



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2012
OF THE CONDITION AND AFFAIRS OF THE

The National Mutual Insurance Company

NAIC Group Code 0035 0035 NAIC Company Code 20184 Employer's ID Number 34-4312510
(Current) (Prior)

Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio
Country of Domicile United States of America

Incorporated/Organized 09/14/1914 Commenced Business 01/07/1915

Statutory Home Office 1 Insurance Square, Celina, OH, US 45822-1690
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 1 Insurance Square
(Street and Number)
Celina, OH, US 45822-1690 419-586-5181
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 1 Insurance Square, Celina, OH, US 45822-1690
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 1 Insurance Square
(Street and Number)
Celina, OH, US 45822-1690 419-586-5181-8227
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.celinainsurance.com

Statutory Statement Contact Philip Marion Fullenkamp, 419-586-5181-8227
(Name) (Area Code) (Telephone Number)
pfullenkamp@celinainsurance.com 419-586-6068
(E-mail Address) (FAX Number)

OFFICERS

President William West Montgomery Treasurer Philip Marion Fullenkamp
Secretary Michael Stanley Kleinhenz

OTHER

William Rodney Stapleton Sr. VP and COO Robert Mark Shoenfelt Sr. VP and CIO Vincent Miles Franz VP and Chief Actuary
Theodore Joseph Wissman VP- Claims Martha Jane Meinerding VP- Human Resources

DIRECTORS OR TRUSTEES

William West Montgomery - Chairman Philip Marion Fullenkamp Nancy Montgomery Goldberg
David Thomas Mellin Wesley Moore Jetter John Michael Lazarich
Collin Jay Bryan #

State of Ohio SS:
County of Mercer

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.

William West Montgomery
Chairman, President and CEO

Michael Stanley Kleinhenz
Secretary and Assistant Treasurer

Philip Marion Fullenkamp
Sr. VP - CFO and Treasurer

Subscribed and sworn to before me this _____ day of _____ February, 2012

a. Is this an original filing? Yes [X] No []

b. If no,

1. State the amendment number.....

2. Date filed

3. Number of pages attached.....

Lori Homan
Accountant
February 28, 2017

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL 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)	35,304,454		35,304,454	31,918,923
2. Stocks (Schedule D):				
2.1 Preferred stocks	182,589		182,589	89,321
2.2 Common stocks	5,290,807	99,004	5,191,804	5,415,689
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)	1,591,166		1,591,166	1,674,031
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$1,518,905, Schedule E - Part 1), cash equivalents (\$, Schedule E - Part 2) and short-term investments (\$1,067,279, Schedule DA)	2,586,184		2,586,184	437,449
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivable for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	44,955,200	99,004	44,856,196	39,535,413
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	249,947		249,947	257,810
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,837,997	732	3,837,265	3,982,352
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	7,139,129		7,139,129	6,254,766
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	3,821,897		3,821,897	3,413,209
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				293,881
18.2 Net deferred tax asset	2,258,986	604,913	1,654,073	1,764,837
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	124,806	11,974	112,832	91,065
21. Furniture and equipment, including health care delivery assets (\$)	59,692	59,692		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	754,527		754,527	944,415
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	139,642	139,642		
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	63,341,821	915,956	62,425,865	56,537,747
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	63,341,821	915,956	62,425,865	56,537,747
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Prepaid Expenses	139,642	139,642		
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	139,642	139,642		

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

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	9,072,469	8,386,146
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	1,858,625	1,477,192
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	2,504,100	2,689,400
4. Commissions payable, contingent commissions and other similar charges	226,542	179,921
5. Other expenses (excluding taxes, licenses and fees)	187,636	149,395
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	316,485	269,924
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	114,569	
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$34,889,084 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)	17,951,297	15,744,325
10. Advance premium	638,573	490,316
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	4,556,753	3,957,776
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others	2,967,246	2,726,826
15. Remittances and items not allocated	91,140	52,047
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 8)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding	22,928	39,969
19. Payable to parent, subsidiaries and affiliates	576,307	96,484
20. Derivatives		
21. Payable for securities		
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities		
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	41,084,671	36,259,722
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	41,084,671	36,259,722
29. Aggregate write-ins for special surplus funds		
30. Common capital stock		
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		173,265
33. Surplus notes		
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	21,341,193	20,104,760
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	21,341,193	20,278,025
38. TOTALS (Page 2, Line 28, Col. 3)	62,425,865	56,537,747
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)		
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)		
3201. Added benefit under 10e admissibility tests		173,265
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)		173,265

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

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	32,004,825	29,351,916
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7).....	19,922,637	19,822,411
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	2,446,747	2,680,171
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	11,094,838	10,499,170
5. Aggregate write-ins for underwriting deductions.....		
6. Total underwriting deductions (Lines 2 through 5).....	33,464,222	33,001,753
7. Net income of protected cells.....		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7).....	(1,459,396)	(3,649,837)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	1,282,964	1,293,708
10. Net realized capital gains or (losses) less capital gains tax of \$91,215 (Exhibit of Capital Gains (Losses)).....	659,598	179,182
11. Net investment gain (loss) (Lines 9 + 10).....	1,942,562	1,472,890
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$26,675 amount charged off \$74,470).....	(47,795)	(47,778)
13. Finance and service charges not included in premiums.....	479,390	487,627
14. Aggregate write-ins for miscellaneous income.....	(4,839)	(30,583)
15. Total other income (Lines 12 through 14).....	426,756	409,266
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	909,922	(1,767,681)
17. Dividends to policyholders.....		
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).....	909,922	(1,767,681)
19. Federal and foreign income taxes incurred.....	23,366	(412,125)
20. Net income (Line 18 minus Line 19)(to Line 22).....	886,556	(1,355,556)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	20,278,025	21,096,916
22. Net income (from Line 20).....	886,556	(1,355,556)
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$91,869.....	175,050	(20,267)
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax.....	(37,569)	250,372
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3).....	212,396	195,481
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....		
29. Change in surplus notes.....		
30. Surplus (contributed to) withdrawn from protected cells.....		
31. Cumulative effect of changes in accounting principles.....		
32. Capital changes:		
32.1 Paid in.....		
32.2 Transferred from surplus (Stock Dividend).....		
32.3 Transferred to surplus.....		
33. Surplus adjustments:		
33.1 Paid in.....		
33.2 Transferred to capital (Stock Dividend).....		
33.3 Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....		
37. Aggregate write-ins for gains and losses in surplus.....	(173,265)	111,080
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	1,063,168	(818,891)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	21,341,193	20,278,025
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....		
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above).....		
1401. Cash Short & Over.....	(11,298)	(20,092)
1402. Miscellaneous.....	6,459	(10,491)
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page.....		
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above).....	(4,839)	(30,583)
3701. Change in benefit under 10e admissibility tests.....	(173,265)	111,080
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....		
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above).....	(173,265)	111,080

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

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	34,219,306	29,662,173
2. Net investment income	1,673,686	1,676,940
3. Miscellaneous income	426,756	409,266
4. Total (Lines 1 through 3)	36,319,748	31,748,378
5. Benefit and loss related payments	19,263,568	21,207,872
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	13,488,501	12,832,229
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	(293,869)	(193,378)
10. Total (Lines 5 through 9)	32,458,201	33,846,723
11. Net cash from operations (Line 4 minus Line 10)	3,861,547	(2,098,344)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	11,473,208	8,099,672
12.2 Stocks	1,728,950	217,990
12.3 Mortgage loans		
12.4 Real estate		16,490
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(94)	
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	13,202,064	8,334,152
13. Cost of investments acquired (long-term only):		
13.1 Bonds	14,622,620	9,068,893
13.2 Stocks	1,094,595	187,640
13.3 Mortgage loans		
13.4 Real estate	18,742	110,275
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	15,735,956	9,366,809
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(2,533,892)	(1,032,657)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	821,080	650,819
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	821,080	650,819
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)	2,148,735	(2,480,183)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	437,449	2,917,632
19.2 End of period (Line 18 plus Line 19.1)	2,586,184	437,449

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

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	948,002	454,225	530,389	871,838
2.	Allied lines	529,954	267,833	324,993	472,795
3.	Farmowners multiple peril	4,225,601	2,279,622	2,375,015	4,130,208
4.	Homeowners multiple peril	7,831,348	3,774,805	4,552,844	7,053,309
5.	Commercial multiple peril	1,698,698	887,630	987,803	1,598,525
6.	Mortgage guaranty				
8.	Ocean marine				
9.	Inland marine	480,078	243,225	266,678	456,625
10.	Financial guaranty				
11.1	Medical professional liability - occurrence				
11.2	Medical professional liability - claims-made				
12.	Earthquake	165,369	81,301	89,296	157,374
13.	Group accident and health				
14.	Credit accident and health (group and individual)				
15.	Other accident and health				
16.	Workers' compensation	375,260	166,195	186,963	354,492
17.1	Other liability - occurrence	668,170	410,296	424,539	653,927
17.2	Other liability - claims-made				
17.3	Excess workers' compensation				
18.1	Products liability - occurrence	70,026	29,639	28,447	71,218
18.2	Products liability - claims-made				
19.1, 19.2	Private passenger auto liability	9,156,421	3,803,363	4,268,634	8,691,150
19.3, 19.4	Commercial auto liability	752,197	356,624	379,667	729,154
21.	Auto physical damage	7,305,196	2,986,425	3,533,328	6,758,293
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety	179	47	47	179
26.	Burglary and theft	5,300	3,096	2,655	5,740
27.	Boiler and machinery				
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance - nonproportional assumed property				
32.	Reinsurance - nonproportional assumed liability				
33.	Reinsurance - nonproportional assumed financial lines				
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	34,211,797	15,744,325	17,951,297	32,004,825
DETAILS OF WRITE-INS					
3401.				
3402.				
3403.				
3498.	Summary of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)				

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

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	530,389				530,389
2.	Allied lines	324,993				324,993
3.	Farmowners multiple peril	2,375,015				2,375,015
4.	Homeowners multiple peril	4,552,844				4,552,844
5.	Commercial multiple peril	987,803				987,803
6.	Mortgage guaranty					
8.	Ocean marine					
9.	Inland marine	266,678				266,678
10.	Financial guaranty					
11.1	Medical professional liability - occurrence					
11.2	Medical professional liability - claims-made					
12.	Earthquake	89,296				89,296
13.	Group accident and health					
14.	Credit accident and health (group and individual)					
15.	Other accident and health					
16.	Workers' compensation	186,963				186,963
17.1	Other liability - occurrence	424,539				424,539
17.2	Other liability - claims-made					
17.3	Excess workers' compensation					
18.1	Products liability - occurrence	28,447				28,447
18.2	Products liability - claims-made					
19.1, 19.2	Private passenger auto liability	4,268,634				4,268,634
19.3, 19.4	Commercial auto liability	379,667				379,667
21.	Auto physical damage	3,533,328				3,533,328
22.	Aircraft (all perils)					
23.	Fidelity					
24.	Surety	47				47
26.	Burglary and theft	2,655				2,655
27.	Boiler and machinery					
28.	Credit					
29.	International					
30.	Warranty					
31.	Reinsurance - nonproportional assumed property					
32.	Reinsurance - nonproportional assumed liability					
33.	Reinsurance - nonproportional assumed financial lines					
34.	Aggregate write-ins for other lines of business					
35.	TOTALS	17,951,297				17,951,297
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through 37)					17,951,297
DETAILS OF WRITE-INS						
3401.					
3402.					
3403.					
3498.	Summary of remaining write-ins for Line 34 from overflow page					
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)					

