



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

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

Lafayette Life Insurance Company

NAIC Group Code 0836 0836 NAIC Company Code 65242 Employer's ID Number 35-0457540
(Current) (Prior)

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

Country of Domicile United States of America

Incorporated/Organized 12/26/1905 Commenced Business 12/26/1905

Statutory Home Office 301 East 4th Street, Cincinnati, OH, US 45202
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 400 Broadway
(Street and Number)
Cincinnati, OH, US 45202, 513-362-4900
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 400 Broadway, Cincinnati, OH, US 45202
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 400 Broadway
(Street and Number)
Cincinnati, OH, US 45202, 513-362-4900
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.Lafayettelife.com

Statutory Statement Contact Bradley Joseph Hunkler, 513-629-2980
(Name) (Area Code) (Telephone Number)
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(E-mail Address) (FAX Number)

OFFICERS

Chairman of the Board John Finn Barrett Senior VP & Chf Actuary Nora Eyre Moushey
CEO Jerry Bruce Stillwell Secretary and Counsel Donald Joseph Wuebling #

OTHER

<u>Keith Walker Brown VP</u>	<u>Michael Francis Donahue VP</u>	<u>Bryan Chalmer Dunn # President</u>
<u>Clint David Gibler Sr VP</u>	<u>Daniel Wayne Harris VP</u>	<u>Noreen Joyce Hayes Sr VP</u>
<u>David Todd Henderson VP</u>	<u>Kevin Louis Howard # VP & Assoc Gen Counsel</u>	<u>Bradley Joseph Hunkler VP</u>
<u>Cheryl Ann Jorgenson VP</u>	<u>Phillip Earl King VP</u>	<u>Constance Marie Maccarone Sr VP</u>
<u>Michael Ryland Moser VP</u>	<u>Jonathan David Niemeyer Sr VP</u>	<u>Lawrence James O'Brien Sr VP</u>
<u>Mario Joseph San Marco VP</u>	<u>Nicholas Peter Sargen Sr VP</u>	<u>Larry Robert Silverstein VP</u>
<u>James Joseph Vance VP</u>	<u>Robert Lewis Walker Sr VP</u>	

DIRECTORS OR TRUSTEES

<u>John Finn Barrett</u>	<u>James Norman Clark</u>	<u>Bryan Chalmer Dunn #</u>
<u>Jimmy Joe Miller</u>	<u>James Kirby Risk III</u>	<u>Joseph Henry Seaman</u>
<u>Jerry Bruce Stillwell</u>	<u>Robert Blair Truitt</u>	<u>Robert Lewis Walker</u>

State of Ohio SS:
County of Hamilton

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.

Jerry Bruce Stillwell
CEO

Donald Joseph Wuebling
Secretary and Counsel

Bradley Joseph Hunkler
VP, Chief Accounting Officer

Subscribed and sworn to before me this
23rd day of January, 2013

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

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	2,528,698,545	0	2,528,698,545	2,258,976,992
2. Stocks (Schedule D):				
2.1 Preferred stocks	0	0	0	
2.2 Common stocks	42,268,649	330,438	41,938,211	46,526,949
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	248,263,510	0	248,263,510	230,877,635
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)		0	0	0
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)	726,219		726,219	726,219
5. Cash (\$(4,630,451) , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$27,483,759 , Schedule DA)	22,853,308	0	22,853,308	34,736,062
6. Contract loans (including \$ premium notes)	301,408,137	0	301,408,137	252,801,486
7. Derivatives (Schedule DB)	31,357,174	0	31,357,174	26,003,622
8. Other invested assets (Schedule BA)	22,340,009	0	22,340,009	22,369,030
9. Receivables for securities	1,546,265	0	1,546,265	332,866
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)	3,199,461,816	330,438	3,199,131,378	2,873,350,861
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	35,913,273	0	35,913,273	34,499,580
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	6,987,711	0	6,987,711	1,796,326
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	37,443,261		37,443,261	34,666,059
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	9,016,334	0	9,016,334	15,063,928
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts		0	0	285,056
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon		0	0	0
18.2 Net deferred tax asset	39,695,858	8,354,852	31,341,006	34,006,282
19. Guaranty funds receivable or on deposit	1,320,167	0	1,320,167	1,633,757
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	2,438,020	1,538,539	899,481	803,466
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)	3,332,276,440	10,223,829	3,322,052,611	2,996,105,315
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	3,332,276,440	10,223,829	3,322,052,611	2,996,105,315
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)				

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 2,798,326,940 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ 6,525,230 Modco Reserve)	2,798,326,940	2,475,892,168
2. Aggregate reserve for accident and health contracts (including \$ 850,824 Modco Reserve)	850,824	1,023,221
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	226,561,615	222,515,481
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	5,807,610	4,282,710
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	0	
5. Policyholders' dividends \$ 1,428,216 and coupons \$ due and unpaid (Exhibit 4, Line 10)	1,428,216	1,690,607
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	44,598,970	44,937,115
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)	1,026,981	1,420,675
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance including \$ assumed and \$ 8,781,253 ceded	8,781,253	85,855
9.4 Interest maintenance reserve (IMR, Line 6)	6,020,179	5,221,007
10. Commissions to agents due or accrued-life and annuity contracts \$ 673,693 accident and health \$ and deposit-type contract funds \$	673,693	1,111,072
11. Commissions and expense allowances payable on reinsurance assumed	420	455
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	139,767	3,417,389
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	2,412,134	2,642,340
15.1 Current federal and foreign income taxes including \$ 1,371,795 on realized capital gains (losses)	2,930,868	4,697,318
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee		1,563,733
18. Amounts held for agents' account, including \$ agents' credit balances		160,126
19. Remittances and items not allocated	6,700,953	5,809,191
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	3,872,346	4,969,621
22. Borrowed money \$ 0 and interest thereon \$		10,019,250
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	23,335,695	17,387,477
24.02 Reinsurance in unauthorized and certified (\$ 0) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	1,632,982	16,246,609
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives	20,598,141	18,070,342
24.09 Payable for securities	4,406,217	
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,216,626	606,056
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	3,161,322,430	2,843,769,818
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27)	3,161,322,430	2,843,769,818
29. Common capital stock	2,500,000	2,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes	10,000,000	10,000,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	40,825,285	40,825,285
34. Aggregate write-ins for special surplus funds		10,354,894
35. Unassigned funds (surplus)	107,404,896	88,655,318
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	158,230,181	149,835,497
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	160,730,181	152,335,497
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	3,322,052,611	2,996,105,315
DETAILS OF WRITE-INS		
2501. Outstanding disbursement - death	811,498	
2502. Uncashed drafts and checks that are pending escheatment to the state	234,328	
2503. Modco adjustment Wilton reinsurance	170,800	606,056
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	1,216,626	606,056
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)		
3401. Surplus from additional DTA (SSAP 10R)		10,354,894
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	10,354,894

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	561,302,450	612,911,680
2. Considerations for supplementary contracts with life contingencies	743,360	803,281
3. Net investment income (Exhibit of Net Investment Income, Line 17)	158,022,486	143,818,061
4. Amortization of interest maintenance reserve (IMR, Line 5)	1,116,372	1,294,745
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	1,185,896	1,269,635
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	951,231	1,019,771
9. Total (Lines 1 to 8.3)	723,321,795	761,117,173
10. Death benefits	17,385,044	16,861,245
11. Matured endowments (excluding guaranteed annual pure endowments)	184,398	168,950
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	18,192,973	16,171,873
13. Disability benefits and benefits under accident and health contracts	1,153,366	1,159,640
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	180,731,217	176,154,002
16. Group conversions		0
17. Interest and adjustments on contract or deposit-type contract funds	10,129,830	9,948,817
18. Payments on supplementary contracts with life contingencies	2,192,890	2,471,263
19. Increase in aggregate reserves for life and accident and health contracts	324,692,667	370,884,908
20. Totals (Lines 10 to 19)	554,662,385	593,820,698
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	71,167,773	80,124,472
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	5,665	6,092
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	21,930,561	24,672,755
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	7,815,133	6,332,587
25. Increase in loading on deferred and uncollected premiums	(475,082)	(906,335)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	1,750,618	2,194,579
28. Totals (Lines 20 to 27)	656,857,053	706,244,848
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	66,464,742	54,872,325
30. Dividends to policyholders	43,347,528	43,537,602
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	23,117,214	11,334,723
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	8,127,913	6,066,171
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	14,989,301	5,268,552
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$340,348 (excluding taxes of \$1,031,447 transferred to the IMR)	1,331,492	404,011
35. Net income (Line 33 plus Line 34)	16,320,793	5,672,563
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	152,335,497	112,040,161
37. Net income (Line 35)	16,320,799	5,672,563
38. Change in net unrealized capital gains (losses) less capital gains tax of \$1,400,962	6,915,439	(2,555,356)
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(2,727,875)	2,971,916
41. Change in nonadmitted assets	614,709	2,289,291
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exh. 5A, Line 9999999, Col. 4)	8,470,490	
44. Change in asset valuation reserve	(5,948,218)	(3,951,507)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles	751,784	
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in	0	37,000,000
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders	(15,233,550)	
53. Aggregate write-ins for gains and losses in surplus	(768,894)	(1,131,571)
54. Net change in capital and surplus for the year (Lines 37 through 53)	8,394,684	40,295,336
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	160,730,181	152,335,497
DETAILS OF WRITE-INS		
08.301. Pension administrative fees	593,063	612,145
08.302. Miscellaneous income	358,169	407,626
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)	951,232	1,019,771
2701. Benefits for employees and agents not included elsewhere	713,677	
2702. Modified coinsurance-change in mean reserve adjustment	1,036,941	2,194,579
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	1,750,618	2,194,579
5301. Reserve release due to reinsurance of ordinary life insurance	(768,894)	(820,072)
5302. Change in surplus from additional DTA (SSAP 10R)		(311,499)
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)	(768,894)	(1,131,571)

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	562,837,892	610,630,263
2. Net investment income	158,681,793	137,730,239
3. Miscellaneous income	(2,331,068)	2,890,315
4. Total (Lines 1 through 3)	719,188,617	751,250,817
5. Benefit and loss related payments	219,044,296	232,580,801
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	104,927,869	114,716,956
8. Dividends paid to policyholders	43,948,064	41,501,215
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	10,852,137	3,059,307
10. Total (Lines 5 through 9)	378,772,366	391,858,279
11. Net cash from operations (Line 4 minus Line 10)	340,416,251	359,392,538
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	334,975,893	227,718,702
12.2 Stocks	12,671,552	542,305
12.3 Mortgage loans	18,814,120	27,637,355
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	9,388	0
12.7 Miscellaneous proceeds	6,735,696	4,991,486
12.8 Total investment proceeds (Lines 12.1 to 12.7)	373,206,649	260,889,848
13. Cost of investments acquired (long-term only):		
13.1 Bonds	600,518,744	534,641,635
13.2 Stocks	4,780,082	4,182,572
13.3 Mortgage loans	36,200,000	23,730,000
13.4 Real estate	0	0
13.5 Other invested assets	0	8,180,370
13.6 Miscellaneous applications	0	1,574,709
13.7 Total investments acquired (Lines 13.1 to 13.6)	641,498,826	572,309,286
14. Net increase (decrease) in contract loans and premium notes	48,606,651	42,966,044
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(316,898,828)	(354,385,482)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	0	3,321,495
16.3 Borrowed funds	(10,019,250)	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	4,046,134	(10,071,832)
16.5 Dividends to stockholders	15,233,550	0
16.6 Other cash provided (applied)	(14,193,510)	6,693,283
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(35,400,176)	(57,054)
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)	(11,882,753)	4,950,002
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	34,736,062	29,786,060
19.2 End of year (Line 18 plus Line 19.1)	22,853,309	34,736,062

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

20.0001. Capital contribution from parent in the form of common stock		33,678,505
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ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	561,302,450	0	390,051,505	160,684,664		0	79,580	10,486,701	0	0	0	
2. Considerations for supplementary contracts with life contingencies	743,360				743,360							
3. Net investment income	158,022,486		93,073,305	59,864,699	1,051,474		304,749	3,680,528	47,731			
4. Amortization of Interest Maintenance Reserve (IMR)	1,116,372		657,529	422,923	7,428		2,153	26,002	337			
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0											
6. Commissions and expense allowances on reinsurance ceded	1,185,896	0	1,061,163	45,455		0	0	0	79,278	0	0	
7. Reserve adjustments on reinsurance ceded	0											
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	0											
8.2 Charges and fees for deposit-type contracts	0											
8.3 Aggregate write-ins for miscellaneous income	951,232	0	327,737	578,086	2,758	0	10,172	32,479	0	0	0	0
9. Totals (Lines 1 to 8.3)	723,321,796	0	485,171,239	221,595,827	1,805,020	0	396,654	14,225,710	127,346	0	0	0
10. Death benefits	17,385,044		16,470,714	(12,134)			876,464		50,000			
11. Matured endowments (excluding guaranteed annual pure endowments)	184,398		184,398									
12. Annuity benefits	18,192,973			17,617,370	(81,595)			657,198				
13. Disability benefits and benefits under accident and health contracts	1,153,366		883,450						269,916	0	0	
14. Coupons, guaranteed annual pure endowments and similar benefits	0										445,322	
15. Surrender benefits and withdrawals for life contracts	180,731,217		107,063,784	64,802,575				8,864,858				
16. Group conversions	0											
17. Interest and adjustments on contract or deposit-type contract funds	10,129,830		1,031,351	8,602,885	50,272							
18. Payments on supplementary contracts with life contingencies	2,192,890				2,192,890							
19. Increase in aggregate reserves for life and accident and health contracts	324,692,667		219,370,083	103,228,380	(689,597)		(593,826)	3,550,024	(172,397)			
20. Totals (Lines 10 to 19)	554,662,385	0	345,003,780	194,239,076	1,471,970	0	282,638	13,072,080	147,519	0	445,322	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	71,167,772	0	57,145,963	13,468,962		0	31	541,579	11,237	0	0	0
22. Commissions and expense allowances on reinsurance assumed	5,665	0	22	5,643		0	0	0	0	0	0	0
23. General insurance expenses	21,930,561		17,049,037	4,150,310	94,351		249,102	332,570	51,513	0	3,678	0
24. Insurance taxes, licenses and fees, excluding federal income taxes	7,815,133		7,192,338	514,215	10,289		1,872	45,203	51,216	0	0	0
25. Increase in loading on deferred and uncollected premiums	(475,082)		(475,082)									
26. Net transfers to or (from) Separate Accounts net of reinsurance	0											
27. Aggregate write-ins for deductions	1,750,612	0	0	1,750,612	0	0	0	0	0	0	0	0
28. Totals (Lines 20 to 27)	656,857,046	0	425,916,058	214,128,818	1,576,610	0	533,643	13,991,432	261,485	0	449,000	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	66,464,750	0	59,255,181	7,467,009	228,410	0	(136,989)	234,278	(134,139)	0	(449,000)	0
30. Dividends to policyholders	43,347,528		43,316,124	31,404							0	
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	23,117,222	0	15,939,057	7,435,605	228,410	0	(136,989)	234,278	(134,139)	0	(449,000)	0
32. Federal income taxes incurred (excluding tax on capital gains)	8,127,921		5,581,157	2,602,462	79,944		(47,946)	81,997	(49,428)		(157,150)	36,885
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	14,989,301	0	10,357,900	4,833,143	148,466	0	(89,043)	152,281	(84,711)	0	(291,850)	(36,885)
DETAILS OF WRITE-INS												
08.301. Miscellaneous Income	358,169		282,130	55,301	2,758		10,172	7,808				
08.302. Pension Administration Fees	593,063		45,607	522,785				24,671				
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	951,232	0	327,737	578,086	2,758	0	10,172	32,479	0	0	0	0
2701. Modco Adjustment Wilton Reinsurance	1,750,612			1,750,612								
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	1,750,612	0	0	1,750,612	0	0	0	0	0	0	0	0

(a) Includes the following amounts for FEGLI/SGLI: Line 1, Line 10, Line 16, Line 23, Line 24

