

QUARTERLY STATEMENT

OF THE

DEALERS ASSURANCE COMPANY

of **UPPER ARLINGTON**

in the state of **OHIO**

TO THE

Insurance Department

OF THE

STATE OF

FOR THE QUARTER ENDED

September 30, 2013

PROPERTY AND CASUALTY

2013



16705201320100103

QUARTERLY STATEMENT

**AS OF SEPTEMBER 30, 2013
OF THE CONDITION AND AFFAIRS OF THE**

Dealers Assurance Company

| | | | | | | |
|--|---|------------------------|--|---|-----------------------------|---|
| NAIC Group Code | 0000 (Current Period) | 0000 (Prior Period) | NAIC Company Code | 16705 | Employer's ID Number | 34-6513705 |
| Organized under the Laws of Country of Domicile | Ohio US | | State of Domicile or Port of Entry Ohio | | | |
| Incorporated/Organized Statutory Home Office | August 2, 1935 3518 Riverside Drive (Street and Number) | | | Commenced Business | | August 2, 1935 Upper Arlington, OH US 43221 (City or Town, State, Country and Zip Code) |
| Main Administrative Office | 3518 Riverside Drive (Street and Number) | | | Upper Arlington, OH US 43221 (City or Town, State, Country and Zip Code) | | |
| | | | | 800-282-8913 (Area Code) | (Telephone Number) | |
| Mail Address | 3518 Riverside Drive (Street and Number or P.O. Box) | | | Upper Arlington, OH US 43221 (City or Town, State, Country and Zip Code) | | |
| Primary Location of Books and Records | 3518 Riverside Drive (Street and Number) | | | Upper Arlington, OH US 43221 (City or Town, State, Country and Zip Code) | 800-282-8913 (Area Code) | (Telephone Number) |
| Internet Website Address | www.dealersassurance.com | | | | | |
| Statutory Statement Contact | Daniel E George (Name) | | 800-282-8913-208 (Area Code) (Telephone Number) (Extension) | | | |
| | dgeorge@dealersassurance.com (E-Mail Address) | | 614-459-2665 (Fax Number) | | | |

OFFICERS

| Name | Title |
|---------------------------|---------------|
| 1. Edmond Melgar Eckert # | President |
| 2. Daniel Eric George | CFO/Secretary |
| 3. Sharon Mae Spohn | Treasurer |

VICE-PRESIDENTS

State of Ohio

County of Franklin 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.


(Signature)
Edmond Melgar Eckert
(Printed Name)
1.
President
(Title)


(Signature)
Daniel Eric George
(Printed Name)
2.
CFO/Secretary
(Title)


(Signature)
Sharon Mae Spohn
(Printed Name)
3.
Treasurer
(Title)

Subscribed and sworn to before me this
11th day of November 2013

a. Is this an original filing? Yes No
b. If no: 1. State the amendment number

Keith H Burkholder
Notary Public - State of Ohio
My Commission Expires
August 17, 2015



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 | 61,448,451 | | 61,448,451 | 56,585,130 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | 4,689,502 | | 4,689,502 | 4,019,168 |
| 2.2 Common stocks | | | | |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | | |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ 0 encumbrances) | | | | |
| 4.2 Properties held for the production of income (less \$ 0 encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ 0 encumbrances) | | | | |
| 5. Cash (\$ 9,750,246), cash equivalents (\$ 0), and short-term investments (\$ 2,685,727) | 12,435,973 | | 12,435,973 | 9,693,157 |
| 6. Contract loans (including \$ 0 premium notes) | | | | |
| 7. Derivatives | | | | |
| 8. Other invested assets | | | | |
| 9. Receivables for securities | | | | |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 78,573,926 | | 78,573,926 | 70,297,455 |
| 13. Title plants less \$ 0 charged off (for Title insurers only) | 388,582 | | 388,582 | 545,576 |
| 14. Investment income due and accrued | | | | |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 2,003,307 | | 2,003,307 | 2,204,472 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums) | | | | |
| 15.3 Accrued retrospective premiums | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | | |
| 17. Amounts receivable relating to uninsured plans | | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | | |
| 18.2 Net deferred tax asset | 287,225 | | 287,225 | 400,178 |
| 19. Guaranty funds receivable or on deposit | | | | |
| 20. Electronic data processing equipment and software | | | | |
| 21. Furniture and equipment, including health care delivery assets (\$ 0) | | | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | | | | |
| 24. Health care (\$ 0) and other amounts receivable | | | | |
| 25. Aggregate write-ins for other than invested assets | 858,667 | 7,747 | 850,920 | 632,276 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 82,111,707 | 7,747 | 82,103,960 | 74,079,957 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | | |
| 28. Total (Lines 26 and 27) | 82,111,707 | 7,747 | 82,103,960 | 74,079,957 |

| DETAILS OF WRITE-IN LINES | | | | |
|---|---------|-------|---------|---------|
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | | | | |
| 2501. Accounts Receivable | 836,705 | | 836,705 | 626,969 |
| 2502. Miscellaneous Assets | 14,215 | | 14,215 | 5,307 |
| 2503. Prepaid Expenses | 7,747 | 7,747 | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 858,667 | 7,747 | 850,920 | 632,276 |

NONE

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Statement Date | 2 December 31, Prior Year |
|---|--------------------------------|---------------------------------|
| 1. Losses (current accident year \$ 0) | 24,919 | 31,417 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses | | |
| 3. Loss adjustment expenses | 1,756 | 1,981 |
| 4. Commissions payable, contingent commissions and other similar charges | 550,664 | 436,000 |
| 5. Other expenses (excluding taxes, licenses and fees) | 362,997 | 512,578 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 403,009 | 523,572 |
| 7.1. Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses)) | 593,268 | 771,917 |
| 7.2. Net deferred tax liability | | |
| 8. Borrowed money \$ 0 and interest thereon \$ 0 | | |
| 9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 175,352,887 and including warranty reserves of \$ 187,172,212 and accrued accident and health experience rating refunds including \$ 0 for medical loss ratio rebate per the Public Health Service Act) | 16,123,220 | 14,273,531 |
| 10. Advance premium | | |
| 11. Dividends declared and unpaid: | | |
| 11.1. Stockholders | | |
| 11.2. Policyholders | | |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 1,562,120 | 457,160 |
| 13. Funds held by company under reinsurance treaties | 6,112,875 | 5,146,496 |
| 14. Amounts withheld or retained by company for account of others | 5,498,960 | 5,922,971 |
| 15. Remittances and items not allocated | | |
| 16. Provision for reinsurance (including \$ 0 certified) | | |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | | |
| 18. Drafts outstanding | | |
| 19. Payable to parent, subsidiaries and affiliates | | |
| 20. Derivatives | | |
| 21. Payable for securities | | 49,676 |
| 22. Payable for securities lending | | |
| 23. Liability for amounts held under uninsured plans | | |
| 24. Capital notes \$ 0 and interest thereon \$ 0 | | |
| 25. Aggregate write-ins for liabilities | | |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 31,233,788 | 28,127,299 |
| 27. Protected cell liabilities | | |
| 28. Total liabilities (Lines 26 and 27) | 31,233,788 | 28,127,299 |
| 29. Aggregate write-ins for special surplus funds | | |
| 30. Common capital stock | 4,200,990 | 4,200,990 |
| 31. Preferred capital stock | | |
| 32. Aggregate write-ins for other than special surplus funds | | |
| 33. Surplus notes | 3,000,000 | 3,000,000 |
| 34. Gross paid in and contributed surplus | 9,232,810 | 9,232,810 |
| 35. Unassigned funds (surplus) | 34,436,372 | 29,518,858 |
| 36. Less treasury stock, at cost: | | |
| 36.1. 0 shares common (value included in Line 30 \$ 0) | | |
| 36.2. 0 shares preferred (value included in Line 31 \$ 0) | | |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) | 50,870,172 | 45,952,658 |
| 38. Totals (Page 2, Line 28, Col. 3) | 82,103,960 | 74,079,957 |

| DETAILS OF WRITE-IN LINES | | |
|---|--|--|
| 2501. | | |
| 2502. | | |
| 2503. | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | | |
| 2901. | | |
| 2902. | | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | | |
| 2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) | | |
| 3201. | | |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | | |
| 3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above) | | |

