



ANNUAL STATEMENT

For the Year Ended December 31, 2012
of the Condition and Affairs of the

Safe Auto Insurance Company

NAIC Group Code..... , (Current Period) (Prior Period)	NAIC Company Code..... 25405	Employer's ID Number..... 31-1379882
Organized under the Laws of OHIO	State of Domicile or Port of Entry OHIO	Country of Domicile US
Incorporated/Organized..... May 28, 1993	Commenced Business..... August 25, 1993	
Statutory Home Office	4 Easton Oval..... Columbus OH 43219 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	4 Easton Oval..... Columbus OH 43219 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	614-231-0200 <i>(Area Code) (Telephone Number)</i>
Mail Address	4 Easton Oval..... Columbus OH 43219 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	4 Easton Oval..... Columbus OH 43219 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	614-231-0200 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.safeauto.com	
Statutory Statement Contact	Melinda Fry <i>(Name)</i> melinda.fry@safeauto.com <i>(E-Mail Address)</i>	614-944-7701 <i>(Area Code) (Telephone Number) (Extension)</i> 614-559-5357 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. Ronald Davies #	CEO & President	2. Mark LeMaster #	Secretary & Executive Vice President
3. Greg Sutton #	Treasurer & Executive Vice President	4. Thomas Happensack	Vice President & Controller

OTHER

Thomas Boyd	Vice President	Pamela Kremer	Vice President
Todd Friedman	Vice President	Vic Johnson	Sr. Vice President
Mary Lorms	Vice President	Jack Coolidge	Sr. Vice President
Kristin Watkins	Vice President	John Elias	Vice President
Shane Switzer	Vice President	Ralph Phillips III	Vice President
Grace Strahl	Vice President	Tim Collins	Vice President
Terry Gusler	Vice President	Chris Parks	Vice President
Evan McKee #	Sr. Vice President		

DIRECTORS OR TRUSTEES

Britt Beemer #	Charles Bryan	Ari Deshe	Jon Diamond
Oded Gur-Arie	Ralph Kaparos	James Schultz	

State of.....
County of.....

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.

_____ (Signature) Ronald Davies	_____ (Signature) Mark LeMaster	_____ (Signature) Greg Sutton
1. (Printed Name) CEO & President	2. (Printed Name) Secretary & Executive Vice President	3. (Printed Name) Treasurer & Executive Vice President
_____ (Title)	_____ (Title)	_____ (Title)

Subscribed and sworn to before me
This _____ day of _____ 2013

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 _____

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).....	202,961,839		202,961,839	230,421,793
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	23,000,381		23,000,381	21,919,131
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	3,500,000		3,500,000	3,334,511
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	32,409,519		32,409,519	33,223,180
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....9,703,813, Schedule E-Part 1), cash equivalents (\$.....4,749,976, Schedule E-Part 2) and short-term investments (\$.....7,745,216, Schedule DA).....	22,199,004		22,199,004	24,130,552
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....	1,418,278		1,418,278	1,430,000
9. Receivables for securities.....			0	1,500,198
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	285,489,021	0	285,489,021	315,959,365
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	1,774,732		1,774,732	1,708,919
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	14,465,369		14,465,369	14,451,086
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	41,965,011		41,965,011	41,011,646
15.3 Accrued retrospective premiums.....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	34,155		34,155	
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....	6,579,340		6,579,340	11,056,482
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	10,844,041	8,842,722	2,001,319	2,936,441
21. Furniture and equipment, including health care delivery assets (\$.....0).....	2,478,203	2,478,203	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	8,516,196		8,516,196	5,599,527
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	12,172,349	2,999,490	9,172,859	7,702,304
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	384,318,417	14,320,415	369,998,002	400,425,770
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTALS (Lines 26 and 27).....	384,318,417	14,320,415	369,998,002	400,425,770

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Corporate owned life insurance.....	4,295,254		4,295,254	3,416,609
2502. Deferred compensation life insurance.....	3,780,841		3,780,841	2,983,560
2503. License/maintenance agreements (prepaid).....	3,505,797	2,759,203	746,594	976,501
2598. Summary of remaining write-ins for Line 25 from overflow page.....	590,457	240,287	350,170	325,634
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	12,172,349	2,999,490	9,172,859	7,702,304

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	106,756,999	97,700,791
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	36,909,314	36,660,999
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	7,893,637	6,663,711
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	4,076,138	3,953,158
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....150,000 and interest thereon \$.....0.....	150,000	150,000
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	71,634,871	71,635,184
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....	4,000,000	34,000,000
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....		
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.....		
15. Remittances and items not allocated.....		
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	6,256,542	3,201,551
20. Derivatives.....		
21. Payable for securities.....	6,015,834	
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	6,866,813	6,891,054
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	250,560,148	260,856,448
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	250,560,148	260,856,448
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	2,500,000	2,500,000
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....	51,400,000	41,400,000
35. Unassigned funds (surplus).....	65,537,854	95,669,322
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	119,437,854	139,569,322
38. TOTALS (Page 2, Line 28, Col. 3).....	369,998,002	400,425,770

DETAILS OF WRITE-INS

2501. Funds set aside for escheatment.....	1,946,468	2,624,643
2502. Executive deferred compensation payable.....	3,824,410	3,026,836
2503. Self-insured medical plan.....	451,373	490,356
2598. Summary of remaining write-ins for Line 25 from overflow page.....	644,562	749,219
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	6,866,813	6,891,054
2901. Additional admitted deferred tax assets.....		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

Annual Statement for the year 2012 of the **Safe Auto Insurance Company**
STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	283,787,235	303,001,201
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	193,680,784	154,541,726
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	40,950,437	40,051,087
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	123,842,960	126,732,315
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	358,474,181	321,325,128
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	(74,686,946)	(18,323,927)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	8,300,531	9,601,877
10. Net realized capital gains (losses) less capital gains tax of \$.....1,074,407 (Exhibit of Capital Gains (Losses)).....	2,868,731	1,651,599
11. Net investment gain (loss) (Lines 9 + 10).....	11,169,262	11,253,476
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....3,010,270).....	(3,010,270)	(3,986,708)
13. Finance and service charges not included in premiums.....	28,479,319	29,779,481
14. Aggregate write-ins for miscellaneous income.....	2,492,352	1,661,225
15. Total other income (Lines 12 through 14).....	27,961,401	27,453,998
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	(35,556,283)	20,383,547
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).....	(35,556,283)	20,383,547
19. Federal and foreign income taxes incurred.....	(9,478,265)	505,598
20. Net income (Line 18 minus Line 19) (to Line 22).....	(26,078,018)	19,877,949
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	139,569,322	182,347,472
22. Net income (from Line 20).....	(26,078,018)	19,877,949
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....315,633.....	574,454	(80,651)
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax.....	(4,161,514)	(3,141,293)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(466,390)	1,565,845
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.....	10,000,000	
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....		(61,000,000)
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.....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(20,131,468)	(42,778,150)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	119,437,854	139,569,322
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0
1401. Miscellaneous income.....	2,492,352	1,661,225
1402.		
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	2,492,352	1,661,225
3701. Additional admitted deferred tax assets.....		
3702. Reclassification of additional admitted deferred tax assets to special surplus funds.....		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0

Annual Statement for the year 2012 of the **Safe Auto Insurance Company**
CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	282,819,274	302,101,292
2. Net investment income.....	10,802,494	13,291,702
3. Miscellaneous income.....	27,961,401	27,453,998
4. Total (Lines 1 through 3).....	321,583,169	342,846,992
5. Benefit and loss related payments.....	184,658,731	175,993,946
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	163,192,176	168,332,136
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....1,074,407 tax on capital gains (losses).....	(8,403,858)	(137,506)
10. Total (Lines 5 through 9).....	339,447,049	344,188,576
11. Net cash from operations (Line 4 minus Line 10).....	(17,863,880)	(1,341,584)
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	131,521,242	137,144,580
12.2 Stocks.....	369,347	3,931,138
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	.89	.397
12.7 Miscellaneous proceeds.....	7,516,032	
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	139,406,710	141,076,115
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	101,718,733	73,785,544
13.2 Stocks.....	687,289	7,599,569
13.3 Mortgage loans.....	165,489	3,334,511
13.4 Real estate.....	15,120	1,868,332
13.5 Other invested assets.....		1,430,000
13.6 Miscellaneous applications.....		1,500,198
13.7 Total investments acquired (Lines 13.1 to 13.6).....	102,586,631	89,518,154
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	36,820,079	51,557,961
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.....	10,000,000	
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	30,000,000	27,000,000
16.6 Other cash provided (applied).....	(887,742)	(14,277,175)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(20,887,742)	(41,277,175)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(1,931,543)	8,939,202
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	24,130,552	15,191,349
19.2 End of year (Line 18 plus Line 19.1).....	22,199,008	24,130,552

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

20.0001		
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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire.....				.0
2.	Allied lines.....				.0
3.	Farmowners multiple peril.....				.0
4.	Homeowners multiple peril.....				.0
5.	Commercial multiple peril.....				.0
6.	Mortgage guaranty.....				.0
8.	Ocean marine.....				.0
9.	Inland marine.....				.0
10.	Financial guaranty.....				.0
11.1	Medical professional liability - occurrence.....				.0
11.2	Medical professional liability - claims-made.....				.0
12.	Earthquake.....				.0
13.	Group accident and health.....				.0
14.	Credit accident and health (group and individual).....				.0
15.	Other accident and health.....				.0
16.	Workers' compensation.....				.0
17.1	Other liability - occurrence.....				.0
17.2	Other liability - claims-made.....				.0
17.3	Excess workers' compensation.....				.0
18.1	Products liability - occurrence.....				.0
18.2	Products liability - claims-made.....				.0
19.1, 19.2	Private passenger auto liability.....	204,847,377	52,266,668	51,605,280	205,508,765
19.3, 19.4	Commercial auto liability.....				.0
21.	Auto physical damage.....	78,939,545	19,368,516	20,029,591	78,278,470
22.	Aircraft (all perils).....				.0
23.	Fidelity.....				.0
24.	Surety.....				.0
26.	Burglary and theft.....				.0
27.	Boiler and machinery.....				.0
28.	Credit.....				.0
29.	International.....				.0
30.	Warranty.....				.0
31.	Reinsurance - nonproportional assumed property.....				.0
32.	Reinsurance - nonproportional assumed liability.....				.0
33.	Reinsurance - nonproportional assumed financial lines.....				.0
34.	Aggregate write-ins for other lines of business.....	.0	.0	.0	.0
35.	TOTALS	283,786,922	71,635,184	71,634,871	283,787,235

DETAILS OF WRITE-INS

3401.	.....				.0
3402.	.....				.0
3403.	.....				.0
3498.	Summary of remaining write-ins for Line 34 from overflow page..	.0	.0	.0	.0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire.....					0
2.	Allied lines.....					0
3.	Farmowners multiple peril.....					0
4.	Homeowners multiple peril.....					0
5.	Commercial multiple peril.....					0
6.	Mortgage guaranty.....					0
8.	Ocean marine.....					0
9.	Inland marine.....					0
10.	Financial guaranty.....					0
11.1	Medical professional liability - occurrence.....					0
11.2	Medical professional liability - claims-made.....					0
12.	Earthquake.....					0
13.	Group accident and health.....					0
14.	Credit accident and health (group and individual).....					0
15.	Other accident and health.....					0
16.	Workers' compensation.....					0
17.1	Other liability - occurrence.....					0
17.2	Other liability - claims-made.....					0
17.3	Excess workers' compensation.....					0
18.1	Products liability - occurrence.....					0
18.2	Products liability - claims-made.....					0
19.1, 19.2	Private passenger auto liability.....	51,605,280				51,605,280
19.3, 19.4	Commercial auto liability.....					0
21.	Auto physical damage.....	20,029,591				20,029,591
22.	Aircraft (all perils).....					0
23.	Fidelity.....					0
24.	Surety.....					0
26.	Burglary and theft.....					0
27.	Boiler and machinery.....					0
28.	Credit.....					0
29.	International.....					0
30.	Warranty.....					0
31.	Reinsurance - nonproportional assumed property.....					0
32.	Reinsurance - nonproportional assumed liability.....					0
33.	Reinsurance - nonproportional assumed financial lines.....					0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0
35.	TOTALS.....	71,634,871	0	0	0	71,634,871
36.	Accrued retrospective premiums based on experience.....					
37.	Earned but unbilled premiums.....					0
38.	Balance (sum of Lines 35 through 37).....					71,634,871

DETAILS OF WRITE-INS

3401.	.....					0
3402.	.....					0
3403.	.....					0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....						.0
2. Allied lines.....						.0
3. Farmowners multiple peril.....						.0
4. Homeowners multiple peril.....						.0
5. Commercial multiple peril.....						.0
6. Mortgage guaranty.....						.0
8. Ocean marine.....						.0
9. Inland marine.....						.0
10. Financial guaranty.....						.0
11.1 Medical professional liability - occurrence.....						.0
11.2 Medical professional liability - claims-made.....						.0
12. Earthquake.....						.0
13. Group accident and health.....						.0
14. Credit accident and health (group and individual).....						.0
15. Other accident and health.....						.0
16. Workers' compensation.....						.0
17.1 Other liability - occurrence.....						.0
17.2 Other liability - claims-made.....						.0
17.3 Excess workers' compensation.....						.0
18.1 Products liability - occurrence.....						.0
18.2 Products liability - claims-made.....						.0
19.1, 19.2 Private passenger auto liability.....	204,847,377					204,847,377
19.3, 19.4 Commercial auto liability.....						.0
21. Auto physical damage.....	79,117,060				177,515	78,939,545
22. Aircraft (all perils).....						.0
23. Fidelity.....						.0
24. Surety.....						.0
26. Burglary and theft.....						.0
27. Boiler and machinery.....						.0
28. Credit.....						.0
29. International.....						.0
30. Warranty.....						.0
31. Reinsurance - nonproportional assumed property.....	XXX					.0
32. Reinsurance - nonproportional assumed liability.....	XXX					.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX					.0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0
35. TOTALS.....	283,964,437	0	0	0	177,515	283,786,922

DETAILS OF WRITE-INS

3401. ....						.0
3402. ....						.0
3403. ....						.0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	.0

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

If yes: 1. The amount of such installment premiums \$.....0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....0.

