



ANNUAL STATEMENT

For the Year Ending December 31, 2012

OF THE CONDITION AND AFFAIRS OF THE

OHIC Insurance Company

NAIC Group Code 0831 , 0831 NAIC Company Code 35602 Employer's ID Number 31-0926059
(current period) (prior period)

Organized under the Laws of Ohio , State of Domicile or Port of Entry Ohio

Country of Domicile UNITED STATES OF AMERICA

Incorporated/Organized 02/09/1978 Commenced Business 03/01/1978

Statutory Home Office 155 E BROAD STREET, 4TH FLOOR , COLUMBUS, OH, 43215-3614
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 185 GREENWOOD ROAD
(Street and Number)

NAPA, CA, 94558 (707)226-0100
(City or Town, State, Country and Zip Code) (Area Code)(Telephone Number)

Mail Address PO BOX 2900 , NAPA, CA, 94558
(Street and Number) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 185 GREENWOOD ROAD
(Street and Number)

NAPA, CA, 94558 (707)226-0100
(City or Town, State, Country and Zip Code) (Area Code)(Telephone Number)

Internet Website Address www.thedoctors.com

Statutory Statement Contact DOUGLAS CHARLES WILL (707)226-0100
(Name) (Area Code)(Telephone Number)

statefilingOHIC@thedoctors.com (707)226-0180
(E-Mail Address) (Fax Number)

OFFICERS

Name	Title
RICHARD ELLIOTT ANDERSON MD	PRESIDENT, CHIEF EXECUTIVE OFFICER
THOMAS GEORGE LUFFY	TREASURER
DAVID ARMAND MCHALE	SECRETARY

OTHERS

DAVID GERARD PREIMESBERGER, CHIEF FINANCIAL OFFICER	DARRELL BLAIR RANUM, REGIONAL VICE PRESIDENT
ROBERT DAVID FRANCIS, CHIEF OPERATING OFFICER	DOUGLAS CHARLES WILL, VICE PRESIDENT
THOMAS GEORGE LUFFY, VICE PRESIDENT	MICHAEL YACOB, SENIOR VICE PRESIDENT
DOUGLAS WILLIAM BOLTZ, ASSISTANT VICE PRESIDENT	

DIRECTORS OR TRUSTEES

RICHARD ELLIOTT ANDERSON MD	ROBERT DAVID FRANCIS
DENNIS BRYAN LAWTON PhD	DAVID ARMAND MCHALE
DAVID GERARD PREIMESBERGER	

State of California

County of NAPA ss

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

<small>(Signature)</small> ROBERT DAVID FRANCIS <small>(Printed Name)</small> 1. CHIEF OPERATING OFFICER <small>(Title)</small>	<small>(Signature)</small> DAVID ARMAND MCHALE <small>(Printed Name)</small> 2. SECRETARY <small>(Title)</small>	<small>(Signature)</small> DAVID GERARD PREIMESBERGER <small>(Printed Name)</small> 3. CHIEF FINANCIAL OFFICER <small>(Title)</small>
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Subscribed and sworn to before me this _____ day of _____ 2013, by Robert David Francis, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Armand McHale, proved to me on the basis of satisfactory evidence to be the person who appeared before me, and David Gerard Preimesberger, proved to me on the basis of satisfactory evidence to be the person who appeared before me.

(Notary Public Signature)

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

b. If no: 1. State the amendment number 0
 2. Date filed _____
 3. Number of pages attached 0

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)	79,681,033		79,681,033	100,679,591
2. Stocks (Schedule D)				
2.1 Preferred stocks				
2.2 Common Stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances)				
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)				
5. Cash (\$.....4,220,719 Schedule E Part 1), cash equivalents (\$.....0 Schedule E Part 2) and short-term investments (\$.....1,189,893 Schedule DA)	5,410,612		5,410,612	4,343,080
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities	2,200,000		2,200,000	465,864
10. Securities Lending Reinvested Collateral Assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	87,291,645		87,291,645	105,488,535
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	837,562		837,562	1,045,320
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection				395,656
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums)				415,068
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	696,281		696,281	1,186,658
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts	2,196,970		2,196,970	
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	11,969,173		11,969,173	
18.2 Net deferred tax asset	1,519,276	994,276	525,000	1,746,162
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$.....0)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	2,543		2,543	
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	841		841	289,033
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	104,514,290	994,276	103,520,014	110,566,432
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	104,514,290	994,276	103,520,014	110,566,432
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Miscellaneous Assets	841		841	289,033
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	841		841	289,033

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	36,418,554	21,795,340
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)	20,859,710	6,271,867
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	258,144	452,735
6. Taxes, licenses and fees (excluding federal and foreign income taxes)		83,901
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses))		649,647
7.2 Net deferred tax liability		
8. Borrowed money \$.....0 and interest thereon \$.....0		
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)		1,101,978
10. Advance premiums		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	375,607	1,767,801
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	19,094,354	33,355,205
14. Amounts withheld or retained by company for account of others	892	
15. Remittances and items not allocated		
16. Provision for reinsurance (including (\$.....0 certified)) (Schedule F, Part 8)	99,671	17,221
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	225,406	285,047
20. Derivatives		
21. Payable for securities		
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		5,539
26. TOTAL Liabilities excluding protected cell liabilities (Lines 1 through 25)	77,332,339	65,786,281
27. Protected cell liabilities		
28. TOTAL Liabilities (Lines 26 and 27)	77,332,339	65,786,281
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	3,591,990	3,591,990
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus	58,000,000	32,734,144
35. Unassigned funds (surplus)	(35,404,314)	8,454,017
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 30 \$.....0)		
36.2 .....0 shares preferred (value included in Line 31 \$.....0)		
37. Surplus as regards policyholders (Lines 29 to 35, minus 36) (Page 4, Line 39)	26,187,676	44,780,151
38. TOTALS (Page 2, Line 28, Column 3)	103,520,014	110,566,432
DETAILS OF WRITE-INS		
2501. Misc. Liability		5,539
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)		5,539
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	2,695,538	756,573
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7)	16,927,233	(8,193,629)
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	18,071,420	4,913,372
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	1,216,497	4,222,548
5. Aggregate write-ins for underwriting deductions		
6. TOTAL Underwriting Deductions (Lines 2 through 5)	36,215,151	942,291
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(33,519,613)	(185,718)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	3,375,402	6,250,142
10. Net realized capital gains (losses) less capital gains tax of \$.....705,271 (Exhibit of Capital Gains (Losses))	1,309,790	3,000,607
11. Net investment gain or (loss) (Lines 9 + 10)	4,685,192	9,250,749
OTHER INCOME		
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0)		
13. Finance and service charges not included in premiums		
14. Aggregate write-ins for miscellaneous income	(1,210,912)	(1,615,451)
15. TOTAL Other Income (Lines 12 through 14)	(1,210,912)	(1,615,451)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(30,045,333)	7,449,580
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)	(30,045,333)	7,449,580
19. Federal and foreign income taxes incurred	(12,756,470)	(948,477)
20. Net income (Line 18 minus Line 19) (to Line 22)	(17,288,863)	8,398,057
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	44,780,151	102,769,207
22. Net income (from Line 20)	(17,288,863)	8,398,057
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0		
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	(1,332,099)	(2,595,568)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets Line 28, Column 3)	(835,229)	5,101,613
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(82,450)	1,106,841
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles	946,166	
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	25,265,856	(25,265,856)
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders	(25,265,856)	(44,734,144)
36. Change in treasury stock (Page 3, Line 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(18,592,475)	(57,989,056)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	26,187,676	44,780,151
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)		
1401. Interest on FWA	(1,210,912)	(1,615,707)
1402. Misc Income		256
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(1,210,912)	(1,615,451)
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Lines 37 above)		

CASH FLOW

		1	2
		Current Year	Prior Year
Cash from Operations			
1.	Premiums collected net of reinsurance	(1,184,880)	(2,711,058)
2.	Net investment income	4,306,378	8,245,090
3.	Miscellaneous income	(1,210,912)	(1,615,451)
4.	Total (Lines 1 through 3)	1,910,586	3,918,582
5.	Benefit and loss related payments	1,813,642	(6,429,823)
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	4,978,567	10,949,745
8.	Dividends paid to policyholders		
9.	Federal and foreign income taxes paid (recovered) net of \$.....705,271 tax on capital gains (losses)	567,621	10,229,505
10.	Total (Lines 5 through 9)	7,359,830	14,749,427
11.	Net cash from operations (Line 4 minus Line 10)	(5,449,243)	(10,830,845)
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds	50,868,737	157,660,383
12.2	Stocks		
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		
12.7	Miscellaneous proceeds	0	
12.8	Total investment proceeds (Lines 12.1 to 12.7)	50,868,737	157,660,383
13.	Cost of investments acquired (long-term only):		
13.1	Bonds	28,578,336	73,822,030
13.2	Stocks		
13.3	Mortgage loans		
13.4	Real estate		
13.5	Other invested assets		
13.6	Miscellaneous applications	1,734,136	465,864
13.7	Total investments acquired (Lines 13.1 to 13.6)	30,312,472	74,287,894
14.	Net increase (decrease) in contract loans and premium notes		
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	20,556,265	83,372,489
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	25,265,856	(25,265,856)
16.3	Borrowed funds		
16.4	Net deposits on deposit-type contracts and other insurance liabilities		
16.5	Dividends to stockholders	25,265,856	54,334,144
16.6	Other cash provided (applied)	(14,039,491)	3,077,762
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(14,039,491)	(76,522,238)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	1,067,531	(3,980,594)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year	4,343,080	8,323,674
19.2	End of year (Line 18 plus Line 19.1)	5,410,612	4,343,080

