



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2013
OF THE CONDITION AND AFFAIRS OF THE

GRANGE INDEMNITY INSURANCE COMPANY

NAIC Group Code	00267 (Current Period)	00267 (Prior Period)	NAIC Company Code	10322	Employer's ID Number	31-1432675
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States					
Incorporated/Organized	03/10/1995		Commenced Business	08/03/1995		
Statutory Home Office	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)			
Main Administrative Office	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Mail Address	671 South High Street, P.O. Box 1218 (Street and Number or P.O. Box)		Columbus, OH, US 43216-1218 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Primary Location of Books and Records	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Internet Web Site Address	www.grangeinsurance.com					
Statutory Statement Contact	David Sidney Ackermann (Name)		614-445-2900 (Area Code) (Telephone Number) (Extension)		614-449-3757 (Fax Number)	
	ackermannnd@grangeinsurance.com (E-mail Address)					

OFFICERS

Name	Title	Name	Title
THOMAS HOWARD WELCH	PRESIDENT & CEO	LAVAWN DEE COLEMAN	VP & SECRETARY
JOHN PAUL MCCAFFREY	VP & CFO		

OTHER OFFICERS

JOHN CHRISTOPHER MONTGOMERY	VP - INVESTMENTS
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DIRECTORS OR TRUSTEES

DOUGLAS PAUL BUTH	GLENN EUGENE CORLETT	ELWOOD GORDON GEE	ROBERT ENLOW HOYT
JOHN PAUL MCCAFFREY	ROBERT JOHN O'BRIEN	MICHAEL VERNE PARROTT	MARY MARNETTE PERRY
MELVIN GEORGE PYE JR	THOMAS SIMRALL STEWART	THOMAS HOWARD WELCH	DAVID CHARLES WETMORE

State ofOhio.....

County ofFranklin.....ss

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

THOMAS HOWARD WELCH PRESIDENT & CEO	LAVAWN DEE COLEMAN VP & SECRETARY	JOHN PAUL MCCAFFREY VP & CFO
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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

Subscribed and sworn to before me this
9th day of August, 2013

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	70,352,553		70,352,553	68,676,267
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks			0	0
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$ 0), cash equivalents (\$ 0) and short-term investments (\$ 1,510,308)	1,510,308		1,510,308	1,123,813
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives			0	0
8. Other invested assets	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets	3,919,126		3,919,126	4,088,245
11. Aggregate write-ins for invested assets	0	.0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	75,781,987	.0	75,781,987	73,888,325
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	795,174		795,174	767,356
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	.9,213,455	.66,812	9,146,643	7,801,868
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 3,788 earned but unbilled premiums)	3,853	64	.3,789	(8,934)
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers			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
18.2 Net deferred tax asset	1,574,186		1,574,186	1,481,504
19. Guaranty funds receivable or on deposit			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	773,251		.773,251	1,020,873
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other than invested assets .....	.22,038	.0	22,038	.20,976
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	88,163,944	66,876	88,097,068	84,971,968
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	88,163,944	66,876	88,097,068	84,971,968
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	.0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Equities in Pools .....	.22,038		22,038	.20,976
2502.			0	0
2503.			0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	.0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	22,038	0	22,038	20,976

