



ANNUAL STATEMENT

For the Year Ended

December 31, 2012

OF THE CONDITION AND AFFAIRS OF THE

SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY

ORGANIZED UNDER THE LAWS OF THE STATE OF OHIO

Made to the

INSURANCE COMMISSIONER OF THE STATE OF OHIO

Pursuant to the Laws thereof

NAIC Company Code 10270

Home Office 108 N. Market Street Lisbon OH
Street and Number City Zip Code

Mail Address P. O. Box 490 Lisbon OH
Street and Number City Zip Code

Main Administrative Office (330) 424-1464
Telephone Number

Organized October 13, 1877 Commenced Business

Annual Statement Contact Person James Sanor Telephone Number

Contact Person Email Address jsanor@aol.com

OFFICERS

President James Sanor Vice President Ned Ellis

Secretary Shawna L'Italien Treasurer James Sanor

DIRECTORS

(ALL DIRECTORS MUST BE SHOWN)

Tom Patterson	
Jerry Connor	
James Sanor	
Ned Ellis	

State of Ohio

County of

Columbiana

James Sanor President and

Shawna L'Italien Secretary of the

SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY

being duly sworn each for himself/herself deposes and says, that they are the above described officers of said reporting entity, and that on the reporting period stated above all 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, with the schedules and explanations herein contained, annexed or referred to, is a full and correct 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, according to the best of their information, knowledge and belief, respectively.

Subscribed and sworn to before me, this 21 day of FEB 2013

Darlene K. Anderson
Notary Public

Notary Public



DARLENE K. ANDERSON
Notary Public
State Of Ohio
My Comm. Expires
Aug. 4, 2014

James Sanor President

Shawna L'Italien Secretary

William J. Genovese, CPA Signature of Person Preparing Statement

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY**

2012

ASSETS

	Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1	Bonds (Schedule D - Part 1)		297,340.00	96,268.00
2	Preferred stocks, common stocks and mutual funds (Schedule D - Part 2)		1,512,369.69	425,094.00
3	Real estate (less liens, encumbrances) (Schedule A)		116,653.45	122,058.93
4	Cash (Schedule E)		6,925,430.64	7,896,368.17
5	Short-term investments		504,777.43	97,776.71
6	Aggregate write-ins for invested assets			
7	Subtotals, cash and invested assets		9,356,571.21	8,637,565.81
8	Investment income due and accrued		15,108.21	21,420.16
9.1	Assessments or premiums in the course of collection (including agents balances)		382,330.56	411,741.53
9.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due			
9.3	Earned but unbilled premiums (post assessment)			
10.1	Amounts recoverable from reinsurers			
10.2	Funds held by or deposited with reinsured companies			
11.1	Current federal income tax recoverable and interest thereon			
11.2	Net deferred tax asset			
12	Electronic data processing equipment and software		15,045.49	24,066.41
13	Furniture and equipment		70,688.66	
14	Receivables from parent, subsidiaries and affiliates			
15	Aggregate write-ins for other than invested assets			
16	Total Assets		9,839,744.13	9,094,793.91
	Details of Write-Ins for Assets:			
1501				
1502				
1503				
1598	Summary or remaining write-ins from overflow page			
1599	Total aggregate write-ins			

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY**

2012

LIABILITIES, SURPLUS AND OTHER FUNDS

		Current Year	Prior Year
1	Unpaid Losses (Underwriting Exhibit - Part 2A)	299,305.10	436,928.93
2	Unpaid loss adjustment expenses (Underwriting Exhibit - Part 2A)	16,761.09	24,468.02
3	Commissions due and payable to agents	-	-
4	Other expenses (excluding taxes, licenses and fees)		
5	Taxes, licenses and fees (excluding federal income taxes)		
6	Current federal income taxes (including \$0 on realized capital gains (losses))	-	-
7	Net deferred tax liability		
8	Borrowed money and interest thereon		
9	Unearned assessment/premium reserve	2,478,645.05	2,771,371.53
10	Advance premium		
11	Ceded reinsurance premiums payable		
12	Funds held by company under reinsurance treaties		
13	Amounts withheld or retained by company for account of others	-	-
14	Provision for unauthorized reinsurance		
15	Payable to parent, subsidiaries and affiliates		
16	Aggregate write-ins for liabilities	213,856.30	155,168.37
17	Total liabilities	3,008,567.54	3,387,936.85
18	Surplus as regards policyholders	6,760,487.93	5,706,857.06
19	Total liabilities and surplus	9,769,055.47	9,094,793.91
	Details of Write-Ins for Liabilities:		
1601	Accounts Payable	213,856.30	155,168.37
1602			
1603			
1698	Summary or remaining write-ins from overflow page	-	-
1699	Total aggregate write-ins	213,856.30	155,168.37

