



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2012
OF THE CONDITION AND AFFAIRS OF THE
GERMAN MUTUAL INSURANCE COMPANY

NAIC Group Code 0000, NAIC Company Code 17884, Employer's ID Number 34-4469685
Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio
Country of Domicile United States
Incorporated/Organized 12/28/1984, Commenced Business 06/01/1867
Statutory Home Office 1000 WESTMORELAND AVENUE, NAPOLEON, OH, US 43545
Main Administrative Office 1000 WESTMORELAND AVENUE, NAPOLEON, OH, US 43545
Mail Address P.O. BOX 230, NAPOLEON, OH, US 43545
Primary Location of Books and Records 1000 WESTMORELAND AVENUE, NAPOLEON, OH, US 43545
Internet Website Address www.heartland-ins.com
Statutory Statement Contact RHONDA K BOCKELMAN, 419-599-3993-208

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Includes SCOTT C. PIPER # (PRESIDENT), RHONDA K. BOCKELMAN (TREASURER), RONALD D. SANDS (SECRETARY).

OTHER OFFICERS

Table with 4 columns: Name, Title, Name, Title. Includes PHYLLIS A. KNAPE (VICE PRESIDENT).

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Title, Name, Title. Includes SCOTT C. PIPER # (PHILIP W. MENZEL), J. SCOTT MILLER (ALAN E. WYSE), LORI B MILLER (GENE A. ROTH), RONALD D. SANDS (LESTER L. GERICKE), GREGORY A EDWARDS (RONALD H. GERKEN), PAUL F. BRINKER #.

State of OHIO

County of HENRY ss

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

SCOTT C. PIPER
PRESIDENT

RONALD D. SANDS
SECRETARY

RHONDA K. BOCKELMAN
TREASURER

Subscribed and sworn to before me this 27TH day of FEBRUARY, 2013

a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number
2. Date filed 03/01/2013
3. Number of pages attached

MEGAN BATT NOTARY
FEBRUARY 12, 2016

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	3,091,655		3,091,655	12,195,261
2. Stocks (Schedule D):				
2.1 Preferred stocks	202,960		202,960	204,400
2.2 Common stocks	9,036,647		9,036,647	8,361,046
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....	1,367,745		1,367,745	1,382,121
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)	107,916		107,916	107,916
5. Cash (\$8,849,484 , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$147,590 , Schedule DA).....	8,997,074		8,997,074	1,568,851
6. Contract loans (including \$ premium notes).....			0	0
7. Derivatives (Schedule DB).....			0	0
8. Other invested assets (Schedule BA)	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets (Schedule DL).....			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	22,803,997	0	22,803,997	23,819,595
13. Title plants less \$ charged off (for Title insurers only).....			0	0
14. Investment income due and accrued	49,830		49,830	175,692
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,828,597		3,828,597	3,690,062
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums).....			0	0
15.3 Accrued retrospective premiums.....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	1,269,942		1,269,942	969,799
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	167,907
18.2 Net deferred tax asset.....	5,330,687	4,451,430	879,257	210,332
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software.....	1,909,700	1,711,767	197,933	283,998
21. Furniture and equipment, including health care delivery assets (\$)	23,450	23,450	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable.....	50,000	50,000	0	0
25. Aggregate write-ins for other than invested assets	131,590	131,590	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	35,397,793	6,368,237	29,029,556	29,317,385
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27)	35,397,793	6,368,237	29,029,556	29,317,385
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. PREPAID EXPENSES.....	20,240	20,240	0	0
2502. AUTOS.....	111,350	111,350	0	0
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	131,590	131,590	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	4,778,655	4,842,471
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		0
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	1,191,826	1,199,751
4. Commissions payable, contingent commissions and other similar charges	505,609	566,680
5. Other expenses (excluding taxes, licenses and fees)	1,225,745	1,230,873
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	376,006	363,546
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		0
7.2 Net deferred tax liability		0
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$3,313,814 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	8,935,480	8,682,485
10. Advance premium	326,872	265,157
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,693,452	1,470,572
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	147,588	0
14. Amounts withheld or retained by company for account of others	340	628
15. Remittances and items not allocated		0
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 8)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates		0
20. Derivatives		0
21. Payable for securities		0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	19,181,573	18,622,163
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	19,181,573	18,622,163
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock		0
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus		0
35. Unassigned funds (surplus)	9,847,983	10,695,222
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		0
36.2 shares preferred (value included in Line 31 \$)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	9,847,983	10,695,222
38. Totals (Page 2, Line 28, Col. 3)	29,029,556	29,317,385
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	17,570,559	23,515,725
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	11,609,264	18,915,186
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	1,916,266	2,004,372
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	7,855,424	8,634,575
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	21,380,954	29,554,133
7. Net income of protected cells		0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(3,810,395)	(6,038,408)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	750,804	953,273
10. Net realized capital gains (losses) less capital gains tax of \$ (Exhibit of Capital Gains (Losses))	641,729	(20,093)
11. Net investment gain (loss) (Lines 9 + 10)	1,392,533	933,180
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		0
13. Finance and service charges not included in premiums	128,605	107,818
14. Aggregate write-ins for miscellaneous income	1,831	39,410
15. Total other income (Lines 12 through 14)	130,436	147,228
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(2,287,426)	(4,958,000)
17. Dividends to policyholders		0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(2,287,426)	(4,958,000)
19. Federal and foreign income taxes incurred		17,037
20. Net income (Line 18 minus Line 19) (to Line 22)	(2,287,426)	(4,975,037)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	10,695,222	16,370,857
22. Net income (from Line 20)	(2,287,426)	(4,975,037)
23. Net transfers (to) from Protected Cell accounts		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	838,643	(639,395)
25. Change in net unrealized foreign exchange capital gain (loss)		0
26. Change in net deferred income tax	912,779	2,185,184
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(311,235)	(2,246,387)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	0	0
29. Change in surplus notes		0
30. Surplus (contributed to) withdrawn from protected cells		0
31. Cumulative effect of changes in accounting principles		0
32. Capital changes:		
32.1 Paid in		0
32.2 Transferred from surplus (Stock Dividend)		0
32.3 Transferred to surplus		0
33. Surplus adjustments:		
33.1 Paid in		0
33.2 Transferred to capital (Stock Dividend)		0
33.3 Transferred from capital		0
34. Net remittances from or (to) Home Office		0
35. Dividends to stockholders		0
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(847,239)	(5,675,635)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	9,847,983	10,695,222
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0
1401. SALE OF FIXED ASSETS.....	0	(2,871)
1402. OTHER INCOME.....	1,831	42,281
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	1,831	39,410
3701. ADDITIONAL ADMITTED DEFERRED TAX ASSETS.....		127,501
3702. RECLASSIFICATION OF ADDITIONAL ADMITTED DEFERRED TAX ASSETS TO SPECIAL SURPLUS FUNDS.....		(127,501)
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance.....	18,117,202	21,965,951
2. Net investment income	959,139	1,001,745
3. Miscellaneous income	130,436	147,228
4. Total (Lines 1 through 3)	19,206,777	23,114,924
5. Benefit and loss related payments	13,897,414	21,303,335
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	7,909,163	8,709,418
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	(167,907)	(648,281)
10. Total (Lines 5 through 9)	21,638,670	29,364,472
11. Net cash from operations (Line 4 minus Line 10)	(2,431,893)	(6,249,548)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	9,761,086	3,223,444
12.2 Stocks	406,245	6,147,156
12.3 Mortgage loans	0	0
12.4 Real estate	10,000	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
12.7 Miscellaneous proceeds	1	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	10,177,332	9,370,600
13. Cost of investments acquired (long-term only):		
13.1 Bonds	0	1,268,856
13.2 Stocks	226,517	2,946,910
13.3 Mortgage loans	0	0
13.4 Real estate	58,503	25,153
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	285,020	4,240,919
14. Net increase (decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	9,892,312	5,129,681
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied).....	(32,196)	82,027
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(32,196)	82,027
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	7,428,223	(1,037,840)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,568,851	2,606,691
19.2 End of year (Line 18 plus Line 19.1)	8,997,074	1,568,851

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1	2	3	4
		Net Premiums Written per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	409,800	212,991	287,120	335,671
2.	Allied lines	11,625	1,902	4,886	8,641
3.	Farmowners multiple peril	3,344,140	1,843,280	2,085,814	3,101,606
4.	Homeowners multiple peril	4,620,198	3,186,733	3,111,120	4,695,811
5.	Commercial multiple peril	1,462,057	906,335	862,669	1,505,723
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	252,936	141,382	151,190	243,128
10.	Financial guaranty	0	0	0	0
11.1	Medical professional liability - occurrence	0	0	0	0
11.2	Medical professional liability - claims-made	0	0	0	0
12.	Earthquake	24,409	16,223	15,553	25,079
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	175,121	23,818	35,823	163,116
17.2	Other liability - claims-made	0	0	0	0
17.3	Excess workers' compensation	0	0	0	0
18.1	Products liability - occurrence	28,288	14,235	13,076	29,447
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	3,689,705	1,045,072	1,036,244	3,698,533
19.3,19.4	Commercial auto liability	270,618	135,862	131,845	274,635
21.	Auto physical damage	3,524,703	1,151,422	1,192,509	3,483,616
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	9,954	3,230	7,631	5,553
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Warranty	0	0	0	0
31.	Reinsurance - nonproportional assumed property	0	0	0	0
32.	Reinsurance - nonproportional assumed liability	0	0	0	0
33.	Reinsurance - nonproportional assumed financial lines	0	0	0	0
34.	Aggregate write-ins for other lines of business	0	0	0	0
35.	TOTALS	17,823,554	8,682,485	8,935,480	17,570,559
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	287,120	.0			287,120
2.	Allied lines	4,886	.0			4,886
3.	Farmowners multiple peril	2,085,814	.0			2,085,814
4.	Homeowners multiple peril	3,111,120	.0			3,111,120
5.	Commercial multiple peril	862,669	.0			862,669
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine	151,190	.0			151,190
10.	Financial guaranty					0
11.1	Medical professional liability - occurrence					0
11.2	Medical professional liability - claims-made					0
12.	Earthquake	15,553	.0			15,553
13.	Group accident and health					0
14.	Credit accident and health (group and individual)					0
15.	Other accident and health					0
16.	Workers' compensation					0
17.1	Other liability - occurrence	35,823	.0			35,823
17.2	Other liability - claims-made					0
17.3	Excess workers' compensation					0
18.1	Products liability - occurrence	13,076	.0			13,076
18.2	Products liability - claims-made .....		.0			0
19.1,19.2	Private passenger auto liability	1,036,244	.0			1,036,244
19.3,19.4	Commercial auto liability	131,845	.0			131,845
21.	Auto physical damage	1,192,509	.0			1,192,509
22.	Aircraft (all perils)					0
23.	Fidelity					0
24.	Surety					0
26.	Burglary and theft	7,631	.0			7,631
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Warranty					0
31.	Reinsurance - nonproportional assumed property					0
32.	Reinsurance - nonproportional assumed liability					0
33.	Reinsurance - nonproportional assumed financial lines					0
34.	Aggregate write-ins for other lines of business	0	.0	0	0	0
35.	TOTALS	8,935,480	0	0	0	8,935,480
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Lines 35 through 37)					8,935,480
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	.0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

(a) State here basis of computation used in each case .