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.....				.0			.0	
2. Allied lines.....				.0			.0	
3. Farmowners multiple peril.....				.0			.0	
4. Homeowners multiple peril.....				.0			.0	
5. Commercial multiple peril.....				.0			.0	
6. Mortgage guaranty.....				.0			.0	
8. Ocean marine.....				.0			.0	
9. Inland marine.....				.0			.0	
10. Financial guaranty.....				.0			.0	
11.1 Medical professional liability - occurrence.....				.0			.0	
11.2 Medical professional liability - claims-made.....				.0			.0	
12. Earthquake.....				.0			.0	
13. Group accident and health.....				.0			.0	
14. Credit accident and health (group and individual).....				.0			.0	
15. Other accident and health.....				.0			.0	
16. Workers' compensation.....				.0			.0	
17.1 Other liability - occurrence.....				.0			.0	
17.2 Other liability - claims-made.....				.0			.0	
17.3 Excess workers' compensation.....				.0			.0	
18.1 Products liability - occurrence.....				.0			.0	
18.2 Products liability - claims-made.....				.0			.0	
19.1, 19.2 Private passenger auto liability.....	137,334,577			137,334,577	102,819,617	94,514,744	145,639,450	70.9
19.3, 19.4 Commercial auto liability.....				.0			.0	
21. Auto physical damage.....	48,728,903		1,438,904	47,289,999	3,937,382	3,186,047	48,041,334	61.4
22. Aircraft (all perils).....				.0			.0	
23. Fidelity.....				.0			.0	
24. Surety.....				.0			.0	
26. Burglary and theft.....				.0			.0	
27. Boiler and machinery.....				.0			.0	
28. Credit.....				.0			.0	
29. International.....				.0			.0	
30. Warranty.....				.0			.0	
31. Reinsurance - nonproportional assumed property.....	XXX			.0			.0	
32. Reinsurance - nonproportional assumed liability.....	XXX			.0			.0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			.0			.0	
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0	.0	
35. TOTALS.....	186,063,480	.0	1,438,904	184,624,576	106,756,999	97,700,791	193,680,784	68.2

DETAILS OF WRITE-INS

3401. ....				.0			.0	
3402. ....				.0			.0	
3403. ....				.0			.0	
3498. Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0	.0	.0	.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0	.0	.0	

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 Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....				0				0	
2. Allied lines.....				0				0	
3. Farmowners multiple peril.....				0				0	
4. Homeowners multiple peril.....				0				0	
5. Commercial multiple peril.....				0				0	
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....				0				0	
9. Inland marine.....				0				0	
10. Financial guaranty.....				0				0	
11.1 Medical professional liability - occurrence.....				0				0	
11.2 Medical professional liability - claims-made.....				0				0	
12. Earthquake.....				0				0	
13. Group accident and health.....				0				0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....				0				0	
16. Workers' compensation.....				0				0	
17.1 Other liability - occurrence.....				0				0	
17.2 Other liability - claims-made.....				0				0	
17.3 Excess workers' compensation.....				0				0	
18.1 Products liability - occurrence.....				0				0	
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....	82,527,695			82,527,695	20,291,922			102,819,617	34,149,025
19.3, 19.4 Commercial auto liability.....				0				0	
21. Auto physical damage.....	2,707,474			2,707,474	1,229,908			3,937,382	2,760,289
22. Aircraft (all perils).....				0				0	
23. Fidelity.....				0				0	
24. Surety.....				0				0	
26. Burglary and theft.....				0				0	
27. Boiler and machinery.....				0				0	
28. Credit.....				0				0	
29. International.....				0				0	
30. Warranty.....				0				0	
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	85,235,169	0	0	85,235,169	21,521,830	0	0	106,756,999	36,909,314

DETAILS OF WRITE-INS

3401.				0				0	
3402.				0				0	
3403.				0				0	
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

(a) Including \$.....0 for present value of life indemnity claims.

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.....	10,609,339			10,609,339
1.2 Reinsurance assumed.....				0
1.3 Reinsurance ceded.....				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	10,609,339	0	0	10,609,339
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		46,726,479		46,726,479
2.2 Reinsurance assumed, excluding contingent.....				0
2.3 Reinsurance ceded, excluding contingent.....				0
2.4 Contingent - direct.....				0
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	46,726,479	0	46,726,479
3. Allowances to manager and agents.....				0
4. Advertising.....		5,070,516		5,070,516
5. Boards, bureaus and associations.....	320,922	142,100		463,022
6. Surveys and underwriting reports.....	423	6,825,460		6,825,883
7. Audit of assureds' records.....	8,312	112,655		120,967
8. Salary and related items:				
8.1 Salaries.....	17,006,942	26,668,524		43,675,466
8.2 Payroll taxes.....	1,417,821	2,229,936		3,647,756
9. Employee relations and welfare.....	2,284,342	4,586,383		6,870,725
10. Insurance.....	113,694	209,858		323,552
11. Directors' fees.....	46,244	142,506		188,749
12. Travel and travel items.....	554,754	167,868		722,622
13. Rent and rent items.....	425,821	1,838,226		2,264,047
14. Equipment.....	28,182	98,468		126,650
15. Cost or depreciation of EDP equipment and software.....	4,701,227	3,437,319		8,138,546
16. Printing and stationery.....	152,010	697,698		849,708
17. Postage, telephone and telegraph, exchange and express.....	537,029	6,079,533		6,616,562
18. Legal and auditing.....	734,774	840,774	433,990	2,009,537
19. Totals (Lines 3 to 18).....	28,332,496	59,147,822	433,990	87,914,308
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....		6,283,889		6,283,889
20.2 Insurance department licenses and fees.....	21,811	529,956		551,768
20.3 Gross guaranty association assessments.....		186,142		186,142
20.4 All other (excluding federal and foreign income and real estate).....		660		660
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	21,811	7,000,648	0	7,022,459
21. Real estate expenses.....				0
22. Real estate taxes.....			126,641	126,641
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	1,986,791	10,968,011	0	12,954,802
25. Total expenses incurred.....	40,950,437	123,842,960	560,631	(a) 165,354,028
26. Less unpaid expenses - current year.....	36,909,314	19,343,615		56,252,929
27. Add unpaid expenses - prior year.....	36,660,998	46,638,831		83,299,829
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	40,702,121	151,138,176	560,631	192,400,928

DETAILS OF WRITE-INS

2401. Consulting fees.....	168,596	2,099,979		2,268,575
2402. Hardware & software maintenance.....	544,374	2,431,047		2,975,421
2403. Software licenses.....	218,306	1,685,904		1,904,210
2498. Summary of remaining write-ins for Line 24 from overflow page.....	1,055,515	4,751,081	0	5,806,596
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	1,986,791	10,968,011	0	12,954,802

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

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....420,134	.....437,315
1.1 Bonds exempt from U.S. tax.....	(a).....2,517,324	.....2,347,639
1.2 Other bonds (unaffiliated).....	(a).....3,890,372	.....4,057,594
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....580,437	.....586,946
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....269,790	.....269,790
4. Real estate.....	(d).....1,982,340	.....1,982,340
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....8,212	.....8,319
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....9,668,609	.....9,689,943
11. Investment expenses.....	.....	(g).....560,631
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).....828,781
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....1,389,412
17. Net investment income (Line 10 minus Line 16).....	.....	.....8,300,531

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page.....	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page.....		0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....		0

- (a) Includes \$.....66,305 accrual of discount less \$.....1,805,300 amortization of premium and less \$.....523,589 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....1,982,340 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....6,086 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....828,781 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	672,546		672,546		
1.1 Bonds exempt from U.S. tax.....	1,591,007		1,591,007		
1.2 Other bonds (unaffiliated).....	1,679,489		1,679,489	7,429	
1.3 Bonds of affiliates.....			0		
2.1 Preferred stocks (unaffiliated).....			0		
2.11 Preferred stocks of affiliates.....			0		
2.2 Common stocks (unaffiliated).....	7		7	894,380	
2.21 Common stocks of affiliates.....			0		
3. Mortgage loans.....			0		
4. Real estate.....			0		
5. Contract loans.....			0		
6. Cash, cash equivalents and short-term investments.....	89		89		
7. Derivative instruments.....			0		
8. Other invested assets.....			0	(11,722)	
9. Aggregate write-ins for capital gains (losses).....	0	0	0	0	0
10. Total capital gains (losses).....	3,943,138	0	3,943,138	890,087	0

DETAILS OF WRITE-INS

0901.					
0902.			0		
0903.			0		
0998. Summary of remaining write-ins for Line 9 from overflow page..	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			.0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			.0
2.2 Common stocks.....			.0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			.0
3.2 Other than first liens.....			.0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			.0
4.2 Properties held for the production of income.....			.0
4.3 Properties held for sale.....			.0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			.0
6. Contract loans.....			.0
7. Derivatives (Schedule DB).....			.0
8. Other invested assets (Schedule BA).....			.0
9. Receivables for securities.....			.0
10. Securities lending reinvested collateral assets (Schedule DL).....			.0
11. Aggregate write-ins for invested assets.....	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	.0	.0	.0
13. Title plants (for Title insurers only).....			.0
14. Investment income due and accrued.....			.0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....			.0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			.0
15.3 Accrued retrospective premiums.....			.0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			.0
16.2 Funds held by or deposited with reinsured companies.....			.0
16.3 Other amounts receivable under reinsurance contracts.....			.0
17. Amounts receivable relating to uninsured plans.....			.0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0
18.2 Net deferred tax asset.....			.0
19. Guaranty funds receivable or on deposit.....			.0
20. Electronic data processing equipment and software.....	8,842,722	9,143,285	300,563
21. Furniture and equipment, including health care delivery assets.....	2,478,203	3,316,838	838,635
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0
23. Receivables from parent, subsidiaries and affiliates.....			.0
24. Health care and other amounts receivable.....			.0
25. Aggregate write-ins for other than invested assets.....	2,999,490	1,393,902	(1,605,588)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	14,320,415	13,854,025	(466,390)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0
28. TOTALS (Lines 26 and 27).....	14,320,415	13,854,025	(466,390)

DETAILS OF WRITE-INS

1101.....			.0
1102.....			.0
1103.....			.0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	.0	.0	.0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	.0	.0	.0
2501. Prepaid expenses.....	177,295	63,966	(113,329)
2502. License/maintenance agreements (prepaid).....	2,759,203	1,272,854	(1,486,349)
2503. Postage meter receivable.....	62,992	57,082	(5,910)
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0	.0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	2,999,490	1,393,902	(1,605,588)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Practices

- The accompanying financial statements of Safe Auto Insurance Company ("the Company") have been prepared on the basis of accounting practices prescribed or permitted by the Insurance Department of the State of Ohio. The Insurance Department of the State of Ohio recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

	2012	2011
Net income Ohio basis	(26,078,018)	19,877,949
State prescribed practices	0	0
State permitted practices	0	0
Net income, NAIC SAP	\$ (26,078,018)	\$ 19,877,949
Statutory surplus Ohio basis	119,437,854	139,569,322
State prescribed practices	0	0
State permitted practices	0	0
Statutory surplus, NAIC SAP	\$ 119,437,854	\$ 139,569,322

B. Use of Estimates

- The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts in these financial statements and notes. 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 Policies

- Premiums written are deferred and earned pro rata over the terms of the related insurance policies. Policy fees are recognized in premiums earned on the effective date of the respective insurance policy. Unearned premium reserves represent the portion of premiums written that are applicable to the unexpired terms of the policies in-force, and are determined on a daily pro rata basis.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as advertising, premium taxes and sales commissions, are charged to operations as incurred. The Company has not modified its capitalization policy from the prior period.