NONE**NONE****NONE**

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 \$ 102,809,741) | 80,000,185 | 70,310,256 | 11,023,512 |
| 1.2 Assumed (written \$ 343,244) | 1,655,006 | 1,905,194 | |
| 1.3 Ceded (written \$ 92,344,491) | 72,699,910 | 64,173,525 | |
| 1.4 Net (written \$ 10,808,494) | 8,955,281 | 8,041,925 | 11,023,512 |
| DEDUCTIONS: | | | |
| 2. Losses incurred (current accident year \$ 0): | | | |
| 2.1 Direct | 48,909,590 | 44,416,367 | 518,340 |
| 2.2 Assumed | 424,730 | 572,885 | |
| 2.3 Ceded | 48,892,575 | 44,590,662 | |
| 2.4 Net | 441,745 | 398,590 | 518,340 |
| 3. Loss adjustment expenses incurred | 297,556 | 309,101 | 407,261 |
| 4. Other underwriting expenses incurred | 3,764,830 | 3,112,549 | 3,996,146 |
| 5. Aggregate write-ins for underwriting deductions | | | |
| 6. Total underwriting deductions (Lines 2 through 5) | 4,504,131 | 3,820,240 | 4,921,747 |
| 7. Net income of protected cells | | | |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7) | 4,451,150 | 4,221,685 | 6,101,765 |
| INVESTMENT INCOME | | | |
| 9. Net investment income earned | 860,921 | 889,578 | 1,236,556 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ 0 | (710) | 197 | 424,907 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 860,211 | 889,775 | 1,661,463 |
| OTHER INCOME | | | |
| 12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 0) | | | |
| 13. Finance and service charges not included in premiums | 42,571 | | 62,875 |
| 14. Aggregate write-ins for miscellaneous income | | | |
| 15. Total other income (Lines 12 through 14) | 42,571 | | 62,875 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 5,353,932 | 5,111,460 | 7,826,103 |
| 17. Dividends to policyholders | | | |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | 5,353,932 | 5,111,460 | 7,826,103 |
| 19. Federal and foreign income taxes incurred | 1,934,029 | 1,959,654 | 2,602,434 |
| 20. Net income (Line 18 minus Line 19) (to Line 22) | 3,419,903 | 3,151,806 | 5,223,669 |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 21. Surplus as regards policyholders, December 31 prior year | 45,952,659 | 44,155,680 | 44,155,680 |
| 22. Net income (from Line 20) | 3,419,903 | 3,151,806 | 5,223,669 |
| 23. Net transfers (to) from Protected Cell accounts | | | |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0 | 471,059 | 473,743 | 180,570 |
| 25. Change in net unrealized foreign exchange capital gain (loss) | | | |
| 26. Change in net deferred income tax | (112,953) | (173,978) | (207,175) |
| 27. Change in nonadmitted assets | 1,139,504 | 99,495 | 99,915 |
| 28. Change in provision for reinsurance | | | |
| 29. Change in surplus notes | | | |
| 30. Surplus (contributed to) withdrawn from protected cells | | | |
| 31. Cumulative effect of changes in accounting principles | | | |
| 32. Capital changes: | | | |
| 32.1 Paid in | | | |
| 32.2 Transferred from surplus (Stock Dividend) | | | |
| 32.3 Transferred to surplus | | | |
| 33. Surplus adjustments: | | | |
| 33.1 Paid in | | | |
| 33.2 Transferred to capital (Stock Dividend) | | | |
| 33.3 Transferred from capital | | | |
| 34. Net remittances from or (to) Home Office | | | |
| 35. Dividends to stockholders | | | (3,500,000) |
| 36. Change in treasury stock | | | |
| 37. Aggregate write-ins for gains and losses in surplus | | | |
| 38. Change in surplus as regards policyholders (Lines 22 through 37) | 4,917,513 | 3,551,066 | 1,796,979 |
| 39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38) | 50,870,172 | 47,706,746 | 45,952,659 |

| DETAILS OF WRITE-IN LINES | | | |
|---|-------------|--|--------|
| 0501. | | | |
| 0502. | | | |
| 0503. | | | |
| 0598. Summary of remaining write-ins for Line 05 from overflow page | NONE | | |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 05 above) | | | |
| 1401. Miscellaneous Income | 35,554 | | 52,692 |
| 1402. Roadside Commission | 6,917 | | 9,983 |
| 1403. Transfer Fee Income | 100 | | 200 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | | | |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | 42,571 | | 62,875 |
| 3701. | | | |
| 3702. | | | |
| 3703. | | | |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | NONE | | |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) | | | |

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 | 12,111,095 | 11,799,791 | 11,611,175 |
| 2. Net investment income | 1,359,965 | 1,440,261 | 1,817,781 |
| 3. Miscellaneous income | 42,568 | 40,691 | 62,875 |
| 4. Total (Lines 1 to 3) | 13,513,628 | 13,280,743 | 13,491,831 |
| 5. Benefit and loss related payments | 448,243 | 795,930 | 916,906 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 4,225,526 | 3,837,503 | 4,502,123 |
| 8. Dividends paid to policyholders | | | |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses) | 2,112,678 | 1,032,153 | 1,652,964 |
| 10. Total (Lines 5 through 9) | 6,786,447 | 5,665,586 | 7,071,993 |
| 11. Net cash from operations (Line 4 minus Line 10) | 6,727,181 | 7,615,157 | 6,419,838 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 8,693,831 | 10,664,008 | 17,337,930 |
| 12.2 Stocks | 10,631,250 | 885,471 | 4,040,170 |
| 12.3 Mortgage loans | | | |
| 12.4 Real estate | | | |
| 12.5 Other invested assets | | | |
| 12.6 Net gains (or losses) on cash, cash equivalents and short-term investments | 471,059 | 473,743 | 180,570 |
| 12.7 Miscellaneous proceeds | | | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 19,796,140 | 12,023,222 | 21,558,670 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 14,064,982 | 10,874,508 | 16,824,560 |
| 13.2 Stocks | 10,656,696 | 972,627 | 4,178,628 |
| 13.3 Mortgage loans | | | |
| 13.4 Real estate | | | |
| 13.5 Other invested assets | | | |
| 13.6 Miscellaneous applications | 993,114 | 4,962,226 | 4,329,344 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 25,714,792 | 16,809,361 | 25,332,532 |
| 14. Net increase (or decrease) in contract loans and premium notes | | | |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (5,918,652) | (4,786,139) | (3,773,862) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | | | |
| 16.2 Capital and paid in surplus, less treasury stock | | | |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | | |
| 16.5 Dividends to stockholders | 1,934,287 | (1,758,321) | 3,500,000 |
| 16.6 Other cash provided (applied) | | | (44,402) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | 1,934,287 | (1,758,321) | (3,544,402) |
| 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) | 2,742,816 | 1,070,697 | (898,426) |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 9,693,157 | 10,591,583 | 10,591,583 |
| 19.2 End of period (Line 18 plus Line 19.1) | 12,435,973 | 11,662,280 | 9,693,157 |

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

| | | | |
|---------|--|--|--|
| 20.0001 | | | |
| 20.0002 | | | |
| 20.0003 | | | |

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

a. Accounting Practices

The accompanying financial statements of Dealers Assurance Company have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the State of Ohio. The company adopted codification as of 01/01/01.

1b. – 5c. No changes to note

5d. Loan-Backed Securities

1. Bloomberg is used as a source for the prepayment factors.
2. – 4. Not applicable, no permanently impaired bonds.
5. No impairments exist other than interest rate related declines classified as temporary.

5e.-8. No changes to note

9. Income Taxes

A. The components of the net deferred tax assets/(liability) at September 30, 2013 are as follows:

1.

| | 9/30/2013 | | | 12/31/2012 | | | Change | | |
|--|-----------------|----------------|--------------------------------|-----------------|----------------|--------------------------------|-----------------------------------|----------------------------------|--------------------------------|
| | (1) Ordinary | (2) Capital | (3) (Col 1 + 2) Total | (4) Ordinary | (5) Capital | (6) (Col 4 + 5) Total | (7) (Col 1 – 4) Ordinary | (8) (Col 2 – 5) Capital | (9) (Col 7 + 8) Total |
| a Gross Deferred Tax Assets | 1,133,836 | 71,000 | 1,204,836 | 1,008,568 | 71,209 | 1,079,777 | 125,268 | (209) | 125,059 |
| b Statutory Valuation allowance adjustment | | | | | | | | | |
| c Adjusted Gross Deferred Tax Asset (1a -1d) | 1,133,836 | 71,000 | 1,204,836 | 1,008,568 | 71,209 | 1,079,777 | 125,268 | (209) | 125,059 |
| d Deferred Tax Assets Nonadmitted | 712,646 | - | 712,646 | 630,890 | - | 630,890 | 81,756 | - | 81,756 |
| e Subtotal Net Admitted Deferred Tax Assets (1c-1f) | 421,190 | 71,000 | 492,190 | 377,678 | 71,209 | 448,887 | 43,512 | (209) | 43,303 |
| f Deferred Tax Liabilities | 204,965 | - | 204,965 | 48,709 | - | 48,709 | 156,256 | - | 156,256 |
| g Net Admitted Deferred Tax Asset (Net Deferred Tax Liability) | 216,225 | 71,000 | 287,225 | 328,969 | 71,209 | 400,178 | (112,744) | (209) | (112,953) |

2.

| | 9/30/2013 | | | 12/31/2012 | | | Change | | |
|--|-----------------|----------------|--------------------------------|-----------------|----------------|--------------------------------|-----------------------------------|----------------------------------|--------------------------------|
| | (1) Ordinary | (2) Capital | (3) (Col 1 + 2) Total | (4) Ordinary | (5) Capital | (6) (Col 4 + 5) Total | (7) (Col 1 – 4) Ordinary | (8) (Col 2 – 5) Capital | (9) (Col 7 + 8) Total |

Admission Calculation Components SSAP No. 101

| | | | | | | | | | |
|---|---------|--------|-----------|----------|--------|-----------|-----------|---------|-----------|
| a Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks | - | - | - | - | - | - | - | - | - |
| b Adjusted Gross Deferred Tax Asset 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) | 216,225 | 71,000 | 287,225 | 328,969 | 71,209 | 400,178 | (112,744) | (209) | (112,953) |
| 1 Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date | 216,225 | 71,000 | 287,225 | 328,969 | 71,209 | 400,178 | (112,744) | (209) | (112,953) |
| 2. Adjusted Gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Allowed per Limitation Threshold) | xxxxxx | xxxxx | 7,587,442 | xxxxxxxx | xxxxxx | 6,832,872 | xxxxxxxx | xxxxxxx | 754,570 |
| 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 | - | - | - | - | - | - | - | - | - |
| d Deferred Tax Assets Admitted as the result of application of SSAP 101. | 216,225 | 71,000 | 287,225 | 328,969 | 71,209 | 400,178 | (112,744) | (209) | (112,953) |
| Total)2(a) + 2(b) + 2 (c)) | | | | | | | | | |

NOTES TO FINANCIAL STATEMENTS

| | 2013 | 2012 |
|--|------|------|
|--|------|------|

| | | |
|-----|--|------------|
| (a) | Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount | |
| | 566% | 566% |
| (b) | | |
| | 50,870,173 | 45,952,658 |

4.