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 4,871,957)	15,215,889	15,607,103
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	4,791,291	4,672,588
4. Commissions payable, contingent commissions and other similar charges	416,002	568,490
5. Other expenses (excluding taxes, licenses and fees)	1,356,711	1,313,943
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	481,832	510,011
7.1 Current federal and foreign income taxes (including \$ 11,957 on realized capital gains (losses))	819,472	820,959
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 24,944,358 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	18,087,719	16,568,151
10. Advance premium	157,472	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	29,570	35,985
12. Ceded reinsurance premiums payable (net of ceding commissions)	0	0
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	0	0
15. Remittances and items not allocated	0	0
16. Provision for reinsurance (including \$ certified)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Derivatives	0	0
21. Payable for securities	264,170	0
22. Payable for securities lending	3,919,126	4,088,245
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	45,539,254	44,185,475
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	45,539,254	44,185,475
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	2,000,000	2,000,000
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	5,000,000	5,000,000
35. Unassigned funds (surplus)	35,557,814	33,786,493
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)	0	0
36.2 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	42,557,814	40,786,493
38. Totals (Page 2, Line 28, Col. 3)	88,097,068	84,971,968
DETAILS OF WRITE-INS		
2501.	0	0
2502.	0	0
2503.	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901.	0	0
2902.	0	0
2903.	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.	0	0
3202.	0	0
3203.	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 30,597,527)	22,041,934	18,004,281	36,993,222
1.2 Assumed (written \$ 23,109,383)	21,583,242	20,393,092	41,391,853
1.3 Ceded (written \$ 30,607,989)	22,045,823	18,006,386	36,997,811
1.4 Net (written \$ 23,098,921)	21,579,353	20,390,987	41,387,264
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 11,044,896):			
2.1 Direct	11,912,829	8,818,881	19,993,556
2.2 Assumed	11,088,565	12,461,182	24,020,036
2.3 Ceded	11,916,373	8,821,102	20,003,560
2.4 Net	11,085,021	12,458,961	24,010,032
3. Loss adjustment expenses incurred	2,544,065	2,160,945	4,550,280
4. Other underwriting expenses incurred	7,409,394	6,692,492	13,327,788
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	21,038,480	21,312,398	41,888,100
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	540,873	(921,411)	(500,836)
INVESTMENT INCOME			
9. Net investment income earned	1,305,679	1,276,867	2,583,060
10. Net realized capital gains (losses) less capital gains tax of \$ 11,957	22,206	12,956	107,146
11. Net investment gain (loss) (Lines 9 + 10)	1,327,885	1,289,823	2,690,206
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 2,348 amount charged off \$ 104,487)	(102,139)	(97,307)	(201,358)
13. Finance and service charges not included in premiums	674,124	660,036	1,313,732
14. Aggregate write-ins for miscellaneous income	110,137	58,073	122,079
15. Total other income (Lines 12 through 14)	682,122	620,802	1,234,453
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	2,550,880	989,214	3,423,823
17. Dividends to policyholders	52,805	58,303	125,951
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	2,498,075	930,911	3,297,872
19. Federal and foreign income taxes incurred	807,515	257,548	763,265
20. Net income (Line 18 minus Line 19)(to Line 22)	1,690,560	673,363	2,534,607
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	40,786,493	38,312,366	38,312,366
22. Net income (from Line 20)	1,690,560	673,363	2,534,607
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		0	0
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	92,682	82,763	(61,650)
27. Change in nonadmitted assets	(11,921)	(5,684)	1,171
28. Change in provision for reinsurance		0	0
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	1,771,321	750,442	2,474,128
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	42,557,814	39,062,808	40,786,493
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous Income	110,137	58,073	122,079
1402.		0	0
1403.		0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	110,137	58,073	122,079
3701.		0	0
3702.		0	0
3703.		0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31		
Cash from Operations					
1. Premiums collected net of reinsurance.....	21,886,974	20,848,116	41,870,008		
2. Net investment income.....	1,489,950	1,455,069	2,906,787		
3. Miscellaneous income.....	682,122	620,802	1,234,453		
4. Total (Lines 1 to 3).....	24,059,046	22,923,987	46,011,248		
5. Benefit and loss related payments.....	11,476,235	11,434,047	24,190,197		
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	9,972,655	8,921,610	17,293,055		
8. Dividends paid to policyholders.....	59,220	58,903	120,913		
9. Federal and foreign income taxes paid (recovered) net of \$.....	11,957	tax on capital gains (losses).....	820,959	636,817	636,817
10. Total (Lines 5 through 9).....	22,329,070	21,051,377	42,240,982		
11. Net cash from operations (Line 4 minus Line 10).....	1,729,977	1,872,610	3,770,266		
Cash from Investments					
12. Proceeds from investments sold, matured or repaid:					
12.1 Bonds.....	5,348,057	4,896,919	10,272,342		
12.2 Stocks.....	0	0	0		
12.3 Mortgage loans.....	0	0	0		
12.4 Real estate.....	0	0	0		
12.5 Other invested assets.....	0	0	0		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0		
12.7 Miscellaneous proceeds.....	264,170	0	0		
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	5,612,227	4,896,919	10,272,342		
13. Cost of investments acquired (long-term only):					
13.1 Bonds.....	7,202,268	6,995,019	13,981,587		
13.2 Stocks.....	0	0	0		
13.3 Mortgage loans.....	0	0	0		
13.4 Real estate.....	0	0	0		
13.5 Other invested assets.....	0	0	0		
13.6 Miscellaneous applications.....	0	0	0		
13.7 Total investments acquired (Lines 13.1 to 13.6).....	7,202,268	6,995,019	13,981,587		
14. Net increase (or decrease) in contract loans and premium notes.....	0	0	0		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(1,590,041)	(2,098,100)	(3,709,245)		
Cash from Financing and Miscellaneous Sources					
16. Cash provided (applied):					
16.1 Surplus notes, capital notes.....	0	0	0		
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0		
16.3 Borrowed funds.....	0	0	0		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0		
16.5 Dividends to stockholders.....	0	0	0		
16.6 Other cash provided (applied).....	246,559	526,087	424,844		
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	246,559	526,087	424,844		
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS					
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	386,495	300,597	485,865		
19. Cash, cash equivalents and short-term investments:					
19.1 Beginning of year.....	1,123,813	637,948	637,948		
19.2 End of period (Line 18 plus Line 19.1).....	1,510,308	938,545	1,123,813		

**STATEMENT AS OF JUNE 30, 2013 OF THE
GRANGE INDEMNITY INSURANCE COMPANY**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNT POLICIES

A. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Ohio. The State of Ohio requires that insurance companies domiciled in the State prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual subject to any deviations prescribed or permitted by the State of Ohio insurance commissioner. The Company does not employ accounting practices that depart from the NAIC Accounting Practices and Procedures Manual.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

NO CHANGE

3. BUSINESS COMBINATIONS AND GOODWILL

NONE

4. DISCONTINUED OPERATIONS

NO CHANGE

5. INVESTMENTS

D. LOAN-BACKED SECURITIES

1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.

2) NONE

3) NONE

4) Impaired 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):

a.

Aggregate Amount of Unrealized Losses:

1	Less than 12 Months	(66,314)
2	Greater than 12 Months	0

b.

The Aggregate Related Fair Value of Securities with Unrealized Losses:

1	Less than 12 Months	2,305,953
2	Greater than 12 Months	0

5. According to SSAP 43R, loan-backed and structured securities with an unrealized loss position were reviewed according to the pronouncement that became effective on 9/30/09. The best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

E. Repurchase Agreements and/or Securities Lending Transactions

b) Collateral Received

	Fair Value
The fair value of that collateral and of the portion of that collateral that it has sold or re-pledged	3,919,029

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

NO CHANGE

7. INVESTMENT INCOME

NO CHANGE

8. DERIVATIVE INSTRUMENTS

NONE

9. FEDERAL INCOME

A. The components of the net deferred tax assets at June 30, 2013 and December 31, 2012 are as follows:

	June 30, 2013	December 31, 2012
Gross Deferred Tax Assets	\$ 1,801,019	\$ 1,701,685
Gross Deferred Tax Liabilities	226,833	220,181
Net Deferred Tax Asset (Liability)	1,574,186	1,481,504
Nonadmitted Deferred Tax Assets	-	-
Admitted Deferred Tax Asset	<u>1,574,186</u>	<u>1,481,504</u>
(Increase) Decrease in Deferred Tax Assets Nonadmitted	\$ -	\$ -