Unpaid losses and loss adjustment expenses ("LAE") include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.

Net investment income earned consists primarily of interest, dividends and rental income less investment related expenses. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Rental income includes an imputed rent for the Company's occupancy of its own buildings. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed, and include write-downs for impairments considered to be other-than-temporary.

- In addition, the company uses the following investment related accounting policies:

- Short-term investments are reported at amortized cost.
- Bonds not backed by other loans that are designated highest-quality and high-quality (NAIC designations 1 and 2, respectively) are reported at amortized cost, using the interest method. All other bonds (NAIC designations 3 to 6) are reported at the lower of amortized cost or fair value.
- Loan-backed securities are reported at either amortized cost using the interest method or, if non-investment grade, at the lower of amortized cost, fair value or at the present value of future cash flows. The retrospective adjustment method is used to value all loan-backed securities, except for interest only securities, EITF 99-20 eligible securities or securities where the yield has become negative that are valued using the prospective method.
- Unaffiliated common stocks are stated at fair value.
- The Company holds no preferred stock as of the statement dates.
- Mortgage loans on real estate are stated at the aggregate unpaid balance.
- Other invested assets are stated at the lower of cost or fair value, except investments in limited partnerships and limited liability companies. Investments in limited partnerships and limited liability companies are stated at the underlying audited GAAP equity.
- Real estate occupied by the Company are reported at depreciated cost net of encumbrances, if any. Depreciation is recorded on a straight-line basis over the estimated useful lives of the properties. Land is reported at cost.
- The Company owns no subsidiaries.
- The Company owns no derivatives.
- The Company regularly reviews all of its investment positions where the fair value is less than amortized cost or cost for other than temporary impairments. Each impaired security is reviewed for the Company's intent and ability to hold until recovery; duration and severity of the impairment; financial condition and credit ratings of the underlying company or assets; and industry or general economic conditions. For loan-backed or structured securities, the present value of future cash flows from the security is calculated using prescribed factors (see Footnote 5.D.1 and 5.D.5). If the Company has the ability and intent to hold the security until recovery, and the present value of future cash flows is less than amortized cost, the security is impaired to the present value of future cash flows. For loan-backed securities, where the Company has the intent to sell or is unable to hold until recovery, and all other security types (equities and other fixed maturity), impairments deemed as other than temporary are impaired to the fair value of the security.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

The Company did not have any material changes in accounting principles and/or corrections of errors.

3. BUSINESS COMBINATIONS AND GOODWILL

- A. None

4. DISCONTINUED OPERATIONS

- A. None

5. INVESTMENTS**A. Mortgage Loans**

- The Company carries one commercial mortgage loan with a current interest rate of 7.5% at December 31, 2012. The mortgage balance due as of December 31, 2012 is \$3,500,000.
- The Company did not reduce interest rates on any outstanding loans during the current year.
- The maximum percentage of any one loan to the value of collateral at the time of the loan was 56%.
- The Company did not hold mortgages with interest 180 days or more past due.
- There were no taxes, assessments or any amounts advanced and not included in the mortgage loan.

B. Debt Restructuring

- None

C. Reverse Mortgages

- None

D. Loan-Backed Securities

- Prepayment assumptions for mortgage-backed securities, collateralized mortgage obligations and other structured securities were generated using a purchased prepayment model. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover) and term and age of the underlying collateral (burnout, seasoning). On an ongoing basis, we monitor the rate of prepayment and calibrate the model to reflect actual experience, market factors, and viewpoint.
- The Company had no loan backed securities with a 2012 recognized OTTI.
- None
- Unrealized Loss greater than and less than 12 months:

	Unrealized Losses Less Than 12 Months		Unrealized Losses Greater Than 12 Months		Total	
	Unrealized		Unrealized		Unrealized	
	Fair Value	Losses	Fair Value	Losses	Fair Value	Losses
Other Structured Securities	-	-	-	-	-	-
Commercial mortgage backed securities	2,563,747	(8,618)	-	-	2,563,747	(8,618)
Residential mortgage backed securities	12,262,104	(27,024)	64,713	(9,238)	12,326,817	(36,262)
Total	\$ 14,825,851	\$ (35,642)	\$ 64,713	\$ (9,238)	\$ 14,890,564	\$ (44,880)

- Recommendations for potential impairments are based on periodic analytical reviews and / or client specific OTTI requirements. Analysis relies on actual collateral performance measurements including, but not limited to prepayment rates, default rates, delinquencies and loss severity sourced through third party data providers.

E. Repurchase Agreements

- None

F. Real Estate

- No impairment losses on real estate were necessary in 2012 or 2011.
- None
- None
- None
- None

G. Low Income Housing Tax Credits

- None

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

- The Company has no investments in Joint Ventures, Partnerships, or Limited Liability Companies that exceed 10% of its admitted assets.
- None

7. INVESTMENT INCOME**A. Accrued Investment Income**

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

B. Amounts Nonadmitted

- None

8. DERIVATIVE INSTRUMENTS

- None
- None
- Not applicable.
- Not applicable.
- None
- None

9. INCOME TAXES

A. The components of the net deferred tax asset/liability at December 31 are as follows:

1.

Description	2012			2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	\$ 20,036,103	\$ 1,711,037	\$ 21,747,140	\$ 14,330,714	\$ 3,118,023	\$ 17,448,737	\$ 5,705,388	\$ (1,406,985)	\$ 4,298,403
Statutory valuation allowance adjustment	(9,437,197)	-	(9,437,197)	-	(323,941)	(323,941)	(9,437,197)	323,941	(9,113,256)
Adjusted gross deferred tax assets (1a - 1b)	10,598,905	1,711,037	12,309,943	14,330,714	2,794,081	17,124,795	(3,731,809)	(1,083,044)	(4,814,853)
Deferred tax assets nonadmitted	-	-	-	-	-	-	-	-	-
Subtotal (Net deferred tax assets) (1c - 1d)	10,598,905	1,711,037	12,309,943	14,330,714	2,794,081	17,124,795	(3,731,809)	(1,083,044)	(4,814,853)
Deferred tax liabilities	(5,311,551)	(419,052)	(5,730,603)	(5,964,894)	(103,419)	(6,068,313)	653,343	(315,633)	337,710
Net admitted deferred tax assets (1e - 1f)	\$ 5,287,354	\$ 1,291,986	\$ 6,579,340	\$ 8,365,820	\$ 2,690,663	\$ 11,056,483	\$ (3,078,466)	\$ (1,398,677)	\$ (4,477,143)

2.

Description	2012			2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ -	\$ -	\$ -	\$ 10,513,619	\$ -	\$ 10,513,619	\$(10,513,619)	\$ -	\$(10,513,619)
b. Adjusted 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)	6,579,340	-	6,579,340	1,295,340	2,794,081	4,089,421	5,284,000	(2,794,081)	2,489,919
1. Adjusted Gross Deferred Tax Assets expected to be realized following the balance sheet date	12,277,494	1,711,037	13,988,531	18,836,459	-	18,836,459	(6,558,965)	1,711,037	(4,847,928)
2. Adjusted Gross Deferred Tax Assets allowed per limitation	6,579,340	-	6,579,340	1,295,340	2,794,081	4,089,421	5,284,000	(2,794,081)	2,489,919
c. Adjusted gross DTAs offset against existing DTLs	5,730,603	-	5,730,603	2,521,756	-	2,521,756	3,208,847	-	3,208,847
d. Deferred Tax Assets admitted as the result of application of SSAP No. 101	-	-	12,309,943	-	-	17,124,796	-	-	(4,814,853)

3.

	2012	2011
Ratio Percentage used to determine recovery period and threshold limitation amount	15%	15%
Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	119,437,853	139,569,320

4.

Description	2012			2011			Change		
	Ordinary %	Capital %	Total %	Ordinary %	Capital %	Total %	Ordinary %	Capital %	Total %
Adjusted gross DTAs (% of total adjusted gross DTAs)	86.1%	13.9%	100.0%	83.7%	16.3%	100.0%	2.4%	-2.4%	0.0%
Net admitted adjusted gross DTAs (% of total net admitted adjusted)	80.4%	19.6%	100.0%	75.7%	24.3%	100.0%	4.7%	-4.7%	0.0%

5. Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No X

B. Deferred tax liabilities are not recognized for the following amounts:

1. Not applicable

C. The components of incurred income tax expense and the change in DTA's and DTL's are as follows:

Description	2012	2011	Change
Current income tax expense	\$ (8,403,858)	\$ 1,500,114	\$ (9,903,972)
Change in deferred tax assets	\$ (4,814,852)	\$ (2,459,672)	\$ (2,355,180)
Change in deferred tax liabilities	(337,710)	638,193	(975,903)
Net change in deferred taxes	\$ (4,477,142)	\$ (3,097,865)	\$ (1,379,277)

The tax effect of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

Description	2012	2011	Change
Deferred tax assets			
Discount on unpaid losses and LAE	\$ 2,739,574	\$ 2,683,236	\$ 56,338
20% of unearned premium	5,014,441	5,014,463	(22)
NOL carryforward	4,523,287	-	4,523,287
AMT carryforward	645,783	-	645,783
Accrued vacation pay	401,441	284,739	116,702
Other than temporary impairments	448,333	754,024	(305,691)
Capital loss carryforwards	1,262,705	2,363,999	(1,101,294)
Deferred compensation plan	1,338,543	1,059,392	279,151
Corporate reserves	183,750	140,000	43,750
K-1 income	177,137	156,122	21,015
Accrued bonuses	-	143,852	(143,852)
Subtotal	16,734,994	12,599,827	4,135,167
Nonadmitted assets	5,012,145	4,848,909	163,236
Statutory valuation allowance adjustment	(9,437,197)	(323,941)	(9,113,256)
Total deferred tax assets	12,309,942	17,124,795	(4,814,853)
Nonadmitted deferred tax assets	-	-	-
Admitted deferred tax assets	\$ 12,309,942	\$ 17,124,795	\$ (4,814,853)
Deferred tax liabilities			
Salvage and subrogation	\$ 87,735	\$ 86,075	\$ 1,660
Fixed asset depreciation	1,433,024	1,892,576	(459,552)
Discount on bonds - owned/sold	115,674	68,179	47,495
Capitalized software	3,592,261	3,718,833	(126,572)
K-1 income	-	-	-
481(a) Adjustment	74,864	149,728	(74,864)
Unrealized investment loss SSAP 10	419,052	103,419	315,633
Other	7,992	49,503	(41,511)
Total deferred tax liabilities	5,730,602	6,068,313	(337,711)
Net admitted deferred tax assets	\$ 6,579,340	\$ 11,056,482	\$ (4,477,142)

4. There were no investment tax credits.
 5. There were no adjustments to DTAs or DTLs for enacted changes in tax laws or rates or a change in the tax status of the Company.
 6. There were no adjustments to gross DTAs because of a change in circumstances that caused a change in judgment about the realizability of any DTA.
- D. The significant items causing a difference between the statutory federal income tax rate and the Company's effective income tax rate are as follows:

Description	Tax Effect	Effective Tax Rate
Income before taxes	\$ (12,068,657)	35%
Tax-exempt income	(687,755)	2%
20% of unearned premium	124,764	0%
Non deductible expenses	(42,035)	0%
Non taxable income	(322,901)	1%
Depreciation	466,608	-1%
Loss reserve discounting	56,338	0%
Capitalized Software	126,571	0%
Other than temporary impairments	(305,696)	1%
Capital loss carryforwards	(1,074,407)	3%
Corporate reserves	43,750	0%
Other	172,877	-1%
Net operating loss carryforward	4,523,287	-13%
Alternative minimum tax carryforward	645,783	-2%
Total	<u>\$ (13,510,543)</u>	<u>39%</u>

- E. Operating Loss and Tax Credit Carryforwards
1. As of December 31, 2012, the Company had an unused operating loss carryforward of \$4,523,287 available to offset against future taxable income as well as an alternative minimum tax carryforward of \$645,783.
 2. There are no income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses.
 3. None
- F. The Company's federal income tax return is consolidated with the following entities:
1. Safe Auto Insurance Group, Inc., Safe Auto Services, Inc. (dissolved in 2011), Safe Auto Group Agency, Inc., and SafeAuto Realty, LLC.
 2. The Company has a tax sharing agreement with its parent whereby federal income tax expense is determined as if the Company filed a separate federal income tax return and payments for this liability are made to the parent and included with balances reported as Payable to parent, subsidiaries and affiliates.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