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY
STATEMENT OF INCOME**

2012

	Current Year	Prior Year
UNDERWRITING INCOME		
1.1	8,799,846.81	7,454,594.72
1.2	182,231.13	163,318.08
1.3	8,617,616.68	7,291,276.64
1.4	1,411,483.55	1,216,622.09
1.5		
1.6	7,206,132.13	6,074,654.55
DEDUCTIONS		
2	3,182,452.27	4,438,965.06
3	191,084.13	246,042.14
4	3,214,526.36	2,940,872.08
5	-	-
6	6,588,062.76	7,625,879.28
7	618,069.37	(1,551,224.73)
INVESTMENT INCOME		
8	128,644.14	166,306.31
9	37,853.10	2,700.09
10	166,497.24	169,006.40
OTHER INCOME		
11		
12	-	-
13	229,010.12	198,345.62
14	229,010.12	198,345.62
15	1,013,576.73	(1,183,872.71)
16	-	114,805.00
17	1,013,576.73	(1,298,677.71)
SURPLUS ACCOUNT		
18	5,706,857.06	6,992,273.02
19	1,013,576.73	(1,298,677.71)
20	45,346.12	(3,537.42)
21	-	-
22	(5,291.98)	16,799.17
23		
24	-	-
25	1,053,630.87	(1,285,415.96)
26	6,760,487.93	5,706,857.06
DETAILS OF WRITE-INS		
0501		
0502		
0503		
0599	-	-
1301	229,010.12	198,345.62
1302		
1303		
1304		
1399	229,010.12	198,345.62
2401		
2402		
2499	-	-

SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANYCASH FLOW STATEMENT

		Current Year	Prior Year
Cash from Operations			
1	Premiums/Assessments collected net of reinsurance	7,007,161.30	6,574,530.15
2	Net investment income	150,979.78	160,767.93
3	Miscellaneous income	229,010.12	198,370.62
4	Total	7,387,151.20	6,933,668.70
5	Benefit and loss related payments	3,518,867.22	4,420,890.93
6	Commissions, expenses paid and aggregate write-ins for deductions	3,166,523.78	3,031,957.33
7	Federal and foreign income taxes paid (recovered)		
8	Total	6,685,391.00	7,452,848.26
9	Net cash from operations	701,760.20	(519,179.56)
Cash from Investments			
10	Proceeds from investments sold, matured or repaid:		
10.1	Bonds		
10.2	Stocks	259,881.56	
10.3	Real estate		
10.4	Net gains (losses) on cash, cash equivalents and short-term investments		
10.5	Miscellaneous proceeds		537,320.79
10.6	Total investment proceeds	259,881.56	537,320.79
11	Cost of investments acquired (long-term only):		
11.1	Bonds	200,000.00	
11.2	Stocks	1,279,981.72	337,981.42
11.3	Real estate		
11.4	Miscellaneous applications	408,072.72	
11.5	Total investments acquired	1,888,054.44	337,981.42
11.6	Net cash from investments	(1,628,172.88)	199,339.37
Cash from Financing and Miscellaneous Sources			
12.1	Borrowed funds (cash provided/applied)		
12.2	Other cash provided (applied)	(44,524.85)	(48,739.04)
13	Net cash from financing and miscellaneous sources	(44,524.85)	(48,739.04)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
14	Net change in cash, cash equivalents and short-term investments	(970,937.53)	(368,579.23)
15.1	Beginning of year (cash, cash equivalents and short-term investments)	7,896,368.17	8,264,947.40
15.2	End of year (cash, cash equivalents and short-term investments)	6,925,430.64	7,896,368.17

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY**

2012

EXPENSE EXHIBIT

	Claim Adjusting:	Current Year
1.1	Direct	-
1.2	Reinsurance assumed	-
1.3	Reinsurance ceded excluding contingent (commission and brokerage)	-
1.4	Net claim adjusting	-
2.1	Commission and Brokerage: Direct commission and brokerage	1,659,897.53
2.2	Reinsurance assumed excluding contingent	-
2.3	Reinsurance ceded excluding contingent (commission and brokerage)	-
2.4	Contingent - direct (commission and brokerage)	-
2.5	Contingent - reinsurance assumed (commission and brokerage)	-
2.6	Contingent - reinsurance ceded (commission and brokerage)	-
2.7	Policy and membership fees (commission and brokerage)	-
2.8	Net commission and brokerage	1,659,897.53
3	Allowances to managers and agents	-
4	Advertising	20,761.93
5	Boards, bureaus and associations	-
6	Surveys and underwriting reports	7,817.86
7	Audit of assureds' records	-
8.1	Salary and related items: Salaries	713,534.34
8.2	Payroll taxes	51,628.78
9	Employee relations and welfare	214,672.82
10	Insurance	24,014.65
11	Directors' fees	44,250.00
12	Travel and travel items	17,452.12
13	Rent and rent items	-
14	Equipment	-
15	Cost or depreciation of EDP equipment and software	53,662.27
16	Printing and stationery	55,811.45
17	Postage, telephone, exchange and express	72,506.11
18	Legal and auditing	168,689.13
19	Loss adjustment expenses	191,084.13
18	Investment expenses	-
19	Totals	1,635,885.59
20.1	Taxes, licenses and fees: State and local insurance taxes	-
20.2	Insurance department licenses and fees	23,616.79
20.3	All other (excluding federal income and real estate)	513.00
20.4	Total taxes, licenses and fees	24,129.79
21	Real estate expenses	-
22	Real estate taxes	2,302.70
23	Aggregate write-ins for miscellaneous expenses	83,394.88
24	Total expenses incurred (a)	3,405,610.49
25	Less unpaid expenses - current year	-
26	Add unpaid expenses - prior year	-
27	Total expenses paid	-
Details of Write-Ins:		
2301	Utilities	13,896.74
2302	Repairs and Maintenance	23,846.19
2303	Computer Programming	20,503.20
2304	Contributions	825.00
2305	Convention and meeting expense	17,031.41
2306	Leased equipment expenses	7,292.34
2399	Total Write-ins	83,394.88

