



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

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

## Columbus Life Insurance Company

NAIC Group Code 0836 0836 NAIC Company Code 99937 Employer's ID Number 31-1191427  
(Current) (Prior)

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

Country of Domicile United States of America

Incorporated/Organized 09/08/1986 Commenced Business 07/01/1988

Statutory Home Office 400 East 4th Street, Cincinnati, OH, US 45202-3302  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 400 East 4th Street  
(Street and Number)  
Cincinnati, OH, US 45202-3302, 513-361-6700  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 400 East 4th Street, Cincinnati, OH, US 45202-3302  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 400 East 4th Street  
(Street and Number)  
Cincinnati, OH, US 45202-3302, 513-361-6700  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.ColumbusLife.com

Statutory Statement Contact Bradley J. Hunkler, 513-629-2980  
(Name) (Area Code) (Telephone Number)  
CompAcctGrp@WesternSouthernLife.com, 513-629-1871  
(E-mail Address) (FAX Number)

### OFFICERS

President & CEO Jimmy Joe Miller  
Secretary and Counsel Donald Joseph Wuebbling

### OTHER

<u>James Howard Acton Jr. VP</u>	<u>Keith Walker Brown VP</u>	<u>Clint David Giber Sr VP &amp; Chf Inf Off</u>
<u>Daniel Wayne Harris VP</u>	<u>Noreen Joyce Hayes Sr VP</u>	<u>David Todd Henderson VP</u>
<u>Bradley Joseph Hunkler VP, Chief Accounting Officer</u>	<u>Phillip Earl King VP &amp; Auditor</u>	<u>Constance Marie Maccarone Sr VP</u>
<u>Michael Ryland Moser VP &amp; Chf Compliance Officer</u>	<u>Nora Eyre Moushey Sr VP &amp; Chf Actuary</u>	<u>Jonathan David Niemeyer Sr VP &amp; Gen Counsel</u>
<u>Mario Joseph San Marco VP</u>	<u>Nicholas Peter Sargen Sr VP &amp; Chf Inv Off</u>	<u>Thomas Martin Stapleton VP</u>
<u>James Joseph Vance VP &amp; Treasurer</u>	<u>Robert Lewis Walker Sr VP &amp; Chf Fin Officer</u>	<u>Charles Wendell Wood Jr. 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.

Jimmy Joe Miller  
President & CEO

Donald Joseph Wuebbling  
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 Columbus 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) .....	2,487,735,889	0	2,487,735,889	2,405,010,621
2. Stocks (Schedule D):				
2.1 Preferred stocks .....	0	0	0	
2.2 Common stocks .....	46,634,521	5,226,801	41,407,720	48,692,517
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....	88,699,245	0	88,699,245	81,480,332
3.2 Other than first liens .....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....				
encumbrances) .....				
4.2 Properties held for the production of income (less				
\$ .....				
encumbrances) .....				
4.3 Properties held for sale (less \$ .....				
encumbrances) .....				
5. Cash (\$ .....				
(5,653,449) , Schedule E - Part 1), cash equivalents				
(\$ .....				
0 , Schedule E - Part 2) and short-term				
investments (\$ .....				
20,594,007 , Schedule DA) .....	14,940,558	0	14,940,558	51,038,906
6. Contract loans (including \$ .....				
premium notes) .....	68,453,991	0	68,453,991	70,715,005
7. Derivatives (Schedule DB) .....	2,515,723	0	2,515,723	2,031,095
8. Other invested assets (Schedule BA) .....	117,311,834	0	117,311,834	113,272,706
9. Receivables for securities .....	503,758	0	503,758	635,327
10. Securities lending reinvested collateral assets (Schedule DL) .....	2,943,409	0	2,943,409	10,387,484
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	2,829,738,928	5,226,801	2,824,512,127	2,783,263,993
13. Title plants less \$ .....				
charged off (for Title insurers				
only) .....				
14. Investment income due and accrued .....	27,800,432	0	27,800,432	27,332,494
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	618,250	0	618,250	672,163
15.2 Deferred premiums and agents' balances and installments booked but				
deferred and not yet due (including \$ .....				
earned but unbilled premiums) .....	8,100,861		8,100,861	7,717,137
15.3 Accrued retrospective premiums .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	6,468,809	0	6,468,809	2,850,143
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....				
17. Amounts receivable relating to uninsured plans .....				
18.1 Current federal and foreign income tax recoverable and interest thereon .....	1,177,684	0	1,177,684	
18.2 Net deferred tax asset .....	44,486,490	17,124,595	27,361,895	28,279,481
19. Guaranty funds receivable or on deposit .....	965,433	0	965,433	1,031,602
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 .....	675,057	675,057	0	0
25. Aggregate write-ins for other than invested assets .....	16,938,806	0	16,938,806	15,204,820
26. Total assets excluding Separate Accounts, Segregated Accounts and				
Protected Cell Accounts (Lines 12 to 25) .....	2,936,970,750	23,026,453	2,913,944,297	2,866,351,833
27. From Separate Accounts, Segregated Accounts and Protected Cell				
Accounts .....	97,270,605	0	97,270,605	92,306,588
28. Total (Lines 26 and 27) .....	3,034,241,355	23,026,453	3,011,214,902	2,958,658,421
<b>DETAILS OF WRITE-INS</b>				
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. Deferred Compensation Plan .....	14,146,248	0	14,146,248	12,490,517
2502. CSV of Corporate Owned Life Insurance .....	2,325,204	0	2,325,204	2,246,418
2503. Cash Value Employee Split Dollar Plan .....	434,473	0	434,473	432,088
2598. Summary of remaining write-ins for Line 25 from overflow page .....	32,880	0	32,880	35,797
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	16,938,805	0	16,938,805	15,204,820

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

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 2,398,870,609 (Exh. 5, Line 999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	2,398,870,609	2,332,678,501
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	2,504,989	2,890,487
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	167,372,221	172,721,161
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	14,388,350	11,841,154
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	41,769	41,969
5. Policyholders' dividends \$ 5,535 and coupons \$ due and unpaid (Exhibit 4, Line 10)	5,535	10,704
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	11,660,015	11,510,020
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)	115,421	145,119
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ 0 accident and health experience rating refunds of which \$ 0 is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance including \$ assumed and \$ 3,965,563 ceded	3,965,563	3,911,879
9.4 Interest maintenance reserve (IMR, Line 6)	8,267,687	5,636,608
10. Commissions to agents due or accrued-life and annuity contracts \$ accident and health \$ and deposit-type contract funds \$		
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)		
13. Transfers to Separate Accounts due or accrued (net) (including \$ (3,678,216) accrued for expense allowances recognized in reserves, net of reinsured allowances)	(7,678,309)	(6,102,482)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	1,278,081	1,556,669
15.1 Current federal and foreign income taxes including \$ on realized capital gains (losses)		1,452,002
15.2 Net deferred tax liability		
16. Unearned investment income	1,994,273	2,158,743
17. Amounts withheld or retained by company as agent or trustee	15,361	44,424
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	428,634	1,604,647
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	23,912,523	22,604,161
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	28,795,451	24,226,994
24.02 Reinsurance in unauthorized and certified (\$ 0 ) companies	0	507,793
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ ) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	1,021,767	1,120,420
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives	568,103	504,180
24.09 Payable for securities	1,303,881	1,193,982
24.10 Payable for securities lending	37,749,717	60,796,928
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	2,589,378	7,056,094
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	2,699,171,019	2,660,112,157
27. From Separate Accounts Statement	97,270,605	92,306,588
28. Total Liabilities (Lines 26 and 27)	2,796,441,624	2,752,418,745
29. Common capital stock	10,000,000	10,000,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	81,816,437	81,816,437
34. Aggregate write-ins for special surplus funds	0	12,328,881
35. Unassigned funds (surplus)	122,956,841	102,094,358
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)	204,773,278	196,239,676
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	214,773,278	206,239,676
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	3,011,214,902	2,958,658,421
<b>DETAILS OF WRITE-INS</b>		
2501. Unfunded commitment low income housing tax credit property	2,329,834	6,643,798
2502. Uncashed drafts and checks that are pending escheatment to the state	185,321	307,058
2503. Outstanding disbursement checks written awaiting booking	66,008	97,023
2598. Summary of remaining write-ins for Line 25 from overflow page	8,215	8,215
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	2,589,378	7,056,094
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)		12,328,881
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	12,328,881

**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) .....	191,844,683	238,583,063
2. Considerations for supplementary contracts with life contingencies .....	1,115,578	175,108
3. Net investment income (Exhibit of Net Investment Income, Line 17) .....	145,742,706	147,549,867
4. Amortization of interest maintenance reserve (IMR, Line 5) .....	998,782	(111,040)
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1) .....	33	51
7. Reserve adjustments on reinsurance ceded .....	0	0
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	1,451,597	1,410,200
8.2 Charges and fees for deposit-type contracts .....	714,499	775,781
8.3 Aggregate write-ins for miscellaneous income .....	251,001	428,011
9. Total (Lines 1 to 8.3) .....	342,118,879	388,811,041
10. Death benefits .....	107,310,183	79,269,989
11. Matured endowments (excluding guaranteed annual pure endowments) .....	603,206	681,340
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8) .....	19,225,160	16,584,918
13. Disability benefits and benefits under accident and health contracts .....	1,287,454	1,375,011
14. Coupons, guaranteed annual pure endowments and similar benefits .....		
15. Surrender benefits and withdrawals for life contracts .....	80,367,668	80,292,155
16. Group conversions .....		
17. Interest and adjustments on contract or deposit-type contract funds .....	4,906,924	4,010,724
18. Payments on supplementary contracts with life contingencies .....	1,163,167	1,037,841
19. Increase in aggregate reserves for life and accident and health contracts .....	65,806,610	125,583,332
20. Totals (Lines 10 to 19) .....	280,670,372	308,835,310
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1) .....	17,997,233	20,469,122
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1) .....		
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4) .....	25,404,871	25,140,735
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3) .....	3,862,790	3,673,139
25. Increase in loading on deferred and uncollected premiums .....	(184,235)	(116,427)
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	(135,075)	5,957,970
27. Aggregate write-ins for deductions .....	2,778,207	(572,378)
28. Totals (Lines 20 to 27) .....	330,394,163	363,387,471
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	11,724,716	25,423,570
30. Dividends to policyholders .....	11,523,847	12,203,197
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	200,869	13,220,373
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	(3,761,375)	815,591
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) .....	3,962,244	12,404,782
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....(48,655) (excluding taxes of \$ .....1,954,541 transferred to the IMR) .....	(2,906,175)	(4,573,227)
35. Net income (Line 33 plus Line 34) .....	1,056,069	7,831,555
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2) .....	206,239,676	258,529,815
37. Net income (Line 35) .....	1,056,069	7,831,555
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....5,625,985 .....	12,000,444	(5,179,368)
39. Change in net unrealized foreign exchange capital gain (loss) .....		
40. Change in net deferred income tax .....	879,736	6,543,647
41. Change in nonadmitted assets .....	(1,341,983)	(6,944,351)
42. Change in liability for reinsurance in unauthorized and certified companies .....	507,793	(507,793)
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exh. 5A, Line 9999999, Col. 4) .....	0	0
44. Change in asset valuation reserve .....	(4,568,457)	295,345
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 .....		
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	0
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 .....		(50,000,000)
53. Aggregate write-ins for gains and losses in surplus .....	0	(4,329,174)
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	8,533,602	(52,290,139)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38) .....	214,773,278	206,239,676
<b>DETAILS OF WRITE-INS</b>		
08.301. Miscellaneous Income .....	251,001	428,011
08.302. ....		
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) .....	251,001	428,011
2701. Benefits for employees not included elsewhere .....	2,532,503	(770,034)
2702. Interest expense on securities lending .....	245,693	197,656
2703. Miscellaneous expense .....	11	
2798. Summary of remaining write-ins for Line 27 from overflow page .....		
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above) .....	2,778,207	(572,378)
5301. Change in surplus from additional DTA (SSAP 10R) .....		(4,329,174)
5302. ....		
5303. ....		
5398. Summary of remaining write-ins for Line 53 from overflow page .....		
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above) .....	0	(4,329,174)

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

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	192,838,671	238,533,887
2. Net investment income .....	148,011,391	146,206,740
3. Miscellaneous income .....	2,416,882	2,433,580
4. Total (Lines 1 through 3) .....	343,266,944	387,174,207
5. Benefit and loss related payments .....	213,898,915	170,536,482
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	(2,607,640)	5,161,693
7. Commissions, expenses paid and aggregate write-ins for deductions .....	48,219,966	50,440,000
8. Dividends paid to policyholders .....	11,379,021	11,711,675
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses) .....	774,197	399,932
10. Total (Lines 5 through 9) .....	271,664,459	238,249,782
11. Net cash from operations (Line 4 minus Line 10) .....	71,602,485	148,924,425
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	423,479,908	323,693,743
12.2 Stocks .....	8,625,112	9,391,948
12.3 Mortgage loans .....	9,028,452	5,097,316
12.4 Real estate .....	0	0
12.5 Other invested assets .....	1,454,798	4,921,194
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0
12.7 Miscellaneous proceeds .....	8,288,538	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	450,876,808	343,104,201
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	507,393,194	421,043,647
13.2 Stocks .....	1,142,202	969,418
13.3 Mortgage loans .....	16,250,000	14,600,000
13.4 Real estate .....	0	0
13.5 Other invested assets .....	7,294	18,296,201
13.6 Miscellaneous applications .....	0	3,612,385
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	524,792,690	458,521,651
14. Net increase (decrease) in contract loans and premium notes .....	(2,261,014)	(2,748,676)
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(71,654,868)	(112,668,774)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0
16.3 Borrowed funds .....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	4,741,044	4,638,682
16.5 Dividends to stockholders .....	0	57,521,324
16.6 Other cash provided (applied) .....	(40,787,009)	(18,630,728)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(36,045,965)	(71,513,370)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	(36,098,348)	(35,257,719)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	51,038,906	86,296,625
19.2 End of year (Line 18 plus Line 19.1) .....	14,940,558	51,038,906

