



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2013
OF THE CONDITION AND AFFAIRS OF THE

Lafayette Life Insurance Company

NAIC Group Code	0836 (Current)	0836 (Prior)	NAIC Company Code	65242	Employer's ID Number	35-0457540
Organized under the Laws of	Ohio			State of Domicile or Port of Entry		Ohio
Country of Domicile	United States of America					
Incorporated/Organized	12/26/1905			Commenced Business		12/26/1905
Statutory Home Office	301 East 4th Street (Street and Number)			Cincinnati , OH, US 45202 (City or Town, State, Country and Zip Code)		
Main Administrative Office	400 Broadway (Street and Number)			Cincinnati , OH, US 45202 (City or Town, State, Country and Zip Code)		
				513-362-4900 (Area Code) (Telephone Number)		
Mail Address	400 Broadway (Street and Number or P.O. Box)			Cincinnati , OH, US 45202 (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	400 Broadway (Street and Number)			Cincinnati , OH, US 45202 (City or Town, State, Country and Zip Code)		
				513-362-4900 (Area Code) (Telephone Number)		
Internet Website Address	www.Lafayettelife.com					
Statutory Statement Contact	Bradley Joseph Hunkler (Name)			513-629-2980 (Area Code) (Telephone Number)		
	CompAcctGrp@WesternSouthernLife.com (E-mail Address)			513-629-1871 (FAX Number)		

OFFICERS

Chairman of the Board	John Finn Barrett	Senior VP & Chf Actuary	Nora Eyre Moushey
President & CEO	Bryan Chalmer Dunn #	Secretary and Counsel	Donald Joseph Wuebbling

OTHER

Keith Walker Brown VP	Kim Rehling Chiodi Sr VP	Michael Francis Donahue VP
Daniel Eugene Haneline # VP	Daniel Wayne Harris VP	Noreen Joyce Hayes Sr VP
David Todd Henderson VP & Chief Risk Officer	Kevin Louis Howard VP & Assoc Gen Counsel	Bradley Joseph Hunkler VP
Cheryl Ann Jorgenson VP	Phillip Earl King VP & Auditor	Constance Marie Maccarone Sr VP
Jonathan David Niemeyer Sr VP & General Counsel	Lawrence James O'Brien Sr VP	Mario Joseph San Marco VP
Nicholas Peter Sargen Sr VP	Larry Robert Silverstein VP	James Joseph Vance VP
Robert Lewis Walker Sr VP		

DIRECTORS OR TRUSTEES

John Finn Barrett	James Norman Clark	Bryan Chalmer Dunn
Jimmy Joe Miller	Joseph Henry Seaman	Jerry Bruce Stillwell
Robert Blair Truitt	Robert Lewis Walker	

State of Ohio
County of Hamilton 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.

Bryan Chalmer Dunn President & CEO	Donald Joseph Wuebbling Secretary and Counsel	Bradley Joseph Hunkler VP, Chief Accounting Officer
Subscribed and sworn to before me this 7th day of February, 2014	a. Is this an original filing? b. If no, 1. State the amendment number..... 2. Date filed 3. Number of pages attached.....	Yes [X] No []

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	2,790,612,917	0	2,790,612,917	2,528,698,545
2. Stocks (Schedule D):				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	89,612,368	358,088	89,254,280	41,938,211
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	256,184,064	0	256,184,064	248,263,510
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$0 encumbrances)		0	0	0
4.2 Properties held for the production of income (less \$0 encumbrances)	726,219		726,219	
4.3 Properties held for sale (less \$0 encumbrances)			0	726,219
5. Cash (\$(3,592,647) , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$30,102,518 , Schedule DA)	26,509,871	0	26,509,871	22,853,308
6. Contract loans (including \$ premium notes)	347,960,876	0	347,960,876	301,408,137
7. Derivatives (Schedule DB)	71,975,735	0	71,975,735	31,357,174
8. Other invested assets (Schedule BA)	42,072,210	0	42,072,210	22,340,009
9. Receivables for securities	740,220	0	740,220	1,546,265
10. Securities lending reinvested collateral assets (Schedule DL)	83,854,736	0	83,854,736	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	3,710,249,216	358,088	3,709,891,128	3,199,131,378
13. Title plants less \$ charged off (for Title insurers only)			0	
14. Investment income due and accrued	40,814,801	0	40,814,801	35,913,273
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	6,979,551	0	6,979,551	6,987,711
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	39,572,836		39,572,836	37,443,261
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	2,771,525	0	2,771,525	9,016,334
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts	281,273	0	281,273	0
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	47,490,845	15,055,538	32,435,307	31,341,006
19. Guaranty funds receivable or on deposit	2,609,224	0	2,609,224	1,320,167
20. Electronic data processing equipment and software			0	
21. Furniture and equipment, including health care delivery assets (\$)			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates			0	
24. Health care (\$) and other amounts receivable	2,337,771	1,181,802	1,155,969	899,481
25. Aggregate write-ins for other than invested assets	0	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	3,853,107,042	16,595,428	3,836,511,614	3,322,052,611
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	3,853,107,042	16,595,428	3,836,511,614	3,322,052,611
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0	0
2501.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$3,156,586,063 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$5,504,405 Modco Reserve)	3,156,586,063	2,798,326,940
2. Aggregate reserve for accident and health contracts (including \$0 Modco Reserve)	769,564	850,824
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	220,018,834	226,561,615
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	6,256,488	5,807,610
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	0	0
5. Policyholders' dividends \$1,291,567 and coupons \$ due and unpaid (Exhibit 4, Line 10)	1,291,567	1,428,216
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	47,408,126	44,598,970
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)	826,785	1,026,981
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$0 is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance including \$ assumed and \$5,691,583 ceded	5,691,583	8,781,253
9.4 Interest maintenance reserve (IMR, Line 6)	2,215,957	6,020,179
10. Commissions to agents due or accrued-life and annuity contracts \$547,547 accident and health \$ and deposit-type contract funds \$	547,547	673,693
11. Commissions and expense allowances payable on reinsurance assumed	368	420
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	1,092,618	139,767
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	3,371,532	2,412,134
15.1 Current federal and foreign income taxes including \$635,295 on realized capital gains (losses)	2,399,215	2,930,868
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	7,481,155	6,700,953
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	3,889,198	3,872,346
22. Borrowed money \$0 and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	38,655,952	23,335,695
24.02 Reinsurance in unauthorized and certified (\$0) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	2,102,190	1,632,982
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives	54,473,107	20,598,141
24.09 Payable for securities	2,660,190	4,406,217
24.10 Payable for securities lending	83,854,736	
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,191,500	1,216,626
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	3,642,784,275	3,161,322,430
27. From Separate Accounts Statement		
28. Total Liabilities (Lines 26 and 27)	3,642,784,275	3,161,322,430
29. Common capital stock	2,500,000	2,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes	0	10,000,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	90,825,285	40,825,285
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	100,402,054	107,404,896
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	191,227,339	158,230,181
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	193,727,339	160,730,181
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	3,836,511,614	3,322,052,611
DETAILS OF WRITE-INS		
2501. Outstanding disbursement - death	648,932	811,498
2502. Modco adjustment Wilton reinsurance	392,919	170,800
2503. Uncashed drafts and checks that are pending escheatment to the state	149,649	234,328
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	1,191,500	1,216,626
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	593,257,603	561,302,450
2. Considerations for supplementary contracts with life contingencies	533,071	743,360
3. Net investment income (Exhibit of Net Investment Income, Line 17)	163,779,834	158,022,486
4. Amortization of interest maintenance reserve (IMR, Line 5)	1,097,638	1,116,372
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	846,660	1,185,896
7. Reserve adjustments on reinsurance ceded	0	
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	0	
8.2 Charges and fees for deposit-type contracts	0	
8.3 Aggregate write-ins for miscellaneous income	697,459	951,231
9. Total (Lines 1 to 8.3)	760,212,265	723,321,795
10. Death benefits	20,682,349	17,385,044
11. Matured endowments (excluding guaranteed annual pure endowments)	200,124	184,398
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	18,852,340	18,192,973
13. Disability benefits and benefits under accident and health contracts	1,227,348	1,153,366
14. Coupons, guaranteed annual pure endowments and similar benefits	0	
15. Surrender benefits and withdrawals for life contracts	206,866,181	180,731,217
16. Group conversions	0	
17. Interest and adjustments on contract or deposit-type contract funds	10,369,669	10,129,830
18. Payments on supplementary contracts with life contingencies	2,155,060	2,192,890
19. Increase in aggregate reserves for life and accident and health contracts	358,177,863	324,692,667
20. Totals (Lines 10 to 19)	618,530,934	554,662,385
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	66,970,032	71,167,773
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	4,105	5,665
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	30,493,118	21,930,561
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	8,407,118	7,815,133
25. Increase in loading on deferred and uncollected premiums	(162,252)	(475,082)
26. Net transfers to or (from) Separate Accounts net of reinsurance	0	
27. Aggregate write-ins for deductions	2,498,076	1,750,618
28. Totals (Lines 20 to 27)	726,741,131	656,857,053
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	33,471,134	66,464,742
30. Dividends to policyholders	46,480,836	43,347,528
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(13,009,702)	23,117,214
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	4,156,909	8,127,913
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(17,166,611)	14,989,301
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$8,480,116 (excluding taxes of \$(1,457,391) transferred to the IMR)	9,330,903	1,331,492
35. Net income (Line 33 plus Line 34)	(7,835,708)	16,320,793
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	160,730,181	152,335,497
37. Net income (Line 35)	(7,835,708)	16,320,799
38. Change in net unrealized capital gains (losses) less capital gains tax of \$2,810,543	11,919,191	6,915,439
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	10,605,531	(2,727,875)
41. Change in nonadmitted assets	(6,371,599)	614,709
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease	0	8,470,490
44. Change in asset valuation reserve	(15,320,257)	(5,948,218)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes	(10,000,000)	
49. Cumulative effect of changes in accounting principles		751,784
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in	50,000,000	0
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		(15,233,550)
53. Aggregate write-ins for gains and losses in surplus	0	(768,894)
54. Net change in capital and surplus for the year (Lines 37 through 53)	32,997,158	8,394,684
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	193,727,339	160,730,181
DETAILS OF WRITE-INS		
08.301. Pension administrative fess	578,730	593,062
08.302. Miscellaneous income	118,729	358,169
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)	697,459	951,231
2701. Modified coinsurance-change in mean reserve adjustment	1,207,944	1,036,941
2702. Benefits for employees and agents not included elsewhere	1,290,132	713,677
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	2,498,076	1,750,618
5301. Reserve release due to reinsurance of ordinary life insurance		(768,894)
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)	0	(768,894)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	591,631,315	562,837,892
2. Net investment income	161,660,683	158,681,793
3. Miscellaneous income	1,262,846	(2,331,068)
4. Total (Lines 1 through 3)	754,554,844	719,188,617
5. Benefit and loss related payments	256,749,054	219,044,296
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	107,845,194	104,927,869
8. Dividends paid to policyholders	43,808,329	43,948,064
9. Federal and foreign income taxes paid (recovered) net of \$7,022,725 tax on capital gains (losses)	11,710,882	10,852,137
10. Total (Lines 5 through 9)	420,113,459	378,772,366
11. Net cash from operations (Line 4 minus Line 10)	334,441,385	340,416,251
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	388,353,258	334,975,893
12.2 Stocks	19,402,260	12,671,552
12.3 Mortgage loans	23,674,498	18,814,120
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	817	9,388
12.7 Miscellaneous proceeds	10,954,584	6,735,696
12.8 Total investment proceeds (Lines 12.1 to 12.7)	442,385,417	373,206,649
13. Cost of investments acquired (long-term only):		
13.1 Bonds	607,055,556	600,518,744
13.2 Stocks	50,684,294	4,780,082
13.3 Mortgage loans	32,089,200	36,200,000
13.4 Real estate	0	0
13.5 Other invested assets	20,000,000	0
13.6 Miscellaneous applications	81,469,556	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	791,298,606	641,498,826
14. Net increase (decrease) in contract loans and premium notes	46,552,739	48,606,651
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(395,465,928)	(316,898,828)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	(10,000,000)	0
16.2 Capital and paid in surplus, less treasury stock	230,606	0
16.3 Borrowed funds	0	(10,019,250)
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(6,542,781)	4,046,134
16.5 Dividends to stockholders	0	15,233,550
16.6 Other cash provided (applied)	80,993,280	(14,193,510)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	64,681,105	(35,400,176)
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)	3,656,562	(11,882,753)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	22,853,309	34,736,062
19.2 End of year (Line 18 plus Line 19.1)	26,509,871	22,853,309

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

20.0001. Capital contribution from parent in the form of common stock	49,769,394	
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ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	593,257,604	0	404,734,372	174,850,484	0	0	69,341	13,603,407	0	0	0	0
2. Considerations for supplementary contracts with life contingencies	533,071	0	0	0	533,071	0	0	0	0	0	0	0
3. Net investment income	163,779,834	0	99,071,921	59,137,447	1,078,258	0	257,292	3,577,746	38,342	0	0	618,828
4. Amortization of Interest Maintenance Reserve (IMR)	1,097,637	0	663,971	396,334	7,226	0	1,724	23,978	257	0	0	4,147
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0											
6. Commissions and expense allowances on reinsurance ceded	846,660	0	239,418	59,764	0	0	0	0	547,478	0	0	0
7. Reserve adjustments on reinsurance ceded	0											
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	0											
8.2 Charges and fees for deposit-type contracts	0											
8.3 Aggregate write-ins for miscellaneous income	697,459	0	138,003	528,507	914	0	3,372	26,663	0	0	0	0
9. Totals (Lines 1 to 8.3)	760,212,265	0	504,847,685	234,972,536	1,619,469	0	331,729	17,231,794	586,077	0	0	622,975
10. Death benefits	20,682,350	0	19,420,867	0	0	0	1,261,483	0	0	0	0	0
11. Matured endowments (excluding guaranteed annual pure endowments)	200,124	0	200,124	0	0	0	0	0	0	0	0	0
12. Annuity benefits	18,852,340	0	0	18,198,509	0	0	0	653,831	0	0	0	0
13. Disability benefits and benefits under accident and health contracts	1,227,348	0	1,072,722	0	0	0	0	0	154,626	0	0	0
14. Coupons, guaranteed annual pure endowments and similar benefits	0											
15. Surrender benefits and withdrawals for life contracts	206,866,181	0	122,922,881	73,471,828	0	0	0	10,471,472	0	0	0	0
16. Group conversions	0											
17. Interest and adjustments on contract or deposit-type contract funds	10,369,669	0	1,101,997	8,616,296	209,846	0	0	0	0	0	0	441,530
18. Payments on supplementary contracts with life contingencies	2,155,060	0	0	0	2,155,060	0	0	0	0	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts	358,177,864	0	237,161,173	116,531,507	(733,261)	0	(328,543)	5,628,248	(81,260)	0	0	0
20. Totals (Lines 10 to 19)	618,530,936	0	381,879,764	216,818,140	1,631,645	0	932,940	16,753,551	73,366	0	0	441,530
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	66,970,032	0	52,599,990	13,617,627	0	0	0	742,471	9,944	0	0	0
22. Commissions and expense allowances on reinsurance assumed	4,105	0	200	3,905	0	0	0	0	0	0	0	0
23. General insurance expenses	30,493,118	0	14,938,347	5,403,041	54,305	0	80,267	493,583	25,274	0	0	9,498,301
24. Insurance taxes, licenses and fees, excluding federal income taxes	8,407,118	0	7,582,765	646,587	12,119	0	4,023	64,054	52,416	0	0	45,154
25. Increase in loading on deferred and uncollected premiums	(162,252)	0	(162,252)	0	0	0	0	0	0	0	0	0
26. Net transfers to or (from) Separate Accounts net of reinsurance	0											
27. Aggregate write-ins for deductions	2,498,076	0	670,301	1,468,659	2,841	0	3,285	24,956	1,339	0	0	326,695
28. Totals (Lines 20 to 27)	726,741,133	0	457,509,115	237,957,959	1,700,910	0	1,020,515	18,078,615	162,339	0	0	10,311,680
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	33,471,132	0	47,338,570	(2,985,423)	(81,441)	0	(688,786)	(846,821)	423,738	0	0	(9,688,705)
30. Dividends to policyholders	46,480,837	0	46,480,837	0	0	0	0	0			0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(13,009,705)	0	857,733	(2,985,423)	(81,441)	0	(688,786)	(846,821)	423,738	0	0	(9,688,705)
32. Federal income taxes incurred (excluding tax on capital gains)	4,156,909		300,206	(1,044,898)	(28,504)		(241,075)	(296,387)	148,308		0	5,319,259
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(17,166,614)	0	557,527	(1,940,525)	(52,937)	0	(447,711)	(550,434)	275,430	0	0	(15,007,964)
DETAILS OF WRITE-INS												
08.301. Miscellaneous Income	118,705	0	93,499	18,332	914	0	3,372	2,588	0	0	0	0
08.302. Pension Administration Fees	578,754	0	44,504	510,175	0	0	0	24,075	0	0	0	0
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	697,459	0	138,003	528,507	914	0	3,372	26,663	0	0	0	0
2701. Modified coinsurance-change in mean reserve adjustment	1,207,944			1,207,944								
2702. Benefits for employees and agents not included elsewhere	1,290,132		670,301	260,715	2,841		3,285	24,956	1,339			326,695
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	2,498,076	0	670,301	1,468,659	2,841	0	3,285	24,956	1,339	0	0	326,695