| | 9/30/2013 | | | 12/31/2012 | | | Change | | |
|--|-----------------|----------------|-----------------------------|-----------------|----------------|-----------------------------|--------------------------------|-------------------------------|-----------------------------|
| | (1) Ordinary | (2) Capital | (3) (Col 1 + 2) Total | (4) Ordinary | (5) Capital | (6) (Col 4 + 5) Total | (7) (Col 1 – 4) Ordinary | (8) (Col 2 – 5) Capital | (9) (Col 7 + 8) Total |

Impact of Tax Planning Strategies

| | | | | | | | | | | |
|---|--|--|-----|----|-----|-----|----|-----|-----|--|
| a | Adjusted Gross DTA's (% of Total Adjusted Gross DTA's) | | | | | | | | | |
| | 0% | 6% | 6% | 0% | 7% | 7% | 0% | -1% | -1% | |
| b | | Net Admitted Adjusted Gross DTA's (% of Total Net Admitted Adjusted Gross DTA's) | | | | | | | | |
| | 0% | 25% | 25% | 0% | 18% | 18% | 0% | 7% | 7% | |

c Does the Company's tax-planning strategies include the use of Reinsurance? Yes No

B Deferred tax liabilities are not recognized at September 30, 2013 and 2012 are as follows:

N/A-All Deferred Tax Liabilities have been recognized

C Current income taxes incurred consist of the following major components

| (1) | (2) | (3) |
|-----------|------------|-----------------------|
| 9/30/2013 | 12/31/2012 | (Col 1 + 2) Change |

1. Current Income Tax

| | | | | | | |
|-----|---|--|--|-----------|-----------|-----------|
| (a) | Federal | | | 1,934,029 | 2,602,434 | (668,405) |
| | Foreign | | | - | - | - |
| | Subtotal | | | 1,934,029 | 2,602,434 | (668,405) |
| | Federal Income tax on net capital gains | | | 209 | 144,468 | (144,260) |
| | Utilization of capital loss carry-forwards | | | (209) | (144,468) | 144,260 |
| | (f) Other | | | - | - | - |
| | (g) Federal and foreign income taxes incurred | | | 1,934,029 | 2,602,434 | (668,405) |

2. Deferred Tax Assets

(a) Ordinary

| | | | | | | |
|-----|--|--|--|-----------|-----------|---------|
| (1) | Discounting of Unpaid Losses | | | 7,500 | 8,011 | (511) |
| | Unearned Premium Reserve | | | 1,096,379 | 970,600 | 125,779 |
| | Policyholder Reserves | | | - | - | - |
| | (4) Investments | | | - | - | - |
| | (5) Deferred Acquisition Costs | | | - | - | - |
| | (6) Policyholder Dividends Accrual | | | - | - | - |
| | (7) Fixed Assets | | | - | - | - |
| | (8) Compensation and Benefits Accrual | | | 29,957 | 29,957 | - |
| | (9) Pension Accrual | | | - | - | - |
| | (10) Receivables-Nonadmitted | | | - | - | - |
| | (11) Net Operating Loss Carry-forward | | | - | - | - |
| | (12) Tax Credit Carry-forward | | | - | - | - |
| | (13) Other (including items <5% of total Capital Assets) | | | - | - | - |
| | (99) Subtotal | | | 1,133,836 | 1,008,568 | 125,268 |

(b) Statutory Valuation Allowance Adjustment

(c) Nonadmitted

(d) Admitted Ordinary Deferred tax Asset (2a99 – 2f – 2g)

(e) Capital:

| | | | | | | |
|-----|---|--|--|--------|--------|-------|
| (1) | Investments | | | - | - | - |
| | Net Capital less Carry-forward | | | 71,000 | 71,209 | (209) |
| | (3) Real Estate | | | - | - | - |
| | (4) Other (including items <5% of total Capital Assets) | | | - | - | - |

(99) Subtotal

71,000 71,209 (209)

(f) Statutory Valuation Allowance Adjustment

(g) Nonadmitted

(h) Admitted Capital Deferred Tax Assets (2a99 – 2f -2g)

(i) Admitted Deferred Tax Asset (2d + 22h)

492,190 448,887 43,303

NOTES TO FINANCIAL STATEMENTS

| 9/30/2013 | (2) 12/31/2012 | (3) (Col 1 + 2) Change |
|-----------|-------------------|------------------------------|
|-----------|-------------------|------------------------------|

3. Deferred Tax Liabilities

(a) Ordinary

| | | | |
|---|-------|-------|---------|
| (1) Investments | - | - | - |
| (2) Fixed Assets | - | - | - |
| (3) Deferred and Uncollected premium | - | - | - |
| (4) Policyholder Reserves | - | - | - |
| (5) Other (including items <5% of ordinary Tax Liabilities) | 2,344 | 6,268 | (3,924) |
| (99) Subtotal | 2,344 | 6,268 | (3,924) |

(b) Capital

| | | | |
|---|---------|--------|---------|
| (1) Investments | 202,621 | 42,441 | 160,180 |
| (2) Real Estate | - | - | - |
| (3) Other (including items <5% of ordinary Tax Liabilities) | - | - | - |
| (99) Subtotal | 202,621 | 42,441 | 160,180 |

(c) Deferred Tax Liabilities (3a99 + 3b99)

4. Net Deferred Tax Assets/Liabilities (2i – 3c)

287,225 400,178 (112,953)

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

| | Amount | Tax Effect | % |
|-----------------------------------|-----------|------------|-----|
| Income before taxes | 5,353,933 | 1,820,337 | 34% |
| Unearned Premium Adjustment | 369,938 | 125,779 | 2% |
| Compensation and Benefits Accrual | - | - | 0% |
| Loss Reserve Discounting | (1,502) | (511) | 0% |
| Dividends Received Deduction | (45,024) | (15,308) | 0% |
| Capital Loss Carry-Forward | (614) | (209) | 0% |
| Other, net | 11,591 | 3,941 | 0% |
| Total | 5,638,322 | 1,934,029 | 36% |

E. At September 30, 2013, the Company has a net capital carry-loss forward of \$209,000 which are available for recoupment against future capital gains

F. The Company is included in a consolidated federal income tax return with its parent company, DAC Financial Holdings, Inc.

The Company has a written agreement, approved by the Company's Board of Directors, which sets forth the manner in which the total combined federal income tax is allocated to each entity which is party to the consolidation. Pursuant to this agreement, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

10. Information Concerning Parent, Subsidiaries and Affiliates and Other Related Parties

A.- F. No changes to Note

G. The parent company, Dealers Alliance Corporation, is a non-insurance entity. The Company had no transactions other than cost allocation with its parent company. Through 09/30/10 (and prior years) Dealers Assurance Company provided funds for federal income tax deposits (on a consolidated basis). In prior years other companies included in consolidated tax return reimbursed their portion of federal income tax deposits on a quarterly basis.

H-L Dealers Assurance Company holds no investments in its parent company or affiliates.

11. – 16.

No changes to note.

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

The Company does not have any sales or transfers to report.

18. – 19.

No changes to note.

NOTES TO FINANCIAL STATEMENTS

20. Fair Value Measurements

A.

(1) Assets Measured at Fair Value on a Recurring Basis

| (1) Description | (2) (Level 1) | (3) (Level 2) | (4) (Level 3) | (5) Total |
|---------------------------------|---------------------|---------------------|---------------------|---------------------|
| a. Assets at fair value | | | | |
| Preferred Stock | | | | |
| Bonds | | | | |
| Common Stock (Ind & Misc) | \$ 4,689,502 | | | \$ 4,689,502 |
| Derivative assets | | | | |
| Separate account assets | | | | |
| Total assets at fair value | <u>\$ 4,689,502</u> | \$ - | \$ - | <u>\$ 4,689,502</u> |
| b. Liabilities at fair value | \$ | | | \$ |
| Total liabilities at fair value | <u>\$</u> | | | <u>\$</u> |

(2) There have been no significant transfers between level 1 and 2.

(3-4) Assets measured at Fair Value on a recurring basis with significant unobservable inputs (level 3)

NONE

21. – 24.

No changes to note.

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2012 were \$33,394. As of September 30, 2013, \$39,770 (net of reinsured prior year claims) were paid for incurred losses and loss adjustment expenses attributable to insured events of prior years.

However, Part 3 of September 30, 2013 quarterly statement reflects favorable development of \$34,000 as a result of the Company adopting the NAIC Schedule P instructions for Line 30 (Warranty) which specified that data should be reported prospectively (i.e., prior-year amounts need not be restated) starting with the 2008 reporting year. \$39,770 paid for incurred losses and loss adjustment expenses attributable to insured events of prior years was Line 30 (Warranty) claims.

Reserves for prior year are now \$0. There was no re-estimation of unpaid claims and claim adjustment expenses.

Business written by DAC is related to service contracts issued on an assortment of consumer goods, but primarily, automobile service contracts. Historically, losses on this coverage are settled within 90 days of incurred date (98.7%); and the balance is settled within 180 days of incurred date

26. – 35. No changes to note.

36. Financial Guaranty Insurance

The company does not write financial guaranty insurance.

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:

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?

Yes [] No [X] N/A []

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).

02/15/2011

6.4 By what department or departments?

Ohio Department of Insurance

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 [] N/A [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with?

Yes [] No [] N/A [X]

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

.....

.....

.....

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 |
|------------------------|--------------------------------|----------|----------|-----------|----------|
| | | | | | |

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules, and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

Yes [X] No []

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 [] No [X]

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

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:

.....

GENERAL INTERROGATORIES

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

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

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 2

| | Prior Year-End | Current Quarter |
|--|----------------|-----------------|
| | Book/Adjusted | Book/Adjusted |
| | Carrying Value | 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) | \$ _____ | \$ _____ |
| 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.

