

ANNUAL STATEMENT

For the Year Ended

December 31, 2013-

OF THE CONDITION AND AFFAIRS OF THE

MARION MUTUAL INSURANCE ASSOCIATION

ORGANIZED UNDER THE LAWS OF THE STATE OF OHIO

Made to the

INSURANCE COMMISSIONER OF THE STATE OF OHIO

Pursuant to the Laws thereof

NAIC Company Code

10281

Home Office

6420 SR 119 (CASSELLA)

MARIA STEIN

45860

OH

City

Zip Code

Mail Address

6420 SR 119 (CASSELLA)

MARIA STEIN

45860

OH

City

Zip Code

Main Administrative Office

(419) 925-0335

Telephone Number

Organized

FEBRUARY 1881

Commenced Business

JULY 1881

Annual Statement Contact Person

TOD JAMES CARMONY

Telephone Number

330-345-8100-324

Contact Person Email Address

tod-carmony@wayneinsgroup.com

OFFICERS

President

TOD JAMES CARMONY

Vice President

Secretary

MORRIS STUTZMAN

Treasurer

DAVID EDWARD TSCHANTZ

DIRECTORS

(ALL DIRECTORS MUST BE SHOWN)

SCOTT LEE PREISING

TOD JAMES CARMONY

DAVID EDWARD TSCHANTZ

MORRIS STUTZMAN

GREGORY TODD BUEHLER

ELIZABETH F MCCOY

DONALD A RAMSEYER

State of Ohio

County of

WAYNE

TOD JAMES CARMONY

President and

MORRIS STUTZMAN

Secretary of the

MARION MUTUAL INSURANCE ASSOCIATION

above described officers of said reporting entity, and that on the reporting period stated above all 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, with the schedules and explanations herein contained, annexed or referred to, is a full and correct 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, according to the best of their information, knowledge and belief, respectively.

Subscribed and sworn to before me, this 26th

day of February 2014

Kimberly A. Mast

Notary Public



KIMBERLY A. MAST
NOTARY PUBLIC, STATE OF OHIO
My Commission Expires
Oct. 30, 2015

Tod J. Carmony
President
M. Stutzman
Secretary

Signature of Person Preparing Statement

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

ASSETS

| | | Assets Current Year | Nonadmitted Assets Current Year | Net Admitted Assets Current Year | Net Admitted Assets Prior Year |
|------|--|------------------------|---------------------------------------|--|--------------------------------------|
| 1 | Bonds (Schedule D - Part 1) | 358,144.29 | 0.00 | 358,144.29 | 371,085.40 |
| 2 | Preferred stocks, common stocks and mutual funds (Schedule D - Part 2) | 7,251.30 | 0.00 | 7,251.30 | 226,428.86 |
| 3 | Real estate (less liens, encumbrances) (Schedule A) | 75,373.78 | 0.00 | 75,373.78 | 78,637.17 |
| 4 | Cash (Schedule E) | 412,751.86 | 0.00 | 412,751.86 | 145,322.87 |
| 5 | Short-term investments | | 0.00 | 0.00 | |
| 6 | Aggregate write-ins for invested assets | | 0.00 | 0.00 | |
| 7 | Subtotals, cash and invested assets | 853,521.23 | 0.00 | 853,521.23 | 821,474.30 |
| 8 | Investment income due and accrued | 4,407.76 | 0.00 | 4,407.76 | 4,516.74 |
| 9.1 | Assessments or premiums in the course of collection (including agents balances) | 71,574.31 | 0.00 | 71,574.31 | 265,923.45 |
| 9.2 | Deferred premiums, agents' balances and installments booked but deferred and not yet due | | 0.00 | 0.00 | |
| 9.3 | Earned but unbilled premiums (post assessment) | | 0.00 | 0.00 | |
| 10.1 | Amounts recoverable from reinsurers | 19,267.24 | 0.00 | 19,267.24 | 44,085.98 |
| 10.2 | Funds held by or deposited with reinsured companies | | 0.00 | 0.00 | |
| 11.1 | Current federal income tax recoverable and interest thereon | | 0.00 | 0.00 | |
| 11.2 | Net deferred tax asset | | 0.00 | 0.00 | |
| 12 | Electronic data processing equipment and software | 33,525.30 | 29,356.30 | 4,169.00 | 5,360.00 |
| 13 | Furniture and equipment | | 0.00 | 0.00 | |
| 14 | Receivables from parent, subsidiaries and affiliates | | 0.00 | 0.00 | |
| 15 | Aggregate write-ins for other than invested assets | 0.00 | 0.00 | 0.00 | 0.00 |
| 16 | Total Assets | 982,295.84 | 29,356.30 | 952,939.54 | 1,141,360.47 |
| | Details of Write-Ins for Assets: | | | | |
| 1501 | | | | 0.00 | |
| 1502 | | | | 0.00 | |
| 1503 | | | | 0.00 | |
| 1598 | Summary or remaining write-ins from overflow page | 0.00 | 0.00 | 0.00 | 0.00 |
| 1599 | Total aggregate write-ins | 0.00 | 0.00 | 0.00 | 0.00 |

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

LIABILITIES, SURPLUS AND OTHER FUNDS

| | | Current Year | Prior Year |
|------|---|--------------|--------------|
| 1 | Unpaid Losses (Underwriting Exhibit - Part 2A) | 0.00 | 23,258.59 |
| 2 | Unpaid loss adjustment expenses (Underwriting Exhibit - Part 2A) | 0.00 | |
| 3 | Commissions due and payable to agents | 56,842.68 | |
| 4 | Other expenses (excluding taxes, licenses and fees) | 63,472.64 | 16,398.78 |
| 5 | Taxes, licenses and fees (excluding federal income taxes) | | |
| | Current federal income taxes (including \$0 on realized capital gains | | |
| 6 | (losses)) | | |
| 7 | Net deferred tax liability | | |
| 8 | Borrowed money and interest thereon | | 24,157.68 |
| 9 | Unearned assessment/premium reserve | | 665,112.52 |
| 10 | Advance premium | | |
| 11 | Ceded reinsurance premiums payable | 334,273.90 | 96,519.72 |
| 12 | Funds held by company under reinsurance treaties | | |
| 13 | Amounts withheld or retained by company for account of others | | |
| 14 | Provision for unauthorized reinsurance | | |
| 15 | Payable to parent, subsidiaries and affiliates | 298,587.67 | |
| 16 | Aggregate write-ins for liabilities | 0.00 | 0.00 |
| 17 | Total liabilities | 753,176.89 | 825,447.29 |
| 18 | Surplus as regards policyholders | 199,762.65 | 315,913.18 |
| 19 | Total liabilities and surplus | 952,939.54 | 1,141,360.47 |
| | Details of Write-Ins for Liabilities: | | |
| 1601 | | | |
| 1602 | | | |
| 1603 | | | |
| 1698 | Summary or remaining write-ins from overflow page | 0.00 | 0.00 |
| 1699 | Total aggregate write-ins | 0.00 | 0.00 |