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	2,798,326,940	0	1,657,571,843	1,046,932,324	13,060,954	0	5,713,678	75,048,141
2. Tabular net premiums or considerations	560,135,576		378,387,245	167,343,148	732,434		69,341	13,603,408
3. Present value of disability claims incurred	222,916		222,916	0	XXX		0	0
4. Tabular interest	115,192,393		73,115,473	37,626,672	824,861		230,603	3,394,784
5. Tabular less actual reserve released	14,598,609		5,957,382	9,257,880	(62,386)		(313,970)	(240,297)
6. Increase in reserve on account of change in valuation basis	0		0	0	0		0	0
7. Other increases (net)	0		0	0	0			
8. Totals (Lines 1 to 7)	3,488,476,434	0	2,115,254,859	1,261,160,024	14,555,863	0	5,699,652	91,806,036
9. Tabular cost	92,431,390		92,305,904	0	XXX		125,486	0
10. Reserves released by death	11,703,538		11,661,085	XXX	XXX		42,453	XXX
11. Reserves released by other terminations (net)	199,140,494		114,938,090	84,055,826	0		146,578	0
12. Annuity, supplementary contract and disability payments involving life contingencies	28,614,949		1,616,765	13,640,368	2,228,170		0	11,129,646
13. Net transfers to or (from) Separate Accounts	0		0	0	0		0	0
14. Total Deductions (Lines 9 to 13)	331,890,371	0	220,521,844	97,696,194	2,228,170	0	314,517	11,129,646
15. Reserve December 31, current year	3,156,586,063	0	1,894,733,015	1,163,463,830	12,327,693	0	5,385,135	80,676,390

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....1,434,986	.....1,406,192
1.1	Bonds exempt from U.S. tax	(a) .....	.....
1.2	Other bonds (unaffiliated)	(a) .....126,257,771	.....130,173,556
1.3	Bonds of affiliates	(a) .....0	.....0
2.1	Preferred stocks (unaffiliated)	(b) .....0	.....0
2.11	Preferred stocks of affiliates	(b) .....0	.....0
2.2	Common stocks (unaffiliated) .....	.....626,571	.....626,571
2.21	Common stocks of affiliates .....	.....0	.....0
3.	Mortgage loans	(c) .....15,768,658	.....15,729,965
4.	Real estate	(d) .....0	.....0
5	Contract loans .....	.....15,174,469	.....16,218,034
6	Cash, cash equivalents and short-term investments	(e) .....36,587	.....34,750
7	Derivative instruments	(f) .....0	.....0
8.	Other invested assets .....	.....1,468,291	.....1,468,291
9.	Aggregate write-ins for investment income .....	.....171,857	.....171,857
10.	Total gross investment income .....	.....160,939,190	.....165,829,216
11.	Investment expenses		(g) .....1,825,161
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) .....224,221
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income .....		.....0
16.	Total deductions (Lines 11 through 15) .....		.....2,049,382
17.	Net investment income (Line 10 minus Line 16) .....		.....163,779,834
DETAILS OF WRITE-INS			
0901.	Miscellaneous .....	.....171,857	.....171,857
0902.	.....	
0903.	.....	
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....171,857	.....171,857
1501.	.....	
1502.	.....	
1503.	.....	
1598.	Summary of remaining write-ins for Line 15 from overflow page .....		.....0
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....		.....0

- (a) Includes \$3,820,182 accrual of discount less \$6,602,559 amortization of premium and less \$2,988,933 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$12,249 amortization of premium and less \$17,938 paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds	(314,901)	.....0	(314,901)	.....0	.....0
1.1	Bonds exempt from U.S. tax .....			.....0		
1.2	Other bonds (unaffiliated)	(3,635,620)	(192,378)	(3,827,998)	.....367,956	.....0
1.3	Bonds of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.1	Preferred stocks (unaffiliated) .....	.....0	.....0	.....0	.....0	.....0
2.11	Preferred stocks of affiliates .....	.....0	.....0	.....0	.....0	.....0
2.2	Common stocks (unaffiliated) .....	.....7,734,730	.....0	.....7,734,730	.....8,299,305	.....0
2.21	Common stocks of affiliates .....	.....0	.....0	.....0	.....27,650	.....0
3.	Mortgage loans	(94,144)	.....0	(94,144)	(400,000)	.....0
4.	Real estate .....		.....0	.....0	.....0	.....0
5.	Contract loans .....	.....0	.....0	.....0	.....0	.....0
6.	Cash, cash equivalents and short-term investments .....	.....817	.....0	.....817	.....0	.....0
7.	Derivative instruments .....	.....10,148,539	.....0	.....10,148,539	.....6,671,961	.....0
8.	Other invested assets .....		.....0	.....0	(237,140)	.....0
9.	Aggregate write-ins for capital gains (losses) .....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses) .....	.....13,839,421	(192,378)	.....13,647,043	.....14,729,732	.....0
DETAILS OF WRITE-INS						
0901.	.....				
0902.	.....				
0903.	.....				
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....0	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....0	.....0	.....0	.....0	.....0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected	194,961		194,961								
2. Deferred and accrued	3,953,790		3,953,790								
3. Deferred , accrued and uncollected:											
3.1 Direct	4,255,942		4,255,942								
3.2 Reinsurance assumed	0		0								
3.3 Reinsurance ceded	107,191		107,191								
3.4 Net (Line 1 + Line 2)	4,148,751	0	4,148,751	0	0	0	0	0	0	0	0
4. Advance	99,741		99,741								
5. Line 3.4 - Line 4	4,049,010	0	4,049,010	0	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct	190,500,884		47,501,637	137,092,428			5,906,819				
6.2 Reinsurance assumed	0										
6.3 Reinsurance ceded	264,032		264,032								
6.4 Net	190,236,852	0	47,237,605	137,092,428	0	0	5,906,819	0	0	0	0
7. Line 5 + Line 6.4	194,285,862	0	51,286,615	137,092,428	0	0	5,906,819	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance) ..	4,802,034	0	4,818,928	(16,894)	0	0	0	0	0	0	0
9. First year premiums and considerations:											
9.1 Direct	189,838,157		46,838,910	137,092,428			5,906,819				
9.2 Reinsurance assumed	0		0								
9.3 Reinsurance ceded	354,329		371,223	(16,894)							
9.4 Net (Line 7 - Line 8)	189,483,828	0	46,467,687	137,109,322	0	0	5,906,819	0	0	0	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	109,121,123		107,121,956	1,999,167							
10.2 Reinsurance assumed	0										
10.3 Reinsurance ceded	887,845			887,845							
10.4 Net	108,233,278	0	107,121,956	1,111,322	0	0	0	0	0	0	0
RENEWAL											
11. Uncollected	2,935,361		3,137,254	(201,893)							
12. Deferred and accrued	42,077,300		42,077,300								
13. Deferred, accrued and uncollected:											
13.1 Direct	50,524,230		50,524,230								
13.2 Reinsurance assumed	0		0								
13.3 Reinsurance ceded	5,511,569		5,309,676	201,893							
13.4 Net (Line 11 + Line 12)	45,012,661	0	45,214,554	(201,893)	0	0	0	0	0	0	0
14. Advance	727,044		727,044								
15. Line 13.4 - Line 14	44,285,617	0	44,487,510	(201,893)	0	0	0	0	0	0	0
16. Collected during year:											
16.1 Direct	323,992,836		279,193,373	36,715,560		72,160	7,696,588			315,155	
16.2 Reinsurance assumed	0										
16.3 Reinsurance ceded	34,425,244		34,107,270			2,819				315,155	
16.4 Net	289,567,592	0	245,086,103	36,715,560	0	69,341	7,696,588	0	0	0	0
17. Line 15 + Line 16.4	333,853,209	0	289,573,613	36,513,667	0	69,341	7,696,588	0	0	0	0
18. Prior year (uncollected + deferred and accrued - advance) ..	38,312,710	0	38,428,883	(116,173)	0	0	0	0	0	0	0
19. Renewal premiums and considerations:											
19.1 Direct	326,814,921		282,015,458	36,715,560		72,160	7,696,588			315,155	
19.2 Reinsurance assumed	0		0								
19.3 Reinsurance ceded	31,274,423		30,870,729	85,720		2,819				315,155	
19.4 Net (Line 17 - Line 18)	295,540,498	0	251,144,729	36,629,840	0	69,341	7,696,588	0	0	0	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	625,774,201	0	435,976,324	175,807,155	0	72,160	13,603,407	0	0	315,155	0
20.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
20.3 Reinsurance ceded	32,516,597	0	31,241,952	956,671	0	2,819	0	0	0	315,155	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	593,257,604	0	404,734,372	174,850,484	0	69,341	13,603,407	0	0	0	0

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

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	4,379,384		4,379,384								
22. All other	38,040,335		38,017,552	22,783							
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	15,502		3,749					11,753			
23.2 Reinsurance assumed	0										
23.3 Net ceded less assumed	15,502	0	3,749	0	0	0	0	11,753	0	0	0
24. Single:											
24.1 Reinsurance ceded	0										
24.2 Reinsurance assumed	0										
24.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded	831,158		235,669	59,764				535,725			
25.2 Reinsurance assumed	4,105		200	3,905				0			
25.3 Net ceded less assumed	827,053	0	235,469	55,859	0	0	0	535,725	0	0	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	846,660	0	239,418	59,764	0	0	0	547,478	0	0	0
26.2 Reinsurance assumed (Page 6, Line 22)	4,105	0	200	3,905	0	0	0	0	0	0	0
26.3 Net ceded less assumed	842,555	0	239,218	55,859	0	0	0	547,478	0	0	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	43,730,336		31,833,632	11,459,064			437,640				
28. Single	1,422,155		1,327,123	95,032							
29. Renewal	21,817,541		19,439,235	2,063,531			304,831	9,944			
30. Deposit-type contract funds	0										
31. Totals (to agree with Page 6, Line 21)	66,970,032	0	52,599,990	13,617,627	0	0	742,471	9,944	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1. Rent	875,302		868	705,545	58,816	1,640,531
2. Salaries and wages	13,190,978		18,610	4,540,551	1,012,537	18,762,676
3.11 Contributions for benefit plans for employees	1,152,257		2,141	474,796	238,188	1,867,382
3.12 Contributions for benefit plans for agents						0
3.21 Payments to employees under non-funded benefit plans						0
3.22 Payments to agents under non-funded benefit plans						0
3.31 Other employee welfare	136,982		211	141,326	2,372	280,891
3.32 Other agent welfare	1,401		3	931	31	2,366
4.1 Legal fees and expenses	11,361			189,405		200,766
4.2 Medical examination fees	786,454			688		787,142
4.3 Inspection report fees	163,400		4	2,549	40	165,993
4.4 Fees of public accountants and consulting actuaries	88,076			181,787		269,863
4.5 Expense of investigation and settlement of policy claims	286,627		243	49,552		336,422
5.1 Traveling expenses	462,127		132	169,482	22,932	654,673
5.2 Advertising	11,006			617,551		628,557
5.3 Postage, express, telegraph and telephone	424,994		952	208,785	952	635,683
5.4 Printing and stationery	204,293		16	20,510	134	224,953
5.5 Cost or depreciation of furniture and equipment	39,605		73	57,343	1,594	98,615
5.6 Rental of equipment	42,342		42	130,817	475	173,676
5.7 Cost or depreciation of EDP equipment and software	249,123		68	172,117	226	421,534
6.1 Books and periodicals	25,874		6	15,333	56	41,269
6.2 Bureau and association fees	40,663		39	137,550	119	178,371
6.3 Insurance, except on real estate	79,856			150,059	500	230,415
6.4 Miscellaneous losses	14,688		4	191,321	40	206,053
6.5 Collection and bank service charges	156,757			123,929		280,686
6.6 Sundry general expenses	330,371		1,153	441,875	286,547	1,059,946
6.7 Group service and administration fees				4,047		4,047
6.8 Reimbursements by uninsured plans						0
7.1 Agency expense allowance						0
7.2 Agents' balances charged off (less \$ recovered)				51,001		51,001
7.3 Agency conferences other than local meetings	757,298			15		757,313
9.1 Real estate expenses	278,802		2	20,964	5,612	305,380
9.2 Investment expenses not included elsewhere	2,782			33,913	26,432	63,127
9.3 Aggregate write-ins for expenses	1,156,126	0	706	664,561	167,556	1,988,949
10. General expenses incurred	20,969,545	0	25,273	9,498,303	1,825,159	(a) 32,318,280
11. General expenses unpaid December 31, prior year	224,958		135			225,093
12. General expenses unpaid December 31, current year	708,940		854	321,119	61,705	1,092,618
13. Amounts receivable relating to uninsured plans, prior year						0
14. Amounts receivable relating to uninsured plans, current year						0
15. General expenses paid during year (Lines 10+11-12-13+14)	20,485,563	0	24,554	9,177,184	1,763,454	31,450,755
DETAILS OF WRITE-INS						
09.301. Equipment and software maintenance	968,529		657	417,715	32,705	1,419,606
09.302. Consulting	187,597		49	246,846	134,851	569,343
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0	0
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	1,156,126	0	706	664,561	167,556	1,988,949

(a) Includes management fees of \$ 21,295,273 to affiliates and \$ 216,416 to non-affiliates.

