



ANNUAL STATEMENT
For the Year Ended December 31, 2013
of the Condition and Affairs of the

OHIO NATIONAL LIFE INSURANCE COMPANY

NAIC Group Code.....0704, 0704 (Current Period) (Prior Period)	NAIC Company Code..... 67172	Employer's ID Number..... 31-0397080
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated/Organized..... September 9, 1909	Commenced Business..... October 10, 1910	
Statutory Home Office	One Financial Way..... Cincinnati OH US 45242 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	
Main Administrative Office	One Financial Way..... Cincinnati OH US..... 45242 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	513-794-6100 <small>(Area Code) (Telephone Number)</small>
Mail Address	Post Office Box 237..... Cincinnati OH US 45201 <small>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</small>	
Primary Location of Books and Records	One Financial Way..... Cincinnati OH US 45242 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	513-794-6100-6015 <small>(Area Code) (Telephone Number)</small>
Internet Web Site Address	N/A	
Statutory Statement Contact	Amber Dawn Morris <small>(Name)</small> amber_morris@ohionational.com <small>(E-Mail Address)</small>	513-794-6100-6015 <small>(Area Code) (Telephone Number) (Extension)</small> 513-794-4516 <small>(Fax Number)</small>

OFFICERS

Name	Title	Name	Title
Gary Thomas Huffman	President, Chairman, & CEO	Therese Susan McDonough	Secretary
Joseph Richard Sander	Treasurer	Ronald John Dolan	Actuary, Vice Chairman, & CRO

OTHER

Thomas Abdo Barefield #	Executive Vice President, Distribution	Howard Charles Becker	Executive Vice President & CAO
Richard Jerome Bodner	Senior Vice President	Christopher Allen Carlson	Executive Vice President & CIO
Harry Douglas Cooke, III	Senior Vice President	John Andrew DelPozzo #	Senior Vice President
Anthony Gerard Esposito	Senior Vice President	Paul Gerard	Senior Vice President
Diane Sue Hagenbuch	Senior Vice President	Kristal Elaine Hambrick #	Executive Vice President & Chief Product Officer
Michael Francis Haverkamp	Senior Vice President	Ronald Gene Heibert	Senior Vice President
David Dale Herr, Jr. #	Senior Vice President & Chief Risk Officer	Stephen Ray Murphy	Senior Vice President
Arthur James Roberts	Senior Vice President & CFO	James Clive Smith	Senior Vice President
Barbara Ann Turner #	Senior Vice President & CCO; President & CEO, ONESCO	Paul Joseph Twilling	Senior Vice President
Peter Edward Whipple #	Senior Vice President & Chief Corporate Actuary		

DIRECTORS OR TRUSTEES

Thomas Abdo Barefield	Howard Charles Becker	Jack Elliott Brown	Joseph Alex Campanella
Christopher Allen Carlson	Thomas Gerald Cody	Ronald John Dolan	Victoria Buyniski Gluckman
John Weber Hayden	Gary Thomas Huffman	James Francis Orr	John Russell Phillips
John Michael Schlotman	Gary Edward Wendlandt #		

State of..... Ohio
County of..... Hamilton

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

(Signature)	(Signature)	(Signature)
Gary Thomas Huffman	Therese Susan McDonough	Joseph Richard Sander
(Printed Name)	(Printed Name)	(Printed Name)
President, Chairman, & CEO	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me	a. Is this an original filing?	Yes [X] No []
This _____ day of _____ February, 2014	b. If no	1. State the amendment number _____
		2. Date filed _____
		3. Number of pages attached _____

Roxanna S Henry, Notary Public
May 11, 2014

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	4,543,335,693	0	4,543,335,693	4,214,962,310
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	25,032,037	0	25,032,037	16,784,897
2.2 Common stocks.....	396,251,938	0	396,251,938	502,163,825
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	844,874,399	0	844,874,399	854,363,975
3.2 Other than first liens.....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	20,865,152	0	20,865,152	296,500
4.3 Properties held for sale (less \$.....0 encumbrances).....	3,346,666	0	3,346,666	3,153,499
5. Cash (\$.....247,171,811, Schedule E-Part 1), cash equivalents (\$.....0, Schedule E-Part 2) and short-term investments (\$.....74,397,190, Schedule DA).....	321,569,001	0	321,569,001	373,839,625
6. Contract loans (including \$.....0 premium notes).....	291,699,230	0	291,699,230	267,232,610
7. Derivatives (Schedule DB).....	3,131,761	0	3,131,761	15,556,892
8. Other invested assets (Schedule BA).....	109,255,194	66,750,073	42,505,121	109,680,252
9. Receivables for securities.....	986,086	0	986,086	646,499
10. Securities lending reinvested collateral assets (Schedule DL).....	118,711,341	0	118,711,341	129,277,794
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	6,679,058,498	66,750,073	6,612,308,425	6,487,958,678
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	52,451,853	0	52,451,853	50,561,650
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	7,167,957	0	7,167,957	8,415,425
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	35,679,926	0	35,679,926	31,705,706
15.3 Accrued retrospective premiums.....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	5,875,014	0	5,875,014	11,486,371
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	4,432	0	4,432	24,397
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	39,968,509	0	39,968,509	0
18.2 Net deferred tax asset.....	161,512,413	78,141,001	83,371,412	67,815,680
19. Guaranty funds receivable or on deposit.....	2,329,861	0	2,329,861	1,655,393
20. Electronic data processing equipment and software.....	4,564,158	0	4,564,158	3,672,551
21. Furniture and equipment, including health care delivery assets (\$.....0).....	3,215,135	3,215,135	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	36,186,732	0	36,186,732	52,428,033
24. Health care (\$.....0) and other amounts receivable.....	15,539,812	15,539,812	0	0
25. Aggregate write-ins for other than invested assets.....	113,445,004	2,764,348	110,680,656	98,851,509
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	7,156,999,304	166,410,369	6,990,588,935	6,814,575,393
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	18,394,288,720	0	18,394,288,720	14,816,672,037
28. TOTALS (Lines 26 and 27).....	25,551,288,024	166,410,369	25,384,877,655	21,631,247,430

DETAILS OF WRITE-INS

1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
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. Annuity rider charges receivable.....	93,308,014	0	93,308,014	80,921,221
2502. Keyman insurance.....	8,269,237	0	8,269,237	10,616,252
2503. Fund revenue receivable.....	7,699,608	0	7,699,608	6,477,443
2598. Summary of remaining write-ins for Line 25 from overflow page.....	4,168,145	2,764,348	1,403,797	836,593
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	113,445,004	2,764,348	110,680,656	98,851,509

LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Year	Prior Year
1. Aggregate reserve for life contracts \$.....4,884,881,239 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	4,884,881,239	4,713,504,185
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	81,902,923	84,190,035
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	569,533,897	603,967,019
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	11,312,371	9,078,209
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	1,153,210	1,088,843
5. Policyholders' dividends \$.....1,612,907 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....	1,612,907	1,638,935
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....	54,333,414	48,016,673
6.2 Dividends not yet apportioned (including \$.....0 Modco).....	0	0
6.3 Coupons and similar benefits (including \$.....0 Modco).....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....83,932 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	771,469	911,824
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....	0	0
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....	0	0
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....	0	0
9.4 Interest Maintenance Reserve (IMR, Line 6).....	47,376,217	53,034,175
10. Commissions to agents due or accrued - life and annuity contracts \$.....5,851,327, accident and health \$.....797,908 and deposit-type contract funds \$.....0.....	6,649,235	5,772,134
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	16,818,221	10,749,567
13. Transfers to Separate Accounts due or accrued (net) (including \$.....(271,494,123) accrued for expense allowances recognized in reserves, net of reinsured allowances).....	(271,494,123)	(240,768,041)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	4,213,574	2,710,596
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	3,066,801	4,219,669
15.2 Net deferred tax liability.....	0	0
16. Unearned investment income.....	4,998,655	4,973,679
17. Amounts withheld or retained by company as agent or trustee.....	101,557,602	99,336,277
18. Amounts held for agents' account, including \$.....(1,924,059) agents' credit balances.....	3,254,177	3,198,078
19. Remittances and items not allocated.....	29,905,228	33,351,248
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21. Liability for benefits for employees and agents if not included above.....	0	0
22. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	65,000,000
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR Line 16, Col. 7).....	22,182,597	25,243,899
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....	29,566,301	72,138,183
24.04 Payable to parent, subsidiaries and affiliates.....	246,537,382	15,345,489
24.05 Drafts outstanding.....	0	0
24.06 Liability for amounts held under uninsured plans.....	0	0
24.07 Funds held under coinsurance.....	0	0
24.08 Derivatives.....	14,003,740	14,495,626
24.09 Payable for securities.....	0	4,313,209
24.10 Payable for securities lending.....	118,711,341	129,277,794
24.11 Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	4,996,370	1,472,516
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	5,987,844,748	5,766,259,821
27. From Separate Accounts Statement.....	18,394,288,720	14,816,672,037
28. Total liabilities (Line 26 and 27).....	24,382,133,468	20,582,931,858
29. Common capital stock.....	10,000,000	10,000,000
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other than special surplus funds.....	(3,446,075)	0
32. Surplus notes.....	309,317,048	309,240,757
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	283,297,154	183,297,154
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	403,576,058	545,777,664
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	992,744,185	1,038,315,575
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	1,002,744,185	1,048,315,575
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	25,384,877,653	21,631,247,433

DETAILS OF WRITE-INS

2501. Liability for plan benefits.....	2,370,920	0
2502. Unclaimed funds.....	2,625,450	1,472,516
2503.	0	0
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).....	4,996,370	1,472,516
3101. Voluntary Reserve.....	(4,793,551)	0
3102. Benefit Plan Adjustment.....	1,347,476	0
3103.	0	0
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).....	(3,446,075)	0
3401.	0	0
3402.	0	0
3403.	0	0
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

OHIO NATIONAL LIFE INSURANCE COMPANY
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).....	2,830,632,899	3,259,840,984
2. Considerations for supplementary contracts with life contingencies.....	205,055	693,878
3. Net investment income (Exhibit of Net Investment Income, Line 17).....	322,053,801	332,818,489
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5).....	6,494,707	7,156,878
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1).....	4,949,011	4,615,007
7. Reserve adjustments on reinsurance ceded.....	0	0
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....	212,623,863	171,248,475
8.2 Charges and fees for deposit-type contracts.....	0	0
8.3 Aggregate write-ins for miscellaneous income.....	235,547,341	197,483,461
9. Totals (Lines 1 to 8.3).....	3,612,506,677	3,973,857,172
10. Death benefits.....	76,744,312	54,115,121
11. Matured endowments (excluding guaranteed annual pure endowments).....	696,858	1,016,371
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8).....	428,552,083	393,822,341
13. Disability benefits and benefits under accident and health contracts.....	9,220,489	8,672,381
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0
15. Surrender benefits and withdrawals for life contracts.....	1,002,942,253	919,520,491
16. Group conversions.....	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	20,910,288	8,540,683
18. Payments on supplementary contracts with life contingencies.....	532,137	555,356
19. Increase in aggregate reserves for life and accident and health contracts.....	169,843,871	192,092,105
20. Totals (Lines 10 to 19).....	1,709,442,291	1,578,334,849
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1).....	263,096,997	265,761,497
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1).....	11,719,841	9,655,731
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4).....	91,495,210	82,578,761
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3).....	9,634,089	10,231,303
25. Increase in loading on deferred and uncollected premiums.....	1,506,566	6,747,376
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	1,349,562,212	1,803,684,096
27. Aggregate write-ins for deductions.....	3,858,952	8,770,992
28. Totals (Lines 20 to 27).....	3,440,316,158	3,765,764,605
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	172,190,519	208,092,567
30. Dividends to policyholders.....	56,928,138	48,284,412
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	115,262,381	159,808,155
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	13,132,416	14,275,853
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).....	102,129,965	145,532,302
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....10,032,859 (excluding taxes of \$.....450,557 transferred to the IMR).....	(40,521,978)	(37,917,614)
35. Net income (Line 33 plus Line 34).....	61,607,987	107,614,688
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2).....	1,048,315,579	902,515,977
37. Net income (Line 35).....	61,607,987	107,614,688
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....(8,329,628).....	(107,664,669)	(37,600,148)
39. Change in net unrealized foreign exchange capital gain (loss).....	276,029	(805,256)
40. Change in net deferred income tax.....	23,795,243	13,046,847
41. Change in nonadmitted assets.....	(65,251,097)	(10,020,541)
42. Change in liability for reinsurance in unauthorized and certified companies.....	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....	0	0
44. Change in asset valuation reserve.....	3,061,302	(3,209,472)
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.....	0	0
47. Other changes in surplus in Separate Accounts Statement.....	0	0
48. Change in surplus notes.....	76,291	200,076,291
49. Cumulative effect of changes in accounting principles.....	(19,553,022)	0
50. Capital changes:		
50.1 Paid in.....	0	0
50.2 Transferred from surplus (Stock Dividend).....	0	0
50.3 Transferred to surplus.....	0	0
51. Surplus adjustment:		
51.1 Paid in.....	100,000,000	0
51.2 Transferred to capital (Stock Dividend).....	0	0
51.3 Transferred from capital.....	0	0
51.4 Change in surplus as a result of reinsurance.....	1,731,130	0
52. Dividends to stockholders.....	(40,000,000)	(125,000,000)
53. Aggregate write-ins for gains and losses in surplus.....	(3,650,587)	1,697,193
54. Net change in capital and surplus for the year (Lines 37 through 53).....	(45,571,393)	145,799,602
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38).....	1,002,744,186	1,048,315,579
DETAILS OF WRITE-INS		
08.301. Policy charges.....	183,784,859	134,491,625
08.302. Fee income.....	51,840,833	43,015,744
08.303. Modified coinsurance risk charge.....	2,334	1,496
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	(80,685)	19,974,596
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	235,547,341	197,483,461
2701. Health surrender benefits.....	3,859,294	5,578,215
2702. Expenses related to surplus note issuance.....	0	3,190,704
2703. Reserve adjustment on reinsurance assumed.....	(342)	2,073
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).....	3,858,952	8,770,992
5301. Prior period adjustment.....	(204,512)	1,697,193
5302. Voluntary Reserve.....	(4,793,551)	0
5303. Benefit Plan Adjustment.....	1,347,476	0
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).....	(3,650,587)	1,697,193

OHIO NATIONAL LIFE INSURANCE COMPANY
CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	2,829,580,543	3,248,916,802
2. Net investment income.....	322,262,011	337,509,593
3. Miscellaneous income.....	451,801,513	373,346,943
4. Total (Lines 1 through 3).....	3,603,644,067	3,959,773,338
5. Benefit and loss related payments.....	1,508,913,099	1,386,490,126
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	1,380,288,294	1,865,045,367
7. Commissions, expenses paid and aggregate write-ins for deductions.....	366,516,701	386,162,385
8. Dividends paid to policyholders.....	50,637,425	45,276,801
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	61,059,398	(2,199,288)
10. Total (Lines 5 through 9).....	3,367,414,917	3,680,775,391
11. Net cash from operations (Line 4 minus Line 10).....	236,229,150	278,997,947
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	585,633,446	605,630,569
12.2 Stocks.....	1,144,616	188,400
12.3 Mortgage loans.....	150,903,306	127,810,540
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.....	0	0
12.7 Miscellaneous proceeds.....	22,991,584	56,195,932
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	760,672,952	789,825,441
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	917,092,264	727,194,147
13.2 Stocks.....	13,252,200	32,687,000
13.3 Mortgage loans.....	143,412,250	96,772,750
13.4 Real estate.....	20,833,652	0
13.5 Other invested assets.....	0	110,133,333
13.6 Miscellaneous applications.....	4,652,796	2,110,579
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,099,243,162	968,897,809
14. Net increase (decrease) in contract loans and premium notes.....	24,466,620	19,277,733
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(363,036,830)	(198,350,101)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	76,291	196,809,296
16.2 Capital and paid in surplus, less treasury stock.....	100,000,000	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(60,317,669)	(2,683,706)
16.5 Dividends to stockholders.....	105,000,000	100,000,000
16.6 Other cash provided (applied).....	139,778,434	(146,294,991)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	74,537,056	(52,169,401)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(52,270,624)	28,478,445
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	373,839,626	345,361,180
19.2 End of year (Line 18 plus Line 19.1).....	321,569,001	373,839,626
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001	0	0

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance(a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts.....	2,830,632,899	.....0	500,190,207	2,150,213,836	.....0	.....0	.....0	169,164,338	.....0	.....0	11,064,518	.....0
2. Considerations for supplementary contracts with life contingencies.....	205,055	.....0	.....0	.....0	205,055	.....0	.....0	.....0	.....0	.....0	.....0	.....0
3. Net investment income.....	322,053,801	.....0	126,549,776	153,698,927	930,393	.....0	288,611	35,558,196	.....0	.....0	5,027,898	.....0
4. Amortization of Interest Maintenance Reserve (IMR).....	6,494,707	.....0	2,552,070	3,099,574	18,763	.....0	5,820	717,085	.....0	.....0	101,395	.....0
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
6. Commissions and expense allowances on reinsurance ceded.....	4,949,010	.....0	1,368,656	1,845,940	.....0	.....0	.....0	.....0	.....0	.....0	1,734,414	.....0
7. Reserve adjustments on reinsurance ceded.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A.....	212,623,863	.....0	.....0	204,362,209	.....0	.....0	.....0	8,261,654	.....0	.....0	.....0	.....0
8.2 Charges and fees for deposit-type contracts.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
8.3 Aggregate write-ins for miscellaneous income.....	235,547,343	.....0	3,313,384	229,313,642	.....0	.....0	.....0	2,920,317	.....0	.....0	.....0	.....0
9. Totals (Lines 1 to 8.3).....	3,612,506,678	.....0	633,974,093	2,742,534,128	1,154,211	.....0	294,431	216,621,590	.....0	.....0	17,928,225	.....0
10. Death benefits.....	76,744,312	.....0	76,019,898	.....0	.....0	.....0	724,414	.....0	.....0	.....0	.....0	.....0
11. Matured endowments (excluding guaranteed annual pure endowments).....	696,858	.....0	696,858	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
12. Annuity benefits.....	428,552,083	.....0	.....0	417,647,636	.....0	.....0	.....0	10,904,447	.....0	.....0	.....0	.....0
13. Disability benefits and benefits under accident and health contracts.....	9,220,489	.....0	542,924	.....0	.....0	.....0	.....0	.....0	.....0	.....0	8,677,565	.....0
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
15. Surrender benefits and withdrawals for life contracts.....	1,002,942,254	.....0	59,991,936	752,693,504	.....0	.....0	.....0	190,256,814	.....0	.....0	.....0	.....0
16. Group conversions.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
17. Interest and adjustments on contract or deposit-type contract funds.....	20,910,288	.....0	1,264,530	457,760	187,763	.....0	.....0	19,000,235	.....0	.....0	.....0	.....0
18. Payments on supplementary contracts with life contingencies.....	532,137	.....0	.....0	532,137	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
19. Increase in aggregate reserves for life and accident and health contracts.....	169,843,871	.....0	344,744,040	(173,283,328)	(322,106)	.....0	(832,739)	1,825,117	.....0	.....0	(2,287,113)	.....0
20. Totals (Lines 10 to 19).....	1,709,442,292	.....0	483,260,186	997,515,572	397,794	.....0	(108,325)	221,986,613	.....0	.....0	6,390,452	.....0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	263,096,997	.....0	57,222,195	199,945,401	.....0	.....0	.....0	4,601,438	.....0	.....0	1,327,963	.....0
22. Commissions and expense allowances on reinsurance assumed.....	11,719,841	.....0	11,212,788	.....0	.....0	.....0	.....0	.....0	.....0	.....0	507,053	.....0
23. General insurance expenses.....	91,495,207	.....0	33,390,323	45,267,816	84,282	.....0	136,442	9,326,215	.....0	.....0	3,290,129	.....0
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	9,634,089	.....0	6,226,586	2,579,727	11,464	.....0	6,524	475,809	.....0	.....0	333,979	.....0
25. Increase in loading on deferred and uncollected premiums.....	1,506,566	.....0	1,506,566	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	1,349,562,212	.....0	.....0	1,375,202,688	.....0	.....0	.....0	(25,640,476)	.....0	.....0	.....0	.....0
27. Aggregate write-ins for deductions.....	3,858,952	.....0	(342)	.....0	.....0	.....0	.....0	.....0	.....0	.....0	3,859,294	.....0
28. Totals (Lines 20 to 27).....	3,440,316,156	.....0	592,818,302	2,620,511,204	493,540	.....0	34,641	210,749,599	.....0	.....0	15,708,870	.....0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	172,190,522	.....0	41,155,791	122,022,924	660,671	.....0	259,790	5,871,991	.....0	.....0	2,219,355	.....0
30. Dividends to policyholders.....	56,928,139	.....0	54,543,762	509	.....0	.....0	.....0	.....0	.....0	.....0	2,383,868	.....0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	115,262,383	.....0	(13,387,971)	122,022,415	660,671	.....0	259,790	5,871,991	.....0	.....0	(164,513)	.....0
32. Federal income taxes incurred (excluding tax on capital gains).....	13,132,416	.....0	(1,525,358)	13,902,620	75,274	.....0	29,599	669,025	.....0	.....0	(18,744)	.....0
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).....	102,129,967	.....0	(11,862,613)	108,119,795	585,397	.....0	230,191	5,202,966	.....0	.....0	(145,769)	.....0