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION
STATEMENT OF INCOME**

2013-

| | | Current Year | Prior Year |
|-----------------------------|---|--------------|--------------|
| UNDERWRITING INCOME | | | |
| 1.1 | Gross Assessments/Premiums earned | 2,756,415.92 | 2,118,785.42 |
| 1.2 | Less: Return Assessments/Premiums earned | 56,438.82 | |
| 1.3 | Direct Assessments/Premiums earned | 2,756,415.92 | 2,062,346.60 |
| 1.4 | Deduct premiums for reinsurance ceded (Reinsurance Schedule) | 2,756,415.92 | 546,939.74 |
| 1.5 | Add premiums received for reinsurance assumed (Reinsurance Schedule) | 0.00 | |
| 1.6 | Net Assessments/Premiums earned | 0.00 | 1,515,406.86 |
| DEDUCTIONS | | | |
| 2 | Losses incurred (Underwriting Exhibit - Part 2) | 0.00 | 971,236.19 |
| 3 | Loss expenses incurred (Expense Exhibit) | 0.00 | 70,088.24 |
| 4 | Other underwriting expenses incurred (Expense Exhibit) | 225,907.72 | 866,610.32 |
| 5 | Aggregate write-ins for underwriting deductions | 0.00 | 0.00 |
| 6 | Total underwriting deductions | 225,907.72 | 1,907,934.75 |
| 7 | Net underwriting gain (loss) | -225,907.72 | -392,527.89 |
| INVESTMENT INCOME | | | |
| 8 | Net investment income earned | 26,789.11 | 32,146.94 |
| 9 | Net realized capital gains (losses) less capital gains tax | 73,910.74 | 46,457.32 |
| 10 | Net investment gain (loss) | 100,699.85 | 78,604.26 |
| OTHER INCOME | | | |
| 11 | Net gain (loss) from agents' or premium balances charged off | 17,413.70 | 44,853.30 |
| 12 | Finance and service charges not included in premiums | 25,841.61 | 12,991.74 |
| 13 | Aggregate write-ins for miscellaneous income | 43,255.31 | 57,845.04 |
| 14 | Total other income | -81,952.56 | -256,078.59 |
| 15 | Net income, after capital gains tax and before federal income taxes | -81,952.56 | -256,078.59 |
| 16 | Federal income taxes incurred | -81,952.56 | -256,078.59 |
| 17 | Net income | 315,913.18 | 576,576.00 |
| SURPLUS ACCOUNT | | | |
| 18 | Surplus as regards policyholders, December 31 prior year | -81,952.56 | -256,078.59 |
| 19 | Net income | -48,241.60 | -18,627.30 |
| 20 | Change in net unrealized capital gains or (losses) less capital gains tax | 14,043.63 | 14,043.07 |
| 21 | Change in net deferred income tax | 0.00 | 0.00 |
| 22 | Change in nonadmitted assets (Exhibit of Nonadmitted Assets) | -116,150.53 | -260,662.82 |
| 23 | Change in provision for reinsurance | 199,762.65 | 315,913.18 |
| 24 | Aggregate write-ins for gains and losses in surplus | 0.00 | 0.00 |
| 25 | Surplus as regards policyholders, December 31 current year | | |
| DETAILS OF WRITE-INS | | | |
| 0501 | | | |
| 0502 | | | |
| 0503 | | | |
| 0599 | Total Aggregate write-ins for underwriting deductions | 0.00 | 0.00 |
| 1301 | MISCELLANEOUS | 16,735.68 | 12,991.74 |
| 1302 | SUPPLEMENTAL PREMIUM | 9,105.93 | |
| 1303 | | | |
| 1304 | | | |
| 1399 | Total Aggregate write-ins for miscellaneous income | 25,841.61 | 12,991.74 |
| 2401 | | | |
| 2402 | | | |
| 2499 | Total Aggregate write-ins for gains and losses in surplus | 0.00 | 0.00 |

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

CASH FLOW STATEMENT

| | | Current Year | Prior Year |
|---|--|--------------|--------------|
| Cash from Operations | | | |
| 1 | Premiums/Assessments collected net of reinsurance | -233,009.20 | 1,736,206.65 |
| 2 | Net investment income | 30,090.85 | 35,728.03 |
| 3 | Miscellaneous income | 43,255.31 | 57,845.04 |
| 4 | Total | -159,663.04 | 1,829,779.72 |
| 5 | Benefit and loss related payments | -1,560.15 | 1,054,906.58 |
| 6 | Commissions, expenses paid and aggregate write-ins for deductions | 121,991.18 | 951,210.78 |
| 7 | Federal and foreign income taxes paid (recovered) | 120,431.03 | 2,006,117.36 |
| 8 | Total | -280,094.07 | -176,337.64 |
| 9 | Net cash from operations | -280,094.07 | -176,337.64 |
| Cash from Investments | | | |
| 10 | Proceeds from investments sold, matured or repaid: | | |
| 10.1 | Bonds | 108,000.00 | 157,042.00 |
| 10.2 | Stocks | 253,046.42 | 174,510.14 |
| 10.3 | Real estate | | |
| 10.4 | Net gains (losses) on cash, cash equivalents and short- term investments | | |
| 10.5 | Miscellaneous proceeds | | |
| 10.6 | Total investment proceeds | 361,046.42 | 331,552.14 |
| 11 | Cost of investments acquired (long-term only): | | |
| 11.1 | Bonds | 95,846.00 | 124,806.30 |
| 11.2 | Stocks | 7,341.98 | 23,719.05 |
| 11.3 | Real estate | | |
| 11.4 | Miscellaneous applications | | |
| 11.5 | Total investments acquired | 103,187.98 | 148,525.35 |
| 11.6 | Net cash from investments | 257,858.44 | 183,026.79 |
| Cash from Financing and Miscellaneous Sources | | | |
| 12.1 | Borrowed funds (cash provided/applied) | -24,157.68 | -5,097.32 |
| 12.2 | Other cash provided (applied) | 313,822.30 | 8,719.04 |
| 13 | Net cash from financing and miscellaneous sources | 289,664.62 | 3,621.72 |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT- TERM INVESTMENTS | | | |
| 14 | Net change in cash, cash equivalents and short-term investments | 267,428.99 | 10,310.87 |
| 15.1 | Beginning of year (cash, cash equivalents and short-term investments) | 145,322.87 | 135,012.00 |
| 15.2 | End of year (cash, cash equivalents and short-term investments) | 412,751.86 | 145,322.87 |

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

EXPENSE EXHIBIT

| | | Current Year |
|------|---|--------------|
| 1.1 | Claim Adjusting: Direct | 19,643.04 |
| 1.2 | Reinsurance assumed | 0.00 |
| 1.3 | Reinsurance ceded excluding contingent (commission and brokerage) | 19,643.04 |
| 1.4 | Net claim adjusting | 0.00 |
| 2.1 | Commission and Brokerage: Direct commission and brokerage | 427,760.17 |
| 2.2 | Reinsurance assumed excluding contingent | 0.00 |
| 2.3 | Reinsurance ceded excluding contingent (commission and brokerage) | 781,351.63 |
| 2.4 | Contingent - direct (commission and brokerage) | 11,912.76 |
| 2.5 | Contingent - reinsurance assumed (commission and brokerage) | 0.00 |
| 2.6 | Contingent - reinsurance ceded (commission and brokerage) | 0.00 |
| 2.7 | Policy and membership fees (commission and brokerage) | 0.00 |
| 2.8 | Net commission and brokerage | (341,678.70) |
| 3 | Allowances to managers and agents | 7,507.77 |
| 4 | Advertising | 8,343.69 |
| 5 | Boards, bureaus and associations | 11,044.77 |
| 6 | Surveys and underwriting reports | 67,734.20 |
| 7 | Audit of assureds' records | 0.00 |
| 8.1 | Salary and related items: Salaries | 0.00 |
| 8.2 | Payroll taxes | 0.00 |
| 9 | Employee relations and welfare | 0.00 |
| 10 | Insurance | 26,811.15 |
| 11 | Directors' fees | 12,700.00 |
| 12 | Travel and travel items | 7,343.56 |
| 13 | Rent and rent items | 7,800.00 |
| 14 | Equipment | 0.00 |
| 15 | Cost or depreciation of EDP equipment and software | 18,498.02 |
| 16 | Printing and stationery | 37,653.05 |
| 17 | Postage, telephone, exchange and express | 16,388.81 |
| 18 | Legal and auditing | 547.95 |
| 19 | Loss adjustment expenses | 0.00 |
| 18 | Investment expenses | 0.00 |
| 19 | Totals | 222,372.97 |
| 20.1 | Taxes, licenses and fees: State and local insurance taxes | |
| 20.2 | Insurance department licenses and fees | 7,415.95 |
| 20.3 | All other (excluding federal income and real estate) | 250.00 |
| 20.4 | Total taxes, licenses and fees | 7,665.95 |
| 21 | Real estate expenses | 3,312.87 |
| 22 | Real estate taxes | 2,369.04 |
| 23 | Aggregate write-ins for miscellaneous expenses | 331,865.59 |
| 24 | Total expenses incurred (a) | 225,907.72 |
| 25 | Less unpaid expenses - current year | 120,315.32 |
| 26 | Add unpaid expenses - prior year | 16,398.78 |
| 27 | Total expenses paid | 121,991.18 |
| | Details of Write-Ins: | |
| 2301 | MINE SUBSIDENCE | 12.30 |
| 2302 | UTILITIES | 3,462.51 |
| 2303 | CLERICAL AND MANAGEMENT SERVICES | 328,390.78 |
| 2304 | | |
| 2305 | | |
| 2399 | Total Write-ins | 331,865.59 |