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	739,490				329,690	409,800
2. Allied lines	13,245				1,620	11,625
3. Farmowners multiple peril	6,416,708				3,072,568	3,344,140
4. Homeowners multiple peril	8,484,980				3,864,782	4,620,198
5. Commercial multiple peril	2,479,573				1,017,516	1,462,057
6. Mortgage guaranty						0
8. Ocean marine						0
9. Inland marine	422,801				169,865	252,936
10. Financial guaranty						0
11.1 Medical professional liability - occurrence						0
11.2 Medical professional liability - claims-made						0
12. Earthquake	40,722				16,313	24,409
13. Group accident and health						0
14. Credit accident and health (group and individual)						0
15. Other accident and health						0
16. Workers' compensation						0
17.1 Other liability - occurrence	456,392				281,271	175,121
17.2 Other liability - claims-made						0
17.3 Excess workers' compensation						0
18.1 Products liability - occurrence	43,152				14,864	28,288
18.2 Products liability - claims-made						0
19.1,19.2 Private passenger auto liability	5,628,132				1,938,427	3,689,705
19.3,19.4 Commercial auto liability	412,810				142,192	270,618
21. Auto physical damage	5,844,534				2,319,831	3,524,703
22. Aircraft (all perils)						0
23. Fidelity						0
24. Surety						0
26. Burglary and theft	16,434				6,480	9,954
27. Boiler and machinery						0
28. Credit						0
29. International						0
30. Warranty						0
31. Reinsurance - nonproportional assumed property	XXX					0
32. Reinsurance - nonproportional assumed liability	XXX					0
33. Reinsurance - nonproportional assumed financial lines	XXX					0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0
35. TOTALS	30,998,973	0	0	0	13,175,419	17,823,554
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire	875,079		571,364	303,715	(25,582)	540	277,593	82.7
2. Allied lines				.0	.0	.0	.0	.0
3. Farmowners multiple peril	9,552,594		7,713,462	1,839,132	448,345	424,428	1,863,049	60.1
4. Homeowners multiple peril	13,457,396		9,854,371	3,603,025	887,092	979,974	3,510,143	74.8
5. Commercial multiple peril	1,531,392		938,229	593,163	270,523	199,055	664,631	44.1
6. Mortgage guaranty				.0	.0	.0	.0	.0
8. Ocean marine				.0	.0	.0	.0	.0
9. Inland marine	58,110		20,252	37,858	3,831	3,988	37,701	15.5
10. Financial guaranty				.0	.0	.0	.0	.0
11.1 Medical professional liability - occurrence				.0	.0	.0	.0	.0
11.2 Medical professional liability - claims-made				.0	.0	.0	.0	.0
12. Earthquake				.0	.0	.0	.0	.0
13. Group accident and health				.0	.0	.0	.0	.0
14. Credit accident and health (group and individual)				.0	.0	.0	.0	.0
15. Other accident and health				.0	.0	.0	.0	.0
16. Workers' compensation				.0	.0	.0	.0	.0
17.1 Other liability - occurrence	2,004,213		1,906,657	97,556	56,231	74,777	79,010	48.4
17.2 Other liability - claims-made				.0	.0	.0	.0	.0
17.3 Excess workers' compensation				.0	.0	.0	.0	.0
18.1 Products liability - occurrence	12,459		182	12,277	(58)	18,000	(5,781)	(19.6)
18.2 Products liability - claims-made				.0	.0	.0	.0	.0
19.1,19.2 Private passenger auto liability	4,189,006		1,413,136	2,775,870	3,219,615	3,023,877	2,971,608	80.3
19.3,19.4 Commercial auto liability	241,932		46,704	195,228	24,954	91,554	128,628	46.8
21. Auto physical damage	3,363,492		1,148,236	2,215,256	(106,296)	26,278	2,082,682	59.8
22. Aircraft (all perils)			.0	.0	.0	.0	.0	.0
23. Fidelity				.0	.0	.0	.0	.0
24. Surety				.0	.0	.0	.0	.0
26. Burglary and theft				.0	.0	.0	.0	.0
27. Boiler and machinery				.0	.0	.0	.0	.0
28. Credit				.0	.0	.0	.0	.0
29. International				.0	.0	.0	.0	.0
30. Warranty				.0	.0	.0	.0	.0
31. Reinsurance - nonproportional assumed property	XXX			.0	.0	.0	.0	.0
32. Reinsurance - nonproportional assumed liability	XXX			.0	.0	.0	.0	.0
33. Reinsurance - nonproportional assumed financial lines	XXX			.0	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
35. TOTALS	35,285,673	0	23,612,593	11,673,080	4,778,655	4,842,471	11,609,264	66.1
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Sum. of remaining write-ins for Line 34 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	1		25,583	(25,582)				(25,582)	4,515
2. Allied lines				0				0	
3. Farmowners multiple peril	686,853		400,570	286,283	229,299		67,237	448,345	327,681
4. Homeowners multiple peril	1,580,413		818,003	762,410	176,403		51,721	887,092	192,246
5. Commercial multiple peril	352,213		106,650	245,563	35,304		10,344	270,523	38,430
6. Mortgage guaranty				0				0	
8. Ocean marine				0				0	
9. Inland marine	7,789		3,958	3,831				3,831	
10. Financial guaranty				0				0	
11.1 Medical professional liability - occurrence				0				0	
11.2 Medical professional liability - claims-made				0				0	
12. Earthquake				0				0	
13. Group accident and health				0				(a) 0	
14. Credit accident and health (group and individual)				0				0	
15. Other accident and health				0				(a) 0	
16. Workers' compensation				0				0	
17.1 Other liability - occurrence	123,000		97,107	25,893	43,901		13,563	56,231	11,563
17.2 Other liability - claims-made				0				0	
17.3 Excess workers' compensation				0				0	
18.1 Products liability - occurrence			58	(58)				(58)	0
18.2 Products liability - claims-made				0				0	
19.1,19.2 Private passenger auto liability	2,984,127		458,919	2,525,208	1,497,353		802,946	3,219,615	592,427
19.3,19.4 Commercial auto liability	39,328		14,374	24,954				24,954	3,000
21. Auto physical damage	173,284		226,256	(52,972)	(94,918)		(41,594)	(106,296)	21,964
22. Aircraft (all perils)				0				0	
23. Fidelity				0				0	
24. Surety				0				0	
26. Burglary and theft				0				0	
27. Boiler and machinery				0				0	
28. Credit				0				0	
29. International				0				0	
30. Warranty				0				0	
31. Reinsurance - nonproportional assumed property	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability	XXX			0	XXX			0	
33. Reinsurance - nonproportional assumed financial lines	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
35. TOTALS	5,947,008	0	2,151,478	3,795,530	1,887,342	0	904,217	4,778,655	1,191,826
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above)	0	0	0	0	0	0	0	0	0

(a) Including \$ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	1,723,897			1,723,897
1.2 Reinsurance assumed				0
1.3 Reinsurance ceded	959,955			959,955
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	763,942	0	0	763,942
2. Commission and brokerage:				
2.1 Direct, excluding contingent		4,299,798		4,299,798
2.2 Reinsurance assumed, excluding contingent				0
2.3 Reinsurance ceded, excluding contingent		2,417,027		2,417,027
2.4 Contingent-direct		214,619		214,619
2.5 Contingent-reinsurance assumed				0
2.6 Contingent-reinsurance ceded		(17,099)		(17,099)
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	2,114,489	0	2,114,489
3. Allowances to manager and agents		40,543		40,543
4. Advertising		49,128		49,128
5. Boards, bureaus and associations		134,960		134,960
6. Surveys and underwriting reports		254,890		254,890
7. Audit of assureds' records				0
8. Salary and related items:				
8.1 Salaries	481,061	1,900,191	24,053	2,405,305
8.2 Payroll taxes	39,290	157,162		196,452
9. Employee relations and welfare	143,808	575,232		719,040
10. Insurance	9,492	37,970		47,462
11. Directors' fees		142,717		142,717
12. Travel and travel items	18,000	72,001		90,001
13. Rent and rent items	36,647	146,589		183,236
14. Equipment	4,631	18,522		23,153
15. Cost or depreciation of EDP equipment and software	286,989	1,147,956		1,434,945
16. Printing and stationery	33,547	134,186		167,733
17. Postage, telephone and telegraph, exchange and express	28,696	114,787		143,483
18. Legal and auditing	77,449	309,795	285	387,529
19. Totals (Lines 3 to 18)	1,159,610	5,236,629	24,338	6,420,577
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		378,684		378,684
20.2 Insurance department licenses and fees		75,661		75,661
20.3 Gross guaranty association assessments				0
20.4 All other (excluding federal and foreign income and real estate)				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	454,345	0	454,345
21. Real estate expenses			1,060	1,060
22. Real estate taxes			31,134	31,134
23. Reimbursements by uninsured plans				0
24. Aggregate write-ins for miscellaneous expenses	(7,286)	49,961	0	42,675
25. Total expenses incurred	1,916,266	7,855,424	56,532 (a)	9,828,222
26. Less unpaid expenses - current year	1,191,826	2,107,360		3,299,186
27. Add unpaid expenses - prior year	1,199,751	2,161,099	0	3,360,850
28. Amounts receivable relating to uninsured plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	1,924,191	7,909,163	56,532	9,889,886
DETAILS OF WRITE-INS				
2401. OUTSIDE SERVICES	639			639
2402. CLAIM ADJUSTING RESERVE	(7,925)	0		(7,925)
2403. MISCELLANEOUS EXPENSE		49,961		49,961
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	(7,286)	49,961	0	42,675

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

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a)	
1.1 Bonds exempt from U.S. tax	(a) 72,114	61,374
1.2 Other bonds (unaffiliated)	(a) 451,652	337,771
1.3 Bonds of affiliates	(a) 0	
2.1 Preferred stocks (unaffiliated)	(b) 15,800	15,800
2.11 Preferred stocks of affiliates	(b) 0	
2.2 Common stocks (unaffiliated)	375,441	375,441
2.21 Common stocks of affiliates	0	
3. Mortgage loans	(c)	
4. Real estate	(d) 73,000	73,000
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 18,179	16,936
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income	0	0
10. Total gross investment income	1,006,186	880,322
11. Investment expenses		(g) 56,532
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 72,986
15. Aggregate write-ins for deductions from investment income		0
16. Total deductions (Lines 11 through 15)		129,518
17. Net investment income (Line 10 minus Line 16)		750,804
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 through 1503) plus 1598 (Line 15 above)		0

- (a) Includes \$ 11,029 accrual of discount less \$ 20,516 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ 73,000 for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5. Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds			0		
1.1 Bonds exempt from U.S. tax	666,968		666,968		
1.2 Other bonds (unaffiliated)			0		
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	(1,440)	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	15,247	0	15,247	840,083	0
2.21 Common stocks of affiliates	0	0	0	0	0
3. Mortgage loans	0	0	0	0	0
4. Real estate	(40,486)	0	(40,486)	0	0
5. Contract loans			0		
6. Cash, cash equivalents and short-term investments			0	0	0
7. Derivative instruments			0		
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	641,729	0	641,729	838,643	0
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903) plus 0998 (Line 9 above)	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale	0	50,593	50,593
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	0	50,593	50,593
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset.....	4,451,430	4,207,576	(243,854)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	1,711,767	1,503,584	(208,183)
21. Furniture and equipment, including health care delivery assets.....	23,450	37,869	14,419
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable.....	50,000	55,000	5,000
25. Aggregate write-ins for other than invested assets	131,590	202,376	70,786
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	6,368,237	6,056,998	(311,239)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	6,368,237	6,056,998	(311,239)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0
2501. PREPAID EXPENSES.....	20,240	39,639	19,399
2502. AUTOS.....	111,350	162,737	51,387
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	131,590	202,376	70,786

NOTES TO FINANCIAL STATEMENTS

German Mutual Insurance Company
Notes to Annual Statement
2011

Note 1 - Summary of Significant Accounting Policies

A Accounting Practices

The Company prepares its financial statements in conformity with accounting practices prescribed or permitted by the Ohio Insurance Department.

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

B Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Significant estimates used in preparing these financial statements include those used in computing the liability for outstanding claims. It is at least reasonably possible that the significant estimates used will change within the next year.

C Accounting Policies

Direct premiums are earned over the terms of the related policies. Unearned premiums are established to cover the unexpired portion of premiums written and are computed on a pro rata basis. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists primarily of interest, dividends and rent income less investment related expense. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis.

Rental income includes an imputed rent for the Company's occupancy of its own buildings. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed. Realized capital losses include writedowns for impairments considered to be other than temporary. Investment income due and accrued is not admitted if amounts are over 90 days past due.

Real estate investments are classified in the balance sheet as properties occupied by the company and properties held for sale. Properties occupied by the company are carried at depreciated cost less encumbrances. Properties held for sale are carried at the lower of depreciated cost or fair value less estimated cost to sell. The fair values of properties held for sale are based upon quoted market prices, if available. If quoted market prices are unavailable, fair values are based upon market appraisals performed every five years using certified valuation techniques.