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

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

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 |
|--|-------------------------|
| Fifth Third Bank | Cincinnati, OH |
| US Bank | Winston Salem, NC |
| Sun Trust | Richmond, VA |
| First National Bankers Bank | Little Rock, AR |
| Citibank, NA | NY, NY |
| Century Bank | Sante Fe, NM |
| RBS Citizens, NA | Providence, RI |
| Xerox State & Local Solutions, Inc | Quincy, MA |

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]

GENERAL INTERROGATORIES

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 |
|--|------------------|------------------|
| 104650 | Fifth Third Bank | Cincinnati, Ohio |
| | | |

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes No

18.2 If no, list exceptions:

.....
.....

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 N/A

If yes, attach an explanation.

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? Yes No X

If yes, attach an explanation.

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:

| 1 Line of Business | 2 Maximum Interest | 3 Discount Rate | TOTAL DISCOUNT | | | | DISCOUNT TAKEN DURING PERIOD | | | |
|--------------------------|--------------------------|-----------------------|-----------------------|--------------------|-----------|------------|------------------------------|--------------------|------------|-------------|
| | | | 4 Unpaid Losses | 5 Unpaid LAE | 6 IBNR | 7 TOTAL | 8 Unpaid Losses | 9 Unpaid LAE | 10 IBNR | 11 TOTAL |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| TOTAL | | | | | | | | | | |

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. \$ _____

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

| 1 | 2 | 3 | 4 | 5 |
|--------------------|-------------------|---|--------------------------|------------------------------------|
| NAIC Company Code | Federal ID Number | Name of Reinsurer | Domiciliary Jurisdiction | Is Insurer Authorized? (Yes or No) |
| U.S. Insurers | | | | |
| 41238 | 13-3118700 | Trans Pacific Insurance Company | NY | YES |
| 32301 | 20-0940754 | TNUS Insurance Company | NY | YES |
| All Other Insurers | | | | |
| 00000 | AA-0053977 | ANG Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0054899 | G3 Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0053981 | OGM Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0053982 | RBE Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0054856 | AUIC I, Reinsurance Company Ltd | TCA | NO |
| 00000 | AA-0054875 | Christsen 3 Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0054998 | Sheengus Reinsurance Co, Ltd | TCA | NO |
| 00000 | AA-0054997 | LBA Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0055077 | Committed Reinsurance, Ltd | TCA | NO |
| 00000 | AA-0055040 | Possum Creek Reinsurance, Ltd | TCA | NO |
| 00000 | AA-0055028 | Automobile Programs Int'l Reinsurance Co., Ltd. | TCA | NO |
| 00000 | AA-0055032 | Sweet Gum Reinsurance Company, Ltd | TCA | NO |
| 00000 | AA-0055033 | Cloverly Lane Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055081 | Four Horsemen Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055082 | Rutter Inc. Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055106 | LWN Florence Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055146 | GMS Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055150 | Global Reinsurance Company Ltd. | TCA | NO |
| 00000 | AA-0055232 | Autos of Dallas Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055321 | GJT Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0054942 | Elway Care Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055102 | Karhouse Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0054935 | Chios Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055048 | Kaylin 2 Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0054966 | St. Cloud RE Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055101 | McInnes Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055315 | Slevin Capital Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055104 | Sea Port Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055314 | Jordan Motorz Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055103 | Aitkin Tree RE Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0055105 | Kingdom Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA0052141 | Hayward Brothers Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0055212 | Repent Reinsurance Company, Ltd. | TCA | NO |
| 00000 | AA-0040209 | Valley National Reinsurance Company | VGB | NO |

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 | L | 1,570,281 | 2,257,296 | 832,760 | 1,219,986 | 47,451 |
| 2. Alaska | AK | L | | | | | 68,530 |
| 3. Arizona | AZ | L | 616,639 | 687,963 | 432,896 | 270,568 | 14,178 |
| 4. Arkansas | AR | L | 1,979,576 | 1,841,058 | 990,168 | 824,220 | 40,610 |
| 5. California | CA | L | 10,602,357 | 10,165,363 | 1,841,055 | 3,821,239 | 281,629 |
| 6. Colorado | CO | L | 1,941,364 | 14,170,189 | 3,784,495 | 3,895,983 | 253,176 |
| 7. Connecticut | CT | L | 1,306,942 | 1,213,864 | 1,153,761 | 843,047 | 43,111 |
| 8. Delaware | DE | L | 743,856 | 330,269 | 229,155 | 141,940 | 11,218 |
| 9. District of Columbia | DC | L | | | | | 14,466 |
| 10. Florida | FL | L | 3,338,491 | 6,028,214 | 3,637,557 | 2,264,226 | 121,166 |
| 11. Georgia | GA | L | 4,905,123 | 4,853,116 | 2,475,122 | 2,513,258 | 164,166 |
| 12. Hawaii | HI | N | | | | | 121,769 |
| 13. Idaho | ID | L | 32,199 | 497 | 4,150 | | 296 |
| 14. Illinois | IL | L | 1,080,416 | 629,515 | 503,097 | 332,689 | 35,125 |
| 15. Indiana | IN | L | 703,481 | 363,390 | 310,354 | 134,662 | 7,176 |
| 16. Iowa | IA | L | 254,320 | 162,966 | 134,137 | 88,323 | 3,669 |
| 17. Kansas | KS | L | 71,616 | 158,845 | 45,982 | 85,312 | 4,615 |
| 18. Kentucky | KY | L | 401,977 | 370,792 | 150,290 | 133,638 | 6,896 |
| 19. Louisiana | LA | L | 1,284,847 | 1,295,871 | 907,899 | 932,406 | 41,250 |
| 20. Maine | ME | L | 315,535 | 269,311 | 194,461 | 209,556 | 7,700 |
| 21. Maryland | MD | L | 1,361,652 | 1,115,570 | 803,921 | 642,626 | 34,429 |
| 22. Massachusetts | MA | L | 1,273,190 | 898,147 | 814,770 | 453,865 | 28,678 |
| 23. Michigan | MI | L | 5,217,104 | 4,816,407 | 6,104,513 | 5,312,014 | 281,146 |
| 24. Minnesota | MN | L | 556,980 | 456,774 | 320,317 | 363,917 | 13,697 |
| 25. Mississippi | MS | L | 1,772,305 | 2,035,148 | 900,669 | 989,640 | 44,709 |
| 26. Missouri | MO | L | 869,995 | 1,121,804 | 605,342 | 742,482 | 37,669 |
| 27. Montana | MT | L | 212,315 | 318,383 | 112,979 | 143,667 | 3,395 |
| 28. Nebraska | NE | L | 236,837 | 152,931 | 204,394 | 325,330 | 20,267 |
| 29. Nevada | NV | L | 319,541 | 253,794 | 227,281 | 238,663 | 11,113 |
| 30. New Hampshire | NH | L | 370,596 | 265,333 | 175,085 | 107,044 | 6,116 |
| 31. New Jersey | NJ | L | 1,529,011 | 781,443 | 716,808 | 345,282 | 22,747 |
| 32. New Mexico | NM | L | 2,188,069 | 2,552,821 | 199,899 | 212,009 | 10,639 |
| 33. New York | NY | L | 4,845,276 | 2,956,592 | 3,878,397 | 3,008,001 | 175,258 |
| 34. North Carolina | NC | L | 4,299,895 | 2,946,656 | 1,274,417 | 708,086 | 69,621 |
| 35. North Dakota | ND | L | 140,817 | 82,320 | 65,168 | 47,387 | 2,081 |
| 36. Ohio | OH | L | 2,747,894 | 1,955,373 | 1,222,662 | 1,471,664 | 62,056 |
| 37. Oklahoma | OK | L | 380,800 | 321,430 | 166,256 | 223,353 | 7,301 |
| 38. Oregon | OR | L | 30,308 | 109,304 | 17,362 | 28,867 | 4,293 |
| 39. Pennsylvania | PA | L | 3,962,108 | 2,746,963 | 1,592,298 | 1,028,371 | 70,450 |
| 40. Rhode Island | RI | L | 74,085 | 29,155 | 39,612 | 8,252 | 129 |
| 41. South Carolina | SC | L | 300,828 | 249,344 | 152,431 | 71,556 | 7,582 |
| 42. South Dakota | SD | L | 39,092 | 9,458 | 21,120 | 11,323 | 416 |
| 43. Tennessee | TN | L | 1,662,393 | 1,789,047 | 740,746 | 856,984 | 40,615 |
| 44. Texas | TX | L | 26,139,094 | 15,330,833 | 6,178,188 | 5,629,932 | 449,317 |
| 45. Utah | UT | L | 2,342 | 8,270 | 1,079 | 2,707 | 123 |
| 46. Vermont | VT | L | 300,786 | 246,058 | 165,627 | 150,200 | 8,044 |
| 47. Virginia | VA | L | 1,107,425 | 935,645 | 629,051 | 501,978 | 21,540 |
| 48. Washington | WA | L | 8,967,871 | 9,548,392 | 3,494,483 | 3,076,564 | 220,639 |
| 49. West Virginia | WV | L | 329,273 | 308,956 | 213,512 | 145,873 | 8,534 |
| 50. Wisconsin | WI | L | 341,927 | 380,791 | 208,861 | 182,034 | 9,838 |
| 51. Wyoming | WY | L | 80,912 | 140,531 | 40,361 | 72,856 | 2,327 |
| 52. American Samoa | AS | N | | | | | |
| 53. Guam | GU | N | | | | | |
| 54. Puerto Rico | PR | N | | | | | |
| 55. U.S. Virgin Islands | VI | N | | | | | |
| 56. Northern Mariana Islands | MP | N | | | | | |
| 57. Canada | CAN | N | | | | | |
| 58. Aggregate Other Alien | OT | XXX | | | | | |
| 59. Totals | (a) | 50 | 102,809,741 | 99,662,192 | 48,914,948 | 44,813,580 | 2,758,201 |
| | | | | | | | 2,492,091 |

| DETAILS OF WRITE-INS | | | | | | | |
|--|--|-----|--|--|--|--|--|
| 58001. | | XXX | | | | | |
| 58002. | | XXX | | | | | |
| 58003. | | XXX | | | | | |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | | XXX | | | | | |
| 58999. Totals (Lines 58001 through 58003 plus 58998) (Line 58 above) | | XXX | | | | | |