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

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

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	1,353,488	1,898,149		1,840,239	463,396	948,002
2. Allied lines	567,793	1,400,183		1,028,735	409,287	529,954
3. Farmowners multiple peril		13,967,963		8,202,636	1,539,726	4,225,601
4. Homeowners multiple peril	26,075,859	(14,990)		15,202,029	3,027,492	7,831,348
5. Commercial multiple peril		5,982,806		3,297,472	986,636	1,698,698
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine	805,548	848,928		931,916	242,482	480,078
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake	368,133	161,117		321,010	42,871	165,369
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation		1,310,945		728,447	207,238	375,260
17.1 Other liability - occurrence	1,024,244	1,615,305		1,297,035	674,344	668,170
17.2 Other liability - claims-made						
17.3 Excess workers' compensation						
18.1 Products liability - occurrence		245,838		135,933	39,879	70,026
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability	18,545,413	8,665,779		17,774,229	280,542	9,156,421
19.3, 19.4 Commercial auto liability		2,436,784		1,460,146	224,441	752,197
21. Auto physical damage	15,024,045	7,191,914		14,180,675	730,089	7,305,196
22. Aircraft (all perils)						
23. Fidelity						
24. Surety		525		347		179
26. Burglary and theft		15,587		10,287		5,300
27. Boiler and machinery						
28. Credit						
29. International						
30. Warranty						
31. Reinsurance - nonproportional assumed property	XXX					
32. Reinsurance - nonproportional assumed liability	XXX					
33. Reinsurance - nonproportional assumed financial lines	XXX					
34. Aggregate write-ins for other lines of business						
35. TOTALS	63,764,523	45,726,832		66,411,136	8,868,422	34,211,797
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)						

(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 reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL 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	300,205	1,237,823	1,027,437	510,591	30,318	55,065	485,843	55.7
2. Allied lines	1,032,987	1,269,547	1,861,937	440,597	18,584	20,315	438,866	92.8
3. Farmowners multiple peril		10,507,349	8,268,813	2,238,536	695,008	746,691	2,186,854	52.9
4. Homeowners multiple peril	23,366,321	256,373	18,267,890	5,354,804	1,165,018	1,178,909	5,340,913	75.7
5. Commercial multiple peril		3,674,061	2,803,825	870,235	476,154	525,653	820,737	51.3
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine	262,237	103,449	248,639	117,046	8,160	12,585	112,622	24.7
10. Financial guaranty								
11.1 Medical professional liability - occurrence								
11.2 Medical professional liability - claims-made								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation	9,969	819,193	547,243	281,918	548,958	593,149	237,728	67.1
17.1 Other liability - occurrence	7,108	312,545	210,962	108,690	495,952	404,730	199,912	30.6
17.2 Other liability - claims-made								
17.3 Excess workers' compensation								
18.1 Products liability - occurrence		43,517	28,717	14,799	64,940	78,200	1,539	2.2
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability	10,112,441	4,067,798	9,358,829	4,821,410	4,625,125	3,907,301	5,539,234	63.7
19.3, 19.4 Commercial auto liability	7,023	540,574	361,391	186,207	406,171	270,840	321,538	44.1
21. Auto physical damage	9,271,089	4,297,370	9,281,103	4,287,356	101,998	164,787	4,224,567	62.5
22. Aircraft (all perils)								
23. Fidelity								
24. Surety								
26. Burglary and theft		12,126	8,003	4,123	3,400		7,523	131.1
27. Boiler and machinery								
28. Credit								
29. International								
30. Warranty								
31. Reinsurance - nonproportional assumed property	XXX							
32. Reinsurance - nonproportional assumed liability	XXX				432,682	427,922	4,760	
33. Reinsurance - nonproportional assumed financial lines	XXX							
34. Aggregate write-ins for other lines of business								
35. TOTALS	44,369,379	27,141,724	52,274,789	19,236,313	9,072,469	8,386,146	19,922,637	62.2
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL 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	87,566	(8,396)	52,252	26,918	5,550	4,450	6,600	30,318	6,800
2. Allied lines	12,999	68,269	66,084	15,184	31,975	72,525	101,100	18,584	3,400
3. Farmowners multiple peril		1,168,142	793,074	375,068		1,239,000	919,060	695,008	268,600
4. Homeowners multiple peril	1,619,136	177,921	1,259,680	537,378	3,029,000		2,401,360	1,165,018	467,500
5. Commercial multiple peril		1,034,453	684,439	350,014		439,500	313,360	476,154	129,200
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine	19,000	1	12,541	6,460	3,450	1,550	3,300	8,160	
10. Financial guaranty									
11.1 Medical professional liability - occurrence									
11.2 Medical professional liability - claims-made									
12. Earthquake									
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)									
15. Other accident and health								(a)	
16. Workers' compensation	15,297	1,199,285	801,624	412,958		400,000	264,000	548,958	153,000
17.1 Other liability - occurrence	813,002	732,000	1,213,950	331,052	242,125	259,875	337,100	495,952	447,100
17.2 Other liability - claims-made									
17.3 Excess workers' compensation									
18.1 Products liability - occurrence		126,000	83,160	42,840		65,000	42,900	64,940	68,000
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability	6,248,066	3,348,906	6,448,807	3,148,165	3,474,225	1,375,275	3,372,540	4,625,125	748,000
19.3, 19.4 Commercial auto liability	1,384	747,238	494,091	254,531		446,000	294,360	406,171	74,800
21. Auto physical damage	585,560	308,536	593,197	300,898	(337,310)	(130,190)	(268,600)	101,998	137,700
22. Aircraft (all perils)									
23. Fidelity									
24. Surety									
26. Burglary and theft		10,000	6,600	3,400				3,400	
27. Boiler and machinery									
28. Credit									
29. International									
30. Warranty									
31. Reinsurance - nonproportional assumed property	XXX				XXX				
32. Reinsurance - nonproportional assumed liability	XXX	28,594	18,872	9,722	XXX	1,244,000	821,040	432,682	
33. Reinsurance - nonproportional assumed financial lines	XXX				XXX				
34. Aggregate write-ins for other lines of business									
35. TOTALS	9,402,010	8,940,949	12,528,370	5,814,589	6,449,015	5,416,985	8,608,120	9,072,469	2,504,100
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)									

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

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	2,421,394			2,421,394
1.2 Reinsurance assumed	836,273			836,273
1.3 Reinsurance ceded	2,546,002			2,546,002
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	711,665			711,665
2. Commission and brokerage:				
2.1 Direct excluding contingent		9,949,441		9,949,441
2.2 Reinsurance assumed, excluding contingent		6,841,215		6,841,215
2.3 Reinsurance ceded, excluding contingent		11,081,934		11,081,934
2.4 Contingent - direct		485,602		485,602
2.5 Contingent - reinsurance assumed		284,433		284,433
2.6 Contingent - reinsurance ceded		510,247		510,247
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		5,968,510		5,968,510
3. Allowances to managers and agents				
4. Advertising		68,240		68,240
5. Boards, bureaus and associations	26,089	172,687		198,776
6. Surveys and underwriting reports		378,613		378,613
7. Audit of assureds' records		3,434		3,434
8. Salary and related items:				
8.1 Salaries	1,045,940	2,105,736	16,827	3,168,502
8.2 Payroll taxes	77,527	157,792	1,126	236,445
9. Employee relations and welfare	199,693	454,896	2,703	657,292
10. Insurance	18,907	63,296		82,202
11. Directors' fees	12,585	42,133		54,718
12. Travel and travel items	69,905	110,420		180,325
13. Rent and rent items	67,900	227,451	1,848	297,200
14. Equipment	21,714	75,879	215	97,808
15. Cost or depreciation of EDP equipment and software	50,325	237,631	6,866	294,823
16. Printing and stationery	11,081	35,931	2,245	49,256
17. Postage, telephone and telegraph, exchange and express	50,469	130,843		181,312
18. Legal and auditing	6,667	50,191		56,858
19. Totals (Lines 3 to 18)	1,658,801	4,315,173	31,829	6,005,803
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		566,809		566,809
20.2 Insurance department licenses and fees		86,036		86,036
20.3 Gross guaranty association assessments		(18,576)		(18,576)
20.4 All other (excluding federal and foreign income and real estate)		20		20
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		634,288		634,288
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	76,281	176,867	84,104	337,252
25. Total expenses incurred	2,446,747	11,094,838	115,933 (a)	13,657,518
26. Less unpaid expenses - current year	2,504,100	730,664		3,234,764
27. Add unpaid expenses - prior year	2,689,400	599,240		3,288,640
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	2,632,047	10,963,415	115,933	13,711,395
DETAILS OF WRITE-INS				
2401. Other	76,281	176,867	84,104	337,252
2402.				
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	76,281	176,867	84,104	337,252

(a) Includes management fees of \$ to affiliates and \$83,247 to non-affiliates.

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

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 110,364	108,933
1.1 Bonds exempt from U.S. tax	(a) 226,485	201,952
1.2 Other bonds (unaffiliated)	(a) 764,881	783,282
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 9,059	9,059
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	152,885	152,885
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d) 244,476	244,476
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 218	(82)
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	1,508,368	1,500,504
11. Investment expenses		(g) 115,933
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) 101,607
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		217,541
17. Net investment income (Line 10 minus Line 16)		1,282,964
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		

- (a) Includes \$ 43,930 accrual of discount less \$ 325,181 amortization of premium and less \$ 30,981 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ 72,922 for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ 961 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 \$ 101,607 depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds					
1.1 Bonds exempt from U.S. tax	208,419		208,419		
1.2 Other bonds (unaffiliated)	273,150	(16,691)	256,459	52,493	
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)	9,917		9,917		
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	276,113		276,113	217,709	
2.21 Common stocks of affiliates				(3,283)	
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	(94)		(94)		
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	767,504	(16,691)	750,813	266,919	
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)					

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

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks	99,004	102,286	3,283
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)	99,004	102,286	3,283
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	732	284	(449)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset	604,913	796,852	191,939
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	11,974	20,313	8,339
21. Furniture and equipment, including health care delivery assets	59,692	75,557	15,866
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	139,642	133,061	(6,581)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	915,956	1,128,353	212,396
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	915,956	1,128,353	212,396
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Prepaid Expenses	139,642	127,405	(12,237)
2502. Notes Receivable		5,656	5,656
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	139,642	133,061	(6,581)

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying statutory-basis financial statements of The National Mutual Insurance Company (the "Company") have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance requires insurance companies domiciled in Ohio to prepare their statements in conformity with the NAIC Annual Statement Instructions and Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Ohio Department of Insurance. The Company has not implemented any accounting practices which are prescribed or permitted by the State of Ohio that differ from those found in the NAIC Accounting Practices and Procedures Manual.