(a) Includes management fees of \$0 to affiliates and \$0 to non-affiliates

ANNUAL STATEMENT FOR THE YEAR 2013-
MARION MUTUAL INSURANCE ASSOCIATION

INSURANCE IN FORCE

| | | Amount (dollars) | Number |
|---|---|---------------------|--------|
| 1 | In force December 31 of previous year (to equal prior year's statement) | 846,884,159 | 2,404 |
| 2 | Written during the year | 207,716,098 | 533 |
| 3 | Total | 1,054,600,257 | 2,937 |
| 4 | Deduct those expired and cancelled | 204,475,599 | 460 |
| 5 | In force December 31 of current year | 850,124,658 | 2,477 |
| 6 | Deduct amount reinsured | 0 | XXX |
| 7 | Net amount in force | 850,124,658 | XXX |

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

**UNDERWRITING EXHIBIT - PART 2
LOSSES INCURRED**

| 1 Lines of Business | 2 Direct Losses Incurred | 3 Losses Incurred on Reinsurance Assumed | 4 Deduct: Reinsurance Recovered on Incurred Losses | 5 Deduct: Salvage and Subrogation Converted To Cash | 6 * Net Losses Incurred Columns 2 and 3 minus Columns 4 and 5 |
|------------------------|-----------------------------------|---|--|--|--|
| PROPERTY | 1,399,292.07 | | 1,399,292.07 | | - |
| OVERFLOW AMOUNTS | | | | | - |
| Totals | \$ 1,399,292.07 | \$ - | \$ 1,399,292.07 | \$ - | \$ - |

* Total should equal Line 2, Page 4, Current Year.

**UNDERWRITING EXHIBIT - PART 2A
UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES**

| 1 Lines of Business | 2 Direct Unpaid Losses | 3 Unpaid Losses on Reinsurance Assumed | 4 Deduct: Reinsurance Recoverable on Unpaid Losses | 5 ** Unpaid Loss Adjustment Expenses | 6 *** Net Unpaid Losses Columns 2 and 3 minus Column 4 |
|------------------------|---------------------------------|---|--|--|--|
| PROPERTY | 369,159.14 | | 369,159.14 | | - |
| OVERFLOW AMOUNTS | | | | | - |
| Totals | \$ 369,159.14 | \$ - | \$ 369,159.14 | \$ - | \$ - |

** Total should equal Line 2, Page 3, Current Year.

*** Total should equal Line 1, Page 3, Current Year.

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

EXHIBIT OF NONADMITTED ASSETS

| | | Current Year Total Nonadmitted Assets | Prior Year Total Nonadmitted Assets | Change in Total Nonadmitted Assets |
|------|--|--|--|---|
| 1 | Bonds | | | 0.00 |
| 2 | Preferred and common stocks and mutual funds | | | 0.00 |
| 3 | Real estate (less liens, encumbrances) | | | 0.00 |
| 4 | Cash | | | 0.00 |
| 5 | Short-term investments | | | 0.00 |
| 6 | Aggregate write-ins for invested assets | | | 0.00 |
| 7 | Subtotals, cash and invested assets | 0.00 | 0.00 | 0.00 |
| 8 | Investment income due and accrued | | | 0.00 |
| 9.1 | Assessments or premiums in the course of collection (including agents balances) | | | 0.00 |
| 9.2 | Premium receivable for advance pay | | | 0.00 |
| 9.3 | Earned but unbilled premiums (post assessment) | | | 0.00 |
| 10.1 | Amounts recoverable from reinsurers | | | 0.00 |
| 10.2 | Funds held by or deposited with reinsured companies | | | 0.00 |
| 11.1 | Current federal income tax recoverable and interest thereon | | | 0.00 |
| 11.2 | Net deferred tax asset | | | 0.00 |
| 12 | Electronic data processing equipment and software | 29,356.30 | 43,399.93 | 14,043.63 |
| 13 | Furniture and equipment | | | 0.00 |
| 14 | Receivables from parent, subsidiaries and affiliates | | | 0.00 |
| 15 | Aggregate write-ins for other than invested assets | 0.00 | 0.00 | 0.00 |
| 16 | Total Assets | 29,356.30 | 43,399.93 | 14,043.63 |
| | Details of Write-Ins for Assets: | | | |
| 1501 | | 0.00 | 0.00 | 0.00 |
| 1502 | | 0.00 | 0.00 | 0.00 |
| 1503 | | 0.00 | 0.00 | 0.00 |
| 1598 | Summary or remaining write-ins from overflow page | 0.00 | 0.00 | 0.00 |
| 1599 | Total aggregate write-ins | 0.00 | 0.00 | 0.00 |

ANNUAL STATEMENT OF MARION MUTUAL INSURANCE ASSOCIATION

SCHEDULE A

Showing All Real Estate OWNED December 31 of Current Year

| 1 Description of Property | 2 Date Acquired | 3 Name of Vendor | 4 Actual Cost | 5 Current Year Acquisitions or Permanent Improvements | 6 Accumulated Depreciation | 7 Amount of Encumbrances | 8 Book Value End of Current Year (Col. 4+5-6-7) * | 9 Gross Income Current Year (Real Estate) | 10 Gross Expenses Current Year (Real Estate) |
|---------------------------------|-----------------------|---------------------|------------------|--|----------------------------------|-----------------------------------|--|---|--|
| OFFICE BUILDING & IMPROVEMENTS | VARIOUS | | 159,393.99 | | 84,020.21 | | 75,373.78 | 9,175.00 | 7,800.00 |
| | | | | | | | - | | |
| | | | | | | | - | | |
| | | | | | | | - | | |
| OVERFLOW AMOUNTS | | | | | | | | | |
| Totals | XXX | XXX | \$ 159,393.99 | \$ - | \$ 84,020.21 | \$ - | \$ 75,373.78 | \$ 9,175.00 | \$ 7,800.00 |

*Total to agree with Page 2, Line 3, Current Year.

FURNITURE, FIXTURES and AUTOMOBILES

Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year

| 1 Description | 2 Date Acquired | 3 Name of Vendor | 4 Actual Cost | 5 Current Year Acquisitions or Permanent Improvements | 6 Accumulated Depreciation | 7 Amount of Encumbrances | 8 Book Value End of Current Year (Col. 4+5-6-7) |
|--------------------|-----------------------|---------------------|------------------|--|----------------------------------|-----------------------------------|--|
| COMPUTER & IMAGING | VARIOUS | | 77,136.28 | | 43,610.98 | | 33,525.30 |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| | | | | | | | - |
| OVERFLOW AMOUNTS | | | | | | | |
| Totals | XXX | XXX | \$ 77,136.28 | \$ - | \$ 43,610.98 | \$ - | \$ 33,525.30 |