Fair values for these properties will be immediately determined whenever circumstances indicate that the carrying amounts may not be recoverable. Fair values of properties occupied by the company will be measured only if circumstances indicate that the financial condition of the company is in question.

NOTES TO FINANCIAL STATEMENTS

For purposes of the statement of cash flows, the Company considers all certificates of deposit, repurchase agreements and savings accounts with a maturity of one year or less to be cash equivalents. Investment grade short-term investments are stated at cost, which is also their fair value. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.

For repurchase agreements, Company policy requires a minimum of 100% of the fair value of securities purchased under repurchase agreements to be maintained as collateral.

Reinsurance recoverables are estimates of paid and unpaid losses collectible from the Company's reinsurers.

The amounts ultimately collected may be more or less than these estimates. Any adjustments of these estimates is reflected in income as they are determined. The Company periodically reviews the financial condition of its reinsurers and amounts recoverable there from, recording an allowance when necessary for uncollectible reinsurance.

1. Investment grade short-term investments are stated at cost, which is also their fair value. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.
2. Investment grade bonds not backed by other loans are stated at amortized value using the interest method and adjusted for other than temporary fair value decline unless required by the NAIC to be carried at fair value. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value.
3. Common stocks (including mutual funds) are reported at current fair value. Unrealized appreciation and depreciation of stocks are reported as changes in policyholders' surplus. Realized gains and losses are determined on the specific identification basis.
4. Investment grade redeemable preferred stocks are stated at cost or amortized cost. Investment grade perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized value or fair value.
5. The Company has no mortgage loans.
6. The Company has no loan-backed securities.
7. The Company has no investments in subsidiaries, controlled or affiliated companies.
8. The Company has no investments in joint ventures, partnerships or limited liability companies.
9. The Company has no derivative investments.
- 1 0 The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.
- 1 1 Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed, and any adjustments are reflected in the period determined. Unpaid losses and loss adjustment expenses are reported net of receivables for salvage and subrogation of approximately \$135,000 and \$95,000 at December 31, 2012 and 2011.

NOTES TO FINANCIAL STATEMENTS

- 1 2 The Company's building, equipment and application software are depreciated primarily on the straight-line method.

The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and building improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.

- 1 3 Not applicable as the Company does not write major medical insurance.

Note 2 - Accounting Changes and Correction of Errors

- A Accounting Changes Other than Codification and Correction of
. Errors

The Company adopted SSAP 10R, Income Taxes - Revised, a Temporary Replacement of SSAP 10, during 2009. The adoption of SSAP 10R caused total assets and surplus to increase by \$127,501. See Note 9 in these financial statements for more information.

Note 3 - Business Combinations and Goodwill

- A Statutory Purchase Method

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Not applicable.

- B Statutory Mergers

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NOTES TO FINANCIAL STATEMENTS

As of December 31, 2011, Lime City Mutual Insurance Association merged into German Mutual Insurance Company and was accounted for as a statutory merger in accordance with SSAP 68. Accordingly, German Mutual Insurance Company's 2011 financial statements are inclusive of the merged Lime City Mutual Insurance Association's financial activity for the entire year. There wasn't an exchange of shares of stock between the entities due to both entities being considered mutual companies and ultimately, deemed owned by the policyholders. Thus Lime City Mutual Association's policyholders are policyholders of German Mutual Insurance Company as of the merger date.

Below is a schedule providing the results of operations of the previously separate entities for the 2011 year prior to the consummation of the statutory merger:

	German Mutual Insurance Company	Lime City Mutual Association	Combined German Mutual Insurance Company
Underwriting Income			
Premiums earned	\$23,024,455	\$ 491,270	\$ 23,515,725
Losses, loss expenses and other underwriting expenses incurred	28,824,779	729,354	29,554,133
Net underwriting loss	(5,800,324)	(238,084)	(6,038,408)
Investment income	920,793	12,387	933,180
Other income	142,495	4,733	147,228
Loss before federal income tax	(4,737,036)	(220,964)	(4,958,000)
Federal income tax	17,037	-	17,037
Net loss	(4,754,073)	(220,964)	(4,975,037)
Beginning Policyholders' Surplus	15,399,866	970,991	16,370,857
Change in net unrealized capital gains and losses	(410,601)	(5,006)	(415,607)
Change in net deferred tax asset	1,961,396	-	1,961,396
Change in nonadmitted assets	(2,245,618)	(769)	(2,246,387)
Ending Policyholders' Surplus	\$ 9,950,970	\$ 744,252	\$ 10,695,222

NOTES TO FINANCIAL STATEMENTS

C Writedowns for Impairment of Investments in
Affiliates

Not applicable.

Note 4 - Discontinued Operations

A Not applicable.

Note 5 - Investments

A Mortgage Loans

Not applicable.

B Troubled Debt Restructuring for Creditors

Not applicable.

C Reverse Mortgages

Not applicable.

D Loan-Backed Securities

Not applicable.

E Repurchase Agreements

Not applicable.

F Writedowns for Impairment of Real Estate
Impairments and Retail Land Sales

Not applicable.

G Low Income Housing Tax Credits

Not applicable.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A Detail for Those Greater than 10% of Admitted Assets

Not applicable.

B Writedowns for Impairments of Joint Ventures, Partnerships and
LLCs

Not applicable.

Note 7 - Investment Income

A Accrued Investment Income

NOTES TO FINANCIAL STATEMENTS

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

B Amounts Nonadmitted

Not applicable.

Note 8 - Derivative Instruments

A Not applicable

Note 9 - Income Taxes

A.

1.

NOTES TO FINANCIAL STATEMENTS

The components of the net DTA (deferred tax asset) recognized in the Company's Assets, Liabilities, Surplus and Other Funds are as follows:

	2012			2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Gross Deferred Tax Assets	\$ 5,249,869	\$ 211,871	\$ 5,461,740	\$ 4,046,329	\$ 395,967	\$ 4,442,296	\$ 1,203,540	\$ (184,096)	\$ 1,019,444
b. Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
c. Adjusted Gross Deferred Tax Assets (a-b)	5,249,869	211,871	5,461,740	4,046,329	395,967	4,442,296	1,203,540	(184,096)	1,019,444
d. Deferred Tax Assets Not Admitted	4,418,272	33,157	4,451,429	3,887,997	319,579	4,207,576	530,275	(286,422)	243,853
e. Subtotal (Net Admitted Deferred Tax Assets) (c-d)	831,597	178,714	1,010,311	158,332	76,388	234,720	673,265	102,326	775,594
f. Deferred Tax Liabilities	16,288	114,766	131,054	16,451	7,937	24,388	(163)	106,829	106,666
g. Net Admitted Deferred Tax Assets (e-f)	\$ 815,309	\$ 63,948	\$ 879,257	\$ 141,881	\$ 68,451	\$ 210,332	\$ 673,428	\$ (4,503)	\$ 668,925

Admission Calculation Components

	2012			2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (a) above) after application of the threshold limitation. The lesser of b1 and b2 below:	815,309	63,948	879,257	141,881	68,451	210,332	673,428	(4,503)	668,925
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	815,309	63,948	879,257	141,881	68,451	210,332	673,428	(4,503)	668,925
2. Adjusted gross deferred tax assets allowed per limitation threshold	xxx	xxx	1,239,656	xxx	xxx	1,411,601	xxx	xxx	(171,976)
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from a and b above) offset									

NOTES TO FINANCIAL STATEMENTS

Impact of Tax Planning Strategies									
	2012			2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Does the company's tax planning strategies include the use of reinsurance? Yes () No (X)									

NOTES TO FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

Current and deferred income taxes consist of the following major components

Current income tax:

	2012	2011	Change
Federal	\$ -	\$ 17,037	\$ (17,037)
Foreign	-	-	-
	0	17,037	(17,037)
Realized capital gains	5,336	-	5,336
Capital loss carryforward	(5,336)	-	(5,336)
Income taxes incurred	\$ -	\$ 17,037	\$ (17,037)

Deferred tax assets:

	2012	2011	Change
Ordinary			
Discounting on unpaid losses and LAE	\$ 115,498	\$ 125,725	\$ (10,227)
Unearned premium reserve	625,484	607,774	17,710
Fixed assets	570,934	543,379	27,555
Post retirement health benefit accrual	377,300	377,300	-
Accrued expenses	12,460	21,527	(9,067)
Contribution carryforward	40,615	32,022	8,593
Net operating loss carryforward	3,500,496	2,324,729	1,175,767
Other assets - nonadmitted	7,081	13,874	(6,793)
	5,249,868	4,046,330	1,203,538
Statutory valuation allowance adjustment	-	-	-
Nonadmitted	4,418,272	3,887,998	530,274
Admitted ordinary deferred tax assets	831,596	158,332	673,264
Capital			
Capital loss carryforward	167,995	173,331	(5,336)
Unrealized loss on investments	-	178,758	(178,758)
Impairment of investments	43,877	43,877	-
	211,872	395,966	(184,094)
Statutory valuation allowance adjustment	-	-	-
Nonadmitted	33,157	319,579	(286,422)
Admitted capital deferred tax assets	178,715	76,387	102,328
Admitted deferred tax assets	\$ 1,010,311	\$ 234,719	\$ 775,592

Deferred tax liabilities:

	2012	2011	Change
Ordinary			
Fixed assets	\$ 16,288	\$ 24,388	\$ (8,100)
	16,288	24,388	(8,100)

14.9

NOTES TO FINANCIAL STATEMENTS

Tax exempt income	(145,974)	18.2%
Change in nonadmitted assets	11,365	-1.4%
Taxable portion of tax exempt income	22,633	-2.8%
Disallowed expenses	4,707	-0.6%
Dividends received deduction	(4,910)	0.6%
Total federal income tax	<u>\$ (912,778)</u>	<u>-21.0%</u>
Federal and foreign income taxes incurred	\$ -	-
Change in net deferred income taxes	(912,778)	-21.0%
Total statutory income taxes	<u>\$ (912,778)</u>	<u>-21.0%</u>

Operating Loss and Tax Credit Carryforwards

At December 31, 2012, the Company had unused operating loss carryforwards available to offset against future taxable income of approximately \$10,000,000 which expire in 2030 through 2032. The Company also had a capital loss carryforward that amounted to approximately \$480,000 as of December 31, 2012, with amounts expiring from 2013 to

Income taxes incurred in the current and prior years which will be available for recoupment in the event of future net losses are as follows:

	2012	\$ -
	2011	-

The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

Gross deferred tax assets in the admissibility test are expected to be fully realized in future tax returns.

F Consolidated Federal Income Tax Return

Not applicable.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

A Nature of Relationships

Not applicable.

B Detail of Transactions Greater than 1/2% of Admitted Assets

Not applicable.

NOTES TO FINANCIAL STATEMENTS

C Change in Terms of Intercompany Arrangements

Not applicable.

D Amounts Due to or from Related Parties

Not applicable.

E Guarantees or Undertakings for Related Parties

Not applicable.

F Management, Service Contracts, Cost Sharing Arrangements

Not applicable.

G Nature of Relationships that Could Affect Operations

Not applicable.

H Amount Deducted for Investment in Upstream Company

Not applicable.

I Detail of Investments in Affiliates Greater than 10% of Admitted Assets

Not applicable.

J Writedowns for Impairment of Investments in Affiliates

Not applicable.

K Foreign Subsidiary Valued Using CARVM

Not applicable.

L Downstream Holding Company Valued Using Look-Through Method

Not applicable.

Note 11 - Debt

A Not applicable

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

A Defined Benefit Plans

NOTES TO FINANCIAL STATEMENTS

The Company sponsors a postretirement health care benefit plan covering substantially all employees of the Company and members of the Board of Directors who reach retirement age while working for the Company, have at least 15 years of service, and were employed as of December 31, 2004. This plan also covers the employee's spouse who has reached retirement age. The Company has terminated this plan for all employees hired and board of directors elected after December 31, 2004.