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

	1	2	3	4
Line of Business	Net Premiums Written Per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Column 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Column 5, Part 1A	Premiums Earned During Year (Columns 1 + 2 - 3)
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability - occurrence	(78,381)	85,757		7,377
11.2 Medical professional liability - claims-made	1,671,940	1,016,221		2,688,161
12. Earthquake				
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability - occurrence				
17.2 Other liability - claims-made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability - claims-made				
19.1 19.2 Private passenger auto liability				
19.3 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance-Nonproportional Assumed Property				
32. Reinsurance-Nonproportional Assumed Liability				
33. Reinsurance-Nonproportional Assumed Financial Lines				
34. Aggregate write-ins for other lines of business				
35. TOTALS	1,593,559	1,101,978		2,695,538
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)				

UNDERWRITING AND INVESTMENT EXHIBIT PART 1A - RECAPITULATION OF ALL PREMIUMS

	1 Amount Unearned (Running One Year or Less From Date of Policy) (a)	2 Amount Unearned (Running More Than One Year From Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve For Unearned Premiums Columns 1 + 2 + 3 + 4
Line of Business					
1. Fire					
2. Allied lines					
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril					
6. Mortgage guaranty					
8. Ocean marine					
9. Inland marine					
10. Financial guaranty					
11.1 Medical professional liability - occurrence					
11.2 Medical professional liability - claims-made					
12. Earthquake					
13. Group accident and health					
14. Credit accident and health (group and individual)					
15. Other accident and health					
16. Workers' compensation					
17.1 Other liability - occurrence					
17.2 Other liability - claims-made					
17.3 Excess Workers' Compensation					
18.1 Products liability - occurrence					
18.2 Products liability - claims-made					
19.1 19.2 Private passenger auto liability					
19.3 19.4 Commercial auto liability					
21. Auto physical damage					
22. Aircraft (all perils)					
23. Fidelity					
24. Surety					
26. Burglary and theft					
27. Boiler and machinery					
28. Credit					
29. International					
30. Warranty					
31. Reinsurance-Nonproportional Assumed Property					
32. Reinsurance-Nonproportional Assumed Liability					
33. Reinsurance-Nonproportional Assumed Financial Lines					
34. Aggregate write-ins for other lines of business					
35. TOTALS					
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Line 35 through Line 37)					
DETAILS OF WRITE-INS					
3401.					
3402.					
3403.					
3498. Summary of remaining write-ins for Line 34 from overflow page					
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)					

NONE

(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 Columns 1+2+3-4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine						
10. Financial guaranty						
11.1 Medical professional liability - occurrence				62,264	16,117	(78,381)
11.2 Medical professional liability - claims-made	(2,577)			765,589	(2,440,105)	1,671,940
12. Earthquake						
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence						
17.2 Other liability - claims-made						
17.3 Excess Workers' Compensation						
18.1 Products liability - occurrence						
18.2 Products liability - claims-made						
19.1 19.2 Private passenger auto liability						
19.3 19.4 Commercial auto liability						
21. Auto physical damage						
22. Aircraft (all perils)						
23. Fidelity						
24. Surety						
26. Burglary and theft						
27. Boiler and machinery						
28. Credit						
29. International						
30. Warranty						
31. Reinsurance-Nonproportional Assumed Property	X X X					
32. Reinsurance-Nonproportional Assumed Liability	X X X					
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X					
34. Aggregate write-ins for other lines of business						
35. TOTALS	(2,577)			827,852	(2,423,988)	1,593,559
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)						

(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, Column 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Columns 4 + 5 - 6)	8 Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 + 2 - 3)				
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine								
10. Financial guaranty								
11.1 Medical professional liability - occurrence	3,960,000		2,697,980	1,262,020	33,118,195	17,970,845	16,409,370	222,447.15
11.2 Medical professional liability - claims-made	1,235,000		193,000	1,042,000	3,150,359	3,674,495	517,863	19.26
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence								
17.2 Other liability - claims-made					150,000	150,000		
17.3 Excess Workers' Compensation								
18.1 Products liability - occurrence								
18.2 Products liability - claims made								
19.1 19.2 Private passenger auto liability								
19.3 19.4 Commercial auto liability								
21. Auto physical damage								
22. Aircraft (all perils)								
23. Fidelity								
24. Surety								
26. Burglary and theft								
27. Boiler and machinery								
28. Credit								
29. International								
30. Warranty								
31. Reinsurance-Nonproportional Assumed Property	X X X							
32. Reinsurance-Nonproportional Assumed Liability	X X X							
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X							
34. Aggregate write-ins for other lines of business								
35. TOTALS	5,195,000		2,890,980	2,304,020	36,418,554	21,795,340	16,927,233	627.97
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)								

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 (Columns 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 (Columns 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire									
2. Allied Lines									
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril									
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine									
10. Financial guaranty									
11.1 Medical professional liability - occurrence	32,055,151		14,075,230	17,979,921	22,003,588		6,865,315	33,118,195	19,254,712
11.2 Medical professional liability - claims-made	5,516,110		3,761,881	1,754,229	4,037,871		2,641,742	3,150,359	1,559,161
12. Earthquake									
13. Group accident & health								(a)	
14. Credit accident & health (group & individual)								(a)	
15. Other accident & health									
16. Workers' compensation									
17.1 Other liability - occurrence									
17.2 Other liability - claims-made	150,000			150,000				150,000	45,837
17.3 Excess Workers' Compensation									
18.1 Products liability - occurrence									
18.2 Products liability - claims-made									
19.1 19.2 Private passenger auto liability									
19.3 19.4 Commercial auto liability									
21. Auto physical damage									
22. Aircraft (all perils)									
23. Fidelity									
24. Surety									
26. Burglary and theft									
27. Boiler and machinery									
28. Credit									
29. International									
30. Warranty									
31. Reinsurance-Nonproportional Assumed Property	X X X				X X X				
32. Reinsurance-Nonproportional Assumed Liability	X X X				X X X				
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X				X X X				
34. Aggregate write-ins for other lines of business									
35. TOTALS	37,721,261		17,837,110	19,884,151	26,041,460		9,507,056	36,418,554	20,859,710
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)									

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	14,985,968			14,985,968
1.2 Reinsurance assumed				
1.3 Reinsurance ceded	(999,597)			(999,597)
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	15,985,565			15,985,565
2. Commission and brokerage:				
2.1 Direct, excluding contingent		68,269		68,269
2.2 Reinsurance assumed, excluding contingent				
2.3 Reinsurance ceded, excluding contingent		123,211		123,211
2.4 Contingent - direct				
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		(54,942)		(54,942)
3. Allowances to manager and agents				
4. Advertising		52,968		52,968
5. Boards, bureaus and associations	7,069	3,723	238	11,029
6. Surveys and underwriting reports	1,095	577	37	1,708
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	1,367,702	720,358	45,980	2,134,041
8.2 Payroll taxes				
9. Employee relations and welfare	215,554	113,531	7,247	336,331
10. Insurance	9,053	4,768	304	14,125
11. Directors' fees				
12. Travel and travel items	100,157	52,752	3,367	156,276
13. Rent and rent items	80,306	42,297	2,700	125,303
14. Equipment	96,615	50,886	3,248	150,749
15. Cost or depreciation of EDP equipment and software	52,345	27,570	1,760	81,675
16. Printing and stationery	33,971	17,892	1,142	53,005
17. Postage, telephone and telegraph, exchange and express	41,030	21,610	1,379	64,020
18. Legal and auditing	71,094	26,909	1,718	99,721
19. TOTALS (Lines 3 to 18)	2,075,991	1,135,841	69,120	3,280,952
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0		6,394		6,394
20.2 Insurance department licenses and fees		86,882		86,882
20.3 Gross guaranty association assessments				
20.4 All other (excluding federal and foreign income and real estate)	(133,618)	(70,376)	(4,492)	(208,486)
20.5 TOTAL taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	(133,618)	22,900	(4,492)	(115,210)
21. Real estate expenses				
22. Real estate taxes	2,403	1,265	81	3,749
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	141,080	111,432	134,733	387,245
25. TOTAL expenses incurred	18,071,420	1,216,497	199,441	(a) 19,487,359
26. Less unpaid expenses - current year	20,859,710	258,144		21,117,855
27. Add unpaid expenses - prior year	6,271,867	536,635		6,808,503
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	3,483,578	1,494,988	199,441	5,178,007
DETAILS OF WRITE-INS				
2401. Miscellaneous Exp	63,237	70,432		133,669
2402. Consulting Fees	77,844	41,000	2,617	121,460
2403. Investments			132,116	132,116
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)	141,080	111,432	134,733	387,245