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	2,475,892,168	0	1,440,627,161	943,708,835	13,750,550	0	6,307,504	71,498,118
2. Tabular net premiums or considerations	525,370,677		360,484,047	153,179,715	1,140,634		79,580	10,486,701
3. Present value of disability claims incurred	192,770		192,770		XXX			
4. Tabular interest	99,883,546		63,594,342	31,978,475	824,270		253,749	3,232,710
5. Tabular less actual reserve released	8,508,016		4,740,984	4,818,466	60,473		(472,503)	(639,404)
6. Increase in reserve on account of change in valuation basis	(3,237,577)		(3,237,577)					
7. Other increases (net)	0							
8. Totals (Lines 1 to 7)	3,106,609,600	0	1,866,401,727	1,133,685,491	15,775,927	0	6,168,330	84,578,125
9. Tabular cost	93,897,577		93,770,428		XXX		127,149	
10. Reserves released by death	10,934,765		10,919,891	XXX	XXX		14,874	XXX
11. Reserves released by other terminations (net)	183,187,338		102,537,024	79,771,050	566,635		312,629	
12. Annuity, supplementary contract and disability payments involving life contingencies	20,262,980		1,602,541	6,982,117	2,148,338			9,529,984
13. Net transfers to or (from) Separate Accounts	0							
14. Total Deductions (Lines 9 to 13)	308,282,660	0	208,829,884	86,753,167	2,714,973	0	454,652	9,529,984
15. Reserve December 31, current year	2,798,326,940	0	1,657,571,843	1,046,932,324	13,060,954	0	5,713,678	75,048,141

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 1,016,963	1,077,555
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 125,326,706	126,140,365
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	558,979	558,979
2.21 Common stocks of affiliates		
3. Mortgage loans	(c) 15,776,413	15,789,844
4. Real estate	(d)	
5. Contract loans	13,867,551	14,391,464
6. Cash, cash equivalents and short-term investments	(e) 87,525	89,621
7. Derivative instruments	(f)	
8. Other invested assets	1,469,929	1,469,929
9. Aggregate write-ins for investment income	105,927	105,927
10. Total gross investment income	158,209,993	159,623,684
11. Investment expenses		(g) 1,401,632
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 199,566
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		0
16. Total deductions (Lines 11 through 15)		1,601,198
17. Net investment income (Line 10 minus Line 16)		158,022,486
DETAILS OF WRITE-INS		
0901. Miscellaneous	105,927	105,927
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	105,927	105,927
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		0

- (a) Includes \$ 5,532,138 accrual of discount less \$ 4,286,156 amortization of premium and less \$ 2,203,225 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ 1,257 amortization of premium and less \$ 439 paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	263,739	0	263,739	0	0
1.1 Bonds exempt from U.S. tax			0		
1.2 Other bonds (unaffiliated)	3,550,290	(527,944)	3,022,345	(353,369)	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	(6,878)	0	(6,878)	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	(750,208)	0	(750,208)	4,356,114	0
2.21 Common stocks of affiliates	0	0	0	34,141	0
3. Mortgage loans	0	0	0	0	0
4. Real estate	0	0	0	0	0
5. Contract loans	0	0	0	0	0
6. Cash, cash equivalents and short-term investments	9,388	0	9,388	0	0
7. Derivative instruments	2,033,953	0	2,033,953	4,279,514	0
8. Other invested assets	46,491	0	46,491	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	5,146,775	(527,944)	4,618,830	8,316,400	0
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
FIRST YEAR (other than single)											
1. Uncollected	124,456		141,350	(16,894)							
2. Deferred and accrued	4,705,721		4,705,721								
3. Deferred, accrued and uncollected:											
3.1 Direct	4,847,071		4,847,071								
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	16,894			16,894							
3.4 Net (Line 1 + Line 2)	4,830,177	0	4,847,071	(16,894)	0	0	0	0	0	0	0
4. Advance	28,143										
5. Line 3.4 - Line 4	4,802,034	0	4,818,928	(16,894)	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct	187,816,333		56,359,909	128,697,696			2,758,728				
6.2 Reinsurance assumed	0										
6.3 Reinsurance ceded	89,362		89,362								
6.4 Net	187,726,971	0	56,270,547	128,697,696	0	0	2,758,728	0	0	0	0
7. Line 5 + Line 6.4	192,529,005	0	61,089,475	128,680,802	0	0	2,758,728	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance)	4,755,884	0	4,771,362	(15,478)	0	0	0	0	0	0	0
9. First year premiums and considerations:											
9.1 Direct	187,638,957		56,182,533	128,697,696			2,758,728				
9.2 Reinsurance assumed	0										
9.3 Reinsurance ceded	(134,164)		(135,580)	1,416							
9.4 Net (Line 7 - Line 8)	187,773,121	0	56,318,113	128,696,280	0	0	2,758,728	0	0	0	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	113,866,208		111,381,788	2,484,420							
10.2 Reinsurance assumed	0										
10.3 Reinsurance ceded	760,930			760,930							
10.4 Net	113,105,278	0	111,381,788	1,723,490	0	0	0	0	0	0	0
RENEWAL											
11. Uncollected	12,463		128,636	(116,173)							
12. Deferred and accrued	39,299,085		39,299,085								
13. Deferred, accrued and uncollected:											
13.1 Direct	47,973,938		47,973,938								
13.2 Reinsurance assumed	0										
13.3 Reinsurance ceded	8,662,390		8,546,217	116,173							
13.4 Net (Line 11 + Line 12)	39,311,548	0	39,427,721	(116,173)	0	0	0	0	0	0	0
14. Advance	998,838		998,838								
15. Line 13.4 - Line 14	38,312,710	0	38,428,883	(116,173)	0	0	0	0	0	0	0
16. Collected during year:											
16.1 Direct	287,614,989		248,908,900	30,520,166		84,498	7,727,973			373,452	
16.2 Reinsurance assumed	0										
16.3 Reinsurance ceded	26,944,709		26,346,368	219,971		4,918				373,452	
16.4 Net	260,670,280	0	222,562,532	30,300,195	0	79,580	7,727,973	0	0	0	0
17. Line 15 + Line 16.4	298,982,990	0	260,991,415	30,184,022	0	79,580	7,727,973	0	0	0	0
18. Prior year (uncollected + deferred and accrued - advance)	38,558,939	0	38,639,811	(80,872)	0	0	0	0	0	0	0
19. Renewal premiums and considerations:											
19.1 Direct	289,401,900		250,695,811	30,520,166		84,498	7,727,973			373,452	
19.2 Reinsurance assumed	0										
19.3 Reinsurance ceded	28,977,849		28,344,207	255,272		4,918				373,452	
19.4 Net (Line 17 - Line 18)	260,424,051	0	222,351,604	30,264,894	0	79,580	7,727,973	0	0	0	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	590,907,065	0	418,260,132	161,702,282	0	84,498	10,486,701	0	0	373,452	0
20.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
20.3 Reinsurance ceded	29,604,615	0	28,208,627	1,017,618	0	4,918	0	0	0	373,452	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	561,302,450	0	390,051,505	160,684,664	0	79,580	10,486,701	0	0	0	0

EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	4,724,363		4,721,417	2,946							
22. All other	37,641,255		37,613,037	28,218							
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	60,097		45,607					14,490			
23.2 Reinsurance assumed	0										
23.3 Net ceded less assumed	60,097	0	45,607	0	0	0	0	14,490	0	0	0
24. Single:											
24.1 Reinsurance ceded	0										
24.2 Reinsurance assumed	0										
24.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded	1,125,799		1,015,556	45,455				64,788			
25.2 Reinsurance assumed	5,665		22	5,643							
25.3 Net ceded less assumed	1,120,134	0	1,015,534	39,812	0	0	0	64,788	0	0	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	1,185,896	0	1,061,163	45,455	0	0	0	79,278	0	0	0
26.2 Reinsurance assumed (Page 6, Line 22)	5,665	0	22	5,643	0	0	0	0	0	0	0
26.3 Net ceded less assumed	1,180,231	0	1,061,141	39,812	0	0	0	79,278	0	0	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	49,536,530		37,686,714	11,656,227				193,589			
28. Single	1,750,163		1,590,239	159,924							
29. Renewal	19,881,079		17,869,010	1,652,811			31	347,990	11,237		
30. Deposit-type contract funds	0										
31. Totals (to agree with Page 6, Line 21)	71,167,772	0	57,145,963	13,468,962	0	31	541,579	11,237	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	2 Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent	699,137		3,427			702,564
2. Salaries and wages	11,876,528		41,980			11,918,508
3.11 Contributions for benefit plans for employees	2,055,263		2,334			2,057,597
3.12 Contributions for benefit plans for agents						0
3.21 Payments to employees under non-funded benefit plans						0
3.22 Payments to agents under non-funded benefit plans						0
3.31 Other employee welfare	147,924		704			148,628
3.32 Other agent welfare						0
4.1 Legal fees and expenses	19,810		122			19,932
4.2 Medical examination fees	974,804					974,804
4.3 Inspection report fees	173,914		26			173,940
4.4 Fees of public accountants and consulting actuaries	129,000					129,000
4.5 Expense of investigation and settlement of policy claims	290,332					290,332
5.1 Traveling expenses	481,825		892			482,717
5.2 Advertising	558					558
5.3 Postage, express, telegraph and telephone	532,743		3,013			535,756
5.4 Printing and stationery	239,833					239,833
5.5 Cost or depreciation of furniture and equipment	17,084					17,084
5.6 Rental of equipment	9,260		53			9,313
5.7 Cost or depreciation of EDP equipment and software	177,870					177,870
6.1 Books and periodicals	16,584					16,584
6.2 Bureau and association fees	117,739					117,739
6.3 Insurance, except on real estate	111,995		671			112,666
6.4 Miscellaneous losses	1,535,812					1,535,812
6.5 Collection and bank service charges	158,378					158,378
6.6 Sundry general expenses	282,290					282,290
6.7 Group service and administration fees	54,447		1,988			56,435
6.8 Reimbursements by uninsured plans						0
7.1 Agency expense allowance						0
7.2 Agents' balances charged off (less \$ recovered)	215,361		(19)			215,342
7.3 Agency conferences other than local meetings	(107,851)					(107,851)
9.1 Real estate expenses	221,140					221,140
9.2 Investment expenses not included elsewhere	8,410				1,401,632	1,410,042
9.3 Aggregate write-ins for expenses	1,436,179	0	0	0	0	1,436,179
10. General expenses incurred	21,876,369	0	55,191	0	1,401,632	23,333,192
11. General expenses unpaid December 31, prior year	9,908,370		7,220		1,263,787	11,179,377
12. General expenses unpaid December 31, current year	224,958		135			225,093
13. Amounts receivable relating to uninsured plans, prior year						0
14. Amounts receivable relating to uninsured plans, current year						0
15. General expenses paid during year (Lines 10+11-12-13+14)	31,559,781	0	62,276	0	2,665,419	34,287,476
DETAILS OF WRITE-INS						
09.301. Consulting	368,248					368,248
09.302. EDP Software	1,066,152					1,066,152
09.303. Other	1,779					1,779
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0	0
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	1,436,179	0	0	0	0	1,436,179

(a) Includes management fees of \$ 8,773,541 to affiliates and \$ to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes	0				0
2. State insurance department licenses and fees	468,928	174			469,102
3. State taxes on premiums	6,421,013	50,528			6,471,541
4. Other state taxes, including \$ for employee benefits	192,641	20			192,661
5. U.S. Social Security taxes	320,103	86		27,729	347,918
6. All other taxes	361,608	34		171,837	533,479
7. Taxes, licenses and fees incurred	7,764,293	50,842	0	199,566	8,014,701
8. Taxes, licenses and fees unpaid December 31, prior year	2,549,619	4,293		88,428	2,642,340
9. Taxes, licenses and fees unpaid December 31, current year	2,327,491	3,919		80,723	2,412,133
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	7,986,421	51,216	0	207,271	8,244,908