A summary of assets, obligations and assumptions of the Other Postretirement Benefit Plan are as follows at December 31, 2012 and 2011

	2011	2011
Change in benefit obligation		
Benefit obligation at beginning of year	\$ 1,196,772	\$ 1,027,707
Service cost	-	-
Interest cost	52,396	58,908
Contribution by plan participants	-	-
Actuarial (gain) loss	(153,956)	68,197
Foreign currency exchange rate changes	-	-
Benefits paid	(33,040)	(33,040)
Plan amendments	-	-
Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-
Benefits obligation at end of year	<u>\$ 1,062,172</u>	<u>\$ 1,196,772</u>
Change in plan assets		
Fair value of plan assets at beginning of year	\$ -	\$ -
Actual return on plan assets	-	-
Foreign currency exchange rate changes	-	-
Employer contribution	33,040	33,040
Plan participants' contributions	-	-
Benefits paid	(33,040)	(33,040)
Business combinations, divestitures and settlements	-	-
Fair value of plan assets at end of year	<u>\$ -</u>	<u>\$ -</u>
Funded status		
Unamortized prior service cost	\$(1,062,172)	\$(1,196,772)
Unrecognized net (gain) or loss	(196,442)	(42,486)
Remaining net obligation or net asset at initial date of application	<u>353,5381</u>	<u>397,731</u>

NOTES TO FINANCIAL STATEMENTS

Accrued liabilities	\$(905,076)	\$(841,527)
<p>The Company has accrued a liability of \$1,078,000 at December 31, 2012 and 2011, respectively.</p>		
Accumulated benefit obligation for vested employees and partially vested employees to the extent vested	\$1,062,172	\$1,196,772
Benefit obligation for non-vested employees		
Accumulated benefit obligation	\$1,975,523	\$2,336,944
Components of net periodic benefit cost		
Interest cost	\$ 52,396	\$ 58,908
Expected return on plan assets	-	-
Amortization of unrecognized obligation or transition asset	44,193	44,193
Amount of recognized gains and losses	(0)	(38)
Amount of prior service cost recognized	-	-
Amount of gain or loss recognized due to a settlement or curtailment	-	-
Total net periodic benefit cost	<u>\$ 96,589</u>	<u>\$ 103,063</u>

The Company has recognized a benefit cost of \$-0- for 2012 and 2011

Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31:		
Weighted average discount rate	4.50%	5.50%

Weighted-average assumptions used to determine projected benefit obligations as of Dec. 31:		
Weighted average discount rate	4.00%	4.50%

For measurement purposes, a 9.5% and 10% annual rate of increase in the per capita cost of covered health care benefits was assumed for 2012 and 2011, respectively. The rate was assumed to decrease gradually to 5 percent by the year 2021 and remain at that level thereafter.

Measurement dates of December 31, 2012, and 2011 were used to determine the above.

Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage-point change in assumed health care cost trend rates would have the following effects:

NOTES TO FINANCIAL STATEMENTS

	1 Percentage Point Increase	1 Percentage Point Decrease
Effect on total of service and interest cost components	\$ 5,485	\$ (4,780)
Effect on postretirement benefit obligation	102,521	(89,670)

The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

Year	Amount
2013	\$ 64,984
2014	67,601
2015	70,580
2016	73,936
2017	91,195
2018-2022	676,388

B Defined Contribution Plans

The Company sponsors a 401(K) plan for the benefit of substantially all of its employees who meet eligibility requirements. The Company contributes up to a maximum of 5% of compensation of each employee who contributes to the plan. Additional contributions may be made at the discretion of the board of directors. The Company contributed to the employees' trusts and charged against income \$95,305 for 2012 and \$90,802 for 2011. At December 31, 2012 and 2011, the fair value of plan assets was \$2,564,338 and \$2,059,303, respectively.

C Multiemployer Plans

Not applicable.

D Consolidated/Holding Company Plans

Not applicable.

E Postemployment Benefits and Compensated Absences

Not applicable.

F Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable.

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

A Outstanding Shares

Not applicable.

B Dividend Rate of Preferred Stock

Not applicable.

NOTES TO FINANCIAL STATEMENTS

C., D., E. and F. Dividend Restrictions

Not applicable.

G Mutual Surplus Advances

Not applicable.

H Company Stock Held for Special Purposes

Not applicable.

I Changes in Special Surplus Funds

Not applicable.

J Changes in Unassigned Funds

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

Unrealized gain (loss) on securities	\$ 213,138
Nonadmitted assets	6,368,237

The unrealized gain is net of the applicable deferred tax liability of (\$114,766)

K Surplus Notes

Not applicable.

L. and M. Quasi Reorganizations

Not applicable.

Note 14 - Contingencies

A Contingent Commitments

Not applicable.

B Guaranty Fund and Other Assessments

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of the insolvencies. Other assessments should be accrued either at the time the assessments are levied or in the case of premium-based assessments, at the time the premiums are written, or, in the case of loss-based assessments, at the time the losses are incurred.

The Company received a refund of \$ 6,280 from guaranty fund assessment in 2012. The Company is not aware of any other guaranty fund assessments that it may be liable for.

C Gain Contingencies

Not applicable.

D Extra Contractual Obligation and Bad Faith Losses

Not applicable.

NOTES TO FINANCIAL STATEMENTS

E Other Contingencies

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

Note 15 - Leases

A Lessee Leasing Arrangements

The Company leases office equipment under various noncancelable operating leases that expire through November, 2015. Rental expense for 2012 and 2011 was \$33,787 and \$33,152, respectively.

Future minimum rental payments are as follows:

Year	
2013	\$ 22,049
2014	10,493
2015	8,768

B Lessor Leasing Arrangements

Not applicable

Note 16 - Information about Financial Instruments with Off-Balance Sheet Risk and with Concentrations of Credit Risk

A Face or Contract Amounts

Not applicable

B Nature and Terms

Not applicable

C Exposure to Credit-Related Losses

The Company maintains its cash balances at numerous financial institutions and at several brokerage companies. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. Brokerage accounts are not insured by the Federal Deposit Insurance Corporation. At December 31, 2012, the Company's uninsured cash balances total \$9,240,186. Securities are pledged as collateral for \$3,399,215 of the uninsured cash balance.

D Collateral Policy

Not applicable

Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A Transfers of Receivables Reported as Sales

Not applicable

NOTES TO FINANCIAL STATEMENTS

- B Transfers and Servicing of Financial Assets

Not applicable

- C Wash Sales

Not applicable

Note 18 - Gain or Loss from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

- A Administrative Services Only Plans

Not applicable

- B Administrative Services Contract Plans

Not applicable

- C Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not applicable

Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

- A Not applicable

Note 20 - Fair Value Measurements

NOTES TO FINANCIAL STATEMENTS

SSAP 100, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to adjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under SSAP 100 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active market
- Quoted prices for identical or similar assets or liabilities in inactive market
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurements.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2011 and 2010.

Common stocks, mutual funds and preferred stocks - valued at the closing price reported on the active market on which the individual securities and mutual funds are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Company believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

NOTES TO FINANCIAL STATEMENTS

The following tables set forth by level, within the fair value hierarchy, the Company's assets at fair value.

Assets at Fair Value as of December 31, 2012				
	Level 1	Level 2	Level 3	Total
Common stocks				
Industrial and miscellaneous	\$ 985,446	\$ -	\$ -	\$ 985,446
Mutual funds	8,051,201	-	-	8,051,201
Preferred stocks				
Industrial and miscellaneous	202,960	-	-	202,960
Total assets at fair value	\$ 9,239,607	\$ -	\$ -	\$ 9,239,607

Assets at Fair Value as of December 31, 2011				
	Level 1	Level 2	Level 3	Total
Common stocks				
Industrial and miscellaneous	\$ 1,219,845	\$ -	\$ -	\$ 1,219,845
Mutual funds	7,141,201	-	-	7,141,201
Preferred stocks				
Industrial and miscellaneous	204,400	-	-	204,400
Total assets at fair value	\$ 8,565,446	\$ -	\$ -	\$ 8,565,446

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1, 2 and 3.

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above.

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2
Bonds	\$ 3,183,577	\$ 3,091,655	\$ 3,183,577	\$ -
Preferred stocks	202,960	202,960	202,960	-
Common stocks	9,036,647	9,036,647	9,036,647	-
Cash and cash equivalents	8,547,075	8,547,075	8,547,075	-
Certificate of deposits	450,000	450,000	450,000	-
		14,19		

NOTES TO FINANCIAL STATEMENTS

Note 21 - Other Items

A Extraordinary Items

Not applicable

B Troubled Debt Restructuring of Debtors

Not applicable

C Other Disclosures

Not applicable

D Uncollectible Premiums Receivable

At December 31, 2012 and 2011, the Company had admitted assets of \$3,828,597 and \$3,690,062 respectively, in premiums receivable due from policyholders. The Company routinely assesses the collectibility of these receivables. Based upon Company experience, these receivables are expected to be fully collectible and no provision for uncollectible amounts has been recorded.

E Business Interruption Insurance Recoveries

Not applicable

F State Transferable Tax Credits

Not applicable

G Subprime Mortgage Related Risk Exposure

1) Subprime Mortgage Exposures

The Company invests in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments include equity investments in financial institutions and equity investments in mutual funds. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Conservative investment practices limit the Company's exposure to such losses.

2) Direct Exposure - Mortgage Loans

The Company has no direct investments in mortgage loans

NOTES TO FINANCIAL STATEMENTS

3) Direct Exposure - Other Investment Classes

The Company has other investment classes that could have subprime mortgage exposure including unaffiliated equity securities, both preferred and common, issued by financial institutions participating in subprime lending and equity securities in mutual funds. The impact on these investments should the subprime

credit crisis worsen cannot be assessed at this time. Asset values for unaffiliated equity securities issued by financial institutions and mutual funds have declined and these reduced asset values have been reflected in the financial statements.

4) Underwriting Exposure

Not applicable.

Note 22 - Events Subsequent

A The Company performed subsequent events procedures through February 15, 2013. The Company has not evaluated any subsequent events after this date related to the financial statements. There were no events to report.

Note 23 - Reinsurance

A Unsecured Reinsurance Recoverables

NAIC Code	Federal ID #	Name of Reinsurer	Amount
10219	23-1641984	QBE Reinsurance Corp	\$2,889,000
10357	52-1952955	Platinum Re	\$3,528,000
21482	05-0316605	Factory Mutual Ins.	(20,000)
22730	06-1182357	Allied World Re Co.	27,000
	AA-1340004	R & V Versicherung	53,000
	AA-1440060	Lansforsakringar Sak	32,000
	AA-1440076	Sirius International Re	(8,000)
			\$5,946,000

B Reinsurance Recoverables in Dispute

The Company does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus for an individual reinsurer or 10% of policyholders' surplus in aggregate.

C Reinsurance Assumed and Ceded

The Company reinsures risks with other companies and treats expected recoveries on unpaid losses as risks for which the Company is not liable. To the extent that the reinsuring companies are unable to meet their obligations under these reinsurance agreements, the Company is contingently liable for all such losses. The Company is not aware of any obligations as of December 31, 2011. The Company has reduced its liabilities by \$3,064,611 and \$4,175,083 in 2012 and 2011, respectively, for anticipated reinsurance recoverable.

Certain ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the reinsured business. Amounts accrued at December 31, 2012 and 2011, for ceded commissions on reinsurance contracts was \$-0-, and \$2,350 respectively.

D Uncollectible Reinsurance

NOTES TO FINANCIAL STATEMENTS

During the most recent year, the Company did not write off any reinsurance balances.

E Commutation of Ceded Reinsurance

Not applicable

F Retroactive Reinsurance

Not applicable

G Reinsurance Accounted for as a Deposit

Not applicable

Note 24- Retrospectively Rated Contracts and Contracts Subject to Redetermination

A., B., C. and D. Not applicable

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses

A The estimated cost of loss and loss adjustment expenses (LAE) attributable to insured events of prior years decreased by \$75,465 during 2012. This increased the current calendar year losses and LAE incurred by this amount as shown in the first three columns of the chart below. Increases or decreases of this nature occur as the result of claim settlements during the current year, and as additional information is received regarding individual claims, causing changes from the original estimates of the cost of these claims. Recent loss development trends are also taken into account in evaluating the overall adequacy of unpaid losses and LAE. The last two columns reconcile this deficiency to the information shown in Schedule P - Part 2 which includes the defense and cost containment (DCC) portions of LAE but excludes the adjusting and other (AO) portion of LAE.