- A. Nature of Relationships
1. The Company is a wholly owned subsidiary of Safe Auto Insurance Group, Inc. (Parent), a privately held company incorporated in Ohio.
- B. Detail of Transactions Greater than 1/2% of Admitted Assets
1. The Company received a capital contribution of \$10,000,000 from the Parent during 2012, but did not receive capital contributions from Parent during 2011.
 2. The Company participates in a cash sweep program with Safe Auto Group Agency. Within terms of the program they may commingle cash balances in a bank account owned by the Company.
 3. Safe Auto Group Agency negotiates, manages, and purchases certain advertising for Safe Auto Insurance Company, sells and services certain insurance policies on the behalf of Safe Auto Insurance Company, and is reimbursed 100% by Safe Auto Insurance Company for all costs incurred to provide such services (see Note 10-F).
 4. No other transactions exceeding the 1/2% limit occurred in 2012 or 2011.
- C. Change in Terms of Intercompany Arrangements
1. None
- D. Amounts Due to or From Related Parties
1. The Company had net payables to Safe Auto Group Agency of \$6,256,543 and \$3,122,035 as of December 31, 2012 and 2011, respectively.
 2. SAGI Realty Ltd. (SAGI), a subsidiary of SafeAuto Realty, LLC., owns the Company's former headquarters and an adjacent building. The Company paid rent on these properties of \$12,000 and \$11,000 in 2012 and 2011, respectively. The Company also from time to time paid for improvements to certain rental properties and for building operating purposes on behalf of SAGI. The Company had no net payables to SAGI as of December 31, 2012 or 2011.
 3. The Company had a net receivable balance from Parent of \$4,516,196 as of December 31, 2012 and had a net payable balance to Parent of \$28,704,331 for the year ended December 31, 2011. The Company declared a \$50,000,000 dividend payable to Safe Auto Insurance Group on August 16, 2011. As of December 31, 2012, \$4,000,000 of the dividend was included in the net receivable from Safe Auto Insurance Group as full payment of the dividend has not yet been made.
- E. Guarantees or Contingencies for Related Parties
1. None
- F. Management, Service Contracts, Cost Sharing Arrangements
1. Safe Auto Insurance Company and Safe Auto Group Agency are parties of an agency contract. Safe Auto Group Agency provides agency services for Safe Auto Insurance Company by employing certain agents, customer service, and related management personnel while also exclusively providing all advertising and marketing efforts. Safe Auto Insurance Company paid Safe Auto Group Agency \$48,128,778 in 2012 and \$51,533,565 in 2011.

2. In August 2012, the Company and its parent entered into an agreement whereby Company management provides services to the parent and its subsidiaries. This agreement was approved by the Ohio Department of Insurance. The parent paid the Company \$460,125 for these services in 2012.
3. All such management, service contracts, and cost sharing agreements mentioned are transacted at cost and provide no profit provision to the service provider.
- G. Nature of Relationships that Could Affect Operations
 1. All outstanding shares of the Company are owned by Parent.
- H. Amount Deducted for Investment in Upstream Company
 1. None
- I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets
 1. None
- J. Write down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies
 1. None
- K. Foreign Subsidiary Valued Using CARVM
 1. None
- L. Downstream Holding Company Valued Using Look-Through Method
 1. None

11. DEBT

- A. None
- B. The Company is a member of the Federal Home Loan Bank of Cincinnati (FHLBC). In early 2011, the Company purchased \$689,500 of FHLBC stock and has a current borrowing capacity of \$10,000,000. The Company has no outstanding cash advances at December 31, 2012.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, AND POSTEMPLOYMENT BENEFITS

- A. None
- B. The Company sponsors a defined contribution 401(k) Employee Savings and Profit Sharing Plan (the "401(k) Plan") which allows eligible employees to contribute a percentage of their salaries, wages, and bonuses, subject to certain restrictions and limitations, to an individual 401(k) retirement savings account. The Company makes matching contributions equal to 50% of the employee contributions, up to 8% of total employee compensation, and may make periodic discretionary contributions. The Company's contributions to this Plan were \$849,291 and \$879,033 for the years ended December 31, 2012 and 2011, respectively.

The Company also sponsors a non-qualified deferred compensation arrangement for certain executives and directors of the Company. Participating executives and directors may contribute a percentage of their salaries, wages, and bonuses, subject to certain restrictions and limitations. The Company makes matching contributions equal to 50% of the employee contribution up to 8% of total executive compensation when coordinated with the executives' contributions to the 401(k) plan. There are no matching contributions for directors.

- C. None
- D. None
- E. None
- F. None

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

1. Outstanding Shares

The Company has 750 shares of \$25,000 par value common stock authorized and 100 shares issued and outstanding. The Company has no preferred stock authorized, issued, or outstanding.
2. Dividend Rate of Preferred Stock

Not applicable
3. Dividend Restrictions

Ohio law states that insurance company dividends are limited to the greater of prior year's (a) statutory net income, or (b) 10% of statutory surplus of the insurance company without prior approval from the Department of Insurance. Dividends on common stock are paid as declared by the Board of Directors of the Company.
4. Dividend Payments

On August 16, 2011, the board approved a dividend of \$50,000,000 to be paid to the Parent, on or after September 15, 2011. The Company paid \$16,000,000 of the dividend on September 16, 2011. The Company paid \$20,000,000 of the dividend on June 27, 2012. On December 31, 2012, The Parent made a \$10,000,000 capital contribution to the Insurance company, which reduced the liability of the Company to a \$4,000,000 payable to its parent.
5. Ordinary Dividends

Within the limitations noted in note 13.3 above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
6. Restrictions on Surplus

There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
7. Mutual Surplus Advances

Not applicable
8. Company Stock Held for Special Purposes

None
9. Changes in Special Surplus Funds

None

10. Changes in Unassigned Funds

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

	Cumulative Incr (Decr) in Surplus	Curr year Incr (Decr) in Surplus
Unrealized gains	\$ 766,519.00	\$ 574,454.00
Nonadmitted asset values	(14,320,414.00)	(466,390.00)
Deferred tax assets	4,136,811.00	(4,161,510.00)
Total increase (decrease)	\$ (9,417,084.00)	\$ (4,053,446.00)

11. Surplus Notes

None

12. & 13. Quasi Reorganizations

None

14. CONTINGENCIES

A. Contingent Commitments

- The Company has no commitments or contingent commitments to affiliates or other entities, or has made no guarantees on behalf of affiliates.
- Not applicable
- Not applicable

B. Guaranty Fund and Other Assessments

- The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of insolvencies. Other assessments should be accrued either at the time of assessment or in the case of premium based assessments, at the time the premiums were written, or in the case of loss based assessments, at the time the losses are incurred.
- The Company determined there are no accruals needed at this time. This represents management's best estimate based on information received from the states in which the Company writes business and may change if different information is received from a state.

C. Gain Contingencies

- The Company does not have any material gain contingencies.

D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming from Lawsuits

The Company is named, from time to time and in the ordinary course of business, as a defendant in legal actions arising principally from claims made under its insurance contracts, including those seeking extra-contractual damages beyond policy limits. These are commonly referred to as extra-contractual or bad faith claims. Such legal actions are considered by the Company in estimating the loss and LAE reserves.

The Company is also, from time to time and in the ordinary course of business, faced with class action lawsuits, regulatory proceedings, and individual lawsuits that are not directly related to its insurance contracts. These matters currently include: (1) the alleged improper charge for uninsured/underinsured motorist coverage and (2) the alleged improper charge for certain liability premiums. The Company is in the process of implementing a settlement of the uninsured/underinsured motorist issue, which will be resolve within previously established reserves. The company is vigorously defending its position in the remaining matter. In accordance with applicable accounting principles, reserves are established for those matters as to which the Company has determined it is probable a loss has been incurred and a reasonable estimate of the Company's potential exposure can be established. Likewise, the Company does not establish reserves for those matters where the loss is not probable and/or it currently is unable to estimate the Company's potential exposure. If the liability premiums litigation results in a judgment against, or settlement by, the Company in an amount significantly in excess of the reserve established for that matter, if any, the resulting liability could have a material effect on the Company's financial condition, cash flows, and results of operations.

At this time, the Company does not believe that any other legal action necessitates recognition of losses or disclosure, or that the resolution of such action would have a material adverse effect on the Company's financial position or results of operations.

During 2012 and 2011, the Company paid \$1,072,310 and \$717,130, respectively, net of reimbursements relating to less than 25 claims.

The claim count information is disclosed on a "per claim" basis.

E. Product Warranties

- Not applicable

F. All Other Contingencies

- The Company is also, from time to time and in the ordinary course of business, faced with class action lawsuits, regulatory proceedings, and individual lawsuits that are not directly related to its insurance contracts. (1) the alleged improper charge for uninsured/underinsured motorist coverage and (2) the alleged improper charge for certain liability premiums. The Company is in the process of implementing a settlement of the uninsured/underinsured motorist issue, which will be resolve within previously established reserves. The company is vigorously defending its position in the remaining matter. In accordance with applicable accounting principles, reserves are established for those matters as to which the Company has determined it is probable a loss has been incurred and a reasonable estimate of the Company's potential exposure can be established. Likewise, the Company does not establish reserves for those matters where the loss is not probable and/or it currently is unable to estimate the Company's potential exposure. If the liability premiums litigation results in a judgment against, or settlement by, the Company in an amount significantly in excess of the reserve established for that matter, if any, the resulting liability could have a material effect on the Company's financial condition, cash flows, and results of operations.

15. LEASES

A. Lessee Leasing Arrangements

1. The Company leases equipment under a non-cancelable operating lease agreement that expires in December 2015. Rental expense for 2012 and 2011 was \$275,312 and \$404,501, respectively.

1. At December 31, 2013, the future minimum rental payments are as follows:

<u>Year Ending December 31</u>	<u>Operating Leases</u>
2013	\$ 281,312
2014	283,112
2015 and thereafter	<u>269,312</u>
Total	\$ <u>833,736</u>

3. The Company is not involved in any sale-leaseback transactions.

B. Lessor Leasing Arrangements

1. Not applicable

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISKS

1. Not applicable

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

1. None

18. GAIN OR LOSS FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

1. None

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

1. None

20. FAIR VALUE MEASUREMENT

A. Inputs Used for Assets and Liabilities Measured at Fair Value

1. Assets recorded on the financial statements at fair value measurements by accounting hierarchy levels 1, 2 and 3.

The Company has categorized its assets that are measured at fair value into the three-level fair value hierarchy as reflected in the following table. See item 3 below for a discussion of each of these three levels. The Company had no liabilities recorded at fair value.

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
States and political subdivisions	\$ -	\$ -	\$ -	\$ -
Residential mortgage backed securities	-	37,834	-	37,834
Commercial mortgage backed securities	-	-	-	-
Total fixed maturities	-	37,834	-	37,834
Common stock	22,310,880	689,500	-	23,000,380
Total investments	\$ 22,310,880	\$ 727,334	\$ -	\$ 23,038,214

There were no transfers between Level 1 and Level 2 assets during the current period.

2. Roll forward of Level 3 items

There were no transfers in or out of Level 3 securities in 2012.

3. Policy for Determining Transfers between Levels.

The Company's financial assets carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by ASC 820 *Fair Value Measurements and Disclosures*. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are defined as follows:

Level 1 – Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.

Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, 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. Such inputs include market interest rates and volatilities, spreads and yield curves.

Level 3 – Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

Reclassifications impacting Level 3 financial instruments are reported as transfers in (out) of the Level 3 category as of the beginning of the quarter in which the transfer occurs; gains and losses in income only reflect activity for the period the instrument was classified in Level 3. The same policy is followed when a transfer between Level 1 and Level 2 occurs.

4. Fair value measurements for fixed income and equity securities are based on values either published by the NAIC's Security Valuation Office (SVO) or from an independent pricing service vendor. Under certain circumstances, if neither an SVO price nor a Vendor price is available, a price may be obtained from a broker. Short term securities and cash equivalents are valued at amortized cost.

When published prices from the SVO are not available, the Company relies predominately on independent pricing service vendors that have been evaluated and approved by our investment management company's internal pricing policy committee. Generally, pricing service vendors use a pricing methodology involving the market approach, including pricing models, which use prices and relevant market information regarding a particular security or securities with similar characteristics to establish a valuation.

Certain investments are carried at fair value, while others may periodically be carried at fair value based on certain factors such as the NAIC's lower of cost or market rule or an impairment. Assets recorded at fair value are categorized based on an evaluation of the various inputs used to measure the fair value. Supporting documentation received from pricing vendors detailing the inputs, models and processes used in the vendor's evaluation process is used by the Company to determine the appropriate fair value hierarchy. Documentation from each pricing vendor is reviewed and monitored periodically to ensure they are consistent with the Company's pricing policy. Market Information obtained from brokers with respect to security valuations is also considered in the pricing hierarchy.