B. Use of Estimates in Preparation of Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles (SSAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires 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.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance.

Expenses incurred in connection with acquiring new business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost, using the interest method. Non-investment grade bonds are stated at the lower of amortized cost or fair value.
- (3) Unaffiliated common stocks are stated at fair value.
- (4) Preferred stocks are stated at either fair value or the lower of cost or fair value.
- (5) The Company has no mortgage loans.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. The prospective adjustment method is used to value such securities.
- (7) Investments in stock of subsidiaries are carried on the equity basis and subsequently non-admitted in accordance with SSAP No. 88 as audited statements of the subsidiaries are not obtained.
- (8) The Company has no investments in joint ventures, partnerships or limited liability companies.
- (9) The Company owns no derivatives.
- (10) The Company does not anticipate investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53. Property-Casualty Contracts - Premiums.
- (11) 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 used for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company does not offer health insurance policies and has no pharmaceutical rebate receivables.

2. Accounting Changes and Corrections of Errors – None to Report.

3. Business Combinations and Goodwill - None to report.

4. Discontinued Operations - None to report.

5. Investments

A. Mortgage Loans – None to report.

B. Debt Restructuring – None to report.

C. Reverse Mortgages – None to report.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

D. Loan-backed Securities

- (1) Prepayment assumptions for loan-backed bonds or structured securities were obtained from broker dealer survey values or internal estimates. Significant changes in estimated cash flows from the original purchase assumptions are accounted for using the prospective method.

The aggregate Fair Value of loan-backed securities at December 31, 2012 is \$12,567,331 with approximately 78% represented by agency-backed securities. Fair Values represent quoted prices in active markets, quoted prices in active markets for similar securities, or modeled valuations using the present value of estimated future cash flows.

- (2) Securities with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the impairment are:

	(1) Amortized Cost Basis Before Other-Than- Temporary - Impairment	(2) Other-Than- Temporary- Impairment Recognized in Loss	(3) Fair Value
OTTI recognized 1st Quarter			
a. Intent to Sell	\$ -	\$ -	\$ -
b. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	<u>197,619</u>	<u>16,691</u>	<u>180,928</u>
c. Total 1st Quarter	\$ 197,619	\$ 16,691	\$ 180,928
OTTI recognized 2nd Quarter			
d. Intent to Sell	\$ -	\$ -	\$ -
e. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	<u>-</u>	<u>-</u>	<u>-</u>
f. Total 2nd Quarter	\$ -	\$ -	\$ -
OTTI recognized 3rd Quarter			
g. Intent to Sell	\$ -	\$ -	\$ -
h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	<u>-</u>	<u>-</u>	<u>-</u>
i. Total 3rd Quarter	\$ -	\$ -	\$ -
OTTI recognized 4th Quarter			
j. Intent to Sell	\$ -	\$ -	\$ -
k. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis	<u>-</u>	<u>-</u>	<u>-</u>
l. Total 4th Quarter	\$ -	\$ -	\$ -
m. Annual Aggregate Total		\$ 16,691	

- (3) Securities with a recognized other-than-temporary impairment, currently held, where the present value of expected cash flows are less than the amortized costs are:

(1)	(2) Book/Adjusted Carrying Value	(3) Present Value of Projected Cash Flows	(4) Recognized Other-Than- Temporary- Impairment	(5) Amortized Cost After Other-Than- Temporary- Impairment	(6) Fair Value at time of OTTI	(7) Date of Financial Statement Where Reported
<u>CUSIP</u>	<u>Period OTTI</u>	<u>Cash Flows</u>	<u>Impairment</u>	<u>Impairment</u>	<u>OTTI</u>	<u>Reported</u>
12669G-YP-0	\$ 197,619	\$ 180,928	\$ 16,691	\$ 180,928	\$ 180,928	Mar 31, 2012
Total	XXX	XXX	\$ 16,691	XXX	XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

(4) Aggregate values for securities with unrealized losses are:

a. The aggregate amount of unrealized losses:		
1. Less than 12 months	\$	45,394
2. 12 months or Longer	\$	87,384
b. The aggregate related fair value of securities with unrealized losses:		
1. Less than 12 months	\$	3,682,076
2. 12 months or Longer	\$	722,388

(5) The Company uses information from several sources to evaluate impairments for other-than-temporary recognition. These categories include security ratings from nationally recognized statistical rating organizations, analysis of issuers' financial condition, estimates of principal recovery, and the ability to hold the security until recovery.

E. Repurchase Agreements – None to report.

F. Real Estate

1. The Company has no impairment losses on real estate.
2. The Company does not classify its real estate investments as held for sale.
3. The Company has no plans for the sale of its real estate.
4. The Company does not engage in retail land sales operations.
5. The Company does not hold real estate investments with participating mortgage loans.

G. Investment in Low-income Housing Credits – None to report.

6. Joint Ventures, Partnerships and Limited Liability Corporations - None to report.

7. Investment Income

A. Due and accrued income was excluded from surplus on the following basis:

All investment income due and accrued with amounts that are over 90 days past due are excluded.

B. Total Excluded – None to report.

8. Derivative Investments - None to report.

9. Income Taxes

A. 1. The components of the net DTA recognized in Assets, Liabilities, Surplus and Other Funds are as follows:

	12/31/2012			12/31/2011			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
a. Gross Deferred Tax Assets	\$ 2,279,033	\$ 181,605	\$ 2,460,638	\$ 2,316,022	\$ 352,516	\$ 2,668,538	\$ (36,989)	\$ (170,911)	\$ (207,900)
b. Statutory Valuation Allowance Adjustments	-	-	-	-	-	-	-	-	-
c. Adjusted Gross Deferred Tax Assets (1a-1b)	2,279,033	181,605	2,460,638	2,316,022	352,516	2,668,538	(36,989)	(170,911)	(207,900)
d. Deferred Tax Assets Nonadmitted	601,517	3,396	604,913	530,676	266,176	796,852	70,841	(262,780)	(191,939)
e. Subtotal Net Admitted Deferred Tax Asset	1,677,516	178,209	1,855,725	1,785,346	86,340	1,871,686	(107,830)	91,869	(15,961)
f. Deferred Tax Liabilities	23,443	178,209	201,652	20,509	86,340	106,849	2,934	91,869	94,803
g. Net admitted deferred tax asset (net deferred tax liability) (1e-1f)	\$ 1,654,073	\$ -	\$ 1,654,073	\$ 1,764,837	\$ -	\$ 1,764,837	\$ (110,764)	\$ -	\$ (110,764)
(Increase) decrease in nonadmitted asset			\$ 191,939			\$ 188,626			

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components									
Admission Calculation Components SSAP No. 101	12/31/2012			12/31/2011			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 73,701	\$ -	\$ 73,701	\$ -	\$ -	\$ -	\$ 73,701	\$ -	\$ 73,701
b. Admitted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The lesser of 2(b)1 and 2(b)2 Below)	\$ 1,580,372	\$ -	\$ 1,580,372	\$ 1,764,837	\$ -	\$ 1,764,837	\$ (184,465)	\$ -	\$ (184,465)
1.Adjusted Gross Deferred Tax Assets Expected to be realized Following the Balance Sheet Date.	\$ 1,580,372	\$ -	\$ 1,580,372	\$ 1,764,837	\$ -	\$ 1,764,837	\$ (184,465)	\$ -	\$ (184,465)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	\$ 2,936,143	XXX	XXX	\$ 2,641,422	XXX	XXX	\$ 294,721
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	\$ 23,443	\$ 178,209	\$ 201,652	\$ 20,509	\$ 86,340	\$ 106,849	\$ 2,934	\$ 91,869	\$ 94,803
d. Deferred Tax Assets Admitted as the result of application of SSAP No. 101.									
Total (2(a) +2(b)+2(c))	\$ 1,677,516	\$ 178,209	\$ 1,855,725	\$ 1,785,346	\$ 86,340	\$ 1,871,686	\$ (107,830)	\$ 91,869	\$ (15,961)

3. Ratio and Adjusted Capital used for amounts (2)b1 and(2)b2

	2012	2011
a. Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount.	812%	733%
b. Amount Of Adjusted Capital and Surplus Used To Determine Recovery Period and Threshold Limitation In 2(b)2 Above.	\$ 19,574,288	\$ 18,422,124

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax – Planning Strategies

4. Impact of Tax - Planning Strategies									
12/31/2012			12/31/2011			Change			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
Ordinary Percent	Capital Percent	(Col 1+2) Total Percent	Ordinary Percent	Capital Percent	(Col 4+5) Total Percent	(Col 1-4) Ordinary Percent	(Col 2-5) Capital Percent	(Col 7+8) Total Percent	
a. Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)									
0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
b. Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)									
0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
c. Does the Company's tax- planning strategies include the use of reinsurance? Yes _____ No <u> X </u>									

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

C. Current Tax and Change in Deferred Tax

The components of the net deferred tax asset/(liability) at the end of the current period are as follows:

	(1) As of End of Current Period	(2) 12/31/2011	(3) (Col. 1-2) Change
1. Current Income Tax			
a. Federal	\$ 23,366	\$ (412,125)	\$ 435,491
b. Foreign	-	-	-
c. Subtotal	23,366	(412,125)	435,491
d. Federal income tax on net capital gains	91,215	95,746	(4,531)
e. Utilization of capital loss carry-forwards	-	-	-
f. Other	-	-	-
g. Federal and foreign income taxes incurred	\$ 114,581	\$ (316,379)	\$ 430,960