DETAILS OF WRITE-INS

08.301. Policy Charges.....	183,784,859	.....0	.....0	183,681,551	.....0	.....0	.....0	103,308	.....0	.....0	.....0	.....0
08.302. Fee Income.....	51,840,832	.....0	2,266,451	46,760,042	.....0	.....0	.....0	2,814,339	.....0	.....0	.....0	.....0
08.303. Modified Coinsurance Risk Charge.....	2,334	.....0	2,334	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	(80,682)	.....0	1,044,599	(1,127,951)	.....0	.....0	.....0	2,670	.....0	.....0	.....0	.....0
08.399. Total (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	235,547,343	.....0	3,313,384	229,313,642	.....0	.....0	.....0	2,920,317	.....0	.....0	.....0	.....0
2701. Health surrender benefits.....	3,859,294	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	3,859,294	.....0
2702. Expenses related to surplus note issuance.....	0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2703. Reserve adjustment on reinsurance assumed.....	(342)	.....0	(342)	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
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. Total (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	3,858,952	.....0	(342)	.....0	.....0	.....0	.....0	.....0	.....0	.....0	3,859,294	.....0

(a) Includes the following amounts for FEGLI/SGLI: Line 1.....0 Line 10.....0 Line 16.....0 Line 23.....0 Line 24.....0.

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.....	4,713,504,184	.....0	1,875,970,805	2,623,693,165	3,834,943	.....0	4,767,051	205,238,220
2. Tabular net premiums or considerations.....	2,922,925,827	.....0	433,992,651	2,320,088,905	205,054	.....0	.....0	168,639,217
3. Present value of disability claims incurred.....	285,224	.....0	285,224	.....0	XXX.....	.....0	.....0	.....0
4. Tabular interest.....	150,998,292	.....0	66,179,994	77,213,547	160,474	.....0	152,078	7,292,199
5. Tabular less actual reserve released.....	416,135	.....0	91,002	197,051	5,752	.....0	.....0	122,330
6. Increase in reserve on account of change in valuation basis.....	0	.....0	0	0	0	.....0	0	0
7. Other increases (net).....	(159,605,637)	.....0	(337,779)	(160,426,363)	(161,248)	.....0	0	1,319,753
8. Totals (Lines 1 to 7).....	7,628,524,025	.....0	2,376,181,897	4,860,766,305	4,044,975	.....0	4,919,129	382,611,719
9. Tabular cost.....	76,341,911	.....0	75,909,098	0	XXX.....	.....0	432,813	0
10. Reserves released by death.....	28,013,389	.....0	27,705,566	XXX.....	XXX.....	.....0	307,823	XXX.....
11. Reserves released by other terminations (net).....	829,021,353	.....0	55,319,278	583,200,884	.....0	.....0	244,377	190,256,814
12. Annuity, supplementary contract, and disability payments involving life contingencies.....	429,857,263	.....0	542,924	417,877,755	532,137	.....0	0	10,904,447
13. Net transfers to or (from) Separate Accounts.....	1,380,408,870	.....0	0	1,406,049,346	.....0	.....0	0	(25,640,476)
14. Total deductions (Lines 9 to 13).....	2,743,642,786	.....0	159,476,866	2,407,127,985	532,137	.....0	985,013	175,520,785
15. Reserve December 31, current year.....	4,884,881,239	.....0	2,216,705,031	2,453,638,320	3,512,838	.....0	3,934,116	207,090,934

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....5,952,613	.....4,073,460
1.1 Bonds exempt from U.S. tax.....	(a)......0	......0
1.2 Other bonds (unaffiliated).....	(a).....227,106,842	.....231,085,575
1.3 Bonds of affiliates.....	(a)......0	......0
2.1 Preferred stocks (unaffiliated).....	(b).....1,245,279	.....1,245,278
2.11 Preferred stocks of affiliates.....	(b)......0	......0
2.2 Common stocks (unaffiliated).....	.....1,573,024	.....1,573,024
2.21 Common stocks of affiliates.....	.....37,012,000	.....37,012,000
3. Mortgage loans.....	(c).....55,034,641	.....54,834,501
4. Real estate.....	(d).....512,763	.....515,681
5. Contract loans.....	.....13,020,443	.....12,983,563
6. Cash, cash equivalents and short-term investments.....	(e).....121,854	.....60,777
7. Derivative instruments.....	(f)......0	......0
8. Other invested assets.....	......0	......0
9. Aggregate write-ins for investment income.....	.....7,652,495	.....7,652,495
10. Total gross investment income.....	.....349,231,954	.....351,036,354
11. Investment expenses.....		(g).....6,519,428
12. Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....295,358
13. Interest expense.....		(h).....22,010,500
14. Depreciation on real estate and other invested assets.....		(i).....71,833
15. Aggregate write-ins for deductions from investment income.....		.....85,433
16. Total deductions (Lines 11 through 15).....		.....28,982,552
17. Net investment income (Line 10 minus Line 16).....		.....322,053,802

DETAILS OF WRITE-INS

0901. Interest on Surplus Notes - Inter Company.....	.....6,875,000	.....6,875,000
0902. Other Income.....	.....430,884	.....430,884
0903. Income on Securities Lending.....	.....346,611	.....346,611
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).....	.....7,652,495	.....7,652,495
1501. Amortization of Discount.....		.....85,433
1502. ....		......0
1503. ....		......0
1598. Summary of remaining write-ins for Line 15 from overflow page.....		......0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....		.....85,433

- (a) Includes \$.....5,282,348 accrual of discount less \$.....7,153,595 amortization of premium and less \$.....3,735,962 paid for accrued interest on purchases.
- (b) Includes \$......0 accrual of discount less \$......0 amortization of premium and less \$......0 paid for accrued dividends on purchases.
- (c) Includes \$....4,374 accrual of discount less \$......0 amortization of premium and less \$......0 paid for accrued interest on purchases.
- (d) Includes \$......0 for company's occupancy of its own buildings; and excludes \$......0 interest on encumbrances.
- (e) Includes \$.....26,591 accrual of discount less \$......0 amortization of premium and less \$......0 paid for accrued interest on purchases.
- (f) Includes \$......0 accrual of discount less \$......0 amortization of premium.
- (g) Includes \$......0 investment expenses and \$......0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....22,010,500 interest on surplus notes and \$......0 interest on capital notes.
- (i) Includes \$.....71,833 depreciation on real estate and \$......0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	.....(509,290)	......0	.....(509,290)	......0	......0
1.1 Bonds exempt from U.S. tax.....	......0	......0	......0	......0	......0
1.2 Other bonds (unaffiliated).....	.....2,380,794	.....(3,634,493)	.....(1,253,699)	.....548,788	......0
1.3 Bonds of affiliates.....	......0	......0	......0	......0	......0
2.1 Preferred stocks (unaffiliated).....	......0	......0	......0	.....(5,061)	......0
2.11 Preferred stocks of affiliates.....	......0	......0	......0	......0	......0
2.2 Common stocks (unaffiliated).....	.....903,031	......0	.....903,031	.....189,154	......0
2.21 Common stocks of affiliates.....	......0	......0	......0	.....(110,859,457)	......0
3. Mortgage loans.....	......0	.....(2,002,897)	.....(2,002,897)	......0	......0
4. Real estate.....	......0	......0	......0	......0	......0
5. Contract loans.....	......0	......0	......0	......0	......0
6. Cash, cash equivalents and short-term investments.....	......0	......0	......0	......0	......0
7. Derivative instruments.....	.....(26,251,039)	......0	.....(26,251,039)	.....(6,272,137)	.....1,098,034
8. Other invested assets.....	......0	......0	......0	.....396,947	.....(822,005)
9. Aggregate write-ins for capital gains (losses).....	.....(87,918)	......0	.....(87,918)	.....7,469	......0
10. Total capital gains (losses).....	.....(23,564,422)	.....(5,637,390)	.....(29,201,812)	.....(115,994,297)	.....276,029

DETAILS OF WRITE-INS

0901. Miscellaneous.....	.....(87,918)	......0	.....(87,918)	......0	......0
0902. Amortization of Goodwill.....	......0	......0	......0	.....7,469	......0
0903. ....	......0	......0	......0	......0	......0
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).....	.....(87,918)	......0	.....(87,918)	.....7,469	......0

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

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	Credit Life (Group and Individual)	6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected.....	285,059	0	285,059	0	0	0	0	0	0	0	0
2. Deferred and accrued.....	8,720,280	0	8,720,280	0	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:											
3.1 Direct.....	9,005,339	0	9,005,339	0	0	0	0	0	0	0	0
3.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
3.4 Net (Line 1 + Line 2).....	9,005,339	0	9,005,339	0	0	0	0	0	0	0	0
4. Advance.....	81,684	0	81,684	0	0	0	0	0	0	0	0
5. Line 3.4 - Line 4.....	8,923,655	0	8,923,655	0	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct.....	276,810,548	0	49,307,682	226,007,128	0	0	1,404,451	0	0	91,287	0
6.2 Reinsurance assumed.....	226,374	0	220,297	0	0	0	0	0	0	6,077	0
6.3 Reinsurance ceded.....	1,547,444	0	1,452,207	0	0	0	0	0	0	95,237	0
6.4 Net.....	275,489,478	0	48,075,772	226,007,128	0	0	1,404,451	0	0	2,127	0
7. Line 5 + Line 6.4.....	284,413,133	0	56,999,427	226,007,128	0	0	1,404,451	0	0	2,127	0
8. Prior year (uncollected + deferred and accrued - advance).....	13,134,688	0	13,134,764	0	0	0	0	0	0	(76)	0
9. First year premiums and considerations:											
9.1 Direct.....	272,599,515	0	45,096,573	226,007,128	0	0	1,404,451	0	0	91,363	0
9.2 Reinsurance assumed.....	226,374	0	220,297	0	0	0	0	0	0	6,077	0
9.3 Reinsurance ceded.....	1,547,444	0	1,452,207	0	0	0	0	0	0	95,237	0
9.4 Net (Line 7 - Line 8).....	271,278,445	0	43,864,663	226,007,128	0	0	1,404,451	0	0	2,203	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct.....	2,270,692,128	0	70,969,241	2,094,152,108	0	0	105,570,779	0	0	0	0
10.2 Reinsurance assumed.....	148,527,354	0	146,683,486	1,843,868	0	0	0	0	0	0	0
10.3 Reinsurance ceded.....	171,789,530	0	0	171,789,530	0	0	0	0	0	0	0
10.4 Net.....	2,247,429,952	0	217,652,727	1,924,206,446	0	0	105,570,779	0	0	0	0
RENEWAL											
11. Uncollected.....	8,260,107	0	8,084,171	738	0	0	0	0	0	175,198	0
12. Deferred and accrued.....	43,542,443	0	43,542,443	0	0	0	0	0	0	0	0
13. Deferred, accrued and uncollected:											
13.1 Direct.....	51,795,636	0	51,619,700	738	0	0	0	0	0	175,198	0
13.2 Reinsurance assumed.....	6,914	0	6,914	0	0	0	0	0	0	0	0
13.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
13.4 Net (Line 11 + Line 12).....	51,802,550	0	51,626,614	738	0	0	0	0	0	175,198	0
14. Advance.....	689,784	0	605,852	0	0	0	0	0	0	83,932	0
15. Line 13.4 - Line 14.....	51,112,766	0	51,020,762	738	0	0	0	0	0	91,266	0
16. Collected during year:											
16.1 Direct.....	283,748,086	0	206,474,187	371	0	0	62,189,108	0	0	15,084,420	0
16.2 Reinsurance assumed.....	61,085,722	0	57,359,281	0	0	0	0	0	0	3,726,441	0
16.3 Reinsurance ceded.....	38,377,751	0	30,604,257	0	0	0	0	0	0	7,773,494	0
16.4 Net.....	306,456,057	0	233,229,211	371	0	0	62,189,108	0	0	11,037,367	0
17. Line 15 + Line 16.4.....	357,568,823	0	284,249,973	1,109	0	0	62,189,108	0	0	11,128,633	0
18. Prior year (uncollected + deferred and accrued - advance).....	45,644,321	0	45,577,157	848	0	0	0	0	0	66,316	0
19. Renewal premiums and considerations:											
19.1 Direct.....	290,965,829	0	213,667,091	261	0	0	62,189,108	0	0	15,109,369	0
19.2 Reinsurance assumed.....	59,336,423	0	55,609,982	0	0	0	0	0	0	3,726,441	0
19.3 Reinsurance ceded.....	38,377,751	0	30,604,257	0	0	0	0	0	0	7,773,494	0
19.4 Net (Line 17 - Line 18).....	311,924,502	0	238,672,816	261	0	0	62,189,108	0	0	11,062,317	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct.....	2,834,257,472	0	329,732,905	2,320,159,497	0	0	169,164,338	0	0	15,200,732	0
20.2 Reinsurance assumed.....	208,090,151	0	202,513,765	1,843,868	0	0	0	0	0	3,732,518	0
20.3 Reinsurance ceded.....	211,714,725	0	32,056,464	171,789,530	0	0	0	0	0	7,868,731	0
20.4 Net (Lines 9.4 + 10.4 + 19.4).....	2,830,632,899	0	500,190,206	2,150,213,835	0	0	169,164,338	0	0	11,064,520	0

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND
EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)

10

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums.....	6,880,331	0	4,479,456	0	0	0	0	0	0	2,400,875	0
22. All other.....	41,981,041	0	41,980,223	818	0	0	0	0	0	0	0
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded.....	1,300,009	0	1,245,802	0	0	0	0	0	0	54,207	0
23.2 Reinsurance assumed.....	7,533	0	2,003	0	0	0	0	0	0	5,530	0
23.3 Net ceded less assumed.....	1,292,476	0	1,243,799	0	0	0	0	0	0	48,677	0
24. Single:											
24.1 Reinsurance ceded.....	1,833,470	0	0	1,833,470	0	0	0	0	0	0	0
24.2 Reinsurance assumed.....	11,058,527	0	11,058,527	0	0	0	0	0	0	0	0
24.3 Net ceded less assumed.....	(9,225,057)	0	(11,058,527)	1,833,470	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded.....	1,815,531	0	122,854	12,470	0	0	0	0	0	1,680,207	0
25.2 Reinsurance assumed.....	653,781	0	152,258	0	0	0	0	0	0	501,523	0
25.3 Net ceded less assumed.....	1,161,750	0	(29,404)	12,470	0	0	0	0	0	1,178,684	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6).....	4,949,010	0	1,368,656	1,845,940	0	0	0	0	0	1,734,414	0
26.2 Reinsurance assumed (Page 6, Line 22).....	11,719,841	0	11,212,788	0	0	0	0	0	0	507,053	0
26.3 Net ceded less assumed.....	(6,770,831)	0	(9,844,132)	1,845,940	0	0	0	0	0	1,227,361	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single).....	80,176,739	0	37,592,030	40,565,332	0	0	1,957,989	0	0	61,388	0
28. Single.....	93,198,111	0	0	93,179,089	0	0	19,022	0	0	0	0
29. Renewal.....	89,722,148	0	19,630,165	66,200,980	0	0	2,624,428	0	0	1,266,575	0
30. Deposit-type contract funds.....	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21).....	263,096,998	0	57,222,195	199,945,401	0	0	4,601,439	0	0	1,327,963	0