21. OTHER ITEMS

- A. Extraordinary Items
1. None
- B. Troubled Debt Restructuring for Debtors
1. None
- C. Other Disclosures
1. Assets with market values of \$2,711,465 and \$2,710,656 at December 31, 2012 and 2011, respectively, were on deposit with government authorities or trustees as required by law in the various states of operation.
- D. Uncollectible Premiums Receivable
1. At December 31, 2012 and 2011 the Company had admitted assets of \$56,430,380 and \$55,462,732, respectively, in accounts receivable from policyholders. The Company routinely assesses the collectability of these receivables. Based upon Company experience, the potential for any additional loss from uncollectible accounts is not believed to be material to the Company's financial condition.
- E. Business Interruption Insurance Recoveries
1. None
- F. State Transferable and Non-transferable Tax Credits
1. None
- G. Subprime Mortgage Related Risk Exposure
1. Subprime Mortgage Exposures

The Company has invested in collateralized fixed income securities, such as residential mortgage-backed securities ("MBS") and collateralized debt obligations ("CDO"). Through certain investments, the Company is subject to additional default risk exposure as these securitizations were collateralized by mortgages that have characteristics of subprime lending. Such characteristics include, but are not limited to, an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings, unconventionally high initial loan-to-value ratios, low initial payments based on a fixed introductory rate that expires after a short initial period, and borrowers with less than conventional documentation of their income or net assets.

While inherently subject to realized losses resulting from rising defaults or foreclosures, the Company's conservative investment practices of only investing in MBS and CDO's which carry the highest or higher credit ratings (AA or better) and actively monitoring the underlying collateral performance should limit such losses. As such, the Company currently believes that its exposure to unrealized losses from declines in asset values, as the market adjusts to risk aversion and liquidity issues, is greater than its exposure to realized losses resulting from receiving less than anticipated cash flows. The Company intends to hold these fixed income investments until maturity or recovery, and does not anticipate sale of assets to meet future cash flow requirements.

2. Direct Exposure—Mortgage Loans

The Company does not have any investments with direct exposure in subprime mortgage loans.

3. Direct Exposure—Other Investments

The Company has invested in residential mortgage-backed securities and collateralized debt obligations. While the fair value of these fixed income investments may fluctuate, the Company reviewed its MBS and CDO portfolio as of December 31, 2012.

The following is a summary of the Company's other investments with subprime exposure.

	Actual Costs	Book Adjusted Carrying Value	Fair Value	Impairments Recognized
Residential mortgage-backed securities	\$ 508,931	\$ 513,752	\$ 531,250	\$ 39,675
Collateralized debt obligations	871,476	203,196	313,598	1,013,659
Other structured securities	-	-	-	-
Total Other Investments	\$ 1,380,407	\$ 716,948	\$ 844,848	\$ 1,053,334

4. Underwriting Exposure

The Company does not engage in mortgage guaranty insurance coverage.

22. EVENTS SUBSEQUENT

1. None

Recognized and non recognized subsequent events have been considered through February 28, 2013 for the statutory statements issued on February 28, 2013.

23. REINSURANCE

- A. Unsecured Reinsurance Recoverables
 - 1. None
- B. Reinsurance Recoverables in Dispute
 - 1. Not applicable
- C. Reinsurance Assume and Ceded
 - 1. The Company is a party in a prospective personal automobile physical damage catastrophe agreement of reinsurance with General Reinsurance Corporation. This reinsurance agreement covers a portion of aggregated losses arising from catastrophic events that exceed a specified retention stated in the agreement. Ceded premiums are calculated primarily based on a percentage of comprehensive premiums earned, and were not material for the year ended December 31, 2012.
- D. Uncollectible Reinsurance
 - 1. None
- E. Commutation of Ceded Reinsurance
 - 1. None
- F. Retroactive Reinsurance
 - 1. None
- G. Reinsurance Accounted for as a Deposit
 - 1. None
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
 - 1. Not applicable

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

- 1. None

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Current year changes in estimates of the costs of prior year losses and loss adjustment expenses (LAE) affect the current year Statement of Income. Increases in those estimates increase current year expense and are referred to as unfavorable development. Decreases in those estimates decrease current year expense and are referred to as favorable development or prior year reserve redundancies. Current year losses and LAE of \$234,631,221 were higher by \$5,123,837 because of unfavorable development of prior year estimates. This unfavorable development was approximately 4% of the prior years' reserves for unpaid losses and LAE.

The increases in prior years' estimates are a result of ongoing analysis of recent loss trends. The increase in estimated losses for prior years of \$4,275,083 is a result of claim frequency and severity being above previously projected levels in the preceding two most recent years. The increase in prior years' estimated LAE of \$848,754 is primarily a result of the impact of increased claim frequency and higher adjusting costs on A&O expenses; offset by decreases in projected DCC expenses, related to lower than expected claims requiring litigation.

The Company experienced no prior year claim development on retrospectively rated policies because the Company does not issue retrospectively rated policies.

26. INTERCOMPANY POOLING ARRANGEMENTS

None

27. STRUCTURE SETTLEMENTS

None

28. HEALTH CARE RECEIVABLES

None

29. PARTICIPATING POLICIES

None

30. PREMIUM DEFICIENCY RESERVES

The Company has evaluated for the existence of any premium deficiencies as of December 31, 2012, and it was determined that there were none. Anticipated investment income was not taken into account in the calculation.

31. HIGH DEDUCTIBLES

None

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

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

33. ASBESTOS/ENVIRONMENTAL RESERVES

None

34. SUBSCRIBER SAVINGS ACCOUNTS

None

35. MULTIPLE PERIL CROP INSURANCE
None

36. FINANCIAL GUARANTY INSURANCE
None

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). 05/12/2011
- 3.4 By what department or departments? _____

Ohio Department of Insurance

- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []
- 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 [X] No []
- 4.12 renewals? Yes [X] No []
- 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 [X] No []
- 4.22 renewals? Yes [X] No []
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information: _____

- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
- 7.21 State the percentage of foreign control%
- 7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company. _____

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

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, LLP, 1100 Huntington Center, 41 South High Street, Columbus, OH43213

- 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 answer 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?
Robert Lowery, FCAS (employee), 4 Easton Oval, Columbus, OH 43219

Annual Statement for the year 2012 of the **Safe Auto Insurance Company**
GENERAL INTERROGATORIES

- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes No
 12.11 Name of real estate holding company
 New Albany Apartments, LLC
 12.12 Number of parcels involved1
 12.13 Total book/adjusted carrying value \$.....1,430,000
 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 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
 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
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

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

PART 1 - COMMON INTERROGATORIES - 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 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 No
 18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes No

PART 1 - COMMON INTERROGATORIES - 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
 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 20.11 To directors or other officers \$.....0
 20.12 To stockholders not officers \$.....0
 20.13 Trustees, supreme or grand (Fraternal only) \$.....0
 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 \$.....0
 20.22 To stockholders not officers \$.....0
 20.23 Trustees, supreme or grand (Fraternal only) \$.....0
 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
 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
 22.2 If answer is yes:
 22.21 Amount paid as losses or risk adjustment
 22.22 Amount paid as expenses
 22.23 Other amounts paid
 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....8,516,196

PART 1 - COMMON INTERROGATORIES - 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 No
 24.02 If no, give full and complete information relating thereto.

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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]

24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

24.103 Total payable for securities lending reported on the liability page.

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 [X] No []

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements \$.....0

25.22 Subject to reverse repurchase agreements \$.....0

25.23 Subject to dollar repurchase agreements \$.....0

25.24 Subject to reverse dollar repurchase agreements \$.....0

25.25 Pledged as collateral \$.....0

25.26 Placed under option agreements \$.....0

25.27 Letter stock or securities restricted as to sale \$.....0

25.28 On deposit with state or other regulatory body \$.....2,711,465

25.29 Other \$.....0

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
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26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
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 [X]

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 [X] 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
U.S. Bank	425 Walnut Street, 6th Floor, Cincinnati, OH 45202
Merrill Lynch	65 East State Street, Suite 2600, Columbus, OH 43215
JP Morgan Chase NA	Columbus Trust Office, 100 East Broad Street, Columbus, OH 43271-0192
JP Morgan Chase	100 N. Broadway, Oklahoma City, OK 73102
Bank of America Corporation	200 W. Capitol Avenue, FL 6, Little Rock, AR 72201
SunTrust	P.O. Box 26665, Richmond, VA 23261-6665
FHLB of Cincinnati	221 E. 4th Street, Suite 1000, Cincinnati, OH 45202

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)
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28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

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 broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address
105900	General Re/New England Asset Management	76 Batterson Park Road, Farmington, CT 06032
7691	Merrill Lynch	65 East State Street, Columbus, OH 43215
1608684	JP Morgan Chase	345 Park Avenue, New York, NY 10154-1002

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/Adj. Carrying Value
464287 37 4	IShares S&P NA Nat Res S I F	625,824
464287 40 8	IShares S&P 500/Barrá Value Index Fund	2,402,986
464287 66 3	IShares Russell 3000 Value	2,421,413
486606 10 6	Kayne Anderson MLP Investment	265,230
543495 78 2	Loomis Sayles GLBL Bond-Inst	1,600,739
67074U 10 3	Nuveen Energy MLP Total Return	255,110
72201M 55 2	PIMCO Total Return Fund	2,056,725
72201M 81 8	PIMCO EMRG Markets Bond-P	138,887
72201R 20 5	PIMCO 1-5 Year US Tips In FD	108,120
72201R 78 3	PIMCO 0-5 Year H/Y Corp Bond	206,860
73935X 38 5	PowerShares Dyn Energy	789,176
78355W 86 6	Guggenheim S&P EQ Wgt Energy EFT	702,350
78462F 10 3	SPDR S&P 500 ETF Trust	2,449,737
91232N 10 8	United States Oil Fund LP	1,925,449
91288V 10 3	United States 12 Month Oil Fund	2,169,949
29.2999. TOTAL		18,118,555

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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

