed Securities .....						0	0.0	0	0.0		
8.3 Commercial Mortgage-Backed Securities .....						0	0.0	0	0.0		
8.4 Other Loan-Backed and Structured Securities .....						0	0.0	0	0.0		
8.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1A - SECTION 2 (Continued)**

<b>Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues</b>											
Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 9.5	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
<b>9. Total Bonds Current Year</b>											
9.1 Issuer Obligations	21,292,753	23,685,722	56,078,537	55,154,327	17,151,175	173,362,513	66.6	XXX	XXX	157,438,033	15,924,480
9.2 Residential Mortgage-Backed Securities	21,481,234	37,480,393	21,420,296	3,940,050	1,591,822	85,913,794	33.0	XXX	XXX	85,913,794	0
9.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.4 Other Loan-Backed and Structured Securities	0	999,993	0	0	0	999,993	0.4	XXX	XXX	999,993	0
9.5 Totals	42,773,986	62,166,107	77,498,833	59,094,377	18,742,996	260,276,301	100.0	XXX	XXX	244,351,820	15,924,480
9.6 Lines 9.5 as a % Col. 6	16.0	24.0	30.0	23.0	7.0	100.0	XXX	XXX	XXX	94.0	6.0
<b>10. Total Bonds Prior Year</b>											
10.1 Issuer Obligations	5,409,111	30,420,175	50,343,348	46,193,819	16,653,674	XXX	XXX	149,020,127	61.9	136,323,043	12,697,084
10.2 Residential Mortgage-Backed Securities	16,564,409	41,924,778	25,286,327	5,555,231	50,932	XXX	XXX	89,381,677	37.1	89,381,677	0
10.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	XXX	0	0.0	0	0
10.4 Other Loan-Backed and Structured Securities	0	999,993	1,454,728	0	0	XXX	XXX	2,454,721	1.0	2,454,721	0
10.5 Totals	21,973,520	73,344,946	77,084,404	51,749,050	16,704,606	XXX	XXX	240,856,525	100.0	228,159,441	12,697,084
10.6 Line 10.5 as a % of Col. 8	9.0	30.0	32.0	21.0	7.0	XXX	XXX	100.0	XXX	95.0	5.0
<b>11. Total Publicly Traded Bonds</b>											
11.1 Issuer Obligations	20,224,532	22,879,073	48,709,553	51,730,899	13,893,976	157,438,033	60.5	136,323,043	56.6	157,438,033	XXX
11.2 Residential Mortgage-Backed Securities	21,481,234	37,480,393	21,420,296	3,940,050	1,591,822	85,913,794	33.0	89,381,677	37.1	85,913,794	XXX
11.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	0	XXX
11.4 Other Loan-Backed and Structured Securities	0	999,993	0	0	0	999,993	0.4	2,454,721	1.0	999,993	XXX
11.5 Totals	41,705,766	61,359,459	70,129,848	55,670,950	15,485,798	244,351,820	93.9	228,159,441	94.7	244,351,820	XXX
11.6 Line 11.5 as a % of Col. 6	17.0	25.0	29.0	23.0	6.0	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9	16.0	24.0	27.0	21.0	6.0	94.0	XXX	XXX	XXX	94.0	XXX
<b>12. Total Privately Placed Bonds</b>											
12.1 Issuer Obligations	1,068,220	806,649	7,368,985	3,423,428	3,257,199	15,924,480	6.1	12,697,084	5.3	XXX	15,924,480
12.2 Residential Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.5 Totals	1,068,220	806,649	7,368,985	3,423,428	3,257,199	15,924,480	6.1	12,697,084	5.3	XXX	15,924,480
12.6 Line 12.5 as a % of Col. 6	7.0	5.0	46.0	21.0	20.0	100.0	XXX	XXX	XXX	XXX	100.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9	0.4	0.3	3.0	1.0	1.0	6.0	XXX	XXX	XXX	XXX	6.0

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE DA - VERIFICATION BETWEEN YEARS**

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year .....	2,030,582	2,030,582	0	0	0
2. Cost of short-term investments acquired .....	13,814,417	13,814,417			
3. Accrual of discount .....	0				
4. Unrealized valuation increase (decrease) .....	0				
5. Total gain (loss) on disposals .....	0				
6. Deduct consideration received on disposals .....	7,301,378	7,301,378			
7. Deduct amortization of premium .....	0				
8. Total foreign exchange change in book/adjusted carrying value .....	0				
9. Deduct current year's other than temporary impairment recognized .....	0				
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	8,543,621	8,543,621	0	0	0
11. Deduct total nonadmitted amounts .....	0				
12. Statement value at end of current period (Line 10 minus Line 11)	8,543,621	8,543,621	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: .....

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 Between Yrs

**NONE**

Schedule A - Part 1

**NONE**

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 1

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 1

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
Bonds - U.S. Governments - Issuer Obligations																					
912828-BA-7	United States Treasury Note OH/GA	SD			1	1,115,813	101.2890	1,114,179	1,100,000	1,100,693		(1,835)			3.625	3.452	MN	5,177	39,875	06/26/2003	05/15/2013
912828-CA-6	United States Treasury Note - OH	SD			1	1,169,406	104.2500	1,251,000	1,200,000	1,195,836		3,548			4.000	4.320	FA	18,130	48,000	04/15/2004	02/15/2014
912828-EE-6	United States Treasury Note - VA	SD			1	247,852	110.1800	275,450	250,000	249,340		233			4.250	4.358	FA	4,013	10,625	10/06/2005	08/15/2015
0199999	Bonds - U.S. Governments - Issuer Obligations					2,533,070	XXX	2,640,629	2,550,000	2,545,870	0	1,946	0	0	XXX	XXX	XXX	27,321	98,500	XXX	XXX
Bonds - U.S. Governments - Residential Mortgage-Backed Securities																					
36202D-5P-2	GNMA 11 3554		2	1	1	1,134,312	110.3790	1,242,725	1,125,868	1,134,164		91			4.500	4.213	MON	4,222	50,664	07/28/2009	08/23/2025
36204D-5J-4	GNMA Pool 367249		2	1	1	150,301	113.6660	163,191	143,571	148,671		(451)			6.500	5.327	MON	778	9,332	10/16/2002	03/25/2019
36205G-AD-3	GNMA Pool 389804		2	1	1	145,282	110.0980	159,653	145,010	145,258		19			5.000	4.888	MON	604	7,251	01/27/2003	11/20/2024
38373T-Z2-4	GNR 2002-15 PC		2	1	1	120,764	107.5300	135,455	125,970	125,211		193			5.500	5.913	MON	577	6,928	05/20/2002	12/11/2013
38374E-DF-1	GNR 2003-102 MU		2	1	1	99,474	103.1620	102,716	99,568	99,360		(9)			4.250	4.271	MON	353	4,232	03/16/2004	01/09/2014
38374E-ZM-2	GNR 2003-116 JD		2	1	1	2,811,848	105.0450	2,992,506	2,848,793	2,833,929		4,776			5.000	5.272	MON	11,870	142,440	09/09/2008	04/03/2014
38374F-W6-7	GNR 2004-21 PC		2	1	1	1,023,176	105.4820	1,093,965	1,037,112	1,031,395		1,763			5.000	5.278	MON	4,321	51,856	09/04/2008	05/14/2014
38375P-CJ-8	GNR 2008-1 PB		2	1	1	1,966,563	116.7380	2,334,766	2,000,000	1,978,084		2,690			5.250	5.493	MON	8,750	105,000	03/10/2008	05/21/2018
38376P-D6-4	GNR 2009-116 VE		2	1	1	1,749,208	113.1620	1,909,040	1,687,000	1,726,019		(9,926)			4.500	3.857	MON	6,326	75,915	06/21/2010	02/08/2017
38376V-SB-4	GNR 2010-21 NB		2	1	1	511,250	110.4580	552,290	500,000	506,092		(1,976)			4.500	4.889	MON	1,875	22,500	02/26/2010	07/08/2016
38376W-AM-7	GNR 2010-14 DC		2	1	1	1,028,594	107.8010	1,078,005	1,000,000	1,014,374		(6,988)			4.500	3.932	MON	3,750	45,000	03/03/2010	12/21/2015
38376Y-TG-6	GNR 2010-43 QX		2	1	1	1,969,531	104.9420	2,098,832	2,000,000	1,973,873		3,296			3.000	3.222	MON	5,000	60,000	08/19/2011	04/28/2019
38377K-MK-3	GNR 2010-120 BP		2	1	1	2,110,938	113.0370	2,260,744	2,000,000	2,088,832		(18,007)			4.000	3.035	MON	6,667	80,000	08/24/2011	02/13/2018
38378C-RT-6	GNR 2012-13 EG		2	1	1	960,223	101.7530	966,032	949,394	957,605		(2,618)			2.000	1.454	MON	1,582	9,494	06/20/2012	10/21/2014
38378D-BL-8	GNR 2012-17 CD		2	1	1	1,040,356	107.9690	1,031,993	955,825	1,009,966		(30,390)			4.000	(2,711)	MON	3,186	15,930	07/11/2012	11/09/2013
38378G-CY-2	GNR 2012-134 EA		2	1	1	1,046,202	105.1730	1,049,796	998,165	1,046,062		(140)			3.000	2.622	MON	2,495		12/07/2012	01/03/2029
0299999	Bonds - U.S. Governments - Residential Mortgage-Backed Securities					17,868,021	XXX	19,171,708	17,616,276	17,818,894	0	(57,677)	0	0	XXX	XXX	XXX	62,357	686,541	XXX	XXX
0599999	Bonds - U.S. Governments - Subtotals - U.S. Governments					20,401,091	XXX	21,812,337	20,166,276	20,364,764	0	(55,732)	0	0	XXX	XXX	XXX	89,678	785,041	XXX	XXX
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
20772G-4Z-8	Connecticut State BAB NC		2	1FE	1	1,015,730	124.7100	1,247,100	1,000,000	1,014,357		(505)			5.632	5.501	JD	4,693	56,320	01/28/2010	12/01/2029
419791-YS-1	Hawaii State BAB NC			1FE	1	502,355	122.9180	614,590	500,000	502,019		(118)			5.230	5.185	FA	10,896	26,150	02/11/2010	02/01/2025
574192-5E-6	Maryland State BAB GO			1FE	1	999,980	117.0340	1,170,340	1,000,000	999,980					4.500	4.500	MS	15,000	45,000	03/03/2010	03/01/2024
57582P-WK-2	Massachusetts State BAB		2	1FE	1	989,590	113.9390	1,139,390	1,000,000	991,195		795			4.200	4.320	JD	3,500	42,000	12/14/2010	12/01/2021
70914P-MZ-2	Pennsylvania State BAB-Call		1	1FE	1	972,920	112.5650	1,125,650	1,000,000	976,256		1,360			4.800	5.061	MN	8,000	48,000	06/03/2010	05/01/2020
97705L-WN-3	Wisconsin State BAB-Call		1	1FE	1	999,250	113.0030	1,130,030	1,000,000	999,498		26			5.200	5.205	MN	8,667	52,000	09/16/2009	05/01/2020
1199999	Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					5,479,825	XXX	6,427,100	5,500,000	5,483,305	0	1,558	0	0	XXX	XXX	XXX	50,756	269,470	XXX	XXX
1799999	Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Subtotals - U.S. States, Territories and Possessions (Direct and Guaranteed)					5,479,825	XXX	6,427,100	5,500,000	5,483,305	0	1,558	0	0	XXX	XXX	XXX	50,756	269,470	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
033161-ZN-3	Anchorage, AL BAB Call		1	1FE	1	1,016,090	113.1190	1,131,190	1,000,000	1,012,460		(1,388)			5.368	5.160	AO	13,420	53,680	03/23/2010	04/01/2026
03588E-4Q-3	Anne Arundel Cnty, Md BAB Call		1	1FE	1	1,024,970	115.4160	1,154,160	1,000,000	1,020,148		(2,287)			5.350	5.012	AO	13,375	53,500	10/28/2010	04/01/2020
074347-VA-0	Beaufort County, SC BAB-Call		1	1FE	1	940,630	112.5740	1,046,938	930,000	938,167		(914)			5.550	5.401	MS	17,205	51,615	02/26/2010	03/01/2028
172720-FX-7	Circleville, OH CSD BAB-Tax		1	1FE	1	512,085	115.5920	577,960	500,000	509,808		(1,052)			6.050	5.719	MN	5,042	30,250	08/20/2010	11/01/2036
180848-DV-2	Clark Cnty, NV BAB-Call		1	1FE	1	999,420	119.1310	1,191,310	1,000,000	999,453		29			6.260	6.267	MN	10,433	62,600	06/25/2009	11/01/2023
213633-GD-6	Cook Cnty, IL BAB-Call		1	1FE	1	1,008,540	115.1200	1,151,200	1,000,000	1,006,446		(755)			5.391	5.279	JD	4,493	53,910	10/21/2010	12/01/2019
236091-F3-3	Dane Cnty, WI BAB Call		1	1FE	1	713,928	109.0240	779,522	715,000	714,191		51			5.050	5.063	JD	3,009	36,108	09/22/2009	06/01/2018
263713-WV-7	Dublin, OH BAB Call		1	1FE	1	1,000,000	112.2050	1,122,050	1,000,000	1,000,000					5.200	5.200	JD	4,333	52,000	10/29/2009	12/01/2024
266778-EJ-4	Durham, NC BAB		1	1FE	1	495,750	118.3630	591,815	500,000	496,028		136			4.945	5.013	AO	6,181	24,725	10/19/2010	10/01/2020
304639-MY-0	Fairfield, OH BAB-Call		1	1FE	1	750,000	111.1470	833,603	750,000	750,000					5.540	5.540	JD	3,463	41,550	06/16/2010	12/01/2020
360046-09-0	Fulton Cnty, GA BAB		2	1FE	1	1,000,310	115.1420	1,151,420	1,000,000	1,000,310					5.148	5.144	JJ	25,740	51,480	09/17/2010	07/01/2039
407594-FP-0	Hamilton, Michigan BAB Call		1	1FE	1	250,000	111.3870	278,468	250,000	250,000					6.000	6.000	MN	2,500	15,000	01/18/2010	05/01/2019
412486-SB-4	Harford Cnty, MD BAB-Call		1	1FE	1	1,021,370	121.9190	1,219,190	1,000,000	1,016,960		(1,815)			5.375	5.100	JJ	26,875	53,750	06/02/2010	07/01/2020
497476-WY-3	Kirkland, WA BAB		1	1FE	1	1,156,263	112.6310	1,312,151	1,165,000	1,156,912		348			5.250	5.318	JD	5,097	61,163	12/08/2010	12/01/2020
548253-V2-6	Lower Merion Twp, PA BAB		1	1FE	1	505,835	110.9710	554,855	500,000	505,063		(494)			5.450	5.294	JJ	12,565	27,250	04/20/2011	01/15/2021

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
562333-FV-1	Manchester, NH BAB			1	1FE	499,500		112,1320	500,000	499,555		20			5.150	5.159	JJ	12,875	25,750	12/02/2010	07/01/2020
567609-CT-7	Mariemont, OH CSD BAB-Call			1	1FE	491,064		109,8230	480,000	490,482		(330)			5.900	5.704	JD	2,360	28,320	08/19/2010	12/01/2030
591852-NH-7	Metro Council, MN BAB Call			1	1FE	300,000		113,7600	300,000	300,000					5.200	5.200	FA	6,500	15,600	02/10/2010	02/01/2020
591852-OH-4	Metro Council, MN BAB			1	1FE	970,000		1,118,400	1,000,000	971,800		898			5.200	5.447	FA	21,667	52,000	02/16/2011	02/01/2021
609558-7C-9	Monmouth Cnty, NJ BAB			1	1FE	500,000		110,0260	500,000	500,000					4.200	4.200	JD	1,750	21,000	12/02/2010	12/01/2020
64966H-TY-6	New York, NY BAB-NC			2	1FE	994,760		1,232,620	1,000,000	995,494		263			5.399	5.451	JD	4,499	53,990	12/16/2009	12/01/2024
64966H-YL-8	New York, NY BAB-NC			1	1FE	504,865		125,1320	500,000	504,372		(178)			5.798	5.711	MS	9,663	28,990	03/23/2010	03/01/2028
668180-DK-5	Northwestern OH LSD BAB			1	1FE	1,023,450		1,119,210	1,000,000	1,019,853		(1,863)			6.875	6.550	JD	5,729	68,750	12/13/2010	12/01/2020
725277-CD-7	Pittsburgh, PA BAB Sch Dist - Call Prince Georges Cnty, MD BAB			1	1FE	1,005,000		1,128,390	1,000,000	1,003,618		(446)			5.202	5.137	MS	17,340	52,020	10/06/2009	09/01/2019
741701-YH-3	Call			1	1FE	953,890		1,075,440	1,000,000	958,470		1,507			5.000	5.380	MS	14,722	50,000	10/26/2009	09/15/2029
796269-UD-8	San Antonio, TX ISD BAB			1	1FE	1,579,601		1,711,015	1,450,000	1,573,900		(3,802)			6.097	5.366	FA	33,398	88,407	05/24/2011	08/15/2020
852634-BS-2	Stamford, CT BAB-Call			1	1FE	1,018,410		1,097,270	1,000,000	1,013,317		(1,670)			5.250	5.010	FA	21,875	52,500	09/22/2009	08/01/2026
879709-N6-6	Tempe, AZ BAB-Call			1	1FE	1,027,920		1,090,610	1,000,000	1,022,296		(2,360)			5.719	5.354	JD	28,595	57,190	06/22/2010	07/01/2020
930353-HK-6	Wadsworth, OH CSD BAB-Call			1	1FE	750,000		111,5370	750,000	750,000					5.410	5.410	JD	3,381	40,575	08/26/2009	12/01/2018
930353-JD-0	Wadsworth, OH CSD BAB			1	1FE	1,000,000		1,109,210	1,000,000	1,000,000					5.060	5.060	JD	4,217	50,600	09/16/2010	12/01/2020
930863-S3-0	Wake County, NC BAB-Call			1	1FE	992,030		1,113,3210	1,000,000	992,754		274			5.300	5.367	AO	13,250	53,000	03/24/2010	04/01/2029
940157-RF-9	Washington, MD BAB Subn San Dist, Call			1	1FE	997,040		1,132,860	1,000,000	997,381		121			5.000	5.026	JD	4,167	50,000	10/15/2009	06/01/2019
960470-JD-5	Westlake, OH CSD BAB-Call			1	1FE	1,015,250		1,097,030	1,000,000	1,012,722		(1,252)			5.728	5.527	JD	4,773	57,280	08/12/2010	12/01/2020
1899999	Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					28,017,970	XXX	31,562,503	27,790,000	27,981,957	0	(16,955)	0	0	XXX	XXX	XXX	364,492	1,514,552	XXX	XXX
2499999	Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)					28,017,970	XXX	31,562,503	27,790,000	27,981,957	0	(16,955)	0	0	XXX	XXX	XXX	364,492	1,514,552	XXX	XXX
	Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																				
10901R-AV-1	Brier Creek, TN Sch Bldg Corp BAB-Call			1	1FE	1,000,000		117,1360	1,000,000	1,000,000					6.080	6.080	JJ	28,036	60,800	05/13/2009	07/15/2019
155675-BX-8	Central Utah Wtr BAB-Call Central Weber, UT BAB Sewer			1	1FE	501,480		115,8700	500,000	501,133		(126)			5.300	5.262	AO	6,625	26,500	06/01/2010	04/01/2020
155888-AT-7	Impt - Call			1	1FE	991,250		113,4530	1,000,000	992,058		279			6.150	6.229	MS	20,500	61,500	05/27/2009	03/01/2019
313381-AZ-8	Federal Home Loan Bank Call			1	1	500,000		100,0950	500,000	500,000					1.000	1.000	MN	528		11/07/2012	05/23/2013
31359M-L8-4	FNMA Call			1	1	2,062,550		2,337,380	2,000,000	2,029,407		(7,948)			6.000	5.506	AO	24,333	120,000	05/22/2008	04/18/2036
3136F3-5P-7	FNMA 15NC10 1X - Call			1	1	2,211,703		102,8940	2,205,000	2,205,571		(914)			5.240	5.196	FA	46,217	115,542	10/06/2004	08/07/2013
3136FT-5N-5	FNMA Call			1	1	1,000,000		100,2510	1,000,000	1,000,000					1.250	1.250	MS	3,438	6,250	04/02/2012	03/22/2013
3136FT-6P-9	FNMA Call			1	1	999,500		100,2750	1,000,000	999,520		20			2.000	2.003	MS	5,111	10,000	04/24/2012	03/29/2013
3136GO-EV-9	FNMA Call			1	1	999,500		100,0050	1,000,000	999,515		15			1.000	1.003	AO	1,694	5,000	05/01/2012	04/30/2013
3136GO-KM-2	FNMA Call			1	1	1,000,000		100,2070	1,000,000	1,000,000					1.000	1.000	JD	472	5,000	06/05/2012	06/14/2013
3136GO-PV-7	FNMA Call			1	1	999,844		100,2680	1,000,000	999,849		5			1.000	1.001	JD	110	5,000	06/19/2012	06/28/2013
31398A-JC-7	FNMA Call			1	1	1,000,000		115,6760	1,000,000	1,000,000					5.800	5.800	AO	10,956	58,000	07/23/2009	10/23/2017
31398A-QY-1	FNMA Call			1	1	998,500		108,9830	1,000,000	998,763		48			5.380	5.392	MN	7,173	53,800	02/09/2009	11/13/2014
31417Y-2J-5	FN MA0776			2	1	1,546,395		1,546,395	1,467,516	1,544,223		(1,407)			4.500	3.898	MON	5,503	66,038	06/22/2011	08/25/2023
407288-XY-0	Hamilton County, Ohio BAB			2	1FE	1,007,610		111,9490	1,000,000	1,007,334		(161)			5.370	5.314	JD	4,475	53,700	10/19/2010	12/01/2035
48542K-H2-8	Kansas State Dev BAB-Call Kentucky State Pty & Bldg BAB NC			1	1FE	979,203		116,0600	950,000	971,259		(2,504)			5.910	5.512	MN	9,358	56,145	08/25/2009	11/01/2024
49151E-4L-4	Kentucky St Turnpike Auth BAB			2	1FE	1,000,000		118,9010	1,000,000	1,000,000					5.561	5.561	MN	9,268	55,610	10/28/2009	11/01/2022
491552-JY-9	Sink			2	1FE	500,000		116,3200	500,000	500,000					5.244	5.244	JJ	13,110	26,220	06/17/2010	07/01/2025
590545-SD-2	Mesa, AZ BAB Call			1	1FE	1,022,720		1,129,420	1,000,000	1,016,124		(1,998)			6.000	5.700	JD	30,000	60,000	05/07/2009	07/01/2019
60636W-NR-2	Missouri St Hwy BAB-NC			1	1FE	350,000		119,7430	350,000	350,000					5.002	5.002	MN	2,918	17,507	09/16/2009	05/01/2024
61336P-DR-9	Montgomery Cnty, MD Tax/Call			1	1FE	980,129		108,3150	975,000	979,510		(429)			5.000	4.932	MN	8,125	48,750	08/31/2011	05/01/2021
616640-CF-3	Morehead St Univ, KY BAB Call			1	1FE	993,520		110,2290	1,000,000	994,241		260			6.000	6.062	MN	10,000	60,000	07/27/2009	11/01/2026
64469N-AG-4	New Hampshire St BAB			1	1FE	984,920		1,131,700	1,000,000	986,388		749			4.984	5.132	MS	16,613	49,840	11/12/2010	09/01/2025