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

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

	June 30, 2013	December 31, 2012
Current Income Tax Expense	\$ 807,515	\$ 763,265
Tax on Capital Gains/(Losses)	11,957	57,694
Prior Year Under Accrual (Over Accrual)	-	0
Federal Income Taxes Incurred	<u>\$ 819,472</u>	<u>\$ 820,959</u>

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

NO CHANGE

11. DEBT

NONE

**STATEMENT AS OF JUNE 30, 2013 OF THE
GRANGE INDEMNITY INSURANCE COMPANY**

NOTES TO FINANCIAL STATEMENTS

12. RETIREMENT PLANS, DEFERRED COMPENSATION, AND POSTRETIREMENT BENEFIT PLANS
No Pension, Postretirement or Postemployment and Compensated Absence Benefit Plans

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUSAI-REORGANIZATIONS
NO CHANGE

14. CONTINGENCIES
NO CHANGE

15. LEASES
NO CHANGE

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATION OF CREDIT RISK.
NONE

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

B. Transfer and Servicing of Financial Assets

- 2. For all servicing assets and servicing liabilities:
 - b) None
- 4. For securitizations, asset-backed financing arrangements and similar transfers accounted for as sales when the transferor has continuing involvement (as defined in the Accounting Practices and Procedures Manual) with the transferred financial assets:
 - a) None
 - b) None

C. Wash Sales

None

18. GAINS 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. NONE
- 2. NONE
- 3. The Company's policy is to recognize transfers in and out as of the end of the reporting period.
- 4. As of June 30, 2013, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

According to statutory accounting rules, fixed income securities with a rating of NAIC 1 or 2 are reported at amortized cost. Securities with a rating of NAIC 3 thru 6, or non-investment grade ratings, are measured and reported at the lower of amortized cost or fair value on the statement of financial position. As of June 30, 2013, the Company did not have any bonds rated NAIC 3 thru 6, and therefore did not report any securities at fair value.

B. Not Required

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (CV)
Bonds	73,987,027	70,352,553	5,018,759	68,968,269	0	0
Common Stock	0	0	0	0	0	0
Perpetual Preferred	0	0	0	0	0	0
Mortgage Loans	0	0	0	0	0	0
Money Market	1,510,309	1,510,309	1,510,309	0	0	0
Total	75,497,336	71,862,862	6,529,067	68,968,269	0	0

D. NONE

21. OTHER ITEMS

NO CHANGE

22. EVENTS SUBSEQUENT

NO CHANGE

23. REINSURANCE

NO CHANGE

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

NONE

**STATEMENT AS OF JUNE 30, 2013 OF THE
GRANGE INDEMNITY INSURANCE COMPANY**

NOTES TO FINANCIAL STATEMENTS

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years has increased (decreased) by \$(0.255) million from \$32.094 million in 2012 to \$31.839 million in 2013 as a result of re-estimation of unpaid losses and loss adjustment expenses principally on private passenger auto liability and homeowners lines of insurance. This increase (decrease) is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. Included in this increase (decrease), the Company experienced \$0 million of unfavorable (favorable) prior year loss development on retrospectively rated policies. However, since the business to which it relates is subject to premium adjustments, there was no significant impact on surplus.

LOSSES AND LAE	June 30, 2013	December 31, 2012
BALANCE JANUARY 1	32,093,716	30,665,999
LESS REINSURANCE RECOVERABLES	11,814,025	10,360,876
NET BALANCE JANUARY 1	<u>20,279,691</u>	<u>20,305,123</u>
 INCURRED RELATED TO:		
CURRENT YEAR	13,883,589	30,299,791
PRIOR YEAR	(254,503)	(1,739,479)
TOTAL INCURRED	<u>13,629,086</u>	<u>28,560,312</u>
 PAID RELATED TO:		
CURRENT YEAR	6,777,962	19,907,732
PRIOR YEAR	7,123,635	8,678,012
TOTAL PAID	<u>13,901,597</u>	<u>28,585,744</u>
 NET BALANCE AT DECEMBER 31	20,007,180	20,279,691
PLUS REINSURANCE RECOVERABLES	14,282,301	11,814,025
BALANCE AT DECEMBER 31	<u>34,289,481</u>	<u>32,093,716</u>

26. INTERCOMPANY POOLING AGREEMENTS
NO CHANGE

27. STRUCTURED SETTLEMENTS
NO CHANGE.

28. HEALTH CARE RECEIVABLES
NONE

29. PARTICIPATING POLICIES
NONE

30. PREMIUM DEFICIENCY RESERVES
NO CHANGE

31. HIGH DEDUCTIBLES
NONE

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES
NONE

33. ASBESTOS/ENVIRONMENTAL RESERVES
NONE

34. SUBSCRIBER SAVINGS ACCOUNTS
NOT APPLICABLE

35. MULTIPLE PERIL CROP INSURANCE
NONE

36. FINANCIAL GUARANTY INSURANCE
No Financial Guaranty Insurance

37. CATASTROPHIC PLANNING
NO CHANGE

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY**GENERAL INTERROGATORIES****PART 1 - COMMON INTERROGATORIES
GENERAL**

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

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: 01/01/3000

3.1 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]

3.2 If the response to 3.1 is yes, provide a brief description of those changes.
.....

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]

4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2009

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2009

6.3 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). 10/25/2010

6.4 By what department or departments?
Ohio.....

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] NA [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] NA []

7.1 Has this 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]

7.2 If yes, give full information:
.....

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

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY**GENERAL INTERROGATORIES**

9.1 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.

9.11 If the response to 9.1 is No, please explain:

.....

9.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 773,251

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

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

.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

13. Amount of real estate and mortgages held in short-term investments: \$ 0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [] No [X]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

GENERAL INTERROGATORIES

16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$.....3,919,342
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$.....3,919,126
16.3 Total payable for securities lending reported on the liability page	\$.....3,919,126

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

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase Bank, N.A.....	1111 Polaris Parkway, Columbus, OH 43240.....

17.2 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)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address

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

18.2 If no, list exceptions:

.....

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [X] NA []

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]
3.2 If yes, give full and complete information thereto.