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

	Insurance			4	5
	1	2	3		
	Life	Accident and Health	All Other Lines of Business	Investment	Total
1. Real estate taxes				0	0
2. State insurance department licenses and fees	480,351	3,169			483,520
3. State taxes on premiums	7,259,777	47,890			7,307,667
4. Other state taxes, including \$ for employee benefits	(28,798)	(293)	1,942	410	(26,739)
5. U.S. Social Security taxes	478,310	859	43,212	9,127	531,508
6. All other taxes	119,908	791		214,683	335,382
7. Taxes, licenses and fees incurred	8,309,548	52,416	45,154	224,220	8,631,338
8. Taxes, licenses and fees unpaid December 31, prior year	2,327,491	3,919		80,723	2,412,133
9. Taxes, licenses and fees unpaid December 31, current year	735,559	1,238		25,511	762,308
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	9,901,480	55,097	45,154	279,432	10,281,163

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums	4,379,384	0
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	37,790,431	
4. Applied to provide paid-up annuities	22,782	
5. Total Lines 1 through 4	42,192,597	0
6. Paid in cash	809,313	
7. Left on deposit	579,298	
8. Aggregate write-ins for dividend or refund options	227,121	0
9. Total Lines 5 through 8	43,808,329	0
10. Amount due and unpaid	1,291,567	
11. Provision for dividends or refunds payable in the following calendar year	47,408,126	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total Lines 10 through 14	48,699,693	0
16. Total from prior year	46,027,186	0
17. Total dividends or refunds (Lines 9 + 15 - 16)	46,480,836	0
DETAILS OF WRITE-INS		
0801. Policy loan and interest payments	227,121	
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	227,121	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1		2	3	4	5	6
Valuation Standard		Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0100001.	AE 3.5% ANB NLP, 05-47	2,913		2,913		
0100002.	41 CSO 2.5% ANB CRVM, 48-63	1,437,463		1,437,463		
0100003.	41 CSO 2.5% ANB NLP, 48-63	11,023,242		11,023,242		
0100004.	41 CSO 3% ANB NLP, 48-63	1,641,161		1,641,161		
0100005.	58 CSO 2.5% CRVM, 63-81	35,991,468		35,991,468		
0100006.	58 CSO 2.5% NLP, 63-81	94,691		94,691		
0100007.	58 CSO 2.75% NLP, 70-93	93,993				93,993
0100008.	58 CSO 3.5% CRVM, 69-88	8,768,113		8,768,113		
0100009.	58 CSO 3.5% NLP, 69-88	2,286,074		2,286,074		
0100010.	58 CSO 4% CRVM, 79-88	12,781,298		12,781,298		
0100011.	58 CSO 4% NLP, 79-88	71,550,612		71,550,612		
0100012.	58 CSO 4.5% CRVM, 81-88	6,662,788		6,662,788		
0100013.	58 CSO 5.5% NLP, 77-88	1,643				1,643
0100014.	80 CSO 4% CRVM, 83-08	123,196,943		123,196,943		
0100015.	80 CSO 4% NLP, 83-08	68,985,539		68,985,539		
0100016.	80 CSO 4.5% CRVM, 97-05	320,481,122		320,481,122		
0100017.	80 CSO 4.5% NLP, 85-05	160,813,350		158,399,578		2,413,772
0100018.	80 CSO 5% NLP, 86-94	49,703,701		49,703,701		
0100019.	2001 CSO 3.5% CRVM, 13 (N.B.)	19,116,258		19,116,258		
0100020.	2001 CSO 3.5% NLP, 13 (N.B.)	61,338,504		61,338,504		
0100021.	2001 CSO 4% CRVM, 05-12	330,353,920		330,353,920		
0100022.	2001 CSO 4% NLP, 05-12	601,690,127		598,440,423		3,249,704
0100023.	2001 CSO 4.5% CRVM, 05	20,540,526		20,540,526		
0100024.	2001 CSO 4.5% NLP, 05	23,852,367		23,852,367		
0199997. Totals (Gross)		1,932,407,816	0	1,926,648,704	0	5,759,112
0199998. Reinsurance ceded		50,157,495		47,663,374		2,494,121
0199999. Life Insurance: Totals (Net)		1,882,250,321	0	1,878,985,330	0	3,264,991
0200001.	71 IAM 8.00% 87-87	195,505	XXX		XXX	195,505
0200002.	71 IAM 8.25% 90-91	228,317	XXX		XXX	228,317
0200003.	71 IAM 8.50% 83-89	371,406	XXX		XXX	371,406
0200004.	83 GAM 6.25% 98-98	589,561	XXX		XXX	589,561
0200005.	83 GAM 6.50% 94-97	2,120,041	XXX		XXX	2,120,041
0200006.	83 GAM 7.00% 92-93	332,970	XXX		XXX	332,970
0200007.	83 GAM 7.25% 95-95	164,873	XXX		XXX	164,873
0200008.	83 IAM 6.25% 98-98	1,165,141	XXX	1,165,141	XXX	
0200009.	83 IAM 6.50% 94-94	69,346	XXX	69,346	XXX	
0200010.	83 IAM 6.75% 96-97	635,937	XXX	635,937	XXX	
0200011.	83 IAM 7.25% 95-95	1,363,809	XXX	1,363,809	XXX	
0200012.	a-1949 2.5% 72-81	15,758	XXX		XXX	15,758
0200013.	a-1949 Proj 2.50% 68-80	5,169	XXX	5,169	XXX	
0200014.	a2000 2.65% 13 (N.B.)	64,714	XXX	64,714	XXX	
0200015.	a2000 2.85% 13 (N.B.)	1,803,826	XXX	1,803,826	XXX	
0200016.	a2000 4.25% 12	1,963,959	XXX	1,963,959	XXX	
0200017.	a2000 5.00% 11-11	5,075,582	XXX	5,075,582	XXX	
0200018.	a2000 5.25% 05-10	11,768,827	XXX	11,768,827	XXX	
0200019.	a2000 5.50% 04-08	13,211,112	XXX	13,211,112	XXX	
0200020.	a2000 6.00% 03-09	7,855,240	XXX	7,855,240	XXX	
0200021.	a2000 6.25% 99-99	2,035,641	XXX	2,035,641	XXX	
0200022.	a2000 6.50% 02-02	1,127,341	XXX	1,127,341	XXX	
0200023.	a2000 6.75% 01-01	591,403	XXX	591,403	XXX	
0200024.	a2000 7.00% 00-00	540,394	XXX	540,394	XXX	
0200025.	Deferred 4.00% CARVM:83a 3% 75-79	806,674	XXX	806,674	XXX	
0200026.	Deferred 4.50% CARVM:83a 3% 80-82	1,234,909	XXX	1,234,909	XXX	
0200027.	Deferred 4.75% CARVM:83a 3% 80-83	958,693	XXX	958,693	XXX	
0200028.	Deferred 5.00% CARVM:83a 3% 98-98	3,363,307	XXX	3,363,307	XXX	
0200029.	Deferred 5.25% CARVM:83a 3% 94-98	19,272,338	XXX	19,272,338	XXX	
0200030.	Deferred 5.50% CARVM:83a 3% 93-97	5,108,329	XXX	5,108,329	XXX	
0200031.	Deferred 5.75% CARVM:83a 3% 93-95	869,113	XXX	869,113	XXX	
0200032.	Deferred 6.00% CARVM:83a 3% 92-95	1,823,209	XXX	1,823,209	XXX	
0200033.	Deferred 6.25% CARVM:83a 3% 87-91	2,762,146	XXX	2,762,146	XXX	
0200034.	Deferred 6.50% CARVM:83a 3% 89-89	249,113	XXX	249,113	XXX	
0200035.	Deferred 6.75% CARVM:83a 3% 86-88	1,121,665	XXX	1,121,665	XXX	
0200036.	Deferred 8.00% CARVM:83a 3% 84-85	1,335,437	XXX	1,335,437	XXX	
0200037.	Deferred 8.25% CARVM:83a 3% 83-83	272,180	XXX	272,180	XXX	
0200038.	Deferred 3.50% CARVM:2000 IAM 3% 13 (N.B.)	127,304,535	XXX	123,322,046	XXX	3,982,489
0200039.	Deferred 3.75% CARVM:2000 IAM 3% 12	121,772,853	XXX	119,533,909	XXX	2,238,944
0200040.	Deferred 4.25% CARVM:2000 IAM 3% 10-11	426,739,664	XXX	414,747,750	XXX	11,991,914
0200041.	Deferred 4.50% CARVM:2000 IAM 3% 05-10	187,277,122	XXX	177,648,130	XXX	9,628,992
0200042.	Deferred 4.75% CARVM:2000 IAM 3% 03-04	87,258,603	XXX	87,258,603	XXX	
0200043.	Deferred 5.00% CARVM:2000 IAM 3% 99-09	137,049,587	XXX	130,414,679	XXX	6,634,908
0200044.	Deferred 5.25% CARVM:2000 IAM 3% 99-02	40,168,222	XXX	40,168,222	XXX	
0200045.	Deferred 5.50% CARVM:2000 IAM 3% 00-02	5,453,054	XXX	5,453,054	XXX	
0200046.	Deferred 5.75% CARVM:2000 IAM 3% 00-00	72,447	XXX	72,447	XXX	
0200047.	Deferred 3.50% CARVM GAM 3% 13 (N.B.)	162,409	XXX		XXX	162,409
0200048.	Deferred 3.75% CARVM GAM 3% 12	896,278	XXX		XXX	896,278
0200049.	Deferred 4.25% CARVM GAM 3% 10-11	3,970,561	XXX		XXX	3,970,561
0200050.	Deferred 4.50% CARVM GAM 3% 05-08	5,506,880	XXX		XXX	5,506,880
0200051.	Deferred 4.75% CARVM GAM 3% 03-04	3,587,414	XXX		XXX	3,587,414
0200052.	Deferred 5.00% CARVM GAM 3% 98-09	3,666,683	XXX		XXX	3,666,683
0200053.	Deferred 5.25% CARVM GAM 3% 94-02	6,166,681	XXX		XXX	6,166,681
0200054.	Deferred 5.50% CARVM GAM 3% 93-00	5,310,740	XXX		XXX	5,310,740
0200055.	Deferred 5.75% CARVM GAM 3% 95-95	2,904,584	XXX		XXX	2,904,584
0200056.	Deferred 6.00% CARVM GAM 3% 92-92	1,627,922	XXX		XXX	1,627,922
0200057.	Deferred 6.25% CARVM GAM 3% 90-91	4,467,387	XXX		XXX	4,467,387
0200058.	Deferred 6.50% CARVM GAM 3% 89-89	283,638	XXX		XXX	283,638
0200059.	Home Office Pension Plan 85-13 (N.B.)	3,629,535	XXX		XXX	3,629,535
0299997. Totals (Gross)		1,267,749,784	XXX	1,187,073,394	XXX	80,676,390
0299998. Reinsurance ceded		23,609,564	XXX	23,609,564	XXX	
0299999. Annuities: Totals (Net)		1,244,140,220	XXX	1,163,463,830	XXX	80,676,390
0300001.	71 IAM 11.25% 83-84	23,920		23,920		
0300002.	83 IAM 6.00% 03-03	26,927		26,927		
0300003.	83 IAM 6.25% 98-98	318,477		318,477		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0300004. 83 IAM 6.50% 94-94	464,493		464,493		
0300005. 83 IAM 6.75% 96-97	524,602		524,602		
0300006. 83 IAM 7.00% 93-93	552,388		552,388		
0300007. 83 IAM 7.25% 95-95	437,109		437,109		
0300008. 83 IAM 7.75% 92-92	630,073		630,073		
0300009. 83 IAM 8.00% 87-87	116,973		116,973		
0300010. 83 IAM 8.25% 90-91	1,036,899		1,036,899		
0300011. 83 IAM 8.75% 88-89	626,186		626,186		
0300012. 83 IAM 9.25% 85-86	18,405		18,405		
0300013. a-1949 Proj. 2.50% 68-82	15,298		15,298		
0300014. a2000 [0.25%-0.50%) 13 (N.B.)	382,068		382,068		
0300015. a2000 [2.50%-2.75%) 13 (N.B.)	80,366		80,366		
0300016. a2000 4.25% 12	614,637		614,637		
0300017. a2000 5.00% 11-11	1,155,505		1,155,505		
0300018. a2000 5.25% 05-10	1,321,081		1,321,081		
0300019. a2000 5.50% 04-08	2,100,214		2,100,214		
0300020. a2000 6.00% 03-09	1,625,223		1,625,223		
0300021. a2000 6.25% 99-99	212,950		212,950		
0300022. a2000 6.50% 02-02	357,295		357,295		
0300023. a2000 6.75% 01-01	254,696		254,696		
0300024. a2000 7.00% 00-00	225,199		225,199		
0399997. Totals (Gross)	13,120,984	0	13,120,984	0	0
0399998. Reinsurance ceded	793,291		793,291		
0399999. SCWLC: Totals (Net)	12,327,693	0	12,327,693	0	0
0400001. 59 ADB & 58 CSO 2.5%, 63-78	4,588		4,588		
0400002. 59 ADB & 58 CSO 3%, 79-88	17,506		17,506		
0400003. 59 ADB & 80 CSO 3%, 89-13 (N.B.)	73,036		73,036		
0499997. Totals (Gross)	95,130	0	95,130	0	0
0499998. Reinsurance ceded	0				
0499999. Accidental Death Benefits: Totals (Net)	95,130	0	95,130	0	0
0500001. 52 INTERCO DISA & 41 CSO 2.5%, 60-63	612		612		
0500002. 52 INTERCO DISA & 58 CSO 2.5%, 63-88	124,490		124,490		
0500003. 52 INTERCO DISA & 58 CSO 3%, 87-88	1,831		1,831		
0500004. 52 INTERCO DISA & 80 CSO 3.5%, 85-13 (N.B.) ..	11,025		11,025		
0500005. 52 INTERCO DISA & 80 CSO 4.5%	8,015,287		8,015,287		
0599997. Totals (Gross)	8,153,245	0	8,153,245	0	0
0599998. Reinsurance ceded	1,306,205		1,306,205		
0599999. Disability-Active Lives: Totals (Net)	6,847,040	0	6,847,040	0	0
0600001. 52 INTERCO DISA 2.5%, 30-94	354,886		354,886		
0600002. 52 INTERCO DISA 4.5%, 83-13 (N.B.)	14,016,442		14,016,442		
0600003. 70 INTERCO DISA 3%, 63-93	1,293,146				1,293,146
0600004. 70 INTERCO DISA 4.5%, 94-13 (N.B.)	3,076,453				3,076,453
0600005. 05 Group Waiver Table 4%, 11-13 (N.B.)	1,020,011				1,020,011
0699997. Totals (Gross)	19,760,938	0	14,371,328	0	5,389,610
0699998. Reinsurance ceded	8,835,279		5,565,813		3,269,466
0699999. Disability-Disabled Lives: Totals (Net)	10,925,659	0	8,805,515	0	2,120,144
0799998. Reinsurance ceded	0				
0799999. Miscellaneous Reserves: Totals (Net)	0	0	0	0	0
9999999. Totals (Net) - Page 3, Line 1	3,156,586,063	0	3,070,524,538	0	86,061,525

EXHIBIT 5 - INTERROGATORIES

1.1

Has the reporting entity ever issued both participating and non-participating contracts?

Yes [X] No []

1.2

If not, state which kind is issued.

2.1

Does the reporting entity at present issue both participating and non-participating contracts?

Yes [] No [X]

2.2

If not, state which kind is issued.

Non-participating

3.

Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?

Yes [X] No []

If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4.

Has the reporting entity any assessment or stipulated premium contracts in force?

Yes [] No [X]

If so, state:

4.1

Amount of insurance?

\$

4.2

Amount of reserve?

\$

4.3

Basis of reserve:

4.4

Basis of regular assessments:

4.5

Basis of special assessments:

4.6

Assessments collected during the year

\$

5.

If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.

6.

Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?

Yes [] No [X]

6.1

If so, state the amount of reserve on such contracts on the basis actually held:

\$

6.2

That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:

\$

Attach statement of methods employed in their valuation.

7.

Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?

Yes [] No [X]

7.1

If yes, state the total dollar amount of assets covered by these contracts or agreements

\$

7.2

Specify the basis (fair value, amortized cost, etc.) for determining the amount:

7.3

State the amount of reserves established for this business:

\$

7.4

Identify where the reserves are reported in the blank:

8.

Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year?

Yes [] No [X]

8.1

If yes, state the total dollar amount of account value covered by these contracts or agreements:

\$

8.2

State the amount of reserves established for this business:

\$

8.3

Identify where the reserves are reported in the blank:

9.

Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year?