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
65830T-AF-2	North Carolina Turnpike Auth BAB-Call			1	1FE	1,008,750	115.6460	1,156,460	1,000,000	1,006,069		(822)			6.000	5.879	JJ	30,000	60,000	07/17/2009	01/01/2019
662903-LB-7	North Texas Muni Wtr BAB-			1	1FE	1,068,300	118.6830	1,186,830	1,000,000	1,053,575		(6,627)			6.003	5.046	MS	20,010	60,030	09/09/2010	09/01/2019
67755W-AT-2	Ohio St Dev Assist BAB Call			1	1FE	1,000,000	120.7730	1,207,730	1,000,000	1,000,000					6.220	6.220	AO	15,550	62,200	06/12/2009	10/01/2019
677632-MV-0	Ohio State Univ Gen Recpts BAB				1FE	1,000,000	116.9820	1,169,820	1,000,000	1,000,000					4.910	4.910	JD	4,092	49,100	09/15/2010	06/01/2040
795681-GM-1	Salt Lake Cnty, UT BAB			2	1FE	1,022,680	127.0380	1,270,380	1,000,000	1,020,689		(718)			5.820	5.629	JD	4,850	58,200	01/25/2010	12/01/2029
79642B-LS-0	San Antonio, TX BAB			1	1FE	400,000	117.3790	469,516	400,000	400,000					6.170	6.170	MN	3,154	24,680	11/12/2010	05/15/2032
812631-HB-8	Seattle, WA BAB NC				1FE	496,345	120.2350	601,175	500,000	496,866		190			5.000	5.071	MN	4,167	25,000	12/21/2009	11/01/2024
916277-KV-7	Upper Occoquan, VA BAB			2	1FE	750,000	122.7710	920,783	750,000	750,000					5.300	5.300	JJ	19,875	39,750	12/20/2010	07/01/2027
928172-WG-6	Virginia St Pub Bldg BAB			2	1FE	1,034,520	128.8540	1,288,540	1,000,000	1,032,550		(1,065)			5.900	5.606	FA	24,583	59,000	11/12/2010	08/01/2030
938240-CN-6	Washington Cnty, OR BAB-NC			2	1FE	1,075,060	123.2870	1,232,870	1,000,000	1,069,591		(2,370)			5.701	5.100	AO	14,253	57,010	07/30/2010	10/01/2030
2599999	Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations					32,484,479	XXX	36,179,290	32,097,516	32,404,235	0	(25,522)	0	0	XXX	XXX	XXX	405,095	1,516,172	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities																					
31281B-MU-1	FG N31271			2	1	155,550	106.5590	163,858	153,772	155,478		(12)			4.500	3.664	MON	577	6,920	01/13/2009	12/15/2026
31281B-TW-0	FG N31465			2	1	230,517	106.8560	240,424	224,998	230,457		(8)			5.000	2,904	MON	937	11,250	05/21/2009	05/14/2028
3128HX-SS-5	FHS 268 30			2	1	2,837,076	103.5720	2,822,004	2,724,682	2,835,446		(1,629)			3.000	2,694	MON	6,812	20,435	09/13/2012	12/21/2029
3128K9-OY-3	FGLMC Pool A48571			2	1	259,062	109.2900	283,307	259,224	259,052		4			6.000	5.992	MON	1,296	15,553	04/25/2006	07/23/2027
3128KJ-CZ-3	FGLMC Pool A55488			2	1	346,322	108.2150	376,302	347,734	346,344					5.500	5.707	MON	1,594	19,125	12/13/2006	10/23/2027
3128KJ-WA-6	FGLMC Pool A56041			2	1	112,379	108.2150	122,396	113,104	112,389					5.500	5.879	MON	518	6,221	12/20/2006	12/10/2027
3128MJ-BW-9	FGLMC Pool G08052			2	1	479,423	108.5590	522,991	481,757	479,463		(3)			5.500	5.683	MON	2,208	26,497	11/20/2006	07/10/2026
3128P7-RY-1	FG C91403			2	1	1,375,892	106.8910	1,366,110	1,278,042	1,374,403		(1,489)			3.500	1,719	MON	3,728	7,455	10/02/2012	10/29/2023
3128P7-S2-0	FG C91437			2	1	982,784	106.8910	999,292	934,872	981,758		(1,025)			3.500	2,416	MON	2,727	19,087	04/16/2012	11/11/2023
31292H-NB-6	FGLMC Pool #C01286			2	1	53,023	111.2000	59,792	53,770	53,066		3			6.000	6.509	MON	269	3,226	01/29/2002	06/15/2024
31294W-A7-6	FG E02730			2	1	679,277	105.7520	690,513	652,955	678,025		(360)			4.000	1,571	MON	2,177	26,118	11/24/2010	01/11/2020
31335H-Q2-2	FGLMC Pool #C90473			2	1	24,445	111.4970	26,870	24,099	24,351		19			6.500	5.988	MON	131	1,567	08/28/2001	09/25/2017
3133TK-G7-9	FHR 2141 E NAS FGLMC 7.0			2	1	66,010	105.9420	68,814	64,955	65,196		(34)			6.600	6.508	MON	357	4,287	04/12/1999	05/23/2017
3136A2-PP-2	FNR 2011-123 DB			2	1	1,982,500	108.0120	2,160,240	2,000,000	1,983,730		1,153			3.000	3,096	MON	5,000	60,000	11/15/2011	04/06/2022
3136A3-KN-0	FNR 2011-146 LX			2	1	2,046,250	107.0610	2,141,220	2,000,000	2,040,641		(5,590)			3.500	3,165	MON	5,833	70,000	12/21/2011	02/16/2020
3136A3-WM-9	FNR 2012-7 GB			2	1	2,516,394	107.1020	2,672,559	2,495,340	2,508,889		(7,505)			3.000	2,664	MON	6,238	68,622	01/11/2012	03/16/2015
3136A6-AW-4	FNR 2012-52 NB			2	1	1,022,045	104.1920	1,006,430	965,937	1,007,345		(14,700)			3.500	1,158	MON	2,817	19,721	04/26/2012	12/18/2014
31371J-O7-2	FNMA Pool 253478			2	1	9,723	115.8520	11,125	9,603	9,672		(11)			8.000	7,561	MON	64	768	08/31/2000	04/28/2017
31371J-S8-8	FNMA Pool 253543			2	1	12,951	113.0590	14,785	13,077	12,971		5			7.000	7,248	MON	76	915	10/30/2000	05/16/2017
31371K-UA-7	FNMA Pool 254477			2	1	337,398	109.9030	375,059	341,264	337,506		31			5.500	5,829	MON	1,564	18,769	01/24/2007	11/21/2024
31371L-DU-0	FNMA Pool 254915			2	1	165,259	109.8380	186,650	169,932	165,821		(30)			4.500	5,624	MON	637	7,647	11/12/2003	11/17/2018
31371L-HE-2	FNMA Pool 255029			2	1	154,848	109.8870	170,478	155,139	154,812		(5)			5.000	4,998	MON	646	7,757	11/10/2003	01/28/2019
31371L-HT-9	FNMA Pool 255042			2	1	203,805	109.8380	203,805	181,174	181,174		(12)			4.500	5,550	MON	696	8,350	11/10/2003	12/23/2018
31371N-CM-5	FN 256676			2	1	1,070,733	108.8400	1,088,196	999,809	1,068,523		(930)			5.500	2,252	MON	4,582	54,989	09/28/2010	02/15/2021
31371N-SQ-9	FN 257126			2	1	753,118	108.1510	751,992	695,320	748,533		(2,014)			5.500	2,085	MON	3,187	38,243	12/14/2010	08/15/2018
3137AO-EU-5	FHR 3687 B			2	1	1,049,766	108.4870	1,084,867	1,000,000	1,035,170		(12,617)			4.000	2,699	MON	3,383	40,000	10/06/2011	12/06/2015
3137A3-JW-0	FHR 3753 AS			2	1	1,055,824	105.4850	1,079,492	1,023,364	1,041,176		(10,315)			3.500	2,424	MON	2,985	35,818	08/03/2011	10/17/2014
3137A3-KG-3	FHR 3753 DC			2	1	2,047,813	106.2770	2,125,538	2,000,000	2,040,034		(6,222)			3.500	3,139	MON	5,833	70,000	09/21/2011	03/09/2019
3137A3-PN-3	FHR 3762 GM			2	1	560,860	103.0260	560,345	543,885	549,177		(4,752)			3.500	2,429	MON	1,586	19,036	11/16/2010	01/17/2014
3137A4-2T-3	FHR 3777 EM			2	1	2,000,000	109.7050	2,194,104	2,000,000	2,000,000					4.500	4,505	MON	7,500	90,000	01/20/2011	07/02/2016
3137A5-WW-0	FHR 3786 WA			2	1	652,004	104.9600	665,798	634,337	640,917		(5,435)			4.000	3,001	MON	2,114	25,373	02/25/2011	03/15/2014
3137A6-L6-7	FHR 3814 B			2	1	1,070,938	106.8600	1,068,599	1,000,000	1,068,491		(2,446)			3.000	1,725	MON	2,500	5,000	10/10/2012	09/30/2018
3137A7-JZ-4	FHR 3810 NB			2	1	935,469	108.0730	1,080,727	1,000,000	948,732		7,960			4.000	5,123	MON	3,333	40,000	04/15/2011	04/24/2018
3137A8-XZ-6	FHR 3844 DA			2	1	1,485,016	104.0320	1,448,264	1,392,134	1,440,729		(24,505)			4.500	2,438	MON	5,221	62,646	05/09/2011	10/30/2014
3137AD-ZD-2	FHR 3911 B			2	1	1,030,000	107.7530	1,077,532	1,000,000	1,024,660		(4,828)			3.500	2,987	MON	2,917	35,000	10/17/2011	04/24/2018
3137AG-CA-6	FHR 3947 BC			2	1	457,936	103.2090	456,977	442,768	451,873		(6,063)			2.500	0,761	MON	922	8,302	03/09/2012	03/30/2014
3137AM-XR-3	FHR 4011 DU			2	1	475,684	103.0070	515,034	500,000	477,660		1,976			2.500	3,192	MON	1,042	9,375	03/14/2012	04/24/2020
3137AN-OF-5	FHR 4036 PA			2	1	803,901	102.5330	799,373	779,629												

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
3137AU-U9-8	FHR 4117 VC			2	1	3,739,486	105.8220	3,681,115	3,478,591	3,734,368		(5,118)			3.000	1.593	MON	8,696	8,696	11/15/2012	08/20/2018
31392E-SX-9	FNR 2002-59 B			2	1	76,556	106.2820	79,941	75,216	75,324		(91)			5.500	5.259	MON	345	4,137	09/22/2005	11/02/2014
31392W-U0-1	FHR 2510 NM			2	1	227,816	102.4340	227,188	221,790	221,833		(272)			5.000	4.783	MON	924	11,090	12/09/2002	10/30/2013
31393A-CF-2	FNR 2003-29 WG			2	1	382,706	110.5260	419,262	379,333	381,302		(693)			4.000	3.832	MON	1,264	15,173	09/11/2010	06/03/2017
31393A-GG-6	FNR 2003-28 GA			2	1	162,253	103.6250	170,850	164,874	164,082		116			4.000	4.203	MON	550	6,595	09/27/2004	05/01/2014
31393B-OC-2	FNR 2003-37 QD			2	1	122,975	100.7980	124,775	123,787	123,349		42			5.000	5.103	MON	516	6,189	07/06/2005	05/27/2013
31393J-HC-5	FHR 2553 GB			2	1	1,126,971	106.7750	1,208,086	1,131,435	1,128,806		86			5.000	5.076	MON	4,714	56,572	01/29/2003	10/07/2014
31393M-W9-8	FHR 2586 WG			2	1	1,026,563	111.8210	1,118,211	1,000,000	1,017,780		(3,873)			4.000	3.573	MON	3,333	40,000	08/08/2010	10/21/2017
31393Q-JL-7	FHR 2619 PE			2	1	298,755	100.9230	301,511	298,755	298,755					5.500	5.531	MON	1,369	16,431	12/01/2004	05/21/2013
31393V-MQ-1	FHR 2628 AB			2	1	259,233	105.2200	280,296	266,392	264,652		279			4.500	4.874	MON	999	11,988	11/08/2004	07/21/2014
31394B-UA-0	FNR 2004-90 YB			2	1	14,327	99.9250	14,811	14,823	14,778		38			4.000	4.512	MON	49	593	04/20/2005	01/25/2013
31394B-W4-2	FNR 2004-95 EA			2	1	1,246,871	103.3370	1,241,160	1,201,079	1,208,519		(14,406)			4.500	3.170	MON	4,504	54,049	06/22/2010	09/10/2013
31394C-V7-4	FNR 2005-35 VG			2	1	11,249	99.9350	11,334	11,342	11,303		6			5.000	5.134	MON	47	567	11/29/2005	01/25/2013
31394H-AY-7	FHR 2669 DG			2	1	387,958	102.8290	438,991	426,914	421,540		2,197			4.500	5.717	MON	1,601	19,211	09/08/2003	12/24/2013
31394P-RU-9	FHR 2744 TU			2	1	446,814	104.6200	480,829	459,597	456,288		1,049			5.500	5.981	MON	2,106	25,278	05/18/2006	04/23/2014
31394X-WZ-5	FHR 2799 ME			2	1	361,110	101.8360	370,227	363,552	362,561		281			5.000	5.168	MON	1,515	18,178	12/08/2008	09/16/2013
31395A-C8-6	FHR 2806 AC			2	1	88,125	101.5540	89,818	88,443	88,259		11			5.000	5.078	MON	369	4,422	07/12/2005	07/20/2013
31395B-D7-5	FNR 2006-22 CE			2	1	1,026,836	109.7400	1,097,400	1,000,000	1,013,467		(6,135)			4.500	3.958	MON	3,750	45,000	03/15/2010	02/14/2016
31395E-YP-6	FHR 2835 HB			2	1	788,338	109.9910	834,255	758,473	772,265		(1,403)			5.500	4.703	MON	3,476	41,716	02/10/2009	09/08/2015
31396G-2D-2	FHR 3083 UA			2	1	1,428,672	100.8730	1,435,429	1,423,002	1,421,623		(3,686)			4.500	4.372	MON	5,336	64,035	08/26/2009	06/22/2013
31396J-2L-8	FHR 3127 CY			2	1	748,169	110.5140	795,027	719,394	730,819		(3,087)			5.500	4.775	MON	3,297	39,567	02/23/2009	08/06/2015
31396P-ZR-5	FNR 2007-14 VB			2	1	2,346,501	101.6890	2,235,254	2,198,127	2,231,682		(65,694)			4.500	2.117	MON	8,243	98,916	09/15/2010	10/09/2013
31397G-J7-6	FHR 3306 PD			2	1	829,939	102.1850	870,831	852,210	846,992		5,556			5.500	6.126	MON	3,906	46,872	08/26/2008	10/01/2013
31397L-DQ-9	FNR 2008-24 AV			2	1	1,256,129	103.7120	1,302,756	1,256,129	1,256,129					5.000	4.981	MON	5,234	62,807	04/25/2008	10/25/2013
31397Q-WZ-7	FNR 2011-15 VB			2	1	1,867,656	107.3640	2,147,280	2,000,000	1,896,254		17,136			4.000	5.177	MON	6,667	80,000	04/06/2011	12/24/2017
31397S-H4-9	FNR 2011-46 MB			2	1	1,061,719	104.5830	1,045,830	1,000,000	1,045,470		(13,700)			4.000	2.514	MON	3,333	40,000	10/17/2011	05/08/2016
31397S-ZF-4	FNR 2011-42 VA			2	1	465,010	104.3940	458,573	439,272	443,473		(12,340)			4.500	1.515	MON	1,647	19,767	04/21/2011	06/03/2013
31397U-GT-0	FNR 2011-49 CA			2	1	272,312	102.5440	274,268	267,464	269,102		(2,495)			3.500	2.723	MON	780	9,361	05/11/2011	02/05/2014
31398C-XG-8	FHR 3534 MB			2	1	2,489,844	110.5430	2,763,563	2,500,000	2,491,435		746			4.000	4.068	MON	8,333	100,000	06/13/2010	04/02/2019
31398T-4D-0	FNR 2010-99 GL			2	1	437,508	111.0250	477,096	429,719	435,386		(1,183)			4.000	3.745	MON	1,432	17,189	09/14/2010	04/12/2019
31402A-D6-0	FNMA Pool 722925			2	1	167,818	109.8870	182,021	165,644	167,543		(65)			5.000	4.185	MON	690	8,282	12/22/2003	10/28/2018
31402R-JV-2	FNMA Pool 735676			2	1	658,396	108.7930	691,647	635,747	657,519		(134)			5.000	3.364	MON	2,649	31,787	04/27/2009	08/19/2026
31403D-BW-8	FNMA Pool 745353			2	1	680,477	109.2780	764,393	699,494	680,880		(55)			5.500	6.627	MON	3,206	38,472	04/25/2006	04/09/2027
31403D-GZ-6	FNMA Pool 745516			2	1	397,560	109.2780	434,989	398,058	397,519		(3)			5.500	5.447	MON	1,824	21,893	12/01/2006	05/29/2027
31403D-T6-4	FNMA Pool 745851			2	1	303,738	109.4810	329,549	301,010	303,660		8			6.000	5.401	MON	1,505	18,061	09/25/2006	10/30/2027
31404A-GX-6	FNMA Pool 762614			2	1	506,778	109.8870	549,670	500,212	505,431		646			5.000	4.506	MON	2,084	25,011	12/22/2003	02/01/2019
31404S-GD-1	FN 76996			2	1	565,075	108.7000	591,500	544,159	564,305		(135)			5.000	3.310	MON	2,267	27,208	09/28/2009	09/15/2025
31407U-EQ-6	FNMA Pool 840843			2	1	231,656	109.2780	257,658	235,782	231,698		(28)			5.500	7.117	MON	1,081	12,968	08/24/2006	11/19/2026
31409X-GG-8	FNMA Pool 881399			2	1	161,540	109.4810	177,716	162,326	161,543					6.000	6.167	MON	812	9,739	05/22/2006	07/25/2027
31411B-GM-9	FNMA Pool 903004			2	1	133,994	108.7780	146,603	134,773	134,001		2			5.500	5.653	MON	618	7,413	12/20/2006	12/05/2027
31411J-3H-7	FNMA Pool 909900			2	1	353,318	108.6690	387,763	356,831	353,367		3			5.500	5.866	MON	1,635	19,626	02/21/2007	11/03/2027
31416B-4A-3	FN 995517			2	1	508,334	108.1510	508,528	470,204	506,448		(902)			5.500	1.718	MON	2,155	25,861	12/22/2010	03/06/2019
31417Y-3N-5	FN MA0804			2	1	726,282	107.6500	759,299	705,342	725,553		(249)			4.000	3.036	MON	2,351	28,214	06/06/2011	08/09/2023
31417Y-TV-9	FN MA0563			2	1	878,294	107.6500	916,829	851,679	877,258		(118)			4.000	2.652	MON	2,839	34,067	11/15/2010	02/25/2023
31417Y-W5-2	FN MA0667			2	1	2,216,585	107.6500	2,389,879	2,220,053	2,216,473		(34)			4.000	4.003	MON	7,400	88,802	02/08/2011	12/28/2022
31418A-E9-5	FN MA1059			2	1	989,475	106.9180	999,520	988,354	988,354		(1,121)			3.500	2.307	MON	2,727	16,360	05/30/2012	12/16/2023
31418A-EB-0	FN MA1029			2	1	953,690	106.9180	969,814	907,062	952,712		(978)			3.500	2.175	MON	2,646	18,519	04/16/2012	11/26/2023
2699999	Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities					68,439,117	XXX	71,280,588	66,944,048	68,094,901	0	(234,671)	0	0	XXX	XXX	XXX	225,309	2,396,938	XXX	XXX
3199999	Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies of Governments and Their Political Subdivisions					100,923,596	XXX	107,459,878	99,041,564	100,499,136	0	(260,194)	0	0	XXX	XXX	XXX	630,404	3,913,110	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
00130H-BN-4.	AES Corporation NC				3FE	52,800		115,500	55,000	53,290		160			8.000	8.576	JD	367	4,400	09/14/2009	06/01/2020
00130H-BB-3.	AES Corporation Call			1	3FE	160,669		111,500	145,000	160,576		(93)			7.375	5.748	JJ	5,347		12/04/2012	06/01/2021
00165A-AB-4.	AMC Entertainment Inc Call	LS		1	4FE	37,275		111,500	35,000	36,918		(250)			8.750	7.579	JD	255	3,150	07/07/2011	06/01/2014
00434N-AA-3.	Access Midstream Partner Call			1	3FE	130,000		101,500	130,000	130,000					4.875	4.875	MN	211		12/12/2012	12/15/2020
00850L-AA-2.	Agribank FCB 144A-NC				1FE	1,147,940		1,323,910	1,000,000	1,112,458		(13,187)			9.125	6.955	JJ	42,076	91,250	02/11/2010	07/15/2019
010392-EC-8.	Alabama Power NC				1FE	1,005,300		125,3470	1,000,000	1,004,410		(115)			5.700	5.663	FA	21,533	57,000	02/24/2003	02/15/2033
016745-AL-5.	Allbritton Communication Conv.				4FE	9,425		108,7460	10,000	9,571		60			8.000	9.026	MN	102	800	06/03/2010	05/15/2018
017475-AC-8.	Allegiance Corp NC				2FE	1,014,863		1,021,793	750,000	1,012,341		(2,521)			7.000	3.731	AO	11,083		10/25/2012	10/15/2026
02005N-AF-7.	Ally Financial Inc NC	LS			4FE	55,344		102,8750	55,000	55,142		(122)			4.500	4.259	FA	963	2,475	04/15/2011	02/11/2014
02005N-AJ-9.	Ally Financial Inc NC				4FE	29,588		120,3250	30,000	29,604		30			7.500	7.708	MS	663	2,250	10/14/2011	09/15/2020
02005N-AL-4.	Ally Financial Inc NC				4FE	91,092		107,5560	90,000	90,937		(155)			5.500	5.214	FA	1,870	2,489	03/13/2012	02/15/2017
022249-BA-3.	Aluminum Company of America NC	LS			2FE	1,365,304		113,6190	1,245,000	1,299,521		(8,350)			6.500	5.558	JD	3,597	80,925	01/10/2003	06/15/2018
02406P-AG-5.	American Axle & Manufacturing 144A-Call			1	3FE	29,295		111,4500	30,092	27,000		(321)			9.250	7.545	JJ	1,152	2,498	09/22/2010	01/15/2014
02406P-AL-4.	American Axle & Manufacturing Call	LS			4FE	66,069		102,2080	65,000	66,050		(19)			6.625	6.398	AO	1,244		12/06/2012	10/15/2022
03070Q-AN-1.	Ameristar Casinos Inc Call			1	4FE	52,738		109,1250	50,000	52,586		(147)			7.500	6.562	AO	792	2,438	07/19/2012	04/15/2018
03077J-AB-6.	Amerigas Finance LLC Call	LS		1	3FE	91,800		112,0000	90,000	91,740		(60)			7.000	6.719	MN	718	3,150	06/20/2012	05/20/2017
031162-BA-7.	Amgen Inc. NC				2FE	1,055,290		129,4660	1,000,000	1,052,399		(819)			6.400	6.000	FA	26,667	64,000	01/21/2009	02/01/2039
03232P-AA-6.	Amsurg Corp 144A-Call			1	4FE	35,000		104,0000	35,000	35,000					5.625	5.625	MN	224		11/15/2012	11/30/2018
032511-AY-3.	Anadarko Petroleum Corp NC				2FE										6.450		MS		403	10/25/2010	
035287-AD-3.	Anixter Inc NC				3FE	50,000		105,7450	50,000	50,000					5.625	5.625	MN	469	1,414	04/25/2012	05/01/2019
039483-AY-8.	Archer Daniels Midland Co. NC	LS			1FE	960,670		1,188,600	1,000,000	975,738		3,876			5.450	6.000	MS	16,047	54,500	09/22/2008	03/15/2018
044209-AE-4.	Ashland Inc 144A	LS			3FE	55,000		104,6480	55,000	55,000					4.750	4.750	FA	1,045		08/02/2012	08/15/2022
04939M-AE-9.	Atlas Pipeline Partners Call			1	4FE	15,000		106,5000	15,000	15,000					8.750	8.750	JD	58	1,313	06/25/2008	06/15/2013
04939T-AA-2.	Atlas Pipe Escrow 144A-Call	LS		1	4FE	46,350		103,5000	45,000	46,346		(4)			6.625	6.132	AO	770		12/06/2012	10/01/2018
049560-AH-8.	Atmos Energy Corp NC				2FE	475,930		120,9650	500,000	485,526		2,677			6.350	6.120	JD	1,411	31,750	01/16/2009	06/15/2017
05329M-AJ-1.	Auto Nation Inc NC	LS			3FE	59,548		113,2500	60,000	59,675		50			6.750	6.874	AO	855	4,050	04/05/2010	04/15/2018
05329M-AK-8.	Auto Nation Inc NC				3FE	142,863		108,0460	140,000	142,628		(235)			5.500	5.180	FA	3,208	3,850	04/12/2012	02/01/2020
053773-AL-1.	Avis Budget Car Rental Call	LS		1	4FE	93,644		112,0000	100,800	93,344		(176)			9.625	8.703	MS	2,551	6,256	10/16/2012	03/15/2014
05379B-AM-9.	Avista Corp NC				1FE	854,020		123,4330	1,000,000	862,874		2,118			5.700	6.864	JJ	28,500	57,000	04/30/2008	07/01/2037
054303-AR-3.	Avon Products Inc. NC				2FE	1,338,000		101,8980	1,500,000	1,425,020		11,392			4.200	5.252	JJ	29,050	63,000	08/07/2003	07/15/2018
055630-AA-8.	Bank of New York 144A - Callable			1	2FE	1,066,700		102,1130	1,000,000	1,050,375		(2,054)			7.780	7.201	JD	6,483	77,800	11/08/2001	12/01/2013
05568Y-AA-6.	BNSF Railway NC				1FE	693,133		119,8300	693,133	693,133					5.996	5.996	AO	10,390	41,560	06/11/2007	04/01/2024
067383-AA-7.	C.R. Bard, Inc. Put				1FE	1,015,370		133,1160	1,000,000	1,013,102		(563)			6.700	6.555	JD	5,583	67,000	04/24/2008	12/01/2026
07385T-AJ-5.	Bear Stearns Co Inc NC				1FE	1,542,420		108,8150	1,500,000	1,509,751		(4,863)			5.700	5.329	MN	10,925	85,500	07/12/2005	11/15/2014
079857-AC-2.	Bellsouth Capital Funding Put				1FE	1,115,000		111,5110	1,000,000	1,083,527		(4,033)			6.040	5.188	MN	7,718	60,400	05/02/2003	11/15/2026
090613-AF-7.	Biomet Inc 144A-Call			1	4FE	10,000		106,2500	10,000	10,000					6.500	6.500	FA	258		07/25/2012	08/01/2018
09062X-AA-1.	Biogen Idec Inc NC				2FE	503,310		100,9250	500,000	500,162		(971)			6.000	5.796	MS	10,000	30,000	06/11/2009	03/01/2013
09256B-AB-3.	Blackstone Holdings 144A-NC				1FE	494,180		114,0920	500,000	495,076		453			5.875	6.029	MS	8,649	29,375	01/19/2011	03/15/2021
097023-AQ-8.	Boeing Co. NC				1FE	1,157,340		156,2330	1,000,000	1,145,131		(1,622)			7.500	6.401	FA	28,333	75,000	02/26/2003	08/15/2042
122014-AJ-2.	Burlington Resources Inc NC				1FE	655,645		131,7260	500,000	650,920		(4,725)			6.875	3.912	FA	12,986	17,188	06/12/2012	02/15/2026
12489L-AG-3.	CB Richard Ellis Service Call	LS		1	4FE	60,608		110,0000	60,000	60,505		(49)			6.625	6.485	AO	839	3,975	10/13/2010	10/15/2014
1248EP-AQ-6.	CCO Holdings NC	LS			3FE	58,713		109,0000	55,000	58,283		(430)			7.250	5.814	AO	676	3,988	03/29/2012	10/30/2017
1248EP-AS-2.	CCO Holdings Call				3FE	130,303		108,7500	125,000	129,719		(587)			7.000	6.135	JJ	4,035	6,125	04/02/2012	01/15/2019
1248EP-AU-7.	CCO Holdings Call	LS		1	3FE	34,956		108,7500	35,000	34,961		3			6.500	6.517	AO	385	2,275	05/11/2011	04/30/2017
1248EP-AY-9.	CCO Holdings NC	LS			3FE	49,513		102,0500	50,000	49,527		14			5.250	5.375	MS	941		08/08/2012	09/30/2022
12527G-AB-9.	CF Industries Inc NC				2FE	46,863		125,5000	40,000	45,933		(664)			7.125	4.709	MN	475	2,850	08/02/2011	05/01/2020
12543D-AQ-3.	Community Health Systems Call			1	4FE	75,994		106,7500	75,000	75,950		(44)			7.125	6.906	JJ	2,420		07/11/2012	07/15/2018
12543D-AR-1.	Community Health Systems Call	LS		1	3FE	55,000		104,7500	55,000	55,000					5.125	5.125	FA	1,049		08/08/2012	08/15/2017
125581-GM-4.	CIT Group Inc NC				3FE	35,000		107,2500	35,000	35,000					5.000	5.000	MN	224	928	05/01/2012	05/15/2017
12572Q-AE-5.	CME Group Inc NC	LS			1FE	996,910		1,018,160	1,000,000	996,994		84			3.000	3.036	MS	9,250		09/05/2012	09/15/2022
126307-AD-9.	CSC Holdings LLC 144A-NC				3FE	5,000		111,1970	5,000	5,000					6.750	6.750	MN	43	338	10/31/2011	11/15/2021
126650-BQ-2.	CVS Corp. PT-NC			2	2FE	452,463		125,8670	443,591	451,345		(354)			6.943	6.785	MN	1,797	30,799	09/22/2009	01/10/2030
12686C-AZ-2.	Cablevision Systems NC				4FE	21,700		111,7100	20,000	21,502		(198)									