(a) Includes management fees of \$0 to affiliates and \$0 to non-affiliates

ANNUAL STATEMENT FOR THE YEAR 2012
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY

INSURANCE IN FORCE

	Amount (dollars)	Number
1 In force December 31 of previous year (to equal prior year's statement)	1,848,715,846	14,346
2 Written during the year	1,230,464	1,792
3 Total	1,849,946,310	16,138
4 Deduct those expired and cancelled	1,062,568	1,686
5 In force December 31 of current year	1,848,883,742	14,452
6 Deduct amount reinsured		XXX
7 Net amount in force	1,848,883,742	XXX

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY**

2012

**UNDERWRITING EXHIBIT - PART 2
LOSSES INCURRED**

1	2	3	4	5	6
Lines of Business	Direct Losses Incurred	Losses Incurred on Reinsurance Assumed	Deduct: Reinsurance Recovered on Incurred Losses	Deduct: Salvage and Subrogation Converted To Cash	Net Losses Incurred Columns 2 and 3 minus Columns 4 and 5
GH - HOMEOWNERS	1,441,830.19		597,516.47	90,080.47	754,233.25
GF - FARMOWNER	1,463,670.99		787,704.48	8,485.00	667,481.51
GP - LOW VALUE	104,381.72				104,381.72
GM - MOBILE HOME	255,804.15				255,804.15
FEC - FIRE & EC	1,974,992.98		569,421.34	5,020.00	1,400,551.64
OVERFLOW AMOUNTS					-
Totals	\$ 5,240,680.03	\$ -	\$ 1,954,642.29	\$ 103,565.47	\$ 3,182,452.27

* Total should equal Line 2, Page 4, Current Year.

**UNDERWRITING EXHIBIT - PART 2A
UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES**

1	2	3	4	5	6
Lines of Business	Direct Unpaid Losses	Unpaid Losses on Reinsurance Assumed	Deduct: Reinsurance Recoverable on Unpaid Losses	Unpaid Loss Adjustment Expenses	Net Unpaid Losses Columns 2 and 3 minus Column 4
PHYSICAL DAMAGE TO PROPERTY	299,305.10			16,761.09	299,305.10
OVERFLOW AMOUNTS					-
Totals	\$ 299,305.10	\$ -	\$ -	\$ 16,761.09	\$ 299,305.10

** Total should equal Line 2, Page 3, Current Year.

*** Total should equal Line 1, Page 3, Current Year.

**ANNUAL STATEMENT FOR THE YEAR
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY**

2012

EXHIBIT OF NONADMITTED ASSETS

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1	Bonds			0.00
2	Preferred and common stocks and mutual funds			0.00
3	Real estate (less liens, encumbrances)			0.00
4	Cash			0.00
5	Short-term investments			0.00
6	Aggregate write-ins for invested assets			0.00
7	Subtotals, cash and invested assets	0.00	0.00	0.00
8	Investment income due and accrued			0.00
9.1	Assessments or premiums in the course of collection (including agents balances)			0.00
9.2	Premium receivable for advance pay			0.00
9.3	Earned but unbilled premiums (post assessment)			0.00
10.1	Amounts recoverable from reinsurers			0.00
10.2	Funds held by or deposited with reinsured companies			0.00
11.1	Current federal income tax recoverable and interest thereon			0.00
11.2	Net deferred tax asset			0.00
12	Electronic data processing equipment and software			0.00
13	Furniture and equipment	70,688.66	65,396.68	-5,291.98
14	Receivables from parent, subsidiaries and affiliates			0.00
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00
16	Total Assets	70,688.66	65,396.68	-5,291.98
	Details of Write-Ins for Assets:			
1501				0.00
1502		0.00	0.00	0.00
1503		0.00	0.00	0.00
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00

2012 ANNUAL STATEMENT OF SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY

SCHEDULE A

Showing All Real Estate OWNED December 31 of Current Year

1	2	3	4	5	6	7	8	9	10
Description of Property	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year (Col. 4+5-6-7) *	Gross Income Current Year (Real Estate)	Gross Expenses Current Year (Real Estate)
Office building and improvements	Various		274,840.95	169,035.50	105,805.45		105,805.45	30,800.00	19,049.17
Land	1/1/1980		10,848.00				10,848.00		
Totals	XXX	XXX	\$ 285,688.95	\$ -	\$ 169,035.50	\$ -	\$ 116,653.45	\$ 30,800.00	\$ 19,049.17

*Total to agree with Page 2, Line 3, Current Year.