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? _____ Yes [] No [X]

4.2 If yes, complete the following schedule:

5. Operating Percentages:

5.1 A&H loss percent..... %
5.2 A&H cost containment percent %
5.3 A&H expense percent excluding cost containment expenses..... %

6.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]
6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ _____
6.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]
6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ _____

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL.	N	0	0	0	0	0
2. Alaska	AK.	N	0	0	0	0	0
3. Arizona	AZ.	N	0	0	0	0	0
4. Arkansas	AR.	N	0	0	0	0	0
5. California	CA.	N	0	0	0	0	0
6. Colorado	CO.	N	0	0	0	0	0
7. Connecticut	CT.	N	0	0	0	0	0
8. Delaware	DE.	N	0	0	0	0	0
9. Dist. Columbia	DC.	N	0	0	0	0	0
10. Florida	FL.	N	0	0	0	0	0
11. Georgia	GA.	L	3,176,846	1,119,517	800,520	361,038	1,693,801
12. Hawaii	HI.	N	0	0	0	0	0
13. Idaho	ID.	N	0	0	0	0	0
14. Illinois	IL.	L	7,632,491	3,097,933	1,248,879	1,049,845	4,526,164
15. Indiana	IN.	L	5,583,486	5,287,375	2,470,948	2,734,950	3,641,891
16. Iowa	IA.	L	0	0	0	0	0
17. Kansas	KS.	L	0	0	0	0	0
18. Kentucky	KY.	L	2,828,176	2,239,369	826,974	1,611,353	1,515,084
19. Louisiana	LA.	N	0	0	0	0	0
20. Maine	ME.	N	0	0	0	0	0
21. Maryland	MD.	N	0	0	0	0	0
22. Massachusetts	MA.	N	0	0	0	0	0
23. Michigan	MI.	N	0	0	0	0	0
24. Minnesota	MN.	L	0	0	0	0	0
25. Mississippi	MS.	N	0	0	0	0	0
26. Missouri	MO.	L	0	0	0	0	0
27. Montana	MT.	N	0	0	0	0	0
28. Nebraska	NE.	N	0	0	0	0	0
29. Nevada	NV.	N	0	0	0	0	0
30. New Hampshire	NH.	N	0	0	0	0	0
31. New Jersey	NJ.	N	0	0	0	0	0
32. New Mexico	NM.	N	0	0	0	0	0
33. New York	NY.	N	0	0	0	0	0
34. No. Carolina	NC.	N	0	0	0	0	0
35. No. Dakota	ND.	N	0	0	0	0	0
36. Ohio	OH.	L	5,853,253	5,579,736	3,031,128	2,197,029	4,562,829
37. Oklahoma	OK.	N	0	0	0	0	0
38. Oregon	OR.	N	0	0	0	0	0
39. Pennsylvania	PA.	L	2,455,703	1,251,348	381,111	541,468	1,092,582
40. Rhode Island	RI.	N	0	0	0	0	0
41. So. Carolina	SC.	N	0	0	0	0	0
42. So. Dakota	SD.	N	0	0	0	0	0
43. Tennessee	TN.	L	3,067,572	1,805,890	814,860	851,468	1,314,749
44. Texas	TX.	N	0	0	0	0	0
45. Utah	UT.	N	0	0	0	0	0
46. Vermont	VT.	N	0	0	0	0	0
47. Virginia	VA.	N	0	0	0	0	0
48. Washington	WA.	N	0	0	0	0	0
49. West Virginia	WV.	N	0	0	0	0	0
50. Wisconsin	WI.	L	0	0	0	0	0
51. Wyoming	WY.	N	0	0	0	0	0
52. American Samoa	AS.	N	0	0	0	0	0
53. Guam	GU.	N	0	0	0	0	0
54. Puerto Rico	PR.	N	0	0	0	0	0
55. U.S. Virgin Islands	VI.	N	0	0	0	0	0
56. Northern Mariana Islands	MP.	N	0	0	0	0	0
57. Canada	CAN.	N	0	0	0	0	0
58. Aggregate Other Alien	OT.	XXX	0	0	0	0	0
59. Totals	(a)	12	30,597,527	20,381,168	9,574,420	9,347,151	18,347,100
DETAILS OF WRITE-INS		XXX					
58001.		XXX					
58002.		XXX					
58003.		XXX					
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0
58999.	TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0

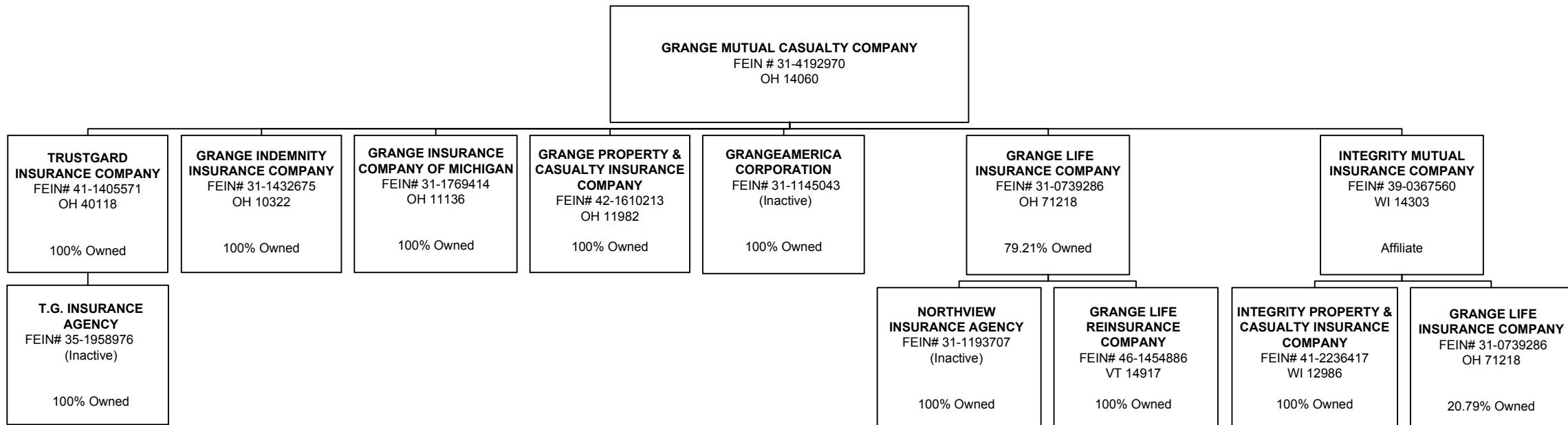
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