(a) Includes management fees of \$.....2,489,653 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) 215,465	208,894
1.1 Bonds exempt from U.S. tax	(a) 1,566,215	1,512,986
1.2 Other bonds (unaffiliated)	(a) 1,993,210	1,845,252
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 286	286
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income	7,425	7,425
10. Total gross investment income	3,782,601	3,574,843
11. Investment expenses		(g) 199,441
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)
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		199,441
17. Net Investment income (Line 10 minus Line 16)		3,375,402
DETAILS OF WRITE-INS		
0901. Other Investment Income	7,425	7,425
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)	7,425	7,425
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15, above)		

- (a) Includes \$ 30,937 accrual of discount less \$ 754,153 amortization of premium and less \$ 67,580 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 \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 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 \$ 0 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	69,427		69,427		
1.1 Bonds exempt from U.S. tax	411,268		411,268		
1.2 Other bonds (unaffiliated)	1,534,366		1,534,366		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	2,015,061		2,015,061		
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)					

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Invested income due and accrued			
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection			
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset	994,276	159,047	(835,229)
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets			
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets			
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	994,276	159,047	(835,229)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	994,276	159,047	(835,229)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)			

Notes to Financial Statements

1. Summary of Significant Accounting Policies

Accounting Practices

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

The State of Ohio requires insurance companies domiciled in the State of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* (NAIC SAP) subject to any deviations prescribed or permitted by the Ohio Insurance Department. OHIC has no prescribed or permitted practices exceptions.

- B. Use of Estimates in the Preparation of the Financial Statements

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

- C. Accounting Policies

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income earned consists primarily in interest, dividends and rent income less investment related expense. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Net realized capital gains (losses) are recognized on a first in first out basis when sold, redeemed or otherwise disposed. Realized capital losses include write-downs for impairments considered to be other than temporary.

Real estate investments are classified in the balance sheet as properties occupied by the company, properties held for the production of income and properties held for sale. Properties occupied by the company and properties held for the production of income are carried at depreciated cost less encumbrances. Properties held for sale are carried at the lower of depreciated cost or fair value less estimated cost to sell. This value would also be net of any encumbrance. The fair values of properties held for the production of income and held for sale are based upon quoted market prices, if available. If quoted market prices are unavailable, fair values are based upon market appraisals performed every five years using certified valuation techniques. Fair values of properties occupied by the company will be measured only if circumstances indicate that the financial condition of the Company is in question.

In addition, the Company adheres to the following accounting policies:

1. Short-term investments are stated at amortized value using the interest method. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.
2. Investment grade bonds not backed by other loans are stated at amortized value using the interest method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value.
3. Common stocks, other than investments in stocks of subsidiaries and affiliates, are stated at fair value.
4. Investment grade redeemable preferred stocks are stated at amortized value. Investment grade Perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized value or fair value.
5. First lien mortgage loans on real estate are stated at their estimated fair value. See Note 5A.
6. Investment grade loan-backed and structured securities are generally stated at amortized value. The retrospective adjustment method is used to determine amortized value for all loan-backed securities. Non-investment grade loan-backed securities with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value. Loan-backed securities, within the scope of SSAP 43R, with a recognized other-than-temporary impairment are identified in Note 5D.
7. Investments in subsidiary and affiliated companies are stated as follows:

None
8. Investments in joint ventures, most partnerships and limited liability companies are stated at the underlying audited GAAP equity value

Notes to Financial Statements

9. The Company does not hold investments in derivative instruments as defined by SSAP No. 31.
10. The Company does not anticipate investment income as a factor in premium deficiency calculations.
11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability is continually reviewed and any adjustments are reflected in the period determined.
12. As of January 1, 2011, the capitalization threshold for all fixed assets including computers was set to \$10,000.
13. The Company has no pharmaceutical rebate receivables.

2. Accounting Changes and Correction of Errors

A. Accounting Changes and Correction of Errors

The Company adopted the provisions of SSAP 101 *Income Taxes A Replacement of SSAP10R and SSAP 10*, effective January 1, 2012. SSAP 101 provides new requirements for tax loss contingencies and the calculation and admissibility of deferred tax assets. The difference between the recalculated amounts as of January 1, 2012, and the amount actually reported in the prior year financial statements is treated as a change in accounting principle in accordance with *SSAP 3 Accounting Changes and Corrections of Errors*. The cumulative effect of this change in accounting principle resulted in a \$946,166 increase in unassigned funds as of January 1, 2012.

3. Business Combinations and Goodwill

A. Statutory Purchase Method:

None

B. Statutory Mergers:

None

C. Impairment losses on the transactions described above.

None

4. Discontinued Operations

A. None

5. Investments

A. Mortgage Loans

None

B. Troubled Debt Restructuring for Creditors

None

C. Reverse Mortgages

None

D. Loan-backed Securities

1. Prepayment assumptions for loan-backed and structured securities were obtained from our investment software vendor through an independent third-party source.

2. The Company has no securities within the scope of SSAP No. 43R with a recognized other-than-temporary impairment

Notes to Financial Statements

3. Security with a recognized other-than-temporary impairment, currently held by the reporting entity, as the present value of cash flows expected to be collected is less than the amortized cost basis of the securities

None.

4. The Company has the following securities with fair value less than amortized cost for which an other-than-temporary impairment has not been recognized in earnings as realized loss.

Description	Amount
a. The aggregate amount of unrealized losses	
1. Less than 12 Months	67,839
2. 12 Months or Longer	992
b. The aggregate related fair value of securities with unrealized losses	
1. Less than 12 Months	4,650,275
2. 12 Months or Longer	184,889

5. All loan-backed and structured securities in an unrealized loss position were reviewed to determine whether other-than-temporary impairments should be recognized. The Company considers various factors when determining other-than-temporary impairment, including: Intent or requirement to sell the security, length of time the security has been in a continuous unrealized loss position, depth of amortized value compared to fair value, and expected redemption percentage. The Company asserts that it has the intent and ability to hold these securities long enough to all the cost basis of the securities to be recovered. It is possible that the Company could recognize other-than-temporary impairments in the future on some of the securities if future events, information and the passage of time cause it to conclude that declines in value are other-than-temporary.

- E. Repurchase Agreements and or Securities Lending Transactions

None

- F. Real Estate

None

- G. Low Income Housing Tax Credits (LIHTC)

None

6. Joint Ventures, Partnerships and Limited Liability Corporations

- A. Detail for those greater than 10% of Admitted Assets

None

- B. Writedowns for Impairments

None

7. Investment Income

- A. Accrued Investment Income

The Company non-admits investment income due and accrued if amounts are over 90 days past due, (180 days for mortgage loans or amounts on mortgage loans in default).

- B. Amounts Nonadmitted

None

8. Derivative Instruments

None

Notes to Financial Statements

9. Income Taxes

A. Deferred Tax Asset/(Liability)

1. Components of the Deferred Tax Asset (DTA) and the Deferred Tax Liability (DTL)

	12/31/2012			12/31/2011			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total	Ordinary	Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$ 1,536,974	\$ -	\$ 1,536,974	\$ 2,886,164	\$ -	\$ 2,886,164	\$ (1,349,190)	\$ -	\$ (1,349,190)
(b) Statutory Valuation Allowance Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 1,536,974	\$ -	\$ 1,536,974	\$ 2,886,164	\$ -	\$ 2,886,164	\$ (1,349,190)	\$ -	\$ (1,349,190)
(d).1 Deferred Tax Assets Nonadmitted	\$ 994,276	\$ -	\$ 994,276	\$ 159,047	\$ -	\$ 159,047	\$ 835,229	\$ -	\$ 835,229
(d).2 Cumulative effect of change in accounting principle	\$ -	\$ -	\$ -	\$ 946,166	\$ -	\$ 946,166	\$ (946,166)	\$ -	\$ (946,166)
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 542,698	\$ -	\$ 542,698	\$ 1,780,951	\$ -	\$ 1,780,951	\$ (1,238,253)	\$ -	\$ (1,238,253)
(f) Deferred Tax Liabilities	\$ 17,698	\$ -	\$ 17,698	\$ 34,789	\$ -	\$ 34,789	\$ (17,091)	\$ -	\$ (17,091)
(g) Net Admitted Deferred Tax Assets/(Net Deferred Tax Liability) (1e - 1f)	\$ 525,000	\$ -	\$ 525,000	\$ 1,746,162	\$ -	\$ 1,746,162	\$ (1,221,162)	\$ -	\$ (1,221,162)