Yes [] No [X]

9.1

If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders:

\$

9.2

State the amount of reserves established for this business:

\$

9.3

Identify where the reserves are reported in the blank:

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

1	Valuation Basis		4
	2	3	
Description of Valuation Class	Changed From	Changed To	Increase in Actuarial Reserve Due to Change
	NONE		
9999999 - Total (Column 4, only)			

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	31,497				31,449	48			
2. Additional contract reserves (a)	1,108,352				1,105,085	2,291	976		
3. Additional actuarial reserves-Asset/Liability analysis	0								
4. Reserve for future contingent benefits	0								
5. Reserve for rate credits	0								
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	1,139,849	0	0	0	1,136,534	2,339	976	0	0
8. Reinsurance ceded	1,139,849				1,136,534	2,339	976		
9. Totals (Net)	0	0	0	0	0	0	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	22,517,437	19,949,499			2,567,938				
11. Additional actuarial reserves-Asset/Liability analysis	0								
12. Reserve for future contingent benefits	0								
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	22,517,437	19,949,499	0	0	2,567,938	0	0	0	0
15. Reinsurance ceded	21,747,873	19,179,935			2,567,938				
16. Totals (Net)	769,564	769,564	0	0	0	0	0	0	0
17. TOTAL (Net)	769,564	769,564	0	0	0	0	0	0	0
18. TABULAR FUND INTEREST	0								
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

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

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	227,857,000	154,841,013	14,782,215	6,986,978	27,896,176	23,350,618
2. Deposits received during the year	111,132,768	79,700,000	587,224	4,874,504	579,298	25,391,742
3. Investment earnings credited to the account	3,008,666	1,009,931	668,024	218,115	716,195	396,401
4. Other net change in reserves	0					
5. Fees and other charges assessed	0					
6. Surrender charges	0					
7. Net surrender or withdrawal payments	120,437,407	87,020,019	4,602,762	2,661,730	2,226,981	23,925,915
8. Other net transfers to or (from) Separate Accounts	0					
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	221,561,027	148,530,925	11,434,701	9,417,867	26,964,688	25,212,846
10. Reinsurance balance at the beginning of the year	(1,295,387)	0	0	(1,295,387)	0	0
11. Net change in reinsurance assumed	(171,292)			(171,292)		
12. Net change in reinsurance ceded	75,514			75,514		
13. Reinsurance balance at the end of the year (Lines 10+11-12)	(1,542,193)	0	0	(1,542,193)	0	0
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	220,018,834	148,530,925	11,434,701	7,875,674	26,964,688	25,212,846

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

		1	2	Ordinary			6	Group		Accident and Health		
				3	4	5		7	8	9	10	11
		Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1.	Due and unpaid:											
	1.1 Direct	40,024		11,006	29,018							
	1.2 Reinsurance assumed	0										
	1.3 Reinsurance ceded	0										
	1.4 Net	40,024	0	11,006	29,018	0	0	0	0	0	0	0
2.	In course of settlement:											
	2.1 Resisted											
	2.11 Direct	0										
	2.12 Reinsurance assumed	0										
	2.13 Reinsurance ceded	0										
	2.14 Net	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
	2.2 Other											
	2.21 Direct	8,050,866		4,732,568	3,029,012			173,800		115,486		
	2.22 Reinsurance assumed	0										
	2.23 Reinsurance ceded	2,206,834		1,987,743	103,605					115,486		
	2.24 Net	5,844,032	0	(b) 2,744,825	(b) 2,925,407	0	(b) 0	(b) 173,800	0	(b) 0	(b) 0	(b) 0
3.	Incurred but unreported:											
	3.1 Direct	1,312,560		1,300,000				12,560				
	3.2 Reinsurance assumed	0										
	3.3 Reinsurance ceded	940,128		937,000				3,128				
	3.4 Net	372,432	0	(b) 363,000	(b) 0	0	(b) 0	(b) 9,432	0	(b) 0	(b) 0	(b) 0
4.	TOTALS											
	4.1 Direct	9,403,450	0	6,043,574	3,058,030	0	0	186,360	0	115,486	0	0
	4.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
	4.3 Reinsurance ceded	3,146,962	0	2,924,743	103,605	0	0	3,128	0	115,486	0	0
	4.4 Net	6,256,488	(a) 0	(a) 3,118,831	2,954,425	0	0	(a) 183,232	0	0	0	0

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ _____ in Column 2, \$ _____11,006 in Column 3 and \$ _____ in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ _____105,550

Individual Annuities \$ _____, Credit Life (Group and Individual) \$ _____, and Group Life \$ _____, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ _____769,564

Credit (Group and Individual) Accident and Health \$ _____, and Other Accident and Health \$ _____ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct	70,798,427		44,281,624	18,502,446	2,155,060		1,424,052	653,831	3,781,414		
1.2 Reinsurance assumed	992,995		24,979	1,157,686			(189,670)				
1.3 Reinsurance ceded	35,367,888		30,565,523	1,078,140	749			96,688	3,626,788		
1.4 Net	(d) 36,423,534	0	13,741,080	18,581,992	2,154,311	0	1,234,382	557,143	154,626	0	0
2. Liability December 31, current year from Part 1:											
2.1 Direct	9,403,450	0	6,043,574	3,058,030	0	0	186,360	0	115,486	0	0
2.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
2.3 Reinsurance ceded	3,146,962	0	2,924,743	103,605	0	0	3,128	0	115,486	0	0
2.4 Net	6,256,488	0	3,118,831	2,954,425	0	0	183,232	0	0	0	0
3. Amounts recoverable from reinsurers December 31, current year	2,771,525		3,108,086	(343,103)	6,542						
4. Liability December 31, prior year:											
4.1 Direct	10,137,908	0	6,533,663	3,346,984	0	0	85,360	0	171,901	0	0
4.2 Reinsurance assumed	81,415	0	0	81,415	0	0	0	0	0	0	0
4.3 Reinsurance ceded	4,411,713	0	4,236,684	0	0	0	3,128	0	171,901	0	0
4.4 Net	5,807,610	0	2,296,979	3,428,399	0	0	82,232	0	0	0	0
5. Amounts recoverable from reinsurers December 31, prior year	9,016,334		9,164,967	(155,924)	7,291						
6. Incurred Benefits											
6.1 Direct	70,063,969	0	43,791,535	18,213,492	2,155,060	0	1,525,052	653,831	3,724,999	0	0
6.2 Reinsurance assumed	911,580	0	24,979	1,076,271	0	0	(189,670)	0	0	0	0
6.3 Reinsurance ceded	27,858,328	0	23,196,701	994,566	0	0	0	96,688	3,570,373	0	0
6.4 Net	43,117,221	0	20,619,813	18,295,197	2,155,060	0	1,335,382	557,143	154,626	0	0

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

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 200,124 in Line 1.1, \$ 200,124 in Line 1.4.
\$ 200,124 in Line 6.1, and \$ 200,124 in Line 6.4.

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

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

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	358,088	330,438	(27,650)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale			0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)	0	0	0
6. Contract loans	0	0	0
7. Derivatives (Schedule DB)	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	0		0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	358,088	330,438	(27,650)
13. Title plants (for Title insurers only)			0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			0
15.3 Accrued retrospective premiums			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	0	0	0
16.2 Funds held by or deposited with reinsured companies			0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans			0
18.1 Current federal and foreign income tax recoverable and interest thereon		0	0
18.2 Net deferred tax asset	15,055,538	8,354,852	(6,700,686)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software			0
21. Furniture and equipment, including health care delivery assets			0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0
23. Receivables from parent, subsidiaries and affiliates			0
24. Health care and other amounts receivable	1,181,802	1,538,539	356,737
25. Aggregate write-ins for other than invested assets	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	16,595,428	10,223,829	(6,371,599)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0
28. Total (Lines 26 and 27)	16,595,428	10,223,829	(6,371,599)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

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

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

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below:

		State of Domicile	2013	2012
NET INCOME				
(1)	State basis (Page 4, Line 35, Column 1 & 2)	Ohio	\$ (7,835,708)	\$ 16,320,793
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP:		0	0
(3)	State Permitted Practices that increase/(decrease) NAIC SAP:		0	0
(4)	NAIC SAP (1-2-3=4)	Ohio	\$ (7,835,708)	\$ 16,320,793
SURPLUS				
(5)	State basis (Page 3, Line 38, Columns 1 & 2)	Ohio	\$ 193,727,339	\$ 160,730,181
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP:		0	0
(7)	State Permitted Practices that increase/(decrease) NAIC SAP:		0	0
(8)	NAIC SAP (5-6-7=8)	Ohio	\$ 193,727,339	\$ 160,730,181

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

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

C. Accounting Policy

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

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

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at either amortized cost using the interest method or the lower of amortized cost or fair market value.
- (3) Unaffiliated common stocks are stated at fair market value, except for Federal Home Loan Bank (FHLB) stock, which is carried at cost, adjusted for stock dividends, and is restricted. Common stocks of non-life subsidiaries and non-life affiliates in which the Company has an interest of 10% or more are carried on the GAAP equity basis.
- (4) The Company does not hold any preferred stocks.
- (5) Mortgage loans on real estate are stated at the aggregate unpaid principal balance plus unamortized premium less unaccrued discount.
- (6) Loan-backed and structured securities are stated at amortized cost, except those with an initial NAIC designation of 6, which are stated at the lower of amortized cost or fair value. Loan backed and structured securities with an initial NAIC designation of 6 could have a final designation of 1 through 5 as determined by the SVO financial modeling process or the SVO modified filing exempt process. The retrospective adjustment method is used to determine amortized cost for all loan-backed and structured securities, except for those which an other-than-temporary impairment has been recognized, which use the prospective adjustment method to determine amortized cost.
- (7) The Company owns 100% of the capital stock of its non-life insurance subsidiaries, which are stated at GAAP equity.
- (8) The Company has an investment in a limited liability company. The Company carries this interest based on the underlying GAAP equity of the investee. Undistributed earnings allocated to the Company are reported in the change in net unrealized capital gains or losses. Distributions from earnings of the entity are reported as net investment income when received. Because of the indirect nature of this investment, there is an inherent reduction in transparency and liquidity and increased complexity in valuing the underlying investment. As a result, this investment is actively managed by Company management via detailed evaluation of the investment performance relative to risk.
- (9) The Company utilizes customized call options to hedge the S&P 500 index exposure embedded in equity indexed annuities and universal life policies. The Company purchases and writes call options to correlate with changes in the annuity and universal life features due to movements in the S&P 500. At the beginning of these contracts, a premium is either paid or received for transferring the related risk. The Company retains basis risk and risk associated with actual versus expected assumptions for mortality and lapse rates. The call options are not designated as a hedge for accounting purposes and are carried at fair value on the balance sheet with changes in fair value recorded in surplus. The related gains and losses from terminations or expirations are recorded in realized capital gains and losses.
- (10) Anticipated investment income is not a factor in calculating deficiency reserves.
- (11) Loss liabilities for accident and health contracts are based on statutory standard tables for long-term disability coverages and historical company experience for other accident and health.
- (12) The Company has not changed its capitalization policy from the prior year.
- (13) The Company has no pharmaceutical rebate receivables on its books during the statement periods.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

NOTES TO FINANCIAL STATEMENTS

- (14) The Company monitors investments to determine if there has been an other-than-temporary decline in fair value. Factors management considers for each identified security include the following:
- the length of time and the extent to which the fair value is below the book/adjusted carry value;

- the financial condition and near term prospects of the issuer, including specific events that may affect its operations;

- for equity securities and debt securities with credit related declines in fair value, the Company’s intent and ability to hold the security long enough for it to recover its value to book/adjusted carry value;

- for debt securities with interest related declines in fair value, the Company’s intent to sell the security before recovery of its book/adjusted carry value;

- for loan-backed securities, the Company’s intent and ability to hold the security long enough for it to recover its value to book/adjusted carry value;

- for loan-backed securities, the Company’s intent to sell the security before recovery of its book/adjusted carry value.

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

2. Accounting Changes and Corrections of Errors

The Company did not make any accounting changes in 2013.

The Company made the following accounting changes in 2012:

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

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

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

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

3. Business Combinations and Goodwill. None.

4. Discontinued Operations. None.

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

- (1) The minimum and maximum lending rates for mortgage loans issued during 2013 were:

Farm loans	None
City loans	4.25% and 4.75%
Purchase money mortgages	None
Mezzanine loans	None

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

- (3) Taxes, assessments and any other amounts advanced and not included in mortgage loan total:

Current Year		Prior Year	
\$	-	\$	-

- (4) Age Analysis of Mortgage Loans

		Residential			Commercial						
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total				
a. Current Year											
1. Recorded Investment (All)											
(a) Current	\$	-	\$	-	\$	-	\$ 256,184,064	\$	-	\$	256,184,064
(b) 30-59 Days Past Due		-		-		-		-			-
(c) 60-89 Days Past Due		-		-		-		-			-
(d) 90-179 Days Past Due		-		-		-		-			-
(e) 180+ Days Past Due		-		-		-		-			-
2. Accruing Interest 90-179 Days Past Due											
(a) Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	-
(b) Interest Accrued		-		-		-		-		-	-
3. Accruing Interest 180+ Days Past Due											
(a) Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	-
(b) Interest Accrued		-		-		-		-		-	-
4. Interest Reduced											
(a) Recorded Investment	\$	-	\$	-	\$	-	\$	-	\$	-	-
(b) Interest Accrued		-		-		-		-		-	-
(c) Percent Reduced		0%		0%		0%		0%		0%	0%
b. Prior Year											
1. Recorded Investment											
(a) Current	\$	-	\$	-	\$	-	\$ 248,263,509	\$	-	\$	248,263,509
(b) 30-59 Days Past Due		-		-		-		-		-	-
(c) 60-89 Days Past Due		-		-		-		-		-	-
(d) 90-179 Days Past Due		-		-		-		-		-	-

NOTES TO FINANCIAL STATEMENTS

(e) 180+ Days Past Due	-	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due								
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Interest Accrued	-	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due								
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Interest Accrued	-	-	-	-	-	-	-	-
4. Interest Reduced								
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Interest Accrued	-	-	-	-	-	-	-	-
(c) Percent Reduced	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(5) Investment in Impaired Loans With or Without Allowance for Credit Losses:

	Residential			Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. With Allowance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ 1,829,656	\$ -	\$ 1,829,656
2. No Allowance for Credit Losses	-	-	-	-	-	-	-
b. Prior Year							
1. With Allowance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. No Allowance for Credit Losses	-	-	-	-	-	-	-

(6) Investment in Impaired Loans – Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting:

	Residential			Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Average Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 2,049,865	\$ -	\$ 2,049,865
2. Interest Income Recognized	-	-	-	-	146,929	-	146,929
3. Recorded Investments on Nonaccrual Status	-	-	-	-	-	-	-
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting	-	-	-	-	146,929	-	146,929
b. Prior Year							
1. Average Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest Income Recognized	-	-	-	-	-	-	-
3. Recorded Investments on Nonaccrual Status	-	-	-	-	-	-	-
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting	-	-	-	-	-	-	-

(7) Allowance for credit losses:	Current Year		Prior Year	
a. Balance at beginning of period	\$	-	\$	-
b. Additions charged to operations	\$	400,000	\$	-
c. Direct write-downs charged against the allowance	\$	-	\$	-
d. Recoveries of amounts previously charged off	\$	-	\$	-
e. Balance at end of period	\$	400,000	\$	-

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

B. Debt Restructuring. None.

C. Reverse Mortgages. None.

D. Loan-Backed Securities

- (1) Prepayment assumptions are derived from Bloomberg and broker dealer prepayment models or from empirical data.
- (2) The Company had no other-than-temporary impairments on loan-backed and structured securities for the year ended December 31, 2013, due to the intent to sell the security or the inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis of the security.
- (3) The following is a list of each loan-backed and structured security with a recognized other-than-temporary impairment, for the year ended December 31, 2013, as the present value of future cash flows expected to be collected is less than the amortized cost basis of the securities:

CUSIP	Book/Adj Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Future Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value	Date of Financial Statement Where Reported
For the year ended December 31, 2013:						
126694HK7	2,797,581	2,768,270	29,311	2,768,270	2,767,646	12/31/2013
17307GL97	1,276,160	1,192,425	83,735	1,192,425	1,062,349	6/30/2013
Total	XXX	XXX	\$ 113,046	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

NOTES TO FINANCIAL STATEMENTS

(4) The following is an aggregate total of all impaired loan-backed securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss, including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains as of December 31, 2013:

a.	The aggregate amount of unrealized losses:		
	1.	Less than 12 months	\$9,379,232
	2.	12 months or longer	\$571,232
b.	The aggregate related fair value of securities with unrealized losses:		
	1.	Less than 12 months	\$187,744,721
	2.	12 months or longer	\$4,010,420

(5) See Note 1C (14) for the factors management considers when evaluating for an other-than-temporary decline in fair value.

E. Repurchase Agreements and/or Securities Lending Transactions.

At December 31, 2013, the Company has loaned \$82.1 million (fair value) of various debt securities, preferred stocks and common stocks as part of a securities lending program administered by Deutsche Bank. At December 31, 2012, the Company did not participate in the securities lending program. The Company maintains effective control over all loaned securities and, therefore, continues to report such securities as invested assets in the balance sheets.

(1) The Company requires at the initial transaction that the fair value of the cash collateral received must be equal to 102% of the fair value of the loaned securities. The Company monitors the ratio of the fair value of the collateral to loaned securities to ensure it does not fall below 100%. If the fair value of the collateral falls below 100% of the fair value of the securities loaned, the Company non-admits that portion of the loaned security. At December 31, 2013, the Company did not non-admit any portion of the loaned securities.