Schedule P Lines of Business	2012	2012 Loss Year	Total	Loss and	Impact of AO
	Calendar Year	Losses and LAE		DCC	On Total
	Losses and	Incurred	Deficiency	Deficiency	Deficiency
	LAE Incurred	Sch. P - Part 1	(Redundancy)	(Redundancy)	(Redundancy)
				Sch. P - Part 2	
Homeowners and farmowners	6,499,423	6,331,000	168,423	52,000	116,423
Auto liability - private passenger	3,148,497	3,431,000	(282,503)	32,000	(314,503)
Auto liability - commercial	158,753	149,000	9,753	6,000	3,753
Commercial multiple peril	852,560	677,000	175,560	147,000	28,560
Other liability	91,483	56,000	35,483	37,000	(1,517)
Special property	379,030	364,000	15,030	2,000	13,030
Auto physical damage	2,384,790	2,441,000	(56,210)	(65,000)	8,790
Products liability	10,929	1,000	9,929	10,000	(71)
	13,525,465	13,450,000	75,465	221,000	(145,535)

Note 26 - Intercompany Pooling Arrangements

A Not applicable

Note 27 - Structural Settlements

NOTES TO FINANCIAL STATEMENTS

A Reserves Released Due to Purchase of Annuities

The Company has purchased annuities from life insurers under which the claimants are payees. These annuities have been used to reduce unpaid losses and the Company is not contingently liable for these claims.

B Annuity Insurers with Balances Due Greater than 1% of Policyholders' Surplus

Not applicable

Note 28 - Health Care Receivables

A. and B. Not applicable

Note 29 - Participating Policies

A Not applicable

Note 30 - Premium Deficiency Reserves

A The Company evaluated the need to record a premium deficiency reserve as of the end of the current year and recorded a reserve of \$-0- for its property and casualty business. This evaluation was completed on February 26, 2013 by the Company's outside Actuary.

There were no entries for a -0- reserve recorded in the aggregate write-in for liabilities and the no expense is recorded in the aggregate write-in for underwriting deductions. The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.

Note 31 - High Deductibles

A Not applicable

Note 32 - Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses

A., B. and C. Not applicable

Note 33 - Asbestos and Environmental Reserves

A., B., C., D., E., and F. Not applicable

Note 34 - Subscriber Savings Accounts

A Not applicable

Note 35 - Multiple Peril Crop Insurance

A Not applicable

Note 36 - Financial Guaranty Insurance

A. and B. Not applicable

NOTES TO FINANCIAL STATEMENTS

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [] No [X]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [] No [] NA [X]
- 1.3 State Regulating?
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2011
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2007
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).05/27/2008
- 3.4 By what department or departments? OHIO DEPARTMENT OF INSURANCE
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] NA [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] NA []
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No [X]
- 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
- 7.21 State the percentage of foreign control
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney - in - fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney - in - fact).

1 Nationality	2 Type of Entity
.....
.....
.....
.....

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

- 9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] NA []
- 10.6 If the response to 10.5 is no or n/a, please explain
- 11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?.....
CHAD WISCHMEYER, PCAS,MAAA, OLIVER WYMAN ACTUARIAL CONSULTING, 3475 PIEDMONT ROAD, SUITE 1200, ATLANTA, GA.
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
 - 12.11 Name of real estate holding company
 - 12.12 Number of parcels involved.....
 - 12.13 Total book/adjusted carrying value..... \$.....
- 12.2 If yes, provide explanation
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
 - a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - c. Compliance with applicable governmental laws, rules and regulations;
 - d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended?..... Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s)
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers?..... Yes [X] No []
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
PHYLLIS KNAPE - VP COMPLIANCE, ALSO AN AGENT RECEIVING COMMISSIONS; PAUL BRINKER, BOARD MEMBER, ALSO AN AGENT RECEIVING COMMISSIONS; J. SCOTT MILLER, BOARD MEMBER, ALSO SERVING AS OFFICER OF FARMERS & MERCHANTS STATE BANK, A DEPOSITORY OF GERMAN MUTUAL.....

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers .. \$
 - 20.12 To stockholders not officers ... \$
 - 20.13 Trustees, supreme or grand (Fraternal only) \$
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers ... \$
 - 20.22 To stockholders not officers ... \$
 - 20.23 Trustees, supreme or grand (Fraternal only) \$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$
 - 21.22 Borrowed from others \$
 - 21.23 Leased from others \$
 - 21.24 Other \$
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$
 - 22.22 Amount paid as expenses \$
 - 22.23 Other amounts paid \$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)..... Yes [X] No []
- 24.02 If no, give full and complete information, relating thereto
.....
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
.....
- 24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?..... Yes [] No [] NA [X]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?..... Yes [] No [] NA [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?..... Yes [] No [] NA [X]
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?..... Yes [] No [] NA [X]
- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2..... \$
 - 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2..... \$
 - 24.103 Total payable for securities lending reported on the liability page..... \$

GENERAL INTERROGATORIES

- 25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03) Yes [] No []
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements..... \$.....
 - 25.22 Subject to reverse repurchase agreements..... \$.....
 - 25.23 Subject to dollar repurchase agreements..... \$.....
 - 25.24 Subject to reverse dollar repurchase agreements..... \$.....
 - 25.25 Pledged as collateral..... \$.....
 - 25.26 Placed under option agreements..... \$.....
 - 25.27 Letter stock or securities restricted as to sale..... \$.....
 - 25.28 On deposit with state or other regulatory body..... \$.....
 - 25.29 Other..... \$.....

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No []
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA []
If no, attach a description with this statement.
- 27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No []
- 27.2 If yes, state the amount thereof at December 31 of the current year \$.....

28. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [] No []

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

1 Name of Custodian(s)	2 Custodian's Address
CHARLES SCHWAB & CO., INC.....	5025 ARLINGTON CENTRE BLVD., SUITE 300, COLUMBUS, OH 43220

28.02 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No []
- 28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
FIDELITY INVESTMENTS.....	CHARLES SCHWAB & CO., INC.....	..12/31/2012..	MOVED FUNDS TO NEW BROKER.....
MORGAN STANLEY SMITH BARNEY.....	CHARLES SCHWAB & CO., INC.....	..12/31/2012..	MOVED FUNDS TO NEW BROKER.....
UBS FINANCIAL SERVICES, INC.....	CHARLES SCHWAB & CO., INC.....	..12/31/2012..	MOVED FUNDS TO NEW BROKER.....

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

1 Central Registration Depository Number(s)	2 Name	3 Address

GENERAL INTERROGATORIES

- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?..... Yes [X] No []
- 29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2001. 140193-10-3	AMERICAN FUNDS CAP INCOME BLD	673,943
29.2002. 643822-10-9	AMERICAN FUND NEW ECONOMY FUND	160,617
29.2003. 007004-15-3	AMERICAN NEW WORLD	272,674
29.2004. 04315J-10-0	ARTIO TOTAL RETURN FD	577,476
29.2005. 09251T-10-3	BLACKROCK GLOBAL ALLOCATION FUND	111,337
29.2006. 304871-10-6	FAIRHOLME FUND	632,079
29.2007. 304871-40-3	FAIRHOLME ALLOCATION FUND	47,532
29.2008. 316071-10-9	FIDELITY CONTRA FUND	368,061
29.2009. 316128-50-3	FIDELITY TAX FREE BOND	356,299
29.2010. 45956T-10-5	AMERICAN INTL GRW & INC	233,909
29.2011. 543495-84-0	LOOMIS SAYLES BN INSTL	1,186,220
29.2012. 543487-87-0	LOOMIS SAYLES GLOBAL EQUITY AND INCOME	276,113
29.2013. 543487-28-4	LOOMIS SAYLES STRATEGIC INCOME	102,238
29.2014. 693390-70-0	PIMCO TOTAL RETURN INSTL	1,109,929
29.2015. 780905-78-2	ROYCE SPC. EQUITY INVEST CL	373,232
29.2016. 779556-10-9	T ROWE PRICE MID CAP	373,794
29.2017. 880208-10-3	TEMPLETON GLOBAL BOND FUND	995,301
29.2018. 245524-10-3	THE DELAFIELD FUND	200,447
29.2999 TOTAL		8,051,201

- 29.3 For each mutual fund listed in the table above, complete the following schedule:

GENERAL INTERROGATORIES

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation
AMERICAN FUNDS CAP INCOME BLDR.....	PHILIP MORRIS INTERNATIONAL INC.....	24,127	12/31/2012
AMERICAN FUNDS CAP INCOME BLDR.....	ALTRIA GROUP INC.....	19,275	12/31/2012
AMERICAN FUNDS CAP INCOME BLDR.....	NOVARTIS AG.....	17,186	12/31/2012
AMERICAN FUNDS CAP INCOME BLDR.....	NATIONAL GRID PLC.....	14,962	12/31/2012
AMERICAN FUNDS CAP INCOME BLDR.....	ABBOTT LABORATORIES.....	12,872	12/31/2012
AMERICAN FUND NEW ECONOMY FUND.....	GALAXY ENTERTAINMENT GROUP LTD.....	4,288	12/31/2012
AMERICAN FUND NEW ECONOMY FUND.....	GILEAD SCIENCES INC.....	3,983	12/31/2012
AMERICAN FUND NEW ECONOMY FUND.....	CROWN CASTLE INTERNATIONAL CORP.....	3,357	12/31/2012
AMERICAN FUND NEW ECONOMY FUND.....	GOOGLE INC CLASS A.....	3,196	12/31/2012
AMERICAN FUND NEW ECONOMY FUND.....	HOLOGIC INC.....	3,052	12/31/2012
AMERICAN NEW WORLD.....	MTN GROUP LIMITED.....	4,199	12/31/2012
AMERICAN NEW WORLD.....	AMERICA MOVIL S.A.B. de C.V.ADR L.....	4,063	12/31/2012
AMERICAN NEW WORLD.....	SAMSUNG ELECTRONICS CO LTD.....	3,599	12/31/2012
AMERICAN NEW WORLD.....	NESTLE SA.....	3,408	12/31/2012
AMERICAN NEW WORLD.....	NOVO NORDISK A/S.....	3,054	12/31/2012
ARTIO TOTAL RETURN FD.....	VEREINIGTE MEXIKANISCHE 10%.....	19,230	12/31/2012
ARTIO TOTAL RETURN FD.....	AUSTRALIAN GOVERNMENT SR UNSECURED 7/17 4.25.....	15,014	12/31/2012
ARTIO TOTAL RETURN FD.....	US TREASURY NOTE 0.625%.....	12,935	12/31/2012
ARTIO TOTAL RETURN FD.....	BRAZIL (FED REP OF) 10%.....	10,972	12/31/2012
ARTIO TOTAL RETURN FD.....	FANNIE MAE SINGLE FAMILY TBA 3.5% 2042-01-01.....	10,683	12/31/2012
BLACKROCK GLOBAL ALLOCATION FUND.....	US TREASURY NOTE 3.5%.....	2,071	10/31/2012
BLACKROCK GLOBAL ALLOCATION FUND.....	SPDR GOLD SHARES.....	1,915	10/31/2012
BLACKROCK GLOBAL ALLOCATION FUND.....	APPLE INC.....	1,793	10/31/2012
BLACKROCK GLOBAL ALLOCATION FUND.....	UNITED KINGDOM (GOVERNMENT OF) 4.75%.....	1,403	10/31/2012
BLACKROCK GLOBAL ALLOCATION FUND.....	GERMANY (FEDERAL REPUBLIC OF) 4.25.....	1,225	10/31/2012
FAIRHOLME FUND.....	AMERICAN INTERNATIONAL GROUP INC.....	240,316	11/30/2012
FAIRHOLME FUND.....	BANK OF AMERICA CORPORATION.....	72,689	11/30/2012
FAIRHOLME FUND.....	SEARS HOLDINGS CORPORATION.....	53,979	11/30/2012
FAIRHOLME FUND.....	GENERAL GROWTH PROPERTIES INC.....	45,320	11/30/2012
FAIRHOLME FUND.....	ST JOE CORPORATION.....	43,361	11/30/2012
FAIRHOLME ALLOCATION FUND.....	MBIA INC.....	12,363	11/30/2012
FAIRHOLME ALLOCATION FUND.....	AMERICAN INTERNATIONAL GROUP INC.....	4,763	11/30/2012
FAIRHOLME ALLOCATION FUND.....	BK AMER ([WTS/RTS]).....	4,340	11/30/2012
FAIRHOLME ALLOCATION FUND.....	SEARS HOLDINGS CORPORATION.....	3,688	11/30/2012
FAIRHOLME ALLOCATION FUND.....	IMPERIAL METALS CORP.....	3,631	11/30/2012
FIDELITY CONTRA FUND.....	APPLE INC.....	26,795	12/31/2012
FIDELITY CONTRA FUND.....	GOOGLE, INC. CLASS A.....	19,434	12/31/2012
FIDELITY CONTRA FUND.....	BERKSHIRE HATHAWAY INC. A.....	13,066	12/31/2012
FIDELITY CONTRA FUND.....	WELLS FARGO & CO.....	9,275	12/31/2012
FIDELITY CONTRA FUND.....	COCA-COLA CO.....	9,202	12/31/2012
FIDELITY TAX FREE BOND.....	FIDELITY REVERE STR TR.....	9,798	12/31/2012
FIDELITY TAX FREE BOND.....	NEW YORK NY CITY MUN WTR FIN REV.....	3,884	12/31/2012
FIDELITY TAX FREE BOND.....	ATLANTA GA WTR & WASTE WTR REV REF.....	2,280	12/31/2012
FIDELITY TAX FREE BOND.....	NEW YORK NY CITY TRANSITIONAL BLDG A 6%.....	2,209	12/31/2012
FIDELITY TAX FREE BOND.....	COOK CNTY ILL CO REF BD 5.25%.....	2,173	12/31/2012
AMERICAN INTL GRW & INC.....	ROYAL DUTCH SHELL PLC B.....	6,900	12/31/2012
AMERICAN INTL GRW & INC.....	TOTAL SA.....	6,058	12/31/2012
AMERICAN INTL GRW & INC.....	TAIWAN SEMICONDUCTOR MANUFACTURING.....	6,058	12/31/2012
AMERICAN INTL GRW & INC.....	NATIONAL GRID PLC.....	5,614	12/31/2012
AMERICAN INTL GRW & INC.....	AXA SA.....	5,193	12/31/2012
LOOMIS SAYLES BN INSTL.....	CANADA GOVT 2.5%.....	33,570	12/31/2012
LOOMIS SAYLES BN INSTL.....	CANADA GOVT 2.25%.....	27,639	12/31/2012
LOOMIS SAYLES BN INSTL.....	INTEL CORP.....	20,522	12/31/2012
LOOMIS SAYLES BN INSTL.....	INTEL CV 3.25%.....	20,166	12/31/2012
LOOMIS SAYLES BN INSTL.....	CANADA GOVT 4.25%.....	18,505	12/31/2012
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	CITIGROUP INC.....	6,323	12/31/2012
LOOMIS SAYLES GLOBAL EQUITY AND INCOME.....	ORACLE CORPORATION.....	5,467	12/31/2012