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	4,733,194	0
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	37,604,206	
4. Applied to provide paid-up annuities	28,218	
5. Total Lines 1 through 4	42,365,618	0
6. Paid in cash	828,444	
7. Left on deposit	754,002	
8. Aggregate write-ins for dividend or refund options	0	0
9. Total Lines 5 through 8	43,948,064	0
10. Amount due and unpaid	1,428,216	
11. Provision for dividends or refunds payable in the following calendar year	44,598,970	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total Lines 10 through 14	46,027,186	0
16. Total from prior year	46,627,722	0
17. Total dividends or refunds (Lines 9 + 15 - 16)	43,347,528	0
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0100001. AE 3.5% ANB NLP, 05-47	7,779		7,779		
0100002. 41 CSO 2.5% ANB CRVM, 48-63	1,579,507		1,579,507		
0100003. 41 CSO 2.5% ANB NLP, 48-63	11,774,819		11,774,819		
0100004. 41 CSO 3% ANB NLP, 48-63	1,798,037		1,798,037		
0100005. 58 CSO 2.5% CRVM, 63-81	37,528,087		37,528,087		
0100006. 58 CSO 2.5% NLP, 63-81	121,815		121,815		
0100007. 58 CSO 2.75% NLP, 70-93	93,238				93,238
0100008. 58 CSO 3.5% CRVM, 69-88	9,215,513		9,215,513		
0100009. 58 CSO 3.5% NLP, 69-88	2,365,457		2,365,457		
0100010. 58 CSO 4% CRVM, 79-88	13,575,268		13,575,268		
0100011. 58 CSO 4% NLP, 79-88	73,276,704		73,276,704		
0100012. 58 CSO 4.5% CRVM, 81-88	6,793,849		6,793,849		
0100013. 58 CSO 5.5% NLP, 77-88	1,624				1,624
0100014. 80 CSO 4% CRVM, 83-08	126,328,494		126,328,494		
0100015. 80 CSO 4% NLP, 83-08	72,769,691		72,769,691		
0100016. 80 CSO 4.5% CRVM, 97-05	308,329,968		308,329,968		
0100017. 80 CSO 4.5% NLP, 85-05	160,890,388		158,527,896		2,362,492
0100018. 80 CSO 5% NLP, 86-94	50,262,230		50,262,230		
0100019. 2001 CSO 4% CRVM, 05-12 (N.B.)	263,949,955		263,949,955		
0100020. 2001 CSO 4% NLP, 05-12 (N.B.)	512,613,922		509,440,800		3,173,122
0100021. 2001 CSO 4.5% CRVM, 05	19,417,939		19,417,939		
0100022. 2001 CSO 4.5% NLP, 05	23,289,729		23,289,729		
0199997. Totals (Gross)	1,695,984,013	0	1,690,353,537	0	5,630,476
0199998. Reinsurance ceded	49,424,136		46,987,159		2,436,977
0199999. Life Insurance: Totals (Net)	1,646,559,877	0	1,643,366,378	0	3,193,499
0200001. 71 IAM 8.00% 87-87	207,319	XXX		XXX	207,319
0200002. 71 IAM 8.25% 90-91	238,469	XXX		XXX	238,469
0200003. 71 IAM 8.50% 83-89	464,388	XXX		XXX	464,388
0200004. 83 GAM 6.25% 98-98	611,762	XXX		XXX	611,762
0200005. 83 GAM 6.50% 94-97	2,205,491	XXX		XXX	2,205,491
0200006. 83 GAM 7.00% 92-93	347,038	XXX		XXX	347,038
0200007. 83 GAM 7.25% 95-95	169,913	XXX		XXX	169,913
0200008. 83 IAM 6.25% 98-98	1,275,552	XXX	1,275,552	XXX	
0200009. 83 IAM 6.50% 94-94	87,190	XXX	87,190	XXX	
0200010. 83 IAM 6.75% 96-97	752,142	XXX	752,142	XXX	
0200011. 83 IAM 7.25% 95-95	1,640,350	XXX	1,640,350	XXX	
0200012. a-1949 2.5% 72-81	16,904	XXX		XXX	16,904
0200013. a-1949 Proj 2.50% 68-80	5,666	XXX	5,666	XXX	
0200014. a2000 4.25% 78-80	2,041,652	XXX	2,041,652	XXX	
0200015. a2000 5.00% 11-11	5,522,134	XXX	5,522,134	XXX	
0200016. a2000 5.25% 05-10	12,498,537	XXX	12,498,537	XXX	
0200017. a2000 5.50% 04-08	13,891,302	XXX	13,891,302	XXX	
0200018. a2000 6.00% 03-09	8,294,501	XXX	8,294,501	XXX	
0200019. a2000 6.25% 99-99	2,168,290	XXX	2,168,290	XXX	
0200020. a2000 6.50% 02-02	1,432,824	XXX	1,432,824	XXX	
0200021. a2000 6.75% 01-01	768,376	XXX	768,376	XXX	
0200022. a2000 7.00% 00-00	566,102	XXX	566,102	XXX	
0200023. Deferred 4.00% CARVM:83a 3% 75-79	917,206	XXX	917,206	XXX	
0200024. Deferred 4.50% CARVM:83a 3% 80-82	1,285,220	XXX	1,285,220	XXX	
0200025. Deferred 4.75% CARVM:83a 3% 80-83	990,503	XXX	990,503	XXX	
0200026. Deferred 5.00% CARVM:83a 3% 98-98	3,300,005	XXX	3,300,005	XXX	
0200027. Deferred 5.25% CARVM:83a 3% 94-98	21,351,298	XXX	21,351,298	XXX	
0200028. Deferred 5.50% CARVM:83a 3% 93-97	5,577,761	XXX	5,577,761	XXX	
0200029. Deferred 5.75% CARVM:83a 3% 93-95	1,321,215	XXX	1,321,215	XXX	
0200030. Deferred 6.00% CARVM:83a 3% 92-95	2,130,230	XXX	2,130,230	XXX	
0200031. Deferred 6.25% CARVM:83a 3% 87-91	2,668,350	XXX	2,668,350	XXX	
0200032. Deferred 6.50% CARVM:83a 3% 89-89	250,811	XXX	250,811	XXX	
0200033. Deferred 6.75% CARVM:83a 3% 86-88	1,269,031	XXX	1,269,031	XXX	
0200034. Deferred 8.00% CARVM:83a 3% 84-85	1,630,973	XXX	1,630,973	XXX	
0200035. Deferred 8.25% CARVM:83a 3% 83-83	269,824	XXX	269,824	XXX	
0200036. Deferred 3.75% CARVM:2000 IAM 3% 12 (N.B.)	112,803,452	XXX	111,331,061	XXX	1,472,391
0200037. Deferred 4.25% CARVM:2000 IAM 3% 10-11	419,242,889	XXX	407,681,159	XXX	11,561,730
0200038. Deferred 4.50% CARVM:2000 IAM 3% 05-10	197,620,952	XXX	188,302,387	XXX	9,318,565
0200039. Deferred 4.75% CARVM:2000 IAM 3% 03-04	90,344,893	XXX	90,344,893	XXX	
0200040. Deferred 5.00% CARVM:2000 IAM 3% 99-09	139,804,146	XXX	133,456,643	XXX	6,347,503
0200041. Deferred 5.25% CARVM:2000 IAM 3% 99-02	40,505,153	XXX	40,505,153	XXX	
0200042. Deferred 5.50% CARVM:2000 IAM 3% 00-02	5,639,015	XXX	5,639,015	XXX	
0200043. Deferred 5.75% CARVM:2000 IAM 3% 00-00	71,298	XXX	71,298	XXX	
0200044. Deferred 3.75% CARVM GAM 3% 12 (N.B.)	520,783	XXX		XXX	520,783
0200045. Deferred 4.25% CARVM GAM 3% 10-11	2,328,099	XXX		XXX	2,328,099
0200046. Deferred 4.50% CARVM GAM 3% 05-08	6,421,835	XXX		XXX	6,421,835
0200047. Deferred 4.75% CARVM GAM 3% 03-04	3,525,886	XXX		XXX	3,525,886
0200048. Deferred 5.00% CARVM GAM 3% 98-09	3,723,180	XXX		XXX	3,723,180
0200049. Deferred 5.25% CARVM GAM 3% 94-02	6,695,901	XXX		XXX	6,695,901
0200050. Deferred 5.50% CARVM GAM 3% 93-00	5,159,451	XXX		XXX	5,159,451
0200051. Deferred 5.75% CARVM GAM 3% 95-95	2,326,899	XXX		XXX	2,326,899
0200052. Deferred 6.00% CARVM GAM 3% 92-92	1,541,728	XXX		XXX	1,541,728
0200053. Deferred 6.25% CARVM GAM 3% 90-91	3,797,297	XXX		XXX	3,797,297
0200054. Deferred 6.50% CARVM GAM 3% 89-89	249,687	XXX		XXX	249,687
0200055. Home Office Pension Plan 85-12 (N.B.)	5,795,922	XXX		XXX	5,795,922
0299997. Totals (Gross)	1,146,286,795	XXX	1,071,238,654	XXX	75,048,141
0299998. Reinsurance ceded	24,306,330	XXX	24,306,330	XXX	
0299999. Annuities: Totals (Net)	1,121,980,465	XXX	1,046,932,324	XXX	75,048,141
0300001. 71 IAM 11.25% 83-84	32,764		32,764		
0300002. 83 IAM 6.00% 03-03	33,408		33,408		
0300003. 83 IAM 6.25% 98-98	338,494		338,494		
0300004. 83 IAM 6.50% 94-94	522,531		522,531		
0300005. 83 IAM 6.75% 96-97	561,544		561,544		
0300006. 83 IAM 7.00% 93-93	598,007		598,007		
0300007. 83 IAM 7.25% 95-95	458,686		458,686		
0300008. 83 IAM 7.75% 92-92	702,457		702,457		
0300009. 83 IAM 8.00% 87-87	124,222		124,222		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0300010. 83 IAM 8.25% 90-91	1,129,466		1,129,466		
0300011. 83 IAM 8.75% 88-89	728,793		728,793		
0300012. 83 IAM 9.25% 85-86	26,421		26,421		
0300013. a-1949 Proj. 2.50% 68-82	16,649		16,649		
0300014. a2000 4.25% 12 (N.B.)	488,756		488,756		
0300015. a2000 5.00% 11-11	1,239,879		1,239,879		
0300016. a2000 5.25% 05-10	1,456,641		1,456,641		
0300017. a2000 5.50% 04-08	2,435,822		2,435,822		
0300018. a2000 6.00% 03-09	1,765,387		1,765,387		
0300019. a2000 6.25% 99-99	297,878		297,878		
0300020. a2000 6.50% 02-02	369,127		369,127		
0300021. a2000 6.75% 01-01	305,856		305,856		
0300022. a2000 7.00% 00-00	281,272		281,272		
0399997. Totals (Gross)	13,914,060	0	13,914,060	0	0
0399998. Reinsurance ceded	853,106		853,106		
0399999. SCWLC: Totals (Net)	13,060,954	0	13,060,954	0	0
0400001. 59 ADB & 58 CSO 2.5%, 63-78	5,631		5,631		
0400002. 59 ADB & 58 CSO 3%, 79-88	18,844		18,844		
0400003. 59 ADB & 80 CSO 3%, 89-12 (N.B.)	75,818		75,818		
0499997. Totals (Gross)	100,293	0	100,293	0	0
0499998. Reinsurance ceded	0				
0499999. Accidental Death Benefits: Totals (Net)	100,293	0	100,293	0	0
0500001. 52 INTERCO DISA & 41 CSO 2.5%, 60-63	682		682		
0500002. 52 INTERCO DISA & 58 CSO 2.5%, 63-88	154,919		154,919		
0500003. 52 INTERCO DISA & 58 CSO 3%, 87-88	1,915		1,915		
0500004. 52 INTERCO DISA & 80 CSO 3.5%, 85-12 (N.B.)	12,610		12,610		
0500005. 52 INTERCO DISA & 80 CSO 4.5%	7,506,824		7,506,824		
0599997. Totals (Gross)	7,676,950	0	7,676,950	0	0
0599998. Reinsurance ceded	1,257,283		1,257,283		
0599999. Disability-Active Lives: Totals (Net)	6,419,667	0	6,419,667	0	0
0600001. 52 INTERCO DISA 2.5%, 30-94	364,485		364,485		
0600002. 52 INTERCO DISA 4.5%, 83-12 (N.B.)	13,113,284		13,113,284		
0600003. 70 INTERCO DISA 3%, 63-93	1,500,507				1,500,507
0600004. 70 INTERCO DISA 4.5%, 94-12 (N.B.)	3,729,431				3,729,431
0600005. 05 Group Waiver Table 4%, 11-12 (N.B.)	1,220,938				1,220,938
0699997. Totals (Gross)	19,928,645	0	13,477,769	0	6,450,876
0699998. Reinsurance ceded	9,722,961		5,792,264		3,930,697
0699999. Disability-Disabled Lives: Totals (Net)	10,205,684	0	7,685,505	0	2,520,179
0799998. Reinsurance ceded	0				
0799999. Miscellaneous Reserves: Totals (Net)	0	0	0	0	0
9999999. Totals (Net) - Page 3, Line 1	2,798,326,940	0	2,717,565,121	0	80,761,819

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [X] No []
- 1.2 If not, state which kind is issued.
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts?..... Yes [] No [X]
- 2.2 If not, state which kind is issued.
Non-participating
3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?..... Yes [X] No []
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
4. Has the reporting entity any assessment or stipulated premium contracts in force? Yes [] No [X]
If so, state:
4.1 Amount of insurance? \$
4.2 Amount of reserve? \$
4.3 Basis of reserve:
- 4.4 Basis of regular assessments:
- 4.5 Basis of special assessments:
- 4.6 Assessments collected during the year \$
5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.
6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [] No [X]
6.1 If so, state the amount of reserve on such contracts on the basis actually held: \$
6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: \$
Attach statement of methods employed in their valuation.
7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements \$
7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:
- 7.3 State the amount of reserves established for this business: \$
- 7.4 Identify where the reserves are reported in the blank:
8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: \$
8.2 State the amount of reserves established for this business: \$
8.3 Identify where the reserves are reported in the blank:
9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [] No [X]
9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: \$
9.2 State the amount of reserves established for this business: \$
9.3 Identify where the reserves are reported in the blank:

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	2 Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
Patriot Whole Life Portfolio 2nd Generation	1980 CSO	2001 CSO	(3,237,577)
0199999. Subtotal (Page 7, Line 6)	XXX	XXX	(3,237,577)
Funding Agreements	Max(CARVM, Principal + Interest)	CARVM	(5,232,913)
0299999. Subtotal	XXX	XXX	(5,232,913)
.....
9999999 - Total (Column 4, only) .....	.....	.....	(8,470,490)

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	33,453				32,035	48	1,370		
2. Additional contract reserves (a)	1,278,384				1,275,928	2,456			
3. Additional actuarial reserves-Asset/Liability analysis	0								
4. Reserve for future contingent benefits	0								
5. Reserve for rate credits	0								
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	1,311,837	0	0	0	1,307,963	2,504	1,370	0	0
8. Reinsurance ceded	1,311,837				1,307,963	2,504	1,370		
9. Totals (Net)	0	0	0	0	0	0	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	27,368,570	22,982,094			4,386,476				
11. Additional actuarial reserves-Asset/Liability analysis	0	0							
12. Reserve for future contingent benefits	0								
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	27,368,570	22,982,094	0	0	4,386,476	0	0	0	0
15. Reinsurance ceded	26,517,746	22,131,270			4,386,476				
16. Totals (Net)	850,824	850,824	0	0	0	0	0	0	0
17. TOTAL (Net)	850,824	850,824	0	0	0	0	0	0	0
18. TABULAR FUND INTEREST	0								
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	223,638,558	154,233,089	18,210,544	6,674,074	28,630,315	15,890,536
2. Deposits received during the year	38,178,549	10,000,000	2,052,048	1,339,263	754,002	24,033,236
3. Investment earnings credited to the account	6,719,526	4,874,430	640,163	207,306	750,325	247,302
4. Other net change in reserves	(5,232,913)	(5,232,913)				
5. Fees and other charges assessed	0					
6. Surrender charges	0					
7. Net surrender or withdrawal payments	35,446,720	9,033,593	6,120,540	1,233,665	2,238,466	16,820,456
8. Other net transfers to or (from) Separate Accounts	0					
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	227,857,000	154,841,013	14,782,215	6,986,978	27,896,176	23,350,618
10. Reinsurance balance at the beginning of the year	(1,123,077)	0	0	(1,123,077)	0	0
11. Net change in reinsurance assumed	(301,344)			(301,344)		
12. Net change in reinsurance ceded	(129,034)			(129,034)		
13. Reinsurance balance at the end of the year (Lines 10+11-12)	(1,295,387)	0	0	(1,295,387)	0	0
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	226,561,613	154,841,013	14,782,215	5,691,591	27,896,176	23,350,618

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Due and unpaid:											
1.1 Direct	261,203		154,337	106,866							
1.2 Reinsurance assumed	0										
1.3 Reinsurance ceded	0										
1.4 Net	261,203	0	154,337	106,866	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted	0										
2.11 Direct	0										
2.12 Reinsurance assumed	0										
2.13 Reinsurance ceded	0										
2.14 Net	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other	8,564,145		5,079,326	3,240,118			72,800		171,901		
2.22 Reinsurance assumed	81,415			81,415							
2.23 Reinsurance ceded	3,471,585		3,299,684						171,901		
2.24 Net	5,173,975	0	(b) 1,779,642	(b) 3,321,533	0	(b) 0	(b) 72,800	0	(b) 0	(b) 0	(b) 0
3. Incurred but unreported:											
3.1 Direct	1,312,560		1,300,000				12,560				
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	940,128		937,000				3,128				
3.4 Net	372,432	0	(b) 363,000	(b) 0	0	(b) 0	(b) 9,432	0	(b) 0	(b) 0	(b) 0
4. TOTALS											
4.1 Direct	10,137,908	0	6,533,663	3,346,984	0	0	85,360	0	171,901	0	0
4.2 Reinsurance assumed	81,415	0	0	81,415	0	0	0	0	0	0	0
4.3 Reinsurance ceded	4,411,713	0	4,236,684	0	0	0	3,128	0	171,901	0	0
4.4 Net	5,807,610	(a) 0	(a) 2,296,979	3,428,399	0	0	(a) 82,232	0	0	0	0

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ _____ in Column 2, \$ 154,337 in Column 3 and \$ _____ in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ 105,550
 Individual Annuities \$ _____, Credit Life (Group and Individual) \$ _____, and Group Life \$ _____, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ 850,824
 Credit (Group and Individual) Accident and Health \$ _____, and Other Accident and Health \$ _____ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct	62,858,850		38,032,074	16,069,473	1,675,815		886,189	657,198	5,538,101		
1.2 Reinsurance assumed	1,704,278		596	1,105,279	598,403						
1.3 Reinsurance ceded	33,030,192		25,855,531	1,503,481	81,328		246,220	75,447	5,268,185		
1.4 Net	(d) 31,532,936	0	12,177,139	15,671,271	2,192,890	0	639,969	581,751	269,916	0	0
2. Liability December 31, current year from Part 1:											
2.1 Direct	10,137,908	0	6,533,663	3,346,984	0	0	85,360	0	171,901	0	0
2.2 Reinsurance assumed	81,415	0	0	81,415	0	0	0	0	0	0	0
2.3 Reinsurance ceded	4,411,713	0	4,236,684	0	0	0	3,128	0	171,901	0	0
2.4 Net	5,807,610	0	2,296,979	3,428,399	0	0	82,232	0	0	0	0
3. Amounts recoverable from reinsurers December 31, current year	9,016,334		9,164,967	(155,924)	7,291						
4. Liability December 31, prior year:											
4.1 Direct	6,384,936	0	4,442,785	1,715,172	0	0	66,360	0	50,000	0	110,619
4.2 Reinsurance assumed	670,976	0	0	670,976	0	0	0	0	0	0	0
4.3 Reinsurance ceded	2,773,202	0	2,231,280	378,175	0	0	3,128	0	50,000	0	110,619
4.4 Net	4,282,710	0	2,211,505	2,007,973	0	0	63,232	0	0	0	0
5. Amounts recoverable from reinsurers December 31, prior year	15,063,927		14,462,782	363,601	4,049		233,495				
6. Incurred Benefits											
6.1 Direct	66,611,822	0	40,122,952	17,701,285	1,675,815	0	905,189	657,198	5,660,002	0	(110,619)
6.2 Reinsurance assumed	1,114,717	0	596	515,718	598,403	0	0	0	0	0	0
6.3 Reinsurance ceded	28,621,110	0	22,563,120	605,781	84,570	0	12,725	75,447	5,390,086	0	(110,619)
6.4 Net	39,105,429	0	17,560,428	17,611,222	2,189,648	0	892,464	581,751	269,916	0	0

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
 \$ in Line 6.1, and \$ in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 184,398 in Line 1.1, \$ 184,398 in Line 1.4.
 \$ 184,398 in Line 6.1, and \$ 184,398 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
 \$ in Line 6.1, and \$ in Line 6.4.