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
12686C-BB-4	Cablevision Systems NC	LS			4FE	63,538		100,9550	65,621	65,000		63,547			5.875	6.184	MS	997		11/29/2012	09/15/2022
141784-AM-0	Cargill Inc. 144A-NC				1FE	661,650		138,5940	692,970	500,000		653,460	(7,393)		7.410	4.500	MS	4,734	37,050	11/17/2011	06/18/2027
14987B-AA-1	CC Holdings 144A-Call			1	3FE	9,709		106,1800	10,618	10,000		9,819	33		7.750	8.335	FMAN	129		04/15/2009	05/01/2013
156700-AS-5	Centurytel Inc NC	LS			2FE	192,021		106,3310	202,029	190,000		191,958	(62)		5.800	5.654	MS	3,245	5,602	07/10/2012	03/15/2022
165258-AA-2	Chesapeake Oil 144A-Call			1	3FE	39,550		95,5000	38,200	40,000		39,603	49		6.625	6.808	MS	339	2,775	11/30/2011	11/15/2019
169905-AD-8	Choice Hotels Intl Inc NC				3FE	59,538		108,4720	59,660	55,000		59,425	(113)		5.700	4.448	FA	1,071		10/02/2012	08/28/2020
17121E-AD-9	Chrysler Group Call			1	4FE	42,539		110,7500	44,300	40,000		42,455	(83)		8.250	7.107	JD	147	2,063	09/07/2012	06/15/2016
172441-AW-7	Cinemark USA Inc 144A-Call			1	4FE	10,000		101,2500	10,125	10,000		10,000			5.125	5.125	JD	19		12/04/2012	12/15/2020
172967-AR-2	Citigroup Inc NC				2FE	1,078,650		120,2940	1,202,940	1,000,000		1,073,699	(2,985)		6.625	5.880	JJ	30,549	66,250	04/04/2011	01/15/2028
17453B-AJ-0	Frontier Communications NC				3FE	92,000		111,2500	100,125	90,000		92,020	(4)		9.000	8.750	FA	3,060	4,050	09/12/2012	08/15/2031
17453B-AW-1	Frontier Communications NC	LS			3FE	91,031		109,0000	98,100	90,000		90,981	(50)		7.125	6.906	MS	1,888	3,206	06/28/2012	03/15/2019
184496-AJ-6	Clean Harbors Inc Call	LS		1	3FE	80,000		104,2500	83,400	80,000		80,000			5.250	5.250	FA	1,762		07/17/2012	08/01/2018
189054-AF-6	Clorox Co. California NC	LS			2FE	1,019,860		108,2650	1,082,650	1,000,000		1,004,879	(2,229)		5.000	4.746	JJ	23,056	50,000	01/19/2005	01/15/2015
191216-AV-2	Coca Cola Company NC	LS			1FE	936,210		110,1730	1,101,730	1,000,000		943,507	5,361		3.300	4.081	MS	11,000	34,925	08/16/2011	09/01/2021
20030N-AE-1	Comcast Corp - Class A NC				2FE	505,065		104,9970	524,985	500,000		500,632	(579)		5.300	5.173	JJ	12,219	26,500	05/14/2003	01/15/2014
200339-CG-2	Comerica Bank NC				1FE	1,006,310		116,1500	1,161,500	1,000,000		1,002,994	(672)		5.750	5.663	MS	6,389	57,500	03/26/2007	11/21/2016
205887-AX-0	ConAgra Inc NC				2FE	1,001,363		137,2270	1,029,203	750,000		996,446	(4,916)		8.250	5.354	MS	18,219	30,938	05/22/2012	09/15/2030
20854P-AD-1	CONSOL Energy Inc Call			1	4FE	66,450		108,5000	70,525	65,000		66,322	(128)		8.000	7.431	AO	1,300	3,400	06/21/2012	04/01/2014
219350-AH-8	Corning Inc. NC				2FE	1,199,590		122,6780	1,226,780	1,000,000		1,195,639	(3,951)		6.850	5.063	MS	22,833	34,250	06/20/2012	03/01/2029
22282E-AE-2	Covanta Holdings Corp Call			1	3FE	152,419		109,0000	163,500	150,000		152,298	(121)		6.375	6.163	AO	2,391	5,100	04/25/2012	04/01/2017
22541L-BK-8	Credit Suisse First Boston NC				1FE	502,905		110,7840	553,920	500,000		500,910	(317)		5.125	5.050	FA	9,688	25,625	08/22/2005	08/15/2015
226566-AK-3	Cricknet Communications Call			1	4FE	130,915		106,2850	138,171	130,000		131,362	(227)		7.750	7.379	MS	1,287	10,075	03/13/2012	05/15/2013
228227-BC-7	Crown Castle 144A				4FE	10,000		107,1630	10,716	10,000		10,000			5.250	5.250	JJ	111		10/03/2012	01/15/2023
23283P-AA-2	Cyrusone LP 144A-Call			1	4FE	35,525		104,7500	36,663	35,000		35,521	(4)		6.375	6.165	MS	254		11/26/2012	11/15/2020
247025-AE-9	Dell Inc NC	LS			1FE	613,630		121,1100	605,550	500,000		607,901	(4,595)		7.100	5.056	AO	7,494	35,500	09/26/2011	04/15/2028
24702R-AD-3	Dell Inc NC				1FE	764,280		101,1720	758,790	750,000		751,142	(3,915)		4.700	4.156	AO	7,442	35,250	06/10/2009	04/15/2013
25271C-AK-8	Diamond Offshore NC				1FE	501,370		123,7220	618,610	500,000		500,967	(123)		5.875	5.838	MS	4,896	29,375	05/13/2009	05/01/2019
25470X-AJ-4	Dish DBS Corp NC				3FE	147,844		108,0000	156,600	145,000		147,819	(25)		5.875	5.605	JJ	5,324		10/17/2012	07/15/2022
257469-AJ-5	Dominion Resources Inc Put	LS			2FE	990,000		114,0090	1,140,090	1,000,000		991,699	218		5.250	5.317	FA	21,875	52,500	12/02/2003	08/01/2033
26779Y-AC-3	Dynacast Intl Call			1	4FE	40,813		105,7470	42,299	40,000		40,703	(77)		9.250	8.889	JJ	1,706	3,659	07/20/2011	07/15/2017
26875P-AH-4	EOG Resources Inc NC				1FE	997,360		104,5620	1,045,620	1,000,000		998,378	499		2.500	2.555	FA	10,417	25,000	11/18/2010	02/01/2016
270321-AC-6	Earthlink Inc Call				4FE	4,988		105,2480	5,262	5,000		4,989	2		8.875	8.920	MS	57	222	07/23/2012	05/15/2019
277432-AB-6	Eastman Chemical Company NC				2FE	941,456		129,4550	1,035,640	800,000		928,958	(8,410)		7.250	5.302	JJ	26,744	58,000	06/23/2011	01/15/2024
28336L-BR-9	El Paso Corporation NC	LS			3FE	24,184		115,5000	28,875	25,000		24,429	81		7.250	7.771	JD	151	1,813	08/28/2009	06/01/2018
28660G-A6-1	Elizabeth Arden Inc Call	LS		1	4FE	15,281		111,2500	16,688	15,000		15,245	(21)		7.375	7.109	MS	326	1,106	01/14/2011	03/15/2016
29364D-AJ-9	Entergy Arkansas Inc Call			1	1FE	1,020,000		99,8180	998,180	1,000,000		1,001,276	(2,967)		5.900	5.584	JD	4,917	59,000	06/21/2005	06/01/2013
29444U-AK-2	Equinix Inc Call			1	3FE	34,023		111,7500	34,643	31,000		33,987	(36)		7.000	4.917	JJ	1,001		11/29/2012	07/15/2016
29977H-AD-2	Everest Acquisition LLC Call	LS			1	4FE		108,5000	10,850	10,000		10,000			6.875	6.875	MS	115	357	04/10/2012	05/01/2015
30161M-AE-3	Exelon Generation Co NC				2FE	573,147		118,2260	667,977	565,000		569,583	(813)		6.200	6.001	AO	8,758	35,030	12/20/2007	10/01/2017
31409J-SF-8	FNMA Pool 872718			2	1	361,431		109,4810	398,438	363,933		361,469	2		6.000	6.103	MON	1,820	21,836	05/30/2006	08/21/2027
314300-BA-4	Felcor Lodging LP NC				4FE	30,600		114,8000	34,440	30,000		30,272	(137)		10.000	9.425	AO	750	3,000	05/12/2010	10/01/2014
314300-BB-2	Felcor Lodging LP REITS-Call	LS		1	4FE	87,863		106,7500	90,738	85,000		87,730	(132)		6.750	5.960	JD	478	4,725	10/17/2012	06/01/2017
314300-BC-0	Felcor Lodging LP 144A-Call			1	4FE	55,258		99,5000	54,725	55,000		55,256	(1)		5.625	5.565	MS	120		12/19/2012	03/01/2023
319963-BE-3	First Data Corp. 144A-Call			1	4FE	96,220		99,5000	94,525	95,000		96,210	(10)		6.750	6.534	MS	2,405		10/17/2012	11/01/2018
341081-EP-8	Florida Power & Light NC				1FE	1,089,980		129,8700	1,298,700	1,000,000		1,076,128	(2,104)		5.850	5.233	FA	24,375	58,500	02/24/2005	02/01/2033
347466-AE-4	Irwin Land LLC 144A-SF			2	1FE	961,144		93,5990	961,027	978,672		961,544	400		5.300	5.434	JD	2,305	51,870	02/16/2012	12/15/2035
35671D-AU-9	Freeport-McMoran Cooper - B Call	LS		1	2FE	485,725		99,4160	497,080	500,000		486,622	897		3.550	3.900	MS	5,917	9,763	04/09/2012	03/01/2022
35802X-AA-1	Fresenius Med Care 144A-NC				3FE	44,945		114,5000	51,525	45,000		44,953	7		6.500	6.522	MS	861	2,933	09/08/2011	09/15/2018
35802X-AF-0	Fresenius Med Care 144A-NC				3FE	45,350		107,8670	48,540	45,000		45,325	(25)		5.875	5.771	JJ	1,109	1,359	01/18/2012	01/31/2022
35906A-AM-0	Frontier Communications Corp.				3FE	20,125		106,6250	21,325	20,000		20,120	(5)		7.125	7.040	JJ	538		08/09/2012	01/15/2023
36155W-AF-3	GCI Inc Call			1	4FE	24,826		106,7250	26,681	25,000		24,867	14		8.625	8.730	MS	276	2,156	11/04/2009	11/15/2016
36155W-AH-9	GCI Inc Call	LS		1	4FE	25,000		98,0000	24,500	25,000		25,000			6.750	6.750	JD	141		12/11/2012	06/01/2021
36158F-AA-8	GE Global Insurance Hldg NC				1FE	899,562		127,5610	1,084,269	850,000		887,724	(1,780)		7.000	6.492	FA	22,478	59,500	05/17/2005	02/15/2026
36159R-AE-3	Geo Group Inc Call			1	4FE	39,425		111,5000	44,600	40,000		39,487	47		6.625	6.833	FA	1,001	2,650	09/29/2011	02/15/2016
362338-AQ-8	GTE Southwest NC				1FE	1,369,170		138,2490	1,382,490	1,000,000		1,356,736	(10,629)		8.500	5.650	MS	10,861	85,000	10/24/2011	11/15/2031
369300-AM-0	General Cable Corp 144A-Call			1	4FE	30,000		103,4420	31,033	30,000		30,000			5.750	5.750	AO	460		09/20/2012	10/01/2020
37045X-AB-2	General Motors Finl Co Call				3FE	57,050		111,8560	61,521												