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

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**ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Columbus Life Insurance Company**  
**ANALYSIS OF OPERATIONS BY LINES OF BUSINESS**

	1 Total	2 Industrial Life	3 Ordinary			6 Credit Life (Group and Individual)	7 Group		9 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	191,844,683	0	120,457,434	71,221,360		0	0	0	0	0	165,889	
2. Considerations for supplementary contracts with life contingencies	1,115,577				1,115,577							
3. Net investment income	145,742,707		101,757,311	42,779,326	787,937			261,028			157,105	
4. Amortization of Interest Maintenance Reserve (IMR)	998,782		649,347	340,000	6,262			2,075			1,098	
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0											
6. Commissions and expense allowances on reinsurance ceded	33	0	0	0		0	0	0	0	0	33	
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	1,451,597		1,451,597									
8.2 Charges and fees for deposit-type contracts	714,499		714,499									
8.3 Aggregate write-ins for miscellaneous income	251,001	0	251,001	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 to 8.3)	342,118,879	0	225,281,189	114,340,686	1,909,776	0	0	263,103	0	0	324,125	0
10. Death benefits	107,310,183		107,310,183									
11. Matured endowments (excluding guaranteed annual pure endowments)	603,206		603,206									
12. Annuity benefits	19,225,160			18,449,875				775,285				
13. Disability benefits and benefits under accident and health contracts	1,287,454		819,860						0	0	467,594	
14. Coupons, guaranteed annual pure endowments and similar benefits	0											
15. Surrender benefits and withdrawals for life contracts	80,367,668		40,750,115	39,617,553								
16. Group conversions	0											
17. Interest and adjustments on contract or deposit-type contract funds	4,906,925		1,289,976	2,832,171	784,778							
18. Payments on supplementary contracts with life contingencies	1,163,167				1,163,167							
19. Increase in aggregate reserves for life and accident and health contracts	65,806,610		29,985,556	36,100,297	273,750			(167,495)			(385,498)	
20. Totals (Lines 10 to 19)	280,670,373	0	180,758,896	96,999,896	2,221,695	0	0	607,790	0	0	82,096	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	17,997,233	0	15,198,525	2,797,844		0	0	0	0	0	864	0
22. Commissions and expense allowances on reinsurance assumed	0											
23. General insurance expenses	25,404,872		22,846,677	2,449,131	77,947				0	0	31,117	
24. Insurance taxes, licenses and fees, excluding federal income taxes	3,862,790		3,740,059	105,119							17,612	
25. Increase in loading on deferred and uncollected premiums	(184,235)		(184,235)									
26. Net transfers to or (from) Separate Accounts net of reinsurance	(135,076)		1,330,364	(1,465,440)								
27. Aggregate write-ins for deductions	2,778,207	0	2,418,553	331,872	26,799	0	0	614	0	0	369	0
28. Totals (Lines 20 to 27)	330,394,164	0	226,108,839	101,218,422	2,326,441	0	0	608,404	0	0	132,058	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	11,724,715	0	(827,650)	13,122,264	(416,665)	0	0	(345,301)	0	0	192,067	0
30. Dividends to policyholders	11,523,847		11,523,847								0	
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	200,868	0	(12,351,497)	13,122,264	(416,665)	0	0	(345,301)	0	0	192,067	0
32. Federal income taxes incurred (excluding tax on capital gains)	(3,761,376)		(4,323,024)	4,592,793	(145,833)			(120,855)			67,222	(3,831,679)
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)	3,962,244	0	(8,028,473)	8,529,471	(270,832)	0	0	(224,446)	0	0	124,845	3,831,679
<b>DETAILS OF WRITE-INS</b>												
08.301. MISCELLANEOUS INCOME	251,001		251,001									
08.302.												
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)	251,001	0	251,001	0	0	0	0	0	0	0	0	0
2701. BENEFITS FOR EMPLOYEES NOT INCLUDED ELSEWHERE	2,532,503		2,253,928	253,250	25,325							
2702. INTEREST EXPENSE ON SECURITIES LENDING	245,693		164,614	78,622	1,474			614			369	
2703. MISCELLANEOUS EXPENSE	11		11									
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)	2,778,207	0	2,418,553	331,872	26,799	0	0	614	0	0	369	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 Columbus 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 .....	2,332,678,502	0	1,645,467,418	676,043,249	6,023,067	0	0	5,144,768
2. Tabular net premiums or considerations .....	246,656,025		176,452,208	68,956,697	1,247,120			
3. Present value of disability claims incurred .....	286,897		286,897		XXX			
4. Tabular interest .....	110,357,181		78,630,538	31,101,579	339,636			285,428
5. Tabular less actual reserve released .....	(3,840,651)		(237,572)	(4,120,652)	195,211			322,362
6. Increase in reserve on account of change in valuation basis .....	0							
7. Other increases (net) .....	5,119,155		5,119,155					
8. Totals (Lines 1 to 7) .....	2,691,257,109	0	1,905,718,644	771,980,873	7,805,034	0	0	5,752,558
9. Tabular cost .....	115,295,327		115,295,327		XXX			
10. Reserves released by death .....	56,800,600		56,800,600	XXX	XXX			XXX
11. Reserves released by other terminations (net) .....	95,975,522		55,875,043	39,520,743	579,736			
12. Annuity, supplementary contract and disability payments involving life contingencies .....	20,930,351		776,710	18,449,875	928,481			775,285
13. Net transfers to or (from) Separate Accounts .....	3,384,697		1,517,989	1,866,708				
14. Total Deductions (Lines 9 to 13) .....	292,386,497	0	230,265,669	59,837,326	1,508,217	0	0	775,285
15. Reserve December 31, current year .....	2,398,870,612	0	1,675,452,975	712,143,547	6,296,817	0	0	4,977,273

**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 568,022	638,362
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 135,074,083	135,407,118
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		1,200,451
2.21 Common stocks of affiliates		
3. Mortgage loans	(c) 6,670,412	6,699,220
4. Real estate	(d)	
5. Contract loans	4,277,408	4,460,464
6. Cash, cash equivalents and short-term investments	(e) 186,331	187,762
7. Derivative instruments	(f) 322	301
8. Other invested assets	(2,313,788)	(2,313,788)
9. Aggregate write-ins for investment income	820,816	820,816
10. Total gross investment income	146,444,674	147,100,706
11. Investment expenses		(g) 1,357,998
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 0
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)		1,357,998
17. Net investment income (Line 10 minus Line 16)		145,742,708
<b>DETAILS OF WRITE-INS</b>		
0901. Securities Lending Fee Income	349,044	349,044
0902. Miscellaneous	57,589	57,589
0903. Deferred Comp Income	414,184	414,184
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)	820,817	820,817
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 \$ 2,516,665 accrual of discount less \$ 6,474,749 amortization of premium and less \$ 1,873,491 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 \$ 2,637 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 \$ 2,388 accrual of discount less \$ 65,743 amortization of premium and less \$ 39,761 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	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	275,029	0	275,029	0	0
1.1 Bonds exempt from U.S. tax			0		
1.2 Other bonds (unaffiliated)	5,719,543	(3,689,899)	2,029,644	465,388	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	(8,007)	0	(8,007)	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	1,761,756	(1,015,812)	745,944	6,349,950	0
2.21 Common stocks of affiliates	0	(1,500,000)	(1,500,000)	(162,973)	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	4,412	0	4,412	0	0
7. Derivative instruments	822,793	0	822,793	429,130	0
8. Other invested assets	29,565	0	29,565	8,829,776	0
9. Aggregate write-ins for capital gains (losses)	230,193	0	230,193	1,715,158	0
10. Total capital gains (losses)	8,835,284	(6,205,711)	2,629,573	17,626,429	0
<b>DETAILS OF WRITE-INS</b>					
0901. Deferred Comp	230,193	0	230,193	1,715,158	0
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)	230,193	0	230,193	1,715,158	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Columbus 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	
<b>FIRST YEAR (other than single)</b>											
1. Uncollected	(10,380)		(10,380)								
2. Deferred and accrued	451,822		451,822								
3. Deferred, accrued and uncollected:											
3.1 Direct	462,404		462,404								
3.2 Reinsurance assumed	0		0								
3.3 Reinsurance ceded	20,962		20,962								
3.4 Net (Line 1 + Line 2)	441,442	0	441,442	0	0	0	0	0	0	0	0
4. Advance	1,978		1,978								
5. Line 3.4 - Line 4	439,464	0	439,464	0	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct	28,275,821		28,275,821								
6.2 Reinsurance assumed	0		0								
6.3 Reinsurance ceded	382,202		382,202								
6.4 Net	27,893,619	0	27,893,619	0	0	0	0	0	0	0	0
7. Line 5 + Line 6.4	28,333,083	0	28,333,083	0	0	0	0	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance)	455,837	0	455,837	0	0	0	0	0	0	0	0
9. First year premiums and considerations:											
9.1 Direct	28,233,971		28,233,971								
9.2 Reinsurance assumed	0		0								
9.3 Reinsurance ceded	356,725		356,725								
9.4 Net (Line 7 - Line 8)	27,877,246	0	27,877,246	0	0	0	0	0	0	0	0
<b>SINGLE</b>											
10. Single premiums and considerations:											
10.1 Direct	77,615,238		8,341,016	69,274,222							
10.2 Reinsurance assumed	0		0	0							
10.3 Reinsurance ceded	0		0	0							
10.4 Net	77,615,238	0	8,341,016	69,274,222	0	0	0	0	0	0	0
<b>RENEWAL</b>											
11. Uncollected	(3,404,720)		(3,404,720)								
12. Deferred and accrued	5,925,871		5,925,871								
13. Deferred, accrued and uncollected:											
13.1 Direct	6,465,752		6,465,752								
13.2 Reinsurance assumed	0		0								
13.3 Reinsurance ceded	3,944,601		3,944,601								
13.4 Net (Line 11 + Line 12)	2,521,151	0	2,521,151	0	0	0	0	0	0	0	0
14. Advance	113,443		113,443								
15. Line 13.4 - Line 14	2,407,708	0	2,407,708	0	0	0	0	0	0	0	0
16. Collected during year:											
16.1 Direct	125,336,768		123,223,411	1,947,138						166,219	
16.2 Reinsurance assumed	0		0	0							
16.3 Reinsurance ceded	39,122,532		39,122,202							330	
16.4 Net	86,214,236	0	84,101,209	1,947,138	0	0	0	0	0	165,889	0
17. Line 15 + Line 16.4	88,621,944	0	86,508,917	1,947,138	0	0	0	0	0	165,889	0
18. Prior year (uncollected + deferred and accrued - advance)	2,269,745	0	2,269,745	0	0	0	0	0	0	0	0
19. Renewal premiums and considerations:											
19.1 Direct	125,553,892		123,440,535	1,947,138						166,219	
19.2 Reinsurance assumed	0		0	0							
19.3 Reinsurance ceded	39,201,693		39,201,363							330	
19.4 Net (Line 17 - Line 18)	86,352,199	0	84,239,172	1,947,138	0	0	0	0	0	165,889	0
<b>TOTAL</b>											
20. Total premiums and annuity considerations:											
20.1 Direct	231,403,101	0	160,015,522	71,221,360	0	0	0	0	0	166,219	0
20.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
20.3 Reinsurance ceded	39,558,418	0	39,558,088	0	0	0	0	0	0	330	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	191,844,683	0	120,457,434	71,221,360	0	0	0	0	0	165,889	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	
<b>DIVIDENDS AND COUPONS APPLIED (included in Part 1)</b>											
21. To pay renewal premiums .....	998,060		998,060								
22. All other .....	8,570,250		8,570,250								
<b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>											
23. First year (other than single):											
23.1 Reinsurance ceded .....	0										
23.2 Reinsurance assumed .....	0										
23.3 Net ceded less assumed .....	0	0	0	0	0	0	0	0	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 .....	33									33	
25.2 Reinsurance assumed .....	0										
25.3 Net ceded less assumed .....	33	0	0	0	0	0	0	0	0	33	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6) .....	33	0	0	0	0	0	0	0	0	33	0
26.2 Reinsurance assumed (Page 6, Line 22) .....	0	0	0	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed .....	33	0	0	0	0	0	0	0	0	33	0
<b>COMMISSIONS INCURRED (direct business only)</b>											
27. First year (other than single) .....	10,871,718		10,871,718								
28. Single .....	2,653,965			2,653,965							
29. Renewal .....	4,471,550		4,326,807	143,879						864	
30. Deposit-type contract funds .....	0										
31. Totals (to agree with Page 6, Line 21)	17,997,233	0	15,198,525	2,797,844	0	0	0	0	0	864	0