GENERAL INTERROGATORIES

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
LOOMIS SAYLES GLOBAL EQUITY AND INCOME	DIAGEO PLC	5,412	12/31/2012
LOOMIS SAYLES GLOBAL EQUITY AND INCOME	GOOGLE INC CLASS A	5,053	12/31/2012
LOOMIS SAYLES GLOBAL EQUITY AND INCOME	SANOFI	4,915	12/31/2012
LOOMIS SAYLES STRATEGIC INCOME	US TREASURY NOTE 0.25%	2,955	12/31/2012
LOOMIS SAYLES STRATEGIC INCOME	CORNING INC	2,842	12/31/2012
LOOMIS SAYLES STRATEGIC INCOME	INTEL CORP	2,137	12/31/2012
LOOMIS SAYLES STRATEGIC INCOME	CANADA GOVT 2.25%	1,963	12/31/2012
LOOMIS SAYLES STRATEGIC INCOME	BRIJSTOL-MYERS SQUIBB COMPANY	1,953	12/31/2012
PIMCO TOTAL RETURN INSTL	FIN FUT EURO\$ CME 6/15/15	133,746	09/30/2012
PIMCO TOTAL RETURN INSTL	FANNIE MAE SINGLE FAMILY TBA 3.5% 2042-11-01	66,818	09/30/2012
PIMCO TOTAL RETURN INSTL	FANNIE MAE SINGLE FAMILY TBA 4% 2042-10-01	61,046	09/30/2012
PIMCO TOTAL RETURN INSTL	FIN FUT EURO\$ CME 3/16/15	53,610	09/30/2012
PIMCO TOTAL RETURN INSTL	CDX_BP IG18 5Y CME	(37,960)	09/30/2012
ROYCE SPC. EQUITY INVEST CL	MINERALS TECHNOLOGIES INC	14,519	12/31/2012
ROYCE SPC. EQUITY INVEST CL	BIO-RAD LABORATORIES INC	14,220	12/31/2012
ROYCE SPC. EQUITY INVEST CL	UNIFIRST CORPORATION	13,735	12/31/2012
ROYCE SPC. EQUITY INVEST CL	TERADYNE INC	13,511	12/31/2012
ROYCE SPC. EQUITY INVEST CL	MOLEX INC CLASS A	13,362	12/31/2012
T ROWE PRICE MID CAP	AMETEK, INC	6,990	12/31/2012
T ROWE PRICE MID CAP	DENTSPLY INTERNATIONAL INC	6,579	12/31/2012
T ROWE PRICE MID CAP	HIS INC CLASS A	6,354	12/31/2012
T ROWE PRICE MID CAP	ROPER INDUSTRIES, INC	5,756	12/31/2012
T ROWE PRICE MID CAP	FISERV INC	5,719	12/31/2012
TEMPLETON GLOBAL BOND FUND	IRELAND(REP OF) 5%	29,361	12/31/2012
TEMPLETON GLOBAL BOND FUND	KOMMUNINVEST I SVERIGE AB	19,110	12/31/2012
TEMPLETON GLOBAL BOND FUND	HUNGARY REP 6.375%	15,626	12/31/2012
TEMPLETON GLOBAL BOND FUND	POLAN GOVERNMENT	13,735	12/31/2012
TEMPLETON GLOBAL BOND FUND	IRELAND(REP OF)	13,337	12/31/2012
THE DELAFIELD FUND	EASTMAN CHEMICAL COMPANY	7,376	12/31/2012
THE DELAFIELD FUND	DOVER CORPORATION	5,512	12/31/2012
THE DELAFIELD FUND	KENNAMETAL INC	4,991	12/31/2012
THE DELAFIELD FUND	HONEYWELL INTERNATIONAL INC	4,670	12/31/2012
THE DELAFIELD FUND	STANLEY BLACK & DECKER INC	4,510	12/31/2012

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-) or Fair Value over Statement (+)
30.1 Bonds	3,091,655	3,183,577	91,922
30.2 Preferred Stocks	202,960	202,960	0
30.3 Totals	3,294,615	3,386,537	91,922

30.4 Describe the sources or methods utilized in determining the fair values:

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []

32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to Trade associations, service organizations and statistical or rating bureaus, if any?.....\$134,960

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

34.1 Amount of payments for legal expenses, if any?.....\$60,819

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$0

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
 1.2 If yes, indicate premium earned on U.S. business only. \$0
 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned \$0
 1.62 Total incurred claims \$0
 1.63 Number of covered lives 0

All years prior to most current three years:

1.64 Total premium earned \$0
 1.65 Total incurred claims \$0
 1.66 Number of covered lives 0

1.7 Group policies:

Most current three years:

1.71 Total premium earned \$0
 1.72 Total incurred claims \$0
 1.73 Number of covered lives 0

All years prior to most current three years:

1.74 Total premium earned \$0
 1.75 Total incurred claims \$0
 1.76 Number of covered lives 0

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$0	\$	.....0
2.2	Premium Denominator	\$17,570,559	\$	.....23,515,725
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$0	\$	.....0
2.5	Reserve Denominator	\$14,905,961	\$	.....14,724,707
2.6	Reserve Ratio (2.4/2.5)	.....0.000		.....0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies \$
 3.22 Non-participating policies \$

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies? Yes [] No [X]
 4.2 Does the reporting entity issue non-assessable policies? Yes [X] No []
 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %
 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums \$

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents? Yes [] No []

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation Yes [] No [] NA [X]
 5.22 As a direct expense of the exchange Yes [] No [] NA [X]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [] No [X]

5.5 If yes, give full information

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:.....
 N/A.....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:.....

- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?.....
 CATASTROPHIC REINSURANCE.....
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?..... Yes No
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.

- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?..... Yes No
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes No
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?..... Yes No
- 8.2 If yes, give full information

- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes No
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member, where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract..... Yes No
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?..... Yes No
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or, Yes No
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes No
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes No
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes No N/A

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force:..... Yes [] No [X]
 11.2 If yes, give full information
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses..... \$
 12.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$
 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?..... \$
 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] NA [X]
 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From..... %
 12.42 To..... %
 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?..... Yes [] No [X]
 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of Credit..... \$
 12.62 Collateral and other funds..... \$
 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 200,000
 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.1
 14.1 Is the company a cedant in a multiple cedant reinsurance contract?..... Yes [] No [X]
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?..... Yes [] No []
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?..... Yes [] No []
 14.5 If the answer to 14.4 is no, please explain:
- 15.1 Has the reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
 15.2 If yes, give full information
- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
 If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$	\$	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

- 17.11 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 \$.....
- 17.12 Unfunded portion of Interrogatory 17.11..... \$.....
- 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 \$.....
- 17.14 Case reserves portion of Interrogatory 17.11..... \$.....
- 17.15 Incurred but not reported portion of Interrogatory 17.11..... \$.....
- 17.16 Unearned premium portion of Interrogatory 17.11..... \$.....
- 17.17 Contingent commission portion of Interrogatory 17.11..... \$.....

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

- 17.18 Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 \$.....
- 17.19 Unfunded portion of Interrogatory 17.18..... \$.....
- 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 \$.....
- 17.21 Case reserves portion of Interrogatory 17.18..... \$.....
- 17.22 Incurred but not reported portion of Interrogatory 17.18..... \$.....
- 17.23 Unearned premium portion of Interrogatory 17.18..... \$.....
- 17.24 Contingent commission portion of Interrogatory 17.18..... \$.....

18.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$.....

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

18.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$.....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.