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
37045X-AD-8	General Motors Finl Co 144A	LS			3FE	132,725		105,2260	130,000	132,633		(92)			4.750	4.260	FA	2,316		10/23/2012	08/15/2017
373298-BR-8	Georgia-Pac NC				2FE	1,543,685		136,7570	1,181,000	1,537,005		(6,680)			7.750	5.070	MN	11,695	45,764	06/25/2012	11/15/2029
373334-FZ-9	Georgia Power Co Call			1	1FE	696,556		101,8180	700,000	697,358		57			5.800	5.830	AO	8,571	40,600	04/12/2005	04/15/2015
38143U-AB-7	Goldman Sachs NC				1FE	1,011,470		104,2910	1,000,000	1,001,658		(1,520)			5.150	4.984	JJ	23,747	51,500	05/20/2005	01/15/2014
384313-AC-6	Graftech International Ltd 144A-Call			1	3FE	20,000		103,6250	20,000	20,000					6.375	6.375	MN	145		11/15/2012	11/15/2018
39121J-AE-0	Great River Energy 144A-SF HCA-The Healthcare Company			2	1FE	930,000		115,4600	1,000,000	933,845		950			6.254	6.804	JJ	31,270	62,540	06/20/2008	07/01/2038
404119-BD-0	Call			1	3FE	47,540		106,1250	45,000	46,635		(319)			9.875	8.802	FA	1,679	4,444	11/16/2009	02/15/2013
404121-AC-9	HCA Inc NC	LS			3FE	331,824		113,0000	325,000	331,247		(550)			6.500	6.159	FA	7,981	18,444	03/19/2012	02/15/2020
404121-AE-5	HCA Inc NC	LS			3FE	25,000		109,2500	25,000	25,000		25			5.875	5.875	MS	432	853	02/07/2012	03/15/2022
404166-AA-6	HDTFS Inc 144A-Call			1	4FE	20,000		104,4890	20,000	20,000					5.875	5.875	AO	245		10/01/2012	10/15/2018
404166-AC-2	HDTFS Inc 144A-Call	LS		1	4FE	61,725		106,5000	60,000	61,700		(25)			6.250	5.865	AO	781		10/17/2012	10/15/2020
40429C-CR-1	HSBC Finance Corp NC	LS			1FE	254,145		108,7100	250,000	251,173		(473)			5.250	5.030	AO	2,771	13,125	08/19/2005	04/15/2015
41043F-AJ-8	Hanger Orthopedic Group Inc Call			1	4FE	35,219		105,7500	35,000	35,172		(23)			7.125	7.021	MN	319	2,494	10/20/2010	11/15/2016
413875-AM-7	Harris Corp. NC Health Mgmt Associates Inc. NC	LS			2FE	1,018,640		108,2620	1,000,000	1,016,041		(1,671)			4.400	4.161	JD	1,956	44,000	05/26/2011	12/15/2020
421933-AH-5	HJ Heinz Co NC				3FE	42,050		109,2500	40,000	41,716		(334)			6.125	4.700	AO	517	1,225	04/17/2012	04/15/2016
423074-AF-0	Hertiz Corp. 144A-Call			1	4FE	609,350		123,4070	500,000	606,125		(3,225)			6.375	4.466	JJ	14,698	15,938	04/17/2012	07/15/2028
428040-CK-3	Hewlett Packard NC	LS			2FE	93,038		109,7600	90,000	93,038					6.750	6.529	AO	1,283	3,038	04/17/2012	04/15/2015
428236-BV-4	Host Hotels & Resorts Call			1	3FE	708,701		100,4700	700,000	708,270		(431)			4.650	4.488	JD	1,989	32,550	05/23/2012	12/09/2021
44107T-AM-8	Host Hotels & Resorts Call			1	3FE	95,062		109,7500	95,000	95,068		(8)			5.875	5.861	JD	248	5,581	07/05/2011	06/15/2015
44107T-AT-3	REITS			1	3FE	58,025		107,0000	55,000	57,981		(44)			4.750	4.080	MS	1,030		10/19/2012	12/01/2022
45671X-AA-8	Inergy Midstream LP 144A-Call				4FE	10,000		103,2500	10,000	10,000					6.000	6.000	JD	40		11/29/2012	12/15/2020
457030-AG-9	Ingles Markets Inc Call			1	4FE	25,750		107,1250	25,000	25,492		(90)			8.875	8.328	MN	284	2,219	11/16/2009	05/15/2013
458140-AN-0	Intel Corp. NC				1FE	862,444		99,3990	850,000	862,417		(27)			4.000	3.894	JD	1,889		12/05/2012	12/15/2032
459745-GH-2	International Lease Finance NC	LS			3FE	155,863		107,5000	160,000	156,410		434			6.250	6.679	MN	1,278	10,000	03/20/2012	05/15/2019
45974V-B7-2	Intl Lease Finance Corp NC				3FE	15,236		101,3450	17,000	16,850		624			6.375	10,424	MS	289	1,084	03/02/2010	03/25/2013
45974V-B8-0	Intl Lease Finance Corp NC				3FE	171,075		104,2220	182,389	175,191		631			6.625	6.478	MN	1,481	7,950	05/18/2012	11/15/2013
462613-AG-5	Ipalco Enterprises Inc NC				3FE	104,869		104,7500	105,000	104,882		13			5.000	5.024	MN	875	2,625	04/27/2012	05/01/2018
471109-AD-0	Jarden Corp Call			1	4FE	59,031		110,7500	55,000	58,799		(227)			7.500	5.226	JJ	1,902	1,500	10/17/2012	01/15/2015
48123V-AB-8	J2 Global Communications Call	LS		1	4FE	65,713		104,5940	65,000	65,686		(26)			8.000	7.812	FA	2,239		07/30/2012	08/01/2018
48248N-AA-8	KKR Group Finance Co 144A-NC				1FE	861,176		115,4290	800,000	856,373		(4,803)			6.375	5.255	MS	13,033	51,000	02/28/2012	09/29/2020
485134-BL-3	Kansas City Power NC				2FE	504,385		127,8570	500,000	503,090		(383)			7.150	7.026	AO	8,938	35,750	03/24/2009	04/01/2019
489399-AC-9	Kennedy Wilson Inc Call			1	4FE	51,355		108,6250	50,000	51,202		(91)			8.750	8.350	AO	1,094	3,938	04/25/2012	04/01/2017
489399-AD-7	Kennedy Wilson Inc 144A-Call			1	4FE	15,788		106,5000	15,000	15,781		(6)			8.750	7.682	AO	328		12/03/2012	04/01/2017
492914-AS-5	Key Energy Services Inc Call	LS		1	4FE	60,900		100,7500	60,000	60,776		(70)			6.750	6.543	MS	1,350	4,050	03/03/2011	03/01/2021
49306C-AH-4	Key Bank, NA NC				2FE	1,065,090		107,1160	1,000,000	1,012,291		(7,708)			5.800	4.940	JJ	29,000	58,000	11/17/2004	07/01/2014
494368-AS-2	Kimberly Clark NC				1FE	399,087		125,7570	300,000	398,655		(432)			6.375	3.532	JJ	9,563		11/26/2012	01/01/2028
49456A-AA-1	Kinder Morgan Fin Co 144A-NC	LS			3FE	133,749		110,5000	130,000	133,368		(382)			6.000	5.402	JJ	3,597	5,400	05/23/2012	01/15/2018
50076Q-AV-8	Kraft Foods Group Inc 144A				2FE	600,255		123,8800	500,000	593,301		(6,954)			6.125	2.553	FA	10,889	2,977	07/17/2012	08/23/2018
526057-BM-5	Lennar Corp. 144A-Call	LS		1	4FE	53,892		98,0000	55,000	53,901		9			4.750	5.007	MN	493		11/27/2012	11/15/2022
52736R-BB-7	Levi Strauss & Co. Call			1	4FE	41,350		109,5000	40,000	41,255		(91)			7.625	7.065	MS	390	3,050	05/01/2012	05/15/2015
532716-AK-3	Limited Inc. NC	LS			3FE	39,525		102,0500	45,000	39,709		101			6.950	8.140	MS	1,043	3,128	10/18/2011	03/01/2033
532716-AN-7	Limited Inc. NC				3FE	25,750		104,7500	30,000	25,860		34			7.600	8.954	JJ	1,051	1,710	05/23/2012	07/15/2037
538034-AC-3	Live Nation 144A-Call			1	4FE	44,850		108,5000	45,000	44,886		15			8.125	8.181	MN	467	3,656	06/16/2010	05/15/2014
546347-AH-8	Louisiana Pacific Corp Call			1	4FE	25,394		112,5000	25,000	25,371		(22)			7.500	7.237	JD	156	990	05/10/2012	06/01/2016
54866N-BP-3	Lowe's Companies Inc NC				1FE	1,199,260		125,8470	1,000,000	1,154,218		(6,632)			7.200	5.640	MS	24,000	72,000	09/22/2004	09/01/2027
552953-CA-7	MGM Grand Inc NC	LS			4FE	65,975		100,0000	65,000	65,972		(3)			6.625	6.403	JD	132		12/07/2012	12/15/2021
570506-AQ-8	Markwest Energy Call			1	3FE	39,606		108,2500	40,000	39,617		11			5.500	5.625	FA	862		08/06/2012	08/15/2017
574599-BH-8	Masco Corporation NC	LS			3FE	64,913		111,1840	65,000	64,920		7			5.950	5.968	MS	1,139	1,966	04/09/2012	03/15/2022
577778-CE-1	May Department Stores NC				2FE	23,759		120,5460	40,000	24,259		154			6.700	11.739	JJ	1,236	2,680	05/19/2009	07/15/2034
581557-AW-5	McKesson Corp. NC				1FE	802,028		106,6340	750,000	763,503		(11,449)			6.500	4.831	FA	18,417	48,750	05/28/2009	02/15/2014
582848-AA-5	Mead Prods 144A-Call	LS		1	4FE	108,419		103,9840	105,000	108,192		(227)			6.750	6.227	AO	1,201	3,544	04/24/2012	04/30/2019
59001A-AN-2	Meritage Homes Corp NC				4FE	34,148		110,0000	35,000	34,322		68			7.150	7.500	AO	528	2,503	04/06/2010	04/15/2020

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
59001A-AQ-5	Meritage Homes Corp NC	LS			4FE	30,000		108,7500	30,000	30,000					7.000	7.000	AO	525	998	03/27/2012	04/01/2022
591894-BU-3	Metropolitan Edison NC				2FE	1,007,990		1,008,8370	1,000,000	1,000,217		(1,053)			4.950	4.840	MS	14,575	49,500	01/20/2004	03/15/2013
617446-HR-3	Morgan Stanley NC				2FE	1,011,600		1,005,4600	1,000,000	1,000,238		(1,434)			5.300	5.150	MS	17,667	53,000	02/25/2003	03/01/2013
629377-BR-2	NRG Energy Inc. Call			1	3FE	14,775		107,0000	15,000	14,798		23			7.625	7.899	MN	146	1,144	02/28/2012	05/15/2014
651639-AN-6	Newmont Mining Corp Holding Co Call	LS			2FE	493,800		103,9420	500,000	494,182		382			3.500	3.650	MS	5,153	9,090	04/19/2012	03/15/2022
665789-AV-5	Northern States Power NC Nuance Communications Inc				1FE	1,474,800		120,0120	1,500,000	1,484,426		2,254			5.250	5.463	AO	19,688	78,750	04/25/2008	10/01/2018
67020Y-AD-2	144A-Call			1	3FE	133,888		105,0000	130,000	133,855		(32)			5.375	5.067	FA	2,659		10/18/2012	08/15/2018
67073Y-AA-4	NV Energy Inc NC	LS			3FE	35,000		117,8700	35,000	35,000					6.250	6.250	MN	280	2,188	11/17/2010	11/15/2020
681904-AA-0	Omnicare Inc Call	LS		1	3FE	31,163		112,0000	30,000	31,051		(55)			7.750	7.300	JD	194	2,325	10/28/2010	06/01/2015
69073T-AP-8	Owens-Brockway Glass NC	LS			3FE	78,631		114,8000	80,000	79,251		191			7.375	7.700	FA	2,458	5,900	09/01/2009	05/15/2016
690768-BF-2	Owens Illinois Inc NC	LS			4FE	119,738		127,0500	110,000	118,276		(1,020)			7.800	6.127	MN	1,096	8,580	04/27/2012	05/15/2018
704549-AH-7	Peabody Energy Corp NC	LS			3FE	57,750		108,6000	55,000	57,698		(52)			6.500	5.703	MS	1,053		10/18/2012	09/15/2020
704549-AM-6	Peabody Energy Corp NC	LS			3FE	92,025		106,5000	90,000	91,984		(41)			6.250	5.927	MN	719	2,813	09/12/2012	11/15/2021
70959W-AD-5	Penske Automotive Group Inc	LS		1	4FE	15,000		103,5000	15,000	15,000					5.750	5.750	AO	295		08/14/2012	10/01/2020
720186-AE-5	Piedmont Natural Gas Co NC	LS			1FE	995,260		117,5990	1,000,000	995,637		102			6.000	6.037	JJ	30,000	60,000	04/01/2010	12/19/2033
72447X-AB-3	Pitney Bowes Inc NC				2FE	1,047,900		102,2730	1,000,000	1,045,896		(982)			5.250	4.922	JJ	24,208	52,500	10/21/2010	01/15/2037
726505-AK-6	Plains Exploration & Prod Call			1	4FE	117,000		110,5000	115,000	116,929		(71)			6.625	6.425	MN	1,270	7,619	04/23/2012	05/01/2016
726505-AM-2	Plains Exploration & Prod Call	LS		1	4FE	90,688		109,5000	90,000	90,646		(41)			6.125	5.989	JD	245	3,491	05/09/2012	06/15/2016
726505-AN-0	Plains Exploration & Prod Call			1	4FE	50,000		111,2500	50,000	50,000					6.500	6.500	MN	587		10/23/2012	11/15/2015
731020-AA-4	Polar Tankers Inc 144A-NC				1FE	993,750		121,2010	1,000,000	994,305		102			5.951	5.996	MN	8,431	59,510	01/24/2008	05/10/2037
740189-AF-2	Precision Castparts Corp NC President & Fellows of				1FE	747,188		104,1250	750,000	749,344		652			5.600	5.696	JD	1,867	42,000	06/10/2009	12/15/2013
740816-AB-9	Harvard Call	LS		1	1FE	1,134,125		116,1510	1,075,000	1,100,059		(6,882)			6.300	5.506	AO	16,931	67,725	05/17/2007	04/01/2016
7425A0-A5-9	Principal Life Global 144A-NC Prudential Insurance Co 144A- NC				1FE	1,019,890		100,1830	1,000,000	1,000,101		(2,607)			5.250	4.979	JJ	24,208	52,500	09/24/2003	01/15/2013
743917-AH-9	QVC Inc 144A				1FE	469,865		135,2300	500,000	473,374		1,117			8.300	9.019	JJ	20,750	41,500	07/22/2009	07/01/2025
747262-AG-8	Regal Entertainment Call	LS		1	4FE	26,125		111,7450	25,000	25,898		(121)			9.125	8.312	FA	862	2,281	01/04/2011	08/15/2014
758766-AE-9	Regency Energy Partners Call			1	3FE	104,525		107,7500	96,000	101,897		(2,408)			9.375	4.936	JD	750	9,000	05/18/2012	06/01/2013
75886A-AD-0	Regency Energy Partners Call			1	3FE	76,625		109,7500	75,000	76,441		(158)			6.875	6.457	JD	430	5,156	04/10/2012	12/01/2014
75886A-AE-8	Rent-A-Center Inc Call			1	3FE	83,016		109,3000	80,000	82,855		(168)			6.625	6.113	MN	677	5,300	03/13/2012	11/15/2015
76009N-AH-3	SBA Communications Corp 144A- Call	LS		1	4FE	154,100		105,5000	150,000	154,007		(93)			5.625	5.151	AO	2,180		10/22/2012	10/01/2018
78388J-AP-1	SBA Telecommunications Call			1	4FE	30,450		112,2500	29,000	30,295		(55)			8.250	7.705	FA	904	2,393	10/06/2009	08/15/2014
78401F-AD-9	SBA Telecommunications 144A- Call			1	4FE	30,263		107,0000	30,000	30,250		(12)			5.750	5.612	JJ	805		07/10/2012	07/15/2018
78442F-AX-6	SLM Corp Call			1	2FE	31,225		100,2000	35,000	32,058		432			5.000	6.874	JD	78	1,750	01/13/2011	06/15/2013
78442F-CT-3	SLM Corp NC				2FE	1,000,000		101,0260	1,000,000	1,000,000					4.000	4.000	MON	667	40,000	07/06/2004	07/25/2014
78442F-EL-8	SLM Corp NC				2FE	112,663		110,4430	105,000	112,431		(231)			7.250	6.213	JJ	3,299	2,330	12/06/2012	01/25/2022
785583-AF-2	Sabine Pass Lng NC				4FE	104,463		109,7500	100,000	104,650		(190)			7.500	6.116	MN	646	5,813	11/14/2012	11/30/2016
79546V-AJ-5	Sally Holdings Call			1	3FE	70,125		109,2500	70,000	70,120		(5)			5.750	5.726	JD	335	2,158	05/30/2012	06/01/2017
80007P-AT-6	Sandridge Energy Inc Call			1	4FE	90,559		107,0000	90,000	90,544		(14)			7.500	7.414	FA	2,456		08/07/2012	08/15/2020
806605-AJ-0	Schering Plough NC				1FE	523,330		122,4990	500,000	514,415		(2,640)			6.000	5.299	MS	8,833	30,000	05/11/2009	09/15/2017
80874Y-AL-4	Scientific Games Intl 144A	LS			4FE	130,425		102,0000	130,000	130,416		(9)			6.250	6.197	MS	2,957		09/07/2012	09/01/2020
81211K-AQ-3	Sealed Air Corp 144A-Call			1	4FE	5,523		110,4600	5,000	5,000					8.125	8.125	MS	120	386	09/16/2011	09/15/2015
81211K-AR-1	Sealed Air Corp 144A-Call	LS		1	4FE	66,800		111,7300	65,000	66,642		(129)			8.375	7.966	MS	1,603	5,172	10/11/2011	09/15/2016
817565-BU-7	Service Corp International NC				3FE	33,200		124,7500	30,000	33,025		(156)			8.000	6.485	MN	307	1,400	05/23/2012	11/15/2021
828807-BT-3	Simon Property Group Call				1FE	992,400		114,8180	1,000,000	996,410		944			6.100	6.221	MN	10,167	61,000	04/14/2008	05/01/2016
829259-AA-8	Sinclair Television Group 144A-Call			1	3FE	93,500		110,2800	90,000	92,531		(377)			9.250	8.564	MN	1,388	8,325	05/27/2010	11/01/2013
829259-AH-3	Sinclair Television Group 144A-Call	LS		1	4FE	30,150		106,5000	30,000	30,147		(3)			6.125	6.058	AO	403		09/28/2012	10/01/2020

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
845467-AH-2	Southwestern Energy Co NC	LS			2FE	499,385		107,5660	500,000	499,432		.47			4.100	4.115	MS	6,036	10,819	02/29/2012	03/15/2022
852051-AD-2	Spirit Aerosystems Inc Call			1	3FE	67,250		107,2500	65,000	67,197		(50)			6.750	6.206	JD	195	3,038	10/26/2012	12/15/2015
852060-AG-7	Sprint Capital NC				4FE	9,600		109,2500	10,925	9,624		24			6.900	7.662	MN	115	345	07/03/2012	05/01/2019
852061-AF-7	Sprint Corp. NC	LS			4FE	42,013		116,4820	45,000	42,478		410			8.375	9.913	FA	1,424	3,395	02/22/2012	08/15/2017
852061-AK-6	Sprint Corp. 144A-NC				3FE	25,000		123,0000	30,750	25,000					9.000	9.000	MN	288	2,313	11/04/2011	11/15/2018
852061-AS-9	Sprint Corp. NC	LS			4FE	45,000		102,7500	45,000	45,000					6.000	6.000	MN	353		11/08/2012	11/15/2022
857449-AB-8	State Street Bank & Trust NC				1FE	498,535		118,5880	592,940	499,310		100			5.250	5.278	AO	5,542	26,250	09/23/2003	10/15/2018
857555-AP-1	Stater Brothers Holdings Call	LS		1	4FE	81,900		102,0000	80,000	80,553		(1,347)			7.750	5.267	AO	1,309	3,100	04/12/2012	04/15/2013
857555-AR-7	Stater Brothers Holdings Call	LS		1	4FE	30,600		108,2500	30,000	30,488		(65)			7.375	7.031	MN	283	2,213	06/13/2011	11/15/2013
858495-AC-8	Steinway Musical Instruments 144A-Call				4FE	16,040		100,3690	16,059	16,022		(17)			7.000	6.873	MS	373	1,120	11/11/2011	03/01/2014
864486-AG-0	Suburban Propane Partners Call	LS		1	3FE	82,546		108,7500	81,000	82,616		70			7.375	6.993	FA	2,489		12/11/2012	08/01/2016
867914-AH-6	Suntrust Banks Inc NC				2FE	838,500		109,5700	1,095,700	863,281		5,884			6.000	7.671	FA	22,667	60,000	02/27/2008	02/15/2026
87311X-AC-2	TW Telecom Holdings Inc 144A-Call	LS		1	4FE	85,000		105,4970	85,000	85,000					5.375	5.375	AO	1,130		09/27/2012	10/01/2020
87612B-AL-6	Targa Resources Partners 144A-Call			1	3FE	24,875		103,5000	25,875	24,877		2			5.250	5.313	MN	241		10/22/2012	11/01/2020
87612E-AP-1	Target Corp NC	LS			1FE	615,882		118,0750	650,000	632,448		3,448			5.375	6.094	MN	5,823	34,938	07/17/2007	05/01/2017
88033G-BP-4	Tenet Healthcare Corporation NC				4FE	62,400		110,7500	60,000	62,186		(214)			6.250	5.511	MN	625	3,542	04/20/2012	11/01/2018
88033G-BT-6	Tenet Healthcare Corporation 144A-Call				4FE	105,150		102,5000	105,000	105,146		(4)			4.750	4.727	JD	1,039		10/18/2012	06/01/2020
880779-AY-9	Terex Corp Call	LS		1	4FE	60,263		105,2500	60,000	60,260		(3)			6.000	5.934	MN	350		11/08/2012	11/15/2018
89078W-AC-3	Tops Holding Corp 144A-Call			1	4FE	61,075		103,7500	60,000	61,069		(6)			8.875	8.427	JD	163		12/07/2012	06/15/2017
896818-AD-3	Triumph Group Call			1	4FE	31,021		108,5000	30,000	31,088		22			8.000	5.460	MN	307	1,200	12/26/2012	11/15/2013
896818-AF-8	Triumph Group Call			1	4FE	44,965		111,5000	45,000	44,977		3			8.625	8.637	JJ	1,790	3,881	06/17/2010	07/15/2014
897050-AA-8	Tronox Finance 144A-Call			1	4FE	65,663		101,0000	65,650	65,643		(20)			6.375	6.209	FA	1,508		10/23/2012	08/15/2018
90321N-AA-0	UR Financing Escrow Corp 144A-Call	LS		1	3FE	297,831		108,0000	290,000	296,984		(847)			5.750	5.243	JJ	7,689	5,836	04/19/2012	07/15/2015
907818-DA-3	Union Pacific Corp. NC				2FE	991,000		121,3630	1,000,000	994,130		860			5.700	5.824	FA	21,533	57,000	01/28/2009	08/15/2018
91412N-AF-7	University of Chicago NC			2	1FE	1,034,910		118,8280	1,000,000	1,032,181		(1,091)			5.420	5.141	AO	13,550	54,200	06/02/2010	10/01/2030
914906-AH-5	Univision Communications Inc. 144A-Call			1	4FE	74,225		108,2500	70,000	73,576		(338)			7.875	7.010	MN	919	5,513	01/27/2011	11/01/2015
914906-AM-4	Univision Communications Inc. 144A-Call			1	4FE	69,031		104,6080	70,000	69,155		96			6.875	7.106	MN	561	4,813	08/25/2011	05/15/2017
918866-AU-8	Valassis Communications Inc Call	LS		1	3FE	40,000		106,2330	40,000	40,000					6.625	6.625	FA	1,104	2,650	01/13/2011	02/01/2018
91911X-AL-8	Valeant Pharmaceuticals 144A-Call			1	4FE	30,300		109,0000	30,000	30,273		(38)			6.750	6.523	AO	506	2,025	02/23/2012	10/01/2014
91911X-AM-6	Valeant Pharmaceuticals 144A-Call			1	4FE	30,163		108,7500	30,000	30,135		(13)			7.000	6.924	AO	525	2,100	09/22/2010	10/01/2015
91911X-AN-4	Valeant Pharmaceuticals 144A-Call			1	4FE	85,760		109,0000	85,000	85,724		(73)			6.875	6.696	JD	487	5,844	02/23/2012	12/01/2014
91911X-AR-5	Valeant Pharmaceuticals 144A-Call	LS		1	4FE	52,688		105,0000	50,000	52,342		(345)			6.500	3.662	JJ	1,499		09/21/2012	07/15/2013
91911X-AS-3	Valeant Pharmaceuticals 144A-Call	LS		1	4FE	29,925		110,5000	30,000	29,932		5			7.250	7.283	JJ	1,003	2,175	03/29/2011	07/15/2016
929160-AR-0	Vulcan Materials Co NC				3FE	4,975		114,5000	5,000	4,978		2			7.500	7.571	JD	17	375	09/01/2011	06/15/2021
929280-AB-4	WEA Financial 144A-Call			1	1FE	480,825		110,0720	500,000	482,590		1,647			4.625	5.143	MN	3,276	23,125	12/01/2011	02/10/2021
931142-CB-7	Wal-Mart Stores Inc NC				1FE	942,320		121,4800	1,000,000	948,007		1,112			5.250	5.660	MS	17,500	52,500	02/26/2007	09/01/2035
93114K-AD-5	Walmart Stores Sinking Fund			2	1FE	660,927		107,3210	550,593	571,296		(9,344)			8.850	6.810	JJ	24,228	48,728	06/25/1998	01/02/2015
94974B-FC-9	Wells Fargo & Company NC	LS			1FE	917,796		106,8470	850,000	916,958		(838)			3.500	6.533	MS	9,338		11/09/2012	03/08/2022
95709T-A6-5	Westar Energy Inc NC				1FE	920,072		134,5180	800,000	880,974		(10,905)			8.625	6.534	JD	5,750	69,000	01/15/2009	12/01/2018
957576-AA-9	Western & Southern Financial 144A-NC				1FE	359,100		105,7940	500,000	367,505		2,338			5.750	8.500	JJ	13,257	28,750	12/11/2008	07/15/2033
960402-AS-4	Westinghouse Electric NC				2FE	1,055,690		133,9480	1,000,000	1,038,041		(2,290)			7.875	7.354	MS	26,250	78,750	03/21/2002	09/01/2023
97381W-AU-8	Windstream Corp. Call			1	3FE	69,150		105,7500	65,000	69,065		(85)			7.500	6.392	AO	1,219		10/19/2012	04/01/2019