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

PART 1 – ORGANIZATIONAL CHART



STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE Y
PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 Federal ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Name of Parent Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/ Person(s)	15 *
00267	GRANGE MUTUAL CASUALTY GROUP	14060	31-4192970				GRANGE MUTUAL CASUALTY COMPANY	OH	UDP	GRANGE MUTUAL CASUALTY COMPANY	BOARD	0.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	71218	31-0739286				GRANGE LIFE INSURANCE COMPANY	OH	IA	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	79.2	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	71218	31-0739286				GRANGE LIFE INSURANCE COMPANY	OH	IA	INTEGRITY MUTUAL INSURANCE COMPANY	OWNERSHIP	20.8	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	40118	41-1405571				TRUSTGARD INSURANCE COMPANY	OH	IA	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	10322	31-1432675				GRANGE INDEMNITY INSURANCE COMPANY	OH	OTH	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	1
00267	GRANGE MUTUAL CASUALTY GROUP	11136	31-1769414				GRANGE INSURANCE COMPANY OF MICHIGAN	OH	IA	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	14303	39-0367560				INTEGRITY MUTUAL INSURANCE COMPANY	WI	IA	GRANGE MUTUAL CASUALTY COMPANY	BOARD	0.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	11982	42-1610213				GRANGE PROPERTY & CASUALTY INSURANCE COMPANY	OH	IA	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	12986	41-2236417				INTEGRITY PROPERTY & CASUALTY INSURANCE COMPANY	WI	IA	INTEGRITY MUTUAL INSURANCE COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
00267	GRANGE MUTUAL CASUALTY GROUP	14917	46-1454886				GRANGE LIFE REINSURANCE COMPANY	VT	IA	GRANGE LIFE INSURANCE COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
		00000	31-1145043				GRANGEAMERICA	OH	NIA	GRANGE MUTUAL CASUALTY COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
		00000	31-1193707				NORTHVIEW INSURANCE AGENCY	OH	NIA	GRANGE LIFE INSURANCE COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0
		00000	35-1958976				T.G. INSURANCE AGENCY	OH	NIA	TRUSTGARD INSURANCE COMPANY	OWNERSHIP	100.0	GRANGE MUTUAL CASUALTY COMPANY	0

Asterisk	Explanation
1	Reporting Entity.

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire			0.0	0.0
2. Allied lines			0.0	0.0
3. Farmowners multiple peril			0.0	0.0
4. Homeowners multiple peril			0.0	0.0
5. Commercial multiple peril			0.0	0.0
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine			0.0	0.0
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability -occurrence			0.0	0.0
11.2 Medical professional liability -claims made			0.0	0.0
12. Earthquake			0.0	0.0
13. Group accident and health			0.0	0.0
14. Credit accident and health			0.0	0.0
15. Other accident and health			0.0	0.0
16. Workers' compensation			0.0	0.0
17.1 Other liability occurrence			0.0	0.0
17.2 Other liability-claims made			0.0	0.0
17.3 Excess Workers' Compensation			0.0	0.0
18.1 Products liability-occurrence			0.0	0.0
18.2 Products liability-claims made			0.0	0.0
19.1,19.2 Private passenger auto liability	6,559,039	3,695,441	56.3	39.1
19.3,19.4 Commercial auto liability	9,071,251	4,848,663	53.5	49.8
21. Auto physical damage	6,411,644	3,368,725	52.5	61.2
22. Aircraft (all perils)			0.0	0.0
23. Fidelity			0.0	0.0
24. Surety			0.0	0.0
26. Burglary and theft			0.0	0.0
27. Boiler and machinery			0.0	0.0
28. Credit			0.0	0.0
29. International			0.0	0.0
30. Warranty			0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
TOTALS	22,041,934	11,912,829	54.0	49.0
DETAILS OF WRITE-INS				
3401.			0.0	0.0
3402.			0.0	0.0
3403.			0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	1 Current Quarter
1. Fire	0		0	0
2. Allied lines	0		0	0
3. Farmowners multiple peril	0		0	0
4. Homeowners multiple peril	0		0	0
5. Commercial multiple peril	0		0	0
6. Mortgage guaranty	0		0	0
8. Ocean marine	0		0	0
9. Inland marine	0		0	0
10. Financial guaranty	0		0	0
11.1 Medical professional liability-occurrence	0		0	0
11.2 Medical professional liability-claims made	0		0	0
12. Earthquake	0		0	0
13. Group accident and health	0		0	0
14. Credit accident and health	0		0	0
15. Other accident and health	0		0	0
16. Workers' compensation	0		0	0
17.1 Other liability occurrence	0		0	0
17.2 Other liability-claims made	0		0	0
17.3 Excess Workers' Compensation	0		0	0
18.1 Products liability-occurrence	0		0	0
18.2 Products liability-claims made	0		0	0
19.1,19.2 Private passenger auto liability	3,861,824	7,261,614	7,351,333	0
19.3,19.4 Commercial auto liability	8,515,646	14,867,558	7,031,166	0
21. Auto physical damage	4,674,722	8,468,355	5,998,669	0
22. Aircraft (all perils)	0		0	0
23. Fidelity	0		0	0
24. Surety	0		0	0
26. Burglary and theft	0		0	0
27. Boiler and machinery	0		0	0
28. Credit	0		0	0
29. International	0		0	0
30. Warranty	0		0	0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	0
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	0
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	0
34. Aggregate write-ins for other lines of business	0	0	0	0
TOTALS	17,052,192	30,597,527	20,381,168	0
DETAILS OF WRITE-INS				
3401.	0		0	0
3402.	0		0	0
3403.	0		0	0
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0	0