2. Admission Calculation Components SSAP No. 101

	12/31/2012			12/31/2011			Change		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total	Ordinary	Capital	(Col 7+8) Total
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ 510,859	\$ -	\$ 510,859	\$ 1,746,162	\$ -	\$ 1,746,162	\$ (1,235,303)	\$ -	\$ (1,235,303)
(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)	\$ 14,141	\$ -	\$ 14,141	\$ -	\$ -	\$ -	\$ 14,141	\$ -	\$ 14,141
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	\$ 14,141	\$ -	\$ 14,141	\$ -	\$ -	\$ -	\$ 14,141	\$ -	\$ 14,141
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	\$ 1,381,294	XXX	XXX	\$ 1,780,951	XXX	XXX	\$ (399,657)
(c) Adjusted gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities	\$ 17,698	\$ -	\$ 17,698	\$ 34,789	\$ -	\$ 34,789	\$ (17,091)	\$ -	\$ (17,091)
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 542,698	\$ -	\$ 542,698	\$ 1,780,951	\$ -	\$ 1,780,951	\$ (1,238,253)	\$ -	\$ (1,238,253)

3. Other Admissibility Criteria

	2012	2011
(a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount	425%	1149%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above	\$ 25,644,888	\$ 43,033,989

4. Impact of Tax Planning Strategies

None

B. Deferred Tax Liabilities Not Recognized

None

Notes to Financial Statements

C. Current and Deferred Income Taxes

	(1) 12/31/2012	(2) 12/31/2011	(3) (Col 1-2) Change
1. Current Income Tax			
(a) Federal	\$(12,756,470)	\$ (948,477)	\$ (11,807,993)
(c) Subtotal	\$(12,756,470)	\$ (948,477)	\$ (11,807,993)
(d) Federal income tax on net capital gains	\$ 705,271	\$ 1,615,711	\$ (910,440)
(g) Federal & foreign income tax incurred	\$ (12,051,199)	\$ 667,234	\$ (12,718,433)
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 1,019,869	\$ 756,642	\$ 263,227
(2) Unearned premium reserve	\$ -	\$ 77,139	\$ (77,139)
(11) Net operating Loss carry-forward	\$ 492,182	\$ 1,934,213	\$ (1,442,031)
(12) Tax credit carry-forward	\$ -	\$ -	\$ -
(13) Other [<5% of total ord tax asset]	\$ 24,923	\$ 118,170	\$ (93,247)
(99) Subtotal	\$ 1,536,974	\$ 2,886,164	\$ (1,349,190)
(b) Statutory valuation allowance adjustment	\$ -	\$ -	\$ -
(c) Nonadmitted	\$ 994,276	\$ 1,105,213	\$ (110,937)
(d) Admitted ordinary deferred tax asset [2a99 - 2b - 2c]	\$ 542,698	\$ 1,780,951	\$ (1,238,253)
(h) Admitted capital deferred tax asset [2e99 - 2f - 2g]	\$ -	\$ -	\$ -
(i) Admitted deferred tax asset [2d + 2h]	\$ 542,698	\$ 1,780,951	\$ (1,238,253)
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	\$ 17,698	\$ 34,789	\$ (17,091)
(99) Subtotal	\$ 17,698	\$ 34,789	\$ (17,091)
(c) Deferred Tax Liabilities [3a99 + 3b99]	\$ 17,698	\$ 34,789	\$ (17,091)
4. Net Deferred Tax Asset / Liabilities: [2i - 3c]	\$ 525,000	\$ 1,746,162	\$ (1,221,162)

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

The significant items that cause the difference between statutory federal income tax rate of 35% and the Company's effective income tax rate are as follows:

	12/31/2012	Effective Tax Rate
Provision Computed at Statutory Rate	(10,269,022)	35%
Increase/(Decrease) in taxes resulting from:		
Tax-exempt Interest	(450,113)	2%
Loss and LAE Reserves	263,228	-1%
Accrued Market Discount	17,091	0%
Unearned Premium Reserves	(77,138)	0%
OTTI	0	0%
Capital Gains	0	0%
Net Operating Loss	(1,442,032)	5%
Other	(93,213)	0%
Total Current Provision	(12,051,199)	41%

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

1. At December 30, 2012, the Company had the following unused loss carryforwards available to offset against future taxable income.

Net operating loss carryforward	\$ 1,406,234
Capital loss carryforward	\$ -
AMT credit carryforward of	\$ -

2. The following is income tax expense for 2012 and 2011 that is available for recoupment in the event of future net losses.

Year	Amount
2012	\$ -
2011	\$ 567,621

F. Consolidated Federal Income Tax Return

1. The Company's Federal Income Tax Return is consolidated with The Doctors Company and its other subsidiaries. See Schedule Y for a complete list of the entities with which the Federal Tax Return is consolidated for the current year.

Notes to Financial Statements

2. The method of allocation between the companies is subject to a written agreement approved by the Board of Directors. Tax payments are made to, or refunds received from TDC in amounts which would result from filing separate tax returns with federal taxing authorities.

G. Federal or Foreign Federal Income Tax Loss Contingencies

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

10. Information Concerning Parent, Subsidiaries and Affiliates

A. Name of Relationships

All shares of the Company are owned by TDC, which is wholly owned by its policyholders. TDC holds 100% ownership either directly or indirectly, except where indicated differently, of all subsidiaries and affiliates listed on Schedule Y included in this statement.

B. Detail of Transactions Greater than ½% of Admitted Assets:

None

C. Change in Terms of Intercompany Arrangements:

The terms of the following intercompany agreements were changed to include FPIC Insurance Group and/or its subsidiaries.

Agreement	Effective	Type	Companies involved
Captive Reinsurance Agreements	01/01/2012	Amendment	TDC and all P&C underwriting members of the TDC Group
FIT Allocation Agreement	10/15/2012	Amendment	TDC and all its subsidiaries

D. Amounts Due to or from Related Parties:

	2012	2011
SCPIE	\$ (930)	\$ (930)
TDC	(14,927)	(19,237)
TDCIS	2,542	(404)
TDMC	(209,549)	(264,476)
Total Due (To)/From	\$(222,864)	\$(285,047)

Balances to TDMC are related to the management agreement (See item F below) which requires balances due to be settled within 30 days of the month end. All other balances are generally settled within 30 days, although this is not required by written agreements.

E. Guarantees or Contingencies for Related Parties

None

F. Management or Service Contracts, Cost Sharing Arrangements

The Doctors' Management Company (TDMC) supervises the handling of payment of operating expenses, all underwriting functions and management of claims for The Exchange and all of its subsidiaries.

G. Nature of Relationships that Could Affect Operations:

The Company is a member of The Doctors Company Group of Companies. See Schedule Y for a complete list of the companies including their relationships.

H. Amount Deducted for Investment in Upstream Company:

None

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

None

J. Writedowns for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies

None

Notes to Financial Statements

- K. Foreign Insurance Subsidiaries
None
- L. Downstream Non-Insurance Company Holding Company
None

11. Debt

- A. Capital Notes
None
- B. All Other Debt
None

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

The Company sponsored a non-contributory defined benefit pension plan covering substantially all employees. As of December 31, 2006, the Company curtailed the pension plan. The monthly benefits are based on the pension plan formula, recognizing the employees' compensation and years of service through December 31, 2006. There is no increase in pension plan benefit after December 31, 2006, although employees will continue to earn vesting service while employed with the Company. The Plan curtailment had no effect on participants who terminated or retired prior to December 31, 2006. On December 18, 2009, the Plan was terminated by the Company. An application was submitted with the IRS on June 23, 2010, for an advance determination with respect to the Plan termination in accordance with Section 401(a) of the Code of 1986.

On September 1, 2011, the Company received a favorable determination letter from the IRS. On November 28, 2011, the plan was liquidated in accordance with the termination plan. The plan liquidation required a \$3,747,081 contribution from the Company.