FURNITURE, FIXTURES and AUTOMOBILES

Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year

1	2	3	4	5	6	7	8
Description	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year (Col. 4+5-6-7)
Furniture, Fixtures, and Automobiles	Various		321,069.45	41,437.15	291,817.94		70,688.66
Electronic data processing equipment and software	Various		36,017.10	3,087.70	24,059.31		15,045.49
Totals	XXX	XXX	\$ 357,086.55	\$ 44,524.85	\$ 315,877.25	\$ -	\$ 85,734.15

SCHEDULE D - PART 1
Showing all BONDS Owned on December 31 of Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Cusip #	Give complete and accurate description of all bonds owned	Acquired Date	Par Value	Actual Cost	Book Value / Amortized Value*	December 31 of Current Year	Market Value	Rate (%)	Amount Due and Accrued Dec. 31	Gross Am't Received During Year	Increase by Adjustment, Dec. 31 Current Year	Decrease by Adjustment, Dec. 31 Current Year	Interest due and accrued	Amount of Interest due	Description
620555	Series EE Savings Bond	1/1/2005	10,000.00	5,000.00	6,200.00	6,200.00	6,200.00								Series EE Savings Bond
620553	Series EE Savings Bond	1/1/2005	10,000.00	5,000.00	6,200.00	6,200.00	6,200.00								Series EE Savings Bond
620554	Series EE Savings Bond	1/1/2005	10,000.00	5,000.00	6,200.00	6,200.00	6,200.00								Series EE Savings Bond
609888	Series EE Savings Bond	2/1/2004	10,000.00	5,000.00	6,376.00	6,376.00	6,376.00								Series EE Savings Bond
609887	Series EE Savings Bond	1/1/2004	10,000.00	5,000.00	6,380.00	6,380.00	6,380.00								Series EE Savings Bond
535560	Series EE Savings Bond	2/1/1999	10,000.00	5,000.00	7,912.00	7,912.00	7,912.00								Series EE Savings Bond
535561	Series EE Savings Bond	2/1/1999	10,000.00	5,000.00	7,912.00	7,912.00	7,912.00								Series EE Savings Bond
548593	Series EE Savings Bond	2/1/2000	10,000.00	5,000.00	7,576.00	7,576.00	7,576.00								Series EE Savings Bond
548597	Series EE Savings Bond	2/1/2000	10,000.00	5,000.00	7,576.00	7,576.00	7,576.00								Series EE Savings Bond
548599	Series EE Savings Bond	2/1/2000	10,000.00	5,000.00	7,576.00	7,576.00	7,576.00								Series EE Savings Bond
593859	Series EE Savings Bond	1/1/2003	10,000.00	5,000.00	6,572.00	6,572.00	6,572.00								Series EE Savings Bond
593858	Series EE Savings Bond	1/1/2003	10,000.00	5,000.00	6,572.00	6,572.00	6,572.00								Series EE Savings Bond
020050B44	ALLY BANK	4/4/2012	50,000.00	50,000.00	50,332.00	50,332.00	50,332.00								ALLY BANK
34540TCH3	FORD MOTOR CREDIT	4/4/2012	30,000.00	30,000.00	29,814.00	29,814.00	29,814.00								FORD MOTOR CREDIT
3450TCH9	FORD MOTOR CREDIT	4/4/2012	20,000.00	20,000.00	19,877.80	19,877.80	19,877.80								FORD MOTOR CREDIT
38143AHB4	GOLDMAN SACHS BK USA NY	1/10/2012	100,000.00	100,000.00	100,976.00	100,976.00	100,976.00								GOLDMAN SACHS BK USA NY
XXX	OVERFLOW AMOUNTS FROM PAGE 19	XXX	-	-	-	-	XXX	-	-	-	-	-	-	-	XXX
XXX	Totals	XXX	\$ 140,000.00	\$ 270,000.00	\$ 297,340.00	\$ 298,339.80	XXX	\$ -	\$ -	\$ 308.20	\$ 1,308.00	\$ -	XXX	XXX	XXX
* Annual Statement Value															