(d) Includes \$ premiums waived under total and permanent disability benefits.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0		0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0		0
2.2 Common stocks	330,438		(330,438)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0		0
3.2 Other than first liens			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0		0
4.2 Properties held for the production of income			0
4.3 Properties held for sale			0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)	0		0
6. Contract loans	0		0
7. Derivatives (Schedule DB)	0		0
8. Other invested assets (Schedule BA)	0		0
9. Receivables for securities	0		0
10. Securities lending reinvested collateral assets (Schedule DL)			0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	330,438	0	(330,438)
13. Title plants (for Title insurers only)			0
14. Investment income due and accrued	0		0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	0		0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			0
15.3 Accrued retrospective premiums			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0		0
16.2 Funds held by or deposited with reinsured companies			0
16.3 Other amounts receivable under reinsurance contracts	0		0
17. Amounts receivable relating to uninsured plans			0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset	8,354,852	9,818,412	1,463,560
19. Guaranty funds receivable or on deposit	0		0
20. Electronic data processing equipment and software			0
21. Furniture and equipment, including health care delivery assets			0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0
23. Receivables from parent, subsidiaries and affiliates			0
24. Health care and other amounts receivable	1,538,539	1,771,910	233,371
25. Aggregate write-ins for other than invested assets	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	10,223,829	11,590,322	1,366,493
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0
28. Total (Lines 26 and 27)	10,223,829	11,590,322	1,366,493
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of The Lafayette Life Insurance Company (the Company) are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance (the Department).

The Department recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Ohio. The Department has the right to permit other specific practices that deviate from prescribed practices. There are no differences between the Company's net income and capital and surplus using NAIC SAP or practices prescribed and permitted by the state of Ohio.

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

The preparation of financial statements in conformity with statutory accounting practices prescribed or permitted by the state of Ohio requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life premiums are recognized as income over the premium-paying period of the related policies. Annuity considerations are recognized as revenue when received. Amounts received on deposit-type contracts are entered directly as a liability when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

The amount of dividends to be paid to policyholders is determined annually by the Company's Board of Directors. The aggregate amount of policyholders' dividends is related to actual interest, mortality, morbidity and expense experience for the year and judgment as to the appropriate level of statutory surplus to be retained by the Company.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at either amortized cost using the interest method or the lower of amortized cost or fair market value.
- (3) Unaffiliated common stocks are stated at fair market value, except for Federal Home Loan Bank (FHLB) stock, which is carried at cost, adjusted for stock dividends, and is restricted. Common stocks of non-life subsidiaries and non-life affiliates in which the Company has an interest of 10% or more are carried on the GAAP equity basis.
- (4) The Company does not hold any preferred stocks.
- (5) Mortgage loans on real estate are stated at the aggregate unpaid principal balance plus unamortized premium less unaccrued discount.
- (6) Loan-backed and structured securities are stated at amortized cost, except those with an initial NAIC designation of 6, which are stated at the lower of amortized cost or fair value. Loan backed and structured securities with an initial NAIC designation of 6 could have a final designation of 1 through 5 as determined by the SVO financial modeling process or the SVO modified filing exempt process. The retrospective adjustment method is used to determine amortized cost for all loan-backed and structured securities, except for those which an other-than-temporary impairment has been recognized, which use the prospective adjustment method to determine amortized cost.
- (7) The Company owns 100% of the capital stock of its non-life insurance subsidiaries, which are stated at GAAP equity.
- (8) Other invested assets reflect investments in surplus debentures and are stated at amortized cost.
- (9) All derivatives are stated at fair value. The change in fair value flows through the change in unrealized gains/losses line.
- (10) Anticipated investment income is not a factor in calculating deficiency reserves.
- (11) Loss liabilities for accident and health contracts are based on industry standard tables for long-term disability coverages and historical company experience for other accident and health.
- (12) The Company has not changed its capitalization policy from the prior year.
- (13) The Company has no pharmaceutical rebate receivables on its books during the statement periods.
- (14) The Company monitors investments to determine if there has been an other-than-temporary decline in fair value. Factors management considers for each identified security include the following:
 - the length of time and the extent to which the fair value is below the book/adjusted carry value;
 - the financial condition and near term prospects of the issuer, including specific events that may affect its operations;
 - for equity securities and debt securities with credit related declines in fair value, the Company's intent and ability to hold the security long enough for it to recover its value to book/adjusted carry value;
 - for debt securities with interest related declines in fair value, the Company's intent to sell the security before recovery of its book/adjusted carry value;
 - for loan-backed securities, the Company's intent and ability to hold the security long enough for it to recover its value to book/adjusted carry value;
 - for loan-backed securities, the Company's intent to sell the security before recovery of its book/adjusted carry value.

If the decline is judged to be other-than-temporary, an impairment charge is recorded as a net realized capital loss in the period the determination is made.

2. Accounting Changes and Corrections of Errors

The Company made the following accounting changes in 2012:

Effective January 1, 2012, the Company adopted Statement of Statutory Accounting Principle No. 101, *Income Taxes, a Replacement of SSAP No. 10R and SSAP No. 10* (SSAP 101). SSAP 101 amends the deferred tax asset admittance test set forth in SSAP 10R, *Income Taxes – A Temporary Replacement of SSAP 10* (SSAP 10R), by limiting the admissibility thresholds based on current period risk-based capital levels and modifying disclosure requirements. In addition, SSAP 101 no longer requires admitted deferred tax assets above certain thresholds to be classified as aggregate write-ins for other than special surplus funds.

The adoption of SSAP 101 resulted in an increase to statutory surplus of \$0.8 million at January 1, 2012, which is reflected on the cumulative effect of changes in accounting principles line (line 49) on the Summary of Operations page. In addition, the Company reclassified \$10.4 million on the Liabilities, Surplus and Other Funds page from aggregate write-ins for other than special surplus funds (line 34) to unassigned funds (line 35).

The Company changed the statutory reserve valuation for certain fixed rate, fixed term funding agreements from account value to CARVM. SSAP No. 51 – *Life Contracts* requires such a change in valuation basis to be recorded directly to surplus rather than as a part of the reserve change recognized in the summary of operations. The Company has recorded \$5.2 million directly as an increase to surplus as a result of the change in valuation basis through the

NOTES TO FINANCIAL STATEMENTS

Change in Reserve on Account of Valuation Bases on the Summary of Operations.

The Company has changed to the 2001 CSO mortality table from the 1980 CSO mortality table for determining statutory reserves for certain traditional life policies. SSAP No. 51 – Life Contracts requires such a change in valuation basis to be recorded directly to surplus rather than as a part of the reserve change recognized in the Summary of Operations. The Company has recorded \$3.3 million directly as an increase to surplus as a result of the change in valuation basis through the Change in Reserve on Account of Valuation Bases line on the Summary of Operations.

The Company made the following accounting changes in 2011:

In October 2010, the NAIC modified the definitions of loan-backed and structured securities included in SSAP No. 43R. The revised definition expands the requirement to include any securitized asset where the underlying cash flows are from all types of asset pools and not just those emanating from either mortgages or securities. Regardless of the underlying collateral, each security structured through a special purpose entity, trust or limited liability company is expected to be reported as a SSAP No. 43R security, not as an issuer obligation under SSAP No. 26, *Bonds, excluding Loan-backed and Structured Securities*. This guidance was effective January 1, 2011. The adoption of this guidance did not have a significant impact on the Company's financial statements.

3. Business Combinations and Goodwill. None.

4. Discontinued Operations. None.

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) The minimum and maximum lending rates for mortgage loans issued during 2012 were:

Farm loans	None
City loans	4.40% and 5.30%
Purchase money mortgages	None
Mezzanine loans	None

(2) During 2012, the Company reduced interest rates of outstanding mortgage loans as follows: None.

(3) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was: 80%.

	Current Year	Prior Year
(4) As of year end, the Company held mortgages with interest more than 180 days past due with a recorded investment, excluding accrued interest	\$ -	\$ -
a. Total interest due on mortgages with interest more than 180 days past due	\$ -	\$ -
(5) Taxes, assessments and any amounts advanced and not included in the mortgage loan total	\$ -	\$ -
(6) Current year impaired loans with a related allowance for credit losses	\$ -	\$ -
a. Related allowance for credit losses	\$ -	\$ -
(7) Impaired mortgage loans without an allowance for credit losses	\$ -	\$ -
(8) Average recorded investment in impaired mortgage loans	\$ -	\$ -
(9) Interest income recognized during the period the loans were impaired	\$ -	\$ -
(10) Amount of interest income recognized on a cash basis during the period the loans were impaired	\$ -	\$ -
(11) Allowance for credit losses:		
a. Balance at beginning of period	\$ -	\$ -
b. Additions charged to operations	\$ -	\$ -
c. Direct write-downs charged against the allowance	\$ -	\$ -
d. Recoveries of amounts previously charged off	\$ -	\$ -
e. Balance at end of period	\$ -	\$ -

(12) The Company recognizes interest income on its impaired loans upon receipt.

B. Debt Restructuring. None.

C. Reverse Mortgages. None.

D. Loan-Backed Securities

(1) The prepayment assumptions used in the valuation process were from Bloomberg and broker dealer prepayment models or derived from empirical data.

(2) The Company had no other-than-temporary impairments on loan-backed and structured securities for the years ended December 31, 2012, 2011, 2010 and the six month period ended December 31, 2009 due to the intent to sell the security or the inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis of the security.

(3) The following is a list of each loan-backed and structured security with a recognized other-than-temporary impairment, for the years ended December 31, 2012, 2011, 2010 and the six month period ended December 31, 2009, as the present value of future cash flows expected to be collected is less than the amortized cost basis of the securities:

CUSIP	Book/Adj Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Future Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value	Date of Financial Statement Where Reported
For the year ended December 31, 2012:						
221470AA5	\$ 1,643,030	\$ 1,124,325	\$ 518,705	\$ 1,124,325	\$ 700,982	9/30/2012
Total	XXX	XXX	\$ 518,705	XXX	XXX	

For the Year ended December 31, 2011:

CUSIP	Book/Adj Carrying Value Amortized	Present Value of	Recognized Other-Than-	Amortized Cost After	Fair Value	Date of Financial
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NOTES TO FINANCIAL STATEMENTS

	Cost Before Current Period OTTI	Future Cash Flows	Temporary Impairment	Other-Than- Temporary Impairment		Statement Where Reported
76110H3N7	\$ 1,910,426	\$ 1,896,256	\$ 14,170	\$ 1,896,256	\$ 1,621,060	12/31/2011
17307GL97	1,379,676	1,316,921	62,755	1,316,921	878,094	9/30/2011
17307GL97	1,468,749	1,383,755	84,994	1,383,755	871,980	6/30/2011
Total	XXX	XXX	\$ 161,919	XXX	XXX	

For the Year ended December 31, 2010:

17307GL97	\$ 1,706,127	\$ 1,473,880	\$ 232,247	\$ 1,473,880	\$ 912,394	9/30/2010
Total	XXX	XXX	\$ 232,247	XXX	XXX	

For the six month period ended December 31, 2009: None

- (4) The following is an aggregate total of all impaired loan-backed securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss, including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains as of December 31, 2012:

a. The aggregate amount of unrealized losses:			
	1. Less than 12 months	\$172,356	
	2. 12 months or longer	\$790,345	
	The aggregate related fair value of securities		
b. with unrealized losses:			
	1. Less than 12 months	\$20,231,290	
	2. 12 months or longer	\$8,596,857	

- (5) See Note 1C (13) for the factors management considers when evaluating for an other-than-temporary decline in fair value.

E. Repurchase Agreements and/or Securities Lending Transactions. None.

F. Real Estate

- (1) The Company did not recognize impairment losses on real estate during the statement periods.
- (2) The Company had two property classified as held-for-sale at December 31, 2012. These adjoining properties, located at 1905 Teal Road and 2203 South 18th Street in Lafayette, Indiana, comprised the former home office of the Company. Upon its relocation to Cincinnati, Ohio in June 2011, the Company ceased operating in Lafayette. On July 6, 2011, the Company executed a listing contract with Coldwell Banker Commercial Shook to market the properties for sale. The asset is still listed with the Broker as of December 31, 2012.
- (3) The Company did not experience changes to a plan of sale in investment in real estate.
- (4) The Company does not engage in retail land sales operations.
- (5) The Company does not hold any real estate investments with participating mortgage loan features.

G. Low Income Housing Tax Credit Property Investments. None.

6. Joint Ventures, Partnerships and Limited Liability Companies. None.

7. Investment Income

A. Due and accrued income is excluded from surplus on the following bases:

All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgage loans in default.

Due and accrued income was excluded from investment income on mortgage loans which were in foreclosure, delinquent more than one year or where collection of interest is uncertain.

B. The amount excluded was \$0 for bonds and \$0 for mortgage loans.

8. Derivative Instruments

A. The Company markets equity indexed annuities and universal life policies. The risk associated with these products is the ultimate benefit paid could be higher than the return earned from the underlying assets. The Company's exposure to credit risk on its option positions is the risk of loss from a counterparty failing to perform according to the terms of the contract. To control this risk, the Company limits its exposure for an individual counterparty to \$15 million, less than 1% of admitted assets. Further, the counterparty must be rated single A or better by two NRSRO's. The Company's call options, purchased and written, are short-term with a duration of one year or less.

B. The Company utilizes customized call options to hedge the S&P 500 index exposure embedded in these products with a net notional amount of \$93,266,000 and \$78,990,000 at December 31, 2012 and 2011, respectively. The Company purchases and writes call options to correlate with changes in the annuity and universal life features due to movements in the S&P 500. At the beginning of these contracts, a premium is either paid or received for transferring the related risk. The Company retains basis risk and risk associated with actual versus expected assumptions for mortality and lapse rates.

C. The Company recognizes changes in the fair value of these call options through unrealized gains/losses and the related gains/losses from terminations, maturities or expirations through realized capital gains/losses.