A summary of assets, obligations and assumptions of the pension plan is as follows at December 31, 2012 and 2011:

	2012	2011
(1) Change in benefit obligation		
a. Benefit obligation at beginning of year	\$ -	\$ 10,869,471
b. Service cost	-	40,611
c. Interest cost	-	558,451
d. Contribution by plan participants	-	-
e. Actuarial (gain)/loss	-	1,165,609
f. Foreign currency exchange rate changes	-	-
g. Benefits paid	-	(435,043)
h. Plan amendments	-	-
i. Business combinations, divestitures, curtailments, settlements and special termination benefits	-	(12,199,099)
j. Benefit obligation at end of year	\$ -	\$ -
(2) Change in plan assets		
a. Fair value of plan assets at beginning of year	\$ -	\$ 8,586,093
b. Actual return on plan assets	-	183,387
c. Foreign currency exchange rate changes	-	-
d. Employer contributions	-	3,864,662
e. Plan participants' contributions	-	-
f. Benefits paid	-	(435,043)
g. Business combinations, divestitures and settlements	-	(12,199,099)
j. Fair value of plan assets at end of year	\$ -	\$ -
(3) Funded Status		
a. Unrecognized prior service cost	\$ -	\$ -
b. Unrecognized net actuarial (gain)/ loss	-	-
c. Remaining net obligation or net asset at initial date of application	-	-
d. Accrued)/ prepaid pension cost	-	-
j. Intangible asset	\$ -	\$ -
(4) Benefit obligation for non-vested employees	\$ -	\$ -

Notes to Financial Statements

(5) Components of net periodic benefit cost		
a. Service cost	-	40,611
b. Interest cost	-	558,451
c. Expected return on plan assets	-	(673,130)
d. Amortization of unrecognized transition obligation of transition asset	-	-
e. Amortization of net gains and losses	-	129,347
f. Net periodic pension cost	-	4,207,027
g. Amount of gain or loss recognized due to a settlement or curtailment	-	4,151,748
h. Total net periodic benefit cost	-	4,207,027
(6) Other balance sheet information		
Non-admitted asset	\$ -	\$ -
(7) Assumptions:		
a. Discount rate	N/A	5.25%
b. Long-term rate of return on plan assets	N/A	8.00%
c. Rate of compensation increase	N/A	N/A

The accumulated benefit obligation and projected benefit obligation as of December 31, 2011 were equal to the benefit obligation shown above.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations –

A. Outstanding Shares

The Company has 12,100 shares authorized, 3,991 shares issued and outstanding. All shares are Class A shares and are owned by TDC.

B. Dividend Rate of Preferred Stock

Not applicable

C. Dividend Restrictions

Without the prior approval of the Ohio Department of Insurance, dividends to stockholders are limited to the greater of 10% of surplus or prior year net income.

D. Dividends Paid and Declared

On August 29, 2011 the Company declared an extraordinary dividend of \$70 million payable on October 7, 2011. In 2011, \$25,265,856 of this dividend was recorded as a reduction in paid-in-capital. In 2012, the Company reclassified this entire amount to dividend per SSAP 72. This adjustment was reflected in the Company's 2011 Audited Financial Statements, Note 10 - Reconciliation to Statutory Annual Statements.

In 2012 the Company declared no dividends.

E. Available as Ordinary Dividends

Within the limitations of (C.) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

F. Additional dividend restrictions

None

G. Surplus Advances

None

H. Company Stock Held for Special Purposes

None

I. Changes in Special Surplus Funds

None

J. Changes in Unassigned Funds

None

K. Surplus Notes

None

Notes to Financial Statements

L. & M. Quasi Reorganization

Not applicable.

14. Contingencies

A. Contingent Commitments

None

B. Guaranty Fund and Other Assessments

The Company is not aware of any material guaranty fund assessments.

C. Gain Contingencies

None

D. Claims Related to ECO and Bad Faith Lawsuits

None

E. Product Warranties

Not applicable

F. All Other Contingencies

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

15. Leases

None

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

A. Financial Instruments with Off-Balance Sheet Risk

None

B. Financial Instruments with Concentration of Credit Risk

The Company maintains all cash at a single large national financial institution which exceeds Federal Deposit Insurance limits.

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

A. Transfers of Receivables Reported as Sales

None

B. Transfers and Servicing of Financial Assets

None

C. Wash Sales

In the course of the Company's normal asset management, it is possible that securities may be sold and reacquired within 30 days of the sale date.

During the year ended December 31, 2012 and 2011, no securities with NAIC designation 3 or below were sold and reacquired within 30 days of the sale date.

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

A. Administrative Services Only (ASO) Plans

None

Notes to Financial Statements

B. Administrative Services Contract (ASC) Plans

None

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

None

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

None

20. Fair Value Measurement

A. Inputs used and Assets and Liabilities Measured and Reported at Fair Value

1. Items Measured and Reported at Fair Value by Level 1, 2, and 3

None

At the end of each reporting period, the Company evaluates whether any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. During the current year, no transfers into or out of Level 1 or 2 were required.

2. Assets Measured at Fair Value Using Significant Unobservable Inputs (Level 3)

None

3. Policy on Transfers Into and Out of Level 3

At the end of each reporting period, the Company evaluates whether any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4. Inputs and Techniques Used for Level 2 and 3 Fair Values

Bonds carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted markets prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features and applies analytic methods to determine the fair value of bonds held. Features that are inputs into the analysis include duration, credit quality, tax status and call and sinking fund features.

Preferred stocks carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because either quoted markets prices for similar instruments in an active market were utilized via matrix pricing as described above or because quoted markets prices for identical instruments trading in an inactive market were utilized.

Common stocks carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because quoted markets prices for identical instruments trading in an inactive market were utilized. When an equity instrument is illiquid due to limited trading activity, the use of quoted markets prices for identical instruments was determined by the Company to be the most reliable method to determine fair value.

The Company has no assets or liabilities measured at fair value in the Level 3 category.

5. Derivative Fair Values

Not applicable

B. Other Fair Value Disclosures

Not applicable

C. Fair Values for All Financial Instruments by Levels, 1, 2 and 3.

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A. The Company has no financial instrument liabilities valued at fair value.

Notes to Financial Statements

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not practicable (Carrying Value)
Financial instruments – assets						
Bonds	87,173,849	79,681,033	-	87,173,849	-	-
Cash equivalents and short-term investments	1,189,893	1,189,893	-	-	-	1,189,893

D. Financial Instruments for which it is Not Practicable to Estimate Fair Values

Type of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Cash equivalents and short-term investments	1,189,893	0.01%	N/A	See below

It is not practicable to estimate the fair value of the Company's short-term investment portfolio. These assets are class one money market funds, quoted market prices are not available and the cost of obtaining independent valuation would be prohibitive considering the potential difference between the carrying value and fair value of these financial instruments. Such a difference would be, first, unlikely and second, limited due to the short-term duration of the securities.

21. Other Items

A. Extraordinary Items

None

B. Troubled Debt Restructuring for Debtors

Not applicable

C. Other Disclosures

Assets in the amount of \$3,175,157 and \$3,183,124 at December 31, 2012 and 2011, respectively, were on deposit with government authorities or trustees as required by law. At December 31, 2012 and 2011, respectively, there were no assets maintained as compensating balances or pledged as collateral for bank loans and other financing agreements.

D. Uncollectible Premiums Receivable.

At December 31, 2012 and 2011, the Company had admitted assets of \$0 and \$395,656 respectively in premiums receivable due from policyholders, agents and ceding insurers.

E. Business Interruption Insurance Recoveries

None

F. State Transfer Tax Credits

None

G. Subprime Mortgage-Related Risk

1. The Company invests in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments may include mortgage loans, mortgage-backed securities, fixed-income and equity investments in financial institutions. The Company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Prudent portfolio management strategies limit the Company's exposure to such losses. The Company relied on its investment advisors and third party pricing services to determine exposures to subprime mortgage loans.

2. Direct Exposure through investments in subprime mortgage loans

None

3. Direct Exposure through other investments.

The Company's professional investment managers have reviewed the mortgage-backed securities under their management and have determined that none of these securities have sub-prime exposure.

Notes to Financial Statements

The Company may own fixed income securities in various regional, national or multi-national financial institutions which may participate in sub-prime lending practices or have other direct or indirect sub-prime exposure.

The Company believes that its investment portfolio is sufficiently diversified such that its sub-prime exposure is negligible. However, the aggregate exposure through these other investments is not able to be quantified, as the Company does not separately assess the exposure of these investments to their respective sub-prime markets. No other-than-temporary impairment was recorded in the current year on any security deemed by the Company to be a part of this category.

4. Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage

Not applicable

22. Events Subsequent

Management of the Exchange/Company has evaluated all events occurring after December 31, 2012 through February 22, 2013, the date the statutory financial statements were available to be issued.

23. Reinsurance

A. Unsecured Reinsurance Recoverables

The Company has unsecured reinsurance recoverable from the following company which is greater than 3% of surplus.

NAIC Code	Federal ID #	Name of Reinsurer	Amount
39845	48-0921045	Westport Ins Corp	10,649,000
10227	13-4924125	Munich Reins Amer Inc	2,251,000

B. Reinsurance Recoverable in Dispute

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

C. Reinsurance Assumed and Ceded

1. The company has no direct, ceded or assumed unearned premiums or related commission equity at December 31, 2012.
2. None
3. The Company does not use protected cells as an alternative to traditional reinsurance

D. Uncollectible Reinsurance

None

E. Commutation of Ceded Reinsurance

In 2012 the Company did not commute any reinsurance

F. Retroactive Reinsurance

Not applicable.

G. Reinsurance Accounted for as a deposit

Not applicable

H. Run-off Agreements

Not applicable

I. Certified Reinsurers

Not Applicable

Notes to Financial Statements

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Immaterial

25. Change in Incurred Losses and Loss Adjustment Expenses

Incurred losses and loss adjustment expenses attributable to insured events of prior years has increased by \$34,884,362 from \$734,514,996 in 2011 to \$769,399,358 in 2012 as a result of reestimation of unpaid losses and loss adjustment expenses on medical malpractice lines of insurance. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

None

27. Structured Settlements

The Company has no structured settlements where it is contingently liable.