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Columbus 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	952,287		1,449			953,736
2. Salaries and wages	9,528,664		10,179		39,750	9,578,593
3.11 Contributions for benefit plans for employees	1,137,515		1,088			1,138,603
3.12 Contributions for benefit plans for agents	1,156,654		515			1,157,169
3.21 Payments to employees under non-funded benefit plans	134,590		256			134,846
3.22 Payments to agents under non-funded benefit plans						0
3.31 Other employee welfare	521,925		800			522,725
3.32 Other agent welfare						0
4.1 Legal fees and expenses	166,049		303			166,352
4.2 Medical examination fees	619,720					619,720
4.3 Inspection report fees	52,777					52,777
4.4 Fees of public accountants and consulting actuaries	3,297,189		6,281			3,303,470
4.5 Expense of investigation and settlement of policy claims	238,141		410			238,551
5.1 Traveling expenses	680,677		101			680,778
5.2 Advertising	157,136		26			157,162
5.3 Postage, express, telegraph and telephone	943,540		1,623			945,163
5.4 Printing and stationery	506,041		338			506,379
5.5 Cost or depreciation of furniture and equipment						0
5.6 Rental of equipment						0
5.7 Cost or depreciation of EDP equipment and software	3,686,322		6,820			3,693,142
6.1 Books and periodicals	23,332		6			23,338
6.2 Bureau and association fees	79,959		110			80,069
6.3 Insurance, except on real estate	66,248		133			66,381
6.4 Miscellaneous losses						0
6.5 Collection and bank service charges						0
6.6 Sundry general expenses	433,878		588			434,466
6.7 Group service and administration fees						0
6.8 Reimbursements by uninsured plans						0
7.1 Agency expense allowance						0
7.2 Agents' balances charged off (less \$ recovered)						0
7.3 Agency conferences other than local meetings	767,575		91			767,666
9.1 Real estate expenses						0
9.2 Investment expenses not included elsewhere	88,888				1,318,246	1,407,134
9.3 Aggregate write-ins for expenses	134,647	0	0	0	0	134,647
10. General expenses incurred	25,373,754	0	31,117	0	1,357,996	(a) 26,762,867
11. General expenses unpaid December 31, prior year	0	0	0	0	0	0
12. General expenses unpaid December 31, current year						0
13. Amounts receivable relating to uninsured plans, prior year	0	0	0	0	0	0
14. Amounts receivable relating to uninsured plans, current year						0
15. General expenses paid during year (Lines 10+11-12-13+14)	25,373,754	0	31,117	0	1,357,996	26,762,867
<b>DETAILS OF WRITE-INS</b>						
09.301. Sales Promotion Expense	43,375					43,375
09.302. General Office Maintenance	11,448					11,448
09.303. Agency Miscellaneous	79,824					79,824
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)	134,647	0	0	0	0	134,647

(a) Includes management fees of \$ 13,172,798 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
2. State insurance department licenses and fees	453,280	2,185			455,465
3. State taxes on premiums	2,746,116	13,236			2,759,352
4. Other state taxes, including \$ for employee benefits	123,175	594			123,769
5. U.S. Social Security taxes	331,436	1,597			333,033
6. All other taxes	191,172				191,172
7. Taxes, licenses and fees incurred	3,845,179	17,612	0	0	3,862,791
8. Taxes, licenses and fees unpaid December 31, prior year	1,556,669	0	0	0	1,556,669
9. Taxes, licenses and fees unpaid December 31, current year	1,278,081				1,278,081
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	4,123,767	17,612	0	0	4,141,379

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	1,155,516
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	8,412,794	
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4	9,568,310	0
6. Paid in cash	939,964	
7. Left on deposit	870,748	
8. Aggregate write-ins for dividend or refund options	0	0
9. Total Lines 5 through 8	11,379,022	0
10. Amount due and unpaid	5,535	
11. Provision for dividends or refunds payable in the following calendar year	11,660,015	
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	11,665,550	0
16. Total from prior year	11,520,725	0
17. Total dividends or refunds (Lines 9 + 15 - 16)	11,523,847	0
<b>DETAILS OF WRITE-INS</b>		
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% 41-47	4,167,154		4,167,154		
0100002. AE 3.5% 25-40	1,109,815		1,109,815		
0100003. 41 CSO 2.5% 48-65	18,200,066		18,200,066		
0100004. 41 CSO 2.5% CRVM 48-65	15,864,296		15,864,296		
0100005. 41 CSO 3% 54-65	1,025,956		1,025,956		
0100006. 41 CSO 3% CRVM 54-65	331,654		331,654		
0100007. 58 CSO/CET 2.5% 65-84	57,291,101		57,291,101		
0100008. 58 CSO/CET 2.5% CRVM 65-84	45,637,867		45,637,867		
0100009. 58 CSO/CET 3% 65-77	25,570		25,570		
0100010. 58 CSO/CET 3% CRVM 69-77	1,187,662		1,187,662		
0100011. 58 CSO/CET 3.5% 77-84	174,965		174,965		
0100012. 58 CSO/CET 3.5% CRVM 77-88	174,066		174,066		
0100013. 58 CSO/CET 4% 79-88	2,455,493		2,455,493		
0100014. 58 CSO/CET 4% CRVM 79-88	5,551,979		5,551,979		
0100015. 58 CSO/CET 4.5% 80-88	19,200,427		19,200,427		
0100016. 58 CSO/CET 4.5% CRVM 80-88	169,315,103		169,315,103		
0100017. 60 CSG 3% 65-94	220,802		220,802		
0100018. 80 CSO/CET 4% CRVM 94-08	72,370,700		72,370,700		
0100019. 80 CSO/CET 4.5% 88-05	193,137		193,137		
0100020. 80 CSO/CET 4.5% CRVM 88-05	632,577,194		632,577,194		
0100021. 80 CSO/CET 5% 88-94	12,872		12,872		
0100022. 80 CSO/CET 5% CRVM 88-94	85,894,235		85,894,235		
0100023. 80 CSO/CET 5.5% CRVM 87-92	255,763,100		255,763,100		
0100024. 80 CSO/CET 6% CRVM 83-86	16,365,645		16,365,645		
0100025. 2001 CSO 4% CRVM 06-12 (N.B.)	250,990,978		250,990,978		
0100026. 2001 CSO 4.5% CRVM 04-05	86,033,486		86,033,486		
0100027. UNEARNED PREMIUM	321		321		
0199997. Totals (Gross)	1,742,135,644	0	1,742,135,644	0	0
0199998. Reinsurance ceded	79,032,258		79,032,258		
0199999. Life Insurance: Totals (Net)	1,663,103,386	0	1,663,103,386	0	0
0200001. 2.5% DEFERRED 41-77	6,115	XXX	6,115	XXX	
0200002. 3% DEFERRED FLEXIBLE 94-08	29,598,632	XXX	29,598,632	XXX	
0200003. 3.5% DEFERRED 77-79	2,390	XXX	2,390	XXX	
0200004. 3.5% DEFERRED FLEXIBLE 76-79	227,679	XXX	227,679	XXX	
0200005. 4% / 10 / 3.5% DEFERRED FLEXIBLE 79-82	5,204,759	XXX	5,204,759	XXX	
0200006. 5% / 2 / 4% DEFERRED FLEXIBLE 93-97	16,317,850	XXX	16,317,850	XXX	
0200007. 5% / 5 / 4% DEFERRED FLEXIBLE 91-94	22,691,811	XXX	22,691,811	XXX	
0200008. 5.5%/ 2 / 5% / 3 / 4% DEFERRED FLEXIBLE 89-94					
	28,742,498	XXX	28,742,498	XXX	
0200009. 6% / 5 / 4% DEFERRED FLEXIBLE 82-89	107,225,860	XXX	107,225,860	XXX	
0200010. DEFERRED 3.75% CARVM 12 (N.B.)	63,053,089	XXX	63,053,089	XXX	
0200011. DEFERRED 4.25% CARVM 11	70,616,415	XXX	70,616,415	XXX	
0200012. DEFERRED 4.50% CARVM 05-06, 10	112,471,934	XXX	112,471,934	XXX	
0200013. DEFERRED 4.75% CARVM 03-04, 07-08	95,662,728	XXX	95,662,728	XXX	
0200014. DEFERRED 5.00% CARVM 98-99	123,655,443	XXX	123,655,443	XXX	
0200015. DEFERRED 5.25% CARVM 97, 01-02	6,971,951	XXX	6,971,951	XXX	
0200016. DEFERRED 5.50% CARVM 00-02	19,632,259	XXX	19,632,259	XXX	
0200017. DEFERRED 5.75% CARVM 00	354,759	XXX	354,759	XXX	
0200018. 55 AA 4% IMMEDIATE	3,645	XXX	3,645	XXX	
0200019. 71 IAM 7.5% IMMEDIATE	77,275	XXX	77,275	XXX	
0200020. 83a 6.5% IMMEDIATE	119,419	XXX	119,419	XXX	
0200021. 83a 7.5% IMMEDIATE	215,075	XXX	215,075	XXX	
0200022. a-2000 3.05% (N.B.)	2,119,394	XXX	2,119,394	XXX	
0200023. a-2000 3.7%	846,399	XXX	846,399	XXX	
0200024. a-2000 4.4%	2,334,201	XXX	2,334,201	XXX	
0200025. a-2000 5.25%	27,445	XXX	27,445	XXX	
0200026. a-2000 5.5%	1,553,530	XXX	1,553,530	XXX	
0200027. a-2000 6%	2,280,683	XXX	2,280,683	XXX	
0200028. a-2000 6.25%	121,253	XXX	121,253	XXX	
0200029. a-2000 6.5%	9,055	XXX	9,055	XXX	
0200030. 71 GAM 6% IMMEDIATE	274,369	XXX		XXX	274,369
0200031. 83 GAM 6% IMMEDIATE	4,702,904	XXX		XXX	4,702,904
0299997. Totals (Gross)	717,120,819	XXX	712,143,546	XXX	4,977,273
0299998. Reinsurance ceded	0	XXX		XXX	
0299999. Annuities: Totals (Net)	717,120,819	XXX	712,143,546	XXX	4,977,273
0300001. 55 AA 4%	14,182		14,182		
0300002. 71 IAM 6%	83,193		83,193		
0300003. 71 IAM 7.5%	193,084		193,084		
0300004. 83a 6.5%	1,030,027		1,030,027		
0300005. 83a 7%	460,499		460,499		
0300006. 83a 7.5%	452,686		452,686		
0300007. a-2000 3.65%	255,832		255,832		
0300008. a-2000 3.75%	560,305		560,305		
0300009. a-2000 4% (N.B.)	1,189,537		1,189,537		
0300010. a-2000 5.25%	548,359		548,359		
0300011. a-2000 5.5%	395,086		395,086		
0300012. a-2000 6%	266,035		266,035		
0300013. a-2000 6.25%	406,255		406,255		
0300014. a-2000 6.5%	441,737		441,737		
0399997. Totals (Gross)	6,296,817	0	6,296,817	0	0
0399998. Reinsurance ceded	0				
0399999. SCWLC: Totals (Net)	6,296,817	0	6,296,817	0	0
0400001. INTERCO DI & 41 CSO 2.5% 53-65	751		751		
0400002. 59 ADB & 58 CSO/CET 3% 64-89	79,372		79,372		
0400003. 59 ADB & 80 CSO/CET 4% 95-03	949		949		
0400004. 59 ADB & 80 CSO/CET 4.5% 89-05	27,701		27,701		
0400005. 59 ADB & 2001 CSO/CET 4% 10-12 (N.B.)	3,095		3,095		
0499997. Totals (Gross)	111,868	0	111,868	0	0
0499998. Reinsurance ceded	1,249		1,249		
0499999. Accidental Death Benefits: Totals (Net)	110,619	0	110,619	0	0
0500001. 52 INTERCO DISA & 41 CSO 2.5% 46-65	52		52		
0500002. 52 INTERCO DISA & 58 CSO 3% 65-88	350,345		350,345		

**EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS**

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0500003. 52 INTERCO DISA & 80 CSO 4% 89-07 .....	1,104,490		1,104,490		
0500004. 52 INTERCO DISA & 80 CSO 4.5% 88-05 .....	17,281		17,281		
0500005. 52 INTERCO DISA & 2001 CSO 4% 10-12 (N.B.) .....	899,523		899,523		
0599997. Totals (Gross)	2,371,691	0	2,371,691	0	0
0599998. Reinsurance ceded	2,595		2,595		
0599999. Disability-Active Lives: Totals (Net)	2,369,096	0	2,369,096	0	0
0600001. 52 INTERCO DISA 3.5% .....	9,808,329		9,808,329		
0699997. Totals (Gross)	9,808,329	0	9,808,329	0	0
0699998. Reinsurance ceded	0				
0699999. Disability-Disabled Lives: Totals (Net)	9,808,329	0	9,808,329	0	0
0700001. Accelerated Death Benefit .....	61,543		61,543		
0799997. Totals (Gross)	61,543	0	61,543	0	0
0799998. Reinsurance ceded	0				
0799999. Miscellaneous Reserves: Totals (Net)	61,543	0	61,543	0	0
9999999. Totals (Net) - Page 3, Line 1	2,398,870,609	0	2,393,893,336	0	4,977,273

**EXHIBIT 5 - INTERROGATORIES**

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [ ] No [ X ]
- 1.2 If not, state which kind is issued.  
 Non-participating .....
- 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.  
 4.50% in FL, MO, TX otherwise 2.50%, 3.50% or 4.00% depending on product portfolio. ....
- 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	Valuation Basis		4
Description of Valuation Class	2	3	Increase in Actuarial Reserve Due to Change
	Changed From	Changed To	
NONE			
9999999 - Total (Column 4, only)			

**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
<b>ACTIVE LIFE RESERVE</b>									
1. Unearned premium reserves .....	21,674				21,674				
2. Additional contract reserves (a) .....	545,480				526,637	18,843			
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) .....	567,154	0	0	0	548,311	18,843	0	0	0
8. Reinsurance ceded .....	18,843					18,843			
9. Totals (Net) .....	548,311	0	0	0	548,311	0	0	0	0
<b>CLAIM RESERVE</b>									
10. Present value of amounts not yet due on claims .....	1,972,795				1,911,789	61,006			
11. Additional actuarial reserves-Asset/Liability analysis .....	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) .....	1,972,795	0	0	0	1,911,789	61,006	0	0	0
15. Reinsurance ceded .....	16,117				16,117				
16. Totals (Net) .....	1,956,679	0	0	0	1,895,673	61,006	0	0	0
17. TOTAL (Net) .....	2,504,989	0	0	0	2,443,983	61,006	0	0	0
18. TABULAR FUND INTEREST .....	99,258				97,123	2,135			
<b>DETAILS OF WRITE-INS</b>									
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 Columbus 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 .....	172,721,161	84,029,561	4,944,518	13,706,973	30,407,476	39,632,633
2. Deposits received during the year .....	63,654,370	20,000,000	740,942	7,174,737	726,538	35,012,153
3. Investment earnings credited to the account .....	2,662,632	516,014	235,424	545,274	1,171,661	194,259
4. Other net change in reserves .....	0					
5. Fees and other charges assessed .....	0					
6. Surrender charges .....	0					
7. Net surrender or withdrawal payments .....	71,665,942	18,515,500	1,195,016	3,892,678	2,958,434	45,104,314
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) .....	167,372,221	86,030,075	4,725,868	17,534,306	29,347,241	29,734,731
10. Reinsurance balance at the beginning of the year .....	0	0	0	0	0	0
11. Net change in reinsurance assumed .....	0					
12. Net change in reinsurance ceded .....	0					
13. Reinsurance balance at the end of the year (Lines 10+11-12) .....	0	0	0	0	0	0
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	167,372,221	86,030,075	4,725,868	17,534,306	29,347,241	29,734,731