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book / Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For orig gn	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change In B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
983130-AN-5.	Wynn Las Vegas Call			1	3FE	53,816		109,000	55,000	54,201		130			7.875	8.246	MN	722	4,331	10/13/2009	11/01/2013
983130-AT-2.	Wynn Las Vegas Call	LS		1	3FE	138,350		106,250	140,000	138,447		97			5.375	5.530	MS	2,216	3,825	06/21/2012	03/15/2017
989194-AG-0.	Zayo Escrow corp Call	LS		1	4FE	21,300		111,500	20,000	21,240		(60)			8.125	6.899	JJ	826		08/01/2012	07/01/2015
008916-AC-2.	Agrium Inc NC	LS	A		2FE	995,340		133,585	750,000	991,114		(4,226)			7.800	4.661	FA	24,375		08/21/2012	02/01/2027
136385-AK-7.	Canadian National Resources NC	LS	A		2FE	987,110		117,797	1,000,000	992,890		1,390			5.700	5.887	MN	7,283	57,000	06/05/2008	05/15/2017
29250N-AB-1.	Enbridge Inc NC	LS	A		1FE	488,320		116,178	500,000	493,648		1,282			5.600	5.943	AO	7,000	28,000	06/04/2008	04/01/2017
49455W-AD-8.	Kinder Morgan Finance NC	LS	A		3FE	26,100		109,750	30,000	28,003		532			5.700	8.165	JJ	836	1,710	12/08/2008	01/05/2016
552704-AB-6.	Meg Energy Corp 144A-Call	LS	A	1	4FE	36,006		105,911	35,000	35,873		(80)			6.500	6.109	MS	670	2,275	04/06/2011	03/15/2019
552704-AB-4.	Meg Energy Corp 144A-Call	LS	A	1	4FE	60,450		106,000	60,000	60,437		(13)			6.375	6.276	JJ	1,721		07/16/2012	07/30/2020
637004-AC-6.	National Money Mart Co Call	LS	A	1	4FE	31,875		111,250	30,000	31,663		(103)			10.375	9.483	JD	138	3,113	10/05/2010	12/15/2013
73755L-AF-4.	Potash Corp -Saskatchewan NC	LS	A		2FE	521,280		126,361	631,805	514,961		(1,885)			6.500	5.929	MN	4,153	32,500	05/08/2009	05/15/2019
740212-AE-5.	Precision Drilling Corp Call	LS	A	1	3FE	65,963		107,042	50,000	65,873		(71)			6.500	6.301	JD	188	4,225	12/02/2011	12/15/2018
74819R-AK-2.	Quebecor Media NC	LS	A		4FE	8,200		102,500	10,000	9,009		244			7.750	11.548	JD	34	775	02/24/2009	03/15/2016
74819R-AN-6.	Quebecor Media 144A	LS	A		4FE	86,488		105,375	85,000	86,481		(6)			5.750	5.522	JD	217	869	10/04/2012	01/15/2023
867229-AE-6.	Suncor Energy Inc NC	LS	A		2FE	975,340		133,380	1,000,000	976,799		341			6.500	6.691	JD	2,889	65,000	05/19/2008	06/15/2038
884903-BB-0.	Thomson Corporation NC	LS	A		2FE	990,840		124,970	1,000,000	994,284		830			6.500	6.625	JJ	29,972	65,000	06/17/2008	07/15/2018
893526-8Y-2.	Trans-Canada Pipelines NC	LS	A		1FE	773,258		127,385	750,000	765,841		(2,068)			7.125	6.694	JJ	24,641	53,438	01/13/2009	01/15/2019
92658T-AQ-1.	Videotron NC	LS	A		3FE	170,000		103,607	170,000	170,000					5.000	5.000	JJ	3,919	2,857	03/13/2012	07/15/2022
002447-AA-8.	Awas Aviation Capital Lt 144A-Call	LS	F	1	3FE	60,728		107,000	60,600	60,689		(20)			7.000	6.955	AO	896	4,218	04/13/2011	10/18/2013
009280-AH-4.	Aircastle LTD 144A-NC	LS	F		3FE	95,928		104,250	95,000	95,918		(9)			6.250	6.076	JD	511		11/28/2012	12/01/2019
03938L-AF-1.	Arecelomittal NC	LS	F		3FE	131,250		102,209	130,000	131,244		(6)			6.125	5.915	JD	664		12/20/2012	06/01/2018
256853-AA-0.	Dolphin Energy LTD 144A-NC	LS	F	2	1FE	379,095		112,790	378,150	378,822		(84)			5.888	5.855	JD	990	22,265	08/19/2009	06/15/2019
302516-AA-5.	FMG Resources 144A-Call	LS	F	1	4FE	125,925		105,500	125,000	125,941		7			7.000	6.699	MN	1,458	5,600	10/17/2012	11/01/2014
302516-AH-0.	FMG Resources 144A-Call	LS	F	1	4FE	30,450		107,524	30,000	30,440		(10)			8.250	7.967	MN	413	1,238	09/10/2012	11/01/2017
45824T-AE-5.	Intelsat Jackson Hldg Call	LS	F	1	4FE	115,000		108,000	115,000	115,000					7.250	7.250	AO	2,084	8,338	03/22/2011	04/01/2015
45824T-AK-1.	Intelsat Jackson Hldg 144A- Call	LS	F	1	4FE	15,263		106,475	15,000	15,247		(16)			7.250	6.972	AO	230	544	04/12/2012	10/15/2015
55608J-AC-2.	Macquarie Group Ltd 144A-NC	LS	F		1FE	496,840		108,554	500,000	497,597		267			6.000	6.085	JJ	13,917	30,000	03/10/2010	01/14/2020
655042-AD-1.	Noble Drilling Corp NC	LS	F		2FE	572,090		121,300	500,000	544,987		(5,895)			7.500	5.754	MS	11,042	37,500	10/25/2007	03/15/2019
705010-AB-2.	Pearson DOL Fin 144A-NC	LS	F		2FE	591,395		117,108	500,000	579,692		(11,703)			6.250	3.000	MN	4,774	31,250	02/15/2012	05/06/2018
71645W-AR-2.	Petrobras Intl Finance NC	LS	F		2FE	1,088,220		112,153	1,000,000	1,082,423		(5,797)			5.375	4.162	JJ	22,993	26,875	04/18/2012	01/27/2021
767201-AC-0.	Rio Tinto Fin USA NC	LS	F		1FE	500,920		125,192	500,000	500,621		(91)			6.500	6.473	JJ	14,986	32,500	07/22/2008	07/15/2018
780153-AJ-1.	Royal Caribbean NC	LS	F		3FE	64,902		113,500	60,000	64,156		(596)			7.250	5.692	MS	1,281	3,444	03/21/2012	03/15/2018
780153-AU-6.	Royal Caribbean NC	LS	F		3FE	15,000		105,750	15,000	15,000					5.250	5.250	MN	118		11/02/2012	11/15/2022
826200-AD-9.	Siemens Financierings 144A-NC	LS	F		1FE	1,072,960		131,489	1,000,000	1,064,425		(3,121)			6.125	5.449	FA	22,799	61,250	02/11/2010	08/17/2026
92769V-AC-3.	Virgin Media Finance PLC NC	LS	F		3FE	15,000		104,500	15,000	15,000					5.250	5.250	FA	298	333	02/28/2012	02/15/2022
92769V-AD-1.	Virgin Media Finance PLC NC	LS	F		3FE	200,000		102,250	200,000	200,000					4.875	4.875	FA	1,652		10/25/2012	02/15/2022
92857T-AH-0.	Vodafone Group NC	LS	F		1FE	739,205		145,097	500,000	738,486		(719)			7.875	4.000	FA	14,875		11/29/2012	02/15/2030
3299999	Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					97,006,521	XXX	107,472,696	92,751,672	96,403,525	0	(189,116)	0	0	XXX	XXX	XXX	1,581,113	4,766,870	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities																					
17305E-BU-8.	Citibank Credit Card Issuance 2003-A7 A7			2	1FE	999,990		1,090,240	1,000,000	999,993					4.150	4.150	JJ	20,058	41,500	06/24/2003	07/07/2015
3599999	Bonds - Industrial and Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities					999,990	XXX	1,090,240	1,000,000	999,993	0	0	0	0	XXX	XXX	XXX	20,058	41,500	XXX	XXX
3899999	Bonds - Industrial and Miscellaneous (Unaffiliated) - Subtotals - Industrial and Miscellaneous (Unaffiliated)					98,006,511	XXX	108,562,936	93,751,672	97,403,517	0	(189,116)	0	0	XXX	XXX	XXX	1,601,171	4,808,370	XXX	XXX
7799999	Bonds - Total Bonds - Subtotals - Issuer Obligations					165,521,865	XXX	184,282,218	160,689,188	164,818,892	0	(228,089)	0	0	XXX	XXX	XXX	2,428,777	8,165,564	XXX	XXX
7899999	Bonds - Total Bonds - Subtotals - Residential Mortgage-Backed Securities					86,307,138	XXX	90,452,297	84,560,324	85,913,794	0	(292,348)	0	0	XXX	XXX	XXX	287,666	3,083,479	XXX	XXX
8099999	Bonds - Total Bonds - Subtotals - Other Loan-Backed and Structured Securities					999,990	XXX	1,090,240	1,000,000	999,993	0	0	0	0	XXX	XXX	XXX	20,058	41,500	XXX	XXX
8399999	Subtotals - Total Bonds					252,828,992	XXX	275,824,754	246,249,512	251,732,679	0	(520,437)	0	0	XXX	XXX	XXX	2,736,501	11,290,543	XXX	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 1**

Showing All **PREFERRED STOCKS** Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number Of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value					20 NAIC Desig- nation	21 Date Acquired	
		3 Code	4 Foreign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change In B./A.C.V. (15+16-17)	19 Total Foreign Exchange Change In B./A.C.V.			
<b>NONE</b>																					
8999999 Total Preferred Stocks							0	XXX	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX

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ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
Bonds - U.S. Governments								
38378C-RT-6	GNR 2012-13 EG 2.000% 10/20/40		06/20/2012	Sterne, Agee & Leach	XXX	960,223	949,394	1,266
38378D-BL-8	GNR 2012-17 CD 4.000% 09/20/40		07/11/2012	Huntington Investment Co.	XXX	1,040,356	955,825	1,593
38378G-CY-2	GNR 2012-134 EA 3.000% 11/20/42		12/07/2012	Stifel Nicolaus & Co.	XXX	1,046,202	998,165	915
0599999 - Bonds - U.S. Governments						3,046,781	2,903,384	3,774
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
3128HX-SS-5	FHS 268 30 3.000% 08/15/42		09/13/2012	Sterne, Agee & Leach	XXX	2,837,076	2,724,682	3,777
3128P7-RY-1	FG C91403 3.500% 03/01/32		10/02/2012	Maxwell Simon Inc.	XXX	1,375,892	1,278,042	1,243
3128P7-S2-0	FG C91437 3.500% 04/01/32		04/16/2012	Maxwell Simon Inc.	XXX	982,784	934,872	1,182
313381-AZ-8	Federal Home Loan Bank Call		11/07/2012	FTN Financial	XXX	500,000	500,000	
3136A3-WM-9	FNR 2012-7 GB 3.000% 02/25/27		01/11/2012	Sterne, Agee & Leach	XXX	2,516,394	2,495,340	6,030
3136A6-AW-4	FNR 2012-52 NB 3.500% 12/25/39		04/26/2012	Stifel Nicolaus & Co.	XXX	1,022,045	965,937	
3136FT-5N-5	FNMA Call 1.250% 03/22/27		04/02/2012	FTN Financial	XXX	1,000,000	1,000,000	382
3136FT-6P-9	FNMA Call 2.000% 03/29/32		04/24/2012	Raymond James & Associates	XXX	999,500	1,000,000	1,500
3136G0-EV-9	FNMA Call 1.000% 04/30/32		05/01/2012	Raymond James & Associates	XXX	999,500	1,000,000	56
3136G0-KM-2	FNMA Call 1.000% 06/14/32		06/05/2012	Stifel Nicolaus & Co.	XXX	1,000,000	1,000,000	
3136G0-PV-7	FNMA Call 1.000% 06/28/27		06/19/2012	FTN Financial	XXX	999,844	1,000,000	
3137A6-L6-7	FHR 3814 B 3.000% 02/15/26		10/10/2012	Stephens Inc.	XXX	1,070,938	1,000,000	1,167
3137AG-CA-6	FHR 3947 BC 2.500% 10/15/26		03/09/2012	Sterne, Agee & Leach	XXX	447,936	442,768	400
3137AM-XR-3	FHR 4011 DU 2.500% 09/15/26		03/14/2012	Sterne, Agee & Leach	XXX	475,684	500,000	1,007
3137AN-QF-5	FHR 4036 PA 2.750% 04/15/41		04/18/2012	Stifel Nicolaus & Co.	XXX	803,901	779,629	1,727
3137AN-VV-4	FHR 4031 LB 3.000% 01/15/31		04/17/2012	Sterne, Agee & Leach	XXX	263,340	263,340	636
3137AN-VY-8	FHR 4031 LE 2.000% 10/15/29		04/17/2012	Sterne, Agee & Leach	XXX	1,265,617	1,246,722	2,009
3137AU-U9-8	FHR 4117 VC 3.000% 10/15/32		11/15/2012	Sterne, Agee & Leach	XXX	3,739,486	3,478,591	5,508
31418A-E9-5	FN MA1059 3.500% 05/01/32		05/30/2012	Stephens Inc.	XXX	989,475	934,845	1,091
31418A-EB-0	FN MA1029 3.500% 04/01/32		04/16/2012	Maxwell Simon Inc.	XXX	953,690	907,062	1,146
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						24,253,101	23,451,830	28,860
Bonds - Industrial and Miscellaneous (Unaffiliated)								
00130H-BS-3	AES Corporation Call 7.375% 07/01/21		12/04/2012	Various	XXX	160,669	145,000	4,590
00434N-AA-3	Access Midstream Partner Call		12/12/2012	Citigroup Global Markets	XXX	130,000	130,000	
017475-AC-8	Alligiance Corp NC 7.000% 10/15/26		10/25/2012	Raymond James & Associates	XXX	1,014,863	750,000	2,188
02005N-AL-4	Ally Financial Inc NC 5.500% 02/15/17		03/13/2012	Various	XXX	91,092	90,000	257
02406P-AL-4	American Axle & Manufacturing Call		12/06/2012	Various	XXX	66,069	65,000	155
03070Q-AN-1	Ameristar Casinos Inc Call		07/19/2012	Various	XXX	37,363	35,000	550
03077J-AB-6	Amerigas Finance LLC Call		06/20/2012	Jefferies	XXX	91,800	90,000	613
03232P-AA-6	Amsurg Corp 144A-Call 5.625% 11/30/20		11/15/2012	Bank of New York	XXX	35,000	35,000	
035287-AD-3	Anixter Inc NC 5.625% 05/01/19		04/25/2012	Wells Fargo Bk.	XXX	50,000	50,000	
044209-AE-4	Ashland Inc 144A 4.750% 08/15/22		08/02/2012	Citigroup Global Markets	XXX	55,000	55,000	
04939T-AA-2	Atlas Pipe Escrow 144A-Call		12/06/2012	Wells Fargo Bk.	XXX	46,350	45,000	679
05329W-AK-8	Auto Nation Inc NC 5.500% 02/01/20		04/12/2012	Various	XXX	142,863	140,000	794
053773-AL-1	Avis Budget Car Rental Call		10/16/2012	Credit Lyonnais Securities	XXX	27,813	25,000	227
090613-AF-7	Biomet Inc 144A-Call 6.500% 08/01/20		07/25/2012	Bank of New York	XXX	10,000	10,000	
122014-AJ-2	Burlington Resources Inc NC		06/12/2012	Sterne, Agee & Leach	XXX	655,645	500,000	11,458
1248EP-AQ-6	CCO Holdings NC 7.250% 10/30/17		03/29/2012	Barclays Capital	XXX	58,713	55,000	1,695
1248EP-AS-2	CCO Holdings Call 7.000% 01/15/19		04/02/2012	Various	XXX	80,375	75,000	982
1248EP-AY-9	CCO Holdings NC 5.250% 09/30/22		08/08/2012	Citigroup Global Markets	XXX	49,513	50,000	
12543D-AQ-3	Community Health Systems Call		07/11/2012	Various	XXX	75,994	75,000	
12543D-AR-1	Community Health Systems Call		08/08/2012	Credit Suisse First Boston	XXX	55,000	55,000	
125581-AM-4	CIT Group Inc NC 5.000% 05/15/17		05/01/2012	Merrill Lynch	XXX	35,000	35,000	
12572Q-AE-5	CME Group Inc NC 3.000% 09/15/22		09/05/2012	UBS Securities	XXX	996,910	1,000,000	
12686C-AZ-2	Cablevision Systems NC		02/22/2012	Barclays Capital	XXX	21,700	20,000	568
12686C-BB-4	Cablevision Systems NC		11/29/2012	DBAB	XXX	63,538	65,000	711
15670Q-AS-5	Centurytel Inc NC 5.800% 03/15/22		07/10/2012	Various	XXX	192,021	190,000	3,034
169905-AD-8	Choice Hotels Intl Inc NC		10/02/2012	Barclays Capital	XXX	59,538	55,000	322
17121E-AD-9	Chrysler Group Call 8.250% 06/15/21		09/07/2012	Various	XXX	42,539	40,000	908
172441-AW-7	Cinemark USA Inc 144A-Call		12/04/2012	Barclays Capital	XXX	10,000	10,000	
17453B-AJ-0	Frontier Communications NC		09/12/2012	Various	XXX	67,538	65,000	1,910
17453B-AW-1	Frontier Communications NC		06/28/2012	Various	XXX	91,031	90,000	1,891
184496-AJ-6	Clean Harbors Inc Call		07/17/2012	Bank of New York	XXX	80,000	80,000	
205887-AX-0	ConAgra Inc. NC 8.250% 09/15/30		05/22/2012	Raymond James & Associates	XXX	1,001,363	750,000	12,031
20854P-AD-1	CONSOL Energy Inc. Call		06/21/2012	J P Morgan Securities	XXX	46,450	45,000	844