28. Health Care Receivables

None

29. Participating Policies

None

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves	\$ 0
2. Date of the most recent evaluation of this liability	12/31/2012
3. Was anticipated investment income utilized in the calculation	No

31. High Deductibles

None

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

The Company does not discount reserves.

33. Asbestos / Environmental Reserves

None

34. Subscriber Savings Accounts

None

35. Multiple Peril Crop Insurance

None

36. Financial Guarantee 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. 12/31/2011
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2008
- 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). 12/04/2009
- 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[] No[X]
- 4.12 renewals? Yes[] No[X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes[] No[X]
- 4.22 renewals? Yes[] No[X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[] No[X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes[] No[X]
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes[] No[X]
- 7.2 If yes, 0.000%
- 7.21 State the percentage of foreign control
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity
.....

- 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 location (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
..... Yes[] No[X] ...	... Yes[] No[X] ...	... Yes[] No[X] ...	... Yes[] No[X] ...

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, 725 South Figueroa Street, Los Angeles, CA 90017
- 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 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 response to 10.3 is "yes," provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No[] N/A[]
- 10.6 If the response to 10.5 is "NO" or "N/A" please explain:
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Insurance and Actuarial Advisory Services, James C. Votta, FCAS, MAAA, Ernst & Young US LLP, 5 Times Square, New York, NY 10036 - Consultant
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes[] No[X]

GENERAL INTERROGATORIES (Continued)

- 12.11 Name of real estate holding company
 12.12 Number of parcels involved
 12.13 Total book/adjusted carrying value \$ 0
 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? Yes[] No[] N/A[X]
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes[] No[] N/A[X]
 13.3 Have there been any changes made to any of the trust indentures during the year? Yes[] No[] N/A[X]
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?
- 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?
 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. Yes[X] No[]
 14.11 If the response to 14.1 is no, please explain:
 14.2 Has the code of ethics for senior managers been amended? Yes[] No[X]
 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[] No[X]
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes[] No[X]
 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

	1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
15.2001

BOARD OF DIRECTORS

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

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes[] No[X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 20.11 To directors or other officers \$ 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 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[X]
 21.2 If yes, state the amount thereof at December 31 of the current year:
 21.21 Rented from others \$ 0
 21.22 Borrowed from others \$ 0
 21.23 Leased from others \$ 0
 21.24 Other \$ 0
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes[] No[X]
 22.2 If answer is yes:
 22.21 Amount paid as losses or risk adjustment \$ 0
 22.22 Amount paid as expenses \$ 0
 22.23 Other amounts paid \$ 0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[X] No[]
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes[X] No[]
 24.02 If no, give full and complete information, relating thereto
 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes[] No[] N/A[X]
 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 0
 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$ 0
 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]

GENERAL INTERROGATORIES (Continued)

- 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. | \$ 0 |
| 24.102 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. | \$ 0 |
| 24.103 Total payable for securities lending reported on the liability page. | \$ 0 |
- 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 | \$ 3,175,157 |
| 25.29 Other | \$ 0 |
- 25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes[] No[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. \$ 0
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 I, 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
Union Bank	350 California Street, Flr 6, San Francisco, CA 94104

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

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

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes[] No[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 advisers, broker/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
104518	Deutsche Investment Management Americas Inc	345 Park Avenue, New York, NY 10154

- 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[] No[X]
- 29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 Total		

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

GENERAL INTERROGATORIES (Continued)

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

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

		1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	80,870,926	88,363,742	7,492,816
30.2	Preferred stocks .....	.....	.....	.....
30.3	Totals	80,870,926	88,363,742	7,492,816

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

Market quotations used to calculate fair values are supplied to us by our investment software vendor through an independent third party source. In the event that such market prices are unavailable, the Company will request pricing from its professional investment managers.

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 [X]

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 [] N/A [X]

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

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

32.2 If no, list exceptions:

OTHER

33.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 0

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
.....

34.1 Amount of payments for legal expenses, if any? \$ 0

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

1 Name	2 Amount Paid
.....

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

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

1 Name	2 Amount Paid
.....

GENERAL INTERROGATORIES (Continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes No
- 1.2 If yes, indicate premium earned on U.S. business only. \$ 0
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$ 0
- 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. \$ 0
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$ 0
- 1.6 Individual policies
- Most current three years:
- 1.61 Total premium earned \$ 0
- 1.62 Total incurred claims \$ 0
- 1.63 Number of covered lives 0
- All years prior to most current three years:
- 1.64 Total premium earned \$ 0
- 1.65 Total incurred claims \$ 0
- 1.66 Number of covered lives 0
- 1.7 Group policies
- Most current three years:
- 1.71 Total premium earned \$ 0
- 1.72 Total incurred claims \$ 0
- 1.73 Number of covered lives 0
- All years prior to most current three years:
- 1.74 Total premium earned \$ 0
- 1.75 Total incurred claims \$ 0
- 1.76 Number of covered lives 0

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator .....	.....	.....
2.2 Premium Denominator	2,695,538	756,573
2.3 Premium Ratio (2.1 / 2.2) .....	.....	.....
2.4 Reserve Numerator .....	.....	.....
2.5 Reserve Denominator	57,278,264	29,169,186
2.6 Reserve Ratio (2.4 / 2.5) .....	.....	.....

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes No
- 3.2 If yes, state the amount of calendar year premiums written on:
 - 3.21 Participating policies \$ 0
 - 3.22 Non-participating policies \$ 0
- 4. For Mutual reporting entities and Reciprocal Exchanges only:
- 4.1 Does the reporting entity issue assessable policies? Yes No N/A
- 4.2 Does the reporting entity issue non-assessable policies? Yes No N/A
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? 0%
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$ 0
- 5. For Reciprocal Exchanges Only:
- 5.1 Does the exchange appoint local agents? Yes No N/A
- 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? Yes No N/A
- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred? Yes No N/A
- 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 no longer writes workers compensation coverage.
- 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 does not write property insurance.
- 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 does not write property insurance.
- 6.4 Does the reporting entity carry catastrophic reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes No
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes No
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 0
- 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 N/A
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes No
- 8.2 If yes, give full information.
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;

GENERAL INTERROGATORIES (Continued)

- (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
- (c) Aggregate stop loss reinsurance coverage;
- (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
- (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
- (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes [] No[X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
- (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
- (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [] No[X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
- (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income.
- (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
- (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 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 reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [] No [] N/A[X]
- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes [] No[X]
- 11.2 If yes, give full information:
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses \$ 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 0.000%
- 12.42 To 0.000%
- 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 \$ 0
- 12.62 Collateral and other funds \$ 0
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 200,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No[X]
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 5
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes[X] No []
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants
GNEPI
- 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[X] No [] N/A []
- 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 [] N/A[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]
Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption.
- 17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 \$ 0

GENERAL INTERROGATORIES (Continued)

17.12 Unfunded portion of Interrogatory 17.11	\$	0
17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$	0
17.14 Case reserves portion of Interrogatory 17.11	\$	0
17.15 Incurred but not reported portion of Interrogatory 17.11	\$	0
17.16 Unearned premium portion of Interrogatory 17.11	\$	0
17.17 Contingent commission portion of Interrogatory 17.11	\$	0

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	\$	0
17.19 Unfunded portion of Interrogatory 17.18	\$	0
17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$	0
17.21 Case reserves portion of Interrogatory 17.18	\$	0
17.22 Incurred but not reported portion of Interrogatory 17.18	\$	0
17.23 Unearned premium portion of Interrogatory 17.18	\$	0
17.24 Contingent commission portion of Interrogatory 17.18	\$	0

18.1 Do you act as a custodian for health savings accounts?		Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
18.2 If yes, please provide the amount of custodial funds held as of the reporting date:	\$	0
18.3 Do you act as an administrator for health savings accounts?		Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
18.4 If yes, please provide the balance of the funds administered as of the reporting date:	\$	0