OHIO NATIONAL 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.....	2,493,447	13,358	127,724	0	0	2,634,529
2.	Salaries and wages.....	38,882,762	131,808	1,668,600	0	1,822,980	42,506,150
3.11	Contributions for benefit plans for employees.....	10,803,212	38,700	434,179	0	0	11,276,091
3.12	Contributions for benefit plans for agents.....	0	0	0	0	0	0
3.21	Payments to employees under non-funded benefit plans.....	0	0	0	0	0	0
3.22	Payments to agents under non-funded benefit plans.....	573,599	0	0	0	0	573,599
3.31	Other employee welfare.....	1,440,041	4,128	37,806	0	16,291	1,498,266
3.32	Other agent welfare.....	0	0	0	0	0	0
4.1	Legal fees and expenses.....	63,010	30,370	1,722	0	15,795	110,897
4.2	Medical examination fees.....	1,010,212	0	87,373	0	0	1,097,585
4.3	Inspection report fees.....	116,818	0	10,079	0	0	126,897
4.4	Fees of public accountants and consulting actuaries.....	6,097,454	1,711	165,239	0	68,665	6,333,069
4.5	Expense of investigation and settlement of policy claims.....	0	0	0	0	0	0
5.1	Traveling expenses.....	2,696,456	42,063	117,047	0	137,336	2,992,902
5.2	Advertising.....	788,002	0	16,994	0	0	804,996
5.3	Postage, express, telegraph and telephone.....	2,691,799	4,804	81,741	0	106,259	2,884,603
5.4	Printing and stationery.....	2,056,494	938	19,503	0	0	2,076,935
5.5	Cost or depreciation of furniture and equipment.....	663,082	557	11,947	0	0	675,586
5.6	Rental of equipment.....	520,352	374	8,957	0	0	529,683
5.7	Cost or depreciation of EDP equipment and software.....	9,038,818	5,789	138,293	0	418,402	9,601,302
6.1	Books and periodicals.....	263,559	4,577	7,337	0	77,301	352,774
6.2	Bureau and association fees.....	507,947	1,297	5,354	0	7,765	522,363
6.3	Insurance, except on real estate.....	802,785	314	17,940	0	0	821,039
6.4	Miscellaneous losses.....	0	0	0	0	0	0
6.5	Collection and bank service charges.....	108,415	0	6,384	0	0	114,799
6.6	Sundry general expenses.....	522,085	1,345	19,837	0	6,264	549,531
6.7	Group service and administration fees.....	0	0	0	0	0	0
6.8	Reimbursements by uninsured plans.....	0	0	0	0	0	0
7.1	Agency expense allowance.....	3,610,948	0	1,601	0	0	3,612,549
7.2	Agents' balances charged off (less \$.....0 recovered).....	563,538	0	0	0	0	563,538
7.3	Agency conferences other than local meetings.....	1,071,638	0	4,545	0	0	1,076,183
9.1	Real estate expenses.....	0	0	0	0	1,821,679	1,821,679
9.2	Investment expenses not included elsewhere.....	0	0	0	0	1,069,793	1,069,793
9.3	Aggregate write-ins for expenses.....	818,606	0	17,790	0	950,898	1,787,294
10.	General expenses Incurred.....	88,205,079	282,133	3,007,992	0	6,519,428	(a) 98,014,632
11.	General expenses unpaid December 31, prior year.....	9,573,867	90,795	109,678	0	975,227	10,749,567
12.	General expenses unpaid December 31, current year.....	15,262,973	44,731	476,900	0	1,033,617	16,818,221
13.	Amounts receivable relating to uninsured plans, prior year.....	0	0	0	0	0	0
14.	Amounts receivable relating to uninsured plans, current year.....	0	0	0	0	0	0
15.	General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14).....	82,515,973	328,197	2,640,770	0	6,461,038	91,945,978
DETAILS OF WRITE-INS							
09.301.	Cafeteria.....	68,319	0	2,539	0	0	70,858
09.302.	Correspondence Servicing Participation.....	0	0	0	0	950,898	950,898
09.303.	Agency Development Expense.....	679,381	0	13,873	0	0	693,254
09.398.	Summary of remaining write-ins for Line 9.3 from overflow page.....	70,906	0	1,378	0	0	72,284
09.399.	Totals (Lines 09.301 thru 09.303 plus 09.398)(Line 9.3 above).....	818,606	0	17,790	0	950,898	1,787,294

(a) Includes management fees of \$.....(40,508,390) to affiliates and \$.....0 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	0	0	0
2.	State insurance department licenses and fees.....	1,175,720	22,418	0	38,748	1,236,886
3.	State taxes on premiums.....	5,140,136	170,772	0	0	5,310,908
4.	Other state taxes, including \$.....0 for employee benefits.....	236,772	6,570	0	256,610	499,952
5.	U.S. Social Security taxes.....	3,754,813	134,218	0	0	3,889,031
6.	All other taxes.....	(1,007,329)	0	0	0	(1,007,329)
7.	Taxes, licenses and fees incurred.....	9,300,112	333,978	0	295,358	9,929,448
8.	Taxes, licenses and fees unpaid December 31, prior year.....	2,585,440	76,161	0	48,995	2,710,596
9.	Taxes, licenses and fees unpaid December 31, current year.....	3,946,514	141,724	0	125,336	4,213,574
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9).....	7,939,038	268,415	0	219,017	8,426,470

EXHIBIT 4 - DIVIDENDS OR REFUNDS

		1	2
		Life	Accident and Health
1.	Applied to pay renewal premiums.....	4,479,456	2,400,875
2.	Applied to shorten the endowment or premium-paying period.....	0	0
3.	Applied to provide paid-up additions.....	41,975,577	0
4.	Applied to provide paid-up annuities.....	5,464	0
5.	Total Lines 1 through 4.....	46,460,497	2,400,875
6.	Paid-in cash.....	974,527	0
7.	Left on deposit.....	801,525	0
8.	Aggregate write-ins for dividend or refund options.....	0	0
9.	Total Lines 5 through 8.....	48,236,549	2,400,875
10.	Amount due and unpaid.....	1,377,440	235,467
11.	Provision for dividends or refunds payable in the following calendar year.....	53,435,122	898,292
12.	Terminal dividends.....	0	0
13.	Provision for deferred dividend contracts.....	0	0
14.	Amount provisionally held for deferred dividend contracts not included in Line 13.....	0	0
15.	Total Lines 10 through 14.....	54,812,562	1,133,759
16.	Total from prior year.....	48,504,841	1,150,766
17.	Total dividends or refunds (Lines 9 + 15 - 16).....	54,544,270	2,383,868
DETAILS OF WRITE-INS			
0801.	.....	0	0
0802.	.....	0	0
0803.	.....	0	0
0898.	Summary of remaining write-ins for Line 8 from overflow page.....	0	0
0899.	Totals (Line 0801 thru 0803 plus 0898) (Line 8 above).....	0	0

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
Life Insurance:					
0100001. 2001 CSO 3% CRVM.....	99,781,220	.....0	99,781,220	.....0	.....0
0100002. 2001 CSO 3.5% CRVM.....	6,395,488	.....0	6,395,488	.....0	.....0
0100003. 2001 CSO 3.5% NLP.....	27,168,123	.....0	27,168,123	.....0	.....0
0100004. 2001 CSO 4% CRVM.....	681,611,608	.....0	681,611,608	.....0	.....0
0100005. 2001 CSO 4% NLP.....	74,403,154	.....0	74,403,154	.....0	.....0
0100006. 2001 CSO 4.5% NLP.....	1,142,890	.....0	1,142,890	.....0	.....0
0100007. 41 CSO 2.25% CRVM.....	20,924,646	.....0	20,924,646	.....0	.....0
0100008. 41 CSO 2.5% CRVM.....	6,832,618	.....0	6,832,618	.....0	.....0
0100009. 41 CSO 2.5% NLP.....	23,490,792	.....0	23,490,792	.....0	.....0
0100010. 41 CSO 2.5% VPT.....	1,409,303	.....0	1,409,303	.....0	.....0
0100011. 42 CSO 2.5% MOD.....	510	.....0	510	.....0	.....0
0100012. 43 CSO 2.5% MOD.....	876	.....0	876	.....0	.....0
0100013. 44 CSO 2.5% MOD.....	11,660	.....0	11,660	.....0	.....0
0100014. 58 CET 2.5% NLP.....	14,471	.....0	14,471	.....0	.....0
0100015. 58 CET 3% NLP.....	3,313	.....0	3,313	.....0	.....0
0100016. 58 CET 3.5% NLP.....	10,106	.....0	10,106	.....0	.....0
0100017. 58 CET 4% NLP.....	83,938	.....0	83,938	.....0	.....0
0100018. 58 CET 4.5% NLP.....	54,736	.....0	54,736	.....0	.....0
0100019. 58 CSO 0% VPT.....	934,585	.....0	934,585	.....0	.....0
0100020. 58 CSO 1.75% CRVM.....	2,156,303	.....0	2,156,303	.....0	.....0
0100021. 58 CSO 2% CRVM.....	25,793,941	.....0	25,793,941	.....0	.....0
0100022. 58 CSO 2% NLP.....	358,327	.....0	358,327	.....0	.....0
0100023. 58 CSO 2.25% CRVM.....	4,670,254	.....0	4,670,254	.....0	.....0
0100024. 58 CSO 2.25% NLP.....	84,498	.....0	84,498	.....0	.....0
0100025. 58 CSO 2.5% CRVM.....	3,849,075	.....0	3,849,075	.....0	.....0
0100026. 58 CSO 2.5% NLP.....	14,890,254	.....0	14,890,254	.....0	.....0
0100027. 58 CSO 2.5% VPT.....	17,812	.....0	17,812	.....0	.....0
0100028. 58 CSO 2.75% NLP.....	1,309,401	.....0	1,309,401	.....0	.....0
0100029. 58 CSO 3% CRVM.....	1,561,296	.....0	1,561,296	.....0	.....0
0100030. 58 CSO 3% NLP.....	2,850,663	.....0	2,850,663	.....0	.....0
0100031. 58 CSO 3.25% NLP.....	58,308,673	.....0	58,308,673	.....0	.....0
0100032. 58 CSO 3.25% VPT.....	100,202	.....0	100,202	.....0	.....0
0100033. 58 CSO 3.5% CRVM.....	29,743,894	.....0	29,743,894	.....0	.....0
0100034. 58 CSO 3.5% NLP.....	985,530	.....0	985,530	.....0	.....0
0100035. 58 CSO 4% CRVM.....	28,045,224	.....0	28,045,224	.....0	.....0
0100036. 58 CSO 4% NLP.....	1,102,011	.....0	1,102,011	.....0	.....0
0100037. 58 CSO 4.5% CRVM.....	24,042,182	.....0	24,042,182	.....0	.....0
0100038. 58 CSO 4.5% NLP.....	980,962	.....0	980,962	.....0	.....0
0100039. 80 CET 4% NLP.....	1,435,181	.....0	1,435,181	.....0	.....0
0100040. 80 CET 5% NLP.....	1,860,737	.....0	1,860,737	.....0	.....0
0100041. 80 CET 6% NLP.....	770,183	.....0	770,183	.....0	.....0
0100042. 80 CSO 3% CRVM.....	4,454,664	.....0	4,454,664	.....0	.....0
0100043. 80 CSO 3.5% XXX.....	191,450	.....0	191,450	.....0	.....0
0100044. 80 CSO 4% CRVM.....	199,412,554	.....0	199,412,554	.....0	.....0
0100045. 80 CSO 4% NLP.....	371,907,661	.....0	371,907,661	.....0	.....0
0100046. 80 CSO 4% XXX.....	1,252,745	.....0	1,252,745	.....0	.....0
0100047. 80 CSO 4.25% CRVM.....	4,527,564	.....0	4,527,564	.....0	.....0
0100048. 80 CSO 4.25% NLP.....	35,518	.....0	35,518	.....0	.....0
0100049. 80 CSO 4.5% CRVM.....	346,718,860	.....0	346,718,860	.....0	.....0
0100050. 80 CSO 4.5% NLP.....	40,392,406	.....0	40,392,406	.....0	.....0
0100051. 80 CSO 4.5% XXX.....	2,254,231	.....0	2,254,231	.....0	.....0
0100052. 80 CSO 5% CRVM.....	37,656,832	.....0	37,656,832	.....0	.....0
0100053. 80 CSO 5% NLP.....	5,970,953	.....0	5,970,953	.....0	.....0
0100054. 80 CSO 5.5% CRVM.....	70,078,283	.....0	70,078,283	.....0	.....0
0100055. 80 CSO 5.5% NLP.....	8,644,969	.....0	8,644,969	.....0	.....0
0100056. 80 CSO 6% CRVM.....	16,374,476	.....0	16,374,476	.....0	.....0
0100057. 80 CSO 6% NLP.....	9,340,424	.....0	9,340,424	.....0	.....0
0100058. AE 3% NLP.....	3,714,855	.....0	3,714,855	.....0	.....0
0100059. AE 3% VPT.....	6,067	.....0	6,067	.....0	.....0
0100060. AE 3.5% NLP.....	1,786,697	.....0	1,786,697	.....0	.....0
0100061. AE 3.5% VPT.....	5,161	.....0	5,161	.....0	.....0
0100062. Unearned Premium.....	24,867	.....0	24,867	.....0	.....0
0100063. 1970 Group Disability 3.5% NLP.....	3,934,312	.....0	.....0	.....0	3,934,312
0199997. Totals (Gross).....	2,277,876,189	.....0	2,273,941,877	.....0	3,934,312
0199998. Reinsurance ceded.....	78,083,388	.....0	78,083,388	.....0	.....0
0199999. Totals (Net).....	2,199,792,801	.....0	2,195,858,489	.....0	3,934,312
Annuities (excluding supplementary contracts with life contingencies):					
0200001. 37 STD 3.5%.....	25,903	XXX.....	25,903	XXX.....	.....0
0200002. 71 GAM 2.5%.....	266,792	XXX.....	.....0	XXX.....	266,792
0200003. 71 GAM 6%.....	743,362	XXX.....	.....0	XXX.....	743,362
0200004. 71 GAM 7.5%.....	516,601	XXX.....	.....0	XXX.....	516,601
0200005. 71 GAM 11.25%.....	3,894	XXX.....	.....0	XXX.....	3,894

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200006. 71IAM 2.5%.....	43,880	XXX	43,880	XXX	0
0200007. 71IAM 6%.....	3,698,688	XXX	3,698,688	XXX	0
0200008. 71IAM 6.75%.....	7,818	XXX	7,818	XXX	0
0200009. 71IAM 7.5%.....	3,899,782	XXX	3,899,782	XXX	0
0200010. 71IAM 11.25%.....	59,231	XXX	59,231	XXX	0
0200011. 83 A 6.25%.....	325,197	XXX	325,197	XXX	0
0200012. 83 A 6.5%.....	526,847	XXX	526,847	XXX	0
0200013. 83 A 6.75%.....	3,522,602	XXX	3,522,602	XXX	0
0200014. 83 A 7%.....	314,495	XXX	314,495	XXX	0
0200015. 83 A 7.25%.....	2,644,832	XXX	2,644,832	XXX	0
0200016. 83 A 7.75%.....	790,910	XXX	790,910	XXX	0
0200017. 83 A 8%.....	207,807	XXX	207,807	XXX	0
0200018. 83 A 8.25%.....	1,319,484	XXX	1,319,484	XXX	0
0200019. 83 A 8.75%.....	1,270,466	XXX	1,270,466	XXX	0
0200020. 83 A 9.25%.....	418,581	XXX	418,581	XXX	0
0200021. 83 A 11%.....	141,039	XXX	141,039	XXX	0
0200022. 83 GAM 6%.....	4,498	XXX	0	XXX	4,498
0200023. 83 GAM 6.25%.....	2,944,047	XXX	0	XXX	2,944,047
0200024. 83 GAM 6.5%.....	357,035	XXX	0	XXX	357,035
0200025. 83 GAM 6.75%.....	1,791,459	XXX	0	XXX	1,791,459
0200026. 83 GAM 7%.....	682,565	XXX	0	XXX	682,565
0200027. 83 GAM 7.25%.....	768,432	XXX	0	XXX	768,432
0200028. 83 GAM 7.75%.....	601,497	XXX	0	XXX	601,497
0200029. 83 GAM 8%.....	201,339	XXX	0	XXX	201,339
0200030. 83 GAM 8.25%.....	1,531,129	XXX	0	XXX	1,531,129
0200031. 83 GAM 8.75%.....	1,062,078	XXX	0	XXX	1,062,078
0200032. 83 GAM 9.25%.....	1,513,561	XXX	0	XXX	1,513,561
0200033. 83 GAM 11%.....	116,923	XXX	0	XXX	116,923
0200034. 94 GAR 4%.....	7,592,383	XXX	0	XXX	7,592,383
0200035. 94 GAR 4.25%.....	4,726,123	XXX	0	XXX	4,726,123
0200036. 94 GAR 5%.....	3,476,324	XXX	0	XXX	3,476,324
0200037. 94 GAR 5.25%.....	16,342,125	XXX	0	XXX	16,342,125
0200038. 94 GAR 5.5%.....	8,197,253	XXX	0	XXX	8,197,253
0200039. 94 GAR 6%.....	3,435,916	XXX	0	XXX	3,435,916
0200040. 94 GAR 6.25%.....	1,263,233	XXX	0	XXX	1,263,233
0200041. 94 GAR 6.5%.....	2,563,597	XXX	0	XXX	2,563,597
0200042. 94 GAR 6.75%.....	4,157,492	XXX	0	XXX	4,157,492
0200043. A2000 0%.....	575,604	XXX	575,604	XXX	0
0200044. A2000 4%.....	17,402,589	XXX	17,402,589	XXX	0
0200045. A2000 4.25%.....	9,412,885	XXX	9,412,885	XXX	0
0200046. A2000 5%.....	11,495,753	XXX	11,495,753	XXX	0
0200047. A2000 5.25%.....	22,019,293	XXX	22,019,293	XXX	0
0200048. A2000 5.5%.....	14,408,563	XXX	14,408,563	XXX	0
0200049. A2000 6%.....	18,145,054	XXX	18,145,054	XXX	0
0200050. A2000 6.25%.....	2,133,960	XXX	2,133,960	XXX	0
0200051. A2000 6.5%.....	2,184,102	XXX	2,184,102	XXX	0
0200052. A2000 6.75%.....	3,149,601	XXX	3,149,601	XXX	0
0200053. NONE 2.5%.....	2,665	XXX	2,665	XXX	0
0200054. NONE 4.75%.....	11,810	XXX	0	XXX	11,810
0200055. NONE 5.75%.....	3,177,184	XXX	0	XXX	3,177,184
0200056. NONE 6%.....	174,796	XXX	0	XXX	174,796
0200057. NONE 6.25%.....	2,411,062	XXX	772	XXX	2,410,290
0200058. NONE 6.5%.....	2,528,511	XXX	5,337	XXX	2,523,174
0200059. NONE 6.75%.....	69,636	XXX	69,636	XXX	0
0200060. NONE 7%.....	400,987	XXX	0	XXX	400,987
0200061. NONE 7.25%.....	39,417	XXX	0	XXX	39,417
0200062. NONE 7.75%.....	602,571	XXX	0	XXX	602,571
0200063. NONE 8%.....	415,470	XXX	94,192	XXX	321,278
0200064. NONE 8.25%.....	44,346	XXX	0	XXX	44,346
0200065. NONE 8.5%.....	78,583	XXX	0	XXX	78,583
0200066. NONE 8.75%.....	64,815	XXX	33,334	XXX	31,481
0200067. NONE 9.25%.....	38,451	XXX	0	XXX	38,451
0200068. 3.00% CARVM.....	230,247	XXX	230,247	XXX	0
0200069. 3.50% CARVM.....	132,755,247	XXX	132,755,247	XXX	0
0200070. 3.75% CARVM.....	21,832,604	XXX	21,832,604	XXX	0
0200071. 4.25% CARVM.....	49,075,619	XXX	49,075,619	XXX	0
0200072. 4.50% CARVM.....	568,246,001	XXX	568,246,001	XXX	0
0200073. 4.75% CARVM.....	670,185,365	XXX	670,185,365	XXX	0
0200074. 5.00% CARVM.....	451,464,666	XXX	451,464,666	XXX	0
0200075. 5.25% CARVM.....	133,122,782	XXX	133,122,782	XXX	0
0200076. 5.50% CARVM.....	575,756,931	XXX	575,756,931	XXX	0
0200077. 5.75% CARVM.....	54,242,084	XXX	54,242,084	XXX	0
0200078. 6.00% CARVM.....	24,774,035	XXX	24,774,035	XXX	0