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Columbus 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	0										
1.2 Reinsurance assumed	0										
1.3 Reinsurance ceded	0										
1.4 Net	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted											
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											
2.21 Direct	31,730,553		31,730,553								
2.22 Reinsurance assumed	0										
2.23 Reinsurance ceded	21,349,395		21,349,395								
2.24 Net	10,381,158	0	(b) 10,381,158	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0
3. Incurred but unreported:											
3.1 Direct	12,281,193		12,237,102								44,091
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	8,232,232		8,229,910								2,322
3.4 Net	4,048,961	0	(b) 4,007,192	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	41,769
4. TOTALS											
4.1 Direct	44,011,746	0	43,967,655	0	0	0	0	0	0	0	44,091
4.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	29,581,627	0	29,579,305	0	0	0	0	0	0	0	2,322
4.4 Net	14,430,119	(a) 0	(a) 14,388,350	0	0	0	(a) 0	0	0	0	41,769

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ \_\_\_\_\_ in Column 2, \$ \_\_\_\_\_ 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 \$ 1,033,508  
 Individual Annuities \$ 0, 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 \$ \_\_\_\_\_  
 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 Columbus 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	190,114,675		169,249,291	18,449,875	1,163,167			775,748			476,594
1.2 Reinsurance assumed	0										
1.3 Reinsurance ceded	59,453,835		59,445,035								8,800
1.4 Net	(d) 130,660,840	0	109,804,256	18,449,875	1,163,167	0	0	775,748	0	0	467,794
2. Liability December 31, current year from Part 1:											
2.1 Direct	44,011,746	0	43,967,655	0	0	0	0	0	0	0	44,091
2.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
2.3 Reinsurance ceded	29,581,627	0	29,579,305	0	0	0	0	0	0	0	2,322
2.4 Net	14,430,119	0	14,388,350	0	0	0	0	0	0	0	41,769
3. Amounts recoverable from reinsurers December 31, current year	6,468,809		6,468,809								
4. Liability December 31, prior year:											
4.1 Direct	33,940,676	0	33,896,385	0	0	0	0	0	0	0	44,291
4.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	22,057,553	0	22,055,231	0	0	0	0	0	0	0	2,322
4.4 Net	11,883,123	0	11,841,154	0	0	0	0	0	0	0	41,969
5. Amounts recoverable from reinsurers December 31, prior year	2,850,143	0	2,850,143	0	0	0	0	0	0	0	0
6. Incurred Benefits											
6.1 Direct	200,185,745	0	179,320,561	18,449,875	1,163,167	0	0	775,748	0	0	476,394
6.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded	70,596,575	0	70,587,775	0	0	0	0	0	0	0	8,800
6.4 Net	129,589,170	0	108,732,786	18,449,875	1,163,167	0	0	775,748	0	0	467,594

(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 \$ ..... 603,206 in Line 1.1, \$ ..... 603,206 in Line 1.4.  
 \$ ..... 603,206 in Line 6.1, and \$ ..... 603,206 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 Columbus 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	0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	0	0	0
2.2 Common stocks .....	5,226,801	0	(5,226,801)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	0	0	0
3.2 Other than first liens .....		0	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	0
4.3 Properties held for sale .....		0	0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....	0	0	0
6. Contract loans .....	0	0	0
7. Derivatives (Schedule DB) .....	0	0	0
8. Other invested assets (Schedule BA) .....	0	0	0
9. Receivables for securities .....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	5,226,801	0	(5,226,801)
13. Title plants (for Title insurers only) .....		0	0
14. Investment income due and accrued .....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....		0	0
15.3 Accrued retrospective premiums .....		0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	0	0	0
16.2 Funds held by or deposited with reinsured companies .....		0	0
16.3 Other amounts receivable under reinsurance contracts .....		0	0
17. Amounts receivable relating to uninsured plans .....		0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0
18.2 Net deferred tax asset .....	17,124,595	20,953,258	3,828,663
19. Guaranty funds receivable or on deposit .....	0	0	0
20. Electronic data processing equipment and software .....		0	0
21. Furniture and equipment, including health care delivery assets .....		0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....		0	0
23. Receivables from parent, subsidiaries and affiliates .....		0	0
24. Health care and other amounts receivable .....	675,057	731,213	56,156
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) .....	23,026,453	21,684,471	(1,341,982)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
28. Total (Lines 26 and 27)	23,026,453	21,684,471	(1,341,982)
<b>DETAILS OF WRITE-INS</b>			
1101. ....		0	0
1102. ....		0	0
1103. ....		0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501. ....		0	0
2502. ....		0	0
2503. ....		0	0
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 Columbus 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 following 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 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) The Company owns real estate limited partnerships and limited liability companies. The Company carries these interests based on the underlying GAAP equity of the investee. Undistributed earnings allocated to the Company are reported in the change in net unrealized capital gains or losses. Distributions from earnings of the entity are reported as net investment income when received. Because of the indirect nature of these investments, there is an inherent reduction in transparency and liquidity and increased complexity in valuing the underlying investments. As a result, these investments are actively managed by Company management via detailed evaluation of the investment performance relative to risk.
- (9) The Company has entered into an interest rate swap (the swap) in an effort to mitigate the variability in interest cash flows for certain FHLB funding agreements. The swap allows the Company to seek to modify the interest rate characteristics of the underlying transactions by paying the counterparty a fixed interest rate in exchange for receipt of a floating interest rate based upon the underlying notional amount. No cash was exchanged at the outset of the swap contract and a single net payment is to be exchanged at each due date. The swap qualifies for hedge accounting per SSAP 86, *Accounting for Derivative Instruments and Hedging Activities*, and therefore, is carried in a manner consistent with the hedged item, which is amortized cost. If the swap is terminated prior to maturity, proceeds are exchanged equal to the fair value of the contract and a realized gain or loss would be recognized. To the extent the swap no longer qualifies for hedge accounting, it would be carried at fair value with changes in fair value recorded in capital and surplus.
- (10) Anticipated investment income is not a factor in calculating deficiency reserves.
- (11) Loss liabilities for long term disability coverages are based on standard industry tables.
- (12) The Company does not capitalize assets. Therefore, there is no capitalization policy.
- (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*

## NOTES TO FINANCIAL STATEMENTS

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 did not impact the Company's statutory surplus at January 1, 2012. In addition, the Company reclassified \$12.3 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 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	5.00% and 5.20%
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:						
059522AX0	\$ 341,184	\$ 314,969	\$ 26,215	\$ 314,969	\$ 274,291	12/31/2012
12667GPV9	723,394	660,347	63,047	660,347	642,390	12/31/2012
61751DAH7	2,896,024	2,732,057	163,967	2,732,057	2,347,006	12/31/2012

## NOTES TO FINANCIAL STATEMENTS

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
12668ANW1	451,408	427,225	24,183	427,225	386,618	9/30/2012
221470AA5	3,286,059	2,248,650	1,037,409	2,248,650	1,401,964	9/30/2012
61749EAF4	1,380,173	1,273,752	106,421	1,273,752	1,102,248	9/30/2012
75970JAJ5	2,602,295	2,433,012	169,283	2,433,012	1,691,223	9/30/2012
759950GY8	458,379	427,971	30,408	427,971	301,726	9/30/2012
02148JAD9	3,489,593	3,289,343	200,250	3,289,343	2,804,527	6/30/2012
059522AX0	529,259	495,146	34,113	495,146	462,449	6/30/2012
12668AAL9	2,099,459	1,902,281	197,178	1,902,281	1,697,471	6/30/2012
12668BYF4	694,177	668,025	26,152	668,025	541,778	6/30/2012
251513BC0	703,309	637,337	65,972	637,337	420,475	6/30/2012
36186LAG8	1,259,677	1,118,744	140,933	1,118,744	801,645	6/30/2012
45660L2V0	749,088	716,070	33,018	716,070	563,934	6/30/2012
45660LS83	2,687,210	2,554,802	132,408	2,554,802	2,323,824	6/30/2012
52520QAG9	1,420,036	1,290,875	129,161	1,290,875	1,109,833	6/30/2012
52521HAD5	2,326,245	1,949,375	376,870	1,949,375	1,670,218	6/30/2012
52522HAN2	418,935	395,008	23,927	395,008	316,820	6/30/2012
52523KAJ3	380,851	357,954	22,897	357,954	180,180	6/30/2012
74922EAF6	963,563	934,629	28,934	934,629	824,092	6/30/2012
761118XQ6	323,628	297,360	26,268	297,360	261,531	6/30/2012
76112HAD9	2,785,640	2,534,855	250,785	2,534,855	1,845,625	6/30/2012
76114AAB6	2,629,195	2,478,671	150,524	2,478,671	1,753,514	6/30/2012
86359DSR9	3,658,426	3,528,601	129,825	3,528,601	3,059,353	6/30/2012
939344AR8	1,380,141	1,283,583	96,558	1,283,583	857,450	6/30/2012
Total	XXX	XXX	\$ 3,686,706	XXX	XXX	

For the year ended December 31, 2011:

059469AF3	1,302,456	1,191,032	111,424	1,191,032	883,207	12/31/2011
05948KXT1	1,368,588	1,317,875	50,713	1,317,875	1,033,749	12/31/2011
059522AX0	714,829	705,072	9,757	705,072	590,680	12/31/2011
12628LAJ9	1,468,682	1,392,264	76,418	1,392,264	925,960	12/31/2011
12667G7H0	5,399,881	5,127,813	272,068	5,127,813	4,295,531	12/31/2011
12668BYF4	753,582	711,781	41,801	711,781	554,383	12/31/2011
251510FX6	840,558	799,345	41,213	799,345	686,953	12/31/2011
61749WAK3	303,335	276,668	26,667	276,668	192,448	12/31/2011
61751DAH7	3,374,865	3,244,334	130,531	3,244,334	2,004,632	12/31/2011
74922EAF6	1,091,870	1,007,914	83,956	1,007,914	802,925	12/31/2011
761118MD7	8,419,927	8,128,785	291,142	8,128,785	7,006,742	12/31/2011
76112HAD9	3,569,403	2,819,128	750,275	2,819,128	2,029,492	12/31/2011
059522AX0	1,567,453	1,046,806	520,647	1,046,806	864,058	9/30/2011
52524MAV1	375,984	374,383	1,601	374,383	194,047	9/30/2011
76114AAB6	2,783,469	2,613,399	170,070	2,613,399	1,898,682	9/30/2011
059522AX0	1,553,754	1,389,652	164,102	1,389,652	1,167,284	6/30/2011
52523KAJ3	452,360	364,447	87,913	364,447	188,935	6/30/2011
Total	XXX	XXX	\$ 2,830,298	XXX	XXX	

For the year ended December 31, 2010:

74922EAF6	\$ 1,225,326	\$ 1,188,216	\$ 37,110	\$ 1,188,216	\$ 963,689	12/31/2010
75970JAJ5	3,288,785	2,828,757	460,028	2,828,757	1,732,027	9/30/2010
12668BYF4	873,614	822,221	51,393	822,221	640,666	9/30/2010
02148JAD9	4,359,276	4,081,510	277,766	4,081,510	3,094,139	6/30/2010
45660L2V0	958,864	918,556	40,308	918,556	694,739	6/30/2010
52520QAG9	1,731,038	1,574,713	156,325	1,574,713	1,391,846	6/30/2010
61749EAF4	1,864,433	1,703,579	160,854	1,703,579	1,154,288	6/30/2010
61749WAK3	408,496	381,033	27,463	381,033	257,042	6/30/2010
75970JAJ5	3,378,241	3,308,973	69,268	3,308,973	1,954,255	6/30/2010
76112HAD9	4,081,737	3,624,387	457,350	3,624,387	2,823,418	6/30/2010
Total	XXX	XXX	\$ 1,737,865	XXX	XXX	

For the six month period ended December 31, 2009:

059469AF3	\$ 1,490,608	\$ 1,444,633	\$ 45,975	\$ 1,444,633	\$ 1,028,756	12/31/2009
12668BYF4	918,838	874,496	44,342	874,496	688,317	12/31/2009
225470M67	471,303	436,642	34,661	436,642	316,049	12/31/2009
52522HAN2	487,663	433,435	54,228	433,435	306,297	12/31/2009
65538PAF5	1,692,074	1,654,308	37,766	1,654,308	1,192,396	12/31/2009
75970JAJ5	3,512,054	3,392,332	119,722	3,392,332	2,023,350	12/31/2009
761118MD7	9,410,265	8,971,784	438,481	8,971,784	6,329,385	12/31/2009
939344AR8	1,811,749	1,696,249	115,500	1,696,249	1,104,458	12/31/2009
93935WAD6	2,831,930	2,701,120	130,810	2,701,120	1,988,067	12/31/2009

## NOTES TO FINANCIAL STATEMENTS

00079CAE9	565,651	558,058	7,593	558,058	440,123	9/30/2009
059515BF2	6,667,397	5,860,477	806,920	5,860,477	4,786,474	9/30/2009
12668WAU1	982,110	917,253	64,857	917,253	323,190	9/30/2009
52524MAV1	439,440	386,645	52,795	386,645	162,034	9/30/2009
Total	XXX	XXX	\$ 1,953,650	XXX	XXX	

- (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	\$1,606,701	
	2. 12 months or longer	\$9,352,013	
	The aggregate related fair value of securities		
b. with unrealized losses:			
	1. Less than 12 months	\$19,639,345	
	2. 12 months or longer	\$91,134,840	

- (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

At December 31, 2012, the Company has loaned \$36.7 million (fair value) of various debt securities, preferred stocks and common stocks as part of a securities lending program administered by The Bank of New York Mellon. At December 31, 2011, the Company had loaned \$64.1 million (fair value) of various debt securities, preferred stocks and common stocks as part of a securities lending program administered by The Bank of New York Mellon. The Company maintains effective control over all loaned securities and, therefore, continues to report such securities as invested assets in the balance sheets.