SCHEDULE D - PART 2
Showing all Preferred & Common Stocks and Mutual Funds Owned December 31 of Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14
Cusip #	Description	From Whom Acquired	Date	No. of Shares	Par Value (Preferred Stocks)	Book Value	Market Value	Fair Value	Actual Cost	Received	Dividends and Accrued	Increase, by Book Value	Decrease, by Adjustment in Book Value
			Acquired	Shares	Per Share Value	Book Value	Market Value	Market Value/December 31 of Current Year	Actual Cost	11	Dividends	During Year	During Year
							Used To Obtain			12	Amount Due	During Year	During Year
							Per Share Rate						
00206R102	AT&T INC		VARIOUS	2,000	33.71	67,420.00	67,420.00	57,145.69	3,080.00	10,274.31			
16934Q109	CHIMERA INVESTMENT CORP		4/28/2011	3,000	2.61	7,830.00	7,830.00	12,302.74	1,398.00	4,472.74			
20825C104	CONOCOPHILLIPS		VARIOUS	2,000	14.75	29,500.00	29,500.00	23,490.00	920.00	6,010.00			
210509-10-5	CONSUMERS BANK CORP		VARIOUS	300	57.99	17,397.00	17,397.00	17,040.64	594.00	356.36			
226553105	CREXUS INVT CORP REIT COM		VARIOUS	400	12.25	4,900.00	4,900.00	4,411.82	449.00	488.18			
263534109	E I DU PONT DE MOURS & CO		VARIOUS	300	44.98	13,493.55	14,865.40	13,493.55	14,347.67	510.00	1,080.21		854.12
26441C105	DUKE ENERGY CORP HOLDING CO (REVERSE SPLIT 3:1)		VARIOUS	233	63.80	14,865.40	14,865.40	13,785.19	706.50				
25441C195	ENERGY TRANSFER PARTNERS UNIT LTD PARTNERSHIP		4/4/2011	1,000	42.93	42,930.00	42,930.00	43,233.00					303.00
48248A9GKC	KKR FINANCIAL HOLDINGS LLC		4/28/2011	1,000	10.56	10,560.00	10,560.00	10,674.00					114.00
494550106	KINDER MORGAN		6/22/2012	200	79.79	15,958.00	15,958.00	15,095.93		862.07			
500750106	KRAFT FOODS GROUPS CL A		10/5/2012	166	7.548	7,548.02	7,548.02	6,729.91		818.11			
536209GSC	LINN ENERGY LLC		4/26/2011	500	35.24	17,620.00	17,620.00	17,379.00		241.00			
665849106	MARATHON OIL CORP		VARIOUS	300	9.198	9,198.00	9,198.00	9,059.29		138.71			
50075N104	MONDELEZ INTL IN		4/9/2012	500	25.45	12,726.60	12,726.60	12,446.32	290.00	280.28			
6454678101	NISKA GAS STORAGE PARTNERS UNIT		7/29/2011	200	2.180	2,180.00	2,180.00	3,018.00		838.00			
708849HEC	PVR PARTNERSHIP		1/25/2011	1,000	25.98	25,980.00	25,980.00	24,031.00		1,949.00			
704326107	PAY CHEX INC		4/9/2012	500	31.10	15,550.00	15,550.00	15,901.03	815.00	351.03			
716546104	PHILLIPS 66 COM		5/4/2012	150	7.965	7,965.00	7,965.00	5,064.23	67.50	2,900.77			
7802599GC	ROYAL DUTCH SHELL		VARIOUS	1,000	68.95	68,950.00	68,950.00	71,769.15	3,420.00	2,819.15			
97381W9HNC	WINDSTREAM CORP		12/13/2010	1,000	8.28	8,280.00	8,280.00	14,250.00	1,000.00	5,970.00			
0078H-15-8	ASTON FIARPOINTE MID CAP FD CL-1		6/25/2012	537	33.84	18,188.53	18,188.53	16,537.48	587.48				
19765J-60-8	COLUMBIA MID CAP INDEX		VARIOUS	6,142	11.80	72,478.55	72,478.55	70,891.32	2,940.32	1,587.23			
302933-20-5	FMI LARGE CAP FUND		VARIOUS	3,906	17.10	66,787.33	66,787.33	62,477.54	2,068.66	4,309.79			
00141B-30-3	INVESTCO CHARTER FD CL Y		6/25/2012	2,778	18.00	50,008.95	50,008.95	45,852.50	636.33	4,156.45			
00142J-77-6	INVESTCO EQUALLY WEIGHTED S & P 500 Y		6/25/2012	3,981	33.96	135,199.01	135,199.01	129,773.05	5,448.05	5,425.96			
592905-84-8	METROPOLITAN EST HIGH YIELD		VARIOUS	2,133	10.42	22,230.10	22,230.10	21,777.11	600.11	452.99			
	OVERFLOW AMOUNTS FROM PAGE 19		XXX	XXX	XXX	746,625.65	746,625.65	746,625.65		21,188.78			
XXX	Totals		XXX	XXX	XXX	1,512,369.69	1,512,369.69	1,463,920.48	37,506.34	64,171.25			15,722.04

SCHEDULE D - PART 3

Showing all Bonds and Preferred & Common Stocks ACQUIRED During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