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200079. 6.25% CARVM.....	.....32,210,255	.....XXX.....	.....32,210,255	.....XXX.....	.....0
0200080. 6.50% CARVM.....	.....20,722,994	.....XXX.....	.....20,722,994	.....XXX.....	.....0
0200081. 6.75% CARVM.....	.....19,143,206	.....XXX.....	.....19,143,206	.....XXX.....	.....0
0200082. 7.00% CARVM.....	.....10,004,358	.....XXX.....	.....10,004,358	.....XXX.....	.....0
0200083. 7.25% CARVM.....	.....2,218,836	.....XXX.....	.....2,218,836	.....XXX.....	.....0
0200084. 7.50% CARVM.....	.....4,154,881	.....XXX.....	.....4,154,881	.....XXX.....	.....0
0200085. 8.00% CARVM.....	.....5,569,270	.....XXX.....	.....5,569,270	.....XXX.....	.....0
0200086. 8.25% CARVM.....	.....3,137,600	.....XXX.....	.....3,137,600	.....XXX.....	.....0
0200087. 8.50% CARVM.....	.....976,834	.....XXX.....	.....976,834	.....XXX.....	.....0
0200088. Group Defd @ AV.....	.....132,376,909	.....XXX.....	.....0	.....XXX.....	.....132,376,909
0200089. AG43 Reserve.....	.....589,452,259	.....XXX.....	.....589,452,259	.....XXX.....	.....0
0200090. Funds W/H, Var Ann GMDb Re.....	.....2,772,343	.....XXX.....	.....2,772,343	.....XXX.....	.....0
0200091. GEB Reserve.....	.....247,936	.....XXX.....	.....247,936	.....XXX.....	.....0
0299997. Totals (Gross).....	.....3,699,738,190	.....XXX.....	.....3,492,647,255	.....XXX.....	.....207,090,935
0299998. Reinsurance ceded.....	.....1,138,544,228	.....XXX.....	.....1,138,544,228	.....XXX.....	.....0
0299999. Totals (Net).....	.....2,561,193,962	.....XXX.....	.....2,354,103,027	.....XXX.....	.....207,090,935

Supplementary Contracts with Life Contingencies:

0300001. 37 STD 2.5%.....	.....1,603	.....0	.....1,603	.....0	.....0
0300002. 37 STD 3.5%.....	.....27,624	.....0	.....27,624	.....0	.....0
0300003. 71IAM 2.5%.....	.....74,282	.....0	.....74,282	.....0	.....0
0300004. 71IAM 6%.....	.....34,043	.....0	.....34,043	.....0	.....0
0300005. 71IAM 7.5%.....	.....112,782	.....0	.....112,782	.....0	.....0
0300006. 71IAM 11.25%.....	.....98,327	.....0	.....98,327	.....0	.....0
0300007. 83 A 6.25%.....	.....19,124	.....0	.....19,124	.....0	.....0
0300008. 83 A 6.5%.....	.....29,337	.....0	.....29,337	.....0	.....0
0300009. 83 A 6.75%.....	.....240,421	.....0	.....240,421	.....0	.....0
0300010. 83 A 7%.....	.....37,628	.....0	.....37,628	.....0	.....0
0300011. 83 A 7.25%.....	.....88,192	.....0	.....88,192	.....0	.....0
0300012. 83 A 7.75%.....	.....106,077	.....0	.....106,077	.....0	.....0
0300013. 83 A 8%.....	.....56,658	.....0	.....56,658	.....0	.....0
0300014. 83 A 8.25%.....	.....96,259	.....0	.....96,259	.....0	.....0
0300015. 83 A 8.75%.....	.....82,609	.....0	.....82,609	.....0	.....0
0300016. 83 A 9.25%.....	.....48,420	.....0	.....48,420	.....0	.....0
0300017. 83 A 11%.....	.....91,460	.....0	.....91,460	.....0	.....0
0300018. A2000 4%.....	.....184,991	.....0	.....184,991	.....0	.....0
0300019. A2000 4.25%.....	.....482,100	.....0	.....482,100	.....0	.....0
0300020. A2000 5%.....	.....320,173	.....0	.....320,173	.....0	.....0
0300021. A2000 5.25%.....	.....599,234	.....0	.....599,234	.....0	.....0
0300022. A2000 5.5%.....	.....303,297	.....0	.....303,297	.....0	.....0
0300023. A2000 6%.....	.....234,797	.....0	.....234,797	.....0	.....0
0300024. A2000 6.75%.....	.....37,176	.....0	.....37,176	.....0	.....0
0300025. NONE 6.5%.....	.....83,586	.....0	.....83,586	.....0	.....0
0300026. NONE 6.75%.....	.....5,092	.....0	.....5,092	.....0	.....0
0300027. NONE 8.25%.....	.....5,624	.....0	.....5,624	.....0	.....0
0300028. NONE 8.75%.....	.....11,922	.....0	.....11,922	.....0	.....0
0399997. Totals (Gross).....	.....3,512,838	.....0	.....3,512,838	.....0	.....0
0399999. Totals (Net).....	.....3,512,838	.....0	.....3,512,838	.....0	.....0

Accidental Death Benefits:

0400001. Combined with 1941 CSO @ 2 1/2%.....	.....1,329	.....0	.....1,329	.....0	.....0
0400002. Combined with 1958 CSO @ 2 1/2%.....	.....45,368	.....0	.....45,368	.....0	.....0
0400003. Combined with 1980 CSO @ 2 1/2%.....	.....51,519	.....0	.....51,519	.....0	.....0
0499997. Totals (Gross).....	.....98,216	.....0	.....98,216	.....0	.....0
0499998. Reinsurance ceded.....	.....24	.....0	.....24	.....0	.....0
0499999. Totals (Net).....	.....98,192	.....0	.....98,192	.....0	.....0

Disability - Active Lives:

0500001. 1952 Inter-Co. Ben. 4, Per. 2 & 1941 CSO 2 1/2%.....	.....419	.....0	.....419	.....0	.....0
0500002. 1952 Inter-Co. Ben. 5, Per. 2 & 1958 CSO 2 1/2%.....	.....910,968	.....0	.....910,968	.....0	.....0
0500003. 1952 Inter-Co. Ben. 5, Per. 2 & 1980 CSO 2 1/2%.....	.....17,041,814	.....0	.....17,041,814	.....0	.....0
0599997. Totals (Gross).....	.....17,953,201	.....0	.....17,953,201	.....0	.....0
0599998. Reinsurance ceded.....	.....791,828	.....0	.....791,828	.....0	.....0
0599999. Totals (Net).....	.....17,161,373	.....0	.....17,161,373	.....0	.....0

Disability - Disabled Lives:

0600001. 1952 Inter-Co. Disability Table 2 1/2%.....	.....3,861,793	.....0	.....3,861,793	.....0	.....0
0600002. 52 DIS B5 80 CSO 2.5.....	.....328,404	.....0	.....328,404	.....0	.....0
0699997. Totals (Gross).....	.....4,190,197	.....0	.....4,190,197	.....0	.....0
0699998. Reinsurance ceded.....	.....603,219	.....0	.....603,219	.....0	.....0
0699999. Totals (Net).....	.....3,586,978	.....0	.....3,586,978	.....0	.....0

Miscellaneous Reserves:

0700001. Voluntary Reserve .....	.....99,535,095	.....0	.....99,535,095	.....0	.....0
0799997. Totals (Gross).....	.....99,535,095	.....0	.....99,535,095	.....0	.....0
0799999. Totals (Net).....	.....99,535,095	.....0	.....99,535,095	.....0	.....0
9999999. Totals (Net) - Page 3, Line 1.....	.....4,884,881,239	.....0	.....4,673,855,992	.....0	.....211,025,247

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non- Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves.....	1,005,266	.0	.0	.0	976,656	28,603	.7	.0	.0
2. Additional contract reserves (a).....	36,798,578	.0	.0	.0	31,703,866	5,094,711	.1	.0	.0
3. Additional actuarial reserves - Asset/Liability analysis.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. Reserve for future contingent benefits.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
5. Reserve for rate credits.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
6. Aggregate write-ins for reserves.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
7. Totals (Gross).....	37,803,844	.0	.0	.0	32,680,522	5,123,314	.8	.0	.0
8. Reinsurance ceded.....	16,510,603	.0	.0	.0	14,585,075	1,925,528	.0	.0	.0
9. Totals (Net).....	21,293,241	.0	.0	.0	18,095,447	3,197,786	.8	.0	.0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims.....	89,762,248	.0	.0	.0	84,753,642	4,658,662	349,944	.0	.0
11. Additional actuarial reserves - Asset/Liability analysis.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
12. Reserve for future contingent benefits.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
13. Aggregate write-ins for reserves.....	.0	.0	.0	.0	.0	.0	.0	.0	.0
14. Totals (Gross).....	89,762,248	.0	.0	.0	84,753,642	4,658,662	349,944	.0	.0
15. Reinsurance ceded.....	29,152,555	.0	.0	.0	26,310,854	2,841,701	.0	.0	.0
16. Totals (Net).....	60,609,693	.0	.0	.0	58,442,788	1,816,961	349,944	.0	.0
17. TOTALS (Net).....	81,902,934	.0	.0	.0	76,538,235	5,014,747	349,952	.0	.0
18. TABULAR FUND INTEREST.....	3,706,172	.0	.0	.0	3,486,613	212,578	6,981	.0	.0

DETAILS OF WRITE-INS

0601. ....		.0	.0	.0	.0	.0	.0	.0	.0
0602. ....		.0	.0	.0	.0	.0	.0	.0	.0
0603. ....		.0	.0	.0	.0	.0	.0	.0	.0
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. ....		.0	.0	.0	.0	.0	.0	.0	.0
1302. ....		.0	.0	.0	.0	.0	.0	.0	.0
1303. ....		.0	.0	.0	.0	.0	.0	.0	.0
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 + 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.....	603,967,020	395,306,570	148,912,964	12,249,448	44,788,995	2,709,043
2. Deposits received during the year.....	74,641,064	63,600,000	7,024,962	3,214,569	801,533	0
3. Investment earnings credited to the account.....	15,426,590	7,200,415	7,023,927	(58,722)	1,251,478	9,492
4. Other net change in reserves.....	10,336,721	6,821,140	3,222,564	(24,480)	0	317,497
5. Fees and other charges assessed.....	(84)	0	(84)	0	0	0
6. Surrender charges.....	0	0	0	0	0	0
7. Net surrender or withdrawal payments.....	134,958,733	96,938,792	29,949,788	4,242,370	3,827,783	0
8. Other net transfers to or (from) Separate Accounts.....	(120,585)	0	(120,585)	0	0	0
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	569,533,331	375,989,333	136,355,298	11,138,445	43,014,223	3,036,032
10. Reinsurance balance at the beginning of the year.....	0	0	0	0	0	0
11. Net change in reinsurance assumed.....	0	0	0	0	0	0
12. Net change in reinsurance ceded.....	0	0	0	0	0	0
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12).....	0	0	0	0	0	0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13).....	569,533,331	375,989,333	136,355,298	11,138,445	43,014,223	3,036,032

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

16

	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.....	0	0	0	0	0	0	0	0	0	0	0
1.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
1.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
1.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct.....	0	0	0	0	0	0	0	0	0	0	0
2.12 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
2.13 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	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.....	4,653,079	0	3,420,645	365,444	0	0	30,000	9,000	0	0	827,990
2.22 Reinsurance assumed.....	6,992,797	0	6,280,130	0	0	0	0	0	0	0	712,667
2.23 Reinsurance ceded.....	1,758,865	0	1,353,240	0	0	0	0	0	0	0	405,625
2.24 Net.....	9,887,011	0	(b)8,347,535	(b)365,444	0	(b)0	(b)30,000	9,000	(b)0	(b)0	(b)1,135,032
3. Incurred but unreported:											
3.1 Direct.....	1,215,644	0	1,186,632	0	0	0	0	0	0	0	29,012
3.2 Reinsurance assumed.....	1,384,046	0	1,373,760	0	0	0	0	0	0	0	10,286
3.3 Reinsurance ceded.....	21,119	0	0	0	0	0	0	0	0	0	21,119
3.4 Net.....	2,578,571	0	(b)2,560,392	(b)0	0	(b)0	(b)0	0	(b)0	(b)0	(b)18,179
4. Totals:											
4.1 Direct.....	5,868,723	0	4,607,277	365,444	0	0	30,000	9,000	0	0	857,002
4.2 Reinsurance assumed.....	8,376,843	0	7,653,890	0	0	0	0	0	0	0	722,953
4.3 Reinsurance ceded.....	1,779,984	0	1,353,240	0	0	0	0	0	0	0	426,744
4.4 Net.....	12,465,582	(a)0	(a)10,907,927	365,444	0	0	(a)30,000	9,000	0	0	1,153,211

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$.....0 in Column 2, \$.....0 in Column 3 and \$.....0 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 \$.....0, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....0, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct.....	504,408,152	0	44,306,878	442,786,749	532,136	0	790,414	10,895,447	0	0	5,096,528
1.2 Reinsurance assumed.....	50,670,180	0	43,445,251	0	0	0	0	0	0	0	7,224,929
1.3 Reinsurance ceded.....	47,242,341	0	15,358,930	28,339,062	0	0	0	0	0	0	3,544,349
1.4 Net.....	(d).....507,835,991	0	72,393,199	414,447,687	532,136	0	790,414	10,895,447	0	0	8,777,108
2. Liability December 31, current year from Part 1:											
2.1 Direct.....	5,868,722	0	4,607,277	365,444	0	0	30,000	9,000	0	0	857,001
2.2 Reinsurance assumed.....	8,376,842	0	7,653,890	0	0	0	0	0	0	0	722,952
2.3 Reinsurance ceded.....	1,779,984	0	1,353,240	0	0	0	0	0	0	0	426,744
2.4 Net.....	12,465,580	0	10,907,927	365,444	0	0	30,000	9,000	0	0	1,153,209
3. Amounts recoverable from reinsurers December 31, current year.....	5,875,013	0	450,000	4,784,723	0	0	0	0	0	0	640,290
4. Liability December 31, prior year:											
4.1 Direct.....	7,901,586	0	5,076,140	1,511,077	0	0	96,000	0	0	0	1,218,369
4.2 Reinsurance assumed.....	4,354,964	0	3,759,513	0	0	0	0	0	0	0	595,451
4.3 Reinsurance ceded.....	2,089,498	0	1,364,520	0	0	0	0	0	0	0	724,978
4.4 Net.....	10,167,052	0	7,471,133	1,511,077	0	0	96,000	0	0	0	1,088,842
5. Amounts recoverable from reinsurers December 31, prior year.....	11,486,371	0	1,879,686	9,130,305	0	0	0	0	0	0	476,380
6. Incurred benefits:											
6.1 Direct.....	502,375,288	0	43,838,015	441,641,116	532,136	0	724,414	10,904,447	0	0	4,735,160
6.2 Reinsurance assumed.....	54,692,058	0	47,339,628	0	0	0	0	0	0	0	7,352,430
6.3 Reinsurance ceded.....	41,321,469	0	13,917,964	23,993,480	0	0	0	0	0	0	3,410,025
6.4 Net.....	515,745,877	0	77,259,679	417,647,636	532,136	0	724,414	10,904,447	0	0	8,677,565

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....696,858 in Line 1.1, \$.....696,858 in Line 1.4, \$.....696,858 in Line 6.1 and \$.....696,858 in line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(d) Includes \$.....0 premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 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.....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....	0	0	0
3.2 Other than first liens.....	0	0	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	0	0
4.3 Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	66,750,073	0	(66,750,073)
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	66,750,073	0	(66,750,073)
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums.....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....	0	0	0
16.2 Funds held by or deposited with reinsured companies.....	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0
18.2 Net deferred tax asset.....	78,141,001	61,571,862	(16,569,139)
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	0	0
21. Furniture and equipment, including health care delivery assets.....	3,215,135	2,595,371	(619,764)
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0
24. Health care and other amounts receivable.....	15,539,812	16,058,644	518,832
25. Aggregate write-ins for other than invested assets.....	2,764,348	20,933,394	18,169,046
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	166,410,369	101,159,271	(65,251,098)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	166,410,369	101,159,271	(65,251,098)

DETAILS OF WRITE-INS

1101.	0	0	0
1102.	0	0	0
1103.	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Overfunded pension asset.....	0	19,553,022	19,553,022
2502. Prepaid expenses.....	2,648,557	1,255,440	(1,393,117)
2503. Surplus note issuance cost.....	115,791	124,932	9,141
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).....	2,764,348	20,933,394	18,169,046

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

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

The Ohio Insurance 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, for determining its solvency under the Ohio Insurance Law. 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.

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

The preparation of financial statements in conformity with Statutory Accounting Principles 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. 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 cost such as sales commissions, are charged to operations as incurred.

The amount of dividends to be paid to participating policyholders is determined annually by the Company's Board of Directors. The aggregate amount of participating 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 amortized cost using the modified scientific method.
- (3)

Common Stocks are stated at market except where investments in stocks of wholly owned insurance subsidiaries and affiliates are carried on the equity basis, in accordance with SSAP No. 97.
- (4)

Preferred stocks rated NAIC 1-3 are stated at cost. Preferred stocks rated NAIC 4-6 are stated at the lower of cost of market value.
- (5)

Conventional Mortgage loans on real estate are stated at unpaid principal balances less unaccrued discount, not to exceed 80% of appraised value. Mortgage loans on real estate insured and guaranteed by U.S. Agencies are stated at unpaid principal balances less unaccrued discount.
- (6)

Loan-backed securities are stated at amortized cost. The retrospective adjustment methodology is used for asset-backed, CMO, and Mortgage-backed securities.
- (7)

The Company reports the insurance subsidiaries at statutory equity. The non-insurance companies are reported at audited GAAP equity adjusted for statutory invested asset valuation rules.
- (8)

The Company has no material ownership interests in joint ventures, partnerships and limited liability companies. The Company carries these interests based on the underlying audited GAAP equity of the investee.
- (9)

Derivative instruments and foreign currency holdings are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income.
- Any gains, losses, and expenses on the GMIB and GLWB Hedge Programs are accounted for under a Funds Withheld (Ceding Company) Reinsurance Arrangement.
- (10)

The Company does not utilize the anticipated investment income as a factor in premium deficiency calculation.
- (11)

Liabilities for losses for individual accident and health policies.

(a)

Individual Disability Income policies represent more than 99.9% of the policies and about 100% of the liabilities. Claim Reserves are calculated using the 1985 Commissioner's Individual Disability Table C or the 1971 modification of the 1964 Commissioner's Disability Table with various interest rates depending on the year of the claim.