(2) Not applicable.

(3) a. At December 31, 2013, the collateral for all securities on loan could be requested to be returned on demand by the borrower. At December 31, 2013, the fair value of the total collateral is \$83.9 million, which is all managed by an unaffiliated agent.

b. The aggregate fair value of the reinvested collateral is \$83.9 million.

c. The Company receives cash collateral in an amount in excess of the fair value of the securities lent. The Company reinvests the cash collateral primarily in investment-grade debt securities and cash equivalents.

(4) The Company reports all collateral on the balance sheet with an offsetting liability recognized for the obligation to return the collateral. Collateral for the securities lending program is either managed by an affiliated agent of the Company or is managed by Deutsche Bank, an unaffiliated agent. Collateral managed by an affiliated agent is invested primarily in investment-grade debt securities and cash equivalents and is included in the applicable amount on the balance sheets because the funds are available for the general use of the Company. Collateral managed by an unaffiliated agent is invested in cash equivalents and is included in securities lending reinvested collateral assets on the balance sheet at December 31, 2013.

(5) a. The aggregate collateral broken out by maturity date is as follows:

	Amortized Cost		Fair Value	
Open	\$	-	\$	-
30 Days or less		83,854,736		83,854,736
31 to 60 Days		-		-
61 to 90 Days		-		-
91 to 120 Days		-		-
121 to 180 Days		-		-
181 to 365 Days		-		-
1 to 2 Years		-		-
2 to 3 Years		-		-
Greater Than 3 Years		-		-
Total Collateral	\$	83,854,736	\$	83,854,736

b. At December 31, 2013, all of the collateral held for the securities lending program was invested in tradable securities that could be sold and used to pay for the \$83.9 million in collateral calls that could come due under a worst-case scenario.

(6) The Company does not accept collateral that is not permitted by contract or custom to sell or repledge.

(7) The Company does not have any transactions that extend beyond one year from the reporting date.

F. Real Estate

- (1) The Company did not recognize impairment losses on real estate during the statement periods.
- (2) The Company does not have any real estate assets classified as held-for-sale.
- (3) The Company did not experience changes to a plan of sale in investment in real estate.
- (4) The Company does not engage in retail land sales operations.
- (5) The Company does not hold any real estate investments with participating mortgage loan features.

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

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross Restricted Current Year				
	1	2	3	4	5
	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -
b. Collateral held under security lending agreements	-	-	-	-	-
c. Subject to repurchase agreements	-	-	-	-	-
d. Subject to reverse repurchase agreements	-	-	-	-	-
e. Subject to dollar repurchase agreements	-	-	-	-	-
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-

NOTES TO FINANCIAL STATEMENTS

g.	Placed under option contracts	-	-	-	-	-
h.	Letter stock or securities restricted as to sale	12,527,500	-	-	-	12,527,500
i.	On deposit with states	2,174,879	-	-	-	2,174,879
j.	On deposit with other regulatory bodies	-	-	-	-	-
k.	Pledged as collateral not captured in other categories	181,636,187	-	-	-	181,636,187
l.	Other restricted assets	-	-	-	-	-
m.	Total Restricted assets	\$ 196,338,566	\$ -	\$ -	\$ -	\$ 196,338,566
	(a) Subset of column 1					
	(b) Subset of column 3					

		Gross Restricted			Percentage	
		6	7	8	9	10
Restricted Asset Category		Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a.	Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	0.000%	0.000%
b.	Collateral held under security lending agreements	-	-	-	-	-
c.	Subject to repurchase agreements	-	-	-	-	-
d.	Subject to reverse repurchase agreements	-	-	-	-	-
e.	Subject to dollar repurchase agreements	-	-	-	-	-
f.	Subject to dollar reverse repurchase agreements	-	-	-	-	-
g.	Placed under option contracts	-	-	-	-	-
h.	Letter stock or securities restricted as to sale	13,426,900	(899,400)	12,527,500	0.325	0.327
i.	On deposit with states	2,171,921	2,958	2,174,879	0.056	0.057
j.	On deposit with other regulatory bodies	-	-	-	-	-
k.	Pledged as collateral not captured in other categories	195,776,263	(14,140,076)	181,636,187	4.714	4.734
l.	Other restricted assets	-	-	-	-	-
m.	Total Restricted assets	\$ 211,375,084	\$(15,036,518)	\$ 196,338,566	5.096%	5.118%
	(a) Subset of column 1					
	(b) Subset of column 3					

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

		Gross Restricted Current Year				
		1	2	3	4	5
Description of Assets		Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)
Federal Home Loan Bank		\$ 181,636,187	\$ -	\$ -	\$ -	\$ 181,636,187
Total		\$ 181,636,187	\$ -	\$ -	\$ -	\$ 181,636,187
(a) Subset of column 1						
(b) Subset of column 3						

		Gross Restricted			Percentage	
		6	7	8	9	10
Description of Assets		Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Federal Home Loan Bank		\$ 195,776,263	\$ (14,140,076)	\$ 181,636,187	4.714%	4.734%
Total		\$ 195,776,263	\$ (14,140,076)	\$ 181,636,187	4.714%	4.734%
(a) Subset of column 1						
(b) Subset of column 3						

(3) Detail of Other Restricted Assets (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

		Gross Restricted Current Year				
		1	2	3	4	5
Description of Assets		Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)
Total		\$ -	\$ -	\$ -	\$ -	\$ -
(a) Subset of column 1		\$ -	\$ -	\$ -	\$ -	\$ -
(b) Subset of column 3						

NOTES TO FINANCIAL STATEMENTS

Description of Assets	Gross Restricted		Percentage		
	6	7	8	9	10
	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Total	\$ -	\$ -	\$ -	0.000%	0.000%
(a) Subset of column 1	\$ -	\$ -	\$ -	0.000%	0.000%
(b) Subset of column 3					

6. Joint Ventures, Partnerships and Limited Liability Companies.

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

7. Investment Income

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

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

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

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

8. Derivative Instruments

The Company has entered into call options to hedge the S&P 500 index. The discussion of the accounting policies, risks, and objectives are shown in Note 1C. The net gain recognized in unrealized gains and losses during the reporting period related to the call options was \$6,671,978.

9. Income Taxes

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

(1)

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustments
- (c) Adjusted gross deferred tax assets (1a – 1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax assets (1c – 1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/(net deferred tax liability) (1e – 1f)

12/31/2013		
(1)	(2)	(3)
Ordinary	Capital	(Col 1+2) Total
\$ 74,074,573	\$ 2,114,855	\$ 76,189,428
-	-	-
74,074,573	2,114,855	76,189,428
15,055,538	-	15,055,538
59,019,035	2,114,855	61,133,890
23,413,952	5,284,631	28,698,583
\$ 35,605,083	\$ (3,169,776)	\$ 32,435,307

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustments
- (c) Adjusted gross deferred tax assets (1a – 1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax assets (1c – 1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/(net deferred tax liability) (1e – 1f)

12/31/2012		
(4)	(5)	(6)
Ordinary	Capital	(Col 4+5) Total
\$ 63,161,179	\$ 2,808,507	\$ 65,969,686
-	-	-
63,161,179	2,808,507	65,969,686
8,354,852	-	8,354,852
54,806,327	2,808,507	57,614,834
22,694,082	3,579,745	26,273,827
\$ 32,112,245	\$ (771,238)	\$ 31,341,007

Change:

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustments
- (c) Adjusted gross deferred tax assets (1a – 1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax assets (1c – 1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/(net deferred tax liability) (1e – 1f)

Change		
(7)	(8)	(9)
(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
\$ 10,913,394	\$ (693,652)	\$ 10,219,742
-	-	-
10,913,394	(693,652)	10,219,742
6,700,686	-	6,700,686
4,212,708	(693,652)	3,519,056
719,870	1,704,886	2,424,756
\$ 3,492,838	\$ (2,398,538)	\$ 1,094,300

(2) Admission Calculation Components SSAP No. 101

- (a) Federal income taxes paid in prior years recoverable through loss carrybacks
- (b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.
2. Adjusted gross deferred tax assets allowed per limitation threshold.
- (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 No. 101 Total (2(a) + 2(b) + 2(c))

12/31/2013		
(1)	(2)	(3)
Ordinary	Capital	(Col 1+2) Total
\$ 26,267,792	\$ 2,114,855	\$ 28,382,647
\$ 4,052,660	\$ -	\$ 4,052,660
\$ 4,052,660	\$ -	\$ 4,052,660
XXX	XXX	\$ 24,193,805
\$ 28,698,583	\$ -	\$ 28,698,583
\$ 59,019,035	\$ 2,114,855	\$ 61,133,890

NOTES TO FINANCIAL STATEMENTS

		12/31/2012		
		(4)	(5)	(6)
		Ordinary	Capital	(Col 4+5) Total
(a)	Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 19,516,023	\$ 2,067,465	\$ 21,583,488
(b)	Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)	\$ 9,757,519	\$ -	\$ 9,757,519
	1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ 9,757,519	\$ -	\$ 9,757,519
	2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 19,979,416
(c)	Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 25,532,785	\$ 741,042	\$ 26,273,827
(d)	Deferred tax assets admitted as the result of application of SSAP No. 101	\$ 54,806,327	\$ 2,808,507	\$ 57,614,834
	Total 2(a) + 2(b) + 2(c))			

		Change		
		(7)	(8)	(9)
		(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a)	Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 6,751,769	\$ 47,390	\$ 6,799,159
(b)	Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (the lesser of 2(b)1 and 2(b)2 below)	\$ (5,704,859)	\$ -	\$ (5,704,859)
	1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date.	\$ (5,704,859)	\$ -	\$ (5,704,859)
	2. Adjusted gross deferred tax assets allowed per limitation threshold.	XXX	XXX	\$ 4,214,389
(c)	Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	\$ 3,165,798	\$ (741,042)	\$ 2,424,756
(d)	Deferred tax assets admitted as the result of application of SSAP No. 101	\$ 4,212,708	\$ (693,652)	\$ 3,519,056
	Total 2(a) + 2(b) + 2(c))			

(3)		2013	2012
(a)	Ratio percentage used to determine recovery period and threshold limitation amount.	620%	623%
(b)	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above.	\$ 36,096,796	\$ 28,095,133

(4)		12/31/2013	
		(1)	(2)
		Ordinary	Capital

	Impact of tax planning strategies:		
(a)	Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.		
(1)	Adjusted Gross DTAs amount from Note 9A1(c)	\$ 74,074,573	\$ 2,114,855
(2)	% of total adjusted gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0.00%	1.08%
(3)	Net Admitted Adjusted Gross DTAs amount from Note 9A1(c)	\$ 59,019,035	\$ 2,114,855
(4)	% of total net admitted adjusted gross DTAs By Tax Character Admitted because of the Impact of Tax Planning Strategies	0.00%	1.35%

		12/31/2012	
		(3)	(4)
		Ordinary	Capital

	Impact of tax planning strategies:		
(a)	Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.		
(1)	Adjusted Gross DTAs amount from Note 9A1(c)	\$ 63,161,179	\$ 2,808,507
(2)	% of total adjusted gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0.00%	2.03%
(3)	Net Admitted Adjusted Gross DTAs amount from Note 9A1(c)	\$ 54,806,327	\$ 2,808,507
(4)	% of total net admitted adjusted gross DTAs By Tax Character Admitted because of the Impact of Tax Planning Strategies	0.00%	2.33%

		Change	
		(5)	(6)
		(Col 1-3) Ordinary	(Col 2-4) Capital

	Impact of tax planning strategies:		
(a)	Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.		
(1)	Adjusted Gross DTAs amount from Note 9A1(c)	\$ 10,913,394	\$ (693,652)
(2)	% of total adjusted gross DTAs By Tax Character Attributable to the Impact of Tax Planning Strategies	0.00%	-0.95%
(3)	Net Admitted Adjusted Gross DTAs amount from Note 9A1(c)	\$ 4,212,708	\$ (693,652)
(4)	% of total net admitted adjusted gross DTAs By Tax Character Admitted because of the Impact of Tax Planning Strategies	0.00%	-0.98%
(b)	Does the Company's tax-planning strategies include the use of reinsurance? Yes_____ No_x__		

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

NOTES TO FINANCIAL STATEMENTS

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

	(1) 12/31/2013	(2) 12/31/2012	(3) (Col 1-2) Change
(1) Current income tax			
(a) Federal	\$ 3,136,015	\$ 9,391,017	\$ (6,255,002)
(b) Foreign	405	9,936	(9,531)
(c) Subtotal	3,136,420	9,400,953	(6,264,533)
(d) Federal income tax on net capital gains	7,022,725	1,371,795	5,650,930
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	1,020,489	(1,273,042)	2,293,531
(g) Federal and foreign income taxes incurred	\$ 11,179,634	\$ 9,499,706	\$ 1,679,928
(2) Deferred tax assets			
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ -	\$ -	\$ -
(2) Unearned premium revenue	-	-	-
(3) Policyholder reserves	21,889,241	16,867,646	5,021,595
(4) Investments	82,999	-	82,999
(5) Deferred acquisition costs	40,546,338	35,449,642	5,096,696
(6) Policyholder dividends accrual	8,892,844	8,469,640	423,204
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	1,209,849	1,189,195	20,654
(9) Pension accrual	-	-	-
(10) Receivables – nonadmitted	539,403	538,489	914
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other	913,899	646,567	267,332
(99) Subtotal	74,074,573	63,161,179	10,913,394
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	15,055,538	8,354,852	6,700,686
(d) Admitted ordinary deferred tax assets (2a99 – 2b – 2c)	59,019,035	54,806,327	4,212,708
(e) Capital:			
(1) Investments	2,114,855	2,808,507	(693,652)
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other	-	-	-
(99) Subtotal	2,114,855	2,808,507	(693,652)
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99 – 2f – 2g)	2,114,855	2,808,507	(693,652)
(i) Admitted deferred tax assets (2d + 2h)	\$ 61,133,890	\$ 57,614,834	\$ 3,519,056
(3) Deferred tax liabilities			
(a) Ordinary:			
(1) Investments	\$ 3,170,878	\$ 2,986,365	\$ 184,513
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	19,172,074	18,491,029	681,045
(4) Policyholder reserves	1,071,000	1,190,000	(119,000)
(5) Other	-	26,688	(26,688)
(99) Subtotal	23,413,952	22,694,082	719,870
(b) Capital:			
(1) Investments	5,284,631	3,579,745	1,704,886
(2) Real estate	-	-	-
(3) Other	-	-	-
(99) Subtotal	5,284,631	3,579,745	1,704,886
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 28,698,583	\$ 26,273,827	\$ 2,424,756
(4) Net deferred tax assets (liabilities) (2i – 3c)	\$ 32,435,307	\$ 31,341,007	\$ 1,094,300

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

	12/31/2013	Effective Tax Rate	12/31/2012	Effective Tax Rate
Provision computed at statutory rate	\$ (4,553,395)	35.00%	\$ 8,091,027	35.00%
Pension plan	-	0.00%	-	0.00%
Tax credits	(369,608)	2.84%	(402,283)	(1.74)%
Other	720,642	(5.54)%	2,508,226	10.85%
Total statutory income taxes	\$ (4,202,361)	32.30%	\$ 10,196,970	44.11%
Federal and foreign income taxes incurred	\$ 4,156,911	(31.95)%	\$ 8,127,913	35.16%
Change in net deferred income taxes*	(8,359,273)	64.25%	2,069,057	8.95%
Total statutory income taxes	\$ (4,202,362)	32.30%	\$ 10,196,970	44.11%

* Excludes change in net deferred income taxes on realized gains/losses of \$ (2,246,260) and \$658,815 for the year ended December 31, 2013 and 2012, respectively.