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 3**

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
219350-AH-8	Corning Inc. NC 6.850% 03/01/29		06/20/2012	Sterne, Agee & Leach	XXX	1,199,590	1,000,000	21,692
22282E-AE-2	Covanta Holdings Corp Call		04/25/2012	Various	XXX	152,419	150,000	213
226566-AK-3	Cricknet Communications 144A-Call		03/13/2012	Bond Desk Trading	XXX	53,190	50,000	1,302
228227-BC-7	Crown Castle 144A 5.250% 01/15/23		10/03/2012	Merrill Lynch	XXX	10,000	10,000	
23283P-AA-2	Cyrusone LP 144A-Call 6.375% 11/15/22		11/26/2012	Various	XXX	35,525	35,000	24
25470X-AJ-4	Dish DBS Corp NC 5.875% 07/15/22		10/17/2012	Various	XXX	147,844	145,000	1,400
270321-AC-6	Earthlink Inc Call 8.875% 05/15/19		07/23/2012	DBAB	XXX	4,988	5,000	88
29444U-AK-2	Equinix Inc Call 7.000% 07/15/21		11/29/2012	First Union Capital	XXX	34,023	31,000	838
29977H-AD-2	Everest Acquisition LLC Call		04/10/2012	Citigroup Global Markets	XXX	10,000	10,000	
314300-BB-2	Felcor Lodging LP REITS-Call		10/17/2012	Various	XXX	87,863	85,000	1,989
314300-BC-0	Felcor Lodging LP 144A-Call		12/19/2012	Various	XXX	55,258	55,000	16
319963-BE-3	First Data Corp. 144A-Call		10/17/2012	Various	XXX	96,220	95,000	804
347466-AE-4	Irwin Land LLC 144A-SF		02/16/2012	Raymond James & Associates	XXX	961,144	978,672	9,654
35671D-AU-9	Freeport-McMoran Cooper - B Call		04/09/2012	Mesirow Financial	XXX	485,725	500,000	2,909
35802X-AF-0	Fresenius Med Care 144A-NC		01/18/2012	Various	XXX	45,350	45,000	
35906A-AM-0	Frontier Communications Corp		08/09/2012	Citigroup Global Markets	XXX	20,125	20,000	
36155W-AH-9	GCI Inc Call 6.750% 06/01/21		12/11/2012	DBAB	XXX	25,000	25,000	61
369300-AM-0	General Cable Corp 144A-Call		09/20/2012	J P Morgan Securities	XXX	30,000	30,000	
37045X-AB-2	General Motors Finl Co Call		04/16/2012	DBAB	XXX	26,750	25,000	647
37045X-AD-8	General Motors Finl Co 144A		10/23/2012	Various	XXX	132,725	130,000	837
373298-BR-8	Georgia-Pac NC 7.750% 11/15/29		06/25/2012	National Financial Services	XXX	1,543,685	1,181,000	10,932
384313-AC-6	Graftech International Ltd 144A-Call		11/15/2012	J P Morgan Securities	XXX	20,000	20,000	
404121-AC-9	HCA Inc NC 6.500% 02/15/20		03/19/2012	Barclays Capital	XXX	106,000	100,000	668
404121-AE-5	HCA Inc NC 5.875% 03/15/22		02/07/2012	Goldman Sachs	XXX	25,000	25,000	
40416G-AA-6	HDTFS Inc 144A-Call 5.875% 10/15/20		10/01/2012	Barclays Capital	XXX	20,000	20,000	
40416G-AC-2	HDTFS Inc 144A-Call 6.250% 10/15/22		10/17/2012	DBAB	XXX	61,725	60,000	63
421933-AH-5	Health Mgmt Associates Inc. NC		04/17/2012	Jefferies	XXX	42,050	40,000	34
423074-AF-0	HJ Heinz Co NC 6.375% 07/15/28		04/17/2012	Sterne, Agee & Leach	XXX	609,350	500,000	8,411
428040-CK-3	Hertz Corp. 144A-Call 6.750% 04/15/19		04/17/2012	Bank of New York	XXX	93,038	90,000	84
428236-BV-4	Hewlett Packard NC 4.650% 12/09/21		05/23/2012	Sterne, Agee & Leach	XXX	708,701	700,000	15,371
44107T-AT-3	Host Hotels & Resorts Call-REITS		10/19/2012	Barclays Capital	XXX	58,025	55,000	544
45671X-AA-8	Inergy Midstream LP 144A-Call		11/29/2012	Citigroup Global Markets	XXX	10,000	10,000	
458140-AN-0	Intel Corp. NC 4.000% 12/15/32		12/05/2012	Sterne, Agee & Leach	XXX	862,444	850,000	
459745-GH-2	International Lease Finance NC		03/20/2012	Merrill Lynch	XXX	70,175	70,000	1,556
45974V-BB-0	Intl Lease Finance Corp NC		05/18/2012	DBAB	XXX	113,850	110,000	162
462613-AG-5	Ipalco Enterprises Inc NC		04/27/2012	Morgan Stanley	XXX	104,869	105,000	15
471109-AD-0	Jarden Corp Call 7.500% 01/15/20		10/17/2012	First Union Capital	XXX	38,631	35,000	707
48123V-AB-8	J2 Global Communications Call		07/30/2012	Merrill Lynch	XXX	65,713	65,000	47
48248N-AA-8	KKR Group Finance Co 144A-NC		02/28/2012	National Financial Services	XXX	861,176	800,000	21,675
489399-AC-9	Kennedy Wilson Inc Call		04/25/2012	Stifel Nicolaus & Co.	XXX	10,450	10,000	70
489399-AD-7	Kennedy Wilson Inc 144A-Call		12/03/2012	Merrill Lynch	XXX	15,788	15,000	237
494368-AS-2	Kimberly Clark NC 6.375% 01/01/28		11/26/2012	Sterne, Agee & Leach	XXX	399,087	300,000	7,863
49456A-AA-1	Kinder Morgan Fin Co 144A-NC		05/23/2012	Various	XXX	83,750	80,000	1,420
50076Q-AV-8	Kraft Foods Group Inc 144A		07/17/2012	Taxable Exchange	XXX	600,255	500,000	
526057-BM-5	Lennar Corp. 144A-Call		11/27/2012	Various	XXX	53,892	55,000	163
52736R-BB-7	Levi Strauss & Co. Call		05/01/2012	Wells Fargo Bk	XXX	16,163	15,000	537
532716-AN-7	Limited Inc. NC 7.600% 07/15/37		05/23/2012	Merrill Lynch	XXX	15,075	15,000	424
546347-AH-8	Louisiana Pacific Corp Call		05/10/2012	Various	XXX	25,394	25,000	
552953-CA-7	MGM Grand Inc NC 6.625% 12/15/21		12/07/2012	Barclays Capital	XXX	65,975	65,000	
570506-AQ-8	Markwest Energy Call 5.500% 02/15/23		08/06/2012	First Union Capital	XXX	39,606	40,000	
574599-BH-8	Masco Corporation NC 5.950% 03/15/22		04/09/2012	Various	XXX	64,913	65,000	148
582848-AA-5	Mead Prods 144A-Call 6.750% 04/30/20		04/24/2012	Various	XXX	108,419	105,000	20
59001A-AQ-5	Meritage Homes Corp NC		03/27/2012	Citigroup Global Markets	XXX	30,000	30,000	
629377-BR-2	NRG Energy Inc. Call 7.625% 05/15/19		02/28/2012	Credit Suisse First Boston	XXX	14,775	15,000	340
651639-AN-6	Newmont Mining Corp Holding Co Call		04/19/2012	Huntington Investment Co.	XXX	493,800	500,000	2,236
67020Y-AD-2	Nuance Communications Inc 144A-Call		10/18/2012	Various	XXX	133,888	130,000	1,235
690768-BF-2	Owens Illinois Inc NC 7.800% 05/15/18		04/27/2012	First Union Capital	XXX	50,513	45,000	1,628
704549-AH-7	Peabody Energy Corp NC		10/18/2012	DBAB	XXX	57,750	55,000	377
704549-AM-6	Peabody Energy Corp NC		09/12/2012	Various	XXX	92,025	90,000	1,875
70959W-AD-5	Penske Automotive Group Inc 144A-Call		08/14/2012	Merrill Lynch	XXX	15,000	15,000	
726505-AK-6	Plains Exploration & Prod Call		04/23/2012	BNP Paribas Securities	XXX	46,913	45,000	1,449
726505-AM-2	Plains Exploration & Prod Call		05/09/2012	Various	XXX	90,688	90,000	159

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 3**

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
726505-AN-0	Plains Exploration & Prod Call		10/23/2012	J P Morgan Securities	XXX	50,000	50,000	
747262-AG-8	QVC Inc 144A 5.125% 07/02/22		06/27/2012	Barclays Capital	XXX	25,000	25,000	
75886A-AD-0	Regency Energy Partners 144A-Call		05/18/2012	RBC Capital Markets	XXX	87,600	80,000	3,583
75886A-AE-8	Regency Energy Partners Call		04/10/2012	J P Morgan Securities	XXX	26,375	25,000	630
76009N-AH-3	Rent-A-Center Inc Call		03/13/2012	Bond Desk Trading	XXX	73,316	70,000	1,559
78388J-AP-1	SBA Communications Corp 144A-Call		10/22/2012	Various	XXX	154,100	150,000	581
78401F-AE-7	SBA Telecommunications 144A-Call		07/10/2012	Various	XXX	30,263	30,000	
78442F-EL-8	SLM Corp NC 7.250% 01/25/22		12/06/2012	Various	XXX	112,663	105,000	1,540
785583-AF-2	Sabine Pass Lng NC 7.500% 11/30/16		11/14/2012	Credit Suisse First Boston	XXX	75,875	70,000	2,314
79546V-AJ-5	Sally Holdings Call 5.750% 06/01/22		05/30/2012	Various	XXX	70,125	70,000	26
80007P-AT-6	Sandridge Energy Inc Call		08/07/2012	Various	XXX	90,559	90,000	
80874Y-AL-4	Scientific Games Intl 144A		09/07/2012	Merrill Lynch	XXX	130,425	130,000	325
817565-BU-7	Service Corp International NC		05/23/2012	Jefferies	XXX	27,875	25,000	78
829259-AH-3	Sinclair Television Group 144A-Call		09/28/2012	Oppenheimer and Co	XXX	30,150	30,000	
845467-AH-2	Southwestern Energy Co NC		02/29/2012	J P Morgan Securities	XXX	499,385	500,000	
85205T-AD-2	Spirit Aerosystems Inc Call		10/26/2012	Merrill Lynch	XXX	42,000	40,000	1,020
852060-AG-7	Sprint Capital NC 6.900% 05/01/19		07/03/2012	DBAB	XXX	9,600	10,000	130
852061-AF-7	Sprint Corp. NC 8.375% 08/15/17		02/22/2012	Barclays Capital	XXX	9,725	10,000	28
852061-AS-9	Sprint Corp. NC 6.000% 11/15/22		11/08/2012	Merrill Lynch	XXX	45,000	45,000	
857555-AP-1	Stater Brothers Holdings Call		04/12/2012	Wells Fargo Bk	XXX	81,900	80,000	34
864486-AG-0	Suburban Propane Partners Call		12/11/2012	Morgan Stanley	XXX	69,713	65,000	1,771
864486-AG-0	Suburban Propane Partners Call		08/06/2012	Taxable Exchange	XXX	12,834	16,000	16
87311X-AC-2	TW Telecom Holdings Inc 144A-Call		09/27/2012	Credit Suisse First Boston	XXX	85,000	85,000	
87612B-AL-6	Targa Resources Partners 144A-Call		10/22/2012	Merrill Lynch	XXX	24,875	25,000	
88033G-BP-4	Tenet Healthcare Corporation NC		04/20/2012	Morgan Stanley	XXX	62,400	60,000	1,604
88033G-BT-6	Tenet Healthcare Corporation 144A		10/18/2012	Various	XXX	105,150	105,000	55
880779-AY-9	Terex Corp Call 6.000% 05/15/21		11/08/2012	Various	XXX	60,263	60,000	
89078W-AC-3	Tops Holding Corp 144A-Call		12/07/2012	Various	XXX	61,075	60,000	
896818-AD-3	Triumph Group Call 8.000% 11/15/17		12/26/2012	First Union Capital	XXX	16,238	15,000	153
897050-AA-8	Tronox Finance 144A-Call		10/23/2012	Various	XXX	65,663	65,000	413
90321N-AA-0	UR Financing Escow Corp 144A-Call		04/19/2012	Various	XXX	297,831	290,000	529
91911X-AL-8	Valeant Pharmaceuticals 144A-Call		02/23/2012	Merrill Lynch	XXX	15,375	15,000	413
91911X-AN-4	Valeant Pharmaceuticals 144A-Call		02/23/2012	Credit Suisse First Boston	XXX	41,100	40,000	665
91911X-AR-5	Valeant Pharmaceuticals 144A-Call		09/21/2012	Barclays Capital	XXX	52,688	50,000	641
94974B-FC-9	Wells Fargo & Company NC		11/09/2012	Stephens Inc.	XXX	917,796	850,000	5,537
97381W-AU-8	Windstream Corp. Call 7.500% 04/01/23		10/19/2012	Various	XXX	69,150	65,000	305
983130-AT-2	Wynn Las Vegas Call 5.375% 03/15/22		06/21/2012	Various	XXX	138,350	140,000	776
989194-AG-0	Zayo Escrow corp Call 8.125% 01/01/20		08/01/2012	Cantor Fitz	XXX	21,300	20,000	172
008916-AC-2	Agrium Inc NC 7.800% 02/01/27	A	08/21/2012	Stifel Nicolaus & Co.	XXX	995,340	750,000	3,738
552704-AB-4	Meg Energy Corp 144A-Call	A	07/16/2012	Various	XXX	60,450	60,000	
74819R-AN-6	Quebecor Media 144A 5.750% 01/15/23	A	10/04/2012	Merrill Lynch	XXX	86,488	85,000	
92658T-AQ-1	Videotron NC 5.000% 07/15/22	A	03/13/2012	Various	XXX	170,000	170,000	28
00928Q-AH-4	Aircastle LTD 144A-NC 6.250% 12/01/19	F	11/28/2012	Various	XXX	95,928	95,000	21
03938L-AF-1	ArcelorMittal NC 6.125% 06/01/18	F	12/20/2012	Various	XXX	131,250	130,000	231
30251G-AA-5	FMG Resources 144A-Call	F	10/17/2012	Various	XXX	91,188	90,000	2,793
30251G-AH-0	FMG Resources 144A-Call	F	09/10/2012	Credit Suisse First Boston	XXX	30,450	30,000	908
45824T-AK-1	Intelsat Jackson Hldg 144A-Call	F	04/12/2012	Bank of New York	XXX	15,263	15,000	33
705010-AB-2	Pearson DOL Fin 144A-NC	F	02/15/2012	Sterne, Agee & Leach	XXX	591,395	500,000	9,115
71645W-AR-2	Petrobras Intl Finance NC	F	04/18/2012	National Financial Services	XXX	1,088,220	1,000,000	12,840
780153-AJ-1	Royal Caribbean NC 7.250% 03/15/18	F	03/21/2012	Bond Desk Trading	XXX	27,277	25,000	55
780153-AU-6	Royal Caribbean NC 5.250% 11/15/22	F	11/02/2012	J P Morgan Securities	XXX	15,000	15,000	
92769V-AC-3	Virgin Media Finance PLC NC	F	02/28/2012	Merrill Lynch	XXX	15,000	15,000	
92769V-AD-1	Virgin Media Finance PLC NC	F	10/25/2012	J P Morgan Securities	XXX	200,000	200,000	
92857T-AH-0	Vodafone Group NC 7.875% 02/15/30	F	11/29/2012	Raymond James & Associates	XXX	739,205	500,000	11,922
8399999	- Bonds - Industrial and Miscellaneous (Unaffiliated)					25,335,211	22,826,672	235,911
8399997	- Bonds - Subtotals - Bonds - Part 3					52,635,093	49,181,886	268,545
8399998	- Bonds - Summary item from Part 5 for Bonds					5,290,197	5,184,546	37,075
8399999	- Bonds - Subtotals - Bonds					57,925,290	54,366,432	305,620
Common Stocks - Parent, Subsidiaries, and Affiliates								
38705#-10-4	Grange Life Reinsurance Compan Common St		12/05/2012	Direct	250,000,000	3,250,000	XXX	
9199999	- Common Stocks - Parent, Subsidiaries, and Affiliates					3,250,000	XXX	0
9799997	- Common Stocks - Subtotals - Common Stocks - Part 3					3,250,000	XXX	0

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ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A. C.V. (11+12-13)	Total Foreign Exchange Change in B/A. C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	
Bonds - U.S. Governments																					
36202D-5P-2	GNMA 11 3554 4.500% 05/20/34		12/01/2012	Paydown		428,771	428,771	431,987	431,896		(3,125)		(3,125)		428,771					10,775	08/23/2025
36204D-5J-4	GNMA Pool 367249 6.500% 12/15/23		12/01/2012	Paydown		37,268	37,268	39,015	38,709		(1,441)		(1,441)		37,268					1,288	03/25/2019
36205G-AD-3	GNMA Pool 389804 5.000% 01/15/33		12/01/2012	Paydown		67,945	67,945	68,073	68,053		(107)		(107)		67,945					1,136	11/20/2024
38373T-Z2-4	GNR 2002-15 PC 5.500% 11/20/31		12/01/2012	Paydown		66,890	66,890	64,126	66,385		506		506		66,890					1,955	12/11/2013
38374E-DF-1	GNR 2003-102 MU 4.250% 01/20/33		12/01/2012	Paydown		64,110	64,110	64,050	63,982		128		128		64,110					1,494	01/09/2014
38374E-ZM-2	GNR 2003-116 JD 5.000% 11/20/32		12/01/2012	Paydown		1,151,207	1,151,207	1,136,277	1,143,270		7,937		7,937		1,151,207					41,038	04/03/2014
38374F-W6-7	GNR 2004-21 PC 5.000% 04/20/33		12/01/2012	Paydown		462,888	462,888	462,668	459,549		3,338		3,338		462,888					14,538	05/14/2014
38377T-2L-4	GNR 2011-23 GO 4.500% 02/20/26		06/20/2012	Sterne, Agee & Leach		722,217	722,217	721,437	715,432		(3,132)		(3,132)		712,299		9,918		9,918	17,571	02/20/2026
38377T-2L-4	GNR 2011-23 GO 4.500% 02/20/26		06/01/2012	Paydown		162,810	162,810	170,461	169,042		(6,232)		(6,232)		162,810					2,165	02/20/2026
0599999 - Bonds - U.S. Governments																					
						3,164,106	3,130,945	3,152,092	3,156,317			0	(2,128)		3,154,188		0	9,918	9,918	91,961	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																					
567609-01-7	Marion, OH CSD BAB-Call		12/01/2012	Call		100,000	100,000	15,346	15,338		(338)		(338)		15,000					885	12/01/2030
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)																					
						15,000	15,000	15,346	15,338			0	(338)		15,000		0	0	0	885	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
31281B-MU-1	FG N31271 4.500% 01/01/36		12/01/2012	Paydown		140,526	140,526	142,151	142,097		(1,571)		(1,571)		140,526					3,538	12/15/2026
31281B-TW-0	FG N31465 5.000% 11/01/37		12/01/2012	Paydown		274,432	274,432	281,164	281,101		(6,669)		(6,669)		274,432					6,988	05/14/2028
31288M-BV-0	FHLMC Pool 60052 6.500% 04/01/14		12/01/2012	Paydown		23,087	23,087	23,896	23,566		(169)		(169)		23,087					671	04/01/2014
31289K-OY-3	FGLMC Pool A48571 6.000% 05/01/36		12/01/2012	Paydown		169,040	169,040	168,934	168,924		115		115		169,040					6,147	07/23/2027
3128KJ-CZ-3	FGLMC Pool A55488 5.500% 12/01/36		12/01/2012	Paydown		311,536	311,536	310,270	310,290		1,246		1,246		311,536					7,482	10/23/2027
3128KJ-WA-6	FGLMC Pool A56041 5.500% 01/01/37		12/01/2012	Paydown		113,948	113,948	113,218	113,228		720		720		113,948					3,349	12/10/2027
3128MJ-BW-9	FG N31271 4.500% 01/01/36		12/01/2012	Paydown		230,788	230,788	229,670	229,691		1,097		1,097		230,788					6,758	07/10/2026
3128MM-KX-0	FG G18309 4.500% 05/01/24		11/15/2012	Sterne, Agee & Leach		633,925	633,925	629,460	628,152		68		68		628,220		5,705		5,705	25,900	05/01/2024
3128MM-KX-0	FG G18309 4.500% 05/01/24		11/01/2012	Paydown		404,418	404,418	427,545	426,657		(22,239)		(22,239)		404,418					8,570	05/01/2024
31292H-NB-6	FHLMC Pool #C01286 6.000% 01/01/32		12/01/2012	Paydown		21,187	21,187	20,892	20,908		279		279		21,187					678	06/15/2024
31294M-A7-6	FG E02730 4.000% 10/01/25		12/01/2012	Paydown		524,011	524,011	545,135	544,419		(20,408)		(20,408)		524,011					10,723	01/11/2020
31335H-O2-2	08/01/21 FHR 2141 E NAS FGLMC 7.0 2.000% 08/24/26		12/01/2012	Paydown		8,557	8,557	8,680	8,640		(83)		(83)		8,557					270	09/25/2017
3136FR-M7-5	FNMA Call 100,000.00		02/24/2012	Call		1,000,000	1,000,000	1,000,000	1,000,000						1,000,000					10,000	08/24/2026
31371J-O7-2	FNMA Pool 253478 8.000% 09/01/20		12/01/2012	Paydown		2,536	2,536	2,568	2,557		(21)		(21)		2,536					86	04/28/2017
31371J-S8-8	FNMA Pool 253543 7.000% 11/01/20		12/01/2012	Paydown		4,188	4,188	4,147	4,188		35		35		4,188					88	05/16/2017
31371K-UA-7	FNMA Pool 254477 5.500% 10/01/32		12/01/2012	Paydown		119,966	119,966	118,607	118,635		1,332		1,332		119,966					3,532	11/21/2024
31371L-DU-0	FNMA Pool 254915 4.500% 09/01/23		12/01/2012	Paydown		91,084	91,084	88,579	88,897		2,188		2,188		91,084					2,139	11/17/2018
31371L-HE-2	FNMA Pool 255029 5.000% 12/01/23		12/01/2012	Paydown		67,275	67,275	67,149	67,135		140		140		67,275					1,811	01/28/2019
31371L-HT-9	FNMA Pool 255042 4.500% 11/01/23		12/01/2012	Paydown		94,078	94,078	91,549	91,865		2,213		2,213		94,078					2,112	12/23/2018
31371N-CM-5	FN 256676 5.500% 04/01/27		12/01/2012	Paydown		534,394	534,394	572,303	571,619		(37,225)		(37,225)		534,394					16,317	02/15/2021
31371N-SQ-9	FN 257126 5.500% 02/01/23		12/01/2012	Paydown		326,602	326,602	353,751	352,543		(25,941)		(25,941)		326,602					9,319	08/15/2018
3137A3-JW-0	FHR 3753 AS 3.500% 11/15/25		12/01/2012	Paydown		651,577	651,577	672,244	669,485		(17,909)		(17,909)		651,577					12,979	10/17/2014
3137A3-PN-3	FHR 3762 GM 3.500% 08/15/28		12/01/2012	Paydown		316,403	316,403	326,278	322,246		(5,843)		(5,843)		316,403					6,492	01/17/2014
3137A5-WW-0	FHR 3786 WA 4.000% 12/15/28		12/01/2012	Paydown		266,298	266,298	273,714	271,342		(5,044)		(5,044)		266,298					6,476	03/15/2014
3137A8-XZ-6	FHR 3844 DA 4.500% 10/15/39		12/01/2012	Paydown		459,185	459,185	489,821	483,296		(24,111)		(24,111)		459,185					14,431	10/30/2014
3138A8-XA-9	FN AH6972 3.500% 02/01/26		11/15/2012	Sterne, Agee & Leach		1,557,425	1,470,569	1,507,793	1,506,697		(1,316)		(1,316)		1,505,381		52,044		52,044	49,754	02/01/2026
3138A8-XA-9	FN AH6972 3.500% 02/01/26		11/01/2012	Paydown		347,759	347,759	356,562	356,303		(8,543)		(8,543)		347,759					6,677	02/01/2026
31392E-SX-9	FNR 2002-59 B 5.500% 09/25/17		12/01/2012	Paydown		42,190	42,190	42,941	42,302		(112)		(112)		42,190					1,233	11/02/2014
31392W-UQ-1	FHR 2510 NM 5.000% 03/15/32		12/01/2012	Paydown		186,251	186,251	191,311	186,251		(264)		(264)		186,251					5,315	10/30/2013
31393A-GG-6	FNR 2003-28 GA 4.000% 10/25/32		12/01/2012	Paydown		120,046	120,046	118,138	119,385		661		661		120,046					2,568	05/01/2014
31393B-OC-2	FNR 2003-37 QD 5.000% 05/25/32		12/01/2012	Paydown		546,971	546,971	543,381	544,852		2,119		2,119		546,971					14,072	05/27/2013
31393J-HC-5	FHR 2553 GB 5.000% 01/15/18		12/01/2012	Paydown		583,238	583,238	580,937	581,839		1,399		1,399		583,238					15,003	10/07/2014
31393N-M8-9	FHR 2590 TU 5.000% 08/15/31		04/01/2012	Paydown		100,676	100,676	99,551	100,382		294		294		100,676					900	08/15/2031
31393Q-JL-7	FHR 2619 PE 5.500% 11/15/31		12/01/2012	Paydown		701,245	701,245	701,245	701,245						701,245					25,855	05/21/2013
31393V-MQ-1	FHR 2628 AB 4.500% 06/15/18		12/01/2012	Paydown		207,192	207,192	201,623	205,621		1,570		1,570		207,192					4,910	07/21/2014
31394B-UA-0	FNR 2004-90 YB 4.000% 07/25/32		12/01/2012	Paydown		335,528	335,528	324,309	333,676		1,852		1,852		335,528					6,861	01/25/2013
31394B-W4-2	FNR 2004-95 EA 4.500% 08/25/33		12/01/2012	Paydown		1,067,319	1,067,319	1,068,011	1,067,732		(279)		(279)		1,067,319					34,622	09/10/2013
31394C-V7-4	FNR 2005-35 VG 5.000% 04/25/16		12/01/2012	Paydown		552,347	552,347	547,859</													