NONE

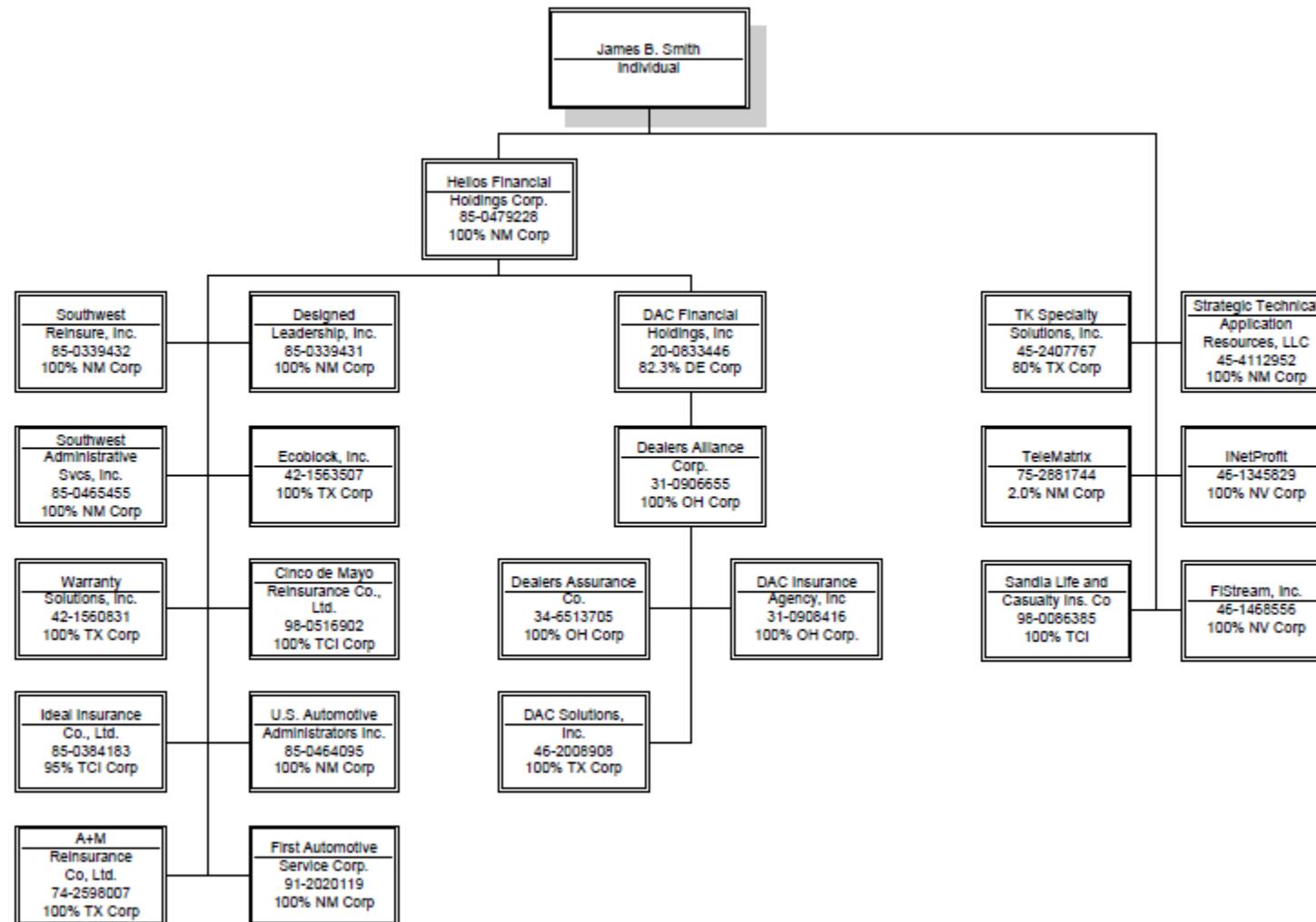
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG: (R) Registered - Non-domiciled RRGs: (Q) Qualified - Qualified or Accredited Reinsurer:

(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.

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

PART 1 - ORGANIZATIONAL CHART



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|------------|-------------------|-------------------|--------------|-----|--|--|----------------------|----------------------------------|--|--|--|--|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity / Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | * |
| 0 | | 00000 | 85-0479228 | 0 | 0 | | Helios Financial Holdings, Inc | NM | UIP | James B. Smith | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 20-0833446 | 0 | 0 | | DAC Financial Holdings, Inc | DE | UIP | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 31-0906655 | 0 | 0 | | Dealers Alliance Corp | OH | UDP | DAC Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 16705 | 34-6513705 | 0 | 0 | | Dealers Assurance Company | OH | IA | Dealers Alliance Corp | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 31-0908416 | 0 | 0 | | DAC Insurance Agency, Inc | OH | IA | Dealers Alliance Corp | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 46-2008908 | 0 | 0 | | DAC Solutions, Inc | TX | NIA | Dealers Alliance Corp | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 85-0339432 | 0 | 0 | | Southwest Reinsure, Inc | NM | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 85-0465455 | 0 | 0 | | Southwest Administrative Svcs, Inc | NM | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 42-1560831 | 0 | 0 | | Warranty Solutions, Inc | TX | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 85-0384183 | 0 | 0 | | Ideal Insurance Co., LTD | TCI | IA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 74-2598007 | 0 | 0 | | A+M Reinsurance Co., LTD | TX | IA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 85-0339431 | 0 | 0 | | Design Leadership, Inc | NM | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 42-1563507 | 0 | 0 | | Ecoblock, Inc | TX | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 98-0516902 | 0 | 0 | | Cinco de Mayo Reinsurance Co., LTD | TCI | IA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 850464095 | 0 | 0 | | US Automotive Administrators Inc | NM | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 91-2020119 | 0 | 0 | | First Automotive Service Corp | NM | NIA | Helios Financial Holdings, Inc | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 98-0086385 | 0 | 0 | | Sandia Life and Casualty Co | TCI | IA | James B. Smith | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 45-2407767 | 0 | 0 | | TK Specialty Solutions, Inc | TX | NIA | James B. Smith | Ownership | 80.0 | James B. Smith | 0 |
| 0 | | 00000 | 75-2881744 | 0 | 0 | | TeleMatrix | TX | NIA | James B. Smith | Ownership | 2.0 | James B. Smith | 0 |
| 0 | | 00000 | 45-4112952 | 0 | 0 | | Strategic Technical Application Resources, LLC | NM | NIA | James B. Smith | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 46-1345829 | 0 | 0 | | INetProfit | NV | NIA | James B. Smith | Ownership | 100.0 | James B. Smith | 0 |
| 0 | | 00000 | 46-1468556 | 0 | 0 | | FiStream, Inc | NV | NIA | James B. Smith | Ownership | 100.0 | James B. Smith | 0 |

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| Asterik | Explanation |
|---------|-------------|
| 12.1 | NONE |

PART 1 – LOSS EXPERIENCE

| Lines 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 | | | | |
| 2. Allied lines | | | | |
| 3. Farmowners multiple peril | | | | |
| 4. Homeowners multiple peril | | | | |
| 5. Commercial multiple peril | | | | |
| 6. Mortgage guaranty | | | | |
| 8. Ocean marine | | | | |
| 9. Inland marine | | | | |
| 10. Financial guaranty | | | | |
| 11.1 Medical professional liability-occurrence | | | | |
| 11.2 Medical professional liability-claims made | | | | |
| 12. Earthquake | | | | |
| 13. Group accident and health | | | | |
| 14. Credit accident and health | | | | |
| 15. Other accident and health | | | | |
| 16. Workers' compensation | | | | |
| 17.1 Other liability-occurrence | 695,726 | 19,520 | 2.8 | 3.6 |
| 17.2 Other liability-claims made | | | | |
| 17.3 Excess Workers' Compensation | | | | |
| 18.1 Products liability-occurrence | | | | |
| 18.2 Products liability-claims made | | | | |
| 19.1. 19.2 Private passenger auto liability | | | | |
| 19.3. 19.4 Commercial auto liability | | | | |
| 21. Auto physical damage | | | | |
| 22. Aircraft (all perils) | | | | |
| 23. Fidelity | | | | |
| 24. Surety | | | | |
| 26. Burglary and theft | | | | |
| 27. Boiler and machinery | | | | |
| 28. Credit | 630,389 | 496,375 | 78.7 | 49.0 |
| 29. International | | | | |
| 30. Warranty | 78,674,070 | 48,393,695 | 61.5 | 63.7 |
| 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 | | | | |
| 35. TOTALS | 80,000,185 | 48,909,590 | 61.1 | 63.2 |

| DETAILS OF WRITE-INS | | | |
|---|-------------|--|--|
| 3401. | | | |
| 3402. | | | |
| 3403. | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | NONE | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34) | | | |