- (1) The Company requires at the initial transaction that the fair value of the cash collateral received must be equal to 102% of the fair value of the loaned securities. The Company monitors the ratio of the fair value of the collateral to loaned securities to ensure it does not fall below 100%. If the fair value of the collateral falls below 100% of the fair value of the securities loaned, the Company non-admits that portion of the loaned security. At December 31, 2012 and 2011, the Company did not non-admit any portion of the loaned securities.
- (2) Not applicable.
- (3)
  - a. At December 31, 2012, the collateral for all securities on loan could be requested to be returned on demand by the borrower. At December 31, 2012, the fair value of the total collateral is \$37.8 million, \$34.8 million of which is managed by an affiliated agent and \$3.0 million of which is managed by an unaffiliated agent. At December 31, 2011, the fair value of the total collateral was \$65.9 million, \$55.4 million of which was managed by an affiliated agent and \$10.5 million of which was managed by an unaffiliated agent.
  - b. The aggregate fair value of the reinvested collateral is \$37.8 million.
  - c. The Company receives cash collateral in an amount in excess of the fair value of the securities lent. The Company reinvests the cash collateral primarily in investment-grade debt securities and cash equivalents.
- (4) The Company reports all collateral on the balance sheet with an offsetting liability recognized for the obligation to return the collateral. Collateral for the securities lending program is either managed by an affiliated agent of the Company or is managed by the Bank of New York Mellon, an unaffiliated agent. Collateral managed by an affiliated agent is invested primarily in investment-grade debt securities and cash equivalents and is included in the applicable amount on the balance sheet because the funds are available for the general use of the Company. Collateral managed by an unaffiliated agent is invested in cash equivalents and is included in securities lending reinvested collateral assets on the balance sheet at December 31, 2012 and 2011.
- (5)
  - a. The aggregate collateral broken out by maturity date is as follows:

	Amortized Cost	Fair Value
Open	\$ -	\$ -
30 Days or less	14,149,621	14,193,353
31 to 60 Days	-	-
61 to 90 Days	-	-
91 to 120 Days	-	-
121 to 180 Days	1,407,870	1,410,827
181 to 365 Days	2,284,400	2,284,903
1 to 2 Years	1,500,000	1,499,619
2 to 3 Years	-	-
Greater Than 3 Years	18,425,000	18,425,000
Total Collateral	<u>\$ 37,766,891</u>	<u>\$ 37,813,702</u>

- b. At December 31, 2012, all of the collateral held for the securities lending program was invested in tradable securities that could be sold and used to pay for the \$37.7 million in collateral calls that could come due under a worst-case scenario.

F. Real Estate. None.

### G. Low Income Housing Tax Credit Property Investments

- (1) There is a range of 7 to 10 years of unexpired tax credits remaining. The required holding period is 18 to 22 years.
- (2) The reviews are annual regulatory reviews which are in place to ensure each property qualifies for the tax credits.
- (3) The Company's investments in low income housing tax credit properties do not exceed 10% of admitted assets.
- (4) The Company did not recognize any impairment during the statement periods.
- (5) There were no write-downs or reclassifications made during the year due to the forfeiture or ineligibility of tax credits, etc.

### 6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in joint ventures, partnerships or limited liability companies during the statement period.

### 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.

## NOTES TO FINANCIAL STATEMENTS

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

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

### 8. Derivative Instruments

The Company entered into an interest rate swap (the swap). The discussion of accounting policies, risks and objectives are in Note 1C. The notional amount of the swap is \$80,000,000. No net gain or loss has been recognized in unrealized gains or losses as of December 31, 2012, because the swap qualifies for hedge accounting. The Company has entered into a collateral agreement with the counterparty whereby under certain conditions the counterparty is required to post assets on the Company's behalf. The posted amount is equal to the difference between the net positive fair value of the swap and agreed upon thresholds that are based on the credit rating of the counterparty. Inversely, if the net fair value of the swap is negative, then the Company may be required to post assets instead using similar thresholds. At December 31, 2012, no collateral has been posted by the Company or the counterparty.

### 9. Income Taxes

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

(1)

	12/31/2012		
	(1) Ordinary	(2) Capital	(3) (Col 1+2) Total
(a) Gross deferred tax assets	\$ 71,967,928	\$ 3,770,454	\$ 75,738,382
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	71,967,928	3,770,454	75,738,382
(d) Deferred tax assets nonadmitted	17,124,595	-	17,124,595
(e) Subtotal net admitted deferred tax assets (1c – 1d)	54,843,333	3,770,454	58,613,787
(f) Deferred tax liabilities	16,265,606	14,986,285	31,251,891
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	<u>\$ 38,577,727</u>	<u>\$ (11,215,831)</u>	<u>\$ 27,361,896</u>

	12/31/2011		
	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a) Gross deferred tax assets	\$ 67,728,613	\$ 4,796,784	\$ 72,525,397
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	67,728,613	4,796,784	72,525,397
(d) Deferred tax assets nonadmitted	20,953,258	-	20,953,258
(e) Subtotal net admitted deferred tax assets (1c – 1d)	46,775,355	4,796,784	51,572,139
(f) Deferred tax liabilities	12,247,207	11,045,452	23,292,659
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	<u>\$ 34,528,148</u>	<u>\$ (6,248,668)</u>	<u>\$ 28,279,480</u>

Change:

	Change		
	(7) (Col 1-4) Ordinary	(8) (Col 2-5) Capital	(9) (Col 7+8) Total
(a) Gross deferred tax assets	\$ 4,239,315	\$ (1,026,330)	\$ 3,212,985
(b) Statutory valuation allowance adjustments	-	-	-
(c) Adjusted gross deferred tax assets (1a – 1b)	4,239,315	(1,026,330)	3,212,985
(d) Deferred tax assets nonadmitted	(3,828,663)	-	(3,828,663)
(e) Subtotal net admitted deferred tax assets (1c – 1d)	8,067,978	(1,026,330)	7,041,648
(f) Deferred tax liabilities	4,018,399	3,940,833	7,959,232
(g) Net admitted deferred tax asset/(net deferred tax liability (1e – 1f))	<u>\$ 4,049,579</u>	<u>\$ (4,967,163)</u>	<u>\$ (917,584)</u>

(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	\$ -	\$ 865,296	\$ 865,296
(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)	\$ 23,591,441	\$ 2,905,158	\$ 26,496,599
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 23,591,441	\$ 2,905,158	\$ 26,496,599
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 27,664,287
(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	\$ 31,251,891	\$ -	\$ 31,251,891
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	<u>\$ 54,843,332</u>	<u>\$ 3,770,454</u>	<u>\$ 58,613,786</u>

	12/31/2011		
	(4) Ordinary	(5) Capital	(6) (Col 4+5) Total
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 869,586	\$ 2,394,185	\$ 3,263,771
(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)	\$ 22,613,109	\$ 2,402,599	\$ 25,015,709
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 22,613,109	\$ 2,402,599	\$ 25,015,709
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 33,044,275
(c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 23,292,659	\$ -	\$ 23,292,659
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	<u>\$ 46,775,355</u>	<u>\$ 4,796,784</u>	<u>\$ 51,572,139</u>

Change

## NOTES TO FINANCIAL STATEMENTS

	(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	\$ (869,586)	\$ (1,528,889)	\$ (2,398,475)
(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)	\$ 978,332	\$ 502,559	\$ 1,480,890
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 978,332	\$ 502,559	\$ 1,480,890
2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 33,044,275
(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	\$ 7,959,232	\$ -	\$ 7,959,232
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 8,067,977	\$ (1,026,330)	\$ 7,041,647
(3)	2012	2011	
(a) Ratio percentage used to determine recovery period and threshold limitation amount.	736%	726%	
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above.	\$ 30,184,612	\$ 28,629,899	
(4)	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)	2.64%	4.98%	7.62%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	3.41%	6.43%	9.84%
(c) Does the Company's tax-planning strategies include the use of reinsurance? Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>			
	12/31/2011		
	(4) Ordinary Percent	(5) Capital Percent	(6) (Col 4+5) Total Percent
Impact of tax planning strategies:			
(a) Adjusted gross DTA (% of total adjusted gross DTAs)	2.76%	6.61%	9.37%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	3.88%	9.30%	13.18%
(c) Does the Company's tax-planning strategies include the use of reinsurance? Yes <input type="checkbox"/> No <input type="checkbox"/>			
	Change		
	(7) Ordinary Percent	(8) Capital Percent	(9) (Col 7+8) Total Percent
Impact of tax planning strategies:			
(a) Adjusted gross DTA (% of total adjusted gross DTAs)	(0.12)%	(1.12)%	(1.75)%
(b) Net admitted adjusted gross DTAs (% of total net admitted adjusted gross DTAs)	(0.47)%	(2.87)%	(3.34)%
B. Deferred tax liabilities are not recognized for the following amounts: None.			
C. Current income taxes incurred consist of the following major components:			
(1) Current income tax	(1) 12/31/2012	(2) 12/31/2011	(3) (Col 1-2) Change
(a) Federal	\$ 1,231,389	\$ 4,284,823	\$ (3,053,434)
(b) Foreign	11,268	-	11,268
(c) Subtotal	1,242,657	4,284,823	(3,042,166)
(d) Federal income tax on net capital gains	1,905,886	2,430,987	(525,101)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	(5,004,032)	(3,469,233)	(1,534,799)
(g) Federal and foreign income taxes incurred	\$ (1,855,489)	\$ 3,246,577	\$ (5,102,066)
(2) Deferred tax assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ -	\$ -	\$ -
(2) Unearned premium revenue	-	-	-
(3) Policyholder reserves	38,802,268	36,868,629	1,933,639
(4) Investments	-	-	-
(5) Deferred acquisition costs	21,606,719	19,638,995	1,967,724
(6) Policyholder dividends accrual	3,101,005	3,048,507	52,498
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	8,158,324	7,911,456	246,868
(9) Pension accrual	-	-	-
(10) Receivables – nonadmitted	236,270	255,925	(19,655)
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other	63,342	5,101	58,241
(99) Subtotal	71,967,928	67,728,613	4,239,315
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	17,124,595	20,953,258	(3,828,663)
(d) Admitted ordinary deferred tax assets (2a99 – 2b – 2c)	54,843,333	46,775,355	8,067,978
(e) Capital:			

## NOTES TO FINANCIAL STATEMENTS

(1) Investments	3,770,454	4,796,784	(1,026,330)
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other	-	-	-
(99) Subtotal	3,770,454	4,796,784	(1,026,330)
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99- 2f - 2g)	3,770,454	4,796,784	(1,026,330)
(i) Admitted deferred tax assets (2d + 2h)	\$ 58,613,787	\$ 51,572,139	\$ 7,041,648

(3) Deferred tax liabilities:			
(a) Ordinary:			
(1) Investments	\$ 13,137,067	\$ 10,389,064	\$ 2,748,003
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	3,038,562	1,567,098	1,471,464
(4) Policyholder reserves	-	-	-
(5) Other	89,977	291,045	(201,068)
(99) Subtotal	16,265,606	12,247,207	4,018,399
(b) Capital:			
(1) Investments	14,986,285	11,045,452	3,940,833
(2) Real estate	-	-	-
(3) Other	-	-	-
(99) Subtotal	14,986,285	11,045,452	3,940,833
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 31,251,891	\$ 23,292,659	\$ 7,959,232
	Current Year	Prior Year	Change
(4) Net deferred tax assets (liabilities) (2i - 3c)	\$ 27,361,895	\$ 28,279,480	\$ (917,584)

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	\$ 70,304	35.00%	\$ 4,627,131	35.00%
Dividend received deduction	(102,127)	(50.84)	(112,798)	(0.85)
Tax credits	(6,191,666)	(3082.44)	(6,195,482)	(46.86)
Other invested assets	2,165,679	1078.15	(1,565,399)	(11.84)
Nonadmitted assets	19,655	9.78	(13,050)	(0.10)
Other	382,582	190.46	282,979	2.14
Total statutory income taxes	\$ (3,655,573)	(1819.88)%	\$ (2,976,619)	(22.52)%
Federal and foreign income taxes incurred	\$ (3,761,375)	(1872.55)%	\$ 815,591	6.17%
Change in net deferred income taxes*	105,802	52.67	(3,792,209)	(28.68)
Total statutory income taxes	\$ (3,655,573)	(1819.88)%	\$ (2,976,619)	(22.52)%

\* Excludes change in net deferred income taxes on realized gains/losses of \$(985,535) and \$(2,751,438) 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	\$ -
2011	\$ 4,046,271
2010	\$ 1,288,321

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), parent of the Company, files a consolidated income tax return with its eligible subsidiaries, 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 of \$1.2 million from Western and Southern on line 18.1 of page 2.

#### 10. Information Concerning Parent, Subsidiaries and Affiliates

A,B, C.&D. The Company made a capital contribution to Capital Analyst (CAI) in the amount of \$1,000,036 on April 30, 2012. The contribution was in the form of common stock.

The Company paid a \$26.0 million dividend and a \$6.5 million dividend to its parent, Western and Southern on December 5, 2011 and December 29, 2011, respectively. The dividends were in the form of cash.

The Company paid a \$14.7 million dividend and a \$2.8 million dividend to its parent, Western and Southern on December 20, 2011 and December 28, 2011, respectively. The dividends were in the form of bonds.

The Company is party to a service agreement with certain Western and Southern affiliated companies for the performance of certain legal services, investment advisory and data processing functions. The Company paid \$5.8 million and \$6.0 million in 2012 and 2011, respectively for these services.