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets	(1) As of End of Current Period	(2) 12/31/2011	(3) (Col. 1-2) Change
a. Ordinary			
1. Discounting of unpaid losses	\$ 254,726	\$ 270,230	\$ (15,504)
2. Unearned premium reserve	1,264,111	1,103,956	160,155
3. Policyholder reserves			-
4. Investments			-
5. Deferred acquisition costs			-
6. Policyholder dividends accrual			-
7. Fixed assets	274,990	274,579	411
8. Compensation and benefits accrual	386,892	284,600	102,292
9. Pension accrual			-
10. Receivables - nonadmitted	71,845	75,914	(4,069)
11. Net operating loss carry - forward	20,217	301,940	(281,723)
12. Tax credit carry - forward			-
13. Other (including items <5% of total ordinary tax assets)	6,253	4,803	1,450
99. Subtotal	2,279,034	2,316,022	(36,988)
b. Statutory valuation allowance adjustment			-
c. Nonadmitted	601,517	530,676	70,841
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	1,677,517	1,785,346	(107,829)
e. Capital:			
1. Investments	181,605	352,516	(170,911)
2. Net Capital loss carry - forward			-
3. Real estate			-
4. Other (including items <5% of total ordinary tax assets)			-
99. Subtotal	181,605	352,516	(170,911)
f. Statutory valuation allowance adjustment			-
g. Nonadmitted	3,396	266,176	(262,780)
h. Admitted capital deferred tax assets (2e99-2f-2g)	178,209	86,340	91,869
i. Admitted deferred tax assets (2d+2h)	\$ 1,855,726	\$ 1,871,686	\$ (15,960)
3. Deferred Tax Liabilities			
	(1) As of End of Current Period	(2) 12/31/2011	(3) (Col. 1-2) Change
a. Ordinary			
1. Investments	\$ 23,444	\$ 20,509	\$ 2,935
2. Fixed Assets	-	-	-
3. Deferred and uncollected premium	-	-	-
4. Policyholder reserves	-	-	-
5. Other (including items <5% of total capital assets)	-	-	-
99. Subtotal	23,444	20,509	2,935
b. Capital			
1. Investments	178,209	86,340	91,869
2. Real estate	-	-	-
3. Other (including items <5% of total capital assets)	-	-	-
99. Subtotal	178,209	86,340	91,869
c. Deferred tax liabilities (3a99+3b99)	\$ 201,653	\$ 106,849	\$ 94,804
4. Net deferred tax assets/liabilities (2i - 3c)	\$ 1,654,073	\$ 1,764,837	\$ (110,764)

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

The change in net deferred income taxes is comprised of the following:

	12/31/2012	12/31/2011	Change
Total deferred tax assets	\$ 2,460,638	\$ 2,668,538	\$ (207,900)
Total deferred tax liabilities	201,653	106,849	94,804
Net deferred tax asset	\$ 2,258,985	\$ 2,561,689	(302,704)
Total effect of unrealized gains/losses			91,869
Change in net deferred income tax			\$ (210,835)

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

	12/31/2012	Effective Tax Rate
Provision computed at statutory rate	\$ 340,386	34.0%
Tax exempt income deduction	(68,664)	-6.9%
Change in nonadmitted assets	4,069	0.4%
Dividends received deduction	(28,787)	-2.9%
Proration of tax exempt investment income	14,618	1.5%
Disallowed travel and entertainment, donations	6,844	0.7%
Other	56,950	5.7%
Total	\$ 325,416	32.5%
Federal income taxes incurred	\$ 114,581	11.4%
Change in deferred income taxes	210,835	21.1%
Total statutory income taxes	\$ 325,416	32.5%

	12/31/2012	Effective Tax Rate
Current income tax expense	\$ 23,366	2.3%
Current taxes on realized capital gains	91,215	9.1%
Federal income taxes incurred	114,581	11.4%
Utilization of loss carry-forward	-	0.0%
Change in net deferred income taxes	210,835	21.1%
Total statutory income taxes	\$ 325,416	32.5%

E. Operating Loss and Tax Credit Carry-forwards

- At December 31, 2012, the Company had unused operating loss carry-forwards of approximately \$59,000 available to offset against future taxable income.
- The following income tax expense for 2012 and 2011 is available for recoupment in the event of future net losses:

Year	Amount
2012	\$114,581
2011	\$0

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

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

F. The Company consolidates its federal income tax return with its wholly owned subsidiary, First Ohio Financial Corporation. All federal income taxes due or recoverable are the responsibility of National Mutual Insurance Company.

10. Information Concerning Parent, Subsidiaries and Affiliates

A., B. & C. The National Mutual Insurance Company is the lead pooling company for the Celina Insurance Group Property & Casualty Pool, and through service and cost sharing agreements, provides all staff to operate each of the individual member companies of the Celina Insurance Group.

Other than reinsurance transactions and cost allocation transactions based on generally accepted accounting principles and non-insurance transactions that were less than ½ of 1% of total admitted assets, no reportable transactions with affiliates occurred during the statement periods.

D. Inter-company receivables and payables are the result of various transactions between the Company and its affiliates where settlement has not yet occurred. The Company reported the following balances at December 31, 2012 and 2011.

Receivable (Payable) with:	<u>December 31, 2012</u>	<u>December 31, 2011</u>
Celina Mutual Insurance Company	\$0	\$371,838
Miami Mutual Insurance Company	717,592	420,186
West Virginia Farmers Mut. Ins. Assoc.	<u>36,935</u>	<u>152,391</u>
Total Receivable	754,527	944,415
Celina Mutual Insurance Company	(482,667)	0
First Ohio Financial Corp.	(93,640)	(96,484)
Total (Payable)	<u>(576,307)</u>	<u>(96,484)</u>
Net Receivable (Payable)	\$178,220	\$847,931

The terms of settlement require these amounts to be settled within 45 days of the end of each quarter.

E. No guarantees or undertakings have been taken for the benefit of an affiliate or related party.

F. The Company has a service agreement with three affiliated property and casualty companies, The Celina Mutual Insurance Company, Miami Mutual Insurance Company, and West Virginia Farmers Mutual Insurance Association, whereby the Company provides sales, underwriting, claims, accounting, data processing, supervisory, administrative and investment management services to the affiliated companies. The affiliated companies reimburse National for the cost of the services.

G. The Company is affiliated with three property and casualty companies, The Celina Mutual Insurance Company, Miami Mutual Insurance Company, and West Virginia Farmers Mutual Insurance Association. The majority of the members of the Boards of Directors and executive officers serve in similar capacities for more than one of the companies.

H. The Company does not own shares of an upstream company.

I. The Company does not have an investment in an SCA entity whose carrying value exceeds 10% of the admitted assets of the Company.

J. The Company did not recognize any impairment write down for its investments in subsidiary, controlled or affiliated companies during the statement period.

K. The Company does not have any investment in foreign insurance subsidiaries.

L. The Company does not have any investment in a downstream noninsurance holding company.

11. Debt

None to report.

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plans

The Company has non-qualified postretirement health care plans for a limited number of retirees. The health care plans are contributory, with participants' contributions adjusted annually. The accounting for the health care plans anticipates continuation of increases in retiree contributions each year. Costs for the health care plans are paid with cash flows from current operations and no plan assets are maintained.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

	Pension Benefits		Other Benefits	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
1. Change in benefit obligation				
a. Benefit obligation at beginning of year	\$ -	\$ -	\$ -	\$ -
b. Service cost	-	-	61,649	-
c. Interest cost	-	-	-	-
d. Contribution by plan participants	-	-	-	-
e. Actuarial gain (loss)	-	-	-	-
f. Foreign currency exchange rate changes	-	-	-	-
g. Benefits paid	-	-	18,526	-
h. Plan amendments	-	-	-	-
i. Business combinations, divestures, curtailments, settlements, and special termination benefits	-	-	-	-
j. Benefit obligation at end of year	N/A	N/A	\$ 43,123	\$ -

2. Change in plan assets - Not applicable.
3. Funded status - Not applicable.
4. Accumulated benefit obligation for vested employees and partially vested employees to the extent vested - Not applicable.
5. Benefit obligation for non-vested employees - Not applicable.

	Pension Benefits		Other Benefits	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
6. Components of net periodic benefit cost				
a. Service cost	\$ -	\$ -	\$ -	\$ -
b. Interest cost	-	-	-	-
c. Expected return on plan assets	-	-	-	-
d. Amortization of unrecognized transition obligation or transition asset	-	-	-	-
e. Amount of recognized gains and losses	-	-	-	-
f. Amount of prior service cost recognized	-	-	61,649	-
g. Amount of gain or loss recognized due to a settlement or curtailment	-	-	-	-
h. Total net periodic benefit cost	N/A	N/A	\$ 61,649	\$ -

7. Minimum pension liability - Not applicable.

8. Weighted - average assumptions used to determine net periodic benefit cost as of Dec. 31	<u>2012</u>	<u>2011</u>
a. Weighted - average discount rate	4.0%	
b. Expected long - term rate of return on plan assets	N/A	
c. Rate of compensation increase	N/A	

Weighted - average assumptions used to determine projected benefit obligations as of Dec. 31	<u>2012</u>	<u>2011</u>
d. Weighted - average discount rate	4.0%	
e. Rate of compensation increase	N/A	

9. A December 31, 2012 measurement date was used to determine the above amounts.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

10. For measurement purposes, a 4% annual rate increase in the cost of covered health care benefits was assumed with a per person costs capped beginning in 2014.

11. Anticipated health care cost trend rates have an effect on the amounts reported for the health care plans.

A one percentage point change in anticipated health care cost trend rates would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
a. Effect on total of service and interest cost components	\$ 40	\$ (39)
b. Effect on postretirement benefit obligation	\$ 40	\$ (39)

12. Defined benefit plan asset allocation - Not applicable.

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

	Years	Amount
a.	2013	\$ 18,326
b.	2014	\$ 7,941
c.	2015	\$ 3,600
d.	2016	\$ 3,500
e.	2017	\$ 2,600
f.	Thereafter Total (2018-2022)	\$ 9,600

14. The Company does not have any regulatory contribution requirements for these benefit plans.

B. Defined Contribution Plan

The Company and its affiliates participate in a qualified, defined contribution pension plan, sponsored by The National Mutual Insurance Company, covering substantially all employees having attained the age of 21 with one year of service. Contributions are made using a percentage, 5.25% for employees under age 40 and 7% for those 40 and older, of each employee's compensation. The Company's share of net expense for the qualified pension plan was \$215,894 for 2012 and \$204,111 for 2011. At December 31, 2012, the fair value of plan assets was \$12,249,591.

National Mutual Insurance Company also sponsors a non-contributory 401(k) savings plan providing employees the opportunity for tax deferred savings. While company contributions are permitted under the terms of the plan, none have been made.

An additional liability is recorded for supplemental compensation agreements with former employees. These arrangements are separate agreements, not part of a qualified plan, and no assets are allocated to satisfy these obligations. Liabilities recorded as a result of these agreements totaled \$80,950 and \$40,946 at December 31, 2012 and 2011, respectively.