1	2	3	4	5	6	7	8
CUSIP #	Description	* Date Acquired	Name of Vendor	No. of Shares of Stock	Cost to Company (Excluding Accrued Interest on Bonds)	Par Value of Bonds	Paid for Accrued Interest and Dividends
20825C104	CONOCOPHILLIPS	1/10/2012	SCOTTRADE	200.00	9,607.72		
22653105	CREXUS INVT CORP REIT COM	1/10/2012	SCOTTRADE	100.00	1,080.92		
26441C105	DUKE ENERGY CORP HOLDING CO	1/10/2012	SCOTTRADE	200.00	4,312.63		
00206R102	AT & T INC.	4/9/2012	SCOTTRADE	1000.00	31,425.69		
50075N104	KRAFT FOODS INC CL A-NAME CHANGE TO MONDELEZ 32 INTERNATIONAL	4/9/2012	SCOTTRADE	500.00	11,627.61		
50075Q106	KRAFT FOODS GROUP (SPIN-OFF OF KRAFT FOODS INC)	10/5/2012	SCOTTRADE	166.00	7,548.62		
704326107	PAY CHEX INC	4/9/2012	SCOTTRADE	500.00	15,901.03		
718546104	PHILLIPS 66 (SPIN-OFF OF CONOCOPHILLIPS)	5/4/2012	SCOTTRADE	150.00	5,064.23		
494550106	KINDER MORGAN EGY PTNS L P	6/22/2012	SCOTTRADE	200.00	15,095.93		
00078H158	ASTON FAIRPORITE MID CAP FD CL 1	6/25/2012	CHARLES SCHWAB	537.49	16,537.48		
197645J-60-8	COLUMBIA MID CAP INDEX FD CL Z	6/25/2012	CHARLES SCHWAB	6142.25	70,891.32		
888894-84-7	DELAFIELD FUND	6/25/2012	CHARLES SCHWAB	433.21	12,000.00		
302933-20-5	FMI LARGE CAP FUND	Various	CHARLES SCHWAB	5445.52	87,068.66		
00141B-30-3	INVESCO CHARTER FD CL Y	6/25/2012	CHARLES SCHWAB	3675.05	60,636.33		
00142J-77-6	INVESCO EQUALLY WEIGHTED S&P 500 Y	6/25/2012	CHARLES SCHWAB	3981.13	129,773.05		
592905-84-8	METROPOLITAN WEST HIGH YIELD BOND	Various	CHARLES SCHWAB	2133.41	21,777.11		
64128K-8608	NEUBERGER BERMAN HIGH INC BD FD INST	Various	CHARLES SCHWAB	3513.79	32,800.03		
663974-50-5	OPPEHEIMER DEVELOPING MKTS FD CL Y	Various	CHARLES SCHWAB	984.91	31,242.77		
701769-40-8	FARNASSUSS EQUITY	Various	CHARLES SCHWAB	5032.22	137,364.14		
76628T-40-5	RIDGEWOOD HIGH INCOME CL 1	Various	CHARLES SCHWAB	3098.97	21,526.87		
7492H-62-2	RS PARTNERS FUND CL Y	6/25/2012	CHARLES SCHWAB	334.12	10,000.00		
808509-84-8	SCHWAB SMALL CAP INDEX FUND	10/22/2012	CHARLES SCHWAB	1096.32	22,763.85		
922908-49-6	VANGUARD 500 INDEX FD	Various	CHARLES SCHWAB	4918.26	523,935.73		
38143AHB4	GOLDMAN SACHS BK USA NY CD 1.50	1/18/2012	SCOTTRADE	100000.00	100,000.00		
0200QB44	ALLY BANK 1.20	4/4/2012	SCOTTRADE	50000.00	50,000.00		
34540TCH3	FORD MOTOR CREDIT 2.05% 2.05	4/5/2012	SCOTTRADE	30000.00	30,000.00		
345405CJ9	FORD MOTOR CREDIT 3.5% 3.50	4/5/2012	SCOTTRADE	20000.00	20,000.00		
Totals	** You can insert additional rows in yellow above if needed!	XXX	XXX	XXX	\$ 1,479,981.72	\$ -	\$ -

*The items with reference to each issue of bonds or stocks acquired at public offerings may be totaled in one line and the word "various" inserted in Columns 2 and 3.