SCHEDULE D - PART 1

Showing all BONDS Owned on December 31 of Current Year

| 1 | 2 Description | 3 | 4 | 5 | 6 | 7 | 8 | Interest | | | 12 | 13 | 14 Amount of Interest due and accrued Dec. 31. Current year, on bonds in default as to principal or interest | 15 | 16 | |
|--|--|--------------------|---------------|---------------|---------------|-------------------------------|--|--|--|--|-----------|-------------|--|---------------|------------------|-----|
| | | | | | | | | 9 | 10 | 11 | | | | | | |
| | | | | | | | | Amount Due and Accrued Dec. 31 of Current Year on bonds not in default | Gross Am't Received During Year | Increase by Adjustment, in Book Value During Year | | | | | | |
| Cusip # | Give complete and accurate description of all bonds owned. | From Whom Acquired | Date Acquired | Par Value | Actual Cost | Book Value / Amortized Value* | Market Value December 31 of Current Year | Rate (%) | | | | | | Maturity Date | NAIC Designation | |
| BONDS - POLITICAL SUBDIVISIONS OF STATES, TERRITORIES AND POSSESSIONS | | | | | | | | | | | | | | | | |
| 721904DB3 | PINAL CNTY ZA UN HSD#82 CASA | WELLS FARGO | 2/1/2011 | 15,000.00 | 15,004.50 | 15,003.06 | 16,110.30 | 4.500% | 338.42 | 675.00 | | | 1,107.24 | | 7/1/2021 | 1 |
| 251129X49 | DETROIT MI CITY SCH DIST | WELLS FARGO | 12/19/2007 | 15,000.00 | 16,294.80 | 15,225.90 | 15,705.90 | 5.000% | 123.29 | 750.00 | | | 480.00 | | 5/1/2015 | 1 |
| 944514GN2 | WAYNE COUNTY MI AIRPORT AUTHORITY | WELLS FARGO | 4/6/2010 | 25,000.00 | 23,727.25 | 24,007.11 | 24,532.75 | 4.500% | 89.38 | 1,125.00 | | | | | 12/1/2026 | 1 |
| 34073XDD7 | FLORIDA GULF COAST UNIV | WELLS FARGO | 7/27/2010 | 25,000.00 | 24,895.00 | 24,921.60 | 25,766.00 | 4.250% | 442.47 | 1,062.50 | | | | | 2/1/2024 | 1 |
| 520840GZ6 | LAWTON MI CMNTY SCHS REF | WELLS FARGO | 7/27/2010 | 30,000.00 | 29,595.00 | 29,673.59 | 30,567.90 | 4.375% | 215.75 | 1,312.50 | | | | | 5/1/2030 | 2 |
| 45479RBE6 | INDIANA HEALTH & EDL FAC | WELLS FARGO | 8/28/2009 | 15,000.00 | 14,644.86 | 14,782.14 | 16,037.70 | 5.000% | 283.56 | 750.00 | | | | | 2/15/2023 | 1 |
| 927781ZV9 | VIRGINIA CLLG BLDG AUTH | WELLS FARGO | 6/25/2013 | 30,000.00 | 30,007.00 | 30,006.78 | 30,235.50 | 4.000% | 397.81 | 600.00 | | | | | 9/1/2029 | 1 |
| 414009HC7 | HARRIS CNTY TX CULTURAL | WELLS FARGO | 6/25/2013 | 30,000.00 | 27,832.00 | 27,890.72 | 26,704.50 | 4.000% | 95.34 | 810.00 | | | | | 12/1/2031 | 1 |
| 34073TFHS | FLORIDA HIGH EDL FACS | WELLS FARGO | 10/29/2013 | 20,000.00 | 20,007.00 | 20,006.92 | 19,894.80 | 4.500% | 224.38 | | | | | | 4/1/2028 | 2 |
| BONDS - SPECIAL REVENUE AND SPECIAL ASSESSMENT OBLIGATIONS | | | | | | | | | | | | | | | | |
| 3136FTU31 | FEDERAL NATL MTG ASSN | WELLS FARGO | 2/16/2012 | 20,000.00 | 20,007.50 | 20,006.58 | 17,793.80 | 3.200% | 229.70 | 640.00 | | | | | 2/22/2027 | |
| 3134A4UM4 | FEDERAL HOME LN MTG CORP | WELLS FARGO | 9/24/2008 | 20,000.00 | 20,446.60 | 20,002.91 | 20,029.20 | 4.500% | 416.71 | 900.00 | | | | | 1/15/2014 | |
| BONDS - INDUSTRIAL AND MISCELLANEOUS | | | | | | | | | | | | | | | | |
| 06738KT50 | BARCLAYS BANK PLC MED TERM NOTE | WELLS FARGO | 2/27/2012 | 30,000.00 | 29,934.30 | 29,940.33 | 30,005.10 | 5.000% | 452.05 | 1,500.00 | | | | | 3/12/2032 | |
| 36966R6Y7 | GENERAL ELECTRIC CAP CORP | WELLS FARGO | 6/14/2010 | 25,000.00 | 25,000.00 | 25,000.00 | 26,760.00 | 5.000% | 54.79 | 1,250.00 | | | | | 6/15/2022 | |
| 61747WAL3 | MORGAN STANLEY SR | WELLS FARGO | 5/1/2012 | 25,000.00 | 24,849.50 | 24,876.59 | 27,975.00 | 5.500% | 587.67 | 1,375.00 | | | | | 7/28/2021 | |
| 38141GFG4 | GOLDMAN SACHS GROUP INC | WELLS FARGO | 4/10/2008 | 7,000.00 | 7,027.02 | 7,009.78 | 7,962.22 | 5.950% | 189.42 | | | | | | 1/18/2018 | |
| 00206RAM4 | AT & T INC | WELLS FARGO | 5/12/2008 | 8,000.00 | 8,030.32 | 8,011.95 | 9,114.08 | 5.600% | 56.46 | 504.00 | | | | | 5/15/2018 | |
| 38141GFG4 | GOLDMAN SACHS GROUP INC | WELLS FARGO | 7/22/2008 | 1,000.00 | 940.43 | 974.14 | 1,137.46 | 5.950% | 27.06 | 595.00 | | | | | 1/18/2018 | |
| 00206RAM4 | AT & T INC | WELLS FARGO | 9/23/2008 | 1,000.00 | 945.09 | 974.73 | 1,139.26 | 5.600% | 7.06 | | | | | | 5/15/2018 | |
| 38141GFG4 | GOLDMAN SACHS GROUP INC | WELLS FARGO | 11/18/2008 | 2,000.00 | 1,634.56 | 1,829.46 | 2,274.92 | 5.950% | 54.12 | | | | | | 1/18/2018 | |
| 94986RRV5 | WELLS FARGO COMPANY | WELLS FARGO | 10/30/2013 | 18,000.00 | 18,000.00 | 18,000.00 | 17,395.38 | 4.000% | 122.30 | | | | | | 10/31/2033 | |
| OVERFLOW AMOUNTS FROM PAGE 19 | | | | | | | | | | | | | | | | |
| XXX | Totals | XXX | XXX | \$ 362,000.00 | \$ 358,822.73 | \$ 358,144.29 | \$ 367,141.77 | XXX | \$ 4,407.74 | \$ 13,849.00 | \$ 604.62 | \$ 1,587.24 | \$ - | - | XXX | XXX |

* Annual Statement Value

SCHEDULE D - PART 2

Showing all Preferred & Common Stocks and Mutual Funds Owned December 31 of Current Year

SCHEDULE D - PART 3

Showing all Bonds and Preferred & Common Stocks ACQUIRED During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

*The items with reference to each issue of bonds or stocks acquired at public offerings may be totaled in one line and the word "various" inserted in Columns 2 and 3.