D. The change in fair value was \$(4,279,514) and \$(3,532,918) for 2012 and 2011, respectively.

Outstanding derivatives shown in notional or contract amounts along with their carrying and estimated fair values are as follows:

	Notional/Contract Amounts		Carrying	Fair Value	Carrying	Fair Value
	December 31		Value	December 31	Value	December 31
	2012	2011	2012	2012	2011	2011
Call options purchased	\$ 603,911,000	\$ 608,080,000	\$31,357,174	\$ 31,357,174	\$ 26,003,622	\$ 26,003,622
Call options written	510,645,000	529,090,000	20,598,141	20,598,141	18,070,342	18,070,342
Net call positions	\$ 93,266,000	\$ 78,990,000	\$ 10,759,033	\$ 10,759,033	\$ 7,933,280	\$ 7,933,280

9. Income Taxes

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

(1)

12/31/2012		
(1)	(2)	(3)

NOTES TO FINANCIAL STATEMENTS

	Ordinary	Capital	(Col 1+2) Total
(a) Gross deferred tax assets	\$ 63,161,179	\$ 2,808,507	\$ 65,969,686
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	63,161,179	2,808,507	65,969,686
(d) Deferred tax assets nonadmitted	8,354,852	-	8,354,852
(e) Subtotal net admitted deferred tax assets (1c – 1d)	54,806,327	2,808,507	57,614,834
(f) Deferred tax liabilities	22,694,082	3,579,745	26,273,827
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	\$ 32,112,245	\$ (771,238)	\$ 31,341,007

12/31/2011			
(4) Ordinary	(5) Capital	(6) (Col 4+5) Total	
(a) Gross deferred tax assets	\$ 61,561,965	\$ 4,382,309	\$ 65,944,274
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	61,561,965	4,382,309	65,944,274
(d) Deferred tax assets nonadmitted	9,818,412	-	9,818,412
(e) Subtotal net admitted deferred tax assets (1c – 1d)	51,743,553	4,382,309	56,125,862
(f) Deferred tax liabilities	20,545,413	1,574,167	22,119,580
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	\$ 31,198,140	\$ 2,808,142	\$ 34,006,282

Change:

Change			
(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total	
(a) Gross deferred tax assets	\$ 1,599,214	\$ (1,573,802)	\$ 25,412
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	1,599,214	(1,573,802)	25,412
(d) Deferred tax assets nonadmitted	(1,463,560)	-	(1,463,560)
(e) Subtotal net admitted deferred tax assets (1c – 1d)	3,062,774	(1,573,802)	1,488,972
(f) Deferred tax liabilities	2,148,669	2,005,578	4,154,247
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	\$ 914,105	\$ (3,579,380)	\$ (2,665,275)

(2)

Admission Calculation Components SSAP No. 101

12/31/2012			
(1) Ordinary	(2) Capital	(3) (Col 1+2) Total	
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 19,516,023	\$ 2,067,465	\$ 21,583,488
(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)	\$ 9,757,519	\$ -	\$ 9,757,519
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 9,757,519	\$ -	\$ 9,757,519
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 19,979,416
(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	\$ 25,532,785	\$ 741,042	\$ 26,273,827
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 54,806,327	\$ 2,808,507	\$ 57,614,834

12/31/2011			
(4) Ordinary	(5) Capital	(6) (Col 4+5) Total	
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 20,360,997	\$ 2,193,499	\$ 22,554,496
(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)	\$ 9,262,976	\$ 2,188,810	\$ 11,451,786
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 9,262,976	\$ 2,188,810	\$ 11,451,786
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 11,451,786
(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	\$ 22,119,580	\$ -	\$ 22,119,580
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 51,743,553	\$ 4,382,309	\$ 56,125,862

Change			
(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total	
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ (844,974)	\$ (126,034)	\$ (971,008)
(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)	\$ 494,543	\$ (2,188,810)	\$ (1,694,267)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 494,543	\$ (2,188,810)	\$ (1,694,267)
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 8,527,630
(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	\$ 3,413,205	\$ 741,042	\$ 4,154,247
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 3,062,774	\$ (1,573,802)	\$ 1,488,972

NOTES TO FINANCIAL STATEMENTS

	2012	2011
(3) (a) Ratio percentage used to determine recovery period and threshold limitation amount.	623%	563%
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above.	\$ 28,095,133	\$ 28,097,823

	12/31/2012		
	(1) Ordinary Percent	(2) Capital Percent	(3) (Col 1+2) Total Percent

Impact of tax planning strategies:

(a) Adjusted gross DTA (% of total adjusted gross DTAs)	0.00%	2.03%	2.03%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	0.00%	2.33%	2.33%
(c) Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No <u>X</u>			

Impact of tax planning strategies:

	12/31/2011		
	(4) Ordinary Percent	(5) Capital Percent	(6) (Col 4+5) Total Percent
(a) Adjusted gross DTA (% of total adjusted gross DTAs)	0.00%	6.65%	6.65%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	0.00%	7.81%	7.81%
(c) Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No <u>X</u>			

Impact of tax planning strategies:

	Change		
	(7) Ordinary Percent	(8) Capital Percent	(9) (Col 7+8) Total Percent
(a) Adjusted gross DTA (% of total adjusted gross DTAs)	0.00%	(4.62)%	(4.62)%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	0.00%	(5.48)%	(5.48)%

B. Deferred tax liabilities are not recognized for the following amounts: None.

C. Current income taxes incurred consist of the following major components:

	Current Year	Prior Year	Change
(1) Current income tax			
(a) Federal	\$ 9,391,017	\$ 7,750,142	\$ 1,640,875
(b) Foreign	9,936	-	9,936
(c) Subtotal	9,400,953	7,750,142	1,650,811
(d) Federal income tax on net capital gains	1,371,795	2,193,499	(821,704)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	(1,273,042)	(1,683,971)	410,929
(g) Federal and foreign income taxes incurred	\$ 9,499,706	\$ 8,259,670	\$ 1,240,036

	Current Year	Prior Year	Change
(2) Deferred tax assets			
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ -	\$ -	\$ -
(2) Unearned premium revenue	-	-	-
(3) Policyholder reserves	16,867,646	17,711,425	(843,779)
(4) Investments	-	-	-
(5) Deferred acquisition costs	35,449,642	30,576,225	4,873,417
(6) Policyholder dividends accrual	8,469,640	8,727,990	(258,350)
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	1,189,195	1,543,367	(354,172)
(9) Pension accrual	-	-	-
(10) Receivables – nonadmitted	538,489	617,639	(79,150)
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other	646,567	2,385,319	(1,738,752)
(99) Subtotal	63,161,179	61,561,965	1,599,214
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	8,354,852	9,818,412	(1,463,560)
(d) Admitted ordinary deferred tax assets (2a99 – 2b – 2c)	54,806,327	51,743,553	3,062,774

	Current Year	Prior Year	Change
(e) Capital:			
(1) Investments	2,808,507	4,382,309	(1,573,802)
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other	-	-	-
(99) Subtotal	2,808,507	4,382,309	(1,573,802)
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99 – 2f – 2g)	2,808,507	4,382,309	(1,573,802)
(i) Admitted deferred tax assets (2d + 2h)	\$ 57,614,834	\$ 56,125,862	\$ 1,488,972

	Current Year	Prior Year	Change
(3) Deferred tax liabilities			
(a) Ordinary:			
(1) Investments	\$ 2,986,365	\$ 2,827,766	\$ 158,599
(2) Fixed assets	-	27,441	(27,441)
(3) Deferred and uncollected premium	18,491,029	15,800,031	2,690,998
(4) Policyholder reserves	1,190,000	1,890,175	(700,175)
(5) Other	26,688	-	26,688

NOTES TO FINANCIAL STATEMENTS

(99) Subtotal	22,694,082	20,545,413	2,148,669
(b) Capital:			
(1) Investments	3,579,745	1,574,167	2,005,578
(2) Real estate	-	-	-
(3) Other	-	-	-
(99) Subtotal	3,579,745	1,574,167	2,005,578
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 26,273,827	\$ 22,119,580	\$ 4,154,247
(4) Net deferred tax assets (liabilities) (2i – 3c)	\$ 31,341,007	\$ 34,006,282	\$ (2,665,275)

D. Among the more significant book to tax adjustments were the following:

	Current Year	Effective Tax Rate	Prior Year	Effective Tax Rate
Provision computed at statutory rate	\$ 8,091,027	35.00%	\$ 3,967,153	35.00%
Pension plan	-	0.00	745,714	6.58
Tax credits	(402,283)	(1.74)	(372,622)	(3.29)
Other	2,508,226	10.85	(934,378)	(8.24)
Total statutory income taxes	\$ 10,196,970	44.11%	\$ 3,405,867	30.05%
Federal and foreign income taxes incurred	\$ 8,127,913	35.16%	\$ 6,066,171	53.52%
Change in net deferred income taxes*	2,069,057	8.95	(2,660,304)	(23.47)
Total statutory income taxes	\$ 10,196,970	44.11%	\$ 3,405,867	30.05%

* Excludes change in net deferred income taxes on realized gains/losses of \$658,815 and \$(311,612) for the year ended December 31, 2012 and 2011, respectively.

E. At December 31, 2012, the Company had \$0 of operating loss carry forwards.

The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses:

2012	\$ 10,820,433
2011	\$ 7,659,571
2010	\$ 4,393,081

F. The Company's federal income tax return is consolidated with the following entities:

The Western and Southern Life Insurance Company
Western & Southern Mutual Holding Company
Western & Southern Financial Group, Inc.
Western-Southern Life Assurance Company and Subsidiaries
Columbus Life Insurance Company and Subsidiaries
Integrity Life Insurance Company and Subsidiary
The Lafayette Life Insurance Company and Subsidiary
Western-Southern Agency, Inc.
Western-Southern Agency Services, Inc.
WestAd, Inc.
Eagle Realty Investments, Inc.
Fort Washington Investment Advisors, Inc. and Subsidiary

The Western and Southern Life Insurance Company (Western and Southern), affiliate of the Company, files a consolidated income tax return with its eligible affiliates, including the Company. The provision for federal income taxes is allocated to the Company using a separate return method based upon a written tax sharing agreement. Under the agreement, the benefits from losses of subsidiaries are retained by the subsidiary companies. Western and Southern pays all federal income taxes due for all members in the consolidated return. Western and Southern then immediately charges or reimburses, as the case may be, these members an amount consistent with the method described in the tax sharing agreement. At December 31, 2012, the Company has a receivable from Western and Southern of \$(2.9) million on line 15.1 of page 3.

10. Information Concerning Parent, Subsidiaries and Affiliates

A. The Company is a wholly-owned stock insurance subsidiary of the Western & Southern Financial Group, Inc. which is a wholly-owned subsidiary of Western & Southern Mutual Holding Company (WSMHC). Various relationships are maintained to provide efficiencies and limit costs within the affiliated group. The Company is party to an Administrative Service Cost Sharing Agreement, governing all entities within the affiliated group, with WSMHC that covers direct and indirect allocable costs associated with technological support, financial and actuarial services, legal and compliance and human resource functions provided to the Company. An investment advisory agreement is in effect with Fort Washington Investment Advisors, Inc. to provide discretionary advisory and asset management services. To the extent the Company receives services which inure to the benefit of its subsidiary, LLIC, Inc., these costs are allocated under a separate service agreement.

Specific reinsurance agreements have been transacted to spread risk within the affiliated group and in line with the Company's retention. Reference should be made to Schedule S for additional information regarding their financial impact.

B&C. On December 21, 2012, the Company paid a \$15.2 million dividend to Western and Southern Financial Group, Inc. The dividend was in the form of cash.

D. For services provided under the administration agreement with WSMHC, payment is to occur quarterly within 60 days of receipt of the invoice and to be remitted directly to Western and Southern, an affiliate domiciled in Ohio. The Company has recorded a payable of \$4,563,850 and \$7,608,157 to Western and Southern as of December 31, 2012 and 2011, respectively.

E. The Company has no guarantees or undertakings for the benefit of an affiliate which resulted in a material contingent exposure of the Company's assets or liabilities.

F. Total expenses incurred under the administrative service cost sharing agreement were \$5,231,558 and \$5,675,250 for 2012 and 2011, respectively. Transactions with LLIA, Inc. were settled monthly with no outstanding balances at year-end. Amounts received for services rendered were \$8,149 and \$100,405 for 2012 and 2011, respectively. Reimbursement of administrative services is made on the basis of the cost of the services provided and is determined in accordance with SSAP 70.

Under the investment advisory fee with Fort Washington, services are billed quarterly in advance and are rendered on a fee basis. Total expense was \$1,401,632 and \$966,167 for 2012 and 2011, respectively.

G. All outstanding shares of the Company are owned by the Western & Southern Financial Group, Inc., a non-insurance subsidiary wholly owned by WSMHC and domiciled in Ohio.

H. The Company does not own any shares of an upstream affiliate either directly or through its subsidiaries.

I. The Company does not have an investment in an SCA entity that exceeds 10% of the admitted assets of the insurer.

NOTES TO FINANCIAL STATEMENTS

- J. The Company did not recognize any impairment write down for its investments in subsidiary, controlled or affiliated companies during the statement periods.
- K. Not applicable.
- L. Not applicable.

11. Debt

- A. The Company has no capital notes outstanding. The Company does not hold any dollar reverse repurchase agreements.
- B. FHLB (Federal Home Loan Bank) Agreements

1. Thru June 30, 2011, the Company was a member of the Federal Home Loan Bank (FHLB) of Indianapolis. On July 1, 2011, the Company terminated its membership with the FHLB of Indianapolis and became a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has issued debt to the FHLB of Indianapolis in exchange for cash advances in the amount of \$10 million. It is part of the Company's strategy to utilize these funds for operations and any funds obtained from the FHLB of Indianapolis for use in general operations would be accounted for consistent with SSAP No. 15, *Debt and Holding Company Obligations* as borrowed money. The table below indicates the amounts of FHLB of Indianapolis stock purchased, collateral pledged, assets and liabilities related to the agreement with the FHLB of Indianapolis. In 2012, the Company paid off the debt to the FHLB of Indianapolis.

	Current Year	Prior Year
2. FHLB of Indianapolis stock purchased/owned as part of the agreement	\$ -	\$ 8,723,700
3. Collateral pledged to the FHLB of Indianapolis	-	198,727,540
4. Borrowing capacity currently available	-	-
5. Agreement assets and liabilities		
General Account:		
a. Assets	-	11,860,828
b. Liabilities	-	10,019,250
Separate Account:		
a. Assets	-	-
b. Liabilities	-	-

The outstanding advances at December 31, 2012 and 2011 are summarized below:

Year	Issue Date	Interest Rate	Amount	Accrued Interest	Paid Interest	Maturity Date
12/31/2012	-	-	\$ -	\$ -	\$ -	-
12/31/2011	5/3/2005	4.62%	\$ 10,000,000	\$ 19,250	\$ 468,415	5/3/2012

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

A. Defined Benefit Plan

The Company has no employee retirement plan. However, it contributes its share toward the retirement plans of Western and Southern.

B. Defined Contribution Plan. None.

C. Multi-employer Plans. Not applicable.

- D. The Company participates in a qualified, noncontributory defined pension plan sponsored by Western and Southern. In addition, the Company provides certain other postretirement benefits to retired employees through a plan sponsored by Western and Southern. The Company has no legal obligation for benefits under these plans. Western and Southern allocated amounts to the Company based on a rational allocation methodology.

Effective January 1, 2012, the Company's postretirement healthcare and life insurance benefits plan (the Plan) was merged with The Western and Southern Life Insurance Company Flexible Benefits Plan. The plan merger was formally approved in December of 2011, therefore, Western and Southern increased its postretirement benefit obligation by \$5.5 million to reflect its additional liability at December 31, 2011 and recorded a receivable from the Company in an equivalent amount. This intercompany payable was settled in 2012.

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

- (1) The Company has one class of common stock with a par value of \$1 per share. At December 31, 2012, the Company had 10,000,000 shares authorized, 2,500,000 shares issued and 2,500,000 shares outstanding.
- (2) The Company has no preferred stock outstanding.
- (3) The ability of the Company to pay dividends is limited by state insurance laws. Under Ohio insurance laws, the Company may pay dividends, without the approval of the Ohio Director of Insurance, only from earned surplus and those dividends may not exceed (when added to other dividends paid in the preceding 12 months) the greater of (i) 10% of the Company's surplus as of the prior December 31, or (ii) the Company's net income for the twelve month period ending the prior December 31. Dividends are noncumulative.
- (4) The Company paid a \$15.2 million ordinary dividend to Western and Southern Financial Group, Inc. on December 21, 2012. The dividend was in the form of cash. There were no dividends paid in 2011.
- (5) Within the limitations of (3) above, there are no restrictions placed on the portion of company profits that may be paid as ordinary dividends to stockholders.
- (6) There were no restrictions placed on the Company's surplus.
- (7) There are no advances of surplus.
- (8) There was no stock held by the Company, including stock of affiliated companies, for special purposes.
- (9) The Company does not hold any special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses: \$5,399,346.
- (11) On December 16, 2003, the Company issued and sold a surplus note in the principal amount of \$10,000,000. The registered holder of the note is InCapS Funding II Ltd. with the surplus note issued pursuant to the terms of an indenture under which the trustee is the Wilmington Trust Company. The principal is due in one single installment on January 8, 2034 with interest payments made semi-annually on March 30 and September 30. The interest rate is floating at six-month LIBOR plus 380 basis points adjusted semi-annually.

Any payment of interest or repayment of principal on the surplus note is subject to approval by the Ohio Department of Insurance and may be paid only out of the Company's earnings and only if the Company's surplus exceeds specified levels. A summary of the terms of the surplus note follows:

NOTES TO FINANCIAL STATEMENTS

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note	Interest And/Or Principal Paid Current Year	Total Interest and/Or Principal Paid	Unapproved Interest and/Or Principal	Date of Maturity
12/16/2003	4.44%	\$ 10,000,000	\$ 10,000,000	\$ 452,925	\$ 5,562,533	\$ 0	1/8/2034

(12) There have been no restatements of surplus due to quasi-reorganizations.