On July 1, 1986, the Company entered into an agreement (the "agreement") with Western and Southern where the Company reinsured the liabilities of, and began servicing and administering the former business of Columbus Mutual Life Insurance Company (Columbus Mutual), a former affiliate of Western and Southern which merged with Western and Southern. The agreement is anticipated to last until all obligations for policies issued by Columbus Mutual are settled. Reserves reflected on the Company's balance sheets for policies and contracts included under the agreement are:

## NOTES TO FINANCIAL STATEMENTS

	December 31	
	2012	2011
	<i>(in thousands)</i>	
Life and annuity reserves	\$ 620,773	\$ 636,161
Accident and health reserves	2,518	2,906

- E. The Company had 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. The parent company performs certain administrative and special services for the Company to assist with its business operations. These services include tax compliance and reporting, payroll functions, administrative support services, and investment functions. The charges for services are considered reasonable and in accordance with the requirements of applicable insurance law and regulations.
- G. All outstanding shares of the Company are owned by The Western and Southern Life Insurance Company, a life insurance company domiciled in the state of 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.
- J. In 2012, the Company recognized a \$1.5 million impairment write down for its investment in its affiliate, Capital Analyst, Inc., based on the determination that the Company will be unable to recover the carrying amount of the investment. Fair value is determined based on GAAP equity.
- 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 treated as debt. None.
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
- The Company maintains a deferred compensation plan for qualifying independent producers/agents who sell the Company's insurance products. Eligible participants may elect to have all or any portion of their commission payments credited to a defined investment account, subject to provisions of the plan.
- C. Multi-employer Plans. Not applicable.
- D. The Company participates in a qualified, noncontributory defined benefit pension plan sponsored by Western and Southern, the parent company. In addition, the Company provides certain other postretirement benefits to retired employees through a plan sponsored by the parent company. The Company has no legal obligation for benefits under these plans. The parent company allocates amounts to the Company based on a rational allocation methodology.
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, 10,000,000 shares issued and 10,000,000 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 made a capital contribution to Capital Analyst (CAI) in the amount of \$1,000,036 on April 30, 2012. The contribution was in the form of common stock.
 

The Company paid a \$26.0 million dividend and a \$6.5 million dividend to its parent, Western and Southern on December 5, 2011 and December 29, 2011, respectively. The dividends were in the form of cash and were considered extraordinary.

The Company paid a \$14.7 million dividend and a \$2.8 million dividend to its parent, Western and Southern on December 20, 2011 and December 28, 2011, respectively. The dividends were in the form of bonds and were considered extraordinary.
  - (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: \$53,551,121
  - (11) There were no surplus debentures or similar items outstanding during the statement periods.
  - (12) There have been no restatements of surplus due to quasi-reorganizations.
  - (13) Not applicable.

## NOTES TO FINANCIAL STATEMENTS

### 14. Contingencies

#### A. Contingent Commitments

The Company has future commitments to joint ventures, limited partnerships and limited liability companies, excluding those related to Low Income Housing Tax Credits, in the amount of \$3,614,551.

The Company has future commitments to joint ventures, limited partnerships and limited liability companies investing in Low Income Housing Tax Credit properties in the amount of \$2,329,834.

#### 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 obligation 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

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. 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. 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 amount of loss, if any, that the Company may ultimately recognize as a result of these audits and related examinations cannot be reasonably estimated.

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.

### 15. Leases

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

B. The Company is not involved in any contracts in which it acts as a lessor.

### 16. The Company had no material 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. (1) Not applicable.

(2) See Note 5E for information regarding securities lending.

(3) Not applicable.

(4) Not applicable.

(5) Not applicable.

(6) Not applicable.

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 and miscellaneous	-	-	-	-
RMBS	-	4,280,025	-	4,280,025
CMBS	-	-	-	-
Hybrid securities	-	-	-	-
Parent, subsidiaries and affiliates	-	-	-	-
Total bonds	\$ -	\$ 4,280,025	\$ -	\$ 4,280,025
Preferred stock				
Industrial and miscellaneous	\$ -	\$ -	\$ -	\$ -
Parent, subsidiaries and affiliates	-	-	-	-
Total preferred stock	\$ -	\$ -	\$ -	\$ -
Common stock				
Industrial and miscellaneous	\$ 35,209,720	\$ -	\$ -	\$ 35,209,720
Parent, subsidiaries and affiliates	-	-	-	-
Mutual funds	-	-	-	-

## NOTES TO FINANCIAL STATEMENTS

Total common stock	\$ 35,209,720	\$ -	\$ -	\$ 35,209,720
Derivative assets				
Interest rate contracts	\$ -	\$ -	\$ -	\$ -
Options, purchased	-	-	2,515,721	2,515,721
Foreign exchange contracts	-	-	-	-
Credit contracts	-	-	-	-
Commodity futures contracts	-	-	-	-
Commodity forward contracts	-	-	-	-
Total derivative assets	\$ -	\$ -	\$ 2,515,721	\$ 2,515,721
Separate account assets*	\$ 29,611,135	\$ -	\$ -	\$ 29,611,135
Total assets at fair value	\$ 64,820,855	\$ 4,280,025	\$ 2,515,721	\$ 71,616,601
	Level 1	Level 2	Level 3	Total
Liabilities at fair value				
Derivative liabilities	\$ -	\$ -	\$ (568,102)	\$ (568,102)
Total liabilities at fair value	\$ -	\$ -	\$ (568,102)	\$ (568,102)

\* Separate account assets measured at fair value in this table do not include assets backing market value adjusted annuities, which are held at amortized cost, with the exception of securities rated NAIC 6 where the security's fair value is below amortized cost.

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
RMBS	\$ 3,622,551	\$ -	\$(3,699,303)	\$(666,999)	\$ 1,501,893	\$(758,142)	\$ -
Derivative assets	2,031,094	-	-	(122,309)	661,880	(54,944)	2,515,721
Derivative liabilities	(504,180)	-	-	945,103	(232,749)	(776,276)	(568,102)
Total	\$ 5,149,465	\$ -	\$(3,699,303)	\$ 155,795	\$ 1,931,024	\$(1,589,362)	\$ 1,947,619

## Gross Purchases, Issuances, Sales, and Settlements

	Purchases	Issuances	Sales	Settlements	Net Purchases, Issuances, Sales, & Settlements
RMBS	\$ -	\$ -	\$ -	\$(758,142)	\$(758,142)
Derivative assets	3,253,707	-	-	(3,308,651)	(54,944)
Derivative liabilities	-	(1,166,509)	-	390,233	(776,276)
Total	\$ 3,253,707	\$(1,166,509)	\$ -	\$(3,676,561)	\$(1,589,362)

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

- (4) Investments in Level 2 include NAIC rated 6 residential mortgage-backed securities representing subordinated tranches in securitization trusts containing residential mortgage loans originated during the period of 2005 to 2007. 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. To measure fair value prior to the period ended September 30, 2012, the Company used an internal fair value model to estimate future cash flows and then discounted the expected future cash flows using the current market rates applicable to the coupon rate, credit risk, and weighted-average-life of the investments. The internal fair value model used both market-based data and data specific to the underlying loans of each security in determining assumptions for default probabilities, loss severities and prepayment speeds to determine the estimated future cash flows for each security. The change in price source resulted in a transfer of these securities from Level 3 to Level 2.

The fair values of options in Level 3 have been determined using valuation models incorporating significant unobservable inputs, including projected discounted cash flows, applicable swap curves and implied volatilities.

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

Assets held in separate accounts carried at fair value consistent of mutual funds. The fair values of these assets have been determined using the same methodologies as for common stock.

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	\$ 2,816,620,551	\$ 2,487,735,889	\$ 27,226,267	\$ 2,685,632,684	\$ 103,761,600	\$ -
Common Stock:						
Unaffiliated**	41,407,720	41,407,720	41,407,720	-	-	-
Mutual funds	-	-	-	-	-	-
Preferred stock	-	-	-	-	-	-
Mortgage loans	100,258,273	88,699,245	-	-	100,258,273	-
Cash, cash equivalents and short-term						

## NOTES TO FINANCIAL STATEMENTS

investments	14,940,558	14,940,558	14,940,558	-	-	-
Other invested assets,						
surplus notes	20,232,222	16,123,784	-	20,232,222	-	-
Securities lending						
reinvested collateral						
assets	2,986,478	2,943,409	2,986,478	-	-	-
Derivative assets	2,515,721	2,515,721	-	-	2,515,721	-
Separate account assets	103,642,866	97,270,605	32,507,087	69,761,162	1,374,617	-
 Liabilities:						
Life and annuity reserves						
for investment-type						
contracts and deposit						
fund liabilities	\$ (874,484,000)	\$ (810,718,000)	\$ -	\$ -	\$ (874,484,000)	\$ -
Derivative liabilities	(568,102)	(568,102)	-	-	(568,102)	-
Securities lending liability	(37,749,717)	(37,749,717)	-	-	(37,749,717)	-
Separate acct. liabilities*	(67,597,000)	(62,031,000)	-	-	(67,597,000)	-

\*Variable universal life contracts are considered insurance contracts and therefore, are not included in separate account liabilities for purposes of this disclosure

\*\* 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. Actively traded mutual funds are valued using the net asset values of the funds.

### *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.

### *Securities Lending Reinvested Collateral Assets*

The fair value of securities lending reinvested collateral assets are from third-party sources utilizing publicly quoted prices.

### *Assets Held in Separate Accounts*

Assets held in separate accounts include debt securities and mutual funds. The fair values of these assets have been determined using the same methodologies as similar assets held in the general account.

### *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.

### *Securities Lending Liability*

The liability represents the Company's obligation to return collateral related to securities lending transactions. The liability is short-term in nature and

## NOTES TO FINANCIAL STATEMENTS

therefore, the fair value of the obligation approximates the carrying amount.

### *Separate Account Liabilities*

Certain separate account liabilities are classified as investment contracts and are carried at an amount equal to the related separate account assets. Carrying value is a reasonable estimate of the fair value as it represents the exit value as evidenced by withdrawal transactions between contract holders and the Company.

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

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	\$ 10,580,544	\$ 10,560,818	\$ 8,488,044	\$ 199,692
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
g. Total	\$ 10,580,544	\$ 10,560,818	\$ 8,488,044	\$ 199,692

The percentage of book value of these debt securities that have underlying loans with primarily variable interest rates is 3.78%.

### H. Retained Assets

(1) The Company offered retained asset accounts as an optional form of settlement for life insurance policy proceeds in 2012. The retained asset account option provided to beneficiaries was the default method for satisfying life insurance claims in 2012 in states that did not require policyholders to explicitly select a settlement option. In states that require policyholders to explicitly select a settlement option, state regulations are adhered to and the retained asset account option does not serve as the default option. The Company's retained asset accounts are serviced by an unaffiliated bank, with the assets and liabilities related to these accounts remaining on the Company's financial statements. These retained asset accounts are included in the liability for deposit-type contracts.

The interest rate paid to retained asset account holders during 2012 was 0.5%. This rate did not change during 2012. Accountholders are not charged for routine administrative fees associated with these retained asset accounts; provided, however, that accountholders are responsible for certain fees associated with insufficient funds checks/drafts and stop-payment orders.

(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	131	\$ 7,103,404	385	\$ 19,047,653
b. 13 to 24 months	204	8,695,738	212	7,590,421
c. 25 to 36 months	145	4,451,993	135	5,064,384
d. 37 to 48 months	93	3,170,381	96	2,032,601
e. 49 to 60 months	74	1,528,064	43	1,693,078
f. Over 60 months	205	4,130,831	204	3,734,593
g. Total	852	\$ 29,080,411	1,075	\$ 39,162,730
(3)	Individual		Group	
	Number	Balance/Amount	Number	Balance/Amount
a. Number/balance of retained asset accounts at the beginning of the year	1,075	\$ 39,162,730	-	\$ -

## NOTES TO FINANCIAL STATEMENTS

b.	Number/amount of retained asset accounts issued/added during the year	287	34,989,611	-	-
c.	Investment earnings credited to retained asset accounts during the year	N/A	183,223	N/A	-
d.	Fees and other charges assessed to retained asset accounts during the year	N/A	123,647	N/A	-
e.	Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	-	-	-	-
f.	Retained asset accounts closed/withdrawn	510	45,131,506	-	-
g.	Number/balance of retained asset accounts at the end of the year	852	\$ 29,327,705	-	\$ -

### 22. Events Subsequent

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 25, 2013.

### 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, officer, 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 reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity 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 reporting entity 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 A

- (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 of 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. None.

30. Premium Deficiency Reserves. None.

31. Reserves for Life Contracts and Annuity Contracts

- A. 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.
- B. Policies issued to substandard lives are charged an extra premium plus the regular gross premium for the true age. Mean reserves are based on appropriate multiples of standard rates of mortality.
- C. As of December 31, 2012, the Company had \$2,327,043,983 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 \$43,978,495 at year-end and are reported in Exhibit 5, Life Insurance and Annuities sections.
- D. The tabular interest, the tabular less actual reserve released, and the tabular cost have been determined by formula as described in the instructions.
- E. The determination of tabular interest on funds not involving life has been determined by formula as described in the instructions.
- F. The details for other changes: None.