SCHEDULE D - PART 4

Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

| 1 | 2 Description | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|-----------|---|-----------|--|------------------------|---|--------------------|---|----------------------------|---|---|----------------|--------------|---|---|
| Cusip # | Give complete and accurate description of each bond and stock. If bonds are serial issues give amounts maturing each year. Companies may at their option summarize all bonds of the same issue called, matured or redeemed during the year and omit dates under column (3). | Date Sold | Name of Purchaser (If matured or called under redemption option, so state and give price at which called.) | No. of Shares of Stock | Consideration (Excluding Accrued Interest on Bonds) | Par Value of Bonds | Cost to Company (Excluding Accrued Interest on Bonds) | Book Value at Date of Sale | Increase, By Adjustment in Book Value During Year | Decrease, By Adjustment in Book Value During Year | Profit on Sale | Loss on Sale | Interest on Bonds Received During Year (including accrued interest on bonds sold) | Dividends on Stocks Received During Year (Including accrued dividends on stocks sold) |
| 88579Y101 | 3M CO | 6/21/2013 | WELLS FARGO | 47.00 | 5,149.70 | | 3,349.22 | 3,349.22 | | | 1,800.48 | | | 59.69 |
| 88579Y102 | 3M CO | 6/21/2013 | WELLS FARGO | 1.00 | 109.57 | | 88.78 | 88.78 | | | 20.79 | | | 1.27 |
| 001055102 | AFLAC INC | 6/21/2013 | WELLS FARGO | 59.00 | 3,348.19 | | 2,401.76 | 2,401.76 | | | 946.43 | | | 41.30 |
| 001055102 | AFLAC INC | 6/21/2013 | WELLS FARGO | 36.00 | 2,042.97 | | 1,632.80 | 1,632.80 | | | 410.17 | | | 25.20 |
| 009158106 | AIR PRODUCTS & CHEMICALS | 6/21/2013 | WELLS FARGO | 41.00 | 3,875.66 | | 3,090.32 | 3,090.32 | | | 785.34 | | | 55.35 |
| 009158106 | AIR PRODUCTS & CHEMICALS | 6/21/2013 | WELLS FARGO | 13.00 | 1,228.87 | | 1,005.97 | 1,005.97 | | | 222.90 | | | 17.55 |
| 032654105 | ANALOG DEVICES INC | 6/21/2013 | WELLS FARGO | 81.00 | 3,654.16 | | 2,317.25 | 2,317.25 | | | 1,336.91 | | | 55.08 |
| 032654105 | ANALOG DEVICES INC | 6/21/2013 | WELLS FARGO | 30.00 | 1,353.40 | | 896.88 | 896.88 | | | 456.52 | | | 20.40 |
| 00206R102 | AT & T INC | 6/21/2013 | WELLS FARGO | 78.00 | 2,700.58 | | 2,040.31 | 2,040.31 | | | 660.27 | | | 70.20 |
| 00206R102 | AT & T INC | 6/21/2013 | WELLS FARGO | 42.00 | 1,454.17 | | 1,107.10 | 1,107.10 | | | 347.07 | | | 37.80 |
| 053015103 | AUTOMATIC DATA | 6/21/2013 | WELLS FARGO | 64.00 | 4,392.24 | | 2,454.83 | 2,454.83 | | | 1,937.41 | | | 83.20 |
| 053015103 | AUTOMATIC DATA | 6/21/2013 | WELLS FARGO | 12.00 | 823.55 | | 522.07 | 522.07 | | | 301.48 | | | 15.98 |
| 071813109 | BAXTER INTERNATIONAL | 6/21/2013 | WELLS FARGO | 76.00 | 5,322.95 | | 3,762.99 | 3,762.99 | | | 1,559.96 | | | 105.64 |
| 075887109 | BECTON DICKINSON & CO | 6/21/2013 | WELLS FARGO | 15.00 | 1,445.97 | | 1,094.17 | 1,094.17 | | | 351.80 | | | 14.85 |
| 075887109 | BECTON DICKINSON & CO | 6/21/2013 | WELLS FARGO | 33.00 | 3,181.14 | | 2,334.22 | 2,334.22 | | | 846.92 | | | 32.67 |
| 075887109 | BECTON DICKINSON & CO | 6/21/2013 | WELLS FARGO | 10.00 | 963.99 | | 761.05 | 761.05 | | | 202.94 | | | 9.90 |
| 166764100 | CHEVRON CORPORATION | 6/21/2013 | WELLS FARGO | 7.00 | 833.34 | | 771.61 | 771.61 | | | 61.73 | | | 13.30 |
| 166764100 | CHEVRON CORPORATION | 6/21/2013 | WELLS FARGO | 37.00 | 4,404.77 | | 2,610.63 | 2,610.63 | | | 1,794.14 | | | 70.30 |
| 166764100 | CHEVRON CORPORATION | 6/21/2013 | WELLS FARGO | 5.00 | 595.24 | | 411.53 | 411.53 | | | 183.71 | | | 9.50 |
| 171232101 | CHUBB CORP | 6/21/2013 | WELLS FARGO | 60.00 | 4,994.91 | | 3,977.20 | 3,977.20 | | | 1,017.71 | | | 77.40 |
| 189054109 | CLOROX COMPANY | 6/21/2013 | WELLS FARGO | 50.00 | 4,135.42 | | 2,941.68 | 2,941.68 | | | 1,193.74 | | | 64.00 |
| 189054109 | CLOROX COMPANY | 6/21/2013 | WELLS FARGO | 11.00 | 909.80 | | 711.11 | 711.11 | | | 198.69 | | | 14.08 |
| 194162103 | COLGATE-PALMOLIVE CO | 6/21/2013 | WELLS FARGO | 72.00 | 4,099.61 | | 2,621.96 | 2,621.96 | | | 1,477.65 | | | 46.80 |
| 194162103 | COLGATE-PALMOLIVE CO | 6/21/2013 | WELLS FARGO | 12.00 | 683.27 | | 506.56 | 506.56 | | | 176.71 | | | 7.80 |
| 20825C104 | CONOCOPHILLIPS | 6/21/2013 | WELLS FARGO | 33.00 | 1,990.20 | | 2,052.43 | 2,052.43 | | | 62.23 | | | 35.83 |
| 20825C104 | CONOCOPHILLIPS | 6/21/2013 | WELLS FARGO | 9.00 | 542.78 | | 467.49 | 467.49 | | | 75.29 | | | 9.77 |
| 20825C104 | CONOCOPHILLIPS | 6/21/2013 | WELLS FARGO | 10.00 | 603.08 | | 509.42 | 509.42 | | | 93.66 | | | 10.86 |
| 20825C104 | CONOCOPHILLIPS | 6/21/2013 | WELLS FARGO | 41.00 | 2,472.67 | | 1,442.15 | 1,442.15 | | | 1,030.52 | | | 44.52 |
| 278265103 | EATON VANCE CORP NON VTG | 5/3/2013 | WELLS FARGO | 38.00 | 1,505.60 | | 1,077.07 | 1,077.07 | | | 428.53 | | | 7.60 |
| 278265103 | EATON VANCE CORP NON VTG | 6/21/2013 | WELLS FARGO | 80.00 | 3,043.15 | | 2,267.51 | 2,267.51 | | | 775.64 | | | 16.00 |
| 278265103 | EATON VANCE CORP NON VTG | 6/21/2013 | WELLS FARGO | 2.00 | 76.08 | | 71.31 | 71.31 | | | 4.77 | | | 0.40 |
| 291011104 | EMERSON ELECTRIC CO | 6/21/2013 | WELLS FARGO | 71.00 | 3,899.95 | | 3,733.14 | 3,733.14 | | | 166.81 | | | 58.22 |