(b)

An additional liability is established for any scheduled claim payments that are due but not yet paid as of the statement date. Incurred But Not Reported Reserves are estimated by applying factors to the total amount of monthly income in-force.

(c)

Claim reserves and liabilities for the very small block (less than 10 policies and less than one-tenth of one percent of net claim liabilities) of major medical and hospital confinement policies still in-force are estimated using average factors per claim.

(d)

Incurred but not reported reserves for major medical policies are set at an amount equal to the reserve and liability for 1 claim.
- (12)

The Company has not modified its capitalization policy from the prior period.
- (13)

Pharmaceutical Rebates Receivable - Not applicable

NOTES TO FINANCIAL STATEMENTS

2. Accounting Changes and Corrections of Errors

Effective January 1, 2013, the Company adopted Statements of Statutory Accounting Principle (SSAP) No. 92, *Accounting for Postretirement Benefits Other Than Pensions, A Replacement of SSAP No. 14*. The adoption of SSAP No. 92 resulted in decreased liabilities of approximately \$2.6 million for the company's postretirement medical plans. The Company has elected to record the entire impact of the implementation in the current period and not elect the ten year deferral. Implementation impacts the financial statements as follows:

Aggregate write-ins for gains and losses to surplus (P4, L53, C1)	\$ 2,615,040
Deferred tax asset (P2, 18.2, C1)	(915,264)
Net increase in surplus	<u>\$ 1,699,776</u>

Effective January 1, 2013, the Company adopted Statements of Statutory Accounting Principle (SSAP) No. 102, *Accounting for Pensions, A Replacement of SSAP No. 89*. The adoption of SSAP No. 102 resulted in increased liabilities of approximately \$12.8 million for the company's pension plans. The Company has elected to record the entire impact of the implementation in the current period and not elect the ten year deferral. Implementation impacts the financial statements as follows:

Aggregate write-ins for gains and losses to surplus (P4, L53, C1)	\$ (12,795,630)
Change in nonadmitted assets (P4, 41, C1)	19,553,022
Cumulative effect of change in accounting principles (P4, L49, C1)	(19,553,022)
Deferred tax asset (P2, 18.2, C1)	4,478,471
Net decrease in surplus	<u>\$ (8,317,159)</u>

Effective January 1, 2013, the Company adopted Statements of Statutory Accounting Principle (SSAP) No. 103, *Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities*. The adoption of SSAP No. 103 did not have a material impact on the Company's financial statements.

The Company's December 31, 2013 financial statements reflect a prior period adjustment relating to the recording of the accrual for certain rider charges on variable annuity products. The accrual related to these rider charges was overstated as of December 31, 2012. This resulted in overstating surplus as of December 31, 2012 by \$857,156. The events contributing to the adjustment impact surplus as follows:

Aggregate write-ins for miscellaneous income (P4, L8.3, C1)	\$ (1,318,702)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	461,546
Decrease in surplus (P4, L53, C1)	<u>\$ (857,156)</u>

The Company's December 31, 2013 financial statements reflect a prior period adjustment relating to the recording of reserves for guaranteed investment contracts in the December 31, 2012 financial statements. The reserves were understated at December 31, 2012, resulting in overstating surplus as of December 31, 2012 by \$1,381,250. The events contributing to the adjustment impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4, L19, C1)	\$ (2,125,000)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	743,750
Decrease in surplus (P4, L53, C1)	<u>\$ (1,381,250)</u>

The Company's December 31, 2013 financial statements reflect a prior period adjustment relating to recording of loading charges on traditional whole life policies. As a result, loading charges were understated in the December 31, 2012 financial statements by \$3,116,262 and surplus was understated by \$2,025,570. The events contributing to the adjustment impact surplus as follows:

Decrease in loading on deferred and uncollected premiums (P4, L25, C1)	\$ 3,116,262
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(1,090,692)
Increase in surplus (P4, L53, C1)	<u>\$ 2,025,570</u>

The Company's December 31, 2012 financial statements reflect a prior period adjustment relating to the recording of life reserves on certain traditional whole life policies. The reserves related to these policies were overstated. This resulted in understating surplus as of December 31, 2011 by \$8,637,847. The events contributing to the adjustment impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4, L19, C1)	\$ 8,637,847
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(3,023,247)
Increase in surplus (P4, L53, C1)	<u>\$ 5,614,600</u>

NOTES TO FINANCIAL STATEMENTS

The Company's December 31, 2012 financial statements reflect a prior period adjustment relating to the recording of modified coinsurance (MODCO) reserves in the December 31, 2011 financial statements. Agreements relating to these reserves were amended in December 2011 and a portion of the reserves connected to the products covered by the amendment was recorded. This resulted in overstating surplus as of December 31, 2011 by \$1,012,903. The events contributing to the adjustment impact surplus as follows:

Aggregate write-ins for deductions (P4, L27, C1)	\$ (1,558,312)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	545,409
Decrease in surplus (P4, L53, C1)	<u><u>\$ (1,012,903)</u></u>

The Company's December 31, 2012 financial statements reflect a prior period adjustment relating to the calculation and recording of the deferred tax asset (DTA) reversal factor. The DTA reversal factor that was used was applied inconsistently across the life insurance product lines. Upon applying a consistent factor it was determined that the net DTA as of December 31, 2011 was overstated by \$2,904,504. The events contributing to the adjustment impact surplus as follows:

Net deferred tax asset (P2, L18.2,C3)	<u>\$ (2,904,504)</u>
Decrease in surplus (P4, L53, C1)	<u><u>\$ (2,904,504)</u></u>

3. Business Combinations and Goodwill

- A. Statutory Purchase Method – Not Applicable
- B. Statutory Merger – Not Applicable
- C. Assumption Reinsurance – Not Applicable
- D. Impairment Loss – Not Applicable

4. Discontinued Operations – NONE

5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans

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

Farm loans N/A
Residential loans N/A
Commercial mortgages 3.99% to 5.65%

(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 mortgages was 80%.

(3) Assessments

	<u>Current Year</u>	<u>Prior Year</u>
Taxes, assessments and any amounts advanced and not included in the mortgage loan total	\$ -	\$ -

NOTES TO FINANCIAL STATEMENTS

(4) Age Analysis of Mortgage Loans

	Residential			Commercial		Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other		
(a) Current Year							
1. Recorded Investment (All)							
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 840,628,800	\$ -	\$ 840,628,800
b. 30-59 Days Past Due	-	-	-	-	-	-	-
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 89-179 Days Past Due	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	4,245,599	-	4,245,599
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. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	-	-	-	-	-	-	-
(b) Prior Year							
1. Recorded Investment (All)							
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 853,718,025	\$ -	\$ 853,718,025
b. 30-59 Days Past Due	-	-	-	-	645,950	-	645,950
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 89-179 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. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	-	-	-	-	-	-	-

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

	Residential			Commercial		Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other		
(a) Current Year							
1. With Allow ance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. No Allow ance for Credit Losses	-	-	-	-	-	-	-
(b) Prior Year							
1. With Allow ance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. No Allow ance 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		Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other		
(a) Current 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	-	-	-	-	-	-	-
(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	-	-	-	-	-	-	-

NOTES TO FINANCIAL STATEMENTS

(7) Allowance for credit losses:

	Current Year	Prior Year
(a) At beginning of period	\$ -	\$ -
(b) Additions charged to operations	-	-
(c) Direct write-downs charged against the allowance	-	-
(d) Recoveries of amounts previously charged off	-	-
(e) Balance at end of period	\$ -	\$ -

(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 for mortgage-backed/loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.
- (2) N/A
- (3) The following table represents each security that recognized other-than-temporary impairment due to the fact that the present value of the cash flows expected to be collected were less than the amortized cost basis of the securities:

CUSIP	Book/Adj Carry Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-than- temporary Impairment in Current Period	Amortized Cost After Other-than- temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
38373M7D6	621,798	362,237	259,561	362,237	362,237	3/31/2013
38373M3S7	1,293,750	1,044,020	249,730	1,044,020	1,044,020	3/31/2013
294751EV0	6,873,764	6,710,410	163,354	6,710,410	6,710,410	6/30/2013
73316PHP8	96,794	94,254	2,540	94,254	87,477	6/30/2013
759950CU0	4,784,340	4,599,024	185,316	4,599,024	4,543,350	6/30/2013
74927DAL0	2,245,626	2,209,644	35,982	2,209,644	2,209,644	6/30/2013
12667FR56	6,235,278	5,811,015	424,263	5,811,015	5,811,015	6/30/2013
12669GC82	3,599,454	3,586,168	13,286	3,586,168	3,586,168	6/30/2013
76110HQ77	5,492,539	5,472,740	19,799	5,472,740	5,472,741	6/30/2013
86359DGT8	1,174,539	1,158,396	16,143	1,158,396	1,158,396	12/31/2013
22540VZZ8	4,357,210	3,900,579	456,630	3,900,579	3,087,246	12/31/2013
12667FY33	6,368,922	6,319,782	49,140	6,319,782	6,189,715	12/31/2013
12669GC82	3,220,158	3,197,054	23,103	3,197,054	3,190,409	12/31/2013
674135CY2	1,619,098	1,566,429	52,669	1,566,429	1,566,429	12/31/2013
Total	\$ 47,983,269	\$ 46,031,752	\$ 1,951,517	\$ 46,031,752	\$ 45,019,256	

(4) All impaired securities (fair value is less than cost or amortized cost) for which a other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

(a) The aggregate amount of unrealized losses

(1) Less than 12 Months	\$ 16,390,778
(2) 12 Months or Longer	\$ 4,342,622

(b) The aggregate related fair value of securities with unrealized losses

(1) Less than 12 Months	\$ 419,913,673
(2) 12 Months or Longer	\$ 47,023,461

E. Repurchase Agreements and/or Securities Lending Transactions

- (1) For Securities Lending Agreements, the Company requires a minimum of 102% and 105% of the fair value of the domestic and foreign securities loaned at the outset of the contract as collateral. If at any time the fair value of collateral declines to less than 102% and 105% of the domestic and foreign securities purchase price, the counterparty is obligated to provide additional collateral to bring the total collateral held by the Company to at least 102% and 105% of the securities' purchase price.
- (2) The Company has not pledged any of its assets as collateral.

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Received

(a) Aggregate Amount of Cash Collateral Received

(1) Repurchase Agreement - NONE

(2) Securities Lending		Fair Value
(a)	Open	\$ 118,711,341
(b)	30 Days or Less	-
(c)	31 to 60 Days	-
(d)	61 to 90 Days	-
(e)	Greater than 90 days	-
(f)	Sub-Total	118,711,341
(g)	Securities Received	-
(h)	Total Collateral Received	<u>\$ 118,711,341</u>

(3) Dollar Repurchase Agreement - NONE

(b) The aggregate fair value of all securities acquired from the sale, trade or use of the accepted collateral is \$118,711,341.

(c) Cash collateral received from borrowers on the loaned securities is remitted to US Bank for investment in accordance with the Company's Reinvestment guidelines. Cash collateral, if any, is reinvestment in short-term investments.

(4) N/A

(5) Collateral Reinvestment

(a) Aggregate Amount of Cash Collateral Reinvested

(1) Repurchase Agreement - NONE

(2) Securities Lending		(1) Amortized Cost	(2) Fair Value
(a)	Open	\$ 118,711,341	\$ 118,711,341
(b)	30 Days or Less	-	-
(c)	31 to 60 Days	-	-
(d)	61 to 90 Days	-	-
(e)	91 to 120 Days	-	-
(f)	121 to 180 Days	-	-
(g)	181 to 365 Days	-	-
(h)	1 to 2 Years	-	-
(i)	2 to 3 Years	-	-
(j)	Greater than 3 Years	-	-
(k)	Sub-Total	118,711,341	118,711,341
(l)	Securities Received	-	-
(m)	Total Collateral Reinvested	<u>\$ 118,711,341</u>	<u>\$ 118,711,341</u>

(3) Dollar Repurchase Agreement – NONE

(6) Cash flow modeling was performed on all of these securities using current and expected market based assumptions, which showed that the investor will receive cash flow the percent of value of which is equal to the adjusted statement value. Therefore, any impairment is considered not other than temporary.

F. Real Estate

The Company purchased RE1356 on 10/18/2013 for \$265,000.

The Company purchased RE1357 on 12/21/2013 for \$20,568,652.

G. Investments in low-income housing tax credits (LIHTC) – NONE

NOTES TO FINANCIAL STATEMENTS

H. Restricted Assets

(1)

	Gross Restricted										Percentage	
	Current Year					6	7	8	9	10		
	1	2	3	4	5							
Restricted Asset Category	Total General Account	G/A Supporting S/A Restricted Assets (a)	Total Separate Account Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total	Total From Prior Year	Increase/ (Decrease)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets		
(a) Subject to contractual obligation for w hich liability is not show n	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%	0.00%		
(b) Collateral held under security lending arrangements	110,545,781	-	-	-	110,545,781	108,829,213	1,716,568	110,545,781	0.43%	0.44%		
(c) Subject to repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%		
(d) Subject to reverse repurchase agreements	35,000,000	-	-	-	35,000,000	215,000,000	(180,000,000)	35,000,000	0.14%	0.14%		
(e) Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%		
(f) Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%		
(g) Placed under option contract	-	-	-	-	-	-	-	-	0.00%	0.00%		
(h) Letter stock or securities restricted as to sale	36,552,300	-	-	-	36,552,300	36,552,300	-	36,552,300	0.14%	0.14%		
(i) On deposit w ith state	10,297,450	-	-	-	10,297,450	9,220,911	1,076,539	10,297,450	0.04%	0.04%		
(j) On deposit w ith other regulatory bodies	-	-	-	-	-	-	-	-	0.00%	0.00%		
(k) Pledged as collateral not captured in other categories	201,814,938	-	-	-	201,814,938	36,969,676	164,845,262	201,814,938	0.79%	0.79%		
(l) Other restricted assets	-	-	-	-	-	-	-	-				
(m) Total restricted assets	\$ 394,210,469	\$ -	\$ -	\$ -	\$ 394,210,469	\$ 406,572,100	\$ (12,361,631)	\$ 394,210,469	1.54%	1.55%		

(2)

	Gross Restricted							Percentage		
	Current Year					6	7	8	9	10
	1	2	3	4	5					
Collateral Agreement	Total General Account	G/A Supporting S/A Restricted Assets (a)	Total Separate Account Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total	Total From Prior Year	Increase/ (Decrease)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
FHLB Funding Agreement	\$ 201,814,938	\$ -	\$ -	\$ -	\$ 201,814,938	\$ 36,969,676	\$ 164,845,262	\$ 201,814,938	0.79%	0.79%
Total	\$ 201,814,938	\$ -	\$ -	\$ -	\$ 201,814,938	\$ 36,969,676	\$ 164,845,262	\$ 201,814,938	0.79%	0.79%

(3) N/A

6. Joint Ventures, Partnerships and Limited Liability Companies - NONE

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceeded 10% of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

7. Investment Income

- A. Due and accrued income was excluded from investment income on the following basis:

Bonds - where collection of interest is uncertain, are placed on non-accrual status.

Due and accrued income was excluded from surplus on the following basis: all investment income due and accrued on bonds in default as to principal and interest.
- B. The total amount excluded was (\$122,769).

NOTES TO FINANCIAL STATEMENTS

8. Derivative Instruments

A. Market risk, credit risk and cash requirements

As of December 31, 2013, the Company holds over-the-counter, long dated S&P 500 European put options in order to hedge the exposure on its guaranteed principal protection rider (GPP) and guaranteed principal access rider (GPA). The options increase in value if the market goes down. If the market goes up, the options decrease in value, but cannot exceed the purchase price. The Company does have credit exposure to the dealers if the options become valuable. The Company has managed its' credit exposure by diversifying its counterparties and requiring collateral under certain conditions as specified in its ISDA agreements. The put options have been entered into with counterparties that have a credit rating of AA-/Aa3 or higher. The only cash requirement of these options is the initial purchase price.

As of December 31, 2013, the Company holds a position in exchange-traded futures on various equity indices and currencies to hedge the downside market risk of the guarantees in the variable annuity contracts. These futures increase in value when the markets go down and decrease in value when the markets go up. Margin for the change in value is calculated every day and must be posted if there is a deficit and is credited if there is a surplus. Additionally, initial margin is posted by participants on each side of a futures trade. Together, these collateral support mechanisms minimize the credit risk of futures. There is no cost to enter into a future, but cash or Treasury Securities must be posted for initial margin and cash exchanged each subsequent day for changes in value, as noted above.

B. Company objectives for using derivatives

The objective of ONLIC's use of equity puts, equity futures and currency futures is to hedge against a decline in the equity and currency markets. These instruments are employed as fair value hedges against the Company's obligations. The primary Company obligation is a guaranty of the investment portfolios held by policyholders.

The objective of ONLIC's sale of treasury futures during 2013 was to facilitate an "Identified Mixed Straddle" in which the interest rate risk of a portfolio of fixed rate bonds from the Company's general account was hedged against rising rates. This hedge was treated as a constructive sale for tax purposes and was unwound before year end.

C. Derivative Accounting Policies

Futures and foreign currency holding are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income. During 2013, the Company recognized \$181,373,093 in losses in the statement of operations of which \$153,685,528 is Funds Withheld for the benefit of Sycamore Re (an affiliate), netting to \$27,687,565 which represented as part of the Summary of Operations line 34.

The put options hedging the GPP and GPA accounts are carried at fair value. On December 31, 2013, one of the put options matured out-of-the-money, generating a realized loss of \$220,437.

The interest futures that were a component of the Identified Mixed Straddle were accounted for at fair value. This hedge was established and unwound during 2013 and produced a gain of \$1,656,961 on the futures.