PART 2 – DIRECT PREMIUMS WRITTEN

| | 1 Current Quarter | 2 Current Year to Date | 3 Prior Year Year to Date |
|---|-------------------------|------------------------------|---------------------------------|
| 1. Fire | | | |
| 2. Allied lines | | | |
| 3. Farmowners multiple peril | | | |
| 4. Homeowners multiple peril | | | |
| 5. Commercial multiple peril | | | |
| 6. Mortgage guaranty | | | |
| 8. Ocean marine | | | |
| 9. Inland marine | | | |
| 10. Financial guaranty | | | |
| 11.1 Medical professional liability-occurrence | | | |
| 11.2 Medical professional liability-claims made | | | |
| 12. Earthquake | | | |
| 13. Group accident and health | | | |
| 14. Credit accident and health | | | |
| 15. Other accident and health | | | |
| 16. Workers' compensation | | | |
| 17.1 Other liability-occurrence | 304,532 | 791,318 | 830,369 |
| 17.2 Other liability-claims made | | | |
| 17.3 Excess Workers' Compensation | | | |
| 18.1 Products liability-occurrence | | | |
| 18.2 Products liability-claims made | | | |
| 19.1. 19.2 Private passenger auto liability | | | |
| 19.3. 19.4 Commercial auto liability | | | |
| 21. Auto physical damage | | | |
| 22. Aircraft (all perils) | | | |
| 23. Fidelity | | | |
| 24. Surety | | | |
| 26. Burglary and theft | | | |
| 27. Boiler and machinery | | | |
| 28. Credit | 310,513 | 1,056,301 | 1,305,421 |
| 29. International | | | |
| 30. Warranty | 35,022,211 | 100,962,122 | 97,526,401 |
| 31. Reinsurance-Nonproportional Assumed Property | XXX | XXX | XXX |
| 32. Reinsurance-Nonproportional Assumed Liability | XXX | XXX | XXX |
| 33. Reinsurance-Nonproportional Assumed Financial Lines | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | | | |
| 35. TOTALS | 35,637,256 | 102,809,741 | 99,662,191 |

| DETAILS OF WRITE-INS | | | |
|---|-------------|--|--|
| 3401. | | | |
| 3402. | | | |
| 3403. | | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | NONE | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34) | | | |

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 Unreported Claims 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 & 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 - 1) | 12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 - 2) | 13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12) |
|--------------------------------|--|--|---|---|---|--|--|---|---|---|--|--|--|
| 1. 2010 + prior | | | | | | | | | | | | | |
| 2. 2011 | | | | | | | | | | | | | |
| 3. Subtotals 2011 + prior | | | | | | | | | | | | | |
| 4. 2012 | 10 | 24 | 34 | | | | | | | | (10) | (24) | (34) |
| 5. Subtotals 2012 + prior | 10 | 24 | 34 | | | | | | | | (10) | (24) | (34) |
| 6. 2013 | XXX | XXX | XXX | XXX | 746 | 746 | XXX | 3 | 24 | 27 | XXX | XXX | XXX |
| 7. Totals | 10 | 24 | 34 | | 746 | 746 | | 3 | 24 | 27 | (10) | (24) | (34) |

8. Prior Year-End Surplus As

| | | | | |
|-----------------------|--------|--|--|--|
| Regards Policyholders | 45,953 | 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. _____ -100.000 2. _____ -100.000 3. _____ -100.000

Col. 13, Line 7

Line 8

4. _____ -0.074

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.

| | <u>Response</u> |
|---|-----------------|
| 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:

Question 1: Not Applicable

Question 2: Not Applicable

Question 3: Not Applicable

Question 4: Not Applicable

Bar Code:



16705201349000030



16705201345500030



16705201336500030



16705201350500030

OVERFLOW PAGE FOR WRITE-INS

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

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

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

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 | 60,604,293 | 61,022,847 |
| 2. Cost of bonds and stocks acquired | 24,721,680 | 21,003,183 |
| 3. Accrual of discount | 6,893 | 18,436 |
| 4. Unrealized valuation increase (decrease) | 471,059 | 180,570 |
| 5. Total gain (loss) on disposals | 614 | 424,907 |
| 6. Deduct consideration for bonds and stocks disposed of | 19,325,080 | 21,378,099 |
| 7. Deduct amortization of premium | 341,508 | 667,551 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 66,137,951 | 60,604,293 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 66,137,951 | 60,604,293 |

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) | 58,388,924 | 7,533,273 | 5,926,179 | (109,265) | 57,702,373 | 58,388,924 | 59,886,753 | 55,159,135 |
| 2. Class 2 (a) | 5,173,053 | | 914,296 | (11,333) | 5,684,090 | 5,173,053 | 4,247,424 | 7,093,111 |
| 3. Class 3 (a) | | | | | | | | |
| 4. Class 4 (a) | | | | | | | | |
| 5. Class 5 (a) | | | | | | | | |
| 6. Class 6 (a) | | | | | | | | |
| 7. Total Bonds | 63,561,977 | 7,533,273 | 6,840,475 | (120,598) | 63,386,463 | 63,561,977 | 64,134,177 | 62,252,246 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1 | | | | | | | | |
| 9. Class 2 | | | | | | | | |
| 10. Class 3 | | | | | | | | |
| 11. Class 4 | | | | | | | | |
| 12. Class 5 | | | | | | | | |
| 13. Class 6 | | | | | | | | |
| 14. Total Preferred Stock | | | | | | | | |
| 15. Total Bonds & Preferred Stock | 63,561,977 | 7,533,273 | 6,840,475 | (120,598) | 63,386,463 | 63,561,977 | 64,134,177 | 62,252,246 |

(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 \$ 0; NAIC 2 \$ 0; NAIC 3 \$ 0; NAIC 4 \$ 0; NAIC 5 \$ 0; NAIC 6 \$ 0

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 | 2,685,727 | XXX | 2,687,016 | 11 | 2,347 |

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 | 5,667,115 | 8,137,459 |
| 2. Cost of short-term investments acquired | 33,065,768 | 18,260,727 |
| 3. Accrual of discount | | 59 |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | |
| 6. Deduct consideration received on disposals | 36,045,867 | 20,731,130 |
| 7. Deduct amortization of premium | 1,289 | |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) | 2,685,727 | 5,667,115 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 2,685,727 | 5,667,115 |

- NONE Schedule DB - Part A and 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 and 3**
- NONE Schedule B - Part 2 and 3**
- NONE Schedule BA - Part 2 and 3**

SCHEDULE D - PART 3

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

| 1 CUSIP Ident- ification | 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) |
|-----------------------------------|--|--------------|--------------------|-------------------------------|--------------------------------------|------------------|----------------|--|--|
| 912828-PJ-3 | US TREASURY N/B | | 09/10/2013 | CITIGROUP GLOBAL MARKETS INC. | | 203,609 | 200,000.00 | 774 | 1 |
| 912828-RF-9 | US TREASURY N/B | | 09/10/2013 | Chase/Greenwhich Cap | | 200,547 | 200,000.00 | 61 | 1 |
| 0599999 | Total Bonds U. S. Government | | | | XXX | 404,156 | 400,000.00 | 835 | XXX |
| 3135G0-AL-7 | FANNIE MAE | | 08/01/2013 | MORGAN STANLEY & CO INC, NY | | 208,368 | 200,000.00 | 1,713 | 1 |
| 3135G0-YE-7 | FANNIE MAE | | 07/17/2013 | CHASE SECURITIES | | 598,074 | 600,000.00 | | 1 |
| 313373-SZ-6 | FEDERAL HOME LOAN BANK | | 07/01/2013 | KEYBANC CAPITAL MARKETS INC | | 363,867 | 350,000.00 | 455 | 1 |
| 3137EA-CW-7 | FREDDIE MAC | | 07/25/2013 | VARIOUS | | 570,892 | 550,000.00 | 4,497 | 1 |
| 3137EA-DS-5 | FREDDIE MAC | | 09/11/2013 | VARIOUS | | 447,703 | 450,000.00 | 281 | 1 |
| 3199999 | U.S. Total Bonds Special Revenue and Special Assessment and all Non-Guaranteed Obligations | | | | XXX | 2,188,904 | 2,150,000.00 | 6,946 | XXX |
| 63254A-AA-6 | NATIONAL AUSTRALIA BK LT | | 09/18/2013 | BARCLAYS CAPITAL INC | | 560,775 | 550,000.00 | 428 | 1FE |
| 21685W-BL-0 | RABOBANK NEDERLAND | R | 07/19/2013 | MORGAN STANLEY & CO INC, NY | | 308,256 | 300,000.00 | 1,789 | 1FE |
| 3899999 | Total Bonds Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 869,031 | 850,000.00 | 2,217 | XXX |
| 8399997 | Total Bonds Part 3 | | | | XXX | 3,462,091 | 3,400,000 | 9,998 | XXX |
| 8399998 | Summary Item from Part 5 for Bonds | | | | XXX | XXX | XXX | XXX | XXX |
| 8399999 | Total Bonds | | | | XXX | 3,462,091 | 3,400,000.00 | 9,998 | XXX |
| 009158-10-6 | AIR PRODUCTS & CHEMICALS INC | | 08/05/2013 | BONY BROKERAGE | 457,000 | 49,226 | | | L |
| 03073E-10-5 | AMERISOURCEBERGEN CORP | | 09/25/2013 | KEYBANC CAPITAL MARKETS INC | 794,000 | 48,487 | | | L |
| 032654-10-5 | ANALOG DEVICES INC | | 08/05/2013 | BONY BROKERAGE | 494,000 | 24,533 | | | L |
| 17275R-10-2 | CISCO SYSTEMS INC | | 08/05/2013 | VARIOUS | 936,000 | 24,625 | | | L |
| G2554F-11-3 | COVIDIEN PLC | | 07/01/2013 | Unknown | 1,235,000 | 63,777 | | | U |
| 231021-10-6 | CUMMINS INC | | 09/25/2013 | VARIOUS | 565,000 | 73,000 | | | L |
| 26875P-10-1 | EOG RESOURCES INC | | 08/28/2013 | VARIOUS | 379,000 | 59,478 | | | L |
| 37045V-10-0 | GENERAL MOTORS CO | | 09/10/2013 | VARIOUS | 2,613,000 | 95,234 | | | L |
| 501044-10-1 | KROGER CO | | 09/25/2013 | VARIOUS | 1,839,000 | 72,961 | | | L |
| G5785G-10-7 | MALLINCKRODT PLC | | 07/01/2013 | Unknown | 154,375 | 6,238 | | | L |
| 61166W-10-1 | MONSANTO CO | | 09/25/2013 | SG COWEN SECURITIES CORP | 116,000 | 12,225 | | | L |
| 65339F-10-1 | NEXTERA ENERGY INC | | 08/05/2013 | BONY BROKERAGE | 93,000 | 8,121 | | | L |
| 747525-10-3 | QUALCOMM INC | | 09/09/2013 | BAIRD (ROBERT W.) & CO, INC. | 345,000 | 23,874 | | | L |
| 857477-10-3 | STATE STREET CORP | | 08/22/2013 | BERNSTEIN (SANFORD C) & CO. | 522,000 | 36,346 | | | L |
| 91324P-10-2 | UNITEDHEALTH GROUP INC | | 09/09/2013 | VARIOUS | 1,328,000 | 93,482 | | | L |
| 949746-10-1 | WELLS FARGO & CO | | 07/12/2013 | BONY BROKERAGE | 408,000 | 17,372 | | | L |
| 9099999 | Total Common Stock Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 708,979 | XXX | | XXX |

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

1.