(13) Not applicable.

14. Contingencies

A. (1) Contingent Commitments

The Company is not aware of any material contingent commitments.

(2) Guarantees. None.

B. Assessments

The Company is not aware of any material assessments.

C. Gain Contingencies

The Company is not aware of any gain contingencies.

D. Claims related extra contractual obligations and bad faith losses stemming from lawsuits

The Company does not have any material extra contractual obligations or bad faith losses stemming from lawsuits.

E. All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

The Company is currently being audited on behalf of multiple states' treasury and controllers' offices regarding laws and regulations concerning the identification, reporting and escheatment of unclaimed contract benefits or abandoned funds. In addition, the Company is involved in litigation involving related matters. The audits focus on identifying unreported death claims, matured annuities and retained asset accounts, and the use of the Social Security Death Master File to identify deceased insurance policy, annuity contract, and retained asset account holders. The litigation focuses on allegations regarding the identification of unreported death claims and the use of the Social Security Death Master File to identify deceased insurance policyholders. In addition, the Company is the subject of multistate regulatory inquiries and examinations with a similar focus on processes and procedures for identifying deceased insurance policy, annuity contract, and retained asset account holders and contacting beneficiaries. The audits and related examination activity may result in outreach and payments to beneficiaries, escheatment of funds deemed abandoned under state laws, accelerated escheatment of funds deemed abandoned pursuant to agreements with regulators, administrative contributions, interest, and/or penalties, and changes in our procedures for the identification of unreported claims and handling of escheatable property. The litigation seeks outreach and payments to beneficiaries and damages, among the relief sought. The amount of loss, if any, that the Company may ultimately recognize as a result of these audits, related examinations and litigation cannot be reasonably estimated.

15. Leases

A. The Company did not have any material lease obligations at December 31, 2012.

B. The Company is not involved in any material lessor leasing arrangements.

16. The Company had no financial instruments with off-balance sheet risk.

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

A. Transfers of Receivables Reported as Sales. None.

B. Transfer and Servicing of Financial Assets. None.

C. The Company did not have any wash sales for securities with a NAIC designation of 3 or below, or unrated.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans. None.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators. None.

20. Fair Value Measurements

A.

(1) Fair Value Measurements at December 31, 2012

	Level 1	Level 2	Level 3	Total
Assets at fair value				
Bonds				
U.S. governments	\$ -	\$ -	\$ -	\$ -
Industrial & miscellaneous	-	719,778	-	719,778
RMBS	-	-	-	-
CMBS	-	-	-	-
Hybrid securities	-	-	-	-
Parent, subsidiaries and affiliates	-	-	-	-
Total bonds	\$ -	\$ 719,778	\$ -	\$ 719,778
Preferred stock				
Industrial and miscellaneous	\$ -	\$ -	\$ -	\$ -
Parent, subsidiaries and affiliates	-	-	-	-
Total preferred stock	\$ -	\$ -	\$ -	\$ -
Common stock				
Industrial and miscellaneous	\$ 28,511,311	\$ -	\$ -	\$ 28,511,311
Parent, subsidiaries and affiliates	-	-	-	-
Mutual funds	-	-	-	-
Total common stock	\$ 28,511,311	\$ -	\$ -	\$ 28,511,311

NOTES TO FINANCIAL STATEMENTS

Derivative assets				
Interest rate contracts	\$	-	\$	-
Options, purchased		-		31,357,167
Foreign exchange contracts		-		-
Credit contracts		-		-
Commodity futures contracts		-		-
Commodity forward contracts		-		-
Total derivative assets	\$	-	\$	31,357,167
Separate account assets	\$	-	\$	-
Total assets at fair value	\$	28,511,311	\$	719,778
			\$	31,357,167
			\$	60,588,256
		Level 1	Level 2	Level 3
				Total
Liabilities at fair value				
Derivative liabilities	\$	-	\$	-
Total liabilities at fair value	\$	-	\$	-
			\$	(20,598,145)
			\$	(20,598,145)

There were no significant transfers between Level 1 and Level 2 of the fair value hierarchy. See Note 20A(3) for the policy for determining when transfers between levels are recognized.

(2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy

	Balance at 01/01/2012	Transfers in Level 3	Transfers out of Level 3	Total Gains (Losses) Included in Net Income	Total Gains (Losses) Included in Surplus	Net Purchases, Issuances, Sales, & Settlements	Balance at 12/31/2012
Derivative assets	\$ 26,003,619	\$ -	\$ -	\$ (19,108,797)	\$ 7,634,766	\$ 16,827,579	\$ 31,357,167
Derivative liabilities	(18,070,343)	-	-	21,142,751	(3,355,262)	(20,315,291)	(20,598,145)
Total	\$ 7,933,276	\$ -	\$ -	\$ 2,033,954	\$ 4,279,504	\$ (3,487,712)	\$ 10,759,022

Gross Purchases, Issuances, Sales and Settlements

	Purchases	Issuances	Sales	Settlements	Net purchases, issuances, sales, & settlements
Derivative assets	\$32,963,094	\$ -	\$ -	\$ (16,135,515)	\$ 16,827,579
Derivative liabilities	-	(22,895,488)	-	2,580,197	(20,315,291)
Total	\$32,963,094	\$ (22,895,488)	\$ -	\$ (13,555,318)	\$ (3,487,712)

(3) The Company's policy is to recognize transfers in and transfers out of levels at the end of the reporting period.

(4) The derivatives in Level 3 consist of options on the S&P 500 Index and are valued using a valuation model and inputs from outside sources. The models include the Black-Scholes-Merton model for point to point options, spreads and average (SPAV) algorithm model for monthly average options and a Monte Carlo model monthly cap (cliquet) options. The SPAV model is provided by Financial Engineering Associates of Berkeley California.

The assumptions used are derived from outside sources. Bloomberg investment services supplies the S&P Index level, the dividend yield and the London Interbank Offering (interest) Rates (LIBOR). Investment banks supply estimates of the implied volatility surface. Other than interpolation of the interest rates and implied volatility rates all inputs are provided by the outside sources.

Investments in Level 2 include NAIC rated 6 industrial & miscellaneous bonds. These securities are currently rated below investment grade. The Company determined fair value as of the balance sheet date through the use of third party pricing services utilizing market observable inputs.

The fair value of common stock has been determined utilizing publicly quoted prices from third-party pricing services.

The following table provides a summary of the significant unobservable inputs used in the fair value measurements developed by the Company or reasonably available to the Company of Level 3 assets and liabilities at December 31, 2012:

Security Type	Fair Value	Valuation Technique	Unobservable Output	Range
Derivative Assets	\$ 31,357,167	Black-Scholes-Merton Model Spreads and Average Algorithm Model Monte Carlo Model	S&P 500 Implied Volatility	10.3% - 68.1%
Derivative Liabilities	\$ (20,598,145)	Black-Scholes-Merton Model Spreads and Average Algorithm Model	S&P 500 Implied Volatility	10.3% - 68.1%

In isolation, significant increases (decreases) in the S&P 500 implied volatility would typically result in a significantly higher (lower) fair value measurement for Level 3 derivative assets and Level 3 derivative liabilities.

B. Not applicable.

C. The carrying amounts and fair values of the Company's significant financial instruments follow:

	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Assets:						
Bonds	\$2,803,958,146	\$2,528,698,545	\$ 40,974,822	\$ 2,476,556,890	\$286,426,434	-
Common stock:						
Unaffiliated**	41,938,211	41,938,211	41,938,211	-	-	-
Mutual funds	-	-	-	-	-	-
Preferred stock	-	-	-	-	-	-
Mortgage loans	281,407,439	248,263,510	-	-	281,407,439	-

NOTES TO FINANCIAL STATEMENTS

Cash, cash equivalents and short-term investments	22,853,308	22,853,308	22,853,308	-	-	-
Other invested assets, surplus notes	25,628,722	22,340,009	-	25,628,722	-	-
Securities lending reinvested collateral assets	-	-	-	-	-	-
Derivative assets	31,357,167	31,357,167	-	-	31,357,167	-
Separate account assets	-	-	-	-	-	-
Liabilities:						
Life and annuity reserves for investment-type contracts and deposit fund liabilities	\$(271,231,000)	\$(235,679,000)	\$ -	\$ -	\$(271,231,000)	\$ -
Equity-indexed insurance contracts	(1,031,794,000)	(1,030,269,000)	-	-	(1,031,794,000)	-
Derivative liabilities	(20,598,145)	(20,598,145)	-	-	(20,598,145)	-

** Includes FHLB common stock which is held at cost.

The following discussion describes the valuation methodologies utilized by the Company for assets and liabilities measured or disclosed at fair value. Fair value estimates are made at a specific point in time, based on available market information and judgments about the financial instrument, including discount rates, estimates of timing, amount of expected future cash flows and the credit standing of the issuer. Such estimates do not consider the tax impact of the realization of unrealized gains or losses. For Level 3 investments, the fair value estimates cannot be substantiated by comparison to independent markets. In addition, the disclosed fair value may not be realized in the immediate settlement of the financial instrument. As described below, certain fair values are determined through the use of third-party pricing services. Management does not adjust prices received from third parties; however, we do analyze the third party pricing services' valuation methodologies and related inputs and perform additional evaluation to determine the appropriate level within the fair value hierarchy. Care should be exercised in deriving conclusions about the Company's business, its value or financial position based on the fair value information of financial instruments presented below.

Debt Securities and Surplus Notes

The fair values of actively traded debt securities, asset/mortgage-backed securities, and surplus notes have been determined through the use of third-party pricing services utilizing market observable inputs. Less liquid private placement securities and auction rate securities trading in less liquid or illiquid markets with limited or no pricing information are valued using either broker quotes or by discounting the expected cash flows using current market-consistent rates applicable to the yield, credit quality and maturity of each security.

Equity Securities

The fair values of actively traded equity securities have been determined utilizing publicly quoted prices obtained from third-party pricing services. The fair values of certain equity securities for which no publicly quoted prices are available have been determined through the use of third-party pricing services utilizing market observable inputs.

Mortgage Loans

The fair values for mortgage loans, consisting principally of commercial real estate loans, are estimated using discounted cash flow analyses, using interest rates currently being offered for similar loans collateralized by properties with similar investment risk. The fair values for mortgage loans in default are established at the lower of the fair value of the underlying collateral less costs to sell or the carrying amount of the loan.

Cash, Cash Equivalents and Short-Term Investments

The fair values of cash, cash equivalents and short-term investments are based on quoted market prices.

Derivative Instruments

The fair values of free-standing derivative instruments, primarily call options, are determined using valuation models incorporating significant unobservable inputs, including projected discounted cash flows, applicable swap curves and implied volatilities.

Life and Annuity Reserves for Investment-type Contracts and Deposit Fund Liabilities

The fair value of liabilities for investment-type contracts is based on the present value of estimated liability cash flows. Present values reflect the Company's margin for uncertainty of the timing of liability cash flows. Key assumptions to the cash flow model include the timing of policyholder withdrawals and the level of interest credited to contract balances.

Fair values for insurance reserves are not required to be disclosed. However, the estimated fair values of all insurance reserves and investment contracts are taken into consideration in the Company's overall management of interest rate risk.

D. Not applicable.

21. Other Items

- A. Extraordinary Items. None.
- B. Troubled Debt Restructuring. None.
- C. Other Disclosures. None.
- D. Uncollectible Assets. None.
- E. Business Interruption Insurance Recoveries. None.
- F. State Transferable Tax Credits. None.
- G. Subprime Mortgage Related Risk Exposure

NOTES TO FINANCIAL STATEMENTS

The Company does not have any direct investments in subprime mortgage loans. The Company does not have any equity investments in subsidiary, controlled or affiliated entities with significant subprime mortgage related risk exposure. This disclosure does not include an evaluation of mortgage-backed debt securities commonly referred to as Alt A because these debt securities do not generally share all characteristics of subprime mortgage related risk.

The Company invests directly in certain debt securities which are considered to have subprime mortgage related risk. The Company considers the following general characteristics typical of its debt securities with subprime mortgage exposure:

- Underlying borrowers with low credit ratings (FICO score generally lower than 670);
- Underlying loans with interest rates above rates available to prime borrowers;
- Underlying loans with generally higher initial loan-to-value ratios;
- Underlying loans with generally higher concentration of second liens;
- Underlying loans with generally higher concentration of manufactured housing;
- Securities with generally higher spread between collateral interest received and interest payments to investors;
- Securities with generally higher level of overcollateralization.

Investments in debt securities with subprime mortgage exposure, similar to other types of investments, can subject an investor to unrealized losses due to changing interest rates or general credit spread widening. Similarly, an investor is exposed to realized losses if actual cash flow of the underlying mortgages is worse than expected due to higher defaults which can result in principal loss for the investor.

In order to manage subprime mortgage related risk the Company uses proprietary risk models to project probability of default and recoveries of underlying collateral, proprietary surveillance systems to monitor credit performance, exposure analysis by risk category and maintenance of a watchlist for higher risk investments.

The following table shows our investments in debt securities with subprime mortgage exposure based on the definition above:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than- Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 1,461,351	\$ 1,457,328	\$ 1,497,898	\$ -
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
g. Total	<u>\$ 1,461,351</u>	<u>\$ 1,457,328</u>	<u>\$ 1,497,898</u>	<u>\$ -</u>

The percentage of book value of these debt securities that have underlying loans with primarily variable interest rates is 0.00%.

H. Retained Assets

- (1) The Company offered, during 2012, retained asset accounts as an optional form of settlement. Under the claim form, as drafted prior to August 2010, the retained asset option was, with certain exceptions, the default option for amounts equal to or greater than \$25,000 payable to a beneficiary who was an adult natural person. However, in certain states, namely Arkansas, Colorado, Florida, Kansas, Nevada, New York, North Carolina and North Dakota, the retained asset option had to be affirmatively elected in accordance with the requirements of applicable state law. The retained asset account option was not available to residents of Alaska. Even though the retained asset option was the stated default option for amounts equal to or greater than \$25,000 (payable to an adult natural person beneficiary), the Company would not enforce the option if objected to by the beneficiary should the beneficiary desire a lump sum payment instead. In August 2010, the Company changed its claim form for retained assets. The option is no longer the default option but must be affirmatively elected and approved. In addition, the option is not available to residents of the states of Alaska, New Jersey, New York or any other state which does not permit the retained asset option.

The Company's retained asset program is serviced by an unaffiliated bank. The funds in the retained asset option are held in the general funds of the Company until a draft is written through the bank against the account. Thus, the assets and liabilities related to retained assets accounts remain on the Company's financial statements. The retained asset accounts are included in liability-type deposit contracts. The interest rate paid to retained asset accountholders during 2012 was 0.50%. That rate did not change in 2012. The accountholder is not charged for routine administrative fees associated with the retained asset account. The accountholder is responsible for fees associated with insufficient funds drafts on the account and stop payments on drafts on the account.

- (2) The number and balance of retained asset accounts in force as of December 31, 2012 and December 31, 2011 are as follows:

	As of End of Current Year		As of End of Prior Year	
	Number	Balance	Number	Balance
a. Up to and including 12 months	7	\$ 593,918	5	\$ 361,078
b. 13 to 24 months	2	44,226	13	627,085
c. 25 to 36 months	8	440,303	11	600,499
d. 37 to 48 months	8	478,683	11	201,535
e. 49 to 60 months	8	74,599	-	-
f. Over 60 months	-	-	-	-
g. Total	<u>33</u>	<u>\$ 1,631,729</u>	<u>40</u>	<u>\$ 1,790,197</u>

	Individual		Group	
	Number	Balance/ Amount	Number	Balance/ Amount
a. Number/balance of retained asset accounts at the beginning of the year	40	\$ 1,790,197	-	\$ -
b. Number/amount of retained asset accounts issued/added during the year	13	1,483,134	-	-
c. Investment earnings credited to retained asset accounts during the year	N/A	1,698	N/A	-
d. Fees and other charges assessed to retained asset accounts during the year	N/A	-	N/A	-
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	20	1,643,300	-	-
f. Retained asset accounts closed/withdrawn	-	-	-	-
g. Number/balance of retained asset accounts at the end of the year	<u>33</u>	<u>\$ 1,631,729</u>	<u>-</u>	<u>\$ -</u>

NOTES TO FINANCIAL STATEMENTS

The Company recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the Balance Sheet date. For non-recognized subsequent events that must be disclosed to keep the financial statements from being misleading, the Company is required to disclose the nature of the event as well as an estimate of its financial effect, or a statement that such an estimate cannot be made. Management has evaluated subsequent events through the issuance of these financial statements on February 24, 2012.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

- (1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, office, trustee, or director of the company? Yes () No (X)
- (2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business? Yes () No (X)

Section 2 – Ceded Reinsurance Report – Part A

- (1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? Yes () No (X)
 - a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.
 - b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement?
- (2) Does the company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies? Yes () No (X)

Section 3 – Ceded Reinsurance Report – Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0
- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement? Yes () No (X)

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments?