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2013 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2013 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2013 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2010 + Prior	3,428	1,935	5,363	2,006	230	2,236	2,396	215	515	3,125	.974	-(975)	-(1)
2. 2011	2,502	2,023	4,525	857	82	939	1,870	.37	1,580	3,487	.225	(324)	(99)
3. Subtotals 2011 + prior	5,930	3,958	9,888	2,863	312	3,175	4,266	.251	2,095	6,612	.1,199	(1,299)	(100)
4. 2012	4,743	5,649	10,392	2,583	.666	3,249	2,875	.209	3,904	6,989	.715	(870)	(154)
5. Subtotals 2012 + prior	10,673	9,606	20,280	5,447	.977	6,424	7,141	.461	5,999	13,601	.1,915	(2,169)	(255)
6. 2013	XXX	XXX	XXX	XXX	7,478	7,478	XXX	.3,004	3,402	6,406	XXX	XXX	XXX
7. Totals	10,673	9,606	20,280	5,447	8,455	13,902	7,141	3,465	9,401	20,007	1,915	(2,169)	(255)
Prior Year-End 8. Surplus As Regards Policy- holders		40,786									Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 17.9	2. (22.6)	3. (1.3)
											Col. 13, Line 7 Line 8		
											4. (0.6)		

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

Response

1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?NO.....
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?NO.....
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?NO.....

Explanation:

- 1.
- 2.
- 3.
- 4.

Bar Code:

1. 
1 0 3 2 2 2 0 1 3 4 9 0 0 0 0 0 2
2. 
1 0 3 2 2 2 0 1 3 4 5 0 0 0 0 0 2
3. 
1 0 3 2 2 2 0 1 3 3 6 5 0 0 0 0 2
4. 
1 0 3 2 2 2 0 1 3 5 0 5 0 0 0 0 2

OVERFLOW PAGE FOR WRITE-INS

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE A – VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Current year change in encumbrances	0	0
4. Total gain (loss) on disposals	0	0
5. Deduct amounts received on disposals	0	0
6. Total foreign exchange change in book/adjusted carrying value	0	0
7. Deduct current year's other than temporary impairment recognized	0	0
8. Deduct current year's depreciation	0	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

NONE

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	0	0
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and mortgage interest points and commitment fees	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance	0	0
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	0	0
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	68,676,267	65,162,148
2. Cost of bonds and stocks acquired	7,202,269	13,981,587
3. Accrual of discount	21,610	80,747
4. Unrealized valuation increase (decrease)	0	0
5. Total gain (loss) on disposals	34,163	164,840
6. Deduct consideration for bonds and stocks disposed of	5,348,057	10,272,342
7. Deduct amortization of premium	233,699	440,713
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	70,352,553	68,676,267
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	70,352,553	68,676,267

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	58,342,022	5,052,616	3,556,850	1,015,435	58,342,022	60,853,223	0	57,657,555
2. Class 2 (a).....	12,216,698	677,922	757,780	(1,376,342)	12,216,698	10,760,498	0	12,142,525
3. Class 3 (a).....	0			249,140	0	249,140	0	0
4. Class 4 (a).....	0				0	0	0	0
5. Class 5 (a).....	0				0	0	0	0
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds.....	70,558,720	5,730,538	4,314,630	(111,767)	70,558,720	71,862,862	0	69,800,079
PREFERRED STOCK								
8. Class 1.....	0				0	0	0	0
9. Class 2.....	0				0	0	0	0
10. Class 3.....	0				0	0	0	0
11. Class 4.....	0				0	0	0	0
12. Class 5.....	0				0	0	0	0
13. Class 6.....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock.....	70,558,720	5,730,538	4,314,630	(111,767)	70,558,720	71,862,862	0	69,800,079

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$1,510,309 ; NAIC 2 \$;

NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

S102

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	1,510,309	XXX	1,510,309	13	0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	1,123,812	637,948
2. Cost of short-term investments acquired	1,742,050	3,944,105
3. Accrual of discount		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	1,355,554	3,458,241
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,510,308	1,123,812
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	1,510,308	1,123,812