National Mutual Insurance Company also sponsors a non-qualified deferred compensation plan for the benefit of certain employees and directors. The plan provides for the deferral of salary and bonuses, with invested assets allocated to contribution amounts and related earnings credited to the benefit of the participant. The accrued liabilities under this program were \$1,626,894 and \$1,494,289 at December 31, 2012 and 2011, respectively.

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

- 1, 2, 3, 4 & 5. The Company is a mutual company and has no stock outstanding.
- 6. There are no restrictions placed on the Company's unassigned surplus as of 12/31/2012.
- 7. There are no advances on surplus.
- 8. There is no stock of affiliated companies held for special purposes.
- 9. There are no balances held in special surplus funds.
- 10. The portion of unassigned funds (surplus) represented or (reduced) by unrealized gains and (losses) is \$350,892.
- 11. No surplus debentures or similar obligations exist.
- 12 & 13. No quasi-reorganization has taken place.

14. Contingencies

A. The Company has no contingent commitments to report.

B. The Company has received notification of various insurance company insolvencies and anticipates that they will result in an immaterial guaranty fund assessment against the company. A liability for future assessments has been charged to operations in the current period.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

C. The Company has no gain contingencies to report.

D. The Company did not pay any amounts for claims related to extra contractual obligations, or for bad faith losses stemming from lawsuits, in either 2012 or 2011.

E. The Company does not offer Product Warranties.

F. Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company. In both 2012 and 2011, the Company recognized other-than-temporary-impairments on its ownership of structured securities issued by Countrywide Financial.

15. Leases

A. 1. The Company leases home office real estate with its affiliated companies. The Company's annual rent expense under a lease commencing on January 1, 1999 for a fifteen year term was \$124,440 per year in 2012 and 2011.

The Company also leases equipment and automobiles under various non-cancelable operating lease agreements that expire through December 2017. Rental expense for 2012 and 2011 was \$135,460 and \$145,708, respectively.

2. At January 1, 2013, the minimum aggregate rental commitments are approximately \$326,998. Future minimum aggregate rental payments for the five succeeding years are as follows:

<u>Year ending December 31</u>	<u>Operating Leases</u>
2013	\$ 211,964
2014	\$ 57,725
2015	\$ 25,650
2016	\$ 16,671
2017	\$ 14,988

B. The Company has no lessor or leveraged leases.

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

None to report.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities

None to report.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

None to report.

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

None to report.

20. Fair Value Measurements

A. Financial assets carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by Statement of Statutory Accounting Principle No. 100, Fair Value Measurements. Level 1 inputs in the hierarchy consist of unadjusted quoted prices for identical assets and liabilities in active markets. Level 2 inputs consist of quoted prices in active markets for similar assets or liabilities or quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Level 3 inputs consist of unobservable inputs (supported by little or no market activity) and reflect management's best estimate of what hypothetical market participants would use to determine a transaction price at the reporting date.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

1. Assets Measured at Fair Value

Description for each class of asset or liability	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
a. Assets at Fair Value				
Perpetual Preferred Stock				
Industrial and Misc	\$ -	\$ -	\$ -	\$ -
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	\$ -	\$ -	\$ -	\$ -
Bonds				
U.S. Governments	\$ -	\$ -	\$ -	\$ -
Industrial and Misc	-	1,133,683	-	1,133,683
Hybrid Securities	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total bonds	\$ -	\$ 1,133,683	\$ -	\$ 1,133,683
Common stock				
Industrial and Misc	\$ 5,205,607	\$ 85,200	\$ -	\$ 5,290,807
Parent, Subsidiaries and Affiliates	-	-	-	-
Total common stock	\$ 5,205,607	\$ 85,200	\$ -	\$ 5,290,807
Derivative assets				
Interest rate contracts	\$ -	\$ -	\$ -	\$ -
Foreign exchange contracts	-	-	-	-
Credit Contracts	-	-	-	-
Commodity futures contracts	-	-	-	-
Commodity forward contracts	-	-	-	-
Total Derivatives	\$ -	\$ -	\$ -	\$ -
Separate account assets	\$ -	\$ -	\$ -	\$ -
Total assets at fair value	\$ 5,205,607	\$ 1,218,883	\$ -	\$ 6,424,490
b. Liabilities at fair value				
Derivative liabilities	\$ -	\$ -	\$ -	\$ -
Total liabilities at fair value	\$ -	\$ -	\$ -	\$ -

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

Description	Beginning Balance at 01/01/2012	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2012
a. Assets										
Residential										
Mortgage-										
Backed	\$ 259,495	\$ -	\$ (234,538)	\$ (3,268)	\$ (21,689)	\$ -	\$ -	\$ -	\$ -	\$ -
Total Assets	\$ 259,495	\$ -	\$ (234,538)	\$ (3,268)	\$ (21,689)	\$ -	\$ -	\$ -	\$ -	\$ -

Transfers in and out of Level 3 are made when NAIC designation changes require the security to be carried at fair value. Modeled prices are used when there is a lack of active trading in the security and transfers out occur when there is active trading in the market for the security.

3. Level 2 inputs are obtained from external pricing services, either Interactive Data or Pricing Direct. Level 3 inputs represent values for bonds which are not actively traded in the market. The carrying values reflect management's best estimate of value at the reporting date.

B. Other Fair Value Disclosures – None to report.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

C. Aggregate Fair Value of Assets

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	\$ 21,008,252	\$ 19,568,548	\$ -	\$ 21,008,252	\$ -	\$ -
CMO	11,088,286	10,868,970	-	11,088,286	-	-
MBS	5,111,286	4,866,936	-	5,111,286	-	-
Preferred Stock	242,003	182,589	-	242,003	-	-
Common Stock	5,290,807	5,290,807	5,205,607	85,200	-	-
Short Term	1,067,278	1,067,278	1,067,278	-	-	-
Total	\$ 43,807,912	\$ 41,845,128	\$ 6,272,885	\$ 37,535,027	\$ -	\$ -

D. Not Practicable to Estimate Fair Value – None to report.

21. Other Items

- A. Extraordinary Items – None to report.
- B. Troubled Debt Restructuring: Debtors – None to report.
- C. Assets in the amount of \$1,009,942 and \$1,010,382 at December 31, 2012 and December 31, 2011, respectively, were on deposit with government authorities or trustees as required by law. There were no compensating balances or collateral pledged.
- D. At December 31, 2012 and 2011 the Company had admitted assets of \$10,976,394 and \$10,237,117, respectively in the accounts receivable for amounts due from agents. The Company routinely assesses the collectability of these receivables. Based upon Company experience, less than 1% of the balance may become uncollectible and the potential loss is not material to the Company’s financial condition.
- E. Business Interruption Insurance Recoveries – None to report.
- F. State Transferable and Non-transferable Tax Credits – None to report.
- G. Subprime-Mortgage-Related Risk Exposure
 - 1. The Company defines its subprime exposure as those investments where the underlying mortgage pools have the following characteristics calculated on a weighted average basis:
 - a. First lien mortgages where borrowers have FICO scores less than 650
 - b. First lien mortgages with loan-to-value ratios greater than 95%
 - c. Second lien mortgages where borrowers have FICO scores less than 675
 - d. Borrowers with less than conventional documentation of their income and/or net assets and FICO scores less than 650

As of December 31, 2012, the portfolio contains \$63,279 of unrealized losses from subprime mortgage backed securities resulting from changes in asset values. The Company continues to monitor delinquency rates of securities collateralized with subprime mortgages and the potential losses in comparison to expected recoveries.

- 2. Direct exposure for investments in subprime mortgage loans – None to report.
- 3. Direct Exposure through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than-Temporary-Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 332,621	\$ 269,352	\$ 269,341	\$ -
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investment in SCAs	-	-	-	-
f. Other Assets	-	-	-	-
g. Total	\$ 332,621	\$ 269,352	\$ 269,341	\$ -

- 4. Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage – None to Report.

22. Events Subsequent – None to report. Subsequent events have been considered through February 11, 2013.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

23. Reinsurance

(A) Unsecured Reinsurance Recoverables

The Company has an unsecured aggregate recoverable for losses, loss adjustment expenses and unearned premiums that exceeds 3% of surplus from the following reinsurers:

	<u>NAIC #</u>	<u>FEIN #</u>	<u>Amount</u>
Miami Mutual Insurance Company	16764	31-0671569	\$ 16,560,400
QBE Reinsurance Corp	10219	23-1641984	\$ 1,498,712

(B) Reinsurance Recoverable in Dispute - None to report.

(C) Reinsurance Assumed and Ceded

(1) The following table presents the maximum amount of return commission which would be due to or from reinsurers in the event all reinsurance contracts were canceled as of December 31, 2012, with a return of the unearned premium reserve.

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 21,558,435	\$ 3,234,967	\$ 34,846,636	\$ 5,331,535	\$ (13,288,201)	\$ (2,096,568)
b. All Other	-	-	42,448	-	(42,448)	-
c. Total	\$ 21,558,435	\$ 3,234,967	\$ 34,889,084	\$ 5,331,535	\$ (13,330,649)	\$ (2,096,568)

d. Direct Unearned Premium Reserve \$ 31,281,947

(2) The additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this statement as a result of existing contractual arrangements are accrued as follows:

Reinsurance	Direct	Assumed	Ceded	Net
	a. Contingent Commissions	\$ 440,226	\$ 244,613	\$ 451,993
b. Sliding Scale Adjustments	-	-	-	-
c. Other Profit Commissions Arrangements	-	(18,538)	(12,235)	(6,303)
d. Total	\$ 440,226	\$ 226,075	\$ 439,759	\$ 226,542

(D) Uncollectible Reinsurance - None to report.

(E) Commutation of Ceded Reinsurance - None to report.

(F) Retroactive Reinsurance - None to report.

(G) Reinsurance Accounted for as a Deposit - None to report.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination - None to report.

25. Change in Incurred Losses and Loss Adjustment Expenses

The change in incurred losses and loss adjustment expenses attributable to insured events of prior years resulted in decreases in incurred losses of approximately \$1,231,000 in 2012 and \$1,345,000 in 2011. These changes resulted from ongoing revisions of reserve estimates as more facts become known, and from settlement amounts that differed from estimated liability amounts.

26. Inter-company Pooling Arrangements

National Mutual Insurance Company (National) acts as the lead company in the reinsurance pooling agreement with the affiliated companies listed below; each is shown with its pool participation percentages.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

The pool participation percentages remain unchanged from the prior year, and currently are:

<u>NAIC #</u>	<u>Company</u>	<u>Percent</u>
20176	Celina Mutual Insurance Company	36%
20182	National Mutual Insurance Company	34%
16764	Miami Mutual Insurance Company	30%

All lines of business are included in the pooling agreement and are ceded to National, the lead company. Facultative and umbrella reinsurance is ceded on an individual company basis to non-affiliated reinsurers prior to pooling. Premiums for excess of loss and catastrophe treaties, where all pool companies are named participants, are ceded to non-affiliated reinsurers by National after the initial assumption of pooled business. Ceded losses are specifically identified and recorded in each company and catastrophe losses ceded in excess of the aggregate retention are allocated to company based on subject incurred losses.