B. The Company had no uncollectible reinsurance balances written off through income or expense during the year.

C. The Company had no commutation of reinsurance reflected in income or expense during the year.

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

25. Change in Incurred Losses and Loss Adjustment Expenses. None.

26. Intercompany Pooling Arrangements. None.

27. Structured Settlements. None.

28. Health Care Receivables. None.

29. Participating Policies

A. For the year ended 2012, the relative percentage of participating insurance is 15.8% based upon in force amounts; for 2011, the percentage was 30.2%. Reference should be made to the Exhibit of Life Insurance – Classification of amount of Insurance by Participating Status.

B&C. The Company accounts for its policyholder dividends on an accrual basis consistent with SSAP 51 and 54, which includes dividends due and unpaid, amounts apportioned for payment in the following 12 months with the assumption that all policies remain in force at their current face amount, and dividends left on deposit to accumulate interest. For participating business, the total amount incurred was \$18,457,618 and \$20,264,680 for 2012 and 2011, respectively.

D. There are no other amounts of additional income allocated to participating policies in the financial statements.

30. Premium Deficiency Reserves

As of December 31, 2012, the Company had no liabilities related to premium deficiency reserves for all accident and health contracts.

31. Reserves for Life Contracts and Annuity Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- (2) Policies issued prior to January 1, 1948, for substandard lives are charged the gross premiums for a rated age. Mean reserves are determined by computing the regular mean reserves at the rated age. Policies issued after January 1, 1948, for substandard lives are charged an extra premium plus the regular gross premium for the true age. Mean reserves are determined by computing the regular mean reserve at the true age and holding an additional one-half (1/2) of the extra premium charge for the year.
- (3) As of December 31, 2012, the Company had \$205,790,341 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the state of Ohio. Reserves to cover this insurance totaled \$1,896,461 at year-end and are reported in Exhibit 5, Life Insurance and Annuities sections.
- (4) The tabular interest, the tabular less actual reserve released, and the tabular cost have been determined by formula as described in the instructions.
- (5) The determination of tabular interest on funds not involving life has been determined by formula as described in the instructions.
- (6) The details for other changes: None.

NOTES TO FINANCIAL STATEMENTS

32. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A. Subject to discretionary withdrawal:					
(1) With fair value adjustment	\$ -	\$ -	\$ -	-	0.00%
(2) At book value less surrender charge of 5% or more	750,664,836	-	-	750,664,836	54.05%
(3) At fair value	-	-	-	-	0.00%
(4) Total with adjustment or at market value (Total of 1 through 3)	750,664,836	-	-	750,664,836	54.05%
(5) At book value without adjustment (minimal or no charge or adjustment)	392,938,257	-	-	392,938,257	28.29%
B. Not subject to discretionary withdrawal	245,203,047	-	-	245,203,047	17.66%
C. Total (gross: direct + assumed)	1,388,806,140	-	-	1,388,806,140	100.00%
D. Reinsurance ceded	27,203,108	-	-	27,203,108	
E. Total (net)* (C) - (D)	\$ 1,361,603,032	\$ -	\$ -	\$ 1,361,603,032	

* Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

Life & Accident & Health Annual Statement:	Amount
1. Exhibit 5, Annuities Section, Total (net)	\$ 1,121,980,465
2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	13,060,954
3. Exhibit 7, Exhibit of Deposit-Type Contracts, Line 14, Column 1	226,561,613
4. Subtotal	1,361,603,032

Separate Accounts Annual Statement

5. Exhibit 3, Line 0299999, Column 2	-
6. Exhibit 3, Line 0399999, Column 2	-
7. Policyholder dividend and coupon accumulations	-
8. Policyholder premiums	-
9. Guaranteed interest contracts	-
10. Other contract deposit funds	-
11. Subtotal	-
12. Combined Total	\$ 1,361,603,032

G. FHLB (Federal Home Loan Bank) Agreements

1. Thru June 30, 2011, the Company was as a member of the Federal Home Loan Bank (FHLB) of Indianapolis. On July 1, 2011, the Company terminated its membership with the FHLB of Indianapolis and became a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has issued funding agreements to the FHLB of Indianapolis in exchange for cash advances in the amount of \$142,666,907. The Company uses these funds in an investment spread strategy, consistent with its other investment spread operations. As such, the Company applies SSAP No. 52 accounting treatment to these funds, consistent with its other deposit-type contracts. It is not part of the Company's strategy to utilize these funds for operations, and any funds obtained from the FHLB of Cincinnati for use in general operations would be accounted for consistent with SSAP No. 15 as borrowed money. The table below indicates the amount of FHLB of Indianapolis and FHLB of Cincinnati stock purchased, collateral pledged, assets and liabilities related to the agreements with the FHLB of Indianapolis and the FHLB of Cincinnati in 2012.

	Total	Indianapolis	Cincinnati
2. FHLB of Indianapolis stock purchased/owned as part of the agreement	\$ 13,417,900	\$ 8,723,700	\$ 4,694,200
3. Collateral pledged to the FHLB of Indianapolis	198,727,540	159,151,663	36,624,600
4. Borrowing capacity currently available	28,961,741	-	28,961,741
5. Total reserves related to funding agreement	154,841,013	154,841,013	-
6. Agreement assets and liabilities			
General Account: Assets	151,093,327	151,093,327	-
Liabilities	154,841,013	154,841,013	-
Separate Account: Assets	-	-	-
Liabilities	-	-	-

7. The table below indicates the amount of FHLB of Indianapolis and FHLB of Cincinnati stock purchased, collateral pledged, assets and liabilities related to the agreements with the FHLB of Indianapolis and the FHLB of Cincinnati in 2011.

	Total	Indianapolis	Cincinnati
8. FHLB of Indianapolis stock purchased/owned as part of the agreement	\$ 12,800,500	\$ 8,723,700	\$ 4,076,800
9. Collateral pledged to the FHLB of Indianapolis	198,727,540	198,727,540	-
10. Borrowing capacity currently available	-	-	-
11. Total reserves related to funding agreement	154,233,089	154,233,089	-
12. Agreement assets and liabilities			
General Account: Assets	148,286,255	148,286,255	-
Liabilities	154,233,089	154,233,089	-
Separate Account: Assets	-	-	-
Liabilities	-	-	-

33. Premiums and Annuity Considerations Deferred and Uncollected

- A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2012, were as follows:

Type	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary new business	4,847,071	1,520,755
(3) Ordinary renewal	47,973,938	42,910,217
(4) Credit Life	-	-
(5) Group Life	-	-
(6) Group Annuity	-	-

NOTES TO FINANCIAL STATEMENTS

(7) Totals

\$ 52,821,009 \$ 44,430,972

34. Separate Accounts. None.

35. Loss/Claim Adjustment Expenses. 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. 12/31/2012
- 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. 12/31/2006
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/05/2008
- 3.4 By what department or departments?
Currently by the Ohio Department of Insurance. Previously by the Indiana 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 [] No [] N/A [X]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business? Yes [] No [X]
4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business? Yes [] No [X]
4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.
- | 1 | 2 | 3 |
|----------------|-------------------|-------------------|
| Name of Entity | NAIC Company Code | State of Domicile |
| | | |
- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information:
.....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]
- 7.2 If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

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

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, 1900 Scripps Center, 312 Walnut Street, Cincinnati, OH 45202
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.6 If the response to 10.5 is no or n/a, please explain
.....
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Nora Moushey, 400 Broadway, Cincinnati, OH 45202
Officer of Reporting Entity
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved
- 12.13 Total book/adjusted carrying value \$
- 12.2 If, yes provide explanation:
.....
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 14.11 If the response to 14.1 is No, please explain:
.....
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....

GENERAL INTERROGATORIES

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

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

BOARD OF DIRECTORS

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

FINANCIAL

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

INVESTMENT

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

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
GENERAL INTERROGATORIES

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

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$	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 No

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

25.21 Subject to repurchase agreements	\$
25.22 Subject to reverse repurchase agreements	\$
25.23 Subject to dollar repurchase agreements	\$
25.24 Subject to reverse dollar repurchase agreements	\$
25.25 Pledged as collateral	\$ 188,947,502
25.26 Placed under option agreements	\$
25.27 Letter stock or other securities restricted as to sale	\$
25.28 On deposit with state or other regulatory body	\$ 2,171,921
25.29 Other	\$

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes No

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No N/A
 If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes No

27.2 If yes, state the amount thereof at December 31 of the current year. \$

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

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

1 Name of Custodian(s)	2 Custodian's Address
BANK OF NEW YORK MELLON	ONE WALL STREET, NY, NY 12086
FEDERAL HOME LOAN BANK	CINCINNATI, OH
FEDERAL HOME LOAN BANK	INDIANAPOLIS, IN

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

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

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

28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

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

1 Central Registration Depository Number(s)	2 Name	3 Address
107126	FT. WASHINGTON INVESTMENT ADVISORS	303 BROADWAY, SUITE 1200, CINTI, OH 45202

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [] 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		0

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

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

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	2,556,182,308	2,831,441,813	275,259,505
30.2 Preferred stocks	0	0	0
30.3 Totals	2,556,182,308	2,831,441,813	275,259,505

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

Fair values were generally obtained from IDC, Princeton Financial Spread Pricing Module and/or an Internal Pricing Committee/Internal Pricing Models.

- 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 []

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

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

- 32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$ 259,096

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
STANDARD & POOR'S	97,244
AMERICAN COUNCIL OF LIFE INSURANCE	67,430

34.1 Amount of payments for legal expenses, if any?\$ 10,605

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

1 Name	2 Amount Paid
BATLEY CAVALIERI	7,863

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

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

1 Name	2 Amount Paid

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]

1.2 If yes, indicate premium earned on U.S. business only \$

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

1.31 Reason for excluding:
.....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$

1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$ 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	561,302,450	612,911,680
2.3 Premium Ratio (2.1/2.2)	0.000	0.000
2.4 Reserve Numerator	33,453	0
2.5 Reserve Denominator	2,804,985,374	2,479,747,633
2.6 Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Does this reporting entity have Separate Accounts? Yes [] No [X]

3.2 If yes, has a Separate Accounts Statement been filed with this Department? Yes [] No [] N/A [X]

3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? \$

3.4 State the authority under which Separate Accounts are maintained:
.....

3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? Yes [] No []

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? Yes [] No []

3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"?

4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? Yes [X] No []

4.2 Net reimbursement of such expenses between reporting entities:

4.21	Paid	\$ 5,231,558
4.22	Received	\$ 8,149

5.1 Does the reporting entity write any guaranteed interest contracts? Yes [] No [X]

5.2 If yes, what amount pertaining to these lines is included in:

5.21	Page 3, Line 1	\$
5.22	Page 4, Line 1	\$

6. FOR STOCK REPORTING ENTITIES ONLY:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: \$ 40,825,285

7. Total dividends paid stockholders since organization of the reporting entity:

7.11	Cash	\$ 15,233,550
7.12	Stock	\$

GENERAL INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]
 Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes [] No []

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium .....			.0
8.32 Paid claims .....			.0
8.33 Claim liability and reserve (beginning of year) .....			.0
8.34 Claim liability and reserve (end of year) .....			.0
8.35 Incurred claims .....	.0	.0	.0

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000		
8.42	\$25,000 - 99,999		
8.43	\$100,000 - 249,999		
8.44	\$250,000 - 999,999		
8.45	\$1,000,000 or more		

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? \$

9.1 Does the company have variable annuities with guaranteed benefits? Yes [] No [X]

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1	2	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Guaranteed Death Benefit	Guaranteed Living Benefit							

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year: \$

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2
	Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location	

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

FIVE-YEAR HISTORICAL DATA

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

Show amounts of life insurance in this exhibit in thousands (OMIT \$000)