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3
NONE

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator ^(a)
Bonds - U.S. States, Territories and Possessions									
70914P-TU-6	Pennsylvania State Call 5.000% 04/01/2...		04/24/2013	Morgan Stanley.....		316,675	250,000	.625	.1FE
880541-SU-2	Tennessee State Call 5.000% 08/01/27...		05/28/2013	Huntington Investment Co.		305,723	250,000	.4,167	.1FE
93974C-8D-5	Washington State Call 5.000% 07/01/25...		04/15/2013	Huntington Investment Co.		312,355	250,000	2,535	.1FE
1799999 - Bonds - U.S. States, Territories and Possessions						934,753	750,000	7,326	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
199491-6Y-2	Columbus, OH Call 5.000% 02/15/26...		04/29/2013	Cantor Fitz.....		310,155	250,000	.2,674	.1FE
280455-EA-0	Edgewood, OH Call 5.000% 12/01/28...		06/26/2013	Huntington Investment Co.		264,170	250,000		.1FE
592112-NG-7	Metro Govt Nashville-Davidson Call 5.0...		05/23/2013	Morgan Stanley.....		303,703	250,000	.694	.1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						878,028	750,000	3,368	XXX
Bonds - U.S. Special Revenue									
645791-RB-2	New Jersey Call 5.000% 09/01/21...		04/26/2013	Tax Free Exchange.....		5,169	.5,000	.38	.1FE
645791-RS-5	New Jersey Call 5.000% 09/01/21...		04/26/2013	Tax Free Exchange.....		487,491	.475,000	.3,628	.1FE
67756A-3A-8	Ohio State Call 3.000% 01/01/23...		04/29/2013	Stifel Nicolaus & Co.....		263,183	250,000	2,521	.1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						755,843	730,000	6,187	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
14309U-AA-0	Carlyle Holdings Finance 144A 3.875% 0...		04/30/2013	National Financial Services.....		528,540	500,000	.5,651	.1FE
59562H-AJ-7	Midamerican Funding NC 6.927% 03/01/29...		06/10/2013	Mesirow Financial.....		256,994	200,000	3,925	.1FE
645767-AY-0	New Jersey Bell Telephone NC 8.000% 06...		05/01/2013	Keybanc Capital Markets.....		400,887	300,000	10,333	.1FE
712704-AA-3	People's United Financial Call 3.650%...		04/17/2013	Stifel Nicolaus & Co.....		420,928	407,000	.5,612	.1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						1,607,349	1,407,000	25,522	XXX
8399997 - Subtotals- Bonds - Part 3						4,175,971	3,637,000	42,404	XXX
8399999 - Subtotals - Bonds						4,175,971	3,637,000	42,404	XXX
9999999 Totals						4,175,971	XXX	42,404	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)			
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B.A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B.A.C.V.										
Bonds - U.S. Governments																								
38374F-W6-7...	GNR 2004-21 PC 5.000% 04/20/33...	..06/01/2013..	Paydown.....			48,950	48,950	48,293	48,681			270		270		48,950			0		1,026	..04/20/2033..	1FE.....	
38378D-VT-9...	GNR 2012-36 MA 3.000% 06/20/39...	..06/01/2013..	Paydown.....			7,438	7,438	7,916	7,842			(405)		(405)		7,438			0		94	..06/20/2039..	1FE.....	
0599999 - Bonds - U.S. Governments				56,388	56,388	56,209	56,523	0	(135)	0	(135)	0	56,388	0	0	0	0	0	0	1,120	XXX	XXX		
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																								
199491-XS-5...	Columbus, OH GO Unltd Call 5.000% 12/1...	..04/16/2013..	Huntington Investment Co.			289,750	250,000	266,805	258,045			(561)		(561)		257,485			32,265		32,265	4,306	..12/15/2022..	1FE.....
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions				289,750	250,000	266,805	258,045	0	(561)	0	(561)	0	257,485	0	32,265	32,265	0	0	0	0	4,306	XXX	XXX	
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																								
313380-5V-5...	FHLB Call 1.000% 08/09/22...	..05/09/2013..	Call 100,0000.....			250,000	250,000	250,000	250,000			0		0		250,000			0		1,875	..08/09/2022..	1FE.....	
3136AA-CD-5...	FNR 2012-131D 2.500% 05/25/41...	..06/01/2013..	Paydown.....			37,765	37,765	37,741				24		24		37,765			0		309	..05/25/2041..	1FE.....	
3136G0-KW-0...	FNMA Call 2.000% 05/24/32...	..05/24/2013..	Call 100,0000.....			500,000	500,000	500,000	500,000			0		0		500,000			0		5,000	..05/24/2032..	1FE.....	
3137AG-CA-6...	FHR 3947 BC 2.500% 10/15/26...	..06/01/2013..	Paydown.....			14,548	14,548	15,046	14,847			(299)		(299)		14,548			0		147	..10/15/2026..	1FE.....	
3137AN-JP-1...	FHR 4013 WY 3.602% 11/15/40...	..06/01/2013..	Paydown.....			15,971	15,971	16,420	16,382			(411)		(411)		15,971			0		247	..11/15/2040..	1FE.....	
3138M8-CJ-0...	FN AP4572 3.000% 09/01/27...	..06/01/2013..	Paydown.....			16,164	16,164	17,255	17,238			(1,074)		(1,074)		16,164			0		202	..09/01/2027..	1FE.....	
31392E-SX-9...	FNR 2002-59 B 5.500% 09/25/17...	..06/01/2013..	Paydown.....			4,737	4,737	4,821	4,744			(7)		(7)		4,737			0		107	..09/25/2017..	1FE.....	
31393A-GG-6...	FNR 2003-28 GA 4.000% 10/25/32...	..06/01/2013..	Paydown.....			3,939	3,939	3,917	3,927			12		12		3,939			0		65	..10/25/2032..	1FE.....	
31393B-QC-2...	FNR 2003-37 QD 5.000% 05/25/32...	..04/01/2013..	Paydown.....			10,683	10,683	10,623	10,645			37		37		10,683			0		178	..05/25/2032..	1FE.....	
31394L-PM-8...	FHR 2698 BA 5.000% 11/15/32...	..06/01/2013..	Paydown.....			2,440	2,440	2,434	2,435			5		5		2,440			0		53	..11/15/2032..	1FE.....	
31395J-5E-2...	FHR 2881 AG 4.500% 08/15/34...	..06/01/2013..	Paydown.....			5,140	5,140	5,127	5,130			10		10		5,140			0		96	..08/15/2034..	1FE.....	
31395W-4L-8...	FHR 3003 LD 5.000% 12/15/34...	..06/01/2013..	Paydown.....			40,738	40,738	42,775	41,763			(1,024)		(1,024)		40,738			0		847	..12/15/2034..	1FE.....	
31397L-DU-9...	FNR 2008-24 AV 5.000% 03/25/19...	..06/01/2013..	Paydown.....			11,201	11,201	11,201	11,201			0		0		11,201			0		233	..03/25/2019..	1FE.....	
31397S-ZF-4...	FNR 2011-42 VA 4.500% 06/25/22...	..06/01/2013..	Paydown.....			4,808	4,808	5,089	4,854			(46)		(46)		4,808			0		90	..06/25/2022..	1FE.....	
31398L-NU-8...	FNR 3606 A 4.000% 07/15/23...	..06/01/2013..	Paydown.....			56,588	56,588	59,389	57,439			(851)		(851)		56,588			0		928	..07/15/2023..	1FE.....	
31398S-SG-9...	FNR 2010-136 BA 3.500% 12/25/30...	..06/01/2013..	Paydown.....			14,677	14,677	15,194	15,017			(341)		(341)		14,677			0		212	..12/25/2030..	1FE.....	
31402C-4H-2...	FNMA Pool 725424 5.500% 04/01/34...	..06/01/2013..	Paydown.....			14,116	14,116	13,966	13,969			147		147		14,116			0		323	..04/01/2034..	1FE.....	
31403B-4M-2...	FNMA Pool 744328 5.000% 09/01/33...	..06/01/2013..	Paydown.....			6,972	6,972	6,697	6,707			266		266		6,972			0		134	..09/01/2033..	1FE.....	
31403D-GZ-6...	FNMA Pool 745516 5.500% 05/01/36...	..06/01/2013..	Paydown.....			6,261	6,261	6,253	6,253			8		8		6,261			0		144	..05/01/2036..	1FE.....	
31418A-KN-7...	FN MA1200 3.000% 10/01/32...	..06/01/2013..	Paydown.....			14,458	14,458	15,384	15,372			(915)		(915)		14,458			0		185	..10/01/2032..	1FE.....	
31419F-EB-8...	FN AE4629 4.000% 10/01/40...	..06/01/2013..	Paydown.....			47,346	47,346	49,654	49,609			(2,264)		(2,264)		47,346			0		725	..10/01/2040..	1FE.....	
645791-J6-0...	New Jersey Environmental Call 5.000% 0...	..04/26/2013..	Tax Free Exchange.....			492,660	480,000	493,557				(897)		(897)		492,660			0		15,667	..09/01/2021..	1FE.....	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions				1,571,212	1,558,551	1,582,544	1,047,533	0	(7,620)	0	(7,620)	0	1,571,212	0	0	0	0	0	0	27,768	XXX	XXX		
Bonds - Industrial and Miscellaneous (Unaffiliated)																								
05563Q-AA-8...	Bank of New York 144A - Callable 7,780...	..06/14/2013..	Call 101,5560.....			507,780	500,000	533,350	525,187			(17,407)		(17,407)		507,780			0		20,855	..12/01/2026..	2FE.....	
141781-AR-5...	Cargill Inc 144A - NC 4.375% 06/01/13...	..06/01/2013..	Maturity.....			250,000	250,000	244,055	249,336			664		664		250,000			0		5,469	..06/01/2013..	1FE.....	