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED of During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A. C.V. (11+12-13)	Total Foreign Exchange Change in B/A. C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date
31396F-LE-1	FHR 3072 VG 5.000% 11/15/16		04/01/2012	Paydown		754,884	754,884	749,684	753,223		1,661		1,661		754,884				7,059	11/15/2016
31396G-2D-2	FHR 3083 UA 4.500% 12/15/23		12/01/2012	Paydown		576,998	576,998	579,297	577,934		(936)		(936)		576,998				24,698	06/22/2013
31396J-2L-8	FHR 3127 CY 5.500% 03/15/26		12/01/2012	Paydown		280,606	280,606	291,831	286,267		(5,661)		(5,661)		280,606				9,231	08/06/2015
31396P-ZR-5	FNR 2007-14 VB 4.500% 09/25/31		12/01/2012	Paydown		501,873	501,873	538,749	524,533		(22,660)		(22,660)		501,873				21,632	10/09/2013
31397G-J7-6	FHR 3306 PD 5.500% 04/15/35		12/01/2012	Paydown		147,790	147,790	143,928	145,922		1,868		1,868		147,790				7,918	10/01/2013
31397L-DD-9	FNR 2008-24 AV 5.000% 03/25/19		12/01/2012	Paydown		171,579	171,579	171,579	171,579						171,579				4,682	10/25/2013
31397S-ZF-4	FNR 2011-42 VA 4.500% 06/25/22		12/01/2012	Paydown		36,981	36,981	39,148	36,374		(1,393)		(1,393)		36,981				908	06/03/2013
31397U-GT-0	FNR 2011-49 CA 3.500% 12/25/28		12/01/2012	Paydown		190,017	190,017	193,461	192,954		(2,937)		(2,937)		190,017				4,037	02/05/2014
31398A-AT-9	FNMA 30NC5 1X - Call 6.000% 04/30/37		04/30/2012	Call	100,000	1,500,000	1,500,000	1,504,950	1,500,369		(369)		(369)		1,500,000				45,000	04/30/2037
31398N-U8-5	FNR 2010-123 BP 4.500% 11/25/40		10/01/2012	Stifel Nicolaus & Co.		1,723,125	1,500,000	1,632,500	1,629,585		(9,445)		(9,445)		1,620,140		102,985	102,985	56,813	11/25/2040
31402A-D6-0	FNMA Pool 722925 5.000% 07/01/23		12/01/2012	Paydown		106,378	106,378	107,774	107,640		(1,262)		(1,262)		106,378				2,469	10/28/2018
31402R-JV-2	FNMA Pool 735676 5.000% 07/01/35		12/01/2012	Paydown		332,043	332,043	343,872	343,484		(11,441)		(11,441)		332,043				8,952	08/19/2026
31403D-BW-8	FNMA Pool 745353 5.500% 03/01/36		12/01/2012	Paydown		339,043	339,043	329,825	330,047		8,996		8,996		339,043				10,338	04/09/2027
31403D-GZ-6	FNMA Pool 745516 5.500% 05/01/36		12/01/2012	Paydown		230,185	230,185	229,898	229,876		310		310		230,185				6,993	05/29/2027
31403D-TG-4	FNMA Pool 745851 6.000% 09/01/36		12/01/2012	Paydown		182,352	182,352	184,005	183,352		(1,601)		(1,601)		182,352				6,319	10/30/2027
31404A-GX-6	FNMA Pool 762614 5.000% 12/01/23		12/01/2012	Paydown		202,952	202,952	205,616	204,808		(1,855)		(1,855)		202,952				4,541	02/01/2019
31404S-GD-1	FN 76996 5.000% 04/01/34		12/01/2012	Paydown		264,745	264,745	274,921	274,612		(9,867)		(9,867)		264,745				7,463	09/15/2025
31407U-EQ-6	FNMA Pool 840843 5.500% 12/01/35		12/01/2012	Paydown		442,228	442,228	434,489	434,622		7,606		7,606		442,228				12,725	11/19/2026
31409X-GG-8	FNMA Pool 881399 6.000% 05/01/36		12/01/2012	Paydown		295,622	295,622	294,190	294,195		1,427		1,427		295,622				9,728	07/25/2027
31411B-GM-9	FNMA Pool 903004 5.500% 12/01/36		12/01/2012	Paydown		91,941	91,941	91,410	91,413		528		528		91,941				4,078	12/05/2027
31411J-3H-7	FNMA Pool 909900 5.500% 03/01/37		12/01/2012	Paydown		211,606	211,606	209,523	209,550		2,056		2,056		211,606				7,183	11/03/2027
31416B-4A-3	FN 995517 5.500% 01/01/24		12/01/2012	Paydown		259,764	259,764	280,829	280,285		(20,521)		(20,521)		259,764				7,649	03/06/2019
31417U-XS-9	FN AC7888 4.000% 03/01/25		11/15/2012	Sterne, Agee & Leach		397,675	371,768	390,705	389,798		218		218		390,016		7,660	7,660	14,375	03/01/2025
31417U-XS-9	FN AC7888 4.000% 03/01/25		11/01/2012	Paydown		198,484	198,484	208,594	208,110		(9,626)		(9,626)		198,484				3,332	03/01/2025
31417Y-2J-5	FN MA0776 4.500% 06/01/31		12/01/2012	Paydown		371,800	371,800	391,784	391,590		(19,790)		(19,790)		371,800				9,313	08/25/2023
31417Y-3N-5	FN MA0804 4.000% 07/01/31		12/01/2012	Paydown		220,572	220,572	227,120	226,970		(6,398)		(6,398)		220,572				4,704	08/09/2023
31417Y-TV-9	FN MA0563 4.000% 11/01/30		12/01/2012	Paydown		412,697	412,697	425,593	425,148		(12,452)		(12,452)		412,697				9,444	02/25/2023
31417Y-W5-2	FN MA0667 4.000% 10/01/30		12/01/2012	Paydown		588,788	588,788	587,868	587,847		941		941		588,788				14,063	12/28/2022
927793-RO-4	Virginia Commonwealth BAB Call		12/05/2012	Stephens Inc		1,168,500	1,000,000	1,002,170	1,001,989		(97)		(97)		1,001,892		166,608	166,608	59,889	05/15/2025
319999-9	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					27,628,379	27,085,476	27,609,760	27,577,204	0	(283,826)	0	(283,826)	0	27,293,377	0	335,002	335,002	798,155	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
00130H-BH-7	AES Corporation NC 8.000% 10/15/17		11/29/2012	Merrill Lynch		74,425	65,000	65,900	65,612		(81)		(81)		65,532		8,893	8,893	5,908	10/15/2017
00130H-BR-5	AES Corporation 144A-NC		06/29/2012	Various		94,425	85,000	85,756	85,737		(21)		(21)		85,716		8,709	8,709	5,683	07/01/2021
02076X-AC-6	Alpha Natural Resources Call		03/05/2012	Various		63,131	65,000	64,638	64,653		5		5		64,658				935	06/01/2021
02406P-AG-5	American Axle & Manufacturing 144A-Call		09/05/2012	JP Morgan Securities		39,200	35,000	35,875	35,709		(81)		(81)		35,628		3,572	3,572	3,732	01/15/2014
02406P-AG-5	American Axle & Manufacturing 144A-Call		10/05/2012	Call	103,000	3,090	3,000	3,255	3,214		(124)		(124)		3,090				339	01/15/2014
02406P-AK-6	American Axle & Manufacturing NC		04/05/2012	Credit Suisse First Boston		26,688	25,000	24,425	24,428		18		18		24,446		2,242	2,242	850	11/15/2019
03070Q-AN-1	Ameristar Casinos Inc Call		07/19/2012	Jefferies		21,775	20,000	20,500	20,495		(21)		(21)		20,474		1,301	1,301	1,163	04/15/2018
032511-AY-3	Anadarko Petroleum Corp NC		05/16/2012	Various		57,898	50,000	45,594	45,683		14		14		45,697		12,201	12,201	1,501	09/15/2036
037933-AE-8	Apria Healthcare Group Call		11/29/2012	Various		46,575	45,000	45,893	45,595		(170)		(170)		45,426		1,149	1,149	4,758	11/01/2013
039380-AE-0	Arch Coal Inc. Call 7.000% 06/15/19		07/25/2012	Various		48,675	55,000	55,088	55,088		(4)		(4)		55,079		(6,404)	(6,404)	1,697	06/15/2019
039380-AF-7	Arch Coal Inc. 144A-Call		03/06/2012	Various		88,565	90,000	90,363	90,356		(4)		(4)		90,352		(1,787)	(1,787)	1,049	06/15/2021
05568Y-AA-6	BNSF Railway NC 5.996% 04/01/24		10/01/2012	Redemption	100,000	47,348	47,348	47,348	47,348						47,348				1,468	04/01/2024
058498-AL-0	Ball Corp. Call 6.625% 03/15/18		03/12/2012	Redemption	100,583	10,058	10,058	9,825	9,862		197		197		10,058				520	03/15/2018
1248EP-AU-7	CF Industries Inc NC 7.125% 04/30/21		03/02/2012	Macquarie Securities		42,650	40,000	39,988	39,988						39,988		2,662	2,662	917	04/30/2021
12527G-AB-9	CVS Corp. PT-NC 6.943% 01/10/30		05/01/20	Citigroup Global Markets		55,125	45,000	49,200	48,904		(61)		(61)		48,844		6,281	6,281	1,051	05/01/2020
126650-BQ-2	Chesapeake Energy NC 6.625% 08/15/20		12/10/2012	Redemption	100,000	13,125	13,125	13,387	13,365		(240)		(240)		13,125				499	01/10/2030
165167-CF-2	Chesapeake Oil 144A-Call		02/02/2012	Various		61,343	61,000	60,474	60,527		4		4		60,531		812	812	1,928	08/15/2020
165258-AA-2	Chesapeake Oil 144A-Call		02/01/2012	Macquarie Securities		25,125	25,000	25,250	25,246		(2)		(2)		25,244		(119)	(119)	451	11/15/2019
20854P-AF-6	CONSOL Energy Inc. 144A-Call		05/15/2012	Various		94,825	90,000	93,819	93,371		(135)		(135)		93,235		1,590	1,590	4,023	04/01/2020
20854P-AH-2	CONSOL Energy Inc. Call		03/06/2012	Merrill Lynch		34,300	35,000	35,000	35,000						35,000				1,165	03/01/2021
256882-AD-3	Dolphin Subsidiary II Call		09/06/2012	Various		57,138	50,000	50,150	50,147		(6)		(6)		50,141		6,996	6,996	3,113	07/15/2021
278766-BE-7	Energysolutions Inc Call		10/19/2012	DBAB		61,669														

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A. C.V. (11+12-13)	Total Foreign Exchange Change in B/A. C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	
314091-SF-8	FNMA Pool 8/27/18 6.000% 06/01/36 Federated/Macy's NC 6.375%		Paydown		208,774	208,774	207,339	207,360		1,415		1,415		208,774				9,666	08/21/2027	
314275-AC-2	03/15/37		Goldman Sachs		11,670	10,000	5,500	5,569		4		4		5,573		6,097	6,097	266	03/15/2037	
319963-BC-7	First Data Corp. 144A-Call		Various		35,525	35,000	35,306	35,290		(9)		(9)		35,281		244	244	431	06/15/2019	
345397-VI-2	Ford Motor Credit Company NC		Various		61,411	50,000	51,125	50,992		(44)		(44)		50,948		10,464	10,464	3,835	01/15/2020	
345397-VI-7	Ford Motor Credit Company NC		Various		21,325	20,000	20,000	20,000		0		0		20,000		1,325	1,325	713	05/15/2018	
373298-CF-3	Georgia-Pac NC 8.000% 01/15/24		Seaport Group Securities		82,496	60,000	59,488	59,586		(10)		(10)		59,576		22,920	22,920	5,900	01/15/2024	
428040-BZ-1	Hertz Corp. Call 8.875% 01/01/14		Call 100,000		17,000	17,000	13,638	15,397		1,603		1,603		17,000				1,065	01/01/2014	
441071-AK-2	Host Hotels & Resorts Call		Various		65,375	60,000	60,288	60,279		(4)		(4)		60,275		5,100	5,100	2,080	11/01/2020	
456611-AL-5	Inergy LP/Inergy Fin Call		Taxable Exchange		16,898	19,000	17,813	17,831		51		51		17,882		(984)	(984)	1,324	08/01/2021	
456611-AM-3	Inergy LP/Inergy Fin 144A-Call		Barclays Capital		9,713	10,000	10,000	10,000		0		0		10,000		(288)	(288)	329	10/01/2018	
457030-AG-9	Ingles Markets Inc Call		First Union Capital		38,369	35,000	34,201	34,404		10		10		34,413		3,956	3,956	733	05/15/2013	
459745-GF-6	International Lease Finance NC		DBAB		16,500	15,000	15,300	15,279		(9)		(9)		15,269		1,231	1,231	595	12/15/2020	
466112-AF-6	06/01/21 Kraft Foods Inc NC 6.125%		Various		71,888	75,000	71,413	71,515		77		77		71,592		296	296	2,106	06/01/2021	
50075N-AV-6	08/23/18		Taxable Exchange		610,255	500,000	496,565	497,662		158		158		497,820		112,435	112,435	27,648	08/23/2018	
517834-AB-3	Las Vegas Sands Corp Call		Call 101,0630		35,372	35,000	35,383	35,383		(11)		(11)		35,372				1,382	02/15/2015	
53219L-AK-5	Lifepoint Hospitals Inc Call		DBAB		21,500	20,000	19,800	19,805		14		14		19,820		1,680	1,680	1,458	10/01/2020	
55263B-AA-9	12/01/26		Call 102,0695		25,517	25,000	22,851	22,982		2,536		2,536		25,517				1,345	12/01/2026	
552953-BE-0	09/17/2012		Merrill Lynch		45,300	40,000	44,338	42,165		(788)		(788)		41,376		3,924	3,924	4,406	11/15/2013	
628530-AL-1	Mylan Laboratories 144A-Call		Barclays Capital		45,150	40,000	39,922	39,942		4		4		39,946		5,204	5,204	4,078	07/15/2020	
629377-BN-1	01/15/18		JP Morgan Securities		24,250	25,000	25,000	25,000		0		0		25,000		(750)	(750)	1,001	01/15/2018	
629377-BP-6	NRG Energy Inc. 144A-Call		Various		61,375	65,000	64,125	64,141		11		11		64,152		(2,777)	(2,777)	1,133	05/15/2019	
629855-AQ-0	Nalco Company 144A-Call		Call 113,0474		79,133	70,000	70,000	70,000		9,133		9,133		79,133				2,254	01/15/2019	
67021B-AC-3	12/15/19 Ohio National Financial Serv		Various		74,238	75,000	74,675	74,731		6		6		74,737		(500)	(500)	2,812	12/15/2019	
677400-AC-0	144A-NC		Call 104,1750		1,562,625	1,500,000	1,593,840	1,518,098		44,527		44,527		1,562,625				74,083	04/01/2013	
701081-AT-8	Parker Drilling Co 144A-Call		Various		53,550	50,000	51,078	50,924		(60)		(60)		50,864		2,686	2,686	3,550	04/01/2018	
704549-AJ-3	Peabody Energy Corp 144A-NC		Barclays Capital		9,975	10,000	10,000	10,000		0		0		10,000		(25)	(25)	220	11/15/2018	
704549-AM-6	Peabody Energy Corp NC J.C. Penney & Co. Put 7.400%		Keybank Capital Markets		10,375	10,000	10,000	10,000		0		0		10,000		375	375	125	11/15/2021	
708160-BS-4	04/01/37		Jefferies		26,025	30,000	28,450	28,473		18		18		28,490		(2,465)	(2,465)	2,498	04/01/2037	
723787-AJ-6	Pioneer Natural Resource NC		Merrill Lynch		44,625	35,000	34,700	34,741		20		20		34,761		9,864	9,864	3,383	01/15/2020	
726505-AH-3	Plains Exploration & Prod Call		Merrill Lynch		22,200	20,000	19,692	19,744		9		9		19,753		2,447	2,447	1,001	10/15/2019	
726505-AL-4	Plains Exploration & Prod Call		Citigroup Global Markets		15,863	15,000	15,000	15,000		0		0		15,000		863	863	821	02/01/2022	
749121-BV-0	Qwest Communications Inc Call		Call 100,000		25,000	25,000	25,031	25,030		(30)		(30)		25,000				1,021	02/15/2014	
75886A-AD-0	Regency Energy Partners 144A-Call		Call 109,3750		9,844	9,000	9,788	9,588		255		255		9,844				370	06/01/2013	
75886A-AF-5	Regency Energy Partners Call		Barclays Capital		21,550	20,000	20,150	20,144		(2)		(2)		20,142		1,408	1,408	979	07/15/2021	
78108A-AA-2	RSC Equipment Rental Inc 144A-Call		Call 116,1510		46,460	40,000	41,657	41,507		4,953		4,953		46,460				3,167	07/15/2017	
78401F-AD-9	SBA Telecommunications Call		Call 108,2500		17,320	16,000	16,556	16,518		802		802		17,320				873	08/15/2014	
80874Y-AG-5	Scientific Games Intl Call		Merrill Lynch		66,600	60,000	61,691	61,471		(136)		(136)		61,335		5,265	5,265	4,116	06/15/2019	
81211K-AR-1	Sealed Air Corp 144A-Call		Barclays Capital		51,413	45,000	46,025	46,006		(53)		(53)		45,953		5,459	5,459	3,675	09/15/2016	
817565-BJ-2	Service Corp International NC		Gleacher & Company		32,925	30,000	33,075	32,542		(57)		(57)		32,485		440	440	701	10/01/2014	
817565-BU-7	Service Corp International NC Sprint Corp. 144A-NC 11.500%		Various		79,513	65,000	65,060	65,108		(8)		(8)		65,100		14,413	14,413	4,338	11/15/2021	
852061-AH-3	11/15/21		UBS Securities		21,800	20,000	19,800	19,802		5		5		19,807		1,993	1,993	856	11/15/2021	
86183P-AE-2	Stoneridge Inc 144A-Call		Broadpoint Capital		26,375	25,000	26,813	26,664		(59)		(59)		26,604		(229)	(229)	1,425	10/15/2017	
87612B-AB-8	Targa Resources Partners Call		Call 104,1250		15,619	15,000	15,000	15,000		619		619		15,619				1,712	07/01/2016	
87612B-AH-5	Targa Resources Partners Call		Citigroup Global Markets		43,600	40,000	39,806	39,820		12		12		39,831		3,769	3,769	3,376	02/01/2021	
880336-BJ-8	Tenet Healthcare Corporation Call United Rentals Call 10.875%		Jefferies		39,550	35,000	37,713	37,277		(220)		(220)		37,057		2,493	2,493	4,073	07/01/2019	
911365-AV-6	06/15/16		Call 110,9740		16,646	15,000	15,900	15,858		788		788		16,646				1,559	06/15/2016	
91911X-AL-8	Valeant Pharmaceuticals 144A-Call		Goldman Sachs		54,063	50,000	49,750	49,787		25		25		49,812		4,250	4,250	3,572	10/01/2014	
92552Z-AC-4	Viasat Inc Call 8.875% 09/15/16		Redemption 106,1560		53,078	50,000	50,775	50,574		2,504		2,504		53,078				5,270	09/15/2016	
93114K-AD-5	Walmart Stores Sinking Fund		Redemption 100,000		207,458	207,458	249,031	218,780		(11,321)		(11,321)		207,458				12,718	01/02/2015	
93443T-AB-2	Warner Chilcott Co Call		Merrill Lynch		15,900	15,000	15,075	15,071		(1)		(1)		15,070		830	830	530	09/15/2018	
98212B-AB-9	WPX Energy Inc 144A-Call		Bank of New York		31,013	30,000	30,050	30,048		(1)		(1)		30,047		965	965	320	01/15/2022	
740212-AE-5	Precision Drilling Corp Call Quebecor Media NC 7.750%		Credit Suisse First Boston		30,450	30,000	30,556	30,537		(2)		(2)		30,535		(85)	(85)	190	12/15/2018	
74819R-AK-2	03/15/16		Call 102,5830		10,258	10,000	8,200	8,765		1,494		1,494		10,258				682	03/15/2016	
926581-AG-3	Videoport Call 6.875% 01/15/14		Call 100,000		27,000	27,000	27,338	27,272		(272)		(272)		27,000				1,315	01/15/2014	
002447-AA-8	Awas Aviation Capital Lt 144A-Call Barclays Bank Call 5.000%		Redemption 100,000		7,200	7,200	7,245	7,237		(37)		(37)		7,200				376	10/18/2013	
06740P-Q5-8	01/27/26		Call 100,000		500,000	500,000	492,500	494,810		5,190		5,190		500,000				25,000	01/27/2026	
256853-AA-0	Dolphin Energy LTD 144A-NC		Redemption 100,000		43,300	43,300	43,408	43,387		(87)		(87)		43,300				1,924	06/15/2019	