SCHEDULE D - PART 3

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

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

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 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 (Amort- ization)/ 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. | | | | | | | |
| 912828-RD-4 | US TREASURY N/B | | 09/03/2013 | Maturity | | 200,000 | 200,000.00 | 199,688 | 199,896 | | 104 | | 104 | | 200,000 | | | | 250 | 08/31/2013 | 1 |
| 0599999 | Total - Bonds - U.S. Governments | | | | XXX | 200,000 | 200,000.00 | 199,688 | 199,896 | | 104 | | 104 | | 200,000 | | | | 250 | XXX | XXX |
| 31398A-2S-0 | FANNIE MAE | | 09/03/2013 | Maturity | | 200,000 | 200,000.00 | 199,428 | 199,828 | | 172 | | 172 | | 200,000 | | | | 2,000 | 09/23/2013 | 1 |
| 31398A-X3-1 | FANNIE MAE | | 08/20/2013 | Maturity | | 200,000 | 200,000.00 | 200,800 | 200,218 | | (218) | | (218) | | 200,000 | | | | 2,500 | 08/20/2013 | 1 |
| 3133XR-X8-8 | FEDERAL HOME LOAN BANK | | 09/06/2013 | Maturity | | 245,000 | 245,000.00 | 255,743 | 246,631 | | (1,631) | | (1,631) | | 245,000 | | | | 9,800 | 09/06/2013 | 1 |
| 3134A4-TZ-7 | FREDDIE MAC | | 07/15/2013 | Maturity | | 175,000 | 175,000.00 | 192,791 | 178,482 | | (3,482) | | (3,482) | | 175,000 | | | | 7,875 | 07/15/2013 | 1 |
| 3137EA-CU-1 | FREDDIE MAC | | 07/25/2013 | Credit Suisse First Bost | | 196,950 | 195,000.00 | 197,718 | 196,916 | | (763) | | (763) | | 196,227 | | | | 1,928 | 07/30/2014 | 1 |
| 312945-ZD-3 | RMBS - FG A97040 | | 09/16/2013 | Direct | | 64,138 | 64,138.16 | 67,624 | 67,653 | | 307 | | 307 | | 67,959 | | | | (3,821) | (3,821) | 1,644 |
| 3128M7-4G-8 | RMBS - FG G05923 | | 09/16/2013 | Direct | | 39,954 | 39,953.67 | 43,488 | 43,447 | | (13) | | (13) | | 43,434 | | | | 1,457 | 02/01/2040 | 1 |
| 31368H-MY-6 | RMBS - FN 190375 | | 09/25/2013 | Direct | | 33,445 | 33,444.96 | 36,591 | 36,559 | | 475 | | 475 | | 37,034 | | | | (3,589) | (3,589) | 1,213 |
| 31368H-M4-2 | RMBS - FN 190379 | | 09/25/2013 | Direct | | 5,631 | 5,631.14 | 6,031 | 6,028 | | 59 | | 59 | | 6,088 | | | | (457) | (457) | 204 |
| 31385W-SB-6 | RMBS - FN 555014 | | 09/25/2013 | Direct | | 23,786 | 23,786.16 | 25,934 | 25,561 | | (168) | | (168) | | 25,393 | | | | (1,607) | (1,607) | 870 |
| 31402C-PL-0 | RMBS - FN 725027 | | 09/25/2013 | Direct | | 40,009 | 40,008.98 | 43,113 | 43,080 | | 271 | | 271 | | 43,351 | | | | (3,342) | (3,342) | 1,319 |
| 31403C-6L-0 | RMBS - FN 745275 | | 09/25/2013 | Direct | | 36,436 | 36,435.81 | 39,476 | 39,442 | | 346 | | 346 | | 39,788 | | | | (3,352) | (3,352) | 1,205 |
| 31403D-DX-4 | RMBS - FN 745418 | | 09/25/2013 | Direct | | 60,518 | 60,518.17 | 65,902 | 65,851 | | 628 | | 628 | | 66,479 | | | | (5,961) | (5,961) | 2,210 |
| 31410F-VW-2 | RMBS - FN 888129 | | 09/25/2013 | Direct | | 5,644 | 5,644.35 | 6,045 | 6,042 | | 50 | | 50 | | 6,092 | | | | (447) | (447) | 206 |
| 31410K-JY-1 | RMBS - FN 889579 | | 09/25/2013 | Direct | | 40,558 | 40,557.70 | 44,528 | 44,496 | | 526 | | 526 | | 45,023 | | | | (4,465) | (4,465) | 1,614 |
| 31412P-RQ-6 | RMBS - FN 931195 | | 09/25/2013 | Direct | | 3,074 | 3,073.95 | 3,257 | 3,252 | | 13 | | 13 | | 3,265 | | | | (191) | (191) | 93 |
| 31416B-QD-3 | RMBS - FN 995152 | | 09/25/2013 | Direct | | 35,320 | 35,320.39 | 38,632 | 38,422 | | (275) | | (275) | | 38,146 | | | | (2,826) | (2,826) | 1,288 |
| 31416B-TW-8 | RMBS - FN 995265 | | 09/25/2013 | Direct | | 3,520 | 3,520.10 | 3,823 | 3,802 | | 11 | | 11 | | 3,813 | | | | (293) | (293) | 128 |
| 31417V-N6-6 | RMBS - FN AC8512 | | 09/25/2013 | Direct | | 3,585 | 3,584.85 | 3,800 | 3,801 | | 21 | | 21 | | 3,822 | | | | (237) | (237) | 105 |
| 31418N-YK-0 | RMBS - FN AD1613 | | 09/25/2013 | Direct | | 28,132 | 28,131.67 | 30,136 | 30,030 | | 170 | | 170 | | 30,199 | | | | (2,067) | (2,067) | 823 |
| 31418R-GS-4 | RMBS - FN AD3808 | | 09/25/2013 | Direct | | 11,655 | 11,654.61 | 12,212 | 12,206 | | 68 | | 68 | | 12,274 | | | | (620) | (620) | 345 |
| 313844-Y5-8 | RMBS - FN AH3431 | | 09/25/2013 | Direct | | 20,467 | 20,466.82 | 21,439 | 21,389 | | 30 | | 30 | | 21,419 | | | | (952) | (952) | 468 |
| 3138AM-UJ-2 | RMBS - FN AI7784 | | 09/25/2013 | Direct | | 45,000 | 45,000.25 | 47,953 | 47,923 | | 321 | | 321 | | 48,244 | | | | (3,244) | (3,244) | 1,323 |
| 3138EG-FA-7 | RMBS - FN AL0160 | | 09/25/2013 | Direct | | 24,951 | 24,951.49 | 26,644 | 26,632 | | 124 | | 124 | | 26,757 | | | | (1,805) | (1,805) | 734 |
| 3199999 | U.S. Total - Bonds - Special Revenue and Special Assessment Non-Guaranteed Obl | | | | XXX | 1,542,773 | 1,540,823.23 | 1,613,108 | 1,587,691 | | (2,958) | | (2,958) | | 1,584,807 | | | | (42,033) | (42,033) | 41,352 |
| 025816-AQ-2 | AMERICAN EXPRESS CO | | 07/15/2013 | Maturity | | 500,000 | 500,000.00 | 507,980 | 500,919 | | (919) | | (919) | | 500,000 | | | | 24,375 | 07/15/2013 | 1FE |
| 428236-BB-8 | HEWLETT-PACKARD CO | | 09/13/2013 | Maturity | | 500,000 | 500,000.00 | 500,280 | 500,083 | | (83) | | (83) | | 500,000 | | | | 6,250 | 09/13/2013 | 2FE |
| 88732J-AX-6 | TIME WARNER CABLE INC | | 07/18/2013 | Chase/Greenwhich Cap | | 388,296 | 400,000.00 | 416,828 | 415,230 | | (934) | | (934) | | 414,296 | | | | (26,000) | (26,000) | 15,492 |
| 3899999 | Total - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 1,388,296 | 1,400,000.00 | 1,425,088 | 1,416,232 | | (1,936) | | (1,936) | | 1,414,296 | | | | (26,000) | (26,000) | 46,117 |
| | | | | | | | | | | | | | | | | | | | | | |