SCHEDULE D - PART 4
 Showing all Bonds and Preferred & Common Stocks SOLD, REDEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Cusip #	Description	Date Sold	Name of Purchaser (if matured or called under redemption option, so state and give price at which called.)	No. of Shares of Stock	Consideration (Excluding Accrued Interest on Bonds)	Par Value of Bonds	Cost to Company (Excluding Accrued Interest on Bonds)	Book Value at Date of Sale	Increase, By Book Value During Year	Decrease, By Book Value During Year	Profit	Loss	Received During Year (including accrued interest on bonds sold)	Dividends on Stocks Received During Year (including accrued dividends on stocks sold)
02299SFC	ALTRA GROUP, INC	3/12/2012		1000.00	29,403.14		24,409.90				4,993.24			410.00
4383-70GMC	HOME PROPERTIES, INC (HME)	7/20/2012		500.00	32,569.14		27,418.50				5,150.64			660.00
G7945E9GMC	SEDRILL LIMITED	7/20/2012		1000.00	38,812.83		32,109.10				6,703.73			1,770.00
92343V9GQC	VERIZON COMMUNICATIONS INV	7/10/2012		1000.00	42,712.73		32,519.50				10,193.23			1,000.00
888894-84-7	DELAFIELD FUND	6/25/2012		433.21	12,862.09		12,000.00				862.09			
302933-20-5	FMI LARGE CAP FUND	6/25/2012		1539.83	25,669.00		24,591.12				1,077.88			
00141B-30-3	INVESCO CHARTER FD CL Y	6/25/2012		896.78	15,844.00		14,783.82				1,060.18			
701769-40-8	PARNASSUS EQUITY	6/25/2012		1622.24	47,025.00		44,196.52				2,828.48			
7492H-62-2	RS PARTNERS EQUITY	6/25/2012		334.12	11,366.64		10,000.00				1,366.64			
26441C105	DUKE ENERGY CORP--OPTIONS	7/23/2012		5.00	86.87		-				86.87			
263534109	E I DU PONT DE NEMOURS & CO INC--OPTIONS	7/23/2012		3.00	313.35		-				313.35			
29273R9FC	ENERGY TRANSFER PARTNERS UNIT LTD PARTNERSHIP--OPTIONS	6/16/2012		10.00	310.69		-				310.69			
48248A9GKC	KKR FINANCIAL HLDGS--OPTIONS	7/23/2012		10.00	180.69		-				180.69			
536029GSC	LINN ENERGY LLC--OPTIONS	7/23/2012		5.00	46.87		-				46.87			
565849106	MARATHON OIL CORP--OPTIONS	7/23/2012		3.00	433.35		-				433.35			
7078849HEC	PVR PARTNERS LP--OPTIONS	8/20/2012		10.00	240.69		-				240.69			
7802699GCC	ROYAL DUTCH SHELL--OPTIONS	7/23/2012		10.00	1,730.66		-				1,730.66			
97381W9HNC	WINDSTREAM CORP--OPTIONS	8/20/2012		10.00	220.68		-				220.68			
26441C105	DUKE ENERGY CORP HOLDINGS CO--CASH IN LIEU FRACT SHARE	07/11/12		0.33	22.08		-				22.08			
500750106	KRAFT FOODS GROUP INC W/ CASH IN LIEU SPIN-OFF FRACT SHARE	10/11/2012		0.67	31.06		-				31.06			
Totals	** You can insert additional rows in yellow above if needed!			XXXX	259,881.56		222,028.46				\$ 37,853.10			\$ 3,840.00

REINSURANCE SCHEDULE

Reinsurance Ceded and Reinsurance Assumed

1	2	3	4	5	6	7	8
Reinsurer or Reinsured	Ceded or Assumed	Location of Company	Total Amount Reinsured	Total Premiums Ceded *	Total Premiums Assumed **	Largest Risk Ceded or Assumed	Remarks
Ginnell Mutual Reinsurance Co.	Ceded or Assumed	Iowa		1,411,483.55			
OVERFLOW AMOUNTS							
Totals	XXX	XXX	\$ -	\$ 1,411,483.55	\$ -	XXX	XXX

*Total to agree with Page 4, Line 1.4, Current Year.

**Total to agree with Page 4, Line 1.5, Current Year.

COMPENSATION SCHEDULE

Show all salaries, commissions, claim adjustment expenses, directors fees and expenses, and travel items paid in the current year for the top 5 officers/employees and all directors, travel or car allowances, if paid, are to be included.

1	2	3	4	5	6	7	8	9
Name of Payee	Title	Salaries	Commissions	Claim Adjustment Expenses	Directors Fees & Expenses	Travel & Travel Items	All Other	Total
Officers/Employees:								
1) James Sanor	President / Treasurer	177,250.00	132,904.91					\$ 310,154.91
2) Ned Ellis	Vice President	110,410.08						\$ 110,410.08
3) Rebecca Holmes	Administrative Assistant	40,024.80						\$ -
4) Leroy Sanor	Underwriting Manager	70,000.00						\$ 70,000.00
5) Karen King	HR Administrator	33,378.69						\$ 33,378.69
Directors:								
Tom Patterson					6,500.00			\$ 6,500.00
Jerry Connor				43,987.21	7,500.00			\$ 51,487.21
James Sanor					6,500.00			\$ 6,500.00
Timothy G. Dickey					5,750.00			\$ 5,750.00
Tad Rose					7,750.00			\$ 7,750.00
Ned Ellis					7,000.00			\$ 7,000.00
Leroy Sanor					3,250.00			\$ 3,250.00
Totals	XXXX	\$ 431,063.57	\$ 132,904.91	\$ 43,987.21	\$ 44,250.00	\$ -	\$ -	\$ 612,160.89

GENERAL INTERROGATORIES

(Answer all questions and attach additional sheets if necessary.)