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, Columns 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)	(2,577)	5,992,907	7,636,806	8,925,331	9,608,136
2. Property Lines (Lines 1, 2, 9, 12, 21, & 26)					
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)	(2,577)	5,992,907	7,636,806	8,925,331	9,608,136
Net Premiums Written (Page 8, Part 1B, Column 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)	1,593,559	607,848	(3,819,219)	7,309,724	(1,397,637)
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26)					
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. Non-proportional Reinsurance Lines (Lines 31, 32 & 33)					
12. TOTAL (Line 35)	1,593,559	607,848	(3,819,219)	7,309,724	(1,397,637)
Statement of Income (Page 4)					
13. Net underwriting gain or (loss) (Line 8)	(33,519,613)	(185,718)	32,667,926	(3,811,068)	16,560,200
14. Net investment gain or (loss) (Line 11)	4,685,192	9,250,749	9,372,608	8,736,466	7,364,782
15. TOTAL other income (Line 15)	(1,210,912)	(1,615,451)	(1,567,743)	(1,442,056)	(1,248,088)
16. Dividends to policyholders (Line 17)			319		
17. Federal and foreign income taxes incurred (Line 19)	(12,756,470)	(948,477)	9,712,355	(2,791,709)	1,152,541
18. Net income (Line 20)	(17,288,863)	8,398,057	30,760,118	6,275,050	21,524,353
Balance Sheet Lines (Pages 2 and 3)					
19. TOTAL admitted assets excluding protected cell business (Page 2, Line 26, Column 3)	103,520,014	110,566,432	200,821,525	223,626,371	235,029,232
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1)		395,656	94,232	259,448	536,608
20.2 Deferred and not yet due (Line 15.2)		415,068	1,046,045	791,787	949,790
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	77,332,339	65,786,281	98,052,318	143,245,948	142,628,001
22. Losses (Page 3, Line 1)	36,418,554	21,795,340	31,490,521	77,813,943	85,065,828
23. Loss adjustment expenses (Page 3, Line 3)	20,859,710	6,271,867	5,474,711	9,931,575	13,465,571
24. Unearned premiums (Page 3, Line 9)		1,101,978	1,250,703	1,349,042	1,610,381
25. Capital paid up (Page 3, Lines 30 & 31)	3,591,990	3,591,990	3,591,990	3,591,990	3,591,990
26. Surplus as regards policyholders (Page 3, Line 37)	26,187,676	44,780,151	102,769,207	80,380,423	92,401,232
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(5,449,243)	(10,830,845)	4,330,432	(14,461,992)	8,080,463
Risk-Based Capital Analysis					
28. TOTAL adjusted capital	26,187,676	44,780,151	102,769,207	80,380,423	92,401,232
29. Authorized control level risk-based capital	5,820,793	3,744,550	3,720,182	7,950,935	11,805,422
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3)					
(Item divided by Page 2, Line 12, Column 3) x 100.0					
30. Bonds (Line 1)	91.3	95.4	95.6	98.3	92.4
31. Stocks (Lines 2.1 & 2.2)				0.0	0.1
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	6.2	4.1	4.4	1.1	6.9
35. Contract loans (Line 6)					
36. Derivatives (Line 7)				X X X	X X X
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)	2.5	0.4			
39. Securities lending reinvested collateral assets (Line 10)				X X X	X X X
40. Aggregate write-ins for invested assets (Line 11)				0.6	0.5
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Schedule D, Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 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					
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, Column 1, Line 37 x 100.0)					

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2012	2 2011	3 2010	4 2009	5 2008
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains or (Losses) (Line 24)				122,600	234,236
52. Dividends to stockholders (Line 35)	(25,265,856)	(44,734,144)	(9,600,000)	(18,700,000)	(4,600,000)
53. Change in surplus as regards policyholders for the year (Line 38)	(18,592,475)	(57,989,056)	22,388,785	(12,020,810)	15,173,781
Gross Losses Paid (Page 9, Part 2, Columns 1 and 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)	5,195,000	4,227,679	9,871,182	26,418,105	29,519,193
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
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)	5,195,000	4,227,679	9,871,182	26,418,105	29,519,193
Net Losses Paid (Page 9, Part 2, Column 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)	2,304,020	1,501,551	3,089,210	12,106,081	12,090,756
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
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)	2,304,020	1,501,551	3,089,210	12,106,081	12,090,756
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)	628.0	(1,083.0)	1,161.9	64.1	(202.7)
68. Loss expenses incurred (Line 3)	670.4	649.4	(137.4)	63.8	(155.1)
69. Other underwriting expenses incurred (Line 4)	45.1	558.1	(46.6)	22.4	26.7
70. Net underwriting gain (loss) (Line 8)	(1,243.5)	(24.5)	(878.0)	(50.3)	431.1
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	152.3	960.4	(86.5)	42.9	(162.8)
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	1,298.4	(433.6)	1,024.6	128.0	(357.8)
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	6.1	1.4	(3.7)	9.1	(1.5)
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, Column 11)	32,862	(4,214)	(39,183)	6,561	(11,115)
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, Column 1 x 100.0)	73.4	(4.1)	(48.7)	7.1	(14.4)
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, Column 12)	28,650	(43,473)	(31,845)	(1,285)	12,009
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, Column 2 x 100.0)	27.9	(54.1)	(34.5)	(1.7)	12.1

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

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 (Columns 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported - Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Columns 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	X X X	X X X	X X X	3,960	2,702	2,670	750	837		4,015	X X X	
2. 2003	143,674	85,822	57,852	46,241	37,207	23,349	12,060	2,145		22,468	X X X	
3. 2004	115,377	67,095	48,282	44,186	38,036	15,246	8,409	1,896		14,883	X X X	
4. 2005	54,969	21,769	33,200	10,993	10,921	5,418	2,874	3,490		6,106	X X X	
5. 2006	45,619	10,178	35,441	7,053	902	2,940	7	3,976		13,061	X X X	
6. 2007	34,075	31,197	2,878	5,023	4,525	2,548	2,471	2,597		3,172	X X X	
7. 2008	14,811	10,968	3,843	1,124	1,025	820	796	742		865	X X X	
8. 2009	9,187	1,616	7,571	7,014	6,944	713	662	82		202	X X X	
9. 2010	8,141	11,847	(3,706)	293	307	327	314	19		18	X X X	
10. 2011	6,355	5,599	756	31	1	360	330	29		89	X X X	
11. 2012	1,099	(1,596)	2,696			56	81	24		(1)	X X X	
12. Totals	X X X	X X X	X X X	125,917	102,570	54,447	28,753	15,836		64,877	X X X	

	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	22,017	9,895	17,660	6,696	4,104	257	11,705	810	1,171		38,998	X X X	
2. 2003	8,689	4,314	3,491		342	38	1,357		456		9,983	X X X	
3. 2004	2,130		1,125		302		412		309		4,278	X X X	
4. 2005	881		953		225		905		240		3,204	X X X	
5. 2006			2				0		0		3	X X X	
6. 2007	130	117	18	16	45	41	6	5	30		50	X X X	
7. 2008	350	315	190	159	37	34	41	32	14		91	X X X	
8. 2009	55	50	410	569	63	57	103	52	13		(83)	X X X	
9. 2010	380	342	210	210	120	108	96	84	15		77	X X X	
10. 2011	2,635	2,397	1,772	1,654	334	301	168	149	153		563	X X X	
11. 2012	454	408	211	203	193	174	40	36	39		115	X X X	
12. Totals	37,721	17,837	26,041	9,507	5,766	1,009	14,832	1,168	2,438		57,278	X X X	

	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	X X X	X X X	X X X	X X X	X X X	X X X			X X X	23,086	15,912
2. 2003	86,069	53,619	32,450	59.9	62.5	56.1				7,867	2,116
3. 2004	65,606	46,445	19,161	56.9	69.2	39.7				3,255	1,023
4. 2005	23,105	13,795	9,310	42.0	63.4	28.0				1,834	1,370
5. 2006	13,972	909	13,063	30.6	8.9	36.9				2	0
6. 2007	10,397	7,174	3,222	30.5	23.0	112.0				15	35
7. 2008	3,318	2,361	957	22.4	21.5	24.9				65	26
8. 2009	8,451	8,333	118	92.0	515.6	1.6				(153)	70
9. 2010	1,459	1,364	95	17.9	11.5	(2.6)				38	39
10. 2011	5,482	4,831	652	86.3	86.3	86.2				357	206
11. 2012	1,017	903	114	92.5	(56.5)	4.2				53	62
12. Totals	X X X	X X X	X X X	X X X	X X X	X X X			X X X	36,419	20,859

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	129,722	141,166	151,945	153,809	171,189	162,423	166,834	149,858	156,517	185,384	28,867	35,526
2. 2003	50,904	46,362	32,690	28,276	34,362	33,926	25,888	23,915	27,537	29,850	2,313	5,935
3. 2004	X X X	29,067	26,471	22,372	27,501	28,688	28,046	17,304	16,479	16,957	478	(347)
4. 2005	X X X	X X X	15,220	11,902	6,561	7,387	8,662	3,678	3,809	5,581	1,772	1,903
5. 2006	X X X	X X X	X X X	19,699	18,814	15,643	18,060	10,860	9,007	9,087	80	(1,773)
6. 2007	X X X	X X X	X X X	X X X	(580)	(1,335)	9,072	12,121	718	595	(123)	(11,526)
7. 2008	X X X	X X X	X X X	X X X	X X X	3,369	100	520	197	201	4	(319)
8. 2009	X X X	X X X	X X X	X X X	X X X	X X X	1,042	265	(33)	24	57	(241)
9. 2010	X X X	X X X	X X X	X X X	X X X	X X X	X X X	568	644	61	(583)	(507)
10. 2011	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	472	470	(2)	X X X
11. 2012	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	52	X X X	X X X
12. TOTALS											32,862	28,650