SCHEDULE D - PART 4
Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|-----------|--------------------------|--|-----------|------------------------|---|--------------------|---|----------------------------|---|---|----------------|--------------|---|---|
| Cusip # | Description | Name of Purchaser (If matured or called under redemption option, so state and give price at which called.) | Date Sold | No. of Shares of Stock | Consideration (Excluding Accrued Interest on Bonds) | Par Value of Bonds | Cost to Company (Excluding Accrued Interest on Bonds) | Book Value at Date of Sale | Increase, By Adjustment in Book Value During Year | Decrease, By Adjustment in Book Value During Year | Profit on Sale | Loss on Sale | Interest on Bonds Received During Year (including accrued interest on bonds sold) | Dividends on Stocks Received During Year (including accrued dividends on stocks sold) |
| 291011104 | EMERSON ELECTRIC CO | WELLS FARGO | 6/21/2013 | 7.00 | 384.50 | 368.08 | 368.08 | 368.08 | | | 16.42 | | | 5.74 |
| 291011104 | EMERSON ELECTRIC CO | WELLS FARGO | 6/21/2013 | 11.00 | 604.23 | 611.97 | 611.97 | 611.97 | | | | | | 9.02 |
| 30231G102 | EXXON MOBIL CORP | WELLS FARGO | 6/21/2013 | 47.00 | 4,222.96 | 3,117.03 | 3,117.03 | 3,117.03 | | | 1,105.93 | | | 56.40 |
| 30231G102 | EXXON MOBIL CORP | WELLS FARGO | 6/21/2013 | 28.00 | 2,15.82 | 2,412.13 | 2,412.13 | 2,412.13 | | | 103.69 | | | 33.60 |
| 303075105 | FACTSET RESEARCH SYSTEMS | WELLS FARGO | 6/21/2013 | 48.00 | 4,797.52 | 2,664.48 | 2,664.48 | 2,664.48 | | | 2,133.04 | | | 31.68 |
| 3133EADU9 | FEDERAL FARM CREDIT BANK | WELLS FARGO | 2/22/2013 | | 25,000.00 | 25,000.00 | 25,007.50 | 25,007.50 | | | 6.10 | | | 325 |
| 313660BN0 | FEDERAL NATL MTG ASSN | WELLS FARGO | 4/26/2013 | | 25,000.00 | 25,000.00 | 25,007.50 | 25,007.50 | | | 6.37 | | | 375 |
| 36966RTT3 | GENERAL ELEC CAP CORP | WELLS FARGO | 5/15/2013 | | 20,000.00 | 20,000.00 | 19,730.90 | 19,845.01 | | | 154.99 | | | 525 |
| 370334104 | GENERAL MILLS INC | WELLS FARGO | 6/21/2013 | 26.00 | 1,266.48 | 782.77 | 782.77 | 782.77 | | | 483.71 | | | 17.16 |
| 370334104 | GENERAL MILLS INC | WELLS FARGO | 6/21/2013 | 40.00 | 1,948.45 | 1,069.60 | 1,069.60 | 1,069.60 | | | 878.85 | | | 26.40 |
| 370334104 | GENERAL MILLS INC | WELLS FARGO | 6/21/2013 | 42.00 | 2,045.87 | 1,238.25 | 1,238.25 | 1,238.25 | | | 807.62 | | | 27.72 |
| 370334104 | GENERAL MILLS INC | WELLS FARGO | 6/21/2013 | 6.00 | 292.27 | 214.55 | 214.55 | 214.55 | | | 77.72 | | | 3.96 |
| 369550108 | GENL DYNAMICS CORP COM | WELLS FARGO | 6/21/2013 | 50.00 | 3,846.93 | 2,975.75 | 2,975.75 | 2,975.75 | | | 871.18 | | | 28.00 |
| 369550108 | GENL DYNAMICS CORP COM | WELLS FARGO | 6/21/2013 | 18.00 | 1,384.90 | 1,292.18 | 1,292.18 | 1,292.18 | | | 92.72 | | | 10.08 |
| 384802104 | GRAINGER RW INC | WELLS FARGO | 6/21/2013 | 16.00 | 4,021.05 | 1,406.58 | 1,406.58 | 1,406.58 | | | 2,614.47 | | | 27.68 |
| 413875105 | HARRIS CORP DEL | WELLS FARGO | 6/21/2013 | 95.00 | 4,586.52 | 3,329.16 | 3,329.16 | 3,329.16 | | | 1,257.36 | | | 70.30 |
| 452308109 | ILLINOIS TOOL WORKS INC | WELLS FARGO | 6/21/2013 | 72.00 | 4,967.19 | 3,030.18 | 3,030.18 | 3,030.18 | | | 1,937.01 | | | 27.36 |
| 452308109 | ILLINOIS TOOL WORKS INC | WELLS FARGO | 6/21/2013 | 3.00 | 206.97 | 154.34 | 154.34 | 154.34 | | | 52.63 | | | 1.14 |
| 459200101 | INTERNATIONAL BUSINESS | WELLS FARGO | 6/21/2013 | 17.00 | 3,336.02 | 2,013.69 | 2,013.69 | 2,013.69 | | | 1,322.33 | | | 30.60 |
| 459200101 | INTERNATIONAL BUSINESS | WELLS FARGO | 6/21/2013 | 6.00 | 1,177.43 | 776.94 | 776.94 | 776.94 | | | 400.49 | | | 10.80 |
| 832696405 | J M SMUCKER CO | WELLS FARGO | 6/21/2013 | 46.00 | 4,639.02 | 2,386.58 | 2,386.58 | 2,386.58 | | | 2,252.44 | | | 47.84 |
| 832696405 | J M SMUCKER CO | WELLS FARGO | 6/21/2013 | 6.00 | 605.09 | 369.31 | 369.31 | 369.31 | | | 235.28 | | | 6.24 |
| 478160104 | JOHNSON & JOHNSON | WELLS FARGO | 6/21/2013 | 33.00 | 2,776.23 | 2,172.72 | 2,172.72 | 2,172.72 | | | 603.51 | | | 41.91 |
| 478160104 | JOHNSON & JOHNSON | WELLS FARGO | 6/21/2013 | 20.00 | 1,682.57 | 1,205.15 | 1,205.15 | 1,205.15 | | | 477.42 | | | 25.40 |
| 478366107 | JOHNSON CONTROLS INC | WELLS FARGO | 6/21/2013 | 13.00 | 1,093.68 | 840.40 | 840.40 | 840.40 | | | 233.28 | | | 16.51 |
| 478366107 | JOHNSON CONTROLS INC | WELLS FARGO | 2/5/2013 | 161.00 | 5,007.99 | 4,232.75 | 4,232.75 | 4,232.75 | | | 775.24 | | | 28.08 |
| 487836108 | KELLOGG COMPANY | WELLS FARGO | 6/21/2013 | 89.00 | 5,628.26 | 668.03 | 668.03 | 668.03 | | | 960.23 | | | 78.32 |
| 508661107 | LOWES COMPANIES INC | WELLS FARGO | 6/21/2013 | 114.00 | 4,504.63 | 4,378.68 | 4,378.68 | 4,378.68 | | | 125.95 | | | 18.24 |
| 508135101 | MCDONALDS CORP | WELLS FARGO | 6/21/2013 | 50.00 | 4,885.92 | 2,796.39 | 2,796.39 | 2,796.39 | | | 2,069.53 | | | 77.00 |
| 588055106 | MEDTRONIC INC | WELLS FARGO | 6/21/2013 | 108.00 | 5,663.45 | 3,958.02 | 3,958.02 | 3,958.02 | | | 1,705.43 | | | 61.18 |
| 594918104 | MICROSOFT CORP | WELLS FARGO | 6/21/2013 | 133.00 | 4,436.11 | 4,050.70 | 4,050.70 | 4,050.70 | | | 385.41 | | | 37.72 |
| 594918104 | MICROSOFT CORP | WELLS FARGO | 6/21/2013 | 82.00 | 2,735.05 | 2,623.75 | 2,623.75 | 2,623.75 | | | 111.30 | | | |