E. At December 31, 2013, the Company had \$0 of operating loss carry forwards.

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

2013	\$ 9,573,108
2012	\$ 12,423,330
2011	\$ 7,663,368

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

The Western and Southern Life Insurance Company
Western & Southern Mutual Holding Company
Western & Southern Financial Group, Inc.
Western-Southern Life Assurance Company and Subsidiaries
Columbus Life Insurance Company and Subsidiaries
Integrity Life Insurance Company and Subsidiary

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

NOTES TO FINANCIAL STATEMENTS

The Lafayette Life Insurance Company and Subsidiary
Western-Southern Agency, Inc.
Western-Southern Agency Services, Inc.
WestAd, Inc.
Eagle Realty Investments, Inc.
Fort Washington Investment Advisors, Inc. and Subsidiary

The Western and Southern Life Insurance Company (Western and Southern), affiliate of the Company, files a consolidated income tax return with its eligible affiliates, including the Company. The provision for federal income taxes is allocated to the Company using a separate return method based upon a written tax sharing agreement. Under the agreement, the benefits from losses of subsidiaries are retained by the subsidiary companies. Western and Southern pays all federal income taxes due for all members in the consolidated return. Western and Southern then immediately charges or reimburses, as the case may be, these members an amount consistent with the method described in the tax sharing agreement. At December 31, 2013, the Company has a net liability of \$2,399,215 on line 15.1 of page 3.

10. Information Concerning Parent, Subsidiaries and Affiliates

A,B, On December 30, 2013, the Company received a \$50.0 million capital contribution from Western and Southern Financial Group, Inc. The capital
&C. contribution consisted of \$0.2 million in cash and \$49.8 million of common stocks at fair value.

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

D. The Company did not have any amounts receivable from parent, subsidiaries and affiliates as of December 31, 2013 or 2012. The Company had \$2.1 million and \$1.6 million payable to parent, subsidiaries and affiliates as of December 31, 2013 and 2012, respectively. The terms of the settlement generally require that these amounts be settled in cash within 30 days.

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

F. Western and Southern performs certain administrative and special services, as well as provides facilities and equipment to the Company to assist with their business operations. These services, facilities and equipment include but are not limited to the following: accounting, actuarial, audit, tax and legal services, administrative support services such as payroll and personnel functions, policyholder services, underwriting and electronic data processing equipment. There are also a number of other service arrangements with affiliates where the provider renders specified services for a stated fee, including agreements for certain investment advisory services. The charges for services, facilities and equipment are considered reasonable and in accordance with the requirements of applicable insurance law and regulations.

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

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

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

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

K. Not applicable.

L. Not applicable.

11. Debt

A. The Company has no capital notes outstanding. The Company does not hold any dollar reverse repurchase agreements.

B. FHLB (Federal Home Loan Bank) Agreements treated as debt. None

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

A. Defined Benefit Plan

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

B. Defined Contribution Plan. None.

C. Multi-employer Plans. Not applicable.

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

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

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

(1) The Company has one class of common stock with a par value of \$1 per share. At December 31, 2013, the Company had 10,000,000 shares authorized, 2,500,000 shares issued and 2,500,000 shares outstanding.

(2) The Company has no preferred stock outstanding.

(3) The ability of the Company to pay dividends is limited by state insurance laws. Under Ohio insurance laws, the Company may pay dividends, without the approval of the Ohio Director of Insurance, only from earned surplus and those dividends may not exceed (when added to other dividends paid in the preceding 12 months) the greater of (i) 10% of the Company's surplus as of the prior December 31, or (ii) the Company's net income for the twelve month period ending the prior December 31. Dividends are noncumulative.

(4) The Company paid a \$15.2 million ordinary dividend to Western and Southern Financial Group, Inc. on December 21, 2012. The dividend was in the form of cash.

(5) Within the limitations of (3) above, there are no restrictions placed on the portion of company profits that may be paid as ordinary dividends to stockholders.

(6) There were no restrictions placed on the Company's surplus.

(7) There are no advances of surplus.

NOTES TO FINANCIAL STATEMENTS

- (8) There was no stock held by the Company, including stock of affiliated companies, for special purposes.
- (9) The Company does not hold any special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses: \$20,132,196.
- (11) On September 30, 2013, the Company redeemed a surplus note in the principal amount of \$10,000,000.
- (12) There have been no restatements of surplus due to quasi-reorganizations.
- (13) Not applicable.

14. Contingencies

A. (1) Contingent Commitments

The Company is not aware of any material contingent commitments.

(2) Guarantees. None.

B. Assessments

The Company is not aware of any material assessments.

C. Gain Contingencies

The Company is not aware of any gain contingencies.

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

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

E. All Other Contingencies

The Company is currently being audited on behalf of multiple state treasurers and controllers concerning the identification, reporting and escheatment of unclaimed insurance policy benefits and other allegedly abandoned funds. The audits focus on identifying unreported death claims, matured annuities and retained asset accounts, and the use of the Social Security Death Master File to identify deceased insurance policy, annuity contract, and retained asset account holders. The Company has reached an agreement with numerous states regarding this audit activity that will result in outreach and payments to beneficiaries, escheatment of funds deemed abandoned under state laws, and accelerated escheatment of funds deemed abandoned pursuant to agreements with regulators. The amount of loss that the Company will ultimately recognize as a result of these audits cannot be reasonably estimated.

The West Virginia Treasurer (who has not settled with the Company) has brought suit seeking to require the Company to annually check the Social Security Death Master File for deceased insureds, and alleging that the Company's previous failure to do so has rendered its unclaimed property reports incomplete and fraudulent. The Treasurer seeks attorney fees, interest and penalties for allegedly willful misconduct and fraudulent reporting, and other, varied relief (including identification and payment of death claims). In late December 2013, the trial court dismissed the actions against the Company. The Treasurer has since filed a notice of appeal to the Supreme Court of Appeals of West Virginia. The amount of loss, if any, that the Company may ultimately recognize as a result of this litigation cannot be reasonably estimated.

The Company is also currently the subject of multistate insurance department regulatory inquiries and examinations with a similar focus as the state treasurer and controller audits regarding processes and procedures for identifying deceased insurance policy, annuity contract, and retained asset account holders. The examination activity may result in (but is not necessarily limited to) required outreach and payments to beneficiaries, changes to procedures, and administrative contributions. The amount of loss, if any, that the Company may ultimately recognize as a result of these examinations cannot be reasonably estimated.

15. Leases

- A. The Company did not have any material lease obligations at December 31, 2013.
- B. The Company is not involved in any material lessor leasing arrangements.

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

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

- A. Transfers of Receivables Reported as Sales. None.
- B. (1) See Note 5E for information regarding securities lending.
- (2) Not applicable.
- (3) Not applicable.
- (4) Not applicable.
- (5) Not applicable.
- (6) Not applicable.
- (7) Not applicable.
- C. The Company did not have any wash sales for securities with a NAIC designation of 3 or below, or unrated.

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

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

NOTES TO FINANCIAL STATEMENTS

20. Fair Value Measurements

A.

(1) Fair Value Measurements at December 31, 2013

	Level 1	Level 2	Level 3	Total
Assets:				
Bonds				
U.S. governments	\$ -	\$ -	\$ -	\$ -
Industrial and miscellaneous	-	950,158	-	950,158
RMBS	-	-	-	-
CMBS	-	-	-	-
Hybrid securities	-	-	-	-
Parent, subsidiaries and affiliates	-	-	-	-
Total bonds	\$ -	\$ 950,158	\$ -	\$ 950,158
Preferred stock				
Industrial and miscellaneous	\$ -	\$ -	\$ -	\$ -
Parent, subsidiaries and affiliates	-	-	-	-
Total preferred stock	\$ -	\$ -	\$ -	\$ -
Common stock				
Industrial and miscellaneous	\$ 76,726,780	\$ -	\$ -	\$ 76,726,780
Parent, subsidiaries and affiliates	-	-	-	-
Mutual funds	-	-	-	-
Total common stock	\$ 76,726,780	\$ -	\$ -	\$ 76,726,780
Derivative assets				
Interest rate contracts	\$ -	\$ -	\$ -	\$ -
Options, purchased	-	-	71,975,754	71,975,754
Foreign exchange contracts	-	-	-	-
Credit contracts	-	-	-	-
Commodity futures contracts	-	-	-	-
Commodity forward contracts	-	-	-	-
Total derivative assets	\$ -	\$ -	\$ 71,975,754	\$ 71,975,754
Separate account assets	\$ -	\$ -	\$ -	\$ -
Total assets at fair value	\$ 76,726,780	\$ 950,158	\$ 71,975,754	\$ 149,652,692
	Level 1	Level 2	Level 3	Total
Liabilities at fair value				
Derivative liabilities				
Options, written	\$ -	\$ -	\$ (54,473,119)	\$ (54,473,119)
Total liabilities at fair value	\$ -	\$ -	\$ (54,473,119)	\$ (54,473,119)

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

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

Year Ended at 12/31/2013

	Balance at 01/01/2013	Transfers in Level 3	Transfers out of Level 3	Total Gains (Losses) Included in Net income	Total Gains (Losses) Included in Surplus	Net Purchases, Issuances, Sales, & Settlements	Balance at 12/31/2013
Derivative assets	\$ 31,357,167	\$ -	\$ -	\$(12,284,080)	\$ 44,749,784	\$ 8,152,883	\$ 71,975,754
Derivative liabilities	(20,598,145)	-	-	22,432,619	(38,077,806)	(18,229,787)	(54,473,119)
Total	\$ 10,759,022	\$ -	\$ -	\$ 10,148,539	\$ 6,671,978	\$ (10,076,904)	\$ 17,502,635

Gross Purchases, Issuances, Sales, and Settlements

Year ended at 12/31/2013

	Purchases	Issuances	Sales	Settlements	Net purchases, issuances, sales, & settlements
Derivative assets	\$28,604,377	\$ -	\$ -	\$ (20,451,494)	\$ 8,152,883
Derivative liabilities	-	(18,500,523)	-	270,736	(18,229,787)
Total	\$28,604,377	\$(18,500,523)	\$ -	\$ (20,180,758)	\$ (10,076,904)

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

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

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

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

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

NOTES TO FINANCIAL STATEMENTS

The following table provides a summary of the significant unobservable inputs used in the fair value measurements developed by the Company or reasonably available to the Company of Level 3 assets and liabilities at December 31, 2013:

Security Type	Fair Value	Valuation Technique	Unobservable Output	Range
Derivative Assets	\$ 71,975,754	Black-Scholes-Merton Model Spreads and Average Algorithm Model Monte Carlo Model	S&P 500 Implied Volatility	11.3% - 35.1%
Derivative Liabilities	\$ (54,473,119)	Black-Scholes-Merton Model Spreads and Average Algorithm Model	S&P 500 Implied Volatility	12.7% - 35.1%

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

- B. Not applicable.
- C. The carrying amounts and fair values of the Company’s significant financial instruments were as follows:

	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Assets:						
Bonds	\$ 2,906,581,336	\$ 2,790,612,917	\$ 31,940,009	\$ 2,561,502,783	\$ 313,138,544	\$ -
Common Stock:						
Unaffiliated**	89,254,280	89,254,280	89,254,280	-	-	-
Mutual Funds	-	-	-	-	-	-
Preferred stock	-	-	-	-	-	-
Mortgage loans	272,715,094	256,184,064	-	-	272,715,094	-
Cash, cash equivalents and short-term investments	26,509,871	26,509,871	26,509,871	-	-	-
Other invested assets, surplus notes	24,022,927	22,309,350	-	24,022,927	-	-
Securities lending reinvested collateral assets	83,854,736	83,854,736	83,854,736	-	-	-
Derivative assets	71,975,754	71,975,754	-	-	71,975,754	-
Separate account assets	-	-	-	-	-	-
Liabilities:						
Life and annuity reserves for investment-type contracts and deposit fund liabilities	\$ (249,810,000)	\$ (226,668,000)	\$ -	\$ -	\$ (249,810,000)	\$ -
Equity-indexed insurance contracts	(1,157,011,000)	(1,151,575,000)	-	-	(1,157,011,000)	-
Securities lending liability	(83,854,736)	(83,854,736)	-	-	(83,854,736)	-
Derivative liabilities	(54,473,119)	(54,473,119)	-	-	(54,473,119)	-

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

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

Debt Securities and Surplus Notes

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

Equity Securities

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

Mortgage Loans

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

Cash, Cash Equivalents and Short-Term Investments

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

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NOTES TO FINANCIAL STATEMENTS

Securities Lending Reinvested Collateral Assets

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

Derivative Instruments

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

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

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

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

Securities Lending Liability

The liability represents the Company’s obligation to return collateral related to securities lending transactions. The liability is short-term in nature and therefore, the fair value of the obligation approximates the carrying amount.

D. Not applicable.

21. Other Items

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

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

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

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

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

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

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

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 958,939	\$ 956,311	\$ 972,897	\$ -
b. Commercial mortgage-backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
g. Total	\$ 958,939	\$ 956,311	\$ 972,897	\$ -

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

G. Retained Assets

- (1) The Company offered, during 2013, retained asset accounts as an optional form of settlement. Under the claim form, as drafted prior to August 2010, the retained asset option was, with certain exceptions, the default option for amounts equal to or greater than \$25,000 payable to a beneficiary who was an adult natural person. However, in certain states, namely Arkansas, Colorado, Florida, Kansas, Nevada, New York, North Carolina and North Dakota, the retained asset option had to be affirmatively elected in accordance with the requirements of applicable state law. The retained asset account option was not available to residents of Alaska. Even though the retained asset option was the stated default option for amounts equal to or greater than \$25,000 (payable to an adult natural person beneficiary), the Company would not enforce the option if objected to by the beneficiary should the beneficiary desire a lump sum payment instead. In August 2010, the Company changed its claim form for retained assets. The option is no longer the default option but must be affirmatively elected and approved. In addition, the option is not available to residents of the states of Alaska, New Jersey, New York or any other state which does not permit the retained asset option.

The Company’s retained asset program is serviced by an unaffiliated bank. The funds in the retained asset option are held in the general funds of the Company until a draft is written through the bank against the account. Thus, the assets and liabilities related to retained assets accounts

NOTES TO FINANCIAL STATEMENTS

remain on the Company’s financial statements. The retained asset accounts are included in liability-type deposit contracts. The interest rate paid to retained asset accountholders during 2013 was 0.50%. That rate did not change in 2013. The accountholder is not charged for routine administrative fees associated with the retained asset account. The accountholder is responsible for fees associated with insufficient funds drafts on the account and stop payments on drafts on the account.

(2) The number and balance of retained asset accounts in force as of December 31, 2013 and December 31, 2012 are as follows:

		As of End of Current Year		As of End of Prior Year	
		Number	Balance	Number	Balance
a.	Up to and including 12 months	13	\$ 850,279	7	\$ 593,918
b.	13 to 24 months	6	335,088	2	44,226
c.	25 to 36 months	1	17,840	8	440,303
d.	37 to 48 months	6	220,517	8	478,683
e.	49 to 60 months	6	460,106	8	74,599
f.	Over 60 months	7	49,058	-	-
g.	Total	39	\$ 1,932,886	33	\$ 1,631,729

(3)

		Individual		Group	
		Number	Balance/ Amount	Number	Balance/ Amount
a.	Number/balance of retained asset accounts at the beginning of the year	33	\$ 1,631,727	-	\$ -
b.	Number/amount of retained asset accounts issued/added during the year	25	4,160,952	-	-
c.	Investment earnings credited to retained asset accounts during the year	N/A	2,549	N/A	-
d.	Fees and other charges assessed to retained asset accounts during the year	N/A	25	N/A	-
e.	Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	-	-	-	-
f.	Retained asset accounts closed/withdrawn	19	3,862,319	-	-
g.	Number/balance of retained asset accounts at the end of the year g=a+b+c-d-e-f	39	\$ 1,932,886	-	\$ -

H. Offsetting and Netting Assets and Liabilities

Information related to the Company’s derivative instruments and the effects of offsetting on the balance sheet are as follows:

	12/31/2013	12/31/2012
Derivative Assets		
Gross amount of recognized assets	\$ 71,975,735	\$ 31,357,174
Gross amounts offset	-	-
Net amount of assets	\$ 71,975,735	\$ 31,357,174
Derivative Liabilities		
Gross amount of recognized liabilities	\$ (54,473,107)	\$ (20,598,141)
Gross amounts offset	-	-
Net amount of liabilities	\$ (54,473,107)	\$ (20,598,141)

22. Events Subsequent

The Company recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the Balance Sheet date. For non-recognized subsequent events that must be disclosed to keep the financial statements from being misleading, the Company is required to disclose the nature of the event as well as an estimate of its financial effect, or a statement that such an estimate cannot be made. Management has evaluated subsequent events through the issuance of these financial statements on February 25, 2014.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

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

Section 2 – Ceded Reinsurance Report – Part A

- (1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? Yes () No (X)

a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.

b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement?
- (2) Does the company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies? Yes () No (X)

Section 3 – Ceded Reinsurance Report – Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current of anticipated experience of the business reinsured in making this estimate. \$0

NOTES TO FINANCIAL STATEMENTS

- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?
Yes () No (X)

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

- B. The Company had no uncollectible reinsurance balances written off through income or expense during the year.
- C. The Company had no commutation of reinsurance reflected in income or expense during the year.
- D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation. None.
24. Retrospectively Rated Contracts and Contracts Subject to Redetermination. None.
25. Change in Incurred Losses and Loss Adjustment Expenses. None.
26. Intercompany Pooling Arrangements. None.
27. Structured Settlements. None.
28. Health Care Receivables. None.
29. Participating Policies
- A. For the year ended 2013, the relative percentage of participating insurance is 16.4% based upon in force amounts; for 2012, the percentage was 15.8%. Reference should be made to the Exhibit of Life Insurance – Classification of amount of Insurance by Participating Status.
- B&C. The Company accounts for its policyholder dividends on an accrual basis consistent with SSAP 51 and 54, which includes dividends due and unpaid, amounts apportioned for payment in the following 12 months with the assumption that all policies remain in force at their current face amount, and dividends left on deposit to accumulate interest. For participating business, the total amounts incurred were \$18,079,300 and \$18,457,618 for 2013 and 2012, respectively.
- D. There are no other amounts of additional income allocated to participating policies in the financial statements.