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	52,562	87,352	106,319	119,625	127,023	134,888	143,098	144,379	147,557	X X X	X X X
2. 2003	1,243	8,718	(5,988)	4,496	10,014	11,726	18,239	18,680	20,200	20,323	X X X	X X X
3. 2004	X X X	1,171	(28,165)	(13,622)	4,285	10,068	10,771	11,551	11,772	12,987	X X X	X X X
4. 2005	X X X	X X X	(12,330)	(5,978)	(1,375)	(545)	1,099	2,370	2,579	2,616	X X X	X X X
5. 2006	X X X	X X X	X X X	386	3,212	6,747	8,397	8,650	9,005	9,084	X X X	X X X
6. 2007	X X X	X X X	X X X	X X X	56	369	770	845	549	575	X X X	X X X
7. 2008	X X X	X X X	X X X	X X X	X X X	13	(20)	(156)	136	123	X X X	X X X
8. 2009	X X X	X X X	X X X	X X X	X X X	X X X	8	86	109	120	X X X	X X X
9. 2010	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	21	(1)	X X X	X X X
10. 2011	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	51	60	X X X	X X X
11. 2012	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	(25)	X X X	X X X

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	(10,544)	182	5,339	8,783	23,220	19,051	14,349		4,164	21,858
2. 2003	25,452	8,444	9,931	4,204	10,517	10,138	3,481		2,460	4,848
3. 2004	X X X	13,258	24,475	9,491	9,465	12,357	10,491	1,721	878	1,537
4. 2005	X X X	X X X	20,175	5,722	(310)	2,774	4,734	262	476	1,858
5. 2006	X X X	X X X	X X X	12,576	4,710	2,966	5,916	5	2	3
6. 2007	X X X	X X X	X X X	X X X	(1,367)	(2,666)	7,604	10,337	154	2
7. 2008	X X X	X X X	X X X	X X X	X X X	3,138	(167)	435	19	39
8. 2009	X X X	X X X	X X X	X X X	X X X	X X X	818	151	(184)	(108)
9. 2010	X X X	X X X	X X X	X X X	X X X	X X X	X X X	337	488	12
10. 2011	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	229	138
11. 2012	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	12

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama (AL)	N								
2. Alaska (AK)	L								
3. Arizona (AZ)	L								
4. Arkansas (AR)	L								
5. California (CA)	N								
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								
12. Hawaii (HI)	N								
13. Idaho (ID)	L								
14. Illinois (IL)	L					2,410,167	8,141,944		
15. Indiana (IN)	L				150,000	212,839	1,315,153		
16. Iowa (IA)	L								
17. Kansas (KS)	L								
18. Kentucky (KY)	L					(1,750,382)	1,255,712		
19. Louisiana (LA)	N								
20. Maine (ME)	N								
21. Maryland (MD)	L				3,000,000	19,443,516	31,392,095		
22. Massachusetts (MA)	N								
23. Michigan (MI)	L								
24. Minnesota (MN)	L								
25. Mississippi (MS)	N								
26. Missouri (MO)	L								
27. Montana (MT)	L								
28. Nebraska (NE)	L								
29. Nevada (NV)	L								
30. New Hampshire (NH)	N								
31. New Jersey (NJ)	E								
32. New Mexico (NM)	L								
33. New York (NY)	L								
34. North Carolina (NC)	N								
35. North Dakota (ND)	L								
36. Ohio (OH)	L	(2,577)	1,099,402		1,045,000	(4,140,880)	20,204,089		
37. Oklahoma (OK)	L								
38. Oregon (OR)	L								
39. Pennsylvania (PA)	L					249,858	1,002,410		
40. Rhode Island (RI)	N								
41. South Carolina (SC)	N								
42. South Dakota (SD)	L								
43. Tennessee (TN)	L								
44. Texas (TX)	L								
45. Utah (UT)	L								
46. Vermont (VT)	N								
47. Virginia (VA)	N								
48. Washington (WA)	L						150,000		
49. West Virginia (WV)	L								
50. Wisconsin (WI)	L				1,000,000	(383,255)	225,992		
51. Wyoming (WY)	L					(199,802)	75,327		
52. American Samoa (AS)	N								
53. Guam (GU)	N								
54. Puerto Rico (PR)	N								
55. U.S. Virgin Islands (VI)	N								
56. Northern Mariana Islands (MP)	N								
57. Canada (CAN)	N								
58. Aggregate other alien (OT)	X X X								
59. TOTALS	(a) 33	(2,577)	1,099,402		5,195,000	15,842,061	63,762,721		

DETAILS OF WRITE-INS

5801.	X X X								
5802.	X X X								
5803.	X X X								
5898. Summary of remaining write-ins for Line 58 from overflow page	X X X								
5899. TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X								

(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.

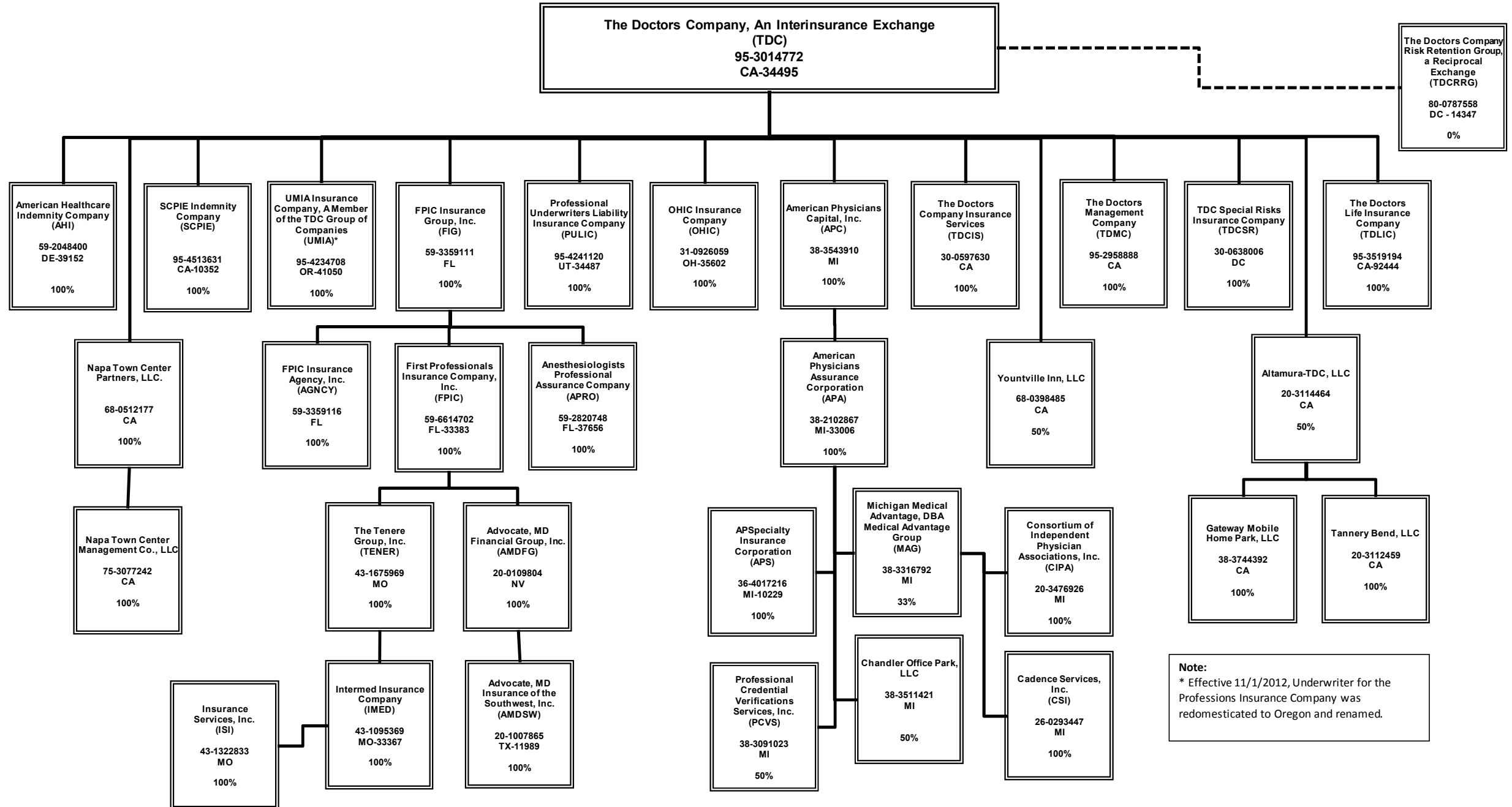
(a) Insert the number of L responses except for Canada and Other Alien.

Explanation of basis of allocation of premiums by states, etc.: Premiums are allocated where premium risks are located

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER

MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART



Note:
* Effective 11/1/2012, Underwriter for the Professions Insurance Company was redomesticated to Oregon and renamed.

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