- Company's retention:
 Fire \$75,000 Wind \$75,000 Other \$75,000
 Catastrophe Reinsurance \$500,000 Aggregate excess of loss
 Fire and EC
- Retention before reinsurance applies for:
- What is the largest risk assumed and retained:
- What kind of perils are being covered?
- Have the by-laws been amended during the current year? No If so, were such amendments filed with the Ohio Department of Insurance?
- In what counties does the Company operate: All 86 counties
- Name of Principal Officer and amount of bond. James Sanor - \$125,000
- Are all of the persons who handle funds of the Company bonded? Yes No Blanket - \$25,000
- State the name and amount of each bond on each, except person named in Item 6 above.
- Does the Company have an annual audit conducted by an independent CPA? Yes
- State the number of members holding policies in the Company. 14,452 If so, did such report agree with the annual statement filed with the Ohio Department of Insurance? No
- Was an annual report of the Company made available to each policyholder?
- State as of what date the latest examination of the Company was made by the Ohio Department of Insurance. Dec-10
- How many assessments were made during the year? 0 Date of last assessment 15-Aug-11
- Did the assessment provide for all losses, expenses and all other liabilities prior to the date of assessment? Yes
- Rate of policy fee \$15.00 interest thereon
- State the amount of borrowed money since date of last assessment None interest thereon
- Does any person, firm, corporation or association have any claim, contingent or otherwise, against this Company which is NOT included in the liabilities on page 2 of this statement? Yes No X
- If yes, give the amount, terms for payment and reasons why such were not recorded as a liability on page 2 of this statement.

ANNUAL STATEMENT FOR THE YEAR 2012
SANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPANY

SCHEDULE E - CASH or CASH EQUIVALENTS

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

1 DEPOSITORY Give Full Name and Location	2 Interest Rate	3 Amount of Interest Received During Year	4 Amount of Interest Accrued Dec. 31 of Current Year	5 Book Balance Dec. 31 of Current Year *
OPEN DEPOSITORIES:				
FIRST NATIONAL COMMUNITY BANK	-	101.75		155,135.00
FIRST NATIONAL COMMUNITY BANK	-			3,265.15
HUNTINGTON BANK				1,411,706.69
HUNTINGTON BANK				496,085.13
HOME SAVINGS	2.970%	1,785.08		60,000.00
CHASE / JP MORGAN BANK	3.680%	4,743.71		633,147.57
CONSUMERS NATIONAL BANK	3.920%	1,051.20		58,976.23
CONSUMERS NATIONAL BANK	0.648%	2,440.65		503,025.78
FIRST NATIONAL COMMUNITY BANK	0.320%	0.18		359.55
FIRST NATIONAL COMMUNITY BANK	0.600%		1,854.60	309,099.78
FIRST NATIONAL COMMUNITY BANK	0.650%	2,755.90		531,374.84
FIRST NATIONAL COMMUNITY BANK	0.650%	728.45		143,894.23
FIRST NATIONAL COMMUNITY BANK	0.500%	610.98		323,497.45
FIRST NATIONAL COMMUNITY BANK	0.750%	663.01		336,446.59
FIRST NATIONAL COMMUNITY BANK	0.750%	473.82		224,106.50
FIRST NATIONAL COMMUNITY BANK	0.200%	275.30		429,616.51
FIRST NATIONAL COMMUNITY BANK	0.500%	228.97		222,971.46
FIRST NATIONAL COMMUNITY BANK	0.450%	196.15		234,075.76
FARMERS NATIONAL BANK	1.850%	1,866.47		102,330.25
VANGUARD	0.300%	8.25		21,306.36
HUNTINGTON BANK	0.260%	578.39		250,580.29
HUNTINGTON BANK	2.430%		4,417.87	72,722.22
HUNTINGTON BANK	2.430%		4,417.87	72,722.22
HUNTINGTON BANK	2.430%		4,417.87	72,722.22
SCOTTTRADE MONEY MARKET	0.020%	1,915.89		250,841.01
CHARLES SCHWAB MONEY MARKET	0.010%	1.96		5,421.85
OVERFLOW AMOUNTS	xxxx	0.00	0.00	0.00
Total	xxxx	\$ 20,426.11	\$ 15,108.21	\$ 6,925,430.64

*Total to agree with Page 2, Line 4, Current Year.

ANNUAL STATEMENT FOR THE YEAR 2012
ANDY AND BEAVER VALLEY FARMERS MUTUAL INSURANCE COMPAN

ORGANIZATIONAL CHART

LIST ALL ENTITIES THAT ARE MEMBERS OF AN INSURANCE COMPANY HOLDING SYSTEM AS
DEFINED IN ORC 3901.32

None