## NOTES TO FINANCIAL STATEMENTS

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

A.	Subject to discretionary withdrawal:	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
	(1) With fair value adjustment	\$ -	\$ 62,030,704	\$ -	\$ 62,030,704	6.5%
	(2) At book value less surrender charge of 5% or more	180,725,688	-	-	180,725,688	19.0%
	(3) At fair value	-	-	-	-	0.0%
	(4) Total with adjustment or at market value (Total of 1 through 3)	180,725,688	62,030,704	-	242,756,392	25.5%
	(5) At book value without adjustment (minimal or no charge or adjustment)	597,723,198	-	-	597,723,198	62.7%
B.	Not subject to discretionary withdrawal	112,348,511	-	-	112,348,511	11.8%
C.	Total (gross: direct + assumed)	890,797,397	62,030,704	-	952,828,101	100.0%
D.	Reinsurance ceded	-	-	-	-	-
E.	Total (net)* (C) - (D)	\$ 890,797,397	\$ 62,030,704	\$ -	\$ 952,828,101	-

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

F.	Life & Accident & Health Annual Statement:	Amount
	1. Exhibit 5, Annuities Section, Total (net)	\$ 717,120,819
	2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	6,296,817
	3. Exhibit 7, Exhibit of Deposit-Type Contracts, Line 14, Column 1	167,379,761
	4. Subtotal	890,797,397

## Separate Accounts Annual Statement:

5.	Exhibit 3, Line 0299999, Column 2	62,030,704
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	62,030,704
12.	Combined Total	\$ 952,828,101

## G. FHLB (Federal Home Loan Bank) Agreements

- The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has issued funding agreements to the FHLB of Cincinnati in exchange for cash advances in the amount of \$86,000,000. 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 Cincinnati stock purchased, collateral pledged, assets and liabilities related to the agreement with FHLB of Cincinnati.

	Current Year	Prior Year
2. FHLB stock purchased/owned as part of the agreement	\$ 6,198,000	\$ 6,074,400
3. Collateral pledged to the FHLB	121,943,603	112,782,504
4. Borrowing capacity currently available	21,198,648	13,523,839
5. Total reserves related to funding agreement	86,030,075	84,029,561
6. Agreement assets and liabilities		
General Account:		
a. Assets	101,742,602	96,936,384
b. Liabilities	86,030,075	84,029,561
Separate Account:		
c. Assets	-	-
d. Liabilities	-	-

## 33. Premiums and Annuity Considerations Deferred and Uncollected

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

A.	Type	Gross	Net of Loading
	(1) Industrial	\$ -	\$ -
	(2) Ordinary new business	462,404	168,042
	(3) Ordinary renewal	6,465,752	8,551,069
	(4) Credit Life	-	-
	(5) Group Life	-	-
	(6) Group Annuity	-	-
	(7) Totals	\$ 6,928,156	\$ 8,719,111

## 34. Separate Accounts

## A. Separate Account Activity

- The Company utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. For 2012, the Company reported assets and liabilities from the following product lines/transactions into a separate account:
  - Variable Universal Life
  - Market Value Adjusted Annuities

In accordance with the Ohio Department of Insurance procedures for approving items within the separate accounts, the separate account classification of Variable Universal Life Insurance contracts and Market Value Adjusted Annuity contracts are supported by Ohio Revised Code §3907.15.

## NOTES TO FINANCIAL STATEMENTS

- (2) In accordance with the products recorded within the separate accounts, all separate account assets are considered legally insulated from the general account. The legal insulation of the separate account assets prevents such assets from being generally available to satisfy claims resulting from the general account.

As of December 31, 2012 and 2011, the Company's separate account statement included legally insulated assets of \$97,270,605 and \$92,306,588, respectively. The assets legally insulated from the general account as of December 31, 2012 are attributed to the following products:

Product	Legally Insulated Assets	Separate Account Assets (Not Legally Insulated)
Variable Universal Life	\$ 29,611,135	\$ -
Market Value Adjusted Annuities	67,659,470	-
Total	\$ 97,270,605	\$ -

- (3) In accordance with the products recorded within the separate accounts, some separate account liabilities are guaranteed by the general account. In accordance with the guarantees provided, if the investment proceeds are insufficient to cover the rate of return guaranteed for the product, the policyholder proceeds will be remitted by the general account.

As of December 31, 2012, the Company's general account had a maximum guarantee for separate account liabilities of \$11,200. To compensate the general account for the risk taken, the separate accounts have paid risk charges as follows for the past two years:

2012	\$	324
2011	\$	301

As of December 31, 2012, the Company's general account had paid \$798 towards separate account guarantees. The total separate account guarantees paid by the general account for the preceding year ending December 31, 2011 was \$0.

- (4) The Company does not engage in securities lending transactions within the separate accounts.

### B. General Nature and Characteristics of Separate Account Business

The Company's guaranteed separate account consists of non-indexed, guaranteed rate options that include a market value adjustment. The guaranteed rate options are sold as a fixed annuity product. These options carry a minimum interest guarantee based on the guarantee period selected by the policyholder. The fixed annuity product provides a death benefit equal to the account value.

The Company's nonguaranteed separate account consists of variable universal life insurance contracts. The net investment experience of variable universal life insurance contracts is credited directly to the policyholder and can be positive or negative. The death benefit and cash value under the variable universal life insurance contracts may vary with the investment performance of the underlying investments in the separate accounts. The minimum guaranteed death benefit reserve is held in Exhibit 5, Life Insurance Section, of the Company's general account annual statement.

Assets held in the separate account supporting variable universal life are carried at fair value. Assets held in the separate account supporting market value adjusted annuities are carried at the general account basis.

Information regarding the separate accounts of the Company as of and for the year ended December 31, 2012 is as follows:

	Nonindexed Guarantee Less than/equal to 4%	Nonguaranteed Separate Accounts	Total
(1) Premiums, considerations or deposits for year ended 12/31/2012	\$ 2,217,597	\$ 1,988,737	\$ 4,206,334
Reserves at 12/31/2012			
(2) For accounts with assets at:			
a. Fair value	\$ -	\$ 27,558,099	\$ 27,558,099
b. Amortized cost	62,030,704	-	62,030,704
c. Total reserves*	\$ 62,030,704	\$ 27,558,099	\$ 89,588,803
(3) By withdrawal characteristics:			
a. Subject to discretionary withdrawal:			
b. With FV adjustment	\$ 62,030,704	\$ -	\$ 62,030,704
c. At book value without FV adjustment and with current surrender charge of 5% or more	-	-	-
d. At fair value	-	27,558,099	27,558,099
e. At book value without FV adjustment and with current surrender charge less than 5%	-	-	-
f. Subtotal	62,030,704	27,558,099	89,588,803
g. Not subject to discretionary withdrawal	-	-	-
h. Total	\$ 62,030,704	\$ 27,558,099	\$ 89,588,803

\*Line 2(c) should equal line 3(h).

- (4) Reserves for Asset Default Risk in Lieu of AVR: None.

### C. Reconciliation of Net Transfers To (From) Separate Accounts

(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:	
a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ 4,206,334
b. Transfers from Separate Accounts (Page 4, Line 10)	6,350,766
c. Net transfers to (from) Separate Accounts (a)-(b)	(2,144,432)
(2) Reconciling Adjustments:	
a. Policy deductions and other expenses (Page 4, Line 9.302)	574,568
b. Other account adjustments	1,434,789
	1,434,789
(3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26)	\$ (135,075)

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. .... 12/31/2007
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 12/18/2008
- 3.4 By what department or departments?  
Ohio Department of Insurance .....
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes [ ] No [ ] 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 Columbus 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 ST, 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 the entity .....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? ..... Yes [ X ] No [ ]  
 12.11 Name of real estate holding company ..... Various  
 12.12 Number of parcels involved ..... 4  
 12.13 Total book/adjusted carrying value ..... \$ 21,356,675
- 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 [ X ]
- 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) DESCRIPTION OF PROGRAM IS PROVIDED IN 5E
- 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 [ X ] No [ ] N/A [ ]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 37,766,891
- 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 [ X ] No [ ] N/A [ ]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [ X ] No [ ] N/A [ ]
- 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 [ X ] No [ ] N/A [ ]

ANNUAL STATEMENT FOR THE YEAR 2012 OF THE Columbus 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 .....	\$ .....	37,813,702
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 .....	\$ .....	37,766,891
24.103 Total payable for securities lending reported on the liability page .....	\$ .....	37,749,717

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 .....	\$ .....	121,943,603
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 .....	\$ .....	4,196,921
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. .... \$ ..... 1,085,539

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 45202 .....

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

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

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 Columbus 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 .....	2,508,329,897	2,837,214,681	328,884,784
30.2 Preferred stocks .....	0		0
30.3 Totals	2,508,329,897	2,837,214,681	328,884,784

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

Fair Values were generally obtained from IDC, Princeton Financials Spread Pricing Module and / or an Internal Pricing Committee / Internal Pricing Module. ....

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? .....\$ .....153,109

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
AMERICAN COUNCIL OF LIFE INSURANCE .....	40,333

34.1 Amount of payments for legal expenses, if any? .....\$ .....22,314

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 .....	7,998
BRADLEY ARANT BOULT CUMMINGS, LLP .....	9,254

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 .....	169,513	211,979
2.2 Premium Denominator .....	191,844,683	238,583,063
2.3 Premium Ratio (2.1/2.2) .....	0.001	0.001
2.4 Reserve Numerator .....	63,443	67,267
2.5 Reserve Denominator .....	2,415,744,174	2,347,452,111
2.6 Reserve Ratio (2.4/2.5) .....	0.000	0.000

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

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

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? ..... \$ 3,678,216

3.4 State the authority under which Separate Accounts are maintained:  
SECTION 3905.15 OHIO REVISED CODE .....

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

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

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 .....	\$	5,831,731
4.22 Received .....	\$	

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: ..... \$ 81,816,437

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

7.11 Cash .....	\$	392,024,415
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 [ X ]

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	.....0	.....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 Columbus 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
<b>Life Insurance in Force</b> (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4) .....	9,546,114	9,668,543	9,715,368	9,866,115	10,191,853
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4) .....	5,539,441	5,109,282	4,596,629	4,072,356	3,679,689
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) .....	0	0	0	0	0
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) .....	15,085,555	14,777,825	14,311,997	13,938,471	13,871,542
<b>New Business Issued</b> (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2) .....	442,626	431,765	438,061	343,354	561,604
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2) .....	677,006	786,210	776,207	652,382	532,757
10. Credit life (Line 2, Col. 6) .....	0	0	0	0	0
11. Group (Line 2, Col. 9) .....	0	0	0	0	0
12. Industrial (Line 2, Col. 2) .....	0	0	0	0	0
13. Total (Line 2, Col. 10) .....	1,119,632	1,217,975	1,214,268	995,736	1,094,361
<b>Premium Income - Lines of Business</b> (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) .....	120,457,434	153,023,261	117,231,835	115,923,290	127,706,408
15.2 Ordinary-individual annuities (Line 20.4, Col. 4) .....	71,221,360	85,357,223	74,162,679	130,808,598	76,559,373
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) .....	0	0	0	0	0
17.2 Group annuities (Line 20.4, Col. 7) .....	0	0	0	0	0
18.1 A & H-group (Line 20.4, Col. 8) .....	0	0	0	0	0
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) .....	165,889	202,579	248,244	293,423	342,689
19. Aggregate of all other lines of business (Line 20.4, Col. 11) .....	0	0	0	0	0
20. Total .....	191,844,683	238,583,063	191,642,758	247,025,311	204,608,470
<b>Balance Sheet (Pages 2 &amp; 3)</b>					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3) .....	2,913,944,297	2,866,351,833	2,831,464,482	2,646,761,395	2,447,759,030
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26) .....	2,699,171,019	2,660,112,157	2,572,934,667	2,375,170,600	2,238,801,438
23. Aggregate life reserves (Page 3, Line 1) .....	2,398,870,609	2,332,678,501	2,206,424,841	2,136,685,207	2,042,933,563
24. Aggregate A & H reserves (Page 3, Line 2) .....	2,504,989	2,890,487	3,560,815	4,197,531	4,936,474
25. Deposit-type contract funds (Page 3, Line 3) .....	167,372,221	172,721,161	174,174,784	131,634,516	44,563,671
26. Asset valuation reserve (Page 3, Line 24.01) .....	28,795,451	24,226,994	24,522,339	11,811,223	8,545,541
27. Capital (Page 3, Lines 29 and 30) .....	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
28. Surplus (Page 3, Line 37) .....	204,773,278	196,239,676	248,529,815	261,590,793	198,957,592
<b>Cash Flow (Page 5)</b>					
29. Net Cash from Operations (Line 11) .....	71,602,485	148,924,425	76,525,117	125,796,248	65,907,304
<b>Risk-Based Capital Analysis</b>					
30. Total adjusted capital .....	249,398,737	236,221,680	288,057,164	289,457,026	223,183,633
31. Authorized control level risk - based capital .....	30,184,612	28,629,899	26,538,569	25,941,929	20,618,868
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1) .....	88.1	86.4	85.2	86.8	84.5
33. Stocks (Lines 2.1 and 2.2) .....	1.5	1.7	2.2	1.9	4.0
34. Mortgage loans on real estate(Lines 3.1 and 3.2 ) .....	3.1	2.9	2.6	2.6	3.0
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) .....	0.5	1.8	3.2	2.1	1.9
37. Contract loans (Line 6) .....	2.4	2.5	2.7	3.0	3.1
38. Derivatives (Page 2, Line 7) .....	0.1	0.1	0.0	XXX	XXX
39. Other invested assets (Line 8) .....	4.2	4.1	3.4	3.6	3.4
40. Receivables for securities (Line 9) .....	0.0	0.0	0.0	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10) .....	0.1	0.4	0.6	XXX	XXX
42. Aggregate write-ins for invested assets (Line 11) .....	0.0	0.0	0.0	0.0	0.0
43. Cash, cash equivalents and invested assets (Line 12) .....	100.0	100.0	100.0	100.0	100.0