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

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i n g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 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 (Amort- ization)/ 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. | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | |
| 8399997 | Total - Bonds - Part 4 | | | | XXX | 3,131,069 | 3,140,823 | 3,237,884 | 3,203,819 | | (4,790) | | (4,790) | | (4,790) | | 3,199,103 | | (68,033) | (68,033) | 87,719 | XXX | XXX |
| 8399998 | Summary Item from Part 5 for Bonds | | | | XXX | XXX | XXX | XXX | XXX | | | | | | | | | | | | | XXX | XXX |
| 8399999 | Total Bonds | | | | XXX | 3,131,069 | 3,140,823.23 | 3,237,884 | 3,203,819 | | (4,790) | | (4,790) | | (4,790) | | 3,199,103 | | (68,033) | (68,033) | 87,719 | XXX | XXX |
| E051 | G1151C-10-1 | ACCENTURE PLC-CL A | R | 09/09/2013 | VARIOUS | 469.00 | 34,582 | | 29,372 | 31,189 | (1,816) | | | (1,816) | | 29,372 | | 5,210 | 5,210 | 380 | L | | |
| | H0023R-10-5 | ACE LTD | R | 08/13/2013 | BONY BROKERAGE | 179.00 | 16,298 | | 14,170 | 14,284 | (114) | | | (114) | | 14,170 | | 2,128 | 2,128 | 179 | L | | |
| | 053015-10-3 | AUTOMATIC DATA PROCESSING | | 08/05/2013 | BONY BROKERAGE | 256.00 | 18,301 | | 14,534 | 14,574 | (41) | | | (41) | | 14,534 | | 3,767 | 3,767 | 223 | L | | |
| | 071813-10-9 | BAXTER INTERNATIONAL INC | | 07/01/2013 | VARIOUS | | | | | | | | | | | | | | | 157 | L | | |
| | G2554F-11-3 | COVIDIEN PLC | R | 07/01/2013 | Unknown | 1,235.00 | 70,015 | | 70,015 | 71,309 | (1,294) | | | (1,294) | | 70,015 | | | | 321 | U | | |
| | 29250N-10-5 | ENBRIDGE INC | I | 09/04/2013 | JP MORGAN SECURIT | 1,533.00 | 62,477 | | 65,431 | 66,410 | (978) | | | (978) | | 65,431 | | (2,954) | (2,954) | 1,184 | L | | |
| | 30231G-10-2 | EXXON MOBIL CORP | | 08/05/2013 | BONY BROKERAGE | 196.00 | 17,860 | | 16,576 | 16,964 | (388) | | | (388) | | 16,576 | | 1,284 | 1,284 | 235 | L | | |
| | 364760-10-8 | GAP INC/THE | | 08/22/2013 | BERNSTEIN (SANFOR | 283.00 | 11,835 | | 10,238 | | | | | | | 10,238 | | 1,597 | 1,597 | 85 | L | | |
| | 459200-10-1 | INTL BUSINESS MACHINES CORP | | 07/12/2013 | BONY BROKERAGE | 341.00 | 65,358 | | 63,977 | 65,319 | (1,342) | | | (1,342) | | 63,977 | | 1,382 | 1,382 | 614 | L | | |
| | 46625H-10-0 | JPMORGAN CHASE & CO | | 09/25/2013 | SG COWEN SECURITI | 508.00 | 26,116 | | 21,995 | 22,336 | (341) | | | (341) | | 21,995 | | 4,120 | 4,120 | 498 | L | | |
| | 487836-10-8 | KELLOGG CO | | 09/16/2013 | VARIOUS | 1,253.00 | 75,503 | | 76,158 | | | | | | | 76,158 | | (654) | (654) | 1,244 | L | | |
| | 494368-10-3 | KIMBERLY-CLARK CORP | | 07/22/2013 | CITATION GROUP | 485.00 | 47,418 | | 36,677 | 40,949 | (4,271) | | | (4,271) | | 36,677 | | 10,741 | 10,741 | 1,169 | L | | |
| | G5785G-10-7 | MALLINCKRODT PLC | R | 08/05/2013 | VARIOUS | 154.38 | 6,970 | | 6,238 | | | | | | | 6,238 | | 732 | 732 | L | | | |
| | 713448-10-8 | PEPSICO INC | | 09/30/2013 | BERNSTEIN (SANFOR | 995.00 | 79,976 | | 81,376 | | | | | | | 81,376 | | (1,400) | (1,400) | 565 | L | | |
| | 783549-10-8 | RYDER SYSTEM INC | | 09/20/2013 | CITATION GROUP | 390.00 | 21,978 | | 19,159 | 19,473 | (314) | | | (314) | | 19,159 | | 2,819 | 2,819 | 374 | L | | |
| | 80105N-10-5 | SANOFI-ADR | R | 08/05/2013 | VARIOUS | 1,091.00 | 55,549 | | 51,796 | 30,797 | (238) | | | (238) | | 51,796 | | 3,753 | 3,753 | 1,382 | L | | |
| | 931142-10-3 | WAL-MART STORES INC | | 09/03/2013 | VARIOUS | 521.00 | 39,400 | | 35,693 | 32,955 | (145) | | | (145) | | 35,693 | | 3,706 | 3,706 | 610 | L | | |
| | 254687-10-6 | WALT DISNEY CO/THE | | 08/22/2013 | BERNSTEIN (SANFOR | 386.00 | 23,780 | | 19,004 | 19,219 | (215) | | | (215) | | 19,004 | | 4,776 | 4,776 | 4,776 | L | | |
| | 976657-10-6 | WISCONSIN ENERGY CORP | | 09/03/2013 | BERNSTEIN (SANFOR | 352.00 | 14,418 | | 12,927 | 12,971 | (44) | | | (44) | | 12,927 | | 1,490 | 1,490 | 374 | L | | |
| 9099999 | Total - Common Stock - Industrial and Miscellaneous (Unaffiliated) | | | | XXX | 687,834 | | 645,336 | 458,749 | (11,541) | | | | (11,541) | | 645,336 | | 42,497 | 42,497 | 9,594 | XXX | XXX | |
| 9799997 | Total - Common Stock - Part 4 | | | | XXX | 687,834 | XXX | 645,336 | 458,749 | (11,541) | | | | (11,541) | | 645,336 | | 42,497 | 42,497 | 9,594 | XXX | XXX | |
| 9799998 | Summary Item from Part 5 for Common Stocks | | | | XXX | XXX | XXX | XXX | XXX | | | | | | | | | | | | XXX | XXX | |
| 9799999 | Total Common Stocks | | | | XXX | 687,834 | XXX | 645,336 | 458,749 | (11,541) | | | | (11,541) | | 645,336 | | 42,497 | 42,497 | 9,594 | XXX | XXX | |
| 9899999 | Total Preferred and Common Stocks | | | | XXX | 687,834 | XXX | 645,336 | 458,749 | (11,541) | | | | (11,541) | | 645,336 | | 42,497 | 42,497 | 9,594 | XXX | XXX | |

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

1.

SCHEDULE D - PART 4

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

| 1 CUSIP Ident- ification | 2 Description | 3 F o r e i g n | 4 Disposal Date | 5 Name of Purchaser | 6 Number of Shares of Stock | 7 Consid- eration | 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 Desig- nation or Market Indicator (a) | | |
|-----------------------------------|------------------|--------------------------------------|-----------------------|---------------------------|--|-------------------------|-------------------|---------------------|---|--|--|---|--|--|---|--|---|--|---|---|--|-----|--|
| | | | | | | | | | | 11 Unrealized Valuation Increase/ (Decrease) | 12 Current Year's (Amort- ization)/ 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. | | | | | | | | | |
| E05.2 | | | | | | | | | | | | | | | | | | | | | | | |
| 9999999 | Totals | | | | | | 3,818,903 | XXX | 3,883,220 | 3,662,568 | (11,541) | (4,790) | | (16,331) | | 3,844,439 | | (25,536) | (25,536) | 97,313 | XXX | XXX | |

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

1.

NONE 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 Schedule DL - Part 1

NONE Schedule DL - Part 2

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

| 1 Depository | 2 Code | 3 Rate of Interest | 4 Amount of Interest Received During Current Quarter | 5 Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter | | | 9 * |
|---|----------------|-----------------------------|---|---|---|-------------------|------------------|--------|
| | | | | | 6 First Month | 7 Second Month | 8 Third Month | |
| Open Depositories | | | | | | | | |
| Bank of Oklahoma | Tulsa, OK | 0.080 | 19 | | 95,150 | 91,650 | 91,656 | |
| Fifth Third Bank | Cincinnati, OH | | | | 5,126,532 | 6,054,435 | 8,884,589 | |
| Fifth Third Bank | Cincinnati, OH | | | | 8,174 | 10,041 | 8,269 | |
| Fifth Third Bank | Cincinnati, OH | | | | 2,299 | 2,299 | 2,299 | |
| Fifth Third Bank | Cincinnati, OH | 0.050 | 18 | | 142,598 | 142,604 | 142,610 | |
| Fifth Third Bank | Cincinnati, OH | | | | 100,000 | 100,000 | 100,000 | |
| Fifth Third Bank | Cincinnati, OH | 0.050 | 57 | | 449,706 | 449,725 | 449,744 | |
| Fifth Third Bank | Cincinnati, OH | 0.060 | 12 | | 94,717 | 91,221 | 71,079 | |
| 0199998 Deposits in (0) depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories | XXX | XXX | | | | | | XXX |
| 0199999 Total - Open Depositories | XXX | XXX | 106 | | 6,019,176 | 6,941,975 | 9,750,246 | XXX |
| Suspended Depositories | | | | | | | | |
| 0299998 Deposits in (0) depositories that do not exceed the allowable limit in any one depository (see Instructions) - Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0299999 Total Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0399999 Total Cash on Deposit | XXX | XXX | 106 | | 6,019,176 | 6,941,975 | 9,750,246 | XXX |
| 0499999 Cash in Company's Office | XXX | XXX | XXX | XXX | 300 | | | XXX |
| 0599999 Total | XXX | XXX | 106 | | 6,019,476 | 6,941,975 | 9,750,246 | XXX |

NONE Schedule E - Part 2