30. Premium Deficiency Reserves

As of December 31, 2013, the Company had no liabilities related to premium deficiency reserves for all accident and health contracts.

31. Reserves for Life Contracts and Annuity Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- (2) Policies issued prior to January 1, 1948, for substandard lives are charged the gross premiums for a rated age. Mean reserves are determined by computing the regular mean reserves at the rated age. Policies issued after January 1, 1948, for substandard lives are charged an extra premium plus the regular gross premium for the true age. Mean reserves are determined by computing the regular mean reserve at the true age and holding an additional one-half (1/2) of the extra premium charge for the year.
- (3) As of December 31, 2013, the Company had \$206,533,631 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the state of Ohio. Reserves to cover this insurance totaled \$1,942,318 at year-end and are reported in Exhibit 5, Life Insurance and Annuities sections.
- (4) The tabular interest, the tabular less actual reserve released, and the tabular cost have been determined by formula as described in the instructions.
- (5) The determination of tabular interest on funds not involving life has been determined by formula as described in the instructions.
- (6) The details for other changes: None.

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

A.	Subject to discretionary withdrawal:	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
(1)	With fair value adjustment	\$ -	\$ -	\$ -	-	0.0%
(2)	At book value less surrender charge of 5% or more	838,596,092	-	-	838,596,092	55.8%
(3)	At fair value	-	-	-	-	0.0%
(4)	Total with adjustment or at market value (Total of 1 through 3)	838,596,092	-	-	838,596,092	55.8%
(5)	At book value without adjustment (minimal or no charge or adjustment)	433,823,685	-	-	433,823,685	28.9%
B.	Not subject to discretionary withdrawal	230,511,542	-	-	230,511,542	15.3%
C.	Total (gross: direct + assumed)	1,502,931,319	-	-	1,502,931,319	100.0%
D.	Reinsurance ceded	26,444,572	-	-	26,444,572	
E.	Total (net)* (C) - (D)	\$ 1,476,486,747	\$ -	\$ -	\$ 1,476,486,747	

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

F.	Life & Accident & Health Annual Statement:	Amount
1.	Exhibit 5, Annuities Section, Total (net)	\$ 1,244,140,220
2.	Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	12,327,693
3.	Exhibit 7, Exhibit of Deposit-Type Contracts, Line 14, Column 1	220,018,834
4.	Subtotal	1,476,486,747
Separate Accounts Annual Statement		
5.	Exhibit 3, Line 0299999, Column 2	-
6.	Exhibit 3, Line 0399999, Column 2	-
7.	Policyholder dividend and coupon accumulations	-
8.	Policyholder premiums	-
9.	Guaranteed interest contracts	-
10.	Other contract deposit funds	-
11.	Subtotal	-
12.	Combined Total	\$ 1,476,486,747

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G. FHLB (Federal Home Loan Bank) Agreements

1. Through June 30, 2011, the Company was as a member of the Federal Home Loan Bank (FHLB) of Indianapolis. On July 1, 2011, the Company terminated its membership with the FHLB of Indianapolis and became a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has issued funding agreements to the FHLB of Indianapolis in exchange for cash advances in the amount of \$137,746,888 and to the FHLB of Cincinnati in exchange for cash advances in the amount of \$13,600,000. The Company uses these funds in an investment spread strategy, consistent with its other investment spread operations. As such, the Company applies SSAP No. 52 accounting treatment to these funds, consistent with its other deposit-type contracts. It is not part of the Company's strategy to utilize these funds for operations, and any funds obtained from the FHLB of Cincinnati for use in general operations would be accounted for consistent with SSAP No. 15 as borrowed money. The table below indicates the amount of FHLB of Indianapolis and FHLB of Cincinnati stock purchased, collateral pledged, assets and liabilities related to the agreements with the FHLB of Indianapolis and the FHLB of Cincinnati in 2013.

	Total	Indianapolis	Cincinnati
2. FHLB stock purchased/owned as part of the agreement	\$ 12,527,500	\$ 6,918,400	\$ 5,609,100
3. Collateral pledged to the FHLB	181,636,187	145,690,901	35,945,286
4. Borrowing capacity currently available	20,125,498	-	20,125,498
5. Total reserves related to funding agreement	148,530,925	148,530,925	-
6. Agreement assets and liabilities			
General Account: Assets	155,510,798	137,818,152	17,692,645
Liabilities	151,346,888	137,746,888	13,600,000
Separate Account: Assets	-	-	-
Liabilities	-	-	-

7. The table below indicates the amount of FHLB of Indianapolis and FHLB of Cincinnati stock purchased, collateral pledged, assets and liabilities related to the agreements with the FHLB of Indianapolis and the FHLB of Cincinnati in 2012.

	Total	Indianapolis	Cincinnati
8. FHLB stock purchased/owned as part of the agreement	\$ 13,417,900	\$ 8,723,700	\$ 4,694,200
9. Collateral pledged to the FHLB	195,776,263	159,151,663	36,624,600
10. Borrowing capacity currently available	28,961,741	-	28,961,741
11. Total reserves related to funding agreement	154,841,013	154,841,013	-
12. Agreement assets and liabilities			
General Account: Assets	151,093,327	151,093,327	-
Liabilities	154,841,013	154,841,013	-
Separate Account: Assets	-	-	-
Liabilities	-	-	-

33. Premiums and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2013, were as follows:

Type	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary new business	4,255,942	1,328,463
(3) Ordinary renewal	50,524,230	45,233,924
(4) Credit Life	-	-
(5) Group Life	-	-
(6) Group Annuity	-	-
(7) Totals	\$ 54,780,172	\$ 46,552,387

34. Separate Accounts. None.

35. Loss/Claim Adjustment Expenses. None.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes [X] No []

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

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

1.3

State Regulating?

Ohio

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [] No [X]

2.2

If yes, date of change:

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2012

3.2

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

12/31/2012

3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

10/02/2013

3.4

By what department or departments?
Ohio Department of Insurance

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

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

3.6

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

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

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business?
4.12 renewals?

Yes [] No [X]
Yes [] No [X]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business?
4.22 renewals?

Yes [] No [X]
Yes [] No [X]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]

5.2

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

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

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [] No [X]

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]

7.2

If yes,
7.21 State the percentage of foreign control;
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

Ernst & Young
1900 Sripps Center
312 Walnut Street
Cincinnati, OH 45202
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [X] No [] N/A []
- 10.6

If the response to 10.5 is no or n/a, please explain
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Nora Moushey
400 Broadway
Cincinnati, OH 45202
Officer of the Company
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [] No [X]
- 12.11

Name of real estate holding company
- 12.12

Number of parcels involved
- 12.13

Total book/adjusted carrying value

\$
- 12.2

If, yes provide explanation:
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [] No []
- 13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No []
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] N/A []
- 14.1

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

Yes [X] No []
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:
- 14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

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

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

BOARD OF DIRECTORS

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

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers\$

20.12 To stockholders not officers\$

20.13 Trustees, supreme or grand (Fraternal Only)\$
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers\$

20.22 To stockholders not officers\$

20.23 Trustees, supreme or grand (Fraternal Only)\$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Rented from others\$

21.22 Borrowed from others\$

21.23 Leased from others\$

21.24 Other\$
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment\$

22.22 Amount paid as expenses\$

22.23 Other amounts paid\$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [X] No []
- 24.02 If no, give full and complete information relating thereto
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided) DESCRIPTION OF PROGRAM IS PROVIDED IN NOTE 5E
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [] N/A []
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$83,854,736
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [] N/A []
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [] N/A []
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [X] No [] N/A []

GENERAL INTERROGATORIES

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

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$	83,854,736
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$	83,854,736
24.103	Total payable for securities lending reported on the liability page	\$	83,854,736

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [X] No []

25.2	If yes, state the amount thereof at December 31 of the current year:	25.21 Subject to repurchase agreements	\$
		25.22 Subject to reverse repurchase agreements	\$
		25.23 Subject to dollar repurchase agreements	\$
		25.24 Subject to reverse dollar repurchase agreements	\$
		25.25 Pledged as collateral	\$ 181,636,187
		25.26 Placed under option agreements	\$
		25.27 Letter stock or other securities restricted as to sale	\$ 12,527,500
		25.28 On deposit with state or other regulatory body	\$ 2,174,879
		25.29 Other	\$

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
Not redeemable for at least five years	FHLB of Cincinnati stock	5,609,100
Not redeemable for at least five years	FHLB of Indianapolis stock	6,887,400
Redeemable on 7/1/2016	FHLB of Indianapolis stock	31,000

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

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

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

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
BANK OF NEW YORK MELLON	ONE WALL STREET, NY, NY 12086
FEDERAL HOME LOAN BANK	CINCINNATI, OH 45202
FEDERAL HOME LOAN BANK	INDIANAPOLIS, IN 46240
DEUTSCHE BANK TRUST COMPANY AMERICAS	60 WALL STREET NY NY 10005

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

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

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

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])?
- Yes [] No [X]
- 29.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
29.2999 - Total		0

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

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

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	2,820,715,435	2,936,683,890	115,968,455
30.2 Preferred stocks	0		0
30.3 Totals	2,820,715,435	2,936,683,890	115,968,455

- 30.4 Describe the sources or methods utilized in determining the fair values:
Fair values were generally obtained from IDC, Princeton Financial Spread Pricing Module and/or an Internal Pricing Committee/Internal Pricing Models.
- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []
- 31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [] No [X]
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
Rates used to calculate fair value determined by a broker or custodian are reviewed by an internal pricing committee based upon asset class expertise to determine if rates are reasonable given current market conditions.
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []
- 32.2 If no, list exceptions:
.....

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$227,971

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
STANDARD AND POOR'S	97,283
.....

34.1 Amount of payments for legal expenses, if any?\$62,293

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

1 Name	2 Amount Paid
SUTHERLAND ASBILL & BRENNAN LLP	40,267
.....

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

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

1 Name	2 Amount Paid
.....
.....

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [] No [X]

1.2

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

\$

1.3

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

\$

1.31

Reason for excluding:

1.4

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

\$

1.5

Indicate total incurred claims on all Medicare Supplement insurance.

\$0

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$0

1.62

Total incurred claims

\$0

1.63

Number of covered lives

.....0

All years prior to most current three years

1.64

Total premium earned

\$0

1.65

Total incurred claims

\$0

1.66

Number of covered lives

.....0

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$0

1.72

Total incurred claims

\$0

1.73

Number of covered lives

.....0

All years prior to most current three years

1.74

Total premium earned

\$0

1.75

Total incurred claims

\$0

1.76

Number of covered lives

.....0

2.

Health Test:

1

Current Year

2

Prior Year

2.1

Premium Numerator

.....

.....

2.2

Premium Denominator

593,257,603

561,302,450

2.3

Premium Ratio (2.1/2.2)

0.000

0.000

2.4

Reserve Numerator

31,497

33,453

2.5

Reserve Denominator

3,163,612,115

2,804,985,374

2.6

Reserve Ratio (2.4/2.5)

0.000

0.000

3.1

Does this reporting entity have Separate Accounts?

Yes [] No [X]

3.2

If yes, has a Separate Accounts Statement been filed with this Department?

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

3.3

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

\$

3.4

State the authority under which Separate Accounts are maintained:

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

Yes [] No []

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [] No []

3.7

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

.....

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

Yes [X] No []

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid

\$21,295,273

4.22

Received

\$

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [] No [X]

5.2

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

5.21

Page 3, Line 1

\$

5.22

Page 4, Line 1

\$

6.

FOR STOCK REPORTING ENTITIES ONLY:

6.1

Total amount paid in by stockholders as surplus funds since organization of the reporting entity:

\$90,825,285

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash

\$15,233,550

7.12

Stock

\$

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

GENERAL INTERROGATORIES

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

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

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

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

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

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

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

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

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

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

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:
10.1 Amount of loss reserves established by these annuities during the current year:\$
10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

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

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

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

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

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

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.
Show amounts of life insurance in this exhibit in thousands (OMIT \$000)