SCHEDULE D - PART 4

Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

| 1 Cusip # | 2 Description | 3 Date Sold | 4 Name of Purchaser (If matured or called under redemption option, so state and give price at which called.) | 5 No. of Shares of Stock | 6 Consideration (Excluding Accrued Interest on Bonds) | 7 Par Value of Bonds | 8 Cost to Company (Excluding Accrued Interest on Bonds) | 9 Book Value at Date of Sale | 10 Increase, By Adjustment in Book Value During Year | 11 Decrease, By Adjustment in Book Value During Year | 12 Profit on Sale | 13 Loss on Sale | 14 Interest on Bonds Received During Year (including accrued interest on bonds sold) | 15 Dividends on Stocks Received During Year (Including accrued dividends on stocks sold) |
|--------------|---|----------------|---|-----------------------------|--|-------------------------|--|---------------------------------|---|---|----------------------|--------------------|---|---|
| 61745EH95 | Give complete and accurate description of each bond and stock. If bonds are serial issues give amounts maturing each year. Companies may at their option summarize all bonds of the same issue called, matured or redeemed during the year and omit dates under column (3). | | | | | | | | | | | | | 1000 |
| 65339F101 | MORGAN STANLEY | 9/30/2013 | WELLS FARGO | | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | | | 867.01 | | | 51.48 |
| 65339F101 | NEXTERA ENERGY INC | 6/21/2013 | WELLS FARGO | 39.00 | 3,057.54 | | 2,190.53 | 2,190.53 | | | 743.93 | | | 36.96 |
| 655664100 | NEXTERA ENERGY INC | 6/21/2013 | WELLS FARGO | 28.00 | 2,195.17 | | 1,451.24 | 1,451.24 | | | 2,282.34 | | | 46.20 |
| 655844108 | NORDSTROM INC | 6/21/2013 | WELLS FARGO | 77.00 | 4,502.11 | | 2,219.77 | 2,219.77 | | | 263.02 | | | 13.00 |
| 655844108 | NORFOLK SOUTHERN CORP | 6/21/2013 | WELLS FARGO | 13.00 | 948.23 | | 685.21 | 685.21 | | | 1,324.31 | | | 50.00 |
| 655844108 | NORFOLK SOUTHERN CORP | 6/21/2013 | WELLS FARGO | 50.00 | 3,647.07 | | 2,322.76 | 2,322.76 | | | 1,184.45 | | | 86.74 |
| 664397106 | NORTHEAST UTILITIES | 6/21/2013 | WELLS FARGO | 118.00 | 4,762.06 | | 3,577.61 | 3,577.61 | | | 1,424.65 | | | 147.65 |
| 66987V109 | NOVARTIS AG SPON ADR | 6/21/2013 | WELLS FARGO | 61.00 | 4,250.40 | | 2,825.75 | 2,825.75 | | | 260.99 | | | 33.89 |
| 66987V109 | NOVARTIS AG SPON ADR | 6/21/2013 | WELLS FARGO | 14.00 | 975.51 | | 714.52 | 714.52 | | | 950.53 | | | 90.35 |
| 704326107 | PAYCHEX INC | 6/21/2013 | WELLS FARGO | 107.00 | 3,973.05 | | 3,022.52 | 3,022.52 | | | 1,276.04 | | | 11.50 |
| 704326107 | PAYCHEX INC | 6/21/2013 | WELLS FARGO | 24.00 | 891.16 | | 736.24 | 736.24 | | | 684.92 | | | 21.88 |
| 713448108 | PEPSICO INCORPORATED | 6/21/2013 | WELLS FARGO | 55.00 | 4,405.97 | | 3,129.93 | 3,129.93 | | | 461.08 | | | 10.00 |
| 713448108 | PEPSICO INCORPORATED | 6/21/2013 | WELLS FARGO | 7.00 | 560.76 | | 461.08 | 461.08 | | | 99.68 | | | 47.88 |
| 718546104 | PHILLIPS 66 | 6/21/2013 | WELLS FARGO | 35.00 | 2,068.47 | | 1,383.55 | 1,383.55 | | | 611.08 | | | 4.42 |
| 718546104 | PHILLIPS 66 | 6/21/2013 | WELLS FARGO | 16.00 | 945.58 | | 334.50 | 334.50 | | | 4,199.47 | | | 33.12 |
| 731068102 | POLARIS INDs INC | 6/21/2013 | WELLS FARGO | 57.00 | 5,301.48 | | 1,102.01 | 1,102.01 | | | 209.16 | | | 2.58 |
| 731068102 | PRAXAIR INC | 6/21/2013 | WELLS FARGO | 4.00 | 461.85 | | 252.69 | 252.69 | | | 1,183.44 | | | 24.08 |
| 731068102 | PRAXAIR INC | 6/21/2013 | WELLS FARGO | 30.00 | 3,463.89 | | 2,280.45 | 2,280.45 | | | 250.19 | | | 48.33 |
| 731068102 | PRAXAIR INC | 6/21/2013 | WELLS FARGO | 8.00 | 923.70 | | 673.51 | 673.51 | | | 12.84 | | | 2.80 |
| 74005P104 | PRAXAIR INC | 6/21/2013 | WELLS FARGO | 8.00 | 923.71 | | 910.87 | 910.87 | | | 1,171.37 | | | 1.16 |
| 742718109 | PROCTER & GAMBLE CO | 6/21/2013 | WELLS FARGO | 1.00 | 77.16 | | 56.25 | 56.25 | | | 422.70 | | | 55.85 |
| 742718109 | PROCTER & GAMBLE CO | 6/21/2013 | WELLS FARGO | 48.00 | 3,703.73 | | 2,532.36 | 2,532.36 | | | 88.03 | | | 6.98 |
| 742718109 | PROCTER & GAMBLE CO | 6/21/2013 | WELLS FARGO | 6.00 | 462.97 | | 374.94 | 374.94 | | | 137.80 | | | 12.80 |
| 742718109 | PROCTER & GAMBLE CO | 6/21/2013 | WELLS FARGO | 11.00 | 848.78 | | 710.98 | 710.98 | | | 1,686.70 | | | 24.48 |
| 80589M102 | SCANA CORP COM | 6/21/2013 | WELLS FARGO | 32.00 | 1,539.81 | | 1,117.11 | 1,117.11 | | | 1,167.81 | | | 3.60 |
| 80589M102 | SCANA CORP COM | 6/21/2013 | WELLS FARGO | 14.00 | 673.67 | | 554.48 | 554.48 | | | 119.19 | | | 79.52 |
| 826552101 | SIGMA ALDRICH CORP | 6/21/2013 | WELLS FARGO | 56.00 | 4,538.15 | | 2,851.45 | 2,851.45 | | | 125.40 | | | 24.08 |
| 826552101 | SIGMA ALDRICH CORP | 6/21/2013 | WELLS FARGO | 6.00 | 486.24 | | 360.84 | 360.84 | | | 1,624.31 | | | 2.58 |
| 871829107 | SYSKO CORPORATION | 6/21/2013 | WELLS FARGO | 142.00 | 4,795.61 | | 3,627.80 | 3,627.80 | | | 11.27 | | | 2.80 |
| 871829107 | SYSKO CORPORATION | 6/21/2013 | WELLS FARGO | 5.00 | 168.86 | | 157.59 | 157.59 | | | 734.16 | | | 24.48 |
| 87612F102 | TARGET CORP | 6/21/2013 | WELLS FARGO | 34.00 | 2,346.64 | | 1,612.48 | 1,612.48 | | | 61.41 | | | |
| 87612F102 | TARGET CORP | 6/21/2013 | WELLS FARGO | 5.00 | 345.09 | | 283.68 | 283.68 | | | | | | |