1	2	3	4
Name of Mutual Fund (from the above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to Holding	Date of Valuation
IShares S&P NA Nat Res S I F	Chevron Corp	46,561	12/31/2012
IShares S&P NA Nat Res S I F	Exxon Mobil Corp	45,372	12/31/2012
IShares S&P NA Nat Res S I F	Schlumberger LTD	33,419	12/31/2012
IShares S&P NA Nat Res S I F	ConocoPhillips	25,534	12/31/2012
IShares S&P NA Nat Res S I F	Occidental Petroleum	22,530	12/31/2012
IShares S&P 500/Barra Value Index Fund	General Electric Co	85,546	12/31/2012
IShares S&P 500/Barra Value Index Fund	Chevron Corp	82,182	12/31/2012
IShares S&P 500/Barra Value Index Fund	AT&T Inc.	74,252	12/31/2012
IShares S&P 500/Barra Value Index Fund	Exxon Mobil Corp	70,407	12/31/2012
IShares S&P 500/Barra Value Index Fund	JP Morgan Chase & Co.	64,881	12/31/2012
IShares Russell 3000 Value	Exxon Mobil Corp.	121,071	12/31/2012
IShares Russell 3000 Value	General Electric Co.	66,589	12/31/2012
IShares Russell 3000 Value	Chevron Corp.	63,683	12/31/2012
IShares Russell 3000 Value	AT&T Inc.	59,082	12/31/2012
IShares Russell 3000 Value	Pfizer Inc.	56,177	12/31/2012
Kayne Anderson MLP Investment	Enterprise Products Partners L.P.	23,075	12/31/2012
Kayne Anderson MLP Investment	Kinder Morgan Management, LLC	19,892	12/31/2012
Kayne Anderson MLP Investment	Plains All American Pipeline, L.P.	18,566	12/31/2012
Kayne Anderson MLP Investment	MarkWest Energy Partners, L.P.	14,853	12/31/2012
Kayne Anderson MLP Investment	Energy Transfer Equity, L.P.	12,201	12/31/2012
Loomis Sayles GBLB Bond-Inst	Japan (Govt of) 1.3%	90,922	11/29/2012
Loomis Sayles GBLB Bond-Inst	US Treasury Note 1.5%	87,080	11/29/2012
Loomis Sayles GBLB Bond-Inst	Germany (Federal Republic of) 3.25%	71,073	11/29/2012
Loomis Sayles GBLB Bond-Inst	Japan (Govt of) 0.7%	55,386	11/29/2012
Loomis Sayles GBLB Bond-Inst	Fannie Mae Single Family TBA 3.5%	50,904	11/29/2012
Nuveen Energy MLP Total Return	Plains All American Pipeline	21,965	11/30/2012
Nuveen Energy MLP Total Return	Williams Partner	21,404	11/30/2012
Nuveen Energy MLP Total Return	Enterprise Products Partners LP	21,149	11/30/2012
Nuveen Energy MLP Total Return	Energy Transfer Equity LP	20,791	11/30/2012
Nuveen Energy MLP Total Return	Enbridge Energy Partners LP	15,893	11/30/2012
PIMCO Total Return Fund	FIN Fut Euro\$ CME 6/15/15	247,835	09/29/2012
PIMCO Total Return Fund	Fannie Mae Single Family TBA 3.5% 2042-11-01	123,815	09/29/2012
PIMCO Total Return Fund	Fannie Mae Single Family TBA 4% 2042-10-01	113,120	09/29/2012
PIMCO Total Return Fund	FIN Fut Euro\$ CME 3/16/15	99,340	09/29/2012
PIMCO Total Return Fund	CDX BP 5Y CME	70,340	09/29/2012
PIMCO EMRG Markets Bond-P	Russian Federation 7.5%	7,167	09/29/2012
PIMCO EMRG Markets Bond-P	Irs Brl Zcs R 11.935/Cdi 7/13/10 Hus	5,528	09/29/2012
PIMCO EMRG Markets Bond-P	Petroleos Mexicanos 6.5%	2,458	09/29/2012
PIMCO EMRG Markets Bond-P	Irs Usd 3ml/2.25 6/20/12 Cme	2,264	09/29/2012
PIMCO EMRG Markets Bond-P	Irs Usd 3ml/1.5 6/20/12 Cme	2,014	09/29/2012
PIMCO 1-5 Year US Tips In FD	US Treasury Note 2.625%	10,228	12/31/2012
PIMCO 1-5 Year US Tips In FD	US Treasury Note 2.5%	9,590	12/31/2012
PIMCO 1-5 Year US Tips In FD	US Treasury Note 1.625%	8,898	12/31/2012
PIMCO 1-5 Year US Tips In FD	US Treasury Note	8,877	12/31/2012
PIMCO 1-5 Year US Tips In FD	US Treasury Note 0.5%	8,606	12/31/2012
PIMCO 0-5 Year H/Y Corp Bond	Cdx Bp Hy19 5y Cme	19,755	12/31/2012
PIMCO 0-5 Year H/Y Corp Bond	Sprint Nextel 6%	3,537	12/31/2012
PIMCO 0-5 Year H/Y Corp Bond	Ally Finl 4.5%	3,289	12/31/2012
PIMCO 0-5 Year H/Y Corp Bond	Echostar Dbs 7.125%	3,062	12/31/2012
PIMCO 0-5 Year H/Y Corp Bond	Hca 6.5%	2,855	12/31/2012
PowerShares Dyn Energy	Hess Corp	20,203	12/31/2012
PowerShares Dyn Energy	Marathon Petroleum Corp	20,045	12/31/2012
PowerShares Dyn Energy	Valero Energy Corp	20,045	12/31/2012
PowerShares Dyn Energy	Cabot Oil & Gas Corp	20,045	12/31/2012
PowerShares Dyn Energy	Murphy Oil Corp	19,887	12/31/2012
Guggenheim S&P EQ Wgt Energy EFT	Cabot Oil & Gas Corp	17,067	12/31/2012
Guggenheim S&P EQ Wgt Energy EFT	Cameron International Corp	17,067	12/31/2012
Guggenheim S&P EQ Wgt Energy EFT	National Oilwell Varco, Inc	16,927	12/31/2012
Guggenheim S&P EQ Wgt Energy EFT	FMC Technologies, Inc.	16,927	12/31/2012
Guggenheim S&P EQ Wgt Energy EFT	Nabors Industries Ltd.	16,927	12/31/2012
SPDR S&P 500 ETF Trust	Apple Inc.	95,785	12/31/2012
SPDR S&P 500 ETF Trust	Exxon Mobil Corp.	74,452	12/31/2012
SPDR S&P 500 ETF Trust	General Electric Co.	42,135	12/31/2012
SPDR S&P 500 ETF Trust	Chevron Corp.	40,421	12/31/2012
SPDR S&P 500 ETF Trust	Inf'l Business Machines Corp.	38,951	12/31/2012
United States Oil Fund LP	WTI Crude Future	1,588,206	12/31/2012
United States Oil Fund LP	Goldman Sachs Financial	357,498	12/31/2012
United States Oil Fund LP	Morgan Stanley Inst Liquidity	345,907	12/31/2012
United States Oil Fund LP	Wells Fargo Advantage Gov	344,116	12/31/2012
United States Oil Fund LP	WTI Crude Future	337,454	12/31/2012
United States 12 Month Oil Fund	Morgan Stanley Inst Liquidity	606,609	12/31/2012
United States 12 Month Oil Fund	Goldman Sachs Financial	525,518	12/31/2012
United States 12 Month Oil Fund	Wells Fargo Advantage Gov	496,636	12/31/2012
United States 12 Month Oil Fund	US Dollar	314,187	12/31/2012
United States 12 Month Oil Fund	WTI Crude Future	183,599	12/31/2012

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

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds.....	215,457,030	223,565,383	8,108,353
30.2 Preferred stocks.....			0
30.3 Totals.....	215,457,030	223,565,383	8,108,353

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

The market values of bonds and preferred stocks were obtained from third party valuation providers such as Merrill Lynch Indices, Interactive Data Corporation, Reuter, S&P, Bloomberg, Factset, or, if not available for third party vendors, from independent security dealers, Short term and cash equivalents are valued at amortized cost.

PART 1 - COMMON INTERROGATORIES - INVESTMENT

- 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 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 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 No
- 32.2 If no, list exceptions:
-

PART 1 - COMMON INTERROGATORIES - OTHER

- 33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....441,863
- 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
ISO Services, Inc	128,665
National Insurance Crime Bureau	130,477

- 34.1 Amount of payments for legal expenses, if any? \$.....638,855
- 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
Nelson Levine	328,718

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....18,000
- 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
Dinsmore Doyle Joint Venture	15,000

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.....	\$.....0	\$.....0
2.2 Premium Denominator.....	\$.....283,787,235	\$.....303,001,201
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	\$.....0	\$.....0
2.5 Reserve Denominator.....	\$.....215,301,184	\$.....205,996,974
2.6 Reserve Ratio (2.4/2.5).....	.....0.0	.....0.0

- 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 []
- 4.2 Does the reporting entity issue non-assessable policies? Yes [] 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:

- 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?
The Company does not issue Workers Compensation contracts.

- 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 engaged Gen RE in the fall of 2012 to run various risk models to estimate the probable maximum loss. Exposure concentrations are primarily made up of vehicles which are primarily exposed to wind, hail and hurricane perils.

- 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 writes private passenger auto insurance in 16 states and protects itself through a catastrophe reinsurance program with the limit of 95% of \$3,000,000 in excess of \$1,000,000/

- 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 unreinsured catastrophic loss:

- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [] No [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 []

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 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 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 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No [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 reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [] No [] N/A [X]
- 11.1 Has this reporting entity guaranteed policies issued by any other reporting 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 assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses \$.....0
 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0
- 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds: \$.....0
- 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 [] N/A [X]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From%
 12.42 To%
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of credit
 12.62 Collateral and other funds
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....482,500
- 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.0

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [] No [X]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No [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 [] No [X]

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:

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]

Included but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F-Part 5.

Provide the following information for this exemption:

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

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

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

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

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

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

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

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).....	204,847,377	214,980,825	238,249,822	249,667,337	227,349,861
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	79,117,060	79,979,509	92,037,665	95,600,026	94,240,143
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
6. Total (Line 35).....	283,964,437	294,960,334	330,287,487	345,267,363	321,590,004
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).....	204,847,377	214,980,825	238,249,822	249,667,337	227,349,861
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	78,939,545	79,872,509	91,927,665	95,495,026	94,131,643
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
12. Total (Line 35).....	283,786,922	294,853,334	330,177,487	345,162,363	321,481,504
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	(74,686,946)	(18,323,927)	(16,524,951)	(20,740,386)	(17,871,652)
14. Net investment gain (loss) (Line 11).....	11,169,262	11,253,476	13,984,196	17,452,386	(4,024,398)
15. Total other income (Line 15).....	27,961,401	27,453,998	28,543,931	29,634,683	23,507,785
16. Dividends to policyholders (Line 17).....					
17. Federal and foreign income taxes incurred (Line 19).....	(9,478,265)	505,598	6,207,966	4,769,860	6,647,637
18. Net income (Line 20).....	(26,078,018)	19,877,949	19,795,210	21,576,823	(5,035,901)
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	369,998,002	400,425,770	449,913,104	437,860,203	409,183,401
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	14,465,369	14,451,086	16,375,403	18,026,940	16,034,059
20.2 Deferred and not yet due (Line 15.2).....	41,965,011	41,011,646	46,335,287	48,980,379	49,413,867
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	250,560,148	260,856,448	267,565,633	266,692,326	255,744,157
22. Losses (Page 3, Line 1).....	106,756,999	97,700,791	119,153,011	121,489,730	116,149,122
23. Loss adjustment expenses (Page 3, Line 3).....	36,909,314	36,660,999	36,711,003	33,104,999	32,924,001
24. Unearned premiums (Page 3, Line 9).....	71,634,871	71,635,184	79,783,051	85,880,415	82,213,146
25. Capital paid up (Page 3, Lines 30 & 31).....	2,500,000	2,500,000	2,500,000	1,500,000	1,500,000
26. Surplus as regards policyholders (Page 3, Line 37).....	119,437,854	139,569,322	182,347,471	171,167,877	153,439,244
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	(17,863,880)	(1,341,584)	16,083,735	32,565,263	8,033,695
Risk-Based Capital Analysis					
28. Total adjusted capital.....	119,437,854	139,569,322	182,347,471	171,167,877	153,439,244
29. Authorized control level risk-based capital.....	35,744,924	34,515,112	33,676,908	34,332,815	34,681,234
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1).....	71.1	72.9	81.7	81.9	80.2
31. Stocks (Lines 2.1 & 2.2).....	8.1	6.9	5.1	2.0	7.0
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....	1.2	1.1			
33. Real estate (Lines 4.1, 4.2 & 4.3).....	11.4	10.5	9.0	8.9	9.9
34. Cash, cash equivalents and short-term investments (Line 5).....	7.8	7.6	4.2	7.2	2.9
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....				XXX	XXX
37. Other invested assets (Line 8).....	0.5	0.5			
38. Receivable for securities (Line 9).....		0.5			
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 (Sch. D, Summary, Line 12, Col. 1).....					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....					
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....					
48. Total of above lines 42 to 47.....	0	0	0	0	0
49. Total investment in parent included in Lines 42 to 47 above.....					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0).....	0.0				

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2012	2011	2010	2009	2008
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	574,454	(80,651)	471,774	(113,299)	(2,470,326)
52. Dividends to stockholders (Line 35).....		(61,000,000)	(8,500,000)	(2,000,000)	(6,500,000)
53. Change in surplus as regards policyholders for the year (Line 38).....	(20,131,468)	(42,778,150)	11,179,594	17,728,634	(19,177,112)
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).....	137,334,577	130,202,724	135,609,373	138,059,940	134,142,996
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	48,728,903	45,791,222	47,008,100	49,828,362	55,451,664
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
59. Total (Line 35).....	186,063,480	175,993,946	182,617,473	187,888,302	189,594,661
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).....	137,334,577	130,202,724	135,609,373	138,059,940	134,142,996
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	47,289,999	45,791,222	47,008,100	49,828,362	55,451,664
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
65. Total (Line 35).....	184,624,576	175,993,946	182,617,473	187,888,302	189,594,661
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2).....	68.2	51.0	53.6	56.6	57.3
68. Loss expenses incurred (Line 3).....	14.4	13.2	11.9	10.1	8.9
69. Other underwriting expenses incurred (Line 4).....	43.6	41.8	39.4	39.4	39.4
70. Net underwriting gain (loss) (Line 8).....	(26.3)	(6.0)	(4.9)	(6.1)	(5.6)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0).....	33.8	33.7	31.5	30.4	32.0
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	82.7	64.2	65.5	66.7	66.2
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).....	237.6	211.3	181.1	201.7	209.5
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).....	1,219	(13,220)	(11,974)	(12,326)	(11,886)
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).....	0.9	(7.3)	(7.0)	(8.0)	(6.9)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	(16,210)	(18,094)	(18,634)	(15,392)	(37,156)
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).....	(8.9)	(10.6)	(12.1)	(8.9)	(23.6)

If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of

SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [] No []

If no, please explain:

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

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						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 (Cols. 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.....	3.....		9.....		2.....		2.....	14.....	XXX.....
2. 2003.....	209,542.....		209,542.....	121,825.....		5,939.....		12,118.....		5,173.....	139,882.....	XXX.....
3. 2004.....	274,882.....		274,882.....	156,747.....		5,852.....		16,835.....		6,711.....	179,434.....	XXX.....
4. 2005.....	326,196.....		326,196.....	191,052.....	125.....	6,204.....		23,243.....		7,811.....	220,374.....	XXX.....
5. 2006.....	335,025.....	72.....	334,953.....	187,258.....		5,781.....		25,068.....		8,080.....	218,107.....	XXX.....
6. 2007.....	311,640.....	97.....	311,543.....	174,759.....		5,361.....		24,124.....		8,135.....	204,244.....	XXX.....
7. 2008.....	321,239.....	109.....	321,130.....	179,575.....		5,680.....		25,628.....		8,354.....	210,883.....	XXX.....
8. 2009.....	341,600.....	105.....	341,495.....	191,153.....		6,876.....		30,247.....		8,279.....	228,276.....	XXX.....
9. 2010.....	336,385.....	110.....	336,275.....	176,836.....		5,164.....		30,405.....		7,874.....	212,405.....	XXX.....
10. 2011.....	303,109.....	107.....	303,002.....	154,665.....		2,435.....		27,896.....		6,818.....	184,996.....	XXX.....
11. 2012.....	283,965.....	178.....	283,787.....	116,039.....	1,439.....	295.....		20,201.....		3,924.....	135,096.....	XXX.....
12. Totals.....	XXX.....	XXX.....	XXX.....	1,649,912.....	1,564.....	49,596.....	0.....	235,767.....	0.....	71,161.....	1,933,711.....	XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....			21.....				5.....				26.....	XXX.....	
2. 2003.....	7.....		42.....				27.....		16.....		92.....	XXX.....	
3. 2004.....	15.....		67.....				41.....		9.....		132.....	XXX.....	
4. 2005.....	81.....		81.....				69.....		18.....		249.....	XXX.....	
5. 2006.....	141.....		143.....				142.....		30.....		456.....	XXX.....	
6. 2007.....	426.....		131.....				207.....		110.....		874.....	XXX.....	
7. 2008.....	944.....		156.....				400.....		140.....		1,640.....	XXX.....	
8. 2009.....	2,723.....		208.....				1,428.....		333.....		4,692.....	XXX.....	
9. 2010.....	6,250.....		689.....				3,685.....		804.....		11,428.....	XXX.....	
10. 2011.....	15,866.....		3,961.....				7,512.....		2,262.....		29,601.....	XXX.....	
11. 2012.....	58,782.....		16,024.....				9,988.....		9,684.....		94,478.....	XXX.....	
12. Totals.....	85,235.....	0.....	21,523.....	0.....	0.....	0.....	23,504.....	0.....	13,406.....	0.....	6,265.....	143,668.....	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.....	21.....	5.....
2. 2003.....	139,974.....	0.....	139,974.....	66.8.....	0.0.....	66.8.....				49.....	43.....
3. 2004.....	179,566.....	0.....	179,566.....	65.3.....	0.0.....	65.3.....				82.....	50.....
4. 2005.....	220,748.....	125.....	220,623.....	67.7.....	0.0.....	67.6.....				162.....	87.....
5. 2006.....	218,563.....	0.....	218,563.....	65.2.....	0.0.....	65.3.....				284.....	172.....
6. 2007.....	205,118.....	0.....	205,118.....	65.8.....	0.0.....	65.8.....				557.....	317.....
7. 2008.....	212,523.....	0.....	212,523.....	66.2.....	0.0.....	66.2.....				1,100.....	540.....
8. 2009.....	232,968.....	0.....	232,968.....	68.2.....	0.0.....	68.2.....				2,931.....	1,761.....
9. 2010.....	223,833.....	0.....	223,833.....	66.5.....	0.0.....	66.6.....				6,939.....	4,489.....
10. 2011.....	214,597.....	0.....	214,597.....	70.8.....	0.0.....	70.8.....				19,827.....	9,774.....
11. 2012.....	231,013.....	1,439.....	229,574.....	81.4.....	808.4.....	80.9.....				74,806.....	19,672.....
12. Totals.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	0.....	0.....	XXX.....	106,758.....	36,910.....

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.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	One Year	Two Year
1. Prior.....	15,957	19,140	21,500	19,853	19,636	19,855	19,774	19,693	19,668	19,661	(7)	(32)
2. 2003.....	130,956	130,702	133,238	130,086	128,696	128,286	128,217	127,976	127,910	127,840	(70)	(136)
3. 2004.....	XXX	170,085	175,251	168,046	164,092	163,523	163,326	162,967	162,916	162,722	(194)	(245)
4. 2005.....	XXX	XXX	224,969	209,898	199,799	199,170	198,735	197,947	197,529	197,362	(167)	(585)
5. 2006.....	XXX	XXX	XXX	215,911	199,418	195,804	195,235	194,040	193,631	193,465	(166)	(575)
6. 2007.....	XXX	XXX	XXX	XXX	192,763	185,880	183,725	182,420	181,404	180,884	(520)	(1,536)
7. 2008.....	XXX	XXX	XXX	XXX	XXX	200,032	191,212	188,873	187,150	186,755	(395)	(2,118)
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	211,250	205,584	203,172	202,388	(784)	(3,196)
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	200,411	193,311	192,624	(687)	(7,787)
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	180,230	184,439	4,209	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	199,689	XXX	XXX
12. Totals.....											1,219	(16,210)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012		
1. Prior.....	000	11,699	16,161	17,996	18,871	19,366	19,537	19,546	19,623	19,635	XXX	XXX
2. 2003.....	73,356	109,213	120,891	125,388	127,032	127,297	127,568	127,700	127,725	127,764	XXX	XXX
3. 2004.....	XXX	95,016	140,324	154,229	159,480	161,347	162,057	162,321	162,510	162,599	XXX	XXX
4. 2005.....	XXX	XXX	117,348	171,845	187,048	193,761	196,103	196,700	196,958	197,131	XXX	XXX
5. 2006.....	XXX	XXX	XXX	112,849	167,275	184,412	190,190	192,045	192,780	193,039	XXX	XXX
6. 2007.....	XXX	XXX	XXX	XXX	103,080	158,345	172,908	178,028	179,725	180,120	XXX	XXX
7. 2008.....	XXX	XXX	XXX	XXX	XXX	113,622	164,476	178,168	183,236	185,255	XXX	XXX
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	119,095	174,426	191,267	198,029	XXX	XXX
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	111,856	164,224	182,000	XXX	XXX
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	106,911	157,100	XXX	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	114,895	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior.....	6,170	4,328	3,340	1,117	366	305	214	106	35	26
2. 2003.....	19,676	13,923	7,389	2,999	1,136	679	491	230	175	69
3. 2004.....	XXX	36,494	18,399	7,277	2,561	1,467	905	397	312	108
4. 2005.....	XXX	XXX	47,749	16,127	5,252	2,706	1,810	855	378	150
5. 2006.....	XXX	XXX	XXX	42,846	9,596	4,456	2,669	1,087	574	285
6. 2007.....	XXX	XXX	XXX	XXX	27,767	7,496	3,516	1,795	836	338
7. 2008.....	XXX	XXX	XXX	XXX	XXX	22,564	7,544	3,435	1,574	556
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	20,899	8,480	4,799	1,636
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,439	10,266	4,374
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,934	11,473
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,012

Safe Auto 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 (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	N								
2. Alaska.....AK	N								
3. Arizona.....AZ	L	10,405,735	10,309,296		5,993,614	6,339,887	3,964,776	824,558	
4. Arkansas.....AR	L								
5. California.....CA	L								
6. Colorado.....CO	L								
7. Connecticut.....CT	N								
8. Delaware.....DE	N								
9. District of Columbia.....DC	N								
10. Florida.....FL	N								
11. Georgia.....GA	L	20,343,267	20,920,927		13,487,760	12,066,893	6,361,689	1,586,666	
12. Hawaii.....HI	N								
13. Idaho.....ID	N								
14. Illinois.....IL	L	13,809,661	14,184,883		9,294,709	9,324,670	6,002,763	1,711,454	
15. Indiana.....IN	L	24,206,516	24,449,505		15,961,523	17,586,521	10,154,644	4,605,317	
16. Iowa.....IA	N								
17. Kansas.....KS	L	934,669	795,779		186,035	473,261	419,243	55,204	
18. Kentucky.....KY	L	35,814,844	34,118,424		23,203,696	26,288,740	15,278,499	2,519,927	
19. Louisiana.....LA	L	3,316,426	3,408,970		2,284,265	2,187,569	1,105,876	146,397	
20. Maine.....ME	N								
21. Maryland.....MD	N								
22. Massachusetts.....MA	N								
23. Michigan.....MI	N								
24. Minnesota.....MN	N								
25. Mississippi.....MS	L	1,830,206	1,838,532		1,112,994	1,011,634	430,518	152,830	
26. Missouri.....MO	L	17,878,539	18,109,513		16,238,545	17,855,998	8,496,727	1,828,985	
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	52,082,308	52,184,018		31,912,767	33,084,383	15,048,116	5,694,102	
37. Oklahoma.....OK	L	6,967,092	7,076,336		4,923,577	4,735,102	2,736,272	706,603	
38. Oregon.....OR	N								
39. Pennsylvania.....PA	L	53,726,425	53,764,952		31,272,172	31,995,601	19,799,710	5,492,832	
40. Rhode Island.....RI	N								
41. South Carolina.....SC	L	12,466,811	12,348,477		9,131,359	11,207,595	6,552,605	1,177,287	
42. South Dakota.....SD	N								
43. Tennessee.....TN	L	8,634,835	8,751,029		5,723,694	5,690,797	2,934,976	813,832	
44. Texas.....TX	L	19,429,951	20,067,408		14,529,043	14,014,102	6,858,159	1,037,857	
45. Utah.....UT	N								
46. Vermont.....VT	N								
47. Virginia.....VA	L	2,117,152	1,636,705		807,727	1,256,938	612,428	125,467	
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. US Virgin Islands.....VI	N								
56. Northern Mariana Islands.....MP	N								
57. Canada.....CAN	N								
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
59. Totals.....(a) 19		283,964,437	283,964,754	0	186,063,480	195,119,691	106,757,001	28,479,318	0

DETAILS OF WRITE-INS

58001.....	XXX								
58002.....	XXX								
58003.....	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

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

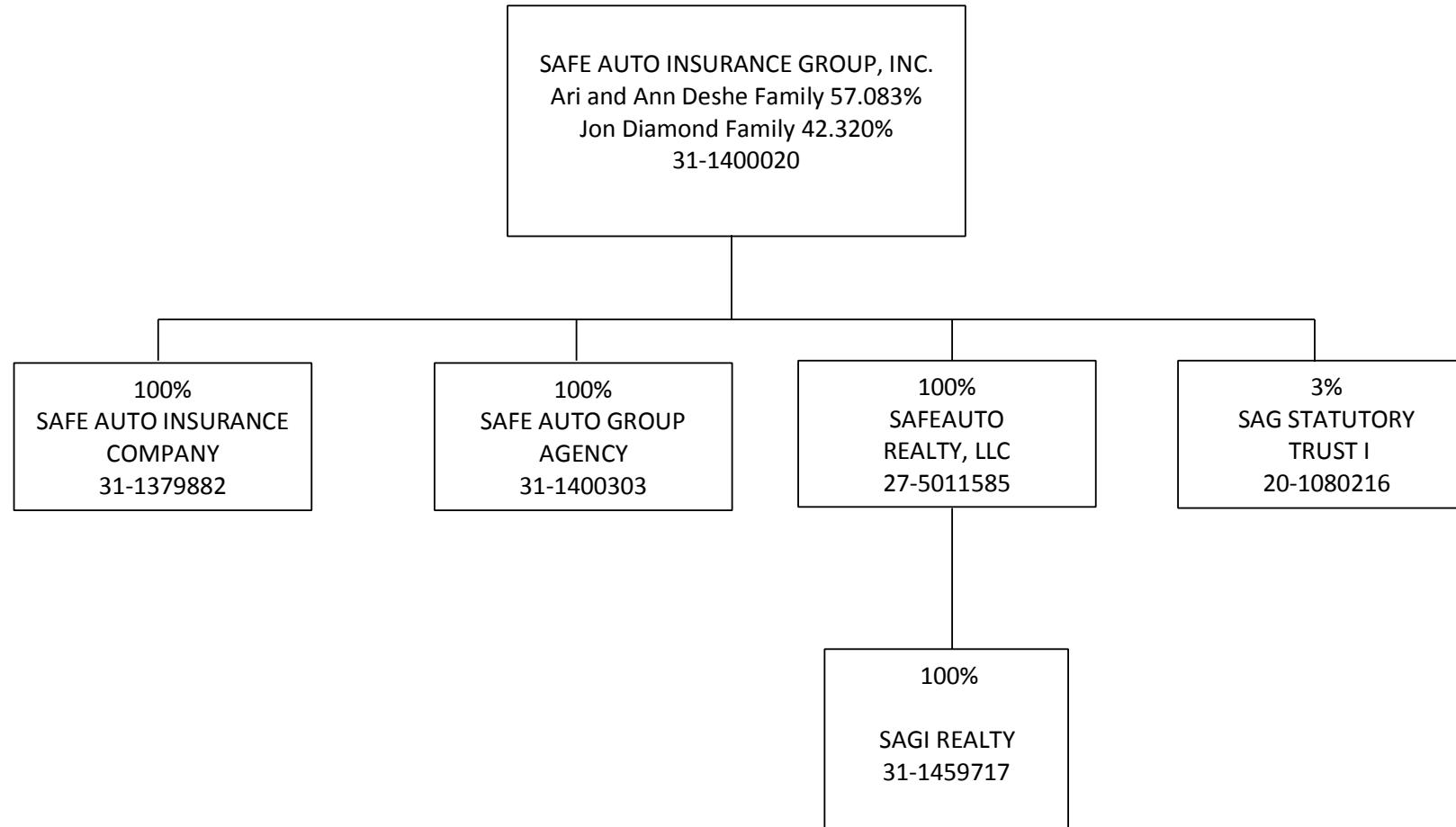
(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(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.