	1 2012	2 2011	3 2010	4 2009	5 2008
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4)	10,666,282	9,857,315	9,176,339	8,365,119	8,132,529
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	6,679,029	5,863,446	4,995,395	3,982,427	3,353,328
3. Credit life (Line 21, Col. 6)	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	47,146	50,497	54,876	768,530	7,215,435
5. Industrial (Line 21, Col. 2)	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)	0	0	0	0	0
7. Total (Line 21, Col. 10)	17,392,457	15,771,258	14,226,610	13,116,076	18,701,292
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)	1,992,280	1,194,387	1,330,047	1,024,042	1,009,140
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	465,628	1,289,736	1,400,333	1,037,399	748,386
10. Credit life (Line 2, Col. 6)	0	0	0	0	0
11. Group (Line 2, Col. 9)	0	0	0	0	1,568,551
12. Industrial (Line 2, Col. 2)	0	0	0	0	0
13. Total (Line 2, Col. 10)	2,457,908	2,484,123	2,730,380	2,061,441	3,326,077
Premium Income - Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)	0	0	0	0	0
15.1 Ordinary-life insurance (Line 20.4, Col. 3)	390,051,505	357,291,994	317,865,415	238,887,677	210,904,437
15.2 Ordinary-individual annuities (Line 20.4, Col. 4)	160,684,664	242,593,425	253,803,686	149,784,175	101,581,654
16. Credit life (group and individual) (Line 20.4, Col. 5)	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6)	79,580	32,544	104,783	694,872	24,808,820
17.2 Group annuities (Line 20.4, Col. 7)	10,486,701	12,662,514	14,360,767	14,630,029	10,285,755
18.1 A & H-group (Line 20.4, Col. 8)	0	0	(1,053)	139,277	5,871,843
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)	0	0	0	0	0
18.3 A & H-other (Line 20.4, Col. 10)	0	331,202	0	0	0
19. Aggregate of all other lines of business (Line 20.4, Col. 11)	0	0	0	0	0
20. Total	561,302,450	612,911,679	586,133,598	404,136,030	353,452,509
Balance Sheet (Pages 2 & 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	3,322,052,611	2,996,105,315	2,598,700,309	2,268,229,627	2,017,159,154
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	3,161,322,430	2,843,769,818	2,486,660,149	2,152,479,583	1,914,263,659
23. Aggregate life reserves (Page 3, Line 1)	2,798,326,940	2,475,892,168	2,103,636,820	1,752,804,966	1,571,404,419
24. Aggregate A & H reserves (Page 3, Line 2)	850,824	1,023,221	1,132,011	1,328,763	1,623,427
25. Deposit-type contract funds (Page 3, Line 3)	226,561,615	222,515,481	232,587,313	228,382,662	217,831,306
26. Asset valuation reserve (Page 3, Line 24.01)	23,335,695	17,387,477	13,435,970	7,819,740	9,350,929
27. Capital (Page 3, Lines 29 and 30)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
28. Surplus (Page 3, Line 37)	158,230,181	149,835,497	109,540,160	113,250,044	100,395,495
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	340,416,251	359,392,538	350,895,532	184,271,402	92,244,056
Risk-Based Capital Analysis					
30. Total adjusted capital	206,365,361	192,191,532	146,938,365	143,094,487	130,347,374
31. Authorized control level risk - based capital	28,095,133	28,097,796	24,700,173	21,199,845	19,243,763
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1)	79.0	78.6	77.9	75.5	76.1
33. Stocks (Lines 2.1 and 2.2)	1.3	1.6	0.4	0.4	1.1
34. Mortgage loans on real estate(Lines 3.1 and 3.2)	7.8	8.0	9.4	10.8	12.0
35. Real estate (Lines 4.1, 4.2 and 4.3)	0.0	0.0	0.0	0.0	0.0
36. Cash, cash equivalents and short-term investments (Line 5)	0.7	1.2	1.2	1.0	2.1
37. Contract loans (Line 6)	9.4	8.8	8.4	8.0	7.6
38. Derivatives (Page 2, Line 7)	1.0	0.9	2.1	XXX	XXX
39. Other invested assets (Line 8)	0.7	0.8	0.6	0.4	0.4
40. Receivables for securities (Line 9)	0.0	0.0	0.0	0.1	0.0
41. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	XXX	XXX
42. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	3.7	0.7
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2012	2 2011	3 2010	4 2009	5 2008
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1)		0	0	0	
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)			0	0	0
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),	330,438	296,297	536,969	494,477	260,019
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. Total of above Lines 44 to 49	330,438	296,297	536,969	494,477	260,019
51. Total Investment in Parent included in Lines 44 to 49 above					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2)	10,223,829	11,590,322	13,568,114	13,268,829	19,988,573
53. Total admitted assets (Page 2, Line 28, Col. 3)	3,322,052,611	2,996,105,315	2,598,700,309	2,268,229,627	2,017,159,154
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	158,022,486	143,818,061	136,511,567	124,148,320	99,988,841
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	1,331,492	404,011	5,381,304	(8,660,594)	(13,294,289)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	6,915,439	(2,555,356)	468,151	2,341,934	(2,507,954)
57. Total of above Lines 54, 55 and 56	166,269,417	141,666,716	142,361,022	117,829,660	84,186,598
Benefits and Reserve Increases (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11, 12, 13, 14 and 15 Cols. 9, 10 and 11)	217,327,082	210,306,689	203,356,144	197,265,373	240,133,679
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	269,916	209,021	218,297	189,927	525,230
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	219,370,083	193,796,182	168,241,948	89,443,006	68,260,113
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	(172,397)	(108,790)	(196,752)	(294,664)	35,275
62. Dividends to policyholders (Line 30, Col. 1)	43,347,528	43,537,602	42,611,988	37,328,017	34,065,857
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	16.1	16.9	16.7	18.1	20.9
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0	5.3	5.9	6.4	8.3	8.5
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)	0.0	30.3	(2,049.0)	(74.2)	9.7
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)	0.0	0.0	(1.0)	0.1	0.1
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)	0.0	19.1	(6,365.9)	85.1	106.3
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)	1,120,740	1,232,242	1,351,995	1,587,640	1,790,747
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)	1,023,221	1,132,011	1,330,450	1,764,413	1,828,549
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)	0	0	0	0	0
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)	0	0	0	0	0
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2)	0	0	0	0	0
73. Ordinary - life (Col. 3)	10,364,985	3,719,175	638,738	7,059,111	2,839,737
74. Ordinary - individual annuities (Col. 4)	4,833,143	3,249,711	153,683	688,734	751,129
75. Ordinary-supplementary contracts (Col. 5)	148,466	(160,036)	(149)	95,837	(82,484)
76. Credit life (Col. 6)	0	0	0	0	0
77. Group life (Col. 7)	(89,043)	52,029	21,921	(100,144)	(925,018)
78. Group annuities (Col. 8)	152,281	360,837	49,530	269,080	813
79. A & H-group (Col. 9)	(91,796)	(69,233)	1,645	134,171	(189,577)
80. A & H-credit (Col. 10)	0	0	0	0	0
81. A & H-other (Col. 11)	(291,850)	215,088	1,329	11,052	9,435
82. Aggregate of all other lines of business (Col. 12)	(36,885)	(2,099,019)	0	0	0
83. Total (Col. 1)	14,989,301	5,268,552	866,697	8,157,841	2,404,035

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

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year	0	0	89,474	15,720,761	0	0	0	1,643	50,497	15,771,258
2. Issued during year	0	0	7,221	2,457,908	0	0	0	0	0	2,457,908
3. Reinsurance assumed										0
4. Revived during year			74	23,877						23,877
5. Increased during year (net)				75,871						75,871
6. Subtotals, Lines 2 to 5	0	0	7,295	2,557,656	0	0	0	0	0	2,557,656
7. Additions by dividends during year	XXX		XXX	97,632	XXX		XXX	XXX		97,632
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 and 6 to 8)	0	0	96,769	18,376,049	0	0	0	1,643	50,497	18,426,546
Deductions during year:										
10. Death			904	38,865			XXX	21	926	39,791
11. Maturity			70	182			XXX			182
12. Disability							XXX			0
13. Expiry			570	73,077						73,077
14. Surrender			2,848	569,526						569,526
15. Lapse			1,152	308,326						308,326
16. Conversion			87	40,762			XXX	XXX	XXX	40,762
17. Decreased (net)								48	2,425	2,425
18. Reinsurance										0
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19)	0	0	5,631	1,030,738	0	0	0	69	3,351	1,034,089
21. In force end of year (Line 9 minus Line 20)	0	0	91,138	17,345,311	0	0	0	1,574	47,146	17,392,457
22. Reinsurance ceded end of year	XXX		XXX	11,719,256	XXX		XXX	XXX	17,828	11,737,084
23. Line 21 minus Line 22	XXX	0	XXX	5,626,055	XXX	(b)	XXX	XXX	29,318	5,655,373
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$ _____ ; Individual \$ _____

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends	XXX		XXX	450,539
25. Other paid-up insurance			9,443	1,772,487
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies - decreasing				
28. Term policies - other	848	464,811	9,606	3,709,963
29. Other term insurance - decreasing	XXX		XXX	
30. Other term insurance	XXX	817	XXX	2,946,546
31. Totals (Lines 27 to 30)	848	465,628	9,606	6,656,509
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	442
33. Totals, extended term insurance	XXX	XXX	353	22,078
34. Totals, whole life and endowment	6,373	1,992,280	81,179	10,666,282
35. Totals (Lines 31 to 34)	7,221	2,457,908	91,138	17,345,311

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1	2	3	4
	Non-Participating	Participating	Non-Participating	Participating
36. Industrial				
37. Ordinary	2,457,908		14,600,451	2,744,860
38. Credit Life (Group and Individual)				
39. Group			47,146	
40. Totals (Lines 36 to 39)	2,457,908	0	14,647,597	2,744,860

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21			858	9,136

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	93,060
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.	
47.1 Scheduled annual decrease	
47.2	

POLICIES WITH DISABILITY PROVISIONS

Disability Provisions	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			23,789	4,324,947			524	21,066
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other			3,510	614,273				
52. Total	0 (b)	0	27,299 (b)	4,939,220	0 (b)	0	524 (b)	21,066

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	587	255	0	0
2. Issued during year	12	20		
3. Reinsurance assumed	10			
4. Increased during year (net)				
5. Total (Lines 1 to 4)	609	275	0	0
Deductions during year:				
6. Decreased (net)	32	27		
7. Reinsurance ceded	4	4		
8. Totals (Lines 6 and 7)	36	31	0	0
9. In force end of year	573	244	0	0
10. Amount on deposit		(a) 2,574,423		(a)
11. Income now payable	573	100		
12. Amount of income payable	(a) 2,064,696	(a) 1,007,604	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	1,081	16,729	268	1,994
2. Issued during year	42	2,199	23	131
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Lines 1 to 4)	1,123	18,928	291	2,125
Deductions during year:				
6. Decreased (net)	128	1,044	20	102
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	128	1,044	20	102
9. In force end of year	995	17,884	271	2,023
Income now payable:				
10. Amount of income payable	(a) 11,633,182	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a) 995,987,704	XXX	(a)

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	0		0		577	438,839
2. Issued during year					3	4,207
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Lines 1 to 4)	0	XXX	0	XXX	580	XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)		XXX		XXX	71	XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Lines 6 to 8)	0	XXX	0	XXX	71	XXX
10. In force end of year	0	(a)	0	(a)	509	(a) 374,508

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	2,223	9,965
2. Issued during year	608	82
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Lines 1 to 4)	2,831	10,047
Deductions During Year:		
6. Decreased (net)	361	723
7. Reinsurance ceded		
8. Totals (Lines 6 and 7)	361	723
9. In force end of year	2,470	9,324
10. Amount of account balance	(a) 23,350,618	(a) 27,896,176

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Lafayette Life Insurance Company
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Life Contracts		Direct Business Only			7
		2	3	4	5	6	
	Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1. Alabama	AL	L	2,104,978	296,461	0	2,401,439	
2. Alaska	AK	N	39,302			39,302	
3. Arizona	AZ	L	10,808,264	1,885,727	2,314	12,696,305	
4. Arkansas	AR	L	3,063,220	657,037	831	3,721,088	
5. California	CA	L	32,687,302	18,766,370	44,007	51,497,679	34,532
6. Colorado	CO	L	15,830,078	5,347,670	1,243	21,178,991	
7. Connecticut	CT	L	7,146,058	10,843,655	12,913	18,002,626	575,771
8. Delaware	DE	L	1,367,024	453,404	868	1,821,296	
9. District of Columbia	DC	L	1,658,188	398,242	0	2,056,430	
10. Florida	FL	L	17,070,972	8,374,517	19,032	25,464,521	258,090
11. Georgia	GA	L	4,765,032	1,330,565	2,855	6,098,452	
12. Hawaii	HI	L	7,565,380	1,870,458	17,051	9,452,889	
13. Idaho	ID	L	3,138,934	2,833,986	77	5,972,997	
14. Illinois	IL	L	14,251,683	3,094,770	14,014	17,360,467	140,000
15. Indiana	IN	L	9,675,061	2,168,534	29,279	11,872,874	79,082
16. Iowa	IA	L	3,053,189	746,764	4,229	3,804,182	
17. Kansas	KS	L	4,124,971	2,212,580	6,596	6,344,147	
18. Kentucky	KY	L	2,495,533	902,985	1,481	3,399,999	
19. Louisiana	LA	L	1,819,990	258,028	2,894	2,080,912	
20. Maine	ME	L	972,913	75,534	149	1,048,596	
21. Maryland	MD	L	12,406,184	5,046,161	2,310	17,454,655	
22. Massachusetts	MA	L	8,209,638	4,555,229	17,981	12,782,848	
23. Michigan	MI	L	12,190,723	6,109,652	19,949	18,320,324	
24. Minnesota	MN	L	7,889,698	13,974,875	357	21,864,930	262,034
25. Mississippi	MS	L	1,017,708	584,547	0	1,602,255	
26. Missouri	MO	L	18,019,782	1,846,269	682	19,866,733	
27. Montana	MT	L	517,034	156,080		673,114	
28. Nebraska	NE	L	4,525,281	3,678,529	3,588	8,207,398	
29. Nevada	NV	L	2,067,921	493,524	178	2,561,623	
30. New Hampshire	NH	L	2,350,582	2,958,361	6,799	5,315,742	
31. New Jersey	NJ	L	16,411,804	3,634,973	16,731	20,063,508	
32. New Mexico	NM	L	3,221,273	432,977	0	3,654,250	
33. New York	NY	N	1,821,732	548,418	4,111	2,374,261	
34. North Carolina	NC	L	9,080,672	4,691,086	6,300	13,778,058	
35. North Dakota	ND	L	537,228	47,008		584,236	
36. Ohio	OH	L	16,729,927	6,429,610	40,551	23,200,088	10,000,000
37. Oklahoma	OK	L	1,946,557	323,457	0	2,270,014	269,428
38. Oregon	OR	L	1,774,862	3,868,735	1,254	5,644,851	
39. Pennsylvania	PA	L	22,785,757	11,420,513	28,579	34,234,849	
40. Rhode Island	RI	L	612,244	1,855,102	3,938	2,471,284	
41. South Carolina	SC	L	2,496,042	131,210	3,602	2,630,854	
42. South Dakota	SD	L	818,823	1,180,272		1,999,095	
43. Tennessee	TN	L	2,681,266	919,689	1,848	3,602,803	
44. Texas	TX	L	32,764,346	8,661,761	6,922	41,433,029	
45. Utah	UT	L	2,705,060	2,643,198	714	5,348,972	
46. Vermont	VT	L	1,548,636	1,914,864		3,463,500	
47. Virginia	VA	L	20,458,750	7,822,504	19,624	28,300,878	317,443
48. Washington	WA	L	10,552,360	8,970,368	3,856	19,526,584	
49. West Virginia	WV	L	1,973,618	639,411	23,745	2,636,774	
50. Wisconsin	WI	L	5,685,573	3,516,032	0	9,201,605	115,670
51. Wyoming	WY	L	534,978	600,720		1,135,698	
52. American Samoa	AS	N	2,238			2,238	
53. Guam	GU	N	5,004			5,004	
54. Puerto Rico	PR	N	40,191			40,191	
55. U.S. Virgin Islands	VI	N				0	
56. Northern Mariana Islands	MP	N				0	
57. Canada	CAN	N	21,306			21,306	
58. Aggregate Other Alien	OT	XXX	0	16,563	0	16,563	0
59. Subtotal	(a) 49		370,042,870	172,188,985	373,452	542,605,307	12,052,050
90. Reporting entity contributions for employee benefits plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX		46,036,165	26,618		46,062,783	
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions	XXX		1,602,541			1,602,541	
94. Aggregate or other amounts not allocable by State	XXX		0	0	0	0	0
95. Totals (Direct Business)	XXX		417,681,576	172,215,603	373,452	590,270,631	12,052,050
96. Plus reinsurance assumed	XXX					0	
97. Totals (All Business)	XXX		417,681,576	172,215,603	373,452	590,270,631	12,052,050
98. Less reinsurance ceded	XXX		26,212,953	979,486	373,452	27,565,891	
99. Totals (All Business) less Reinsurance Ceded	XXX		391,468,623	171,236,117	(b) 0	562,704,740	12,052,050
DETAILS OF WRITE-INS							
58001. Alien	XXX			16,563		16,563	
58002. _____	XXX						
58003. _____	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		0	16,563	0	16,563	0
9401. _____	XXX						
9402. _____	XXX						
9403. _____	XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0	0
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX		0	0	0	0	0

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

Explanation of basis of allocation by states, etc., of premiums and annuity considerations

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: _____

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART**

	<u>NAIC#</u>	<u>TIN#</u>
PARENT - WESTERN-SOUTHERN MUTUAL HOLDING COMPANY, OH (NON-INSURER)		31-1732405
SUBSIDIARY - WESTERN & SOUTHERN FINANCIAL GROUP, INC., OH (NON-INSURER)		31-1732404
SUBSIDIARY - LAFAYETTE LIFE INSURANCE COMPANY, OH (INSURER)	65242	35-0457540
SUBSIDIARY - LLIA, INC., OH (NON-INSURER)		35-2123483
SUBSIDIARY - THE WESTERN AND SOUTHERN LIFE INSURANCE COMPANY, OH (INSURER)	70483	31-0487145
SUBSIDIARY - WESTERN-SOUTHERN LIFE ASSURANCE COMPANY, OH (INSURER)	92622	31-1000236
SUBSIDIARY - IFS FINANCIAL SERVICES, INC., OH (NON-INSURER)		31-1328371
SUBSIDIARY - W&S BROKERAGE SERVICES, INC., OH (NON-INSURER)		31-0846576
SUBSIDIARY - COLUMBUS LIFE INSURANCE COMPANY, OH (INSURER)	99937	31-1191427
SUBSIDIARY - INTEGRITY LIFE INSURANCE COMPANY, OH (INSURER)	74780	86-0214103
SUBSIDIARY - NATIONAL INTEGRITY LIFE INSURANCE COMPANY, NY (INSURER)	75264	16-0958252
SUBSIDIARY - INSURANCE PROFILLMENT SOLUTIONS, LLC, OH (NON-INSURER)		43-2081325
SUBSIDIARY - WS OPERATING HOLDINGS, LLC, OH (NON-INSURER)		06-1804434
SUBSIDIARY - EAGLE REALTY GROUP, LLC, OH (NON-INSURER)		31-1018957
SUBSIDIARY - FORT WASHINGTON INVESTMENT ADVISORS, OH (NON-INSURER)		31-1301863

OVERFLOW PAGE FOR WRITE-INS

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