There are no discrepancies between entries regarding pooled business on the assumed and ceded reinsurance schedules of the lead company and corresponding entries on the assumed and ceded reinsurance schedules of other pool participants. At December 31, 2012, the Company recorded net balances of \$512,480 receivable from Celina, and \$766,625 payable to Miami for pooling of premiums, commissions, losses and loss adjustment expenses.

27. Structured Settlements

The Company has settled certain losses with annuities, on which claimants are payees, in settlement of claims under the Company's policies. The Company has obtained releases from the respective claimants, acknowledging that receipt of the structured settlement under each annuity is full payment of the claim. The Company has no contingent liability for these annuities since ownership has been transferred to another insurance company.

28. Health Care Receivables - None to report.

29. Participating Policies - None to report.

30. Premium Deficiency Reserves

The Company has determined it has no premium deficiency reserves and does not consider anticipated investment income in the calculation. The most recent calculation was performed as of 12/31/2012.

31. High Deductibles - None to report.

32. Discounting of Liabilities for Unpaid Losses of Unpaid Loss Adjustment Expenses

The Company does not discount liabilities for unpaid losses or unpaid loss adjustment expenses.

33. Asbestos/Environmental Reserves

A. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses?

Yes (X) No ()

The Company's exposure to asbestos losses arises from the sale of general liability insurance.

The Company tries to estimate the full impact of asbestos exposure by establishing full case basis reserves on all known losses and computing incurred but not reported losses based on previous experience.

Asbestos related losses (including coverage dispute costs) for each of the five most recent calendar years, based upon the Company's current pool participation percentage, were as follows:

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

1. Direct

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	-	\$	-	\$	1,700	\$	4,250
b. Incurred losses and loss adjustment expenses:		(733)		-		2,743		4,933		3,458
c. Calendar year payments for losses and loss adjustment expenses:		(733)		-		1,042		2,383		2,608
d. Ending reserves:	\$	-	\$	-	\$	1,700	\$	4,250	\$	5,100

2. Assumed Reinsurance

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	-	\$	-	\$	-	\$	-
b. Incurred losses and loss adjustment expenses:		-		-		-		-		-
c. Calendar year payments for losses and loss adjustment expenses:		-		-		-		-		-
d. Ending reserves:	\$	-	\$	-	\$	-	\$	-	\$	-

3. Net of Ceded Reinsurance

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	-	\$	-	\$	1,700	\$	4,250
b. Incurred losses and loss adjustment expenses:		(733)		-		2,743		4,933		3,458
c. Calendar year payments for losses and loss adjustment expenses:		(733)		-		1,042		2,383		2,608
d. Ending reserves:	\$	-	\$	-	\$	1,700	\$	4,250	\$	5,100

B. State the amount of ending reserves held for Bulk + IBNR included in A (Case, Bulk + IBNR):

1. Direct Basis:	\$	-
2. Assumed Reinsurance Basis:	\$	-
3. Net of Ceded Reinsurance Basis:	\$	-

C. State the amount of ending reserves held for loss adjustment expenses included in A (Case, Bulk + IBNR):

1. Direct Basis:	\$	-
2. Assumed Reinsurance Basis:	\$	-
3. Net of Ceded Reinsurance Basis:	\$	-

D. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses?
 Yes (X) No ()

The Company's exposure to environmental losses arises primarily from the sale of general liability insurance.

The Company tries to estimate the full impact of environmental exposure by establishing full case basis reserves on all known losses and computing incurred but not reported losses based on previous experience.

Environmental related losses (including coverage dispute costs) for each of the five most recent calendar years, based upon the Company's current pool participation percentage, were as follows:

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS

1. Direct

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	66,300	\$	11,900	\$	9,726	\$	6,011
b. Incurred losses and loss adjustment expenses:		66,443		(23,164)		(721)		(2,959)		381
c. Calendar year payments for losses and loss adjustment expenses:		143		31,236		1,453		756		279
d. Ending reserves:	\$	66,300	\$	11,900	\$	9,726	\$	6,011	\$	6,112

2. Assumed Reinsurance

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	-	\$	-	\$	-	\$	-
b. Incurred losses and loss adjustment expenses:		-		-		-		-		-
c. Calendar year payments for losses and loss adjustment expenses:		-		-		-		-		-
d. Ending reserves:	\$	-	\$	-	\$	-	\$	-	\$	-

3. Net of Ceded Reinsurance

	<u>2008</u>		<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>	
a. Beginning Reserves:	\$	-	\$	66,300	\$	11,900	\$	9,726	\$	6,011
b. Incurred losses and loss adjustment expenses:		66,443		(23,164)		(721)		(2,959)		381
c. Calendar year payments for losses and loss adjustment expenses:		143		31,236		1,453		756		279
d. Ending reserves:	\$	66,300	\$	11,900	\$	9,726	\$	6,011	\$	6,112

B. State the amount of ending reserves held for Bulk + IBNR included in A (Case, Bulk + IBNR):

1. Direct Basis:	\$	-
2. Assumed Reinsurance Basis:	\$	-
3. Net of Ceded Reinsurance Basis:	\$	-

C. State the amount of ending reserves held for loss adjustment expenses included in A (Case, Bulk + IBNR):

1. Direct Basis:	\$	-
2. Assumed Reinsurance Basis:	\$	-
3. Net of Ceded Reinsurance Basis:	\$	-

34. Subscriber Savings Accounts - None to report.

35. Multiple Peril Crop Insurance - None to report.

36. Financial Guaranty Insurance – None to report.

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 [X] No []
- 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 [X] No [] N/A []
- 1.3 State Regulating? OHIO
- 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. 12/31/2009
- 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. 12/31/2009
- 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). 06/16/2011
- 3.4 By what department or departments?
OHIO
- 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 [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 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	2	3
Name of Entity	NAIC Company Code	State of Domicile

1	2
Nationality	Type of Entity

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

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

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
BKD LLP
312 Walnut Street #3000
Cincinnati, OH 45201
- 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 [] N/A []
- 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?
Peter G. Wick
15800 Bluemond Road, Suite 400
Brookfield, WI 53005-6069
Actuary Associated with Milliman Inc.
- 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 [] N/A []
- 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 [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
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 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 [X] No []
- 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 [] N/A [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 [] N/A [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [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 [] N/A [X]

**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES**

24.10 For the reporting entity's security lending program state the amount of the following as 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 \$

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 other securities restricted as to sale \$
 - 25.28 On deposit with state or other regulatory body \$ 1,009,942
 - 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 N/A
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
FIRST FINANCIAL BANK	225 N. MAIN ST, CELINA OHIO 45822

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address
109875	ASSET ALLOCATION & MANAGEMENT COMPANY LLC	30 N. LASALLE STREET, 35TH FLOOR CHICAGO, ILLINOIS 60602
104751	ZAZOVE & ASSOCIATES, LLC	940 SOUTHWOOD BOULEVARD, SUITE 200 INCLINE VILLAGE, NV 89451

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

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
922908-71-0	Vanguard 500 Index Fund Admiral Shares	524,376
922908-10-8	Vanguard 500 Index Trust - The 500	9,111
922908-69-4	Vanguard Ext Mkt Index Fund Adm Shares	235,963
922908-72-8	Vanguard Total Stock Mkt Index Adm Shares	196,605
315911-70-1	Fidelity Spartan 500 Index Fund Adv CI	542,032
315911-88-3	Fidelity Spartan Ext Mkt Ind Fund Adv	287,770
464287-16-8	Ishares DJ Select Dividend EFT	958,369
921935-10-2	Vanguard Wellington Funds	101,752
921935-20-1	Vanguard Wellington Funds Adm Shares	62,871
29.2999	- Total	2,918,849

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

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
Vanguard 500 Index Fund Admiral Shares	Apple Inc	20,451	12/31/2012
Vanguard 500 Index Fund Admiral Shares	Exxon Mobil Corp	16,256	12/31/2012
Vanguard 500 Index Fund Admiral Shares	General Electric Co	8,914	12/31/2012
Vanguard 500 Index Fund Admiral Shares	Chevron Corp	8,914	12/31/2012
Vanguard 500 Index Fund Admiral Shares	International Business Machine	8,390	12/31/2012
Vanguard 500 Index Trust - The 500	Apple Inc	355	12/31/2012
Vanguard 500 Index Trust - The 500	Exxon Mobil Corp	282	12/31/2012
Vanguard 500 Index Trust - The 500	General Electric Co	155	12/31/2012
Vanguard 500 Index Trust - The 500	Chevron Corp	155	12/31/2012
Vanguard 500 Index Trust - The 500	International Business Machine	146	12/31/2012
Vanguard Ext Mkt Index Fund Adm Shares	General Motors Co	1,888	12/31/2012
Vanguard Ext Mkt Index Fund Adm Shares	Las Vegas Sands Corp	1,416	12/31/2012
Vanguard Ext Mkt Index Fund Adm Shares	Liberty Global Inc	1,180	12/31/2012
Vanguard Ext Mkt Index Fund Adm Shares	Facebook Inc	1,180	12/31/2012
Vanguard Ext Mkt Index Fund Adm Shares	Liberty Media Corp	1,180	12/31/2012
Vanguard Total Stock Mkt Index Adm Shares	Apple Inc	6,291	12/31/2012
Vanguard Total Stock Mkt Index Adm Shares	Exxon Mobil Corp	4,915	12/31/2012
Vanguard Total Stock Mkt Index Adm Shares	General Electric Co	2,752	12/31/2012
Vanguard Total Stock Mkt Index Adm Shares	Chevron Corp	2,556	12/31/2012
Vanguard Total Stock Mkt Index Adm Shares	International Business Machine	2,556	12/31/2012
Fidelity Spartan 500 Index Fund Adv CI	Apple Inc	21,139	12/31/2012
Fidelity Spartan 500 Index Fund Adv CI	Exxon Mobil Corp	16,803	12/31/2012
Fidelity Spartan 500 Index Fund Adv CI	General Electric Co	9,215	12/31/2012
Fidelity Spartan 500 Index Fund Adv CI	Chevron Corp	8,673	12/31/2012
Fidelity Spartan 500 Index Fund Adv CI	International Business Machine	8,673	12/31/2012
Fidelity Spartan Ext Mkt Ind Fund Adv	General Motors Co	2,014	12/31/2012
Fidelity Spartan Ext Mkt Ind Fund Adv	Las Vegas Sands Corp	1,727	12/31/2012
Fidelity Spartan Ext Mkt Ind Fund Adv	Transocean LTD	1,439	12/31/2012
Fidelity Spartan Ext Mkt Ind Fund Adv	Liberty Global Inc	1,439	12/31/2012
Fidelity Spartan Ext Mkt Ind Fund Adv	Annaly Capital Management	1,439	12/31/2012
Ishares DJ Select Dividend EFT	Lorillard Inc	35,460	12/31/2012
Ishares DJ Select Dividend EFT	Lockheed Martin Corp	27,889	12/31/2012
Ishares DJ Select Dividend EFT	Chevron Corp	21,084	12/31/2012
Ishares DJ Select Dividend EFT	Entergy Corp	19,647	12/31/2012
Ishares DJ Select Dividend EFT	McDonald's Corp	18,017	12/31/2012
Vanguard Wellington Funds	Exxon Mobil Corp	2,239	12/31/2012
Vanguard Wellington Funds	Wells Fargo	2,035	12/31/2012
Vanguard Wellington Funds	Pfizer Inc	1,832	12/31/2012
Vanguard Wellington Funds	JPMorgan Chase	1,730	12/31/2012
Vanguard Wellington Funds	AT&T	1,730	12/31/2012
Vanguard Wellington Funds Adm Shares	Exxon Mobil Corp	1,372	12/31/2012
Vanguard Wellington Funds Adm Shares	Wells Fargo	1,247	12/31/2012
Vanguard Wellington Funds Adm Shares	Pfizer Inc	1,123	12/31/2012
Vanguard Wellington Funds Adm Shares	JPMorgan Chase	1,060	12/31/2012
Vanguard Wellington Funds Adm Shares	AT&T	1,060	12/31/2012