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2012	2 2011	3 2010	4 2009	5 2008
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1) .....		0	0	0	0
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1) .....		0	0	0	0
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1), .....	5,226,800	5,889,738	8,173,450	5,830,796	5,522,244
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 .....	0	0	0	0	0
49. All other affiliated .....	80,754,195	72,529,978	71,909,326	66,444,743	62,392,497
50. Total of above Lines 44 to 49 .....	85,980,995	78,419,716	80,082,776	72,275,539	67,914,741
51. Total Investment in Parent included in Lines 44 to 49 above .....					
<b>Total Nonadmitted and Admitted Assets</b>					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2) .....	23,026,453	21,684,471	10,410,946	13,906,019	20,863,912
53. Total admitted assets (Page 2, Line 28, Col. 3) .....	3,011,214,902	2,958,658,421	2,916,264,107	2,719,123,898	2,500,565,968
<b>Investment Data</b>					
54. Net investment income (Exhibit of Net Investment Income) .....	145,742,708	147,549,867	144,807,372	138,309,249	142,338,990
55. Realized capital gains (losses) (Page 4, Line 34, Column 1) .....	(2,906,175)	(4,573,227)	(2,688,838)	(16,072,121)	(11,670,387)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1) .....	12,000,444	(5,179,368)	8,290,341	10,034,606	(14,482,417)
57. Total of above Lines 54, 55 and 56 .....	154,836,977	137,797,272	150,408,875	132,271,734	116,186,186
<b>Benefits and Reserve Increases (Page 6)</b>					
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) .....	208,326,077	177,596,989	184,266,907	201,178,867	180,533,627
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11) .....	467,594	606,424	742,586	865,375	952,519
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3) .....	29,985,556	77,118,621	30,729,712	7,658,234	31,734,745
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11) .....	(385,498)	(670,328)	(636,716)	(738,943)	(742,674)
62. Dividends to policyholders (Line 30, Col. 1) .....	11,523,847	12,203,197	10,571,520	12,048,197	11,901,150
<b>Operating Percentages</b>					
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 .....	20.5	18.4	20.0	15.1	24.3
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 .....	4.1	4.4	4.6	5.3	5.0
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2) .....	59.1	(27.2)	42.9	43.8	89.7
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2) .....	0.0	0.0	0.0	0.0	0.0
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2) .....	29.2	9.7	14.5	27.7	31.7
<b>A &amp; H Claim Reserve Adequacy</b>					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2) .....	0	0	0	0	0
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2) .....	0	0	0	0	0
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2) .....	2,401,799	2,753,369	3,237,328	3,635,554	4,122,711
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2) .....	2,185,587	2,597,937	2,946,443	3,358,234	3,639,003
<b>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</b>					
72. Industrial life (Col. 2) .....	0	0	0	0	0
73. Ordinary - life (Col. 3) .....	(8,028,473)	(807,958)	1,201,425	8,080,949	15,554,851
74. Ordinary - individual annuities (Col. 4) .....	8,529,471	9,285,593	8,767,796	11,885,169	12,950,127
75. Ordinary-supplementary contracts (Col. 5) .....	(270,832)	(80,288)	(319,970)	(196,525)	(243,263)
76. Credit life (Col. 6) .....	0	0	0	0	0
77. Group life (Col. 7) .....	0	0	0	0	0
78. Group annuities (Col. 8) .....	(224,446)	(90,746)	(184,910)	(238,413)	(79,348)
79. A & H-group (Col. 9) .....	0	0	0	0	0
80. A & H-credit (Col. 10) .....	0	0	0	0	0
81. A & H-other (Col. 11) .....	124,845	286,641	229,260	397,963	450,776
82. Aggregate of all other lines of business (Col. 12) .....	3,831,679	3,811,540	5,541,593	0	0
83. Total (Col. 1) .....	3,962,244	12,404,782	15,235,194	19,929,143	28,633,143

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 Columbus 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	112,540	14,777,825	0	0	0	0	0	14,777,825
2. Issued during year	0	0	3,184	1,119,632	0	0	0	0	0	1,119,632
3. Reinsurance assumed										0
4. Revived during year			14	1,287						1,287
5. Increased during year (net)										0
6. Subtotals, Lines 2 to 5	0	0	3,198	1,120,919	0	0	0	0	0	1,120,919
7. Additions by dividends during year	XXX		XXX	16,102	XXX		XXX	XXX		16,102
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	115,738	15,914,846	0	0	0	0	0	15,914,846
Deductions during year:										
10. Death			1,796	166,414			XXX			166,414
11. Maturity			154	708			XXX			708
12. Disability							XXX			0
13. Expiry			121	2,601						2,601
14. Surrender			2,428	301,304						301,304
15. Lapse			1,123	315,084						315,084
16. Conversion			70	11,980			XXX	XXX	XXX	11,980
17. Decreased (net)				31,200						31,200
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	5,692	829,291	0	0	0	0	0	829,291
21. In force end of year (Line 9 minus Line 20)	0	0	110,046	15,085,555	0	0	0	0	0	15,085,555
22. Reinsurance ceded end of year	XXX		XXX	6,633,728	XXX		XXX	XXX		6,633,728
23. Line 21 minus Line 22	XXX	0	XXX	8,451,827	XXX	(b)	XXX	XXX	0	8,451,827
<b>DETAILS OF WRITE-INS</b>										
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 Columbus 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	199,230
25. Other paid-up insurance .....			11,645	57,703
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 .....			1	13
28. Term policies - other .....	1,314	668,998	12,451	5,072,553
29. Other term insurance - decreasing .....	XXX		XXX	
30. Other term insurance .....	XXX	8,008	XXX	444,619
31. Totals (Lines 27 to 30) .....	1,314	677,006	12,452	5,517,185
Reconciliation to Lines 2 and 21:				
32. Term additions .....	XXX		XXX	5,290
33. Totals, extended term insurance .....	XXX	XXX	1,452	16,966
34. Totals, whole life and endowment .....	1,870	442,626	96,142	9,546,114
35. Totals (Lines 31 to 34) .....	3,184	1,119,632	110,046	15,085,555

**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 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial .....				
37. Ordinary .....	1,119,632		15,085,555	
38. Credit Life (Group and Individual) .....				
39. Group .....				
40. Totals (Lines 36 to 39) .....	1,119,632	0	15,085,555	0

**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 .....				

**ADDITIONAL ACCIDENTAL DEATH BENEFITS**

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	121,210
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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 Current commuted amount .....	
47.2 Spouse & child - actual amount .....	

**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 .....			28,004	2,301,212				
49. Disability Income .....								
50. Extended Benefits .....			XXX	XXX				
51. Other .....								
52. Total .....	0	(b) 0	28,004	(b) 2,301,212	0	(b) 0	0	(b) 0

(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 .....	314	620	0	0
2. Issued during year .....	9	229		
3. Reinsurance assumed .....				
4. Increased during year (net) .....				
5. Total (Lines 1 to 4) .....	323	849	0	0
Deductions during year:				
6. Decreased (net) .....	31	211		
7. Reinsurance ceded .....				
8. Totals (Lines 6 and 7) .....	31	211	0	0
9. In force end of year .....	292	638	0	0
10. Amount on deposit .....		(a) 13,473,396		(a)
11. Income now payable .....	292	246		
12. Amount of income payable .....	(a) 910,242	(a) 2,194,625	(a)	(a)

**ANNUITIES**

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year .....	162	12,850	1	46
2. Issued during year .....	23	1,301		
3. Reinsurance assumed .....				
4. Increased during year (net) .....				
5. Totals (Lines 1 to 4) .....	185	14,151	1	46
Deductions during year:				
6. Decreased (net) .....	4	647		
7. Reinsurance ceded .....				
8. Totals (Lines 6 and 7) .....	4	647	0	0
9. In force end of year .....	181	13,504	1	46
Income now payable:				
10. Amount of income payable .....	(a) 2,142,675	XXX	XXX	(a) 625,652
Deferred fully paid:				
11. Account balance .....	XXX	(a) 62,790,209	XXX	(a)
Deferred not fully paid:				
12. Account balance .....	XXX	(a) 724,880,111	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	0	0	1,276	202,579
2. Issued during year .....						
3. Reinsurance assumed .....						
4. Increased during year (net) .....		XXX		XXX		XXX
5. Totals (Lines 1 to 4) .....	0	XXX	0	XXX	1,276	XXX
Deductions during year:						
6. Conversions .....		XXX	XXX	XXX	XXX	XXX
7. Decreased (net) .....		XXX		XXX	265	XXX
8. Reinsurance ceded .....		XXX		XXX		XXX
9. Totals (Lines 6 to 8) .....	0	XXX	0	XXX	265	XXX
10. In force end of year .....	0	(a)	0	(a)	1,011	(a) 165,889

**DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS**

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year .....	2,081	9,369
2. Issued during year .....	287	
3. Reinsurance assumed .....		
4. Increased during year (net) .....		
5. Totals (Lines 1 to 4) .....	2,368	9,369
Deductions During Year:		
6. Decreased (net) .....	556	581
7. Reinsurance ceded .....		
8. Totals (Lines 6 and 7) .....	556	581
9. In force end of year .....	1,812	8,788
10. Amount of account balance .....	(a) 29,742,271	(a) 29,347,241

(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 Columbus 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	1,391,170	58,372	768	1,450,310	
2. Alaska	AK	L	43,928	2,000		45,928	
3. Arizona	AZ	L	3,242,466	7,870	1,146	3,251,482	
4. Arkansas	AR	L	239,272			239,272	
5. California	CA	L	13,397,400	1,479,156	4,897	14,881,453	
6. Colorado	CO	L	1,936,719	250,635	544	2,187,898	
7. Connecticut	CT	L	781,889	100,000	704	882,593	
8. Delaware	DE	L	778,161	354,723	610	1,133,494	
9. District of Columbia	DC	L	172,778	679,559	210	852,547	
10. Florida	FL	L	10,144,135	3,075,651	14,900	13,234,686	25,000
11. Georgia	GA	L	5,782,822	37,628	1,429	5,821,879	
12. Hawaii	HI	L	98,632		0	98,632	
13. Idaho	ID	L	258,435		147	258,582	
14. Illinois	IL	L	2,959,300	2,082,948	6,645	5,048,893	
15. Indiana	IN	L	7,241,485	3,751,787	4,197	10,997,469	79,479
16. Iowa	IA	L	2,141,842	323,000	230	2,465,072	
17. Kansas	KS	L	701,766	2,708,550	33	3,410,349	
18. Kentucky	KY	L	1,781,313	816,831	127	2,598,271	
19. Louisiana	LA	L	213,894	58,206	183	272,283	
20. Maine	ME	L	49,029			49,029	
21. Maryland	MD	L	5,411,581	4,101,126	8,983	9,521,690	
22. Massachusetts	MA	L	2,523,806	401,911	2,789	2,928,506	
23. Michigan	MI	L	5,192,167	956,970	4,625	6,153,762	227,303
24. Minnesota	MN	L	11,244,035	301,315	1,027	11,546,377	
25. Mississippi	MS	L	275,180		398	275,578	
26. Missouri	MO	L	895,411	28,019,553	128	28,915,092	90,000
27. Montana	MT	L	389,427	20,232	398	410,057	
28. Nebraska	NE	L	2,060,263	529,296	183	2,589,742	
29. Nevada	NV	L	386,190	150,000		536,190	
30. New Hampshire	NH	L	352,738	5,000		357,738	
31. New Jersey	NJ	L	5,239,449	1,282,410	29,383	6,551,242	
32. New Mexico	NM	L	482,240	280,000	566	762,806	
33. New York	NY	N	1,280,581	42,485	90	1,323,156	
34. North Carolina	NC	L	2,914,859	4,325,739	1,560	7,242,158	
35. North Dakota	ND	L	128,535	29,051		157,586	
36. Ohio	OH	L	23,944,735	4,492,928	37,618	28,475,281	20,254,970
37. Oklahoma	OK	L	1,950,096	424,909		2,375,005	
38. Oregon	OR	L	396,773		164	396,937	
39. Pennsylvania	PA	L	7,247,318	4,812,364	12,765	12,072,447	
40. Rhode Island	RI	L	242,174		162	242,336	
41. South Carolina	SC	L	1,244,933	1,115,368	1,580	2,361,881	
42. South Dakota	SD	L	144,062		147	144,209	
43. Tennessee	TN	L	3,532,817	405,712	3,930	3,942,459	90,464
44. Texas	TX	L	8,487,017	719,685	2,302	9,209,004	
45. Utah	UT	L	3,624,393	2,255,717	102	5,880,212	
46. Vermont	VT	L	322,165		118	322,283	
47. Virginia	VA	L	2,091,335	165,917	2,561	2,259,813	
48. Washington	WA	L	3,129,933	438,200	1,366	3,569,499	
49. West Virginia	WV	L	181,482	75,325	972	257,779	
50. Wisconsin	WI	L	429,104	13,232	499	442,835	
51. Wyoming	WY	L	340,946	70,000		410,946	
52. American Samoa	AS	N				0	
53. Guam	GU	N				0	
54. Puerto Rico	PR	N	865			865	
55. U.S. Virgin Islands	VI	N	3,830			3,830	
56. Northern Mariana Islands	MP	N				0	
57. Canada	CAN	N	24			24	
58. Aggregate Other Alien	OT	XXX	1,303,210	0	39	1,303,249	0
59. Subtotal	(a)	50	150,750,110	71,221,361	151,225	222,122,696	20,767,216
90. Reporting entity contributions for employee benefits plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX		8,341,016			8,341,016	
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		761,714		14,995	776,709	
94. Aggregate or other amounts not allocable by State	XXX		0	0	0	0	0
95. Totals (Direct Business)	XXX		159,852,840	71,221,361	166,220	231,240,421	20,767,216
96. Plus reinsurance assumed	XXX					0	
97. Totals (All Business)	XXX		159,852,840	71,221,361	166,220	231,240,421	20,767,216
98. Less reinsurance ceded	XXX		39,504,405		330	39,504,735	
99. Totals (All Business) less Reinsurance Ceded	XXX		120,348,435	71,221,361	(b) 165,890	191,735,686	20,767,216
<b>DETAILS OF WRITE-INS</b>							
58001. Other Foreign	XXX		1,303,210		39	1,303,249	
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		1,303,210	0	39	1,303,249	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

By state of residence of the policyholder

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

**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Assets Line 25

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
2504. Prepaid Dividends .....	32,880		32,880	35,797
2597. Summary of remaining write-ins for Line 25 from overflow page	32,880	0	32,880	35,797

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. Miscellaneous .....	8,215	8,215
2597. Summary of remaining write-ins for Line 25 from overflow page	8,215	8,215

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