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

PART 1 – ORGANIZATIONAL CHART



2012 ALPHABETICAL INDEX -- PROPERTY & CASUALTY ANNUAL STATEMENT BLANK

Assets	2	Schedule P-Part 2G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	59
Cash Flow	5	Schedule P-Part 2H-Section 1-Other Liability-Occurrence	59
Exhibit of Capital Gains (Losses)	12	Schedule P-Part 2H-Section 2-Other Liability-Claims-Made	59
Exhibit of Net Investment Income	12	Schedule P-Part 2I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, Theft)	60
Exhibit of Nonadmitted Assets	13	Schedule P-Part 2J-Auto Physical Damage	60
Exhibit of Premiums and Losses (State Page)	19	Schedule P-Part 2K-Fidelity, Surety	60
Five-Year Historical Data	17	Schedule P-Part 2L-Other (Including Credit, Accident and Health)	60
General Interrogatories	15	Schedule P-Part 2M-International	60
Jurat Page	1	Schedule P-Part 2N-Reinsurance - Nonproportional Assumed Property	61
Liabilities, Surplus and Other Funds	3	Schedule P-Part 2O-Reinsurance - Nonproportional Assumed Liability	61
Notes To Financial Statements	14	Schedule P-Part 2P-Reinsurance - Nonproportional Assumed Financial Lines	61
Overflow Page For Write-ins	101	Schedule P-Part 2R-Section 1-Products Liability-Occurrence	62
Schedule A-Part 1	E01	Schedule P-Part 2R-Section 2-Products Liability-Claims-Made	62
Schedule A-Part 2	E02	Schedule P-Part 2S-Financial Guaranty/Mortgage Guaranty	62
Schedule A-Part 3	E03	Schedule P-Part 2T-Warranty	62
Schedule A-Verification Between Years	SI02	Schedule P-Part 3A-Homeowners/Farmowners	63
Schedule B-Part 1	E04	Schedule P-Part 3B-Private Passenger Auto Liability/Medical	63
Schedule B-Part 2	E05	Schedule P-Part 3C-Commercial Auto/Truck Liability/Medical	63
Schedule B-Part 3	E06	Schedule P-Part 3D-Workers' Compensation (Excluding Excess Workers Compensation)	63
Schedule B-Verification Between Years	SI02	Schedule P-Part 3E-Commercial Multiple Peril	63
Schedule BA-Part 1	E07	Schedule P-Part 3F-Section 1-Medical Professional Liability-Occurrence	64
Schedule BA-Part 2	E08	Schedule P-Part 3F-Section 2-Medical Professional Liability-Claims-Made	64
Schedule BA-Part 3	E09	Schedule P-Part 3G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	64
Schedule BA-Verification Between Years	SI03	Schedule P-Part 3H-Section 1-Other Liability-Occurrence	64
Schedule D-Part 1	E10	Schedule P-Part 3H-Section 2-Other Liability-Claims-Made	64
Schedule D-Part 1A-Section 1	SI05	Schedule P-Part 3I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, Theft)	65
Schedule D-Part 1A-Section 2	SI08	Schedule P-Part 3J-Auto Physical Damage	65
Schedule D-Part 2-Section 1	E11	Schedule P-Part 3K-Fidelity/Surety	65
Schedule D-Part 2-Section 2	E12	Schedule P-Part 3L-Other (Including Credit, Accident and Health)	65
Schedule D-Part 3	E13	Schedule P-Part 3M-International	65
Schedule D-Part 4	E14	Schedule P-Part 3N-Reinsurance - Nonproportional Assumed Property	66
Schedule D-Part 5	E15	Schedule P-Part 3O-Reinsurance - Nonproportional Assumed Liability	66
Schedule D-Part 6-Section 1	E16	Schedule P-Part 3P-Reinsurance - Nonproportional Assumed Financial Lines	66
Schedule D-Part 6-Section 2	E16	Schedule P-Part 3R-Section 1-Products Liability-Occurrence	67
Schedule D-Summary By Country	SI04	Schedule P-Part 3R-Section 2-Products Liability-Claims-Made	67
Schedule D-Verification Between Years	SI03	Schedule P-Part 3S-Financial Guaranty/Mortgage Guaranty	67
Schedule DA-Part 1	E17	Schedule P-Part 3T-Warranty	67
Schedule DA-Verification Between Years	SI10	Schedule P-Part 4A-Homeowners/Farmowners	68
Schedule DB-Part A-Section 1	E18	Schedule P-Part 4B-Private Passenger Auto Liability/Medical	68
Schedule DB-Part A-Section 2	E19	Schedule P-Part 4C-Commercial Auto/Truck Liability/Medical	68
Schedule DB-Part A-Verification Between Years	SI11	Schedule P-Part 4D-Workers' Compensation (Excluding Excess Workers Compensation)	68
Schedule DB-Part B-Section 1	E20	Schedule P-Part 4E-Commercial Multiple Peril	68
Schedule DB-Part B-Section 2	E21	Schedule P-Part 4F-Section 1-Medical Professional Liability-Occurrence	69
Schedule DB-Part B-Verification Between Years	SI11	Schedule P-Part 4F-Section 2-Medical Professional Liability-Claims-Made	69
Schedule DB-Part C-Section 1	SI12	Schedule P-Part 4G-Special Liability (Ocean Marine, Aircraft (All Perils), Boiler & Machinery)	69
Schedule DB-Part C-Section 2	SI13	Schedule P-Part 4H-Section 1-Other Liability-Occurrence	69
Schedule DB-Part D	E22	Schedule P-Part 4H-Section 2-Other Liability-Claims-Made	69
Schedule DB-Verification	SI14	Schedule P-Part 4I-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	70
Schedule DL-Part 1	E23	Schedule P-Part 4J-Auto Physical Damage	70
Schedule DL-Part 2	E24	Schedule P-Part 4K-Fidelity/Surety	70
Schedule E-Part 1-Cash	E25	Schedule P-Part 4L-Other (Including Credit, Accident and Health)	70
Schedule E-Part 2-Cash Equivalents	E26	Schedule P-Part 4M-International	70
Schedule E-Part 3-Special Deposits	E27	Schedule P-Part 4N-Reinsurance - Nonproportional Assumed Property	71
Schedule E-Verification Between Years	SI15	Schedule P-Part 4O-Reinsurance - Nonproportional Assumed Liability	71
Schedule F-Part 1	20	Schedule P-Part 4P-Reinsurance - Nonproportional Assumed Financial Lines	71
Schedule F-Part 2	21	Schedule P-Part 4R-Section 1-Products Liability-Occurrence	72
Schedule F-Part 3	22	Schedule P-Part 4R-Section 2-Products Liability-Claims-Made	72
Schedule F-Part 4	23	Schedule P-Part 4S-Financial Guaranty/Mortgage Guaranty	72
Schedule F-Part 5	24	Schedule P-Part 4T-Warranty	72
Schedule F-Part 6-Section 1	25	Schedule P-Part 5A-Homeowners/Farmowners	73
Schedule F-Part 6-Section 2	27	Schedule P-Part 5B-Private Passenger Auto Liability/Medical	74
Schedule F-Part 7	28	Schedule P-Part 5C-Commercial Auto/Truck Liability/Medical	75
Schedule F-Part 8	29	Schedule P-Part 5D-Workers' Compensation (Excluding Excess Workers Compensation)	76
Schedule F-Part 9	30	Schedule P-Part 5E-Commercial Multiple Peril	77
Schedule H-Accident and Health Exhibit-Part 1	31	Schedule P-Part 5F-Medical Professional Liability-Claims-Made	79
Schedule H-Part 2, Part 3 and Part 4	32	Schedule P-Part 5F-Medical Professional Liability-Occurrence	78
Schedule H-Part 5-Health Claims	33	Schedule P-Part 5H-Other Liability-Claims-Made	81
Schedule P-Part 1-Summary	34	Schedule P-Part 5H-Other Liability-Occurrence	80
Schedule P-Part 1A-Homeowners/Farmowners	36	Schedule P-Part 5R-Products Liability-Claims-Made	83
Schedule P-Part 1B-Private Passenger Auto Liability/Medical	37	Schedule P-Part 5R-Products Liability-Occurrence	82
Schedule P-Part 1C-Commercial Auto/Truck Liability/Medical	38	Schedule P-Part 5T-Warranty	84
Schedule P-Part 1D-Workers' Compensation (Excluding Excess Workers Compensation)	39	Schedule P-Part 6C-Commercial Auto/Truck Liability/Medical	85
Schedule P-Part 1E-Commercial Multiple Peril	40	Schedule P-Part 6D-Workers' Compensation (Excluding Excess Workers Compensation)	85
Schedule P-Part 1F-Section 1-Medical Professional Liability-Occurrence	41	Schedule P-Part 6E-Commercial Multiple Peril	86
Schedule P-Part 1F-Section 2-Medical Professional Liability-Claims-Made	42	Schedule P-Part 6H-Other Liability-Claims-Made	87
Schedule P-Part 1G-Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler & Machinery)	43	Schedule P-Part 6H-Other Liability-Occurrence	86
Schedule P-Part 1H-Section 1-Other Liability-Occurrence	44	Schedule P-Part 6M-International	87
Schedule P-Part 1H-Section 2-Other Liability-Claims-Made	45	Schedule P-Part 6N-Reinsurance - Nonproportional Assumed Property	88
Schedule P-Part 1H-Spec. Prop. (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	46	Schedule P-Part 6O-Reinsurance - Nonproportional Assumed Liability	88
Schedule P-Part 1J-Auto Physical Damage	47	Schedule P-Part 6R-Products Liability-Claims-Made	89
Schedule P-Part 1K-Fidelity/Surety	48	Schedule P-Part 6R-Products Liability-Occurrence	89
Schedule P-Part 1L-Other (Including Credit, Accident and Health)	49	Schedule P-Part 7A-Primary Loss Sensitive Contracts	90
Schedule P-Part 1M-International	50	Schedule P-Part 7B-Reinsurance Loss Sensitive Contracts	92
Schedule P-Part 1N-Reinsurance - Nonproportional Assumed Property	51	Schedule P Interrogatories	94
Schedule P-Part 1O-Reinsurance - Nonproportional Assumed Liability	52	Schedule T-Exhibit of Premiums Written	95
Schedule P-Part 1P-Reinsurance - Nonproportional Assumed Financial Lines	53	Schedule T-Part 2-Interstate Compact	96
Schedule P-Part 1R-Section 1-Products Liability-Occurrence	54	Schedule Y-Information Concerning Activities of Insurer Members of a Holding Company Group	97
Schedule P-Part 1R-Section 2-Products Liability-Claims-Made	55	Schedule Y-Detail of Insurance Holding Company System	98
Schedule P-Part 1S-Financial Guaranty/Mortgage Guaranty	56	Schedule Y-Part 2-Summary of Insurer's Transactions With Any Affiliates	99
Schedule P-Part 1T-Warranty	57	Statement of Income	4
Schedule P-Part 2, Part 3 and Part 4 - Summary	35	Summary Investment Schedule	SI01
Schedule P-Part 2A-Homeowners/Farmowners	58	Supplemental Exhibits and Schedules Interrogatories	100
Schedule P-Part 2B-Private Passenger Auto Liability/Medical	58	Underwriting and Investment Exhibit Part 1	6
Schedule P-Part 2C-Commercial Auto/Truck Liability/Medical	58	Underwriting and Investment Exhibit Part 1A	7
Schedule P-Part 2D-Workers' Compensation (Excluding Excess Workers Compensation)	58	Underwriting and Investment Exhibit Part 1B	8
Schedule P-Part 2E-Commercial Multiple Peril	58	Underwriting and Investment Exhibit Part 2	9
Schedule P-Part 2F-Section 1-Medical Professional Liability-Occurrence	59	Underwriting and Investment Exhibit Part 2A	10
Schedule P-Part 2F-Section 2-Medical Professional Liability-Claims-Made	59	Underwriting and Investment Exhibit Part 3	11