SCHEDULE D - PART 4

Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

| 1 | 2 Description | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|--|---|------------|--|------------------------|---|--------------------|---|----------------------------|---|---|----------------|--------------|---|---|
| Cusip # | Give complete and accurate description of each bond and stock. If bonds are serial issues give amounts maturing each year. Companies may at their option summarize all bonds of the same issue called, matured or redeemed during the year and omit dates under column (3). | Date Sold | Name of Purchaser (If matured or called under redemption option, so state and give price at which called.) | No. of Shares of Stock | Consideration (Excluding Accrued Interest on Bonds) | Par Value of Bonds | Cost to Company (Excluding Accrued Interest on Bonds) | Book Value at Date of Sale | Increase, By Adjustment in Book Value During Year | Decrease, By Adjustment in Book Value During Year | Profit on Sale | Loss on Sale | Interest on Bonds Received During Year (including accrued interest on bonds sold) | Dividends on Stocks Received During Year (Including accrued dividends on stocks sold) |
| 87612F102 | TARGET CORP | 6/21/2013 | WELLS FARGO | 31.00 | 2,139.59 | | 1,580.16 | 1,580.16 | | | 559.43 | | | 22.32 |
| 842587107 | THE SOUTHERN COMPANY | 6/21/2013 | WELLS FARGO | 97.00 | 4,192.27 | | 3,863.13 | 3,863.13 | | | 329.14 | | | 96.76 |
| 913017109 | UNITED TECHNOLOGIES CORP | 6/21/2013 | WELLS FARGO | 8.00 | 737.74 | | 506.48 | 506.48 | | | 231.26 | | | 8.56 |
| 913017109 | UNITED TECHNOLOGIES CORP | 6/21/2013 | WELLS FARGO | 49.00 | 4,518.71 | | 2,916.38 | 2,916.38 | | | 1,602.33 | | | 52.44 |
| 918204108 | V F CORPORATION | 6/21/2013 | WELLS FARGO | 29.00 | 5,397.10 | | 3,285.12 | 3,285.12 | | | 2,111.98 | | | 50.46 |
| 92343VAN4 | VERIZON COMMUNICATIONS | 4/15/2013 | WELLS FARGO | | 9,000.00 | 9,000.00 | 9,439.82 | 10,000.00 | | | | 1,000.00 | 236.25 | |
| 931142103 | WAL-MART STORES INC | 6/21/2013 | WELLS FARGO | 22.00 | 1,625.77 | | 1,121.28 | 1,121.28 | | | 504.49 | | | 20.68 |
| 931142103 | WAL-MART STORES INC | 6/21/2013 | WELLS FARGO | 16.00 | 1,182.37 | | 862.82 | 862.82 | | | 319.55 | | | 15.04 |
| 931142103 | WAL-MART STORES INC | 6/21/2013 | WELLS FARGO | 22.00 | 1,625.78 | | 1,180.20 | 1,180.20 | | | 445.58 | | | 20.68 |
| 949746FJ5 | WELLS FARGO COMPANY | 10/16/2013 | WELLS FARGO | | 8,000.00 | 8,000.00 | 8,091.92 | 8,000.00 | | | | | | 396 |
| 949746FJ5 | WELLS FARGO COMPANY | 10/16/2013 | WELLS FARGO | | 1,000.00 | 1,000.00 | 998.25 | 1,000.00 | | | | | | 49.5 |
| 976657106 | WISCONSIN ENERGY CORP | 6/21/2013 | WELLS FARGO | 58.00 | 2,302.58 | | 2,275.25 | 2,275.25 | | | 27.33 | | | 39.44 |
| ** You can insert additional rows in yellow above if needed! | | | WELLS FARGO | | | | | | | | | | | |
| XXX | Totals | XXX | XXX | XXX | \$ 361,046.42 | \$108,000.00 | \$ 286,554.09 | \$ 287,135.68 | \$ - | \$ - | \$ 74,993.18 | \$ 1,082.44 | \$ 2,906.75 | \$ 3,300.97 |

REINSURANCE SCHEDULE
Reinsurance Ceded and Reinsurance Assumed

| 1 Reinsurer or Reinsured | 2 Ceded or Assumed | 3 Location of Company | 4 Total Amount Reinsured | 5 Total Premiums Ceded * | 6 Total Premiums Assumed ** | 7 Largest Risk Ceded or Assumed | 8 Remarks |
|-----------------------------|-----------------------|--------------------------|-----------------------------|-----------------------------|--------------------------------|------------------------------------|--------------|
| WAYNE MUTUAL INSURANCE | Ceded | | | 2,756,415.92 | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| OVERFLOW AMOUNTS | | | | | | | |
| Totals | XXX | XXX | \$ - | \$ 2,756,415.92 | \$ - | XXX | XXX |

*Total to agree with Page 4, Line 1.4, Current Year.

**Total to agree with Page 4, Line 1.5, Current Year.

COMPENSATION SCHEDULE

Show all salaries, commissions, claim adjustment expenses, directors fees and expenses, and travel items paid in the current year for the top 5 officers/employees and all directors, travel or car allowances, if paid, are to be included.

| 1 Name of Payee | 2 Title | 3 Salaries | 4 Commissions | 5 Claim Adjustment Expenses | 6 Directors Fees & Expenses | 7 Travel & Travel Items | 8 All Other | 9 Total |
|---------------------|------------|---------------|------------------|--------------------------------|--------------------------------|----------------------------|----------------|--------------|
| Officers/Employees: | | | | | | | | |
| 1) | | | | | | | | \$ - |
| 2) | | | | | | | | \$ - |
| 3) | | | | | | | | \$ - |
| 4) | | | | | | | | \$ - |
| 5) | | | | | | | | \$ - |
| Directors: | | | | | | | | |
| SCOTT PREISING | | | | 2,200.00 | | | | \$ 2,200.00 |
| GREGORY BUEHLER | | | | 2,500.00 | | | | \$ 2,500.00 |
| ELIZABETH MCCOY | | | | 2,500.00 | | | | \$ 2,500.00 |
| MORRIS STUTZMAN | | | | 2,500.00 | | | | \$ 2,500.00 |
| DONALD RAMSEYER | | | | 2,500.00 | | | | \$ 2,500.00 |
| OTHERS | | | | 500.00 | | | | \$ 500.00 |
| | | | | | | | | \$ - |
| | | | | | | | | \$ - |
| | | | | | | | | \$ - |
| | | | | | | | | \$ - |
| | | | | | | | | \$ - |
| Totals | XXXX | \$ - | \$ - | \$ - | \$ 12,700.00 | \$ - | \$ - | \$ 12,700.00 |

GENERAL INTERROGATORIES

(Answer all questions and attach additional sheets if necessary.)

1. Company's retention: Fire \$0 Wind \$0 Other \$0

1a. Retention before reinsurance applies for: Catastrophe Reinsurance \$0 Aggregate excess of loss \$0

2. What is the largest risk assumed and retained: \$0

3. What kind of perils are being covered? ALL PHYSICAL DAMAGE PERILS TO PROPERTY INCLUDING THEFT

4. Have the by-laws been amended during the current year? NO If so, were such amendments filed with the Ohio Department of Insurance? N/A

5. In what counties does the Company operate? STATE OF OHIO

6. Name of Principal Officer and amount of bond. TOD J CARMONY \$500,000

7. Are all of the persons who handle funds of the Company bonded? Yes X No
State the name and amount of each bond on each, except person named in Item 6 above. \$500,000 CINCINNATI INSURANCE

8. Does the Company have an annual audit conducted by an independent CPA? NO

9. State the number of members holding policies in the Company. 2477

10. Was an annual report of the Company made available to each policyholder? YES If so, did such report agree with the annual statement filed with the Ohio Department of Insurance? YES

11. State as of what date the latest examination of the Company was made by the Ohio Department of Insurance. Apr-12

12. How many assessments were made during the year? NONE Date of last assessment N/A

13. Did the assessment provide for all losses, expenses and all other liabilities prior to the date of assessment? N/A

14. Rate of policy fee 20

15. State the amount of borrowed money since date of last assessment NONE interest thereon NONE

16. Does any person, firm, corporation or association have any claim, contingent or otherwise, against this Company which is NOT included in the liabilities on page 2 of this statement? Yes No X
If yes, give the amount, terms for payment and reasons why such were not recorded as a liability on page 2 of this statement.

**ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION**

2013-

SCHEDULE E - CASH or CASH EQUIVALENTS

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

Total to agree with Page 2, Line 4, Current Year.

ANNUAL STATEMENT FOR THE YEAR
MARION MUTUAL INSURANCE ASSOCIATION

2013-

ORGANIZATIONAL CHART

LIST ALL ENTITIES THAT ARE MEMBERS OF AN INSURANCE COMPANY HOLDING SYSTEM AS
DEFINED IN ORC 3901.32

Schedule Y – Part 1 Organizational Chart
Wayne Mutual / Washington Mutual (Group Code #4678)