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks **SOLD, REDEEMED** or Otherwise **DISPOSED OF** During Current Year

1 CUSIP Identification	2 Description	3 Foreign Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/Adjusted Carrying Value	10 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	
									11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (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.							
302516-AH-0	FMG Resources 144A-Call	F	03/27/2012	Credit Suisse First Boston	37,275	35,000	35,000	35,000						35,000		2,275	2,275	1,219	11/01/2017	
458247-AE-5	Intelsat Jackson Hldg Call	F	09/21/2012	Morgan Stanley	104,025	95,000	95,000	95,000						95,000		9,025	9,025	6,792	04/01/2015	
81180W-AC-5	Seagate Hdd Cayman Call	F	02/23/2012	Citigroup Global Markets	44,300	40,000	40,250	40,250		(3)		(3)		40,247		4,053	4,053	2,178	11/01/2021	
81180W-AE-1	Seagate Hdd Cayman 144A-Call	F	02/28/2012	Citigroup Global Markets	28,156	25,000	25,273	25,270		(5)		(5)		25,265		2,891	2,891	414	12/15/2018	
92769V-AA-7	Virgin Media Finance PLC Call	R	10/31/2012	Redemption 111.8633	78,304	70,000	74,025	73,671			4,634	4,634		78,304				6,979	08/15/2016	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)					7,811,481	7,420,032	7,569,100	7,459,061		0	62,604	0	62,604	0	7,521,666	0	289,815	289,815	379,145	XXX
Bonds - Hybrid Securities																				
066048-AA-7	BankAmerica Capital II Call		07/25/2012	Call 101.9845	1,019,845	1,000,000	1,060,000	1,000,000			19,845	19,845		1,019,845				48,889	12/15/2026	
4899999 - Bonds - Hybrid Securities					1,019,845	1,000,000	1,060,000	1,000,000		0	19,845	0	19,845	0	1,019,845	0	0	0	48,889	XXX
8399997 - Bonds - Subtotals - Bonds - Part 4					39,638,811	38,651,453	39,406,298	39,207,920		0	(203,844)	0	(203,844)	0	39,004,076	0	634,735	634,735	1,319,035	XXX
8399998 - Bonds - Summary item from Part 5 for Bonds					5,345,812	5,184,546	5,290,197			0	(36,537)	0	(36,537)	0	5,253,660	0	92,152	92,152	133,007	XXX
8399999 - Bonds - Subtotals - Bonds					44,984,624	43,835,999	44,696,496	39,207,920		0	(240,380)	0	(240,380)	0	44,257,737	0	726,887	726,887	1,452,042	XXX
9999999 Totals					44,984,624	XXX	44,696,496	39,207,920		0	(240,380)	0	(240,380)	0	44,257,737	0	726,887	726,887	1,452,042	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks **ACQUIRED** During Year and Fully **DISPOSED OF** During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change In B./A. C.V. (12 + 13 - 14)	16 Total Foreign Exchange Change in B./A. C.V.					
<b>Bonds - U.S. Governments</b>																				
38378C-RT-6	GNR 2012-13 E6 2.000% 10/20/40		06/20/2012	Sterne, Agee & Leach	12/01/2012	Paydown	31,858	32,221	31,858	31,858			(363)		(363)			0	194	42
38378D-BL-8	GNR 2012-17 CD 4.000% 09/20/40		07/11/2012	Huntington Investment Co.	12/01/2012	Paydown	25,425	27,673	25,425	25,425			(2,249)		(2,249)			0	263	42
<b>0599999 - Bonds - U.S. Governments</b>																				
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)</b>																				
199491-S2-8	Columbus, OH BAB 5.420% 06/01/30		04/12/2012	Huntington Investment Co.	12/04/2012	FICP	500,000	560,580	571,250	556,459			(4,121)		(4,121)		14,791	14,791	27,552	10,238
<b>2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)</b>																				
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																				
3128HX-SS-5	FHS 268 30 3.000% 08/15/42		09/13/2012	Sterne, Agee & Leach	12/01/2012	Paydown	21,270	22,147	21,270	21,270			(877)		(877)			0	129	30
3128P7-RV-1	FG C91403 3.500% 03/01/32		10/02/2012	Maxwell Simon Inc.	12/01/2012	Paydown	37,370	40,231	37,370	37,370			(2,861)		(2,861)			0	156	36
3128P7-S2-0	FG C91437 3.500% 04/01/32		04/16/2012	Maxwell Simon Inc.	12/01/2012	Paydown	62,186	65,373	62,186	62,186			(3,187)		(3,187)			0	899	79
3136A4-RD-3	FNR 2012-16 WT 3.000% 03/25/32		02/01/2012	FTN Financial	09/13/2012	Sterne, Agee & Leach	1,750,000	1,700,781	1,751,914	1,702,169			1,388		1,388	49,745	49,745	33,104	4,083	
3136A6-AW-4	FNR 2012-52 NB 3.500% 12/25/39		04/26/2012	Stifel Nicolaus & Co.	12/01/2012	Paydown	30,892	32,687	30,892	30,892			(1,794)		(1,794)			0	386	
3137AG-CA-6	FHR 3947 BC 2.500% 10/15/26		03/09/2012	Sterne, Agee & Leach	12/01/2012	Paydown	41,487	42,908	41,487	41,487			(1,421)		(1,421)			0	501	37
3137AN-QF-5	FHR 4036 PA 2.750% 04/15/41		04/18/2012	Stifel Nicolaus & Co.	12/01/2012	Paydown	220,371	227,232	220,371	220,371			(6,861)		(6,861)			0	3,565	488
3137AN-VY-8	FHR 4031 LE 2.000% 10/15/29		04/17/2012	Sterne, Agee & Leach	12/01/2012	Paydown	91,823	93,215	91,823	91,823			(1,392)		(1,392)			0	810	148
3137AU-U9-8	FHR 4117 VC 3.000% 10/15/32		11/15/2012	Sterne, Agee & Leach	12/01/2012	Paydown	10,718	11,522	10,718	10,718			(804)		(804)			0	27	17
31418A-E9-5	FN MA1059 3.500% 05/01/32		05/30/2012	Stevens Inc.	12/01/2012	Paydown	58,326	61,735	58,326	58,326			(3,408)		(3,408)			0	688	88
31418A-E9-0	FN MA1029 3.500% 04/01/32		04/16/2012	Maxwell Simon Inc.	12/01/2012	Paydown	86,492	90,938	86,492	86,492			(4,446)		(4,446)			0	1,235	109
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																				
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																				
001546-AL-4	AK Steel Corp Call 7.625% 05/15/20		03/13/2012	Various	05/21/2012	Various	75,000	75,049	71,050	75,052			3		3		(4,002)	(4,002)	2,979	1,759
00508X-AE-4	Actuant Corp 144A-Call 5.750% 04/02/2012		04/02/2012	Wells Fargo Bk	04/02/2012	First Union Capital	45,000	45,000	45,394	45,000								394		
03077J-AB-6	Amerigas Finance LLC Call 5.000% 01/09/2012		01/09/2012	Various	03/06/2012	Various	40,000	40,388	41,000	40,382			(5)		(5)		618	618	439	181
030981-AF-1	Amerigas Partners Call 5.000% 01/05/2012		01/05/2012	Various	03/07/2012	J P Morgan Securities	20,000	19,775	20,100	19,779			4		4		321	321	404	
053773-AF-4	Avis Budget Car Rental Call 5.000% 04/20/2012		04/20/2012	Mitsubishi UFJ Securities	12/10/2012	Call	102,5830	30,775	30,775	30,775			(68)		(68)			0	2,486	1,033
058498-AR-7	Ball Corp. NC 5.000% 03/15/22		02/24/2012	Merrill Lynch	02/24/2012	Morgan Stanley	35,000	35,000	35,700	35,000							700	700		
077454-AF-3	Belden Inc 144A-Call 5.500% 09/01/22		08/13/2012	First Union Capital	09/04/2012	First Union Capital	50,000	50,000	50,250	50,000							250	250	76	
125430-AF-7	Community Health Systems Call 5.000% 05/17/2012		05/17/2012	BNP Paribas Securities	07/18/2012	Redemption	100,6000	51,375	50,300	50,300			(1,075)		(1,075)			0	3,256	1,565
125581-GQ-5	CIT Group Inc NC 5.000% 08/15/22		07/31/2012	Various	09/21/2012	Various	60,000	60,169	60,900	60,166			(2)		(2)		734	734	438	
127693-AA-7	Caesars Operating Escrow 144A-Call 5.000% 03/13/2012		03/13/2012	Various	09/24/2012	Various	65,000	66,125	65,813	66,078			(47)		(47)		(266)	(266)	2,844	329
150890-AD-6	Celanese US Hldgs NC 4.625% 11/15/22		11/07/2012	DBAB	12/13/2012	Barclays Capital	55,000	55,000	57,888	55,000							2,888	2,888	247	
165167-CH-8	Chesapeake Energy Call 8.250% 04/02/2012		04/02/2012	Various	05/17/2012	Various	110,000	109,375	104,619	109,387			12		12		(4,768)	(4,768)	1,537	579
17121E-AD-9	Chrysler Group Call 8.250% 06/15/21		04/25/2012	Various	06/11/2012	Various	45,000	45,788	44,918	45,785			(3)		(3)		(867)	(867)	1,822	1,110
21036P-AH-1	Constellation Brands Inc NC 5.750% 04/10/2012		04/10/2012	Merrill Lynch	06/29/2012	Credit Suisse First Boston	20,000	20,000	21,200	20,000							1,200	1,200	260	
23918K-AP-3	Davita Inc. Call 5.750% 08/15/22		08/14/2012	Various	11/30/2012	RBC Capital Markets	25,000	25,206	26,188	25,202			(4)		(4)		986	986	387	
256677-AA-3	Dollar General Corp NC 5.000% 06/27/2012		06/27/2012	Citigroup Global Markets	10/24/2012	CS First Boston	30,000	31,388	30,000	30,000							1,388	1,388	368	
256882-AD-3	Dolphin Subsidiary II Call 5.000% 06/29/2012		06/29/2012	Various	12/04/2012	Merrill Lynch	140,000	155,313	148,950	154,617			(695)		(695)		(5,667)	(5,667)	7,010	1,413
319963-BC-7	First Data Corp. 144A-Call 5.000% 02/01/2012		02/01/2012	Citigroup Global Markets	02/13/2012	Merrill Lynch	20,000	20,300	20,298	20,298			(2)		(2)		2	2	250	209
345397-VM-2	Ford Motor Credit Company NC 5.000% 03/12/2012		03/12/2012	Bond Desk Trading	07/01/2012	Various	100,000	124,899	122,298	124,107			(792)		(792)		(1,810)	(1,810)	3,762	1,354
347466-AE-4	Irwin Land LLC 144A-SF 5.000% 02/16/2012		02/16/2012	Raymond James & Associates	12/15/2012	Redemption	100,0000	21,328	21,328	21,328			382		382			0	852	210
35802X-AD-5	Fresenius Med Care 144A-NC 5.000% 01/17/2012		01/17/2012	Merrill Lynch	02/27/2012	Barclays Capital	10,000	10,000	10,650	10,000							650	650	56	
421933-AH-5	Health Mgmt Associates Inc. NC 5.000% 01/19/2012		01/19/2012	Various	10/17/2012	First Union Capital	40,000	40,983	43,850	40,829			(154)		(154)		3,021	3,021	2,498	674
428040-CG-2	Hertz Corp. Call 7.375% 01/15/21		04/04/2012	Barclays Capital	06/04/2012	DBAB	25,000	26,625	25,875	26,600			(25)		(25)		(725)	(725)	727	435
436440-AD-3	Hologic Inc 144A-Call 6.250% 08/01/20		07/19/2012	Bank of New York	11/02/2012	Citigroup Global Markets	40,000	41,200	42,500	41,178			(22)		(22)		1,322	1,322	667	
440543-AJ-5	Hornbeck Offshore Service 144A-Call 5.000% 03/02/2012		03/02/2012	J P Morgan Securities	03/05/2012	Sterne, Agee & Leach	30,000	30,000	30,038	30,000							38	38		
457796-AA-6	Innovation Ventures/FINA 144A-Call 5.000% 07/19/2012		07/19/2012	Merrill Lynch	07/19/2012	Merrill Lynch	5,000	5,000	5,113	5,000							113	113		
46284P-AH-7	Iron Mountain Inc Call 5.000% 04/10/2012		04/10/2012	Bond Desk Trading	08/20/2012	Call	55,000	57,412	56,604	56,604			(807)		(807)			0	2,874	1,176
52989L-AF-6	Libbey Glass Inc 144A-Call 5.000% 06/07/2012		06/07/2012	Stifel Nicolaus & Co.	09/18/2012	Citigroup Global Markets	30,000	30,250	32,625	30,244			(6)		(6)		2,381	2,381	705	138
574599-BH-8	Masco Corporation NC 5.950% 03/15/22		03/08/2012	Various	09/26/2012	Gleacher & Company	50,000	49,963	54,875	49,964			2		2		4,911	4,911	1,645	2
62886E-AE-8	NCR Corporation 144A-Call 5.000% 09/12/2012		09/12/2012	J P Morgan Securities	12/04/2012	Jefferies	5,000	5,138	5,000	5,000							138	138	56	
651290-AJ-7	Newfield Exploration Co. Call 5.000% 05/10/2012		05/10/2012	First Union Capital	07/18/2012	Call	100,000	102,500	102,208	102,208			(292)		(292)			0	1,711	552

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks **ACQUIRED** During Year and Fully **DISPOSED OF** During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21	
											12	13	14	15	16						
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/ Adjusted Carrying Value at Disposal	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change In B./A. C.V. (12 + 13 - 14)	Total Foreign Exchange Change in B./A. C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends	
701081-AI-8	Parker Drilling Co 144A-Call		03/13/2012	Bond Desk Trading	08/07/2012	Various	50,000	53,535	53,700	53,338		(197)		(197)			362	362	3,668	2,091	
737446-AA-2	Post Holdings Inc 144A-Call		05/02/2012	Various	07/17/2012	Jefferies	40,000	41,500	41,400	41,482		(18)		(18)			(82)	(82)	1,368	578	
74733V-AB-6	QEP Resources Inc Call		02/27/2012	Wells Fargo Bk	02/28/2012	First Union Capital	35,000	35,000	35,350	35,000				0			350	350	5		
75281A-AN-9	Range Resources Corporation NC		02/24/2012	Merrill Lynch	02/27/2012	Bank of New York	35,000	35,000	35,613	35,000				0			613	613			
761735-AN-9	Reynolds Group 144A-Call		09/14/2012	Credit Suisse First Boston	09/17/2012	Barclays Capital	35,000	35,000	35,044	35,000				0			44	44			
78401F-AC-1	SBA Telecommunications Call		05/30/2012	Barclays Capital	08/29/2012	Call 106.0000	25,000	26,750	26,500	26,500		(250)		(250)					1,078	606	
78442F-EL-8	SLM Corp NC 7.250% 01/25/22		02/24/2012	Various	06/18/2012	Various	90,000	91,237	90,550	91,211		(26)		(26)			(661)	(661)	2,011	141	
78442F-EM-6	SLM Corp NC 6.000% 01/25/17		01/24/2012	DBAB	06/04/2012	Keybank Capital Markets	5,000	4,947	4,931	4,950		3		3			(19)	(19)	108		
78468V-AA-0	SPL Logistics Escrow LLC 144A-Call		07/24/2012	UBS Securities	08/02/2012	UBS Securities	10,000	10,000	10,225	10,000				0			225	225	17		
796038-AA-5	Samson Investment Company 144A-Call		06/20/2012	Various	09/13/2012	Various	65,000	66,346	66,444	66,280		(66)		(66)			164	164	2,604	1,012	
852060-AG-7	Sprint Capital NC 6.900%		05/01/19	Merrill Lynch	03/27/2012	Merrill Lynch	35,000	31,150	30,275	31,166		16		16			(891)	(891)	1,000	906	
858119-AS-9	Steel Dynamics 144A-Call		08/02/2012	Merrill Lynch	09/06/2012	Citigroup Global Markets	15,000	15,000	15,713	15,000				0			713	713	64		
87612B-AB-8	Targa Resources Partners Call		06/12/2012	DBAB	11/19/2012	Call 104.1250	50,000	52,000	52,063	52,063		63		63					3,644	1,879	
87612B-AH-5	Targa Resources Partners Call		04/23/2012	Barclays Capital	10/18/2012	Citigroup Global Markets	25,000	26,000	27,250	25,987		(13)		(13)			1,263	1,263	1,251	406	
87612B-AJ-1	Targa Resources Partners 144A-Call		06/19/2012	DBAB	06/28/2012	J P Morgan Securities	30,000	30,150	29,963	30,150				0			(188)	(188)	813	754	
897050-AA-8	Tronox Finance 144A-Call		08/16/2012	Various	11/29/2012	Barclays Capital	25,000	25,088	24,688	25,085		(3)		(3)			(397)	(397)	460	2	
912909-AG-3	United States Steel Corp. Call		03/12/2012	J P Morgan Securities	03/12/2012	Broadpoint Capital	25,000	25,000	25,094	25,000				0			94	94			
989194-AG-0	Zayo Escrow corp Call 8.125%		01/01/20	Various	10/01/2012	Morgan Stanley	60,000	63,463	65,850	63,400		(62)		(62)			2,450	2,450	1,300	441	
644535-AD-8	New Gold Inc 144A-Call		04/02/2012	J P Morgan Securities	04/03/2012	RBC Capital Markets	10,000	10,000	10,225	10,000				0			225	225	8		
30251G-AN-7	FMG Resources 144A-Call		03/14/2012	J P Morgan Securities	03/21/2012	Bank of New York	30,000	30,000	29,963	30,000				0			(38)	(38)	40		
552081-AK-7	Lyondellbasell Ind Call	F	04/12/2012	Citigroup Global Markets	12/10/2012	Boston	95,000	94,288	113,763	94,318		31		31			19,444	19,444	3,702	121	
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>							2,216,328	2,280,955	2,304,431	2,276,815		(4,140)	0	(4,140)	0	0	27,616	27,616	63,498	21,657	
<b>8399998 - Bonds - Subtotals - Bonds</b>							5,184,546	5,290,197	5,345,812	5,253,660		0	(36,537)	0	(36,537)	0	0	92,152	92,152	133,007	37,075
<b>9999999 Totals</b>								5,290,197	5,345,812	5,253,660		0	(36,537)	0	(36,537)	0	0	92,152	92,152	133,007	37,075

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Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part A - Section 2

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part B - Section 2

**NONE**

Schedule DB - Part D

**NONE**



## SCHEDULE DL - PART 2 SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned December 31 Current Year

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation/Market Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates
NONE						
9999999 Totals				0	0	XXX

General Interrogatories:

1. Total activity for the year ..... Fair Value \$ ..... Book/Adjusted Carrying Value \$ .....

2. Average balance for the year ..... Fair Value \$ ..... Book/Adjusted Carrying Value \$ .....



ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned December 31 of Current Year

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
<p><b>NONE</b></p>							
8699999 Total Cash Equivalents					0	0	0

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GRANGE LIFE INSURANCE COMPANY**

**SCHEDULE E PART 3 - SPECIAL DEPOSITS**

States, etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA	B	General - Georgia policyholder		100,063	101,289
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH	B	Ohio - All policyholders	2,196,467	2,263,890	
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI					
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA	B	Va - policyholder pro		249,340	275,450
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CAN					
58. Aggregate Other Alien	OT	XXX	XXX	0	0	0
59. Total	XXX	XXX		2,196,467	2,263,890	349,403
<b>DETAILS OF WRITE-INS</b>						
5801.						
5802.						
5803.						
5898. Sum of remaining write-ins for Line 58 from overflow page	XXX	XXX		0	0	0
5899. Totals (Lines 5801 - 5803 + 5898) (Line 58 above)	XXX	XXX		0	0	0

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