D. Change in unrealized gain or loss during the year - NONE

E. Change in unrealized gain or loss during the year for hedges that no longer qualify for hedge accounting - NONE

F. Derivatives accounted for as cash flow hedges - NONE

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes

A. The components of the net deferred asset/ (liability) at December 31, 2013 and December 31, 2012 are as follows:

1.		12/31/2013		
		(1)	(2)	(3)
				(Col 1+2)
		Ordinary	Capital	Total
(a)	Gross Deferred Tax Assets	\$ 190,650,352	\$ 15,849,849	\$ 206,500,201
(b)	Statutory Valuation Allowance Adjustment	-	-	-
(c)	Adjusted Gross Deferred Tax Assets (1a-1b)	190,650,352	15,849,849	206,500,201
(d)	Deferred Tax Assets Nonadmitted	78,141,001	-	78,141,001
(e)	Subtotal Net Deferred Tax Assets (1c - 1d)	112,509,351	15,849,849	128,359,200
(f)	Deferred Tax Liabilities	44,987,788	-	44,987,788
(g)	Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 67,521,563	\$ 15,849,849	\$ 83,371,412

		12/31/2012		
		(1)	(2)	(3)
				(Col 1+2)
		Ordinary	Capital	Total
(a)	Gross Deferred Tax Assets	\$ 162,126,155	\$ 9,672,520	\$ 171,798,675
(b)	Statutory Valuation Allowance Adjustment	-	-	-
(c)	Adjusted Gross Deferred Tax Assets (1a-1b)	162,126,155	9,672,520	171,798,675
(d)	Deferred Tax Assets Nonadmitted	61,571,862	-	61,571,862
(e)	Subtotal Net Deferred Tax Assets (1c - 1d)	100,554,293	9,672,520	110,226,813
(f)	Deferred Tax Liabilities	42,411,133	-	42,411,133
(g)	Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 58,143,160	\$ 9,672,520	\$ 67,815,680

		Change		
		(7)	(8)	(9)
		(Col 1-4)	(Col 2-5)	(Col 7+8)
		Ordinary	Capital	Total
(a)	Gross Deferred Tax Assets	\$ 28,524,197	\$ 6,177,329	\$ 34,701,526
(b)	Statutory Valuation Allowance Adjustment	-	-	-
(c)	Adjusted Gross Deferred Tax Assets (1a-1b)	28,524,197	6,177,329	34,701,526
(d)	Deferred Tax Assets Nonadmitted	16,569,139	-	16,569,139
(e)	Subtotal Net Deferred Tax Assets (1c - 1d)	11,955,058	6,177,329	18,132,387
(f)	Deferred Tax Liabilities	2,576,655	-	2,576,655
(g)	Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 9,378,403	\$ 6,177,329	\$ 15,555,732

NOTES TO FINANCIAL STATEMENTS

2.	12/31/2013		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
Admission Calculation Components - SSAP 101			
(a)	Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks		
	\$ 35,581,143	\$ 10,483,416	\$ 46,064,559
(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)		
	31,940,420	5,366,434	37,306,854
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date		
	31,940,420	5,366,434	37,306,854
2.	Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold		
	XXX	XXX	137,221,292
(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		
	44,987,788	-	44,987,788
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101		
	Total (2(a)+2(b)+(2c)		
	\$ 112,509,351	\$ 15,849,850	\$ 128,359,201

NOTES TO FINANCIAL STATEMENTS

12/31/2012		
(4)	(5)	(6)
Ordinary	Capital	(Col 4+5) Total

Admission Calculation Components - SSAP 101

(a)	Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ 21,698,061	\$ -	\$ 21,698,061
(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)	36,445,099	9,672,520	46,117,619
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Follow ing the Balance Sheet Date	36,445,099	9,672,520	46,117,619
2.	Adjusted Gross Deferred Tax Assets Allow ed per Limitation Threshold	XXX	XXX	146,524,102
(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	42,411,133	-	42,411,133
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2(a)+2(b)+(2c)	\$ 100,554,293	\$ 9,672,520	\$ 110,226,813

NOTES TO FINANCIAL STATEMENTS

Change		
(7)	(8)	(9)
(Col 1-4)	(Col 2-5)	(Col 7+8)
Ordinary	Capital	Total

Admission Calculation Components - SSAP 101

(a)	Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ 13,883,082	\$ 10,483,416	\$ 24,366,498
(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)	(4,504,679)	(4,306,086)	(8,810,765)
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Follow ing the Balance Sheet Date	(4,504,679)	(4,306,086)	(8,810,765)
2.	Adjusted Gross Deferred Tax Assets Allow ed per Limitation Threshold	XXX	XXX	(9,302,810)
(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	2,576,655	-	2,576,655
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2(a)+2(b)+(2c)	\$ 11,955,058	\$ 6,177,330	\$ 18,132,388

3.	Impact of Tax Planning Strategies	2013	2012
(a)	Ratio Percentage Used To Determine Recovery Period and Threshold Limitation Amount	1053%	1110%
(b)	Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 above	914,808,616	976,827,344

NOTES TO FINANCIAL STATEMENTS

4.

12/31/2013		
(1)	(2)	(3)
		(Col 1+2)
Ordinary	Capital	Total
Percent	Percent	Percent

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)
- 2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies
- 3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)
- 4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxes planning strategies

190,650,352	15,672,749	206,323,101
0%	0%	0%
112,509,351	15,672,749	128,182,100
0%	0%	0%

12/31/2012		
(4)	(5)	(6)
		(Col 1+2)
Ordinary	Capital	Total
Percent	Percent	Percent

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)
- 2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies
- 3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)
- 4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxes planning strategies

162,126,155	4,296,402	166,422,557
0%	3%	3%
100,554,292	4,296,402	104,850,694
0%	5%	5%

Change		
(7)	(8)	(9)
(Col 1-4)	(Col 2-5)	(Col 7-8)
Ordinary	Capital	Total
Percent	Percent	Percent

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)
- 2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies
- 3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)
- 4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxes planning strategies

28,524,197	11,376,347	39,900,544
0%	-3%	-3%
11,955,059	11,376,347	23,331,406
0%	-5%	-5%

(b) Does the Company's tax-planning strategies include the use of reinsurance? Yes___ No X

B. Unrecognized deferred tax liabilities

- (1) There are no temporary differences for which deferred tax liabilities are not recognized.
- (2) N/A
- (3) N/A
- (4) N/A

NOTES TO FINANCIAL STATEMENTS

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

		(1)	(2)	(3)
		12/31/2013	12/31/2012	(Col 1-2) Change
(1)	Current Income Tax			
(a)	Federal	\$ 21,212,750	\$ 27,060,274	\$ (5,847,524)
(b)	Foreign	-	-	-
(c)	Subtotal	21,212,750	27,060,274	(5,847,524)
(d)	Federal Income tax on net capital gains	16,188,259	2,683,438	13,504,821
(e)	Utilization of capital loss carry-forw ards	(5,704,843)	(2,683,438)	(3,021,405)
(f)	Other	(8,080,333)	(12,784,421)	4,704,088
(g)	Federal and foreign income taxes incurred	23,615,833	14,275,853	9,339,980
(2)	Deferred Tax Assets:			
(a)	Ordinary			
(1)	Discounting of unpaid losses	\$ -	\$ -	\$ -
(2)	Unearned premium reserve	1,332,625	1,267,303	65,322
(3)	Policyholder reserves	77,238,102	63,519,437	13,718,665
(4)	Investments	-	-	-
(5)	Deferred acquisition costs	63,319,365	56,472,367	6,846,998
(6)	Policyholder dividends accrual	19,016,695	16,805,836	2,210,859
(7)	Fixed assets	1,312,513	1,492,743	(180,230)
(8)	Compensation and benefits accrual	14,909,281	14,234,499	674,782
(9)	Pension accrual	-	-	-
(10)	Receivables - nonadmitted	-	-	-
(11)	Net operating loss carry-forw ard	-	-	-
(12)	Tax credit carry-forw ard	-	-	-
(13)	Other (including items<5% of total ordinary tax assets)	7,115,315	2,230,315	4,885,000
(14)	Other assets non-admitted	6,406,456	6,103,655	302,801
(99)	Subtotal	190,650,352	162,126,155	28,524,197
(b)	Statutory valuation allow ance adjustment	-	-	-
(c)	Nonadmitted	78,141,001	61,571,862	16,569,139
(d)	Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	112,509,351	100,554,293	11,955,058
(e)	Capital:			
(1)	Investments	15,849,849	3,897,351	11,952,498
(2)	Net capital loss carry-forw ard	-	5,775,169	(5,775,169)
(3)	Real Estate	-	-	-
(4)	Other (including items<5% of total capital tax assets)	-	-	-
(99)	Subtotal	15,849,849	9,672,520	6,177,329
(f)	Statutory valuation allow ances adjustment	-	-	-
(g)	Nonadmitted	-	-	-
(h)	Admitted capital deferred tax assets (2e99 - 2f - 2g)	15,849,849	9,672,520	6,177,329
(i)	Admitted deferred tax assets (2d + 2h)	128,359,200	110,226,813	18,132,387
(3)	Deferred Tax Liabilities:			
(a)	Ordinary			
(1)	Investments	1,088,789	856,100	232,689
(2)	Fixed assets	-	-	-
(3)	Deferred and uncollected premium	-	-	-
(4)	Policyholder reserves	14,935,440	13,979,812	955,628
(5)	Other (including items<5% of total capital tax liabilities)	907,496	808,149	99,347
(6)	Section 807(f) adjustment	28,056,063	26,767,072	1,288,991
(7)	Pension	-	-	-
(99)	Subtotal	44,987,788	42,411,133	2,576,655
(b)	Capital:			
(1)	Investments	-	-	-
(2)	Real Estate	-	-	-
(3)	Other (including items<5% of total capital tax liabilities)	-	-	-
(99)	Subtotal	-	-	-
(c)	Deferred tax liabilities (3a99 + 3b99)	44,987,788	42,411,133	2,576,655
(4)	Net deferred tax assets/liabilities (2i - 3c)	83,371,412	67,815,680	15,555,732

NOTES TO FINANCIAL STATEMENTS

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

	December 31, 2013	Tax Effect	Effective Tax Rate
(1) Provision computed at statutory rate	\$ 86,060,572	\$ 30,121,200	35.0%
(2) Dividends received deduction	(44,784,680)	(15,674,638)	-18.2%
(3) IMR	(6,494,707)	(2,273,147)	-2.6%
(4) Change in equity of subsidiaries	(37,012,000)	(12,954,200)	-15.1%
(5) Change in non-admitted DTA	18,068,115	6,323,840	7.3%
(6) Change in unrealized gain/loss	10,212,684	3,574,439	4.2%
(7) Voluntary Reserve	(4,793,551)	(1,677,743)	-1.9%
(8) Change in reinsurance	(2,663,277)	(932,147)	-1.1%
(9) Tax Credits	(17,803,963)	(6,231,387)	-7.2%
(10) Other	(1,301,793)	(455,628)	-0.5%
(11) Total	<u>\$ (512,600)</u>	<u>\$ (179,410)</u>	<u>-0.2%</u>

Federal and foreign taxed incurred	\$ 13,132,417
Realized capital gains (losses) tax	10,483,416
Change in net deferred income taxes	(23,795,243)
Total current statutory income taxes	<u>\$ (179,410)</u>

- E. (1) The Company has no net operating loss carryforward.
- (2) The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net loss:
- | | |
|-----------------------|----------------------|
| 2013 (current year) | \$ 25,159,561 |
| 2012 (current year-1) | 19,119,648 |
| 2011 (current year-2) | 1,691,969 |
| | <u>\$ 45,971,178</u> |
- (3) The aggregate amount of deposits reported as admitted assets under Section 6603 of the Internal Revenue Service (IRS) Code was \$0 as of December 31, 2013.
- F. (1) The Company's federal income tax return is consolidated with the following entities:
- Ohio National Life Assurance Corporation, National Security Life and Annuity Company, Kenwood Re., Inc., and Montgomery Re, Inc. as part of the life/non-life consolidated return of the common parent, Ohio National Mutual Holdings, Inc.
- (2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocations are based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled quarterly.
- G. (1) Federal or Foreign Income Tax Loss Contingencies:
- The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. The Company is a stock life insurance company whose shares of stock are owned entirely by Ohio National Financial Services, Inc. (ONFS), an intermediate holding company whose shares of stock are owned entirely by Ohio National Mutual Holdings, Inc. (ONMH), a mutual insurance holding company whose members are exclusively the life insurance and annuity policyholders of the Company.
- OMNH and ONFS have each entered into Pledge and Security Agreements with the Company, whereby the assets of ONMH and ONFS were assigned and pledged to the Company, and the Company was granted a security interest therein, for purposes of satisfying the claims of the Company's policyholders in the event that proceedings involving the Company are ever commenced pursuant to the provisions of Ohio law relating to the supervision, rehabilitation or liquidation of insurers (Ohio Revised Code Sections 3903.01 to 3903.76).
- Ohio National Life Assurance Corporation (ONLA), National Security Life and Annuity Company (NSLA), Montgomery Re, Inc. (MONT), Kenwood Re, Inc. (KENW), Ohio National Investments, Inc. (ONII), Ohio National Equities, Inc. (ONEQ) and The O.N. Equity Sales Company (ONES) are all wholly owned subsidiaries of the Company.
- B. The Company's investment income reflects dividends of \$31,000,000, \$0, \$4,500,000 and \$1,512,000 in 2013 and \$34,000,000, \$0, \$4,200,000 and \$672,000 in 2012 from its wholly owned subsidiaries, ONLA, ONEQ, ONII and ONES, respectively.

Dividends to the Company's parent, ONFS, are summarized below:

	2013	2012
Dividends declared and unpaid (P3, L23, C1)	\$ -	\$ 65,000,000
Dividends paid in cash (P5, L16.5, C1)	105,000,000	100,000,000
Dividends declared and unpaid (prior year) (P3, L23, C2)	(65,000,000)	(40,000,000)
Dividends to stockholders (P4, L52, C1)	<u>\$ 40,000,000</u>	<u>\$ 125,000,000</u>

The Company received a capital contribution from its parent, ONFS, during 2013 of \$100,000,000 consisting of bonds of \$97,581,448 and other assets of \$2,418,552.

- C. The Company had no transactions with respect to changes in company arrangements.

NOTES TO FINANCIAL STATEMENTS

- D. As of December 31, 2013 the Company reported a “Receivable from parents, subsidiaries and affiliates” of \$36,186,732 and a “Payable to parents, subsidiaries and affiliates” of \$246,537,382. Inter-company balances are settled in cash, generally within thirty days of the respective reporting date.
- E. With the exception of the items mentioned in section “A” above, the company has no guarantees to related parties.
- F. The Company has an agreement to provide personnel, EDP equipment, and supplies to ONLA. This agreement was approved by the Ohio Department of Insurance. Generally, the apportionment shall be based upon specifically identifying the expense to the incurring entity. Where this is not feasible, apportionment shall be based upon pertinent factors or ratios. The terms call for a cash settlement at least quarterly. The amount that the Company owed ONLA was \$(1,734,996) and \$2,837,000 as of December 31, 2013 and 2012, respectively. Charges for all services totaled \$52,593,000 and \$41,847,000 for the years ended 2013 and 2012, respectively.

ONFS provides services for executive management and EDP equipment placed in service after December 31, 2000, to the Company. For the years ended 2013 and 2012, the Company recorded expenses of \$12,110,426 and \$9,617,084, respectively for these services.

The Company paid \$4,997,726 and \$5,133,298 for rent and operating expenses on the home office to ONFS for the years ended 2013 and 2012, respectively.

The Company carries ONLA, a wholly owned life insurance company subsidiary, at statutory equity. The following is a summary of 2013 and 2012 financial information for ONLA:

	2013	2012
Total Assets	\$ 3,408,148,155	\$ 3,315,253,786
Total Liabilities	\$ 3,091,372,027	\$ 2,997,854,278
Total Surplus and Capital	\$ 316,776,128	\$ 317,399,510
Net Income	\$ 13,595,195	\$ 30,078,015

There were no other subsidiaries, controlled entities, or affiliates that exceeded 10% of the admitted assets.

The Company is a party to an agreement with ONMH and most of its direct and indirect subsidiaries whereby the Company shall maintain a common checking account. It is the Company's duty to maintain sufficient funds to meet the reasonable needs of each party on demand. The Company must account for the balances of each party daily. Such funds are deemed to be held in escrow by the Company for the other parties. Settlement is made daily for each party's needs from or to the common account. It is the Company's duty to invest excess funds in an interest bearing account and/or short term highly liquid investments. The Company will credit interest monthly at the average interest earned for positive cash balances during the period or charge interest on any negative balances. Interest credited for years ended December 31, 2013 and 2012 was \$(159,414) and \$12,594, respectively. The parties agree to indemnify one another for any losses of any nature relating to a party's breach of its duties under the terms of the agreement. The Company held the following balances for the participating entities in Page 2 Line 23 , Receivable from parent, subsidiaries and affiliates in the general account of the Annual Statement at December 31, 2012 and Page 3, Line 24.4, Payable to parent, subsidiaries and affiliates in the general account of the Annual Statement at December 31, 2013:

	2013	2012
ONLA	\$ 75,921,584	\$ (96,346,298)
Suffolk Capital Management LLC	403,881	(621,553)
ONFS	29,859,265	(5,227,411)
SYRE	39,562,365	162,583,065
ONII	36,839	(7,472)
MONT	26,424,790	(33,533,612)
ONMH	(210,397)	(32,401)
ONFlight Inc.	1,861,903	(2,084,595)
ON Global Holdings, LLC	114,093	413,729
Financial Way Reality, Inc	11,918,232	(10,535,895)
Kenwood Re	53,999,680	(241,565)
Total	\$ 239,892,235	\$ 14,365,992

- G. All outstanding shares of the Company are owned by the parent company, ONFS, an intermediate holding company whose shares of stock are owned entirely by ONMH, a mutual insurance holding company domiciled in the State of Ohio.
- H. The Company has no investments in upstream affiliates.
- I. The Company did not recognize any impairment write-down for its investments in subsidiary companies during this statement period.
- J. The Company did not recognize any impairment write-down for its investments in subsidiary companies during this statement period.
- K. CARVM assumptions for adjusting foreign subsidiary annuity reserves from GAAP – N/A
- L. Valuation of a downstream noninsurance holding company – N/A

NOTES TO FINANCIAL STATEMENTS

11. Debt

- A. As of December 31, 2013 and 2012, the Company has access to a \$170,000,000 automatic revolving credit facility. The automatic revolving credit facility was not utilized in 2013 or 2012. As of December 31, 2013, the Company's outstanding credit draw was \$0. Total interest & fees paid in 2013 was \$0.
- B. FHLB (Federal Home Loan Bank) Agreements
- (1) The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, and by purchasing FHLB stock, the Company can enter into deposit contracts. The Company had outstanding deposit contracts of \$150,000,000 and \$175,000,000 as of December 31, 2013 and December 31, 2012, respectively. The table below indicates the amount of FHLB of Cincinnati stock purchased, collateral pledged, and additional funding capacity available related to the agreement with FHLB of Cincinnati.

	(1) Current Year	(2) Prior Year
(2) FHLB stock purchased/owned as part of the agreement	\$ 36,552,300	\$ 36,552,300
(3) Collateral pledged to the FHLB	\$ 201,814,938	\$ 36,969,676
(4) Funding capacity currently available	\$ 427,615,000	\$ 402,615,000

Total reserves related to the FHLB deposit contracts were \$142,805,265 and \$160,982,517 as of December 31, 2013 and December 31, 2012, respectively. Deposit contracts and related assets are accounted for in the Company's general account.

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans

- A. The Company sponsors a funded pension plan covering substantially all home office employees hired before January 1, 1998. Retirement benefits are based on years of service and the highest average earnings in five of the last ten years. The Company currently offers eligible retirees the opportunity to participate in a health plan. The Company has two post-retirement health plans (other benefits); one offered to home office employees, the other offered to qualifying agents. Also, a group life benefit is provided for eligible retired home office employees and career agents.

Home Office Plans

Only home office employees hired prior to January 1, 1998, may become eligible for these benefits provided that the employee meets the age and years of service requirements. An employee becomes eligible for early retirement as follows: age 55 with 20 years of credited service at retirement, age 56 with 18 years of service, age 57 with 16 years of service grading to age 64 with 2 years of service. For participants younger than age 65, the Plan provides a fixed portion of the health insurance contract premium. For participants age 65 and older, the Plan provides a fixed dollar amount which the participant must use to independently purchase their own insurance. The portion the Company pays is periodically increased and is a function of participant service.