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

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	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	36,371,732	38,275,102	1,903,370
30.2 Preferred stocks	182,589	242,003	59,414
30.3 Totals	36,554,321	38,517,105	1,962,784

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

Fair value rates were obtained from FT Interactive Data or Pricing Direct for bonds and preferred stocks. Fair values for two bonds were determined using a pricing model considering expected collections and security characteristics. Cost was considered to approximate fair value for short-term investments included in the bond amounts shown above.

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:
.....

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$198,552

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
INSURANCE SERVICES OFFICE INC	130,342

34.1 Amount of payments for legal expenses, if any?\$23,072

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
TAFT, STETTINIUS & HOLLISTER	18,021

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?\$1,805

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
NATIONAL ASSOCIATION OF MUTUAL INSURANCE COMPANIES	1,500

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND 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. \$ _____

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. \$ _____

1.6 Individual policies:

Most current three years:

1.61 Total premium earned \$ _____

1.62 Total incurred claims \$ _____

1.63 Number of covered lives

All years prior to most current three years

1.64 Total premium earned \$ _____

1.65 Total incurred claims \$ _____

1.66 Number of covered lives

1.7 Group policies:

Most current three years:

1.71 Total premium earned \$ _____

1.72 Total incurred claims \$ _____

1.73 Number of covered lives

All years prior to most current three years

1.74 Total premium earned \$ _____

1.75 Total incurred claims \$ _____

1.76 Number of covered lives

2. Health Test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator		
2.2 Premium Denominator	32,004,825	29,351,916
2.3 Premium Ratio (2.1/2.2)	0.000	0.000
2.4 Reserve Numerator		
2.5 Reserve Denominator	31,386,491	28,297,063
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 [] N/A []

5.22 As a direct expense of the exchange..... Yes [] No [] N/A []

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 []

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND 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.
 The company uses the RMS and AIR Models to obtain estimates of probable maximum losses using a series of simulated tornado/hail storms encompassing a range of probable United States events. These analyses included an Occurrence Exceedance Probability (OEP) analysis and an average annual loss analysis. Concentrations of exposures with a higher potential exist in western and central Ohio and central Indiana.
- 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?
 The company maintains catastrophe protection for \$27 million of property losses. This program was 100% placed in 2012. A property aggregate cover is also in effect, providing \$3.5 million in protection, excess of a \$3 million retention, subject to a \$750,000 occurrence deductible. This cover was 70% placed in 2012.
- 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 [X] 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 this 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 ratio cap, an aggregate limit or any similar provisions)? Yes [] No [X]
- 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 [X]
- 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 [X]
- 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 [X]
- 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 32 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 [X]
- 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 [X]
 (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 [X]
 (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 [X]
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 [X] No [] N/A []

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND 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 which 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 [X] N/A []
- 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 the 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):\$ 350,000
- 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:3
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [X] No []
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
The Company and two affiliated companies participated in the Celina Insurance Group Property & Casualty Pool with National Mutual Insurance Company acting as the lead company. Facultative reinsurance was ceded on an individual company basis. The remaining premiums, after the facultative cessions, were ceded to the lead company who calculated and ceded the reinsurance premium to outside reinsurers for excess of loss and catastrophe reinsurance. The remaining net pooled premium was then assumed from the lead company based on each company's share of the pool. Allocation of excess of loss and catastrophe premiums to a non-pool affiliate was made based on its percentage of subject premium to the total. Ceded losses are specifically identified and recorded in each company except for catastrophe reinsurance with aggregate retention. Allocation of the aggregate retention and ceded loss in excess of the retention was prorated to company based on subject incurred losses.
- 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 [X]
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [X] 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 AND 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 - P art 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 funds administered as of the reporting date. \$

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL 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)	33,844,308	30,900,415	25,848,687	22,948,130	21,807,804
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	29,634,885	25,571,498	21,619,098	19,301,558	17,351,864
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	46,011,638	40,872,205	39,759,176	39,019,015	37,535,133
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	525	590	460	625	725
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
6. Total (Line 35)	109,491,355	97,344,708	87,227,422	81,269,328	76,695,526
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)	11,022,074	10,216,653	8,253,278	7,326,390	6,856,130
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	9,433,898	8,130,897	7,011,588	6,268,851	5,680,583
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	13,755,647	12,534,125	12,639,249	12,409,951	11,993,273
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	179	201	156	213	247
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
12. Total (Line 35)	34,211,797	30,881,877	27,904,271	26,005,405	24,530,233
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(1,459,396)	(3,649,837)	(2,140,462)	(1,183,950)	(7,067)
14. Net investment gain or (loss) (Line 11)	1,942,562	1,472,890	1,605,208	1,512,215	1,075,571
15. Total other income (Line 15)	426,756	409,266	379,656	373,205	301,140
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	23,366	(412,125)	49,849	188,082	120,092
18. Net income (Line 20)	886,556	(1,355,556)	(205,447)	513,387	1,249,551
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	62,425,865	56,537,747	56,785,707	53,694,974	50,483,307
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	3,837,265	3,982,352	3,647,360	5,008,677	4,347,732
20.2 Deferred and not yet due (Line 15.2)	7,139,129	6,254,766	5,629,356	4,592,068	3,972,861
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	41,084,671	36,259,722	35,688,791	33,176,212	31,978,930
22. Losses (Page 3, Line 1)	9,072,469	8,386,146	8,432,760	7,711,725	7,810,176
23. Loss adjustment expenses (Page 3, Line 3)	2,504,100	2,689,400	2,418,420	2,366,060	2,259,640
24. Unearned premiums (Page 3, Line 9)	17,951,297	15,744,325	14,214,364	13,215,817	12,312,583
25. Capital paid up (Page 3, Lines 30 & 31)					
26. Surplus as regards policyholders (Page 3, Line 37)	21,341,193	20,278,025	21,096,916	20,518,762	18,504,377
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	3,861,547	(2,098,344)	2,697,956	1,795,948	1,416,164
Risk-Based Capital Analysis					
28. Total adjusted capital	21,341,193	20,278,025	21,096,916	20,518,762	18,504,377
29. Authorized control level risk-based capital	2,411,272	2,513,318	2,325,259	2,296,162	2,182,701
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30. Bonds (Line 1)	78.7	80.7	75.5	78.2	80.5
31. Stocks (Lines 2.1 & 2.2)	12.0	13.9	13.3	12.1	12.5
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)	3.5	4.2	4.1	4.7	5.5
34. Cash, cash equivalents and short-term investments (Line 5)	5.8	1.1	7.1	5.0	1.5
35. Contract loans (Line 6)					
36. Derivatives (Line 7)				XXX	XXX
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)					
39. Securities lending reinvested collateral assets (Line 10)				XXX	XXX
40. Aggregate write-ins for invested assets (Line 11)					
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 (Schedule D, Summary, Line 12, Col. 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	99,004	102,286	125,980	126,459	119,851
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	99,004	102,286	125,980	126,459	119,851
49. Total Investment in Parent included in Lines 42 to 47 above					
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)	0.5	0.5	0.6	0.6	0.6

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

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)	175,050	(20,267)	428,547	633,798	(1,496,754)
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	1,063,168	(818,891)	578,154	2,014,385	(1,061,806)
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)	15,920,167	14,633,637	12,244,465	9,396,714	9,244,406
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	17,786,832	20,007,200	11,046,127	9,604,051	9,573,991
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	37,804,103	44,236,266	25,795,449	29,473,994	27,573,075
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)				10	
59. Total (Line 35)	71,511,103	78,877,103	49,086,041	48,474,768	46,391,472
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)	5,413,025	4,936,365	4,130,285	3,189,332	2,997,066
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	5,359,713	5,148,684	3,656,494	3,094,969	3,070,226
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	8,463,575	9,783,977	8,491,884	8,536,323	7,535,167
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)			(3)	(1)	
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)				4	
65. Total (Line 35)	19,236,313	19,869,026	16,278,659	14,820,627	13,602,458
Operating Percentages (Page 4) (Line 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)	62.2	67.5	63.2	58.6	54.9
68. Loss expenses incurred (Line 3)	7.6	9.1	8.9	9.5	9.4
69. Other underwriting expenses incurred (Line 4)	34.7	35.8	35.8	36.6	35.8
70. Net underwriting gain (loss) (Line 8)	(4.6)	(12.4)	(8.0)	(4.7)	0.0
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)	31.2	32.7	33.2	33.9	34.2
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	69.9	76.7	72.1	68.2	64.3
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)	160.3	152.3	132.3	126.7	132.6
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)	(787)	(987)	(642)	(1,069)	(1,264)
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)	(3.9)	(4.7)	(3.1)	(5.8)	(6.5)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(1,120)	(1,274)	(1,519)	(2,098)	(1,761)
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)	(5.3)	(6.2)	(8.2)	(10.7)	(10.5)

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:

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE NATIONAL MUTUAL INSURANCE COMPANY
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						10 Salvage and Subrogation Received	11 Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	73	38	18	2	5	3	1	53	XXX
2. 2003.....	24,811	3,543	21,268	12,703	1,303	302	3	1,615	2	452	13,311	XXX
3. 2004.....	24,615	3,169	21,446	10,314	725	419	43	1,625	17	423	11,573	XXX
4. 2005.....	25,845	2,463	23,383	12,261	1,561	405	13	1,684	10	444	12,767	XXX
5. 2006.....	26,354	2,459	23,895	13,318	1,750	343	46	1,655	4	480	13,515	XXX
6. 2007.....	26,321	1,913	24,408	11,341	240	238	1	1,549	0	450	12,886	XXX
7. 2008.....	26,226	1,915	24,311	16,797	3,003	332	5	1,879	108	530	15,892	XXX
8. 2009.....	27,100	1,998	25,102	16,267	1,393	342		1,908	79	496	17,044	XXX
9. 2010.....	29,028	2,123	26,906	17,153	514	245	0	1,812	12	582	18,684	XXX
10. 2011.....	31,844	2,492	29,352	27,320	8,453	157	25	2,403	374	835	21,030	XXX
11. 2012.....	35,212	3,207	32,005	20,789	5,853	99	2	2,063	273	658	16,824	XXX
12. Totals	XXX	XXX	XXX	158,337	24,833	2,898	140	18,198	882	5,352	153,577	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						
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior.....	459	86	423									796	XXX
2. 2003.....	40											40	XXX
3. 2004.....	52	43	(3)								3	6	XXX
4. 2005.....	55		5			31		14			5	105	XXX
5. 2006.....	2		10			26		11			7	48	XXX
6. 2007.....	48		15			27		16			7	107	XXX
7. 2008.....	99		34	7		90	7	35			12	244	XXX
8. 2009.....	248		68	17		160	10	63			26	512	XXX
9. 2010.....	459	1	121	46		233	44	214			56	935	XXX
10. 2011.....	1,079	204	862	320		340	102	350			92	2,006	XXX
11. 2012.....	4,836	1,229	2,800	688		442	116	731			513	6,777	XXX
12. Totals	7,377	1,563	4,335	1,077		1,348	279	1,435			721	11,577	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. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX				XXX
2. 2003.....	14,660	1,309	13,351	59.1	36.9	62.8			34.0	40	
3. 2004.....	12,406	827	11,579	50.4	26.1	54.0			34.0	6	
4. 2005.....	14,455	1,583	12,872	55.9	64.3	55.0			34.0	60	45
5. 2006.....	15,363	1,800	13,563	58.3	73.2	56.8			34.0	12	37
6. 2007.....	13,234	242	12,993	50.3	12.6	53.2			34.0	64	43
7. 2008.....	19,266	3,130	16,136	73.5	163.4	66.4			34.0	126	118
8. 2009.....	19,055	1,499	17,556	70.3	75.0	69.9			34.0	299	213
9. 2010.....	20,237	618	19,619	69.7	29.1	72.9			34.0	533	403
10. 2011.....	32,513	9,477	23,036	102.1	380.3	78.5			34.0	1,418	588
11. 2012.....	31,760	8,159	23,600	90.2	254.4	73.7			34.0	5,720	1,057
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	9,072	2,504

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 NATIONAL 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 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012	11 One Year	12 Two Year
1. Prior.....	4,517	4,717	4,967	5,116	5,088	5,008	4,963	4,956	4,954	4,969	16	14
2. 2003.....	12,985	12,324	12,003	11,898	11,710	11,730	11,737	11,752	11,740	11,738	(2)	(14)
3. 2004.....	XXX	11,140	10,630	10,435	10,169	10,070	10,052	10,046	10,000	9,970	(29)	(76)
4. 2005.....	XXX	XXX	12,179	11,650	11,520	11,455	11,251	11,180	11,163	11,183	20	3
5. 2006.....	XXX	XXX	XXX	13,071	12,373	12,144	12,018	11,976	11,887	11,901	14	(75)
6. 2007.....	XXX	XXX	XXX	XXX	12,859	12,047	11,598	11,556	11,466	11,428	(39)	(128)
7. 2008.....	XXX	XXX	XXX	XXX	XXX	14,998	14,763	14,469	14,344	14,330	(14)	(138)
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	16,195	16,003	15,750	15,665	(86)	(338)
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,972	17,618	17,605	(13)	(368)
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,311	20,656	(655)	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,079	XXX	XXX
12. Totals											(787)	(1,120)

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 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012		
1. Prior.....	.000	2,040	3,035	3,422	3,763	3,987	4,061	4,056	4,122	4,173	XXX	XXX
2. 2003.....	8,720	10,562	11,116	11,377	11,572	11,614	11,628	11,681	11,698	11,698	XXX	XXX
3. 2004.....	XXX	6,498	8,604	9,362	9,834	9,929	9,944	9,957	9,958	9,964	XXX	XXX
4. 2005.....	XXX	XXX	7,444	9,630	10,365	10,858	11,020	11,081	11,091	11,092	XXX	XXX
5. 2006.....	XXX	XXX	XXX	8,271	10,582	11,222	11,632	11,743	11,815	11,864	XXX	XXX
6. 2007.....	XXX	XXX	XXX	XXX	8,561	10,432	10,882	11,149	11,258	11,337	XXX	XXX
7. 2008.....	XXX	XXX	XXX	XXX	XXX	10,561	12,928	13,669	13,963	14,121	XXX	XXX
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	11,687	14,242	15,020	15,216	XXX	XXX
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,860	15,866	16,884	XXX	XXX
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,867	19,000	XXX	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,033	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 2003	2 2004	3 2005	4 2006	5 2007	6 2008	7 2009	8 2010	9 2011	10 2012
1. Prior.....	1,299	741	598	538	455	363	366	401	418	423
2. 2003.....	2,033	835	347	167	27	7	1	(3)	2	
3. 2004.....	XXX	2,249	803	397	163	71	38	20	7	(3)
4. 2005.....	XXX	XXX	2,102	738	458	291	144	78	43	36
5. 2006.....	XXX	XXX	XXX	2,145	838	418	201	116	60	36
6. 2007.....	XXX	XXX	XXX	XXX	2,359	886	287	160	71	43
7. 2008.....	XXX	XXX	XXX	XXX	XXX	2,105	911	340	179	111
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	2,176	748	355	201
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,072	608	263
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,311	781
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,439

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

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 Premiums Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama AL	N								
2. Alaska AK	N								
3. Arizona AZ	N								
4. Arkansas AR	N								
5. California CA	N								
6. Colorado CO	N								
7. Connecticut CT	N								
8. Delaware DE	N								
9. District of Columbia DC	N								
10. Florida FL	N								
11. Georgia GA	N								
12. Hawaii HI	N								
13. Idaho ID	N								
14. Illinois IL	N								
15. Indiana IN	L	18,694,396	17,849,996		10,515,628	12,001,384	4,363,933	252,775	
16. Iowa IA	L	6,641,586	4,739,068		2,509,261	3,029,165	691,463	72,950	
17. Kansas KS	N								
18. Kentucky KY	L								
19. Louisiana LA	N								
20. Maine ME	N								
21. Maryland MD	N								
22. Massachusetts MA	N								
23. Michigan MI	N								
24. Minnesota MN	N								
25. Mississippi MS	N								
26. Missouri MO	N								
27. Montana MT	N								
28. Nebraska NE	N								
29. Nevada NV	N								
30. New Hampshire NH	N								
31. New Jersey NJ	N								
32. New Mexico NM	N								
33. New York NY	N								
34. North Carolina NC	N								
35. North Dakota ND	N								
36. Ohio OH	L	23,399,956	22,672,095		18,433,257	19,081,169	7,097,176	324,545	
37. Oklahoma OK	N								
38. Oregon OR	N								
39. Pennsylvania PA	L				16,992	11,189	19,995		
40. Rhode Island RI	N								
41. South Carolina SC	N								
42. South Dakota SD	N								
43. Tennessee TN	L	15,028,585	13,604,909		12,894,242	11,737,340	3,678,457	189,635	
44. Texas TX	N								
45. Utah UT	N								
46. Vermont VT	N								
47. Virginia VA	N								
48. Washington WA	N								
49. West Virginia WV	N								
50. Wisconsin WI	N								
51. Wyoming WY	N								
52. American Samoa AS	N								
53. Guam GU	N								
54. Puerto Rico PR	N								
55. U.S. Virgin Islands VI	N								
56. Northern Mariana Islands MP	N								
57. Canada CAN	N								
58. Aggregate other alien OT	XXX								
59. Totals	(a) 6	63,764,523	58,866,069		44,369,379	45,860,246	15,851,025	839,905	
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX								

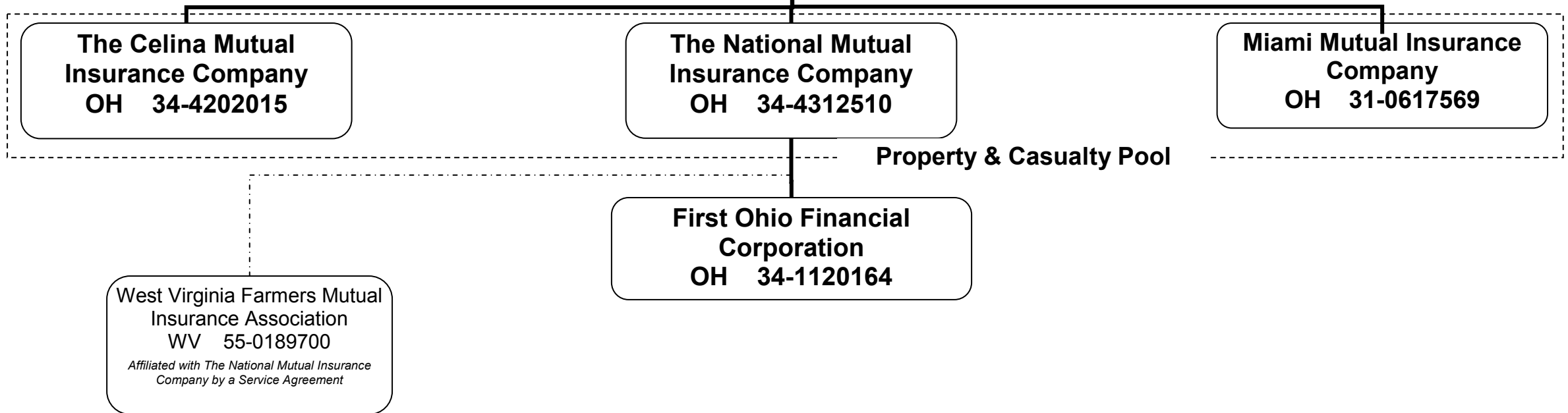
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

Actual premiums entered for all coverages by location of risk or address of insured, whichever is applicable.

(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 – Organization Chart



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NONE

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