	1 2012	2 2011	3 2010	4 2009	5 2008
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	6,540,486	6,431,504	6,048,944	5,894,188	5,760,650
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	7,077,226	6,731,843	6,107,030	5,627,322	5,368,944
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	17,381,261	17,523,810	16,516,095	14,397,973	13,481,694
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	30,998,973	30,687,157	28,672,069	25,919,483	24,611,288
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	4,163,732	4,605,093	5,179,486	5,095,452	5,024,150
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,233,427	4,952,972	5,545,365	5,151,079	4,941,119
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	9,426,395	11,618,953	14,313,987	12,493,434	11,824,298
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	17,823,554	21,177,018	25,038,838	22,739,965	21,789,567
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(3,810,395)	(6,038,408)	(2,852,720)	(1,684,880)	119,313
14. Net investment gain (loss) (Line 11)	1,392,533	933,180	1,128,907	659,332	288,188
15. Total other income (Line 15)	130,436	147,228	(45,042)	115,732	91,598
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	0	17,037	(364,366)	(300,954)	199,002
18. Net income (Line 20)	(2,287,426)	(4,975,037)	(1,227,034)	(608,862)	300,097
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	29,029,556	29,317,385	35,624,667	34,698,979	32,819,910
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	3,828,597	3,690,062	2,900,577	2,565,415	2,252,434
20.2 Deferred and not yet due (Line 15.2)	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	19,181,573	18,622,163	19,253,810	18,216,081	17,428,229
22. Losses (Page 3, Line 1)	4,778,655	4,842,471	4,641,079	4,853,556	5,110,755
23. Loss adjustment expenses (Page 3, Line 3)	1,191,826	1,199,751	1,152,212	1,132,721	1,042,602
24. Unearned premiums (Page 3, Line 9)	8,935,480	8,682,485	11,021,192	9,927,647	9,251,306
25. Capital paid up (Page 3, Lines 30 & 31)	0	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	9,847,983	10,695,222	16,370,857	16,482,898	15,391,681
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(2,431,893)	(6,249,548)	(1,427,476)	274,409	(1,006,854)
Risk-Based Capital Analysis					
28. Total adjusted capital	9,847,983	10,695,222	16,370,857	16,482,898	15,391,681
29. Authorized control level risk-based capital	2,476,718	2,507,906	2,506,783	2,292,214	1,936,516
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	13.6	51.2	47.3	41.0	28.5
31. Stocks (Lines 2.1 & 2.2)	40.5	36.0	41.8	34.7	26.7
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3)	6.5	6.3	5.2	5.3	5.8
34. Cash, cash equivalents and short-term investments (Line 5)	39.5	6.6	5.8	19.0	39.0
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	XXX	XXX
37. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
38. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	0	0	0	0	0
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
48. Total of above Lines 42 to 47	0	0	0	0	0
49. Total Investment in parent included in lines 42 to 47 above	0	0	0	0	0
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	0.0	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2012	2 2011	3 2010	4 2009	5 2008
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	838,643	(639,395)	1,023,913	2,359,381	(3,580,149)
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	(847,239)	(5,675,635)	(1,300,786)	1,091,217	(3,460,134)
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	6,447,610	4,381,036	3,492,855	3,461,046	4,452,312
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	4,296,681	4,216,081	4,041,858	3,066,794	2,566,149
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	24,541,382	18,109,889	10,985,140	10,380,503	9,896,286
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	35,285,673	26,707,006	18,519,853	16,908,343	16,914,747
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	3,080,931	3,976,780	3,240,747	3,064,211	3,682,938
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	2,556,829	3,267,091	3,434,068	3,046,600	2,504,904
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	6,035,320	11,469,923	9,386,118	7,594,560	6,840,604
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	0	0
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	11,673,080	18,713,794	16,060,933	13,705,371	13,028,446
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	66.1	80.4	64.8	61.0	55.0
68. Loss expenses incurred (Line 3)	10.9	8.5	7.1	7.8	7.0
69. Other underwriting expenses incurred (Line 4)	44.7	36.7	39.1	38.8	37.4
70. Net underwriting gain (loss) (Line 8)	(21.7)	(25.7)	(11.0)	(7.6)	0.6
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	43.3	40.1	37.8	37.2	36.5
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	77.0	89.0	72.0	68.8	62.1
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	181.0	198.0	159.1	138.0	141.6
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	220	677	(204)	58	(877)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	2.1	4.1	(1.2)	0.4	(4.7)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	1,065	(154)	9	(877)	(229)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	6.5	(0.9)	0.1	(4.7)	(1.2)

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [] No []

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported - Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	12	15	94	0	3	0	0	94	XXX
2. 2003	20,296	2,967	17,329	9,687	346	166	0	852	0	329	10,359	XXX
3. 2004	22,798	2,801	19,997	11,660	943	213	0	1,048	0	417	11,978	XXX
4. 2005	24,014	2,868	21,146	10,733	552	182	0	978	0	587	11,341	XXX
5. 2006	23,760	2,267	21,493	11,332	1,053	212	0	1,091	0	420	11,582	XXX
6. 2007	23,718	2,489	21,229	13,648	1,690	226	0	1,241	0	733	13,425	XXX
7. 2008	24,377	2,821	21,556	16,855	4,290	191	0	1,440	0	513	14,196	XXX
8. 2009	25,244	3,180	22,064	16,573	3,092	272	0	1,326	0	500	15,079	XXX
9. 2010	26,876	3,318	23,558	18,539	2,707	126	0	1,357	0	521	17,315	XXX
10. 2011	33,025	9,510	23,515	26,107	8,797	62	0	1,689	0	396	19,061	XXX
11. 2012	30,746	13,175	17,571	27,562	18,997	194	0	1,970	960	398	9,769	XXX
12. Totals	XXX	XXX	XXX	162,708	42,482	1,938	0	12,995	960	4,814	134,199	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	3	3	0	0	0	0	0	0	0	0	0	0	XXX
2.	22	0	0	0	0	0	0	0	2	0	0	24	XXX
3.	38	0	0	0	0	0	0	0	0	0	0	38	XXX
4.	0	0	0	0	0	0	0	0	0	0	3	0	XXX
5.	0	0	0	0	0	0	0	0	0	0	5	0	XXX
6.	20	0	0	0	0	0	1	0	5	0	18	26	XXX
7.	51	0	5	0	0	0	7	0	20	0	27	83	XXX
8.	281	0	1	11	0	0	21	0	47	0	43	339	XXX
9.	490	51	100	83	0	0	35	0	109	0	66	600	XXX
10.	635	26	363	131	0	0	84	0	254	0	135	1,179	XXX
11.	4,406	2,071	1,418	679	0	0	150	0	465	8	620	3,681	XXX
12. Totals	5,946	2,151	1,887	904	0	0	298	0	902	8	917	5,970	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2.	10,729	346	10,383	52.9	11.7	59.9	0	0		22	2
3.	12,959	943	12,016	56.8	33.7	60.1	0	0		38	0
4.	11,893	552	11,341	49.5	19.2	53.6	0	0		0	0
5.	12,635	1,053	11,582	53.2	46.4	53.9	0	0		0	0
6.	15,141	1,690	13,451	63.8	67.9	63.4	0	0		20	6
7.	18,569	4,290	14,279	76.2	152.1	66.2	0	0		56	27
8.	18,521	3,103	15,418	73.4	97.6	69.9	0	0		271	68
9.	20,756	2,841	17,915	77.2	85.6	76.0	0	0		456	144
10.	29,194	8,954	20,240	88.4	94.2	86.1	0	0		841	338
11.	36,165	22,715	13,450	117.6	172.4	76.5	0	0		3,074	607
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	4,778	1,192

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE GERMAN MUTUAL INSURANCE COMPANY

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	One Year	Two Year
1. Prior	1,934	1,874	1,563	1,530	1,472	1,466	1,583	1,534	1,515	1,546	31	12
2. 2003	9,629	9,489	9,658	9,582	9,410	9,604	9,540	9,523	9,522	9,529	7	6
3. 2004	XXX	10,599	10,900	10,747	10,848	10,913	10,974	10,973	10,968	10,968	0	(5)
4. 2005	XXX	XXX	10,659	10,421	10,218	10,355	10,441	10,367	10,366	10,363	(3)	(4)
5. 2006	XXX	XXX	XXX	10,717	10,935	10,430	10,458	10,477	10,478	10,491	13	14
6. 2007	XXX	XXX	XXX	XXX	13,300	12,538	12,310	12,324	12,211	12,205	(6)	(119)
7. 2008	XXX	XXX	XXX	XXX	XXX	12,731	12,789	12,848	12,847	12,819	(28)	(29)
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	13,663	13,508	13,697	14,045	348	537
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,796	16,394	16,449	55	653
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	18,494	18,297	(197)	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,983	XXX	XXX
12. Totals											220	1,065

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012		
1. Prior	000	712	1,110	1,335	1,406	1,429	1,441	1,449	1,455	1,546	XXX	XXX
2. 2003	7,229	8,402	8,835	9,336	9,372	9,394	9,525	9,508	9,507	9,507	XXX	XXX
3. 2004	XXX	7,357	9,206	10,029	10,497	10,722	10,934	10,934	10,930	10,930	XXX	XXX
4. 2005	XXX	XXX	7,862	9,526	9,817	10,339	10,434	10,371	10,366	10,363	XXX	XXX
5. 2006	XXX	XXX	XXX	7,627	9,408	9,791	10,334	10,463	10,470	10,491	XXX	XXX
6. 2007	XXX	XXX	XXX	XXX	8,962	11,352	11,787	12,252	12,190	12,184	XXX	XXX
7. 2008	XXX	XXX	XXX	XXX	XXX	9,652	11,593	12,525	12,681	12,756	XXX	XXX
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	10,568	12,172	13,150	13,753	XXX	XXX
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,711	15,166	15,958	XXX	XXX
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,441	17,372	XXX	XXX
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,759	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior	501	198	55	16	0	1	56	56	50	0
2. 2003	909	387	102	31	(22)	(1)	0	0	0	0
3. 2004	XXX	874	403	117	(8)	(4)	1	0	0	0
4. 2005	XXX	XXX	885	389	25	1	(1)	(4)	0	0
5. 2006	XXX	XXX	XXX	1,319	334	13	18	16	(1)	0
6. 2007	XXX	XXX	XXX	XXX	1,187	250	69	37	1	1
7. 2008	XXX	XXX	XXX	XXX	XXX	1,136	251	45	30	12
8. 2009	XXX	XXX	XXX	XXX	XXX	XXX	990	176	36	11
9. 2010	XXX	XXX	XXX	XXX	XXX	XXX	XXX	994	233	52
10. 2011	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,129	316
11. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	889

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	N	0	0	0	0	0	0	0
2. Alaska	AK	N	0	0	0	0	0	0	0
3. Arizona	AZ	N	0	0	0	0	0	0	0
4. Arkansas	AR	N	0	0	0	0	0	0	0
5. California	CA	N	0	0	0	0	0	0	0
6. Colorado	CO	N	0	0	0	0	0	0	0
7. Connecticut	CT	N	0	0	0	0	0	0	0
8. Delaware	DE	N	0	0	0	0	0	0	0
9. Dist. of Columbia	DC	N	0	0	0	0	0	0	0
10. Florida	FL	N	0	0	0	0	0	0	0
11. Georgia	GA	N	0	0	0	0	0	0	0
12. Hawaii	HI	N	0	0	0	0	0	0	0
13. Idaho	ID	N	0	0	0	0	0	0	0
14. Illinois	IL	N	0	0	0	0	0	0	0
15. Indiana	IN	N	0	0	0	0	0	0	0
16. Iowa	IA	N	0	0	0	0	0	0	0
17. Kansas	KS	N	0	0	0	0	0	0	0
18. Kentucky	KY	N	0	0	0	0	0	0	0
19. Louisiana	LA	N	0	0	0	0	0	0	0
20. Maine	ME	N	0	0	0	0	0	0	0
21. Maryland	MD	N	0	0	0	0	0	0	0
22. Massachusetts	MA	N	0	0	0	0	0	0	0
23. Michigan	MI	N	0	0	0	0	0	0	0
24. Minnesota	MN	N	0	0	0	0	0	0	0
25. Mississippi	MS	N	0	0	0	0	0	0	0
26. Missouri	MO	N	0	0	0	0	0	0	0
27. Montana	MT	N	0	0	0	0	0	0	0
28. Nebraska	NE	N	0	0	0	0	0	0	0
29. Nevada	NV	N	0	0	0	0	0	0	0
30. New Hampshire	NH	N	0	0	0	0	0	0	0
31. New Jersey	NJ	N	0	0	0	0	0	0	0
32. New Mexico	NM	N	0	0	0	0	0	0	0
33. New York	NY	N	0	0	0	0	0	0	0
34. No. Carolina	NC	N	0	0	0	0	0	0	0
35. No. Dakota	ND	N	0	0	0	0	0	0	0
36. Ohio	OH	L	30,998,973	30,745,979	35,285,673	34,102,469	7,834,350	0	0
37. Oklahoma	OK	N	0	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0	0
39. Pennsylvania	PA	N	0	0	0	0	0	0	0
40. Rhode Island	RI	N	0	0	0	0	0	0	0
41. So. Carolina	SC	N	0	0	0	0	0	0	0
42. So. Dakota	SD	N	0	0	0	0	0	0	0
43. Tennessee	TN	N	0	0	0	0	0	0	0
44. Texas	TX	N	0	0	0	0	0	0	0
45. Utah	UT	N	0	0	0	0	0	0	0
46. Vermont	VT	N	0	0	0	0	0	0	0
47. Virginia	VA	N	0	0	0	0	0	0	0
48. Washington	WA	N	0	0	0	0	0	0	0
49. West Virginia	WV	N	0	0	0	0	0	0	0
50. Wisconsin	WI	N	0	0	0	0	0	0	0
51. Wyoming	WY	N	0	0	0	0	0	0	0
52. American Samoa	AS	N	0	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0	0
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0
59. Totals	(a)	1	30,998,973	30,745,979	35,285,673	34,102,469	7,834,350	0	0
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998.									
Sum. of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0	0
58999.									
Totals (Lines 58001 through 58003 + 58998) (Line 58 above)	XXX		0	0	0	0	0	0	0

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

Explanation of basis of allocation of premiums by states, etc.