Agents' Plans

Only qualifying agents with contracts effective prior to January 1, 1998 are eligible for post-retirement benefits. The Health plan is contributory, with retirees contributing approximately 50% of premium for coverage. As with all plan participants, the Company reserves the right to change the premium contribution at renewal.

NOTES TO FINANCIAL STATEMENTS

A summary of assets, obligations, and assumptions of the Pension and Other Postretirement Benefit Plans are as follows at December 31, 2013 and 2012:

(1) Change in benefit obligation		Overfunded		Underfunded	
		2013	2012	2013	2012
(a) Pension Benefits					
1.	Vested Benefit Obligation at beginning of year	\$ -	\$ -	\$ 70,677,000	\$ 65,409,000
2.	Service Cost	-	-	2,137,000	2,189,000
3.	Interest Cost	-	-	3,308,000	3,340,000
4.	Contribution by plan participants	-	-	-	-
5.	Actuarial gain (loss)	-	-	(3,060,000)	4,493,000
6.	Foreign currency exchange rate changes	-	-	-	-
7.	Benefits paid	-	-	(5,901,000)	(4,754,000)
8.	Plan amendments and SSAP 102 effect	-	-	1,492,000	-
9.	Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-	-	-
10.	Benefit obligation at end of year ⁽¹⁾	\$ -	\$ -	\$ 68,653,000	\$ 70,677,000
(b) Postretirement Benefits					
1.	Vested Benefit Obligation at beginning of year	\$ -	\$ -	\$ 3,836,000	\$ 3,925,000
2.	Service Cost	-	-	46,000	102,000
3.	Interest Cost	-	-	199,000	187,000
4.	Contribution by plan participants	-	-	-	-
5.	Actuarial gain (loss)	-	-	457,000	22,000
6.	Foreign currency exchange rate changes	-	-	-	-
7.	Benefits paid	-	-	(265,000)	(400,000)
8.	Plan amendments and SSAP 92 effect	-	-	315,000	-
9.	Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-	-	-
10.	Benefit obligation at end of year ⁽¹⁾	\$ -	\$ -	\$ 4,588,000	\$ 3,836,000
(c) Postemployment & Compensated Absence Benefits					
1.	Benefit Obligation at beginning of year	\$ -	\$ -	\$ -	\$ -
2.	Service Cost	-	-	-	-
3.	Interest Cost	-	-	-	-
4.	Contribution by plan participants	-	-	-	-
5.	Actuarial gain (loss)	-	-	-	-
6.	Foreign currency exchange rate changes	-	-	-	-
7.	Benefits paid	-	-	-	-
8.	Plan amendments	-	-	-	-
9.	Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-	-	-
10.	Benefit obligation at end of year	\$ -	\$ -	\$ -	\$ -
⁽¹⁾ 2012 amount is Vested Obligation					

(2) Change in plan assets		Pension Benefits		Postretirement Benefits		Postemployment	
		2013	2012	2013	2012	2013	2012
(a)	Fair value of plan assets at beginning of year	\$ 51,922,000	\$ 51,311,000	\$ -	\$ -	\$ -	\$ -
(b)	Actual return on plan assets	10,062,000	5,096,000	-	-	-	-
(c)	Foreign currency exchange rate changes	-	-	-	-	-	-
(d)	Reporting entity contribution	587,000	270,000	265,000	400,000	-	-
(e)	Plan participants' contributions	-	-	-	-	-	-
(f)	Benefits paid	(5,901,000)	(4,755,000)	(265,000)	(400,000)	-	-
(g)	Business combinations, divestitures and settlements	-	-	-	-	-	-
(h)	Fair value of plan assets at end of year	\$ 56,670,000	\$ 51,922,000	\$ -	\$ -	\$ -	\$ -

(3) Funded Status		Pension Benefits		Postretirement Benefits	
		2013	2012	2013	2012
Overfunded:					
(a)	Assets (nonadmitted)				
1.	Prepaid benefits costs	\$ -	\$ -	\$ -	\$ -
2.	Overfunded plan assets	-	-	-	-
3.	Total assets (nonadmitted)	\$ -	\$ -	\$ -	\$ -
Underfunded:					
(b)	Liabilities recognized				
1.	Accrued benefit costs	\$ (7,913,000)	\$ (12,100,000)	\$ 6,279,000	\$ 7,598,000
2.	Additional Liability for pension benefits	19,896,000	182,000	(1,691,000)	-
3.	Total liabilities recognized	\$ 11,983,000	\$ (11,918,000)	\$ 4,588,000	\$ 7,598,000
(c)	Unrecognized liabilities	\$ -	\$ 30,674,000	\$ -	\$ (3,762,000)

NOTES TO FINANCIAL STATEMENTS

(4) Components of net periodic benefit cost		Postemployment & Compensated Absence Benefits					
		Pension Benefits		Postretirement Benefits		Benefits	
		2013	2012	2013	2012	2013	2012
(a)	Service Cost	\$ 2,137,000	\$ 2,189,000	\$ 46,000	\$ 102,000	\$ -	\$ -
(b)	Interest Cost	3,308,000	3,340,000	199,000	187,000	-	-
(c)	Expected return on plan assets	(3,229,000)	(3,205,000)	-	-	-	-
(d)	Amortization of unrecognized transition obligation or transition asset	-	-	6,000	51,000	-	-
(e)	Amount of recognized gains and losses	2,298,000	2,203,000	(1,368,000)	(167,000)	-	-
(f)	Amount of prior services cost recognized	260,000	-	63,000	(37,000)	-	-
(g)	Amount of gain or loss recognized due to a settlement or curtailment	-	-	-	-	-	-
(h)	Total net periodic benefit cost	\$ 4,774,000	\$ 4,527,000	\$ (1,054,000)	\$ 136,000	\$ -	\$ -
(5) Amounts in unassigned funds (surplus) recognized in the next fiscal year as components of net periodic benefit cost							
		Pension Benefits		Postretirement Benefits			
		2013	2012	2013	2012		
(a)	Items not yet recognized as a component of net periodic cost - prior year	\$ 30,856,000	\$ 30,454,000	\$ (3,762,000)	\$ (3,937,000)		
(b)	Net transition asset or obligation recognized	-	-	(6,000)	(51,000)		
(c)	Net prior service cost or credit arising during the period	1,492,000	-	315,000	-		
(d)	Net prior service cost or credit recognized	(260,000)	-	(63,000)	37,000		
(e)	Net gain and loss arising during the period	(9,894,000)	2,605,000	457,000	22,000		
(f)	Net gain and loss recognized	(2,298,000)	(2,203,000)	1,368,000	167,000		
(g)	Items not yet recognized as a component of net periodic cost - current year	\$ 19,896,000	\$ 30,856,000	\$ (1,691,000)	\$ (3,762,000)		
(6) Amounts in unassigned funds (surplus) expected to be recognized in the next fiscal year as components of net periodic benefit							
		Pension Benefits		Postretirement Benefits			
		2013	2012	2013	2012		
(a)	Net transition asset or obligation	\$ -	\$ -	\$ -	\$ 6,000		
(b)	Net prior service cost or credit	260,000	260,000	(12,000)	63,000		
(c)	Net recognized (gains) and losses	1,222,000	2,298,000	(350,000)	(1,368,000)		
(7) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost							
		Pension Benefits		Postretirement Benefits			
		2013	2012	2013	2012		
(a)	Net transition asset or obligation	\$ -	\$ -	\$ -	\$ 6,000		
(b)	Net prior service cost or credit	1,233,000	-	(419,000)	(671,000)		
(c)	Net recognized (gains) and losses	18,663,000	30,856,000	(1,272,000)	(3,098,000)		
(8) Weighted-average assumptions used to determine net periodice benefit cost as of Jan 1:							
		2013	2012				
(a)	Weighted average discount rate	4.60%	5.10%				
(b)	Expected long-term rate of return on plan assets	6.50%	6.50%				
(c)	Rate of Compensation increase	3.25%	3.30%				
Weighted-average assumptions used to determine projected benefit obligation as of Dec. 31:							
		2013	2012				
(d)	Weighted average discount rate	5.30%	4.60%				
(e)	Rate of Compensation increase	3.75%	3.30%				
For measurement purposes, a 3.20 percent annual rate of increase in the per capita cost of covered health care benefits was assumed for 2014. The rate was assumed to decrease gradually to 2.75 percent for 2014 and remain at that level thereafter.							
(9) The amount of the accumulated benefit obligation for defined benefit pension plans was \$55,122,000 for the current year and \$60,543,257 for the prior year.							
(10) The Company has multiple non-pension post-retirement benefit plans. The health care plans are contributory, with participants' contributions adjusted annually; the life insurance plans are noncontributory. On July 1, 2013, the Company amended its home office postretirement health care plans to provide a fixed dollar amount each year towards eligible medical expenses.							

NOTES TO FINANCIAL STATEMENTS

(11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects:

		1 Percentage Point Increase	1 Percentage Point Decrease
(a)	Effect on total of service and interest cost components	\$ 76,000	\$ (16,000)
(b)	Effect on postretirement benefit obligation	500,000	(420,000)

(12) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

Year(s)	Amounts
2014	\$ 8,763,000
2015	6,512,000
2016	3,784,000
2017	5,851,000
2018	5,767,000
2019 - 2023	31,639,000

(12) The Company does not have any regulatory contribution requirements for 2013; however, the Company currently intend to make voluntary contributions to the defined benefit pension plan of \$0 in 2013.

B. Investment Policy and Strategy

The assets of the Company's defined benefit pension plan are invested in a group variable annuity contract issued by the Company offering specific investment choices from various asset classes providing diverse and professionally managed options. The assets are invested in a mix of stocks, bonds and real estate securities in allocations as determined from time to time by the Pension Plan Committee. The target allocations are designed to balance the Plan's short-term liquidity needs and its long-term liabilities. The target allocations are currently 65% stocks and 35% bonds.

For diversification and risk control purposes, where applicable, each asset class is further divided into sub classes such as large cap, mid cap, small cap, growth, core and value for equity securities and U.S. domestic, global and high yield for debt securities. To the extent possible, each sub asset class utilizes multiple fund choices and no single fund contains more than 25% of the Plan assets (exclusive of any short-term increases in assets due to any Plan funding). The Plan performance is measured by a weighted benchmark consisting of equity and debt benchmarks in weights determined by the Plan committee.

The overall expected long-term rate of return on assets is determined by a weighted average return of bond and stock indexes. Bond securities (including cash) make up 40% of the weighted average return and stocks make up 60% of the weighted average return.

The following table shows the weighted average assets allocation by class of the Company's qualified pension plan assets as of December 31:

	2013	2012
Stocks	75%	66%
Bonds	25%	34%
Total	100%	100%

C.

(1) Fair Value Measurements of Plan Assets at Reporting Date

Description for each class of plan assets:	(Level 1)	(Level 2)	(Level 3)	Total
Bond	\$ 14,124,000	\$ -	\$ -	\$ 14,124,000
Equity	42,546,000	-	-	42,546,000
Real Estate	-	-	-	-
Total Plan Assets	\$ 56,670,000	\$ -	\$ -	\$ 56,670,000

D. The overall expected long term rate of return on assets is determined by a weighted average return of fixed income and equity indexes.

E. Defined Contribution Plans

Substantially all home office employees hired after January 1, 1998, are covered under a defined contribution plan. Contributions of 3 percent of each employee's compensation are made each year. The expenses for the defined contribution plan were \$1,912,227 and \$2,130,789 for 2013 and 2012, respectively. The general agents plan provides benefits based on years of service and average compensation during the final five and ten years of service.

Insurance company employees are covered by a qualified defined contribution pension plan sponsored by the insurance company. Company contributions to this plan are determined by management. The Company's contribution for the plan was \$6,100,000 and \$5,100,000 for 2013 and 2012, respectively.

F. The company does not participate in a multi-employer plan.

NOTES TO FINANCIAL STATEMENTS

G. Consolidated/Holding Company Plans

The Company participates in a qualified, noncontributory defined benefit pension plan and a nonqualified, noncontributory defined benefit pension plan sponsored by Ohio National Financial Services, Inc., an affiliate. In addition, the Company provides certain other postretirement benefits to retired employees through a plan sponsored by Ohio National Financial Services, Inc. The Company has no legal obligation for benefits under these plans, except for the qualified pension plan. Ohio National Financial Services, Inc., allocates amounts to the Company based on salary ratios. The Company's share of net expense for the pension plans was \$4,526,801 and \$4,773,592 for 2012 and 2013, respectively and for other postretirement benefit plans was an expense of \$136,075 and a benefit of \$1,054,287 for 2012 and 2013, respectively.

H. Postemployment Benefits and Compensated Absences- NONE

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

(1) Recognition of existence of the Act

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 (the Act) was signed into law in December of 2003. The Act includes the following two new features to Medicare Part D that could affect the measurement of the Accumulated Post-Retirement Benefit Obligation (APBO) and Net Periodic Post-Retirement Cost for the Plan:

A federal subsidy (based on 28% of an individual beneficiary's annual prescription drug costs between \$250 and \$5,000), which is not taxable, to sponsors of retiree healthcare benefit plans that provide a prescription drug benefit that is at least actuarially equivalent to Medicare Part D; and the opportunity for a retiree to obtain a prescription drug benefit under Medicare.

The post-retirement health plans do not provide benefits which are actuarially equivalent to the Medicare Part D benefits. Therefore, the effects of the Act on the Accumulated Post-Retirement Benefit Obligation and the Net Periodic Post-Retirement Cost are not reflected in the financial statement or the accompanying notes.

(2) Disclosure of Gross Benefit Payments

The Company's gross benefit payments for 2013 did not include estimates of future payments. The Company has no subsidy related to the Medicare Prescription Drug, Improvement and Modernization Act of 2003 for 2013 and estimates future subsidies to be \$0 annually.

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

- (1) The Company has 10,000,000 shares authorized, 10,000,000 shares issued, and 10,000,000 outstanding. All shares are Class A shares with a \$1 per share par value.
- (2) The Company has no preferred stock outstanding.
- (3) The payment of dividends by the Company to its parent, ONFS, is limited by Ohio insurance Laws. The maximum dividend that may be paid without prior approval of the Director of Insurance is limited to the greater of statutory net income of the preceding calendar year or 10% of statutory earned surplus as of the preceding December 31. Therefore, in 2014 dividends of approximately \$100,274,419 may be paid by the Company to ONFS without prior approval.

(4) Dividends to the Company's parent, ONFS, are summarized below:

	2013	2012
Dividends declared and unpaid (P3, L23, C1)	\$ -	\$ 65,000,000
Dividends paid in cash (P5, L16.5, C1)	105,000,000	100,000,000
Dividends declared and unpaid (prior year) (P3, L23, C2)	(65,000,000)	(40,000,000)
Dividends to stockholders (P4, L52, C1)	<u>\$ 40,000,000</u>	<u>\$ 125,000,000</u>

- (5) Within the limitation of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- (6) The Company has no restrictions on unassigned surplus funds.
- (7) Not Applicable.
- (8) The Company held no stock for special purposes.
- (9) The Company has no special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and (losses) is \$59,955,912.

NOTES TO FINANCIAL STATEMENTS

(11) On June 6, 2012 the Company issued \$250,000,000 of surplus notes at 6.875%. The notes mature on June 15, 2042. The Company used \$50,000,000 of the net proceeds from this note offering to pay an extraordinary dividend to ONFS, the parent company of the Company. An additional \$50,000,000 of the net proceeds was used to pay off its 7.5% surplus notes issued to ONFS. ONFS used that money plus approximately \$50,000,000 of its own cash to exercise its right to redeem all \$150,000,000 of its 6.35% Senior Notes due 2013. Another \$100,000,000 of net proceeds from this offering was used to purchase a surplus note directly from the Company's Vermont captive reinsurer, MONT at 6.875%. MONT used proceeds from its sale of the surplus note to purchase assets which were placed in a trust in order to back some or all of the excess or redundant reserves on the Company's ONLA term policies that it will coinsure. The remainder of the net proceeds will remain with the Company and will be used for general corporate purposes, including contributions to the Company's insurance operating subsidiaries.

The surplus notes have the following repayment conditions and restrictions: any payment of interest on, principal of, or redemption price on the surplus notes may be made only with the prior approval of the Director of Insurance of the State of Ohio (Director) and only to the extent the Company has sufficient remaining surplus to make such payment. In addition, no such payment may be made, without prior approval of the Director, unless the surplus remaining after the payment described above is equal to or greater than the aggregate principal amounts of all surplus notes of the Company then outstanding.

The notes are unsecured debt obligations and issued in accordance with Section 3901.72 of the Ohio Revised Code, which regulates the issuance of, repayment of principal of, and payments of interest on, surplus notes.

The note is subordinate to the claims of policyholders and to other prior claims as set forth in Section 3903.42 of the Ohio Revised Code (all except shareholder claims) and ranks *pari passu* with any other surplus note of the Company, issued before or after this note, and with all other similarly subordinated claims.

On December 15, 2011, the Company issued a \$4,500,000 5.0% surplus note to SML, as payment for the purchase of the additional shares of NSLAC, a subsidiary. This note matures on December 15, 2031.

On April 1, 2007, the Company issued a \$6,000,000 5.8% surplus note to SML, as payment for the additional shares of NSLAC. This note matures on April 1, 2027.

The surplus note has the following repayment conditions and restrictions: each payment of interest on and principal of the surplus notes may be made only with the prior approval of the Superintendent of Insurance of the State of Ohio and only to the extent the company has sufficient remaining surplus to make such payment.

The note is not subject to mandatory redemption prior to maturity. Subject to the Superintendent's prior approval, the note may be prepaid in whole or in part at any time without penalty.

The surplus note has the following subordination terms: the note is subordinate to the claims of policyholders and to other prior claims as set forth in Section 3903.42 of the Ohio Revised Code (all except shareholder claims) and ranks *pari passu* with any other surplus note of the Company, issued before or after this note, and with all other similarly subordinated claims.

The Company has other Surplus Notes outstanding of \$50,000,000 at an interest rate of 8.5% maturing May 15, 2026.

These notes are not subject to mandatory or optional redemption prior to maturity. Payment of interest and payment of principal requires the approval of the Superintendent of Insurance of Ohio.

(12) The Company has not restated surplus due to a quasi-reorganization.

(13) Not Applicable.

14. Contingencies

A. Contingent Commitments

- (1) The company has committed to fund mortgage loans in the amount of \$24,668,000 and bonds in the amount of \$0 and has no other material contingent commitments.
- (2) Not Applicable
- (3) Not Applicable

NOTES TO FINANCIAL STATEMENTS

B. Assessments

(1)	On December 31, 2013 the Company received notification of the insolvency of Executive Life of New York. It is expected that the insolvency will result in a guaranty fund assessment against the company of approximately \$500,000. Approximately \$430,000 has been charged to operations in the current period.		
(2)	(a)	Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$ 1,655,393
	(b)	Decreases current year:	
		Premium tax offset applied	74,503
			-
			-
			-
	(c)	Increases current year:	
		Increase in accrued fund assessments	748,971
			-
			-
			-
	(d)	Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	<u>\$ 2,329,861</u>

C. Gain Contingencies

The Company has no gain contingencies.