	1 2013	2 2012	3 2011	4 2010	5 2009
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4)	11,145,502	10,666,282	9,857,315	9,176,339	8,365,119
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	7,429,794	6,679,029	5,863,446	4,995,395	3,982,427
3. Credit life (Line 21, Col. 6)	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	43,423	47,146	50,497	54,876	768,530
5. Industrial (Line 21, Col. 2)	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)	0	0	0	0	0
7. Total (Line 21, Col. 10)	18,618,719	17,392,457	15,771,258	14,226,610	13,116,076
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)	943,662	1,992,280	1,194,387	1,330,047	1,024,042
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	1,091,127	465,628	1,289,736	1,400,333	1,037,399
10. Credit life (Line 2, Col. 6)	0	0	0	0	0
11. Group (Line 2, Col. 9)	0	0	0	0	0
12. Industrial (Line 2, Col. 2)	0	0	0	0	0
13. Total (Line 2, Col. 10)	2,034,789	2,457,908	2,484,123	2,730,380	2,061,441
Premium Income - Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)	0	0	0	0	0
15.1 Ordinary-life insurance (Line 20.4, Col. 3)	404,734,372	390,051,505	357,291,994	317,865,415	238,887,677
15.2 Ordinary-individual annuities (Line 20.4, Col. 4)	174,850,484	160,684,664	242,593,425	253,803,686	149,784,175
16 Credit life (group and individual) (Line 20.4, Col. 5)	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6)	69,341	79,580	32,544	104,783	694,872
17.2 Group annuities (Line 20.4, Col. 7)	13,603,407	10,486,701	12,662,514	14,360,767	14,630,029
18.1 A & H-group (Line 20.4, Col. 8)	0	0	0	(1,053)	139,277
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)	0	0	0	0	0
18.3 A & H-other (Line 20.4, Col. 10)	0	0	331,202	0	0
19. Aggregate of all other lines of business (Line 20.4, Col. 11)	0	0	0	0	0
20. Total	593,257,604	561,302,450	612,911,679	586,133,598	404,136,030
Balance Sheet (Pages 2 & 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	3,836,511,614	3,322,052,611	2,996,105,315	2,598,700,309	2,268,229,627
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	3,642,784,275	3,161,322,430	2,843,769,818	2,486,660,149	2,152,479,583
23. Aggregate life reserves (Page 3, Line 1)	3,156,586,063	2,798,326,940	2,475,892,168	2,103,636,820	1,752,804,966
24. Aggregate A & H reserves (Page 3, Line 2)	769,564	850,824	1,023,221	1,132,011	1,328,763
25. Deposit-type contract funds (Page 3, Line 3)	220,018,834	226,561,615	222,515,481	232,587,313	228,382,662
26. Asset valuation reserve (Page 3, Line 24.01)	38,655,952	23,335,695	17,387,477	13,435,970	7,819,740
27. Capital (Page 3, Lines 29 and 30)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
28. Surplus (Page 3, Line 37)	191,227,339	158,230,181	149,835,497	109,540,160	113,250,044
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	334,441,385	340,416,251	359,392,538	350,895,532	184,271,402
Risk-Based Capital Analysis					
30. Total adjusted capital	256,087,354	206,365,361	192,191,532	146,938,365	143,094,487
31. Authorized control level risk - based capital	36,096,796	28,095,133	28,097,796	24,700,173	21,199,845
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1)	75.2	79.0	78.6	77.9	75.5
33. Stocks (Lines 2.1 and 2.2)	2.4	1.3	1.6	0.4	0.4
34. Mortgage loans on real estate(Lines 3.1 and 3.2)	6.9	7.8	8.0	9.4	10.8
35. Real estate (Lines 4.1, 4.2 and 4.3)	0.0	0.0	0.0	0.0	0.0
36. Cash, cash equivalents and short-term investments (Line 5)	0.7	0.7	1.2	1.2	1.0
37. Contract loans (Line 6)	9.4	9.4	8.8	8.4	8.0
38. Derivatives (Page 2, Line 7)	1.9	1.0	0.9	2.1	XXX
39. Other invested assets (Line 8)	1.1	0.7	0.8	0.6	0.4
40. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.1
41. Securities lending reinvested collateral assets (Line 10)	2.3	0.0	0.0	0.0	XXX
42. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	3.7
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2013	2 2012	3 2011	4 2010	5 2009
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1)	0		0	0	0
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)				0	0
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),	358,088	330,438	296,297	536,969	494,477
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
48. Affiliated mortgage loans on real estate	0				
49. All other affiliated	19,762,860				
50. Total of above Lines 44 to 49	20,120,948	330,438	296,297	536,969	494,477
51. Total Investment in Parent included in Lines 44 to 49 above	0				
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2)	16,595,428	10,223,829	11,590,322	13,568,114	13,268,829
53. Total admitted assets (Page 2, Line 28, Col. 3)	3,836,511,614	3,322,052,611	2,996,105,315	2,598,700,309	2,268,229,627
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	163,779,834	158,022,486	143,818,061	136,511,567	124,148,320
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	9,330,903	1,331,492	404,011	5,381,304	(8,660,594)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	11,919,191	6,915,439	(2,555,356)	468,151	2,341,934
57. Total of above Lines 54, 55 and 56	185,029,928	166,269,417	141,666,716	142,361,022	117,829,660
Benefits and Reserve Increases (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11,12, 13, 14 and 15 Cols. 9, 10 and 11)	247,673,717	217,327,082	210,306,689	203,356,144	197,265,373
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	154,626	269,916	209,021	218,297	189,927
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	237,161,173	219,370,083	193,796,182	168,241,948	89,443,006
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	(81,260)	(172,397)	(108,790)	(196,752)	(294,664)
62. Dividends to policyholders (Line 30, Col. 1)	46,480,837	43,347,528	43,537,602	42,611,988	37,328,017
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	14.4	16.1	16.9	16.7	18.1
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0	5.0	5.3	5.9	6.4	8.3
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)	0.0	0.0	30.3	(2,049.0)	(74.2)
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)	0.0	0.0	0.0	(1.0)	0.1
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)	0.0	0.0	19.1	(6,365.9)	85.1
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)	924,190	1,120,740	1,232,242	1,351,995	1,587,640
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)	933,056	1,023,221	1,132,011	1,330,450	1,764,413
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)	0	0	0	0	0
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)	0	0	0	0	0
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2)	0	0	0	0	0
73. Ordinary - life (Col. 3)	557,527	10,364,985	3,719,175	638,738	7,059,111
74. Ordinary - individual annuities (Col. 4)	(1,940,525)	4,833,143	3,249,711	153,683	688,734
75. Ordinary-supplementary contracts (Col. 5)	(52,937)	148,466	(160,036)	(149)	95,837
76. Credit life (Col. 6)	0	0	0	0	0
77. Group life (Col. 7)	(447,711)	(89,043)	52,029	21,921	(100,144)
78. Group annuities (Col. 8)	(550,434)	152,281	360,837	49,530	269,080
79. A & H-group (Col. 9)	275,430	(91,796)	(69,233)	1,645	134,171
80. A & H-credit (Col. 10)	0	0	0	0	0
81. A & H-other (Col. 11)	0	(291,850)	215,088	1,329	11,052
82. Aggregate of all other lines of business (Col. 12)	(15,007,964)	(36,885)	(2,099,019)	0	0
83. Total (Col. 1)	(17,166,614)	14,989,301	5,268,552	866,697	8,157,841

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

If no, please explain:

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year	0	0	91,138	17,345,311	0	0	0	1,574	47,146	17,392,457
2. Issued during year		0	6,157	2,034,789		0			0	2,034,789
3. Reinsurance assumed										0
4. Revived during year			57	12,097				0		12,097
5. Increased during year (net)				101,002						101,002
6. Subtotals, Lines 2 to 5	0	0	6,214	2,147,888	0	0	0	0	0	2,147,888
7. Additions by dividends during year	XXX		XXX	98,875	XXX		XXX	XXX		98,875
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 and 6 to 8)	0	0	97,352	19,592,074	0	0	0	1,574	47,146	19,639,220
Deductions during year:										
10. Death			964	41,826			XXX	28	1,157	42,983
11. Maturity			45	210			XXX			210
12. Disability							XXX			0
13. Expiry			477	46,153						46,153
14. Surrender			2,878	635,291						635,291
15. Lapse			1,024	265,584						265,584
16. Conversion			79	27,714			XXX	XXX	XXX	27,714
17. Decreased (net)			21					60	2,566	2,566
18. Reinsurance										0
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19)	0	0	5,488	1,016,778	0	0	0	88	3,723	1,020,501
21. In force end of year (Line 9 minus Line 20)	0	0	91,864	18,575,296	0	0	0	1,486	43,423	18,618,719
22. Reinsurance ceded end of year	XXX		XXX	12,309,431	XXX		XXX	XXX	15,682	12,325,113
23. Line 21 minus Line 22	XXX	0	XXX	6,265,865	XXX	(b) 0	XXX	XXX	27,741	6,293,606
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

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

(b) Group \$; Individual \$

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1	2	3	4
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)
24. Additions by dividends	XXX		XXX	491,780
25. Other paid-up insurance			9,560	2,163,790
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1	2	3	4
Term Insurance Excluding Extended Term Insurance	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)
27. Term policies - decreasing				
28. Term policies - other	719	430,668	9,577	3,857,529
29. Other term insurance - decreasing	XXX		XXX	
30. Other term insurance	XXX	660,459	XXX	3,541,976
31. Totals (Lines 27 to 30)	719	1,091,127	9,577	7,399,505
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	371
33. Totals, extended term insurance	XXX	XXX	370	29,918
34. Totals, whole life and endowment	5,438	943,662	81,917	11,145,502
35. Totals (Lines 31 to 34)	6,157	2,034,789	91,864	18,575,296

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1	2	3	4
	Non-Participating	Participating	Non-Participating	Participating
36. Industrial				
37. Ordinary	2,034,789		15,517,529	3,057,767
38. Credit Life (Group and Individual)				
39. Group			43,423	
40. Totals (Lines 36 to 39)	2,034,789	0	15,560,952	3,057,767

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

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

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	87,373
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

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

POLICIES WITH DISABILITY PROVISIONS

	Industrial		Ordinary		Credit		Group	
	1	2	3	4	5	6	7	8
Disability Provisions	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Certificates	Amount of Insurance (a)
48. Waiver of Premium			22,946	4,281,201			425	15,805
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other			3,909	686,353				
52. Total	0 (b)	0	26,855 (b)	4,967,554	0 (b)	0	425 (b)	15,805

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

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

SUPPLEMENTARY CONTRACTS				
	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	573	244	0	0
2. Issued during year	13	36		
3. Reinsurance assumed	2	0		
4. Increased during year (net)	0	0		
5. Total (Lines 1 to 4)	588	280	0	0
Deductions during year:				
6. Decreased (net)	48	38		
7. Reinsurance ceded	1	7		
8. Totals (Lines 6 and 7)	49	45	0	0
9. In force end of year	539	235	0	0
10. Amount on deposit	0	(a) 2,712,021		(a)
11. Income now payable	539	99		
12. Amount of income payable	(a) 1,983,106	(a) 1,430,891	(a)	(a)

ANNUITIES				
	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	995	17,884	271	2,023
2. Issued during year	20	2,150	32	125
3. Reinsurance assumed	0	0	0	0
4. Increased during year (net)	0	0	0	0
5. Totals (Lines 1 to 4)	1,015	20,034	303	2,148
Deductions during year:				
6. Decreased (net)	113	1,179	17	135
7. Reinsurance ceded	0	0	0	0
8. Totals (Lines 6 and 7)	113	1,179	17	135
9. In force end of year	902	18,855	286	2,013
Income now payable:				
10. Amount of income payable	(a) 10,107,478	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a) 1,114,186,388	XXX	(a)

ACCIDENT AND HEALTH INSURANCE						
	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	0		0		509	374,508
2. Issued during year					1	2,985
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Lines 1 to 4)	0	XXX	0	XXX	510	XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)		XXX		XXX	54	XXX
8. Reinsurance ceded		XXX		XXX	0	XXX
9. Totals (Lines 6 to 8)	0	XXX	0	XXX	54	XXX
10. In force end of year	0	(a)	0	(a)	456	(a) 336,446

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS		
	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	2,470	9,324
2. Issued during year	336	84
3. Reinsurance assumed	0	0
4. Increased during year (net)	0	0
5. Totals (Lines 1 to 4)	2,806	9,408
Deductions During Year:		
6. Decreased (net)	142	674
7. Reinsurance ceded	0	
8. Totals (Lines 6 and 7)	142	674
9. In force end of year	2,664	8,734
10. Amount of account balance	(a) 25,212,846	(a) 26,964,688

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE Lafayette Life Insurance Company

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.			1	Direct Business Only					
				Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
				2 Life Insurance Premiums	3 Annuity Considerations				
Active Status									
1.	Alabama	AL	L	2,620,755	2,243,997	0		4,864,752	
2.	Alaska	AK	N	68,771				68,771	
3.	Arizona	AZ	L	12,023,112	2,012,067	1,503		14,036,682	
4.	Arkansas	AR	L	3,120,931	829,924	831		3,951,686	
5.	California	CA	L	32,049,233	19,691,265	32,139		51,772,637	
6.	Colorado	CO	L	15,863,989	4,881,576	1,189		20,746,754	
7.	Connecticut	CT	L	8,073,554	11,341,824	11,997		19,427,375	
8.	Delaware	DE	L	1,479,493	1,290,487	841		2,770,821	
9.	District of Columbia	DC	L	1,554,300	982,017	0		2,536,317	
10.	Florida	FL	L	18,298,948	10,349,798	17,581		28,666,327	
11.	Georgia	GA	L	4,714,009	1,514,288	2,102		6,230,399	
12.	Hawaii	HI	L	7,417,165	3,420,678	22,157		10,860,000	
13.	Idaho	ID	L	3,227,428	1,162,908	77		4,390,413	
14.	Illinois	IL	L	12,053,211	3,038,959	8,785		15,100,955	25,792
15.	Indiana	IN	L	9,664,287	2,793,836	25,836		12,483,959	75,000
16.	Iowa	IA	L	3,181,542	4,139,539	4,642		7,325,723	
17.	Kansas	KS	L	4,527,613	2,299,186	6,057		6,832,856	
18.	Kentucky	KY	L	2,883,654	1,083,981	1,481		3,969,116	
19.	Louisiana	LA	L	1,794,491	292,457	2,825		2,089,773	
20.	Maine	ME	L	878,838	545,262	149		1,424,249	
21.	Maryland	MD	L	13,279,022	5,654,520	2,187		18,935,729	
22.	Massachusetts	MA	L	7,248,346	2,374,915	20,180		9,643,441	107,570
23.	Michigan	MI	L	13,017,912	5,618,121	18,605		18,654,638	
24.	Minnesota	MN	L	7,421,483	10,077,654	357		17,499,494	
25.	Mississippi	MS	L	1,009,379	1,062,177	0		2,071,556	
26.	Missouri	MO	L	21,475,851	1,425,506	391		22,901,748	
27.	Montana	MT	L	1,134,960	69,670			1,204,630	
28.	Nebraska	NE	L	4,672,313	6,398,264	4,543		11,075,120	
29.	Nevada	NV	L	1,647,270	940,401	178		2,587,849	
30.	New Hampshire	NH	L	1,872,693	5,513,598	6,749		7,393,040	
31.	New Jersey	NJ	L	17,149,959	2,293,137	17,618		19,460,714	128,000
32.	New Mexico	NM	L	2,781,079	124,513	0		2,905,592	
33.	New York	NY	N	1,546,149	1,393,440	2,503		2,942,092	
34.	North Carolina	NC	L	9,052,880	2,322,394	2,405		11,377,679	
35.	North Dakota	ND	L	520,766	51,008			571,774	
36.	Ohio	OH	L	20,713,855	8,043,420	12,213		28,769,488	44,700,000
37.	Oklahoma	OK	L	1,726,330	482,681	0		2,209,011	
38.	Oregon	OR	L	1,998,718	3,475,146	1,254		5,475,118	
39.	Pennsylvania	PA	L	22,547,777	13,585,994	23,405		36,157,176	
40.	Rhode Island	RI	L	641,973	951,114	3,407		1,596,494	
41.	South Carolina	SC	L	3,254,784	1,485,300	3,463		4,743,547	
42.	South Dakota	SD	L	1,243,780	1,352,661			2,596,441	
43.	Tennessee	TN	L	3,280,263	1,314,888	1,840		4,596,991	
44.	Texas	TX	L	33,982,667	16,075,974	6,523		50,065,164	
45.	Utah	UT	L	3,158,531	2,898,239	184		6,056,954	
46.	Vermont	VT	L	1,841,491	2,841,204			4,682,695	
47.	Virginia	VA	L	21,658,810	6,846,761	18,361		28,523,932	31,309
48.	Washington	WA	L	10,075,276	7,581,516	3,768		17,660,560	
49.	West Virginia	WV	L	3,218,764	884,200	23,652		4,126,616	
50.	Wisconsin	WI	L	6,134,423	2,271,100	1,177		8,406,700	219,553
51.	Wyoming	WY	L	470,685	87,000			557,685	
52.	American Samoa	AS	N	1,778				1,778	
53.	Guam	GU	N	73,790				73,790	
54.	Puerto Rico	PR	N	80,115				80,115	
55.	U.S. Virgin Islands	VI	N	1,934				1,934	
56.	Northern Mariana Islands	MP	N					0	
57.	Canada	CAN	N	17,821				17,821	
58.	Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
59.	Subtotal	(a)	49	385,448,951	189,410,565	315,155	0	575,174,671	45,287,224
90.	Reporting entity contributions for employee benefits plans	XXX		0	0	0	0	0	0
91.	Dividends or refunds applied to purchase paid-up additions and annuities	XXX		46,791,428	22,155	0	0	46,813,583	0
92.	Dividends or refunds applied to shorten endowment or premium paying period	XXX		0	0	0	0	0	0
93.	Premium or annuity considerations waived under disability or other contract provisions	XXX		1,616,765	0	0	0	1,616,765	0
94.	Aggregate or other amounts not allocable by State	XXX		0	0	0	0	0	0
95.	Totals (Direct Business)	XXX		433,857,144	189,432,720	315,155	0	623,605,019	45,287,224
96.	Plus reinsurance assumed	XXX		0	0	0	0	0	0
97.	Totals (All Business)	XXX		433,857,144	189,432,720	315,155	0	623,605,019	45,287,224
98.	Less reinsurance ceded	XXX		33,920,456	884,329	315,155	0	35,119,940	0
99.	Totals (All Business) less Reinsurance Ceded	XXX		399,936,688	188,548,391	(b) 0	0	588,485,079	45,287,224
DETAILS OF WRITE-INS									
58001.		XXX						0	
58002.		XXX							
58003.		XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		0	0	0	0	0	0
9401.		XXX							
9402.		XXX							
9403.		XXX							
9498.	Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0	0	0
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX		0	0	0	0	0	0

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

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

By state of residence of the policyholder

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

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

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

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

OVERFLOW PAGE FOR WRITE-INS

NONE

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