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

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Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned Current Statement Date

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation/Market Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates
Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						
000000-00-0.	ABN Amro Bank NV.....	0.....	1FE.....	237,747	237,567	10/04/2013.....
000000-00-0.	Blackrock Tempfund.....	0.....	1FE.....	1,377,221	1,377,221	07/01/2013.....
000000-00-0.	Commonwealth Bk Australia Syd OBU.....	0.....	1FE.....	.95,026	.95,026	08/28/2013.....
000000-00-0.	Commonwealth Bk Australia Syd OBU.....	0.....	1FE.....	142,538	142,538	08/30/2013.....
000000-00-0.	Deutsche Bank NY.....	0.....	1FE.....	.95,063	.95,026	09/05/2013.....
000000-00-0.	Deutsche Bank NY.....	0.....	1FE.....	.95,060	.95,026	09/13/2013.....
000000-00-0.	Lanesbank Hessen Thur LDN.....	0.....	1FE.....	190,055	190,054	07/05/2013.....
000000-00-0.	Macquarie Bank LTD.....	0.....	1FE.....	.95,008	.95,005	09/01/2013.....
000000-00-0.	Matchpoint Master Trust.....	0.....	1FE.....	.94,983	.94,967	09/16/2013.....
000000-00-0.	Mizuho Corporate Bank LTD Sydney.....	0.....	1FE.....	142,522	142,511	07/24/2013.....
000000-00-0.	Norinchukin Bank MY.....	0.....	1FE.....	.95,050	.95,026	11/15/2013.....
000000-00-0.	Pohjola Bank Helsinki.....	0.....	1FE.....	142,538	142,538	07/18/2013.....
000000-00-0.	United Overseas Bank LTD NY.....	0.....	1FE.....	142,538	142,538	07/03/2013.....
000000-00-0.	Westpac Banking Corp Singapore.....	0.....	1FE.....	190,051	190,051	09/18/2013.....
000000-00-0.	Deutsche Bank NY.....	0.....	1FE.....	142,541	142,538	07/25/2013.....
000000-00-0.	JPMorgan Securities LLC.....	RR.....	1FE.....	237,564	237,564	08/02/2013.....
000000-00-0.	Natixis Financial Products LLC.....	0.....	1FE.....	237,564	237,564	07/01/2013.....
000000-00-0.	Rabobank New York.....	0.....	1FE.....	166,272	166,366	10/29/2013.....
1899999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Subtotals - U.S.						
Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						
6199999 - Bonds - Total Bonds - Subtotals - Issuer Obligations						
6599999 - Bonds - Total Bonds - Subtotals - Total Bonds						
9999999 Totals						
				3,919,342	3,919,126	XXX

General Interrogatories:

1. Total activity for the year to date Fair Value \$ 3,919,342 Book/Adjusted Carrying Value \$ 3,919,126
2. Average balance for the year to date Fair Value \$ 3,616,850 Book/Adjusted Carrying Value \$ 3,616,588
3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:
NAIC 1 \$ 3,919,126 NAIC 2 \$ NAIC 3 \$ NAIC 4 \$ NAIC 5 \$ NAIC 6 \$

STATEMENT AS OF JUNE 30, 2013 OF THE GRANGE INDEMNITY INSURANCE COMPANY

SCHEDULE DL - PART 2

SECURITIES LENDING COLLATERAL ASSETS

General Interrogatories:

1. Total activity for the year to date..... Fair Value \$ Book/Adjusted Carrying Value \$
 2. Average balance for the year to date..... Fair Value \$ Book/Adjusted Carrying Value \$

Schedule E - Part 1
NONE

Schedule E - Part 2
NONE