WE ONLY WRITE BUSINESS IN OHIO

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

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

PART 1 - ORGANIZATIONAL CHART

GERMAN MUTUAL INSURANCE COMPANY

|

100%

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HEARTLAND SERVICE AGENCY, INC.

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

Assets	2
Cash Flow	5
Exhibit of Capital Gains (Losses)	12
Exhibit of Net Investment Income	12
Exhibit of Nonadmitted Assets	13
Exhibit of Premiums and Losses (State Page)	19
Five-Year Historical Data	17
General Interrogatories	15
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Notes To Financial Statements	14
Overflow Page For Write-ins	101
Schedule A – Part 1	E01
Schedule A – Part 2	E02
Schedule A – Part 3	E03
Schedule A – Verification Between Years	SI02
Schedule B – Part 1	E04
Schedule B – Part 2	E05
Schedule B – Part 3	E06
Schedule B – Verification Between Years	SI02
Schedule BA – Part 1	E07
Schedule BA – Part 2	E08
Schedule BA – Part 3	E09
Schedule BA – Verification Between Years	SI03
Schedule D – Part 1	E10
Schedule D – Part 1A – Section 1	SI05
Schedule D – Part 1A – Section 2	SI08
Schedule D – Part 2 – Section 1	E11
Schedule D – Part 2 – Section 2	E12
Schedule D – Part 3	E13
Schedule D – Part 4	E14
Schedule D – Part 5	E15
Schedule D – Part 6 – Section 1	E16
Schedule D – Part 6 – Section 2	E16
Schedule D – Summary By Country	SI04
Schedule D – Verification Between Years	SI03
Schedule DA – Part 1	E17

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK (Continued)

Schedule DA – Verification Between Years	SI10
Schedule DB – Part A – Section 1	E18
Schedule DB – Part A – Section 2	E19
Schedule DB – Part A – Verification Between Years	SI11
Schedule DB – Part B – Section 1	E20
Schedule DB – Part B – Section 2	E21
Schedule DB – Part B – Verification Between Years	SI11
Schedule DB – Part C – Section 1	SI12
Schedule DB – Part C – Section 2	SI13
Schedule DB – Part D	E22
Schedule DB – Verification	SI14
Schedule DL – Part 1	E23
Schedule DL – Part 2	E24
Schedule E – Part 1 – Cash	E25
Schedule E – Part 2 – Cash Equivalents	E26
Schedule E – Part 3 – Special Deposits	E27
Schedule E – Verification Between Years	SI15
Schedule F – Part 1	20
Schedule F – Part 2	21
Schedule F – Part 3	22
Schedule F – Part 4	23
Schedule F – Part 5	24
Schedule F – Part 6 – Section 1	25
Schedule F – Part 6 – Section 2	27
Schedule F – Part 7	28
Schedule F – Part 8	29
Schedule F – Part 9	30
Schedule H – Accident and Health Exhibit – Part 1	31
Schedule H – Parts – 2, 3, and 4	32
Schedule H – Part 5 – Health Claims	33
Schedule P – Part 1 – Analysis of Losses and Loss Expenses	34
Schedule P – Part 1A – Homeowners/Farmowners	36
Schedule P – Part 1B – Private Passenger Auto Liability/Medical	37
Schedule P – Part 1C – Commercial Auto/Truck Liability/Medical	38
Schedule P – Part 1D – Workers’ Compensation	39
Schedule P – Part 1E – Commercial Multiple Peril	40
Schedule P – Part 1F – Section 1 – Medical Professional Liability – Occurrence	41
Schedule P – Part 1F – Section 2 – Medical Professional Liability – Claims-Made	42
Schedule P – Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	43
Schedule P – Part 1H – Section 1 – Other Liability–Occurrence	44
Schedule P – Part 1H – Section 2 – Other Liability – Claims-Made	45

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 1I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	46
Schedule P – Part 1J – Auto Physical Damage	47
Schedule P – Part 1K – Fidelity/Surety	48
Schedule P – Part 1L – Other (Including Credit, Accident and Health)	49
Schedule P – Part 1M – International	50
Schedule P – Part 1N – Reinsurance - Nonproportional Assumed Property	51
Schedule P – Part 1O – Reinsurance - Nonproportional Assumed Liability	52
Schedule P – Part 1P – Reinsurance - Nonproportional Assumed Financial Lines	53
Schedule P – Part 1R – Section 1 – Products Liability – Occurrence	54
Schedule P – Part 1R – Section 2 – Products Liability – Claims – Made	55
Schedule P – Part 1S – Financial Guaranty/Mortgage Guaranty	56
Schedule P – Part 1T – Warranty	57
Schedule P – Part 2, Part 3 and Part 4 - Summary	35
Schedule P – Part 2A – Homeowners/Farmowners	58
Schedule P – Part 2B – Private Passenger Auto Liability/Medical	58
Schedule P – Part 2C – Commercial Auto/Truck Liability/Medical	58
Schedule P – Part 2D – Workers' Compensation	58
Schedule P – Part 2E – Commercial Multiple Peril	58
Schedule P – Part 2F – Section 1 – Medical Professional Liability – Occurrence	59
Schedule P – Part 2F – Section 2 – Medical Professional Liability – Claims – Made	59
Schedule P – Part 2G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	59
Schedule P – Part 2H – Section 1 – Other Liability – Occurrence	59
Schedule P – Part 2H – Section 2 – Other Liability – Claims – Made	59
Schedule P – Part 2I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	60
Schedule P – Part 2J – Auto Physical Damage	60
Schedule P – Part 2K – Fidelity, Surety	60
Schedule P – Part 2L – Other (Including Credit, Accident and Health)	60
Schedule P – Part 2M – International	60
Schedule P – Part 2N – Reinsurance - Nonproportional Assumed Property	61
Schedule P – Part 2O – Reinsurance - Nonproportional Assumed Liability	61
Schedule P – Part 2P – Reinsurance - Nonproportional Assumed Financial Lines	61
Schedule P – Part 2R – Section 1 – Products Liability – Occurrence	62
Schedule P – Part 2R – Section 2 – Products Liability – Claims-Made	62
Schedule P – Part 2S – Financial Guaranty/Mortgage Guaranty	62
Schedule P – Part 2T – Warranty	62
Schedule P – Part 3A – Homeowners/Farmowners	63
Schedule P – Part 3B – Private Passenger Auto Liability/Medical	63
Schedule P – Part 3C – Commercial Auto/Truck Liability/Medical	63
Schedule P – Part 3D – Workers' Compensation	63
Schedule P – Part 3E – Commercial Multiple Peril	63
Schedule P – Part 3F – Section 1 –Medical Professional Liability – Occurrence	64
Schedule P – Part 3F – Section 2 – Medical Professional Liability – Claims-Made	64
Schedule P – Part 3G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	64

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 3H – Section 1 – Other Liability – Occurrence	64
Schedule P – Part 3H – Section 2 – Other Liability – Claims-Made	64
Schedule P – Part 3I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	65
Schedule P – Part 3J – Auto Physical Damage	65
Schedule P – Part 3K – Fidelity/Surety	65
Schedule P – Part 3L – Other (Including Credit, Accident and Health)	65
Schedule P – Part 3M – International	65
Schedule P – Part 3N – Reinsurance - Nonproportional Assumed Property	66
Schedule P – Part 3O – Reinsurance - Nonproportional Assumed Liability	66
Schedule P – Part 3P – Reinsurance - Nonproportional Assumed Financial Lines	66
Schedule P – Part 3R – Section 1 – Products Liability – Occurrence	67
Schedule P – Part 3R – Section 2 – Products Liability – Claims-Made	67
Schedule P – Part 3S – Financial Guaranty/Mortgage Guaranty	67
Schedule P – Part 3T – Warranty	67
Schedule P – Part 4A – Homeowners/Farmowners	68
Schedule P – Part 4B – Private Passenger Auto Liability/Medical	68
Schedule P – Part 4C – Commercial Auto/Truck Liability/Medical	68
Schedule P – Part 4D – Workers' Compensation	68
Schedule P – Part 4E – Commercial Multiple Peril	68
Schedule P – Part 4F – Section 1 – Medical Professional Liability – Occurrence	69
Schedule P – Part 4F – Section 2 – Medical Professional Liability – Claims-Made	69
Schedule P – Part 4G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	69
Schedule P – Part 4H – Section 1 – Other Liability – Occurrence	69
Schedule P – Part 4H – Section 2 – Other Liability – Claims-Made	69
Schedule P – Part 4I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	70
Schedule P – Part 4J – Auto Physical Damage	70
Schedule P – Part 4K – Fidelity/Surety	70
Schedule P – Part 4L – Other (Including Credit, Accident and Health)	70
Schedule P – Part 4M – International	70
Schedule P – Part 4N – Reinsurance - Nonproportional Assumed Property	71
Schedule P – Part 4O – Reinsurance - Nonproportional Assumed Liability	71
Schedule P – Part 4P – Reinsurance - Nonproportional Assumed Financial Lines	71
Schedule P – Part 4R – Section 1 – Products Liability – Occurrence	72
Schedule P – Part 4R – Section 2 – Products Liability – Claims-Made	72
Schedule P – Part 4S – Financial Guaranty/Mortgage Guaranty	72
Schedule P – Part 4T – Warranty	72
Schedule P – Part 5A – Homeowners/Farmowners	73
Schedule P – Part 5B – Private Passenger Auto Liability/Medical	74
Schedule P – Part 5C – Commercial Auto/Truck Liability/Medical	75
Schedule P – Part 5D – Workers' Compensation (Excluding Excess Workers' Compensation)	76
Schedule P – Part 5E – Commercial Multiple Peril	77

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 5F – Medical Professional Liability – Claims-Made	79
Schedule P – Part 5F – Medical Professional Liability – Occurrence	78
Schedule P – Part 5H – Other Liability – Claims-Made	81
Schedule P – Part 5H – Other Liability – Occurrence	80
Schedule P – Part 5R – Products Liability – Claims-Made	83
Schedule P – Part 5R – Products Liability – Occurrence	82
Schedule P – Part 5T – Warranty	84
Schedule P – Part 6C – Commercial Auto/Truck Liability/Medical	85
Schedule P – Part 6D – Workers’ Compensation	85
Schedule P – Part 6E – Commercial Multiple Peril	86
Schedule P – Part 6H – Other Liability – Claims-Made	87
Schedule P – Part 6H – Other Liability – Occurrence	86
Schedule P – Part 6M – International	87
Schedule P – Part 6N – Reinsurance - Nonproportional Assumed Property	88
Schedule P – Part 6O – Reinsurance - Nonproportional Assumed Liability	88
Schedule P – Part 6R – Products Liability – Claims-Made	89
Schedule P – Part 6R – Products Liability – Occurrence	89
Schedule P – Part 7A – Primary Loss Sensitive Contracts	90
Schedule P – Part 7B – Reinsurance Loss Sensitive Contracts	92
Schedule P Interrogatories	94
Schedule T – Exhibit of Premiums Written	95
Schedule T – Part 2 – Interstate Compact	96
Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	97
Schedule Y – Part 1A – Detail of Insurance Holding Company System	98
Schedule Y – Part 2 – Summary of Insurer’s Transactions With Any Affiliates	99
Statement of Income	4
Summary Investment Schedule	SI01
Supplemental Exhibits and Schedules Interrogatories	100
Underwriting and Investment Exhibit Part 1	6
Underwriting and Investment Exhibit Part 1A	7
Underwriting and Investment Exhibit Part 1B	8
Underwriting and Investment Exhibit Part 2	9
Underwriting and Investment Exhibit Part 2A	10
Underwriting and Investment Exhibit Part 3	11