D. Claims Related to Extra-contractual Obligation and Bad Faith Losses Stemming from Lawsuits – NONE

E. All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation and other matters are not considered material in relation to the financial position of the Company.

The Company has no assets that it considers to be impaired.

15. Leases

A. Lessee Operating Lease

(1)

- (a) The Company leases office equipment under various noncancelable operating lease agreements that expire through December 2018. Rental expense for 2012 and 2013 was approximately \$735,046, and \$307,437, respectively.

The Company leases its home office. On December 30, 2003, ONLIC's parent company (ONFS) purchased the home office from ONLAC, a subsidiary life insurance company. The Company's lease of the property was unaffected by this sale. The lease agreement expires in September 2016. Rental expense for 2012 and 2013 was approximately \$2,597,381, and \$2,623,481, respectively.

- (c) Certain rental commitments have renewal options extending through the year 2021. Some of these renewals are subject to adjustments in future periods.

(2)

- (a) At January 1, 2013, the minimum aggregate office equipment rental commitments are as follows:

Year Ending December 31,	
2014	259,374
2015	259,374
2016	252,156
2017	227,566
Thereafter	101,224
	<u>\$ 1,099,694</u>

At January 1, 2013, the minimum aggregate office building rental commitments are as follows:

Year Ending December 31,	
2014	2,623,481
2015	2,623,481
2016	2,623,481
2017	2,623,481
Thereafter	9,838,054
	<u>\$ 20,331,978</u>

NOTES TO FINANCIAL STATEMENTS

16. Information about Financial Instruments with Off-balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk – NONE

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

- A. Transfer of Receivables Reported as Sales - NONE
- B. Transfer and Servicing of Financial Assets - NONE
- C. Wash Sales

The Company has no wash sales of bonds or preferred stocks with a NAIC designation of 3 or below.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

- A. ASO Plans - NONE
- B. ASC Plans - NONE
- C. Medicare or Similarly Structured Cost Based Reimbursement Contract - NONE

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

The Company has no premiums written/produced by managing general agents/third party administrators.

20. Fair Value Measurements

A.

(1) Fair Value Measurements at December 31, 2013 are as follows:

(1) Description for each class of asset or liability	(2) (Level 1)	(3) (Level 2)	(4) (Level 3)	(5) Total
a. Assets at fair value				
Cash	\$ 247,171,811	\$ -	\$ -	\$ 247,171,811
Short term	54,397,271	19,999,919	-	74,397,190
Securities lending collateral	-	118,711,341	-	118,711,341
Perpetual Preferred stock				
Industrial and Misc.	-	178,603	-	178,603
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	-	178,603	-	178,603
Bonds				
U.S. Governments	-	-	-	-
Industrial and Misc	-	52,339	1,486,106	1,538,445
Hybrid Securities	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Bonds	-	52,339	1,486,106	1,538,445
Common Stock				
Industrial and Misc	-	38,087,069	-	38,087,069
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Common Stocks	-	38,087,069	-	38,087,069
Derivative assets				
Interest rate contracts	-	-	-	-
Equity put options	-	2,821,536	-	2,821,536
Credit contracts	-	-	-	-
Futures contracts	310,225	-	-	310,225
Commodity forward contracts	-	-	-	-
Total Derivatives	310,225	2,821,536	-	3,131,761
Separate account assets	18,394,288,720	-	-	18,394,288,720
Total assets at fair value	\$ 18,696,168,027	\$ 179,850,807	\$ 1,486,106	\$ 18,877,504,940
b. Liabilities at fair value				
Derivative liabilities	\$ 14,003,740	\$ -	\$ -	\$ 14,003,740
Total liabilities at fair value	\$ 14,003,740	\$ -	\$ -	\$ 14,003,740

NOTES TO FINANCIAL STATEMENTS

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

	Balance at 1/1/2013	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Balance at 12/31/2013
a. Assets:										
Loan-Backed and Structured Securities	\$ 3,829,124	\$ -	\$ (3,641,750)	\$ -	\$ 122,842	\$ -	\$ -	\$ -	\$ (122,842)	\$ 187,374
Residential Mortgage- Backed Securities	-	-	-	-	-	-	-	-	-	-
Commercial Mortgage- Backed Securities	-	-	-	-	-	-	-	-	-	-
Private Placements	1,176,496	1,200,000	(1,200,000)	300,933	(85,580)	-	-	-	(93,117)	1,298,732
Derivative	-	-	-	-	-	-	-	-	-	-
Credit Contracts	-	-	-	-	-	-	-	-	-	-
Other Fund Investments	-	-	-	-	-	-	-	-	-	-
Hedge Fund High-Yield										
Dept. Securities	-	-	-	-	-	-	-	-	-	-
Private Equity	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 5,005,620	\$ 1,200,000	\$ (4,841,750)	\$ 300,933	\$ 37,262	\$ -	\$ -	\$ -	\$ (215,959)	\$ 1,486,106
b. Liabilities										
Total Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Transfers into level 3 were due to NAIC 6 rated bonds (lower of cost or fair value) with amortized cost exceeding fair value. Transfers out of level 3 were due to rating upgrades from NAIC 6 (lower of cost or fair value) to NAIC 5 (statement value of amortized cost) or NAIC 6 where fair value exceeds amortized cost.

As of December 31, 2013, the reported fair value of the reporting entity's investments in Level 3, NAIC 6, securities was \$1,486,106. The loan-backed security is a subordinate tranche in a securitization trust with a coupon rate of 8.16% and maturity of 1 year. The underlying loans for this security are franchise/equipment loans originated in 2000. The private placement securities have a weighted-average coupon rate of 8.4% and weighted-average maturity of 3 years. All of these securities are below investment grade. To measure the fair value the Company either used an independent pricing service that uses independent broker quotations from market makers and other broker/dealers recognized to be market participants which utilize inputs that may be difficult to corroborate with observable market data and may be nonbinding quotes or were priced by the Company as the securities are illiquid and no price available. Therefore, the Company has classified these fair values within Level 3.

B. Other Fair Value disclosures – NONE

C. Fair Values for all Financial Instruments

(1) Type of Financial Instrument	(2) Aggregate Fair Value	(3) Admitted Assets	(4) Level 1	(5) Level 2	(6) Level 3	(7) Not Practicable (Carry Value)
Bonds	4,750,921,670	4,543,335,693	-	4,749,435,564	1,486,106	-
Common stock non-affiliate	38,087,069	38,087,069	-	38,087,069	-	-
Preferred stock	20,347,715	25,032,037	-	20,347,715	-	-
Mortgage loans	841,453,062	844,874,399	-	-	841,453,062	-
Derivatives- equity put options	2,821,536	2,821,536	-	2,821,536	-	-
Derivatives- futures contracts	310,225	310,225	310,225	-	-	-
Derivatives- futures contracts	(14,003,740)	-	(14,003,740)	-	-	-

D. Not Practicable to Estimate Fair Values - NONE

21. Other Items

A. Extraordinary Items – NONE

B. Troubled Debt Restructuring – NONE

NOTES TO FINANCIAL STATEMENTS

C. Other Disclosures

(1) The Company's GMIB and GMDB riders issued prior to April 1, 2008 are reinsured with a non-affiliated reinsurer up to a certain level of coverage. The Company has reinsurance agreements in place with an affiliate for reinsurance coverage on the amounts in excess of the underlying non-affiliated reinsurance. The reinsurance agreements with our affiliate provide for a combined \$135 million deductible that must be covered by the Company before coverage is provided by this affiliate. The Company's exposure related to GMIB and GMDB riders issued prior to April 1, 2008 is limited to the amount of this deductible since reinsurance coverage is either provided by the non-affiliated reinsurer or by the affiliated reinsurer once the deductible amount has been exceeded.

In order to provide for this deductible, the Company voluntarily established a reserve. The Company used the AG43 stochastic computation (CTE98) for this deductible portion.

The Company recognized the voluntary reserve as the difference between the stochastic CTE98 reserve for the deductible less the implicit reserve for the deductible in the reported reserve prior to adding the CTE98 reserve for the deductible. As of December 31, 2013, the implicit reserve for the deductible was \$0 under the standard scenario reserve prior to the Company increasing the deductible reserve to \$99,535,094 as of December 31, 2013 over \$94,741,543 as of December 31, 2012 using CTE98. The voluntary reserve was initially set up at December 31, 2011 with a balance of \$93,158,097, which was recorded as a direct reduction to unassigned surplus. The reserve increase of \$4,793,551 during 2013 was recorded as a reduction to surplus. Since the change in reserve amount cannot be determined for the next three years, no deferred tax benefit was admitted.

(2) The table below provides additional detail and information regarding our annuity withdrawal characteristics which are briefly presented in note 32.

Statement of Annuity Withdrawal Characteristics	Amount	Ceded	Net	% of Total
A. Subject to discretionary withdrawal				
-with adjustment				
(1) -with market value adjustment	\$ 508,366,242	\$ -	\$ 508,366,242	2.4%
(2) -at book value less surrender charge				
Surrender charge >=9%	3,242,497	-	3,242,497	0.0%
Surrender charge >=8% but <9%	31,365,739	-	31,365,739	0.1%
Surrender charge >=7% but <8%	63,107,449	-	63,107,449	0.3%
Surrender charge >=6% but <7%	81,139,121	-	81,139,121	0.4%
Surrender charge >=5% but <6%	169,408,134	-	169,408,134	0.8%
(3) At fair value**	18,087,475,877	-	18,087,475,877	85.1%
(4) Total with adjustment or at market value	18,944,105,058	-	18,944,105,058	89.1%
(5) Subject to discretionary withdrawal-without adjustment at book value (minimal or no charge)				
Surrender charge >=4% but <5%	9,781,991	-	9,781,991	0.0%
Surrender charge >=3% but <4%	373,540,134	-	373,540,134	1.8%
Surrender charge >=2% but <3%	33,936,158	-	33,936,158	0.2%
Surrender charge >=1% but <2%	14,338,230	-	14,338,230	0.1%
Surrender charge >=0%	2,046,014,617	470,665,691	1,575,348,926	7.4%
Total at book value	2,477,611,130	470,665,691	2,006,945,439	9.4%
B. Not subject to discretionary withdrawal	973,862,768	667,878,537	305,984,231	1.4%
C. Total annuity actuarial reserves and deposit fund liabilities (gross)	22,395,578,957			
D Less: reinsurance		1,138,544,228		
E. Total annuity actuarial reserves and deposit fund liabilities (net)*			21,257,034,729	100.0%
* Reconciliation of total annuity actuarial reserves and deposit fund liabilities				
F. Statutory Statement Values				
(1) Exhibit 5, Annuities Section, Totals (net)	3,699,738,190	1,138,544,228	2,561,193,962	
(2) Exhibit 5, Supplementary Contracts, Totals (net)	3,512,838	-	3,512,838	
(3) Exhibit of Deposit Type Contracts Column 1, Line 14	569,533,331	-	569,533,331	
(4) Subtotal	4,272,784,359	1,138,544,228	3,134,240,131	

Separate Accounts Annual Statement

(5) Exhibit 3, Line 0299999, Column 2	18,122,794,598	-	18,122,794,598
(6) Exhibit 3, Line 0399999, Column 2	-	-	-
(7) Policyholder Coupon & Div. Accum.	-	-	-
(8) Policyholder Premiums	-	-	-
(9) Guaranteed Interest Contracts	-	-	-
(10) Other contract deposit funds	-	-	-
(11) Subtotal	18,122,794,598	-	18,122,794,598
(12) Combined Total	\$ 22,395,578,957	\$ 1,138,544,228	\$ 21,257,034,729

** Includes \$18,087,475,877 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

NOTES TO FINANCIAL STATEMENTS

General Interrogatory 24.3

The Company participates in an indemnified securities lending program administered by US Bank in which certain securities are made available for lending. Cash collateral received from borrowers on the loaned securities is remitted to US Bank for investment in accordance with the Company’s Reinvestment guidelines. As of December 31, 2013, the Company had \$110,858,154 on loan and \$118,711,341 in collateral.

D. Business Interruption Insurance Recoveries – NONE

E. State Transferable and Non-transferable Tax Credits

(1) Carrying value of transferable state tax credits gross of any related tax liabilities and total unused transferable state tax credits by state tax credits by state and in total.

(1)	(2)	(3)	(4)
Description of State Transferable and Non-transferable Tax Credits	State	Carrying Value	Unused Amount
Premium Tax Credits Guaranty Funds	Colorado	\$ 365	\$ 365
Premium Tax Credits Guaranty Funds	Connecticut	41,659	41,659
Premium Tax Credits Guaranty Funds	Delaware	2,216	2,216
Premium Tax Credits Guaranty Funds	Dist. Columbia	204	204
Premium Tax Credits Guaranty Funds	Florida	1,131	1,131
Premium Tax Credits Guaranty Funds	Georgia	2,988	2,988
Premium Tax Credits Guaranty Funds	Idaho	12	12
Premium Tax Credits Guaranty Funds	Indiana	2,303	2,303
Premium Tax Credits Guaranty Funds	Iowa	23,033	23,033
Premium Tax Credits Guaranty Funds	Kansas	11,894	11,894
Premium Tax Credits Guaranty Funds	Kentucky	16,043	16,043
Premium Tax Credits Guaranty Funds	Maine	3,267	3,267
Premium Tax Credits Guaranty Funds	Massachusetts	45	45
Premium Tax Credits Guaranty Funds	Michigan	32,173	32,173
Premium Tax Credits Guaranty Funds	Missouri	17,240	17,240
Premium Tax Credits Guaranty Funds	New Hampshire	10,317	10,317
Premium Tax Credits Guaranty Funds	New Jersey	118,861	118,861
Premium Tax Credits Guaranty Funds	No. Carolina	122,542	122,542
Premium Tax Credits Guaranty Funds	Oklahoma	1,213	1,213
Premium Tax Credits Guaranty Funds	Pennsylvania	200	200
Premium Tax Credits Guaranty Funds	Rhode Island	3,696	3,696
Premium Tax Credits Guaranty Funds	So. Carolina	5,157	5,157
Premium Tax Credits Guaranty Funds	So. Dakota	3,188	3,188
Premium Tax Credits Guaranty Funds	Tennessee	224	224
Premium Tax Credits Guaranty Funds	Texas	71,840	71,840
Premium Tax Credits Guaranty Funds	Utah	1,321	1,321
Premium Tax Credits Guaranty Funds	Vermont	2,208	2,208
Premium Tax Credits Guaranty Funds	Virginia	7,152	7,152
Premium Tax Credits Guaranty Funds	Washington	12,346	12,346
Premium Tax Credits Guaranty Funds	Wisconsin	334	334
Premium Tax Credits Guaranty Funds	Wyoming	770	770
Total		\$ 515,940	\$ 515,940

(2) Method of Estimating Utilization of Remaining Transferable and Non-transferable State Tax Credits

The Company has no transferable state tax credits on December 31, 2013. The Company estimated the utilization of its remaining non-transferable state tax credits by projecting future premium tax liabilities based on current premiums, credits and tax rates in future years and comparing the projected tax liabilities against the remaining non-transferable state tax credits.

NOTES TO FINANCIAL STATEMENTS

(3) Impairment Loss

The Company does not have any impairment losses related to the write down of non-transferable state tax credits.

(4) State Tax Credits Admitted and Nonadmitted

	Total Admitted	Total Nonadmitted
a. Transferable	\$ -	\$ -
b. Non-transferable	\$ 515,940	\$ -

F. Subprime Mortgage Related Risk Exposure

- (1) The Company has investments in residential mortgage-backed securities whose underlying collateral includes a significant component of subprime mortgage exposure. Subprime mortgage pools include mortgage loans that have characteristics such as high loan-to-value ratios on the underlying loans, borrowers with low credit ratings (FICO scores), loans with limited documentation of the borrowers' income, assets or debt, loans with monthly payments that start with low monthly payments based on a fixed introductory rate that expires after a short initial period and then adjusts significantly higher thereafter, and loans that are interest-only or negative amortization loans.

The exposure to subprime mortgage securities is monitored on a periodic basis with regard to market price versus book value, changes in credit ratings and changes in underlying credit support. The Company's exposure to subprime risk has been mitigated by limiting overall exposure to this asset class, and by having a portfolio that is composed primarily of older-vintage, senior tranches of subprime residential mortgage-backed securities.

Management utilized external vendor prices to determine fair value of the securities with significant subprime mortgage exposure. If at some point external vendor prices are not available, broker quotations will be used to determine fair value.

- (2) The Company had no direct exposure through investments in subprime mortgage loans.

- (3) Direct exposure through other investments:

	1 Actual Cost	2 Book/Adjusted Carrying Value (excluding interest)	3 Fair Value	4 Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	\$ 74,613,838	\$ 75,497,562	\$ 77,232,759	\$ 387,192
b. Commercial mortgage backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investment in SCAs*	-	-	-	-
f. Other assets	-	-	-	-
g. Total	<u>\$ 74,613,838</u>	<u>\$ 75,497,562</u>	<u>\$ 77,232,759</u>	<u>\$ 387,192</u>

* The Company does not have any subsidiary companies.

- (4) The Company had no underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Retained Assets

To settle life insurance death benefit proceeds in excess of \$7,500, the Company uses a Retained Asset Account (RAA) program whereby the beneficiary(ies) receive a checkbook, allowing the beneficiaries to have immediate access to the proceeds. This is the default method for satisfying life insurance claims. If left in the retained asset account, the funds earn interest at the rate of the "Money market, annual yield" rate as listed in the "Bonds, Rates & Yields" section of the Wall Street Journal on the last business day of the previous month. Interest is compounded daily and posted to accounts monthly. The only fees assessed against the RAAs are a \$15 stopped check fee and a \$10 insufficient funds fee. The interest rates credited during calendar year 2013 are as follows:

(1)		
	January	0.51%
	February	0.50%
	March	0.48%
	April	0.50%
	May	0.47%
	June	0.47%
	July	0.45%
	August	0.42%
	September	0.44%
	October	0.42%
	November	0.42%
	December	0.42%

The liability for RAAs is reflected on page 3, line 17, "Amounts withheld or retained by company as agent or trustee."

NOTES TO FINANCIAL STATEMENTS

(2)

	In Force			
	As of December 31, 2013		As of December 31, 2012	
	(a)	(b)	(a)	(b)
	Number	Balance	Number	Balance
Up to and including 12 Months	176	\$16,446,155	186	\$14,745,751
13 to 24 Months	110	7,716,018	316	20,548,896
25 to 37 Months	115	10,788,521	121	5,263,090
37 to 48 Months	132	5,607,714	101	2,576,954
49 to 60 Months	93	3,256,391	55	1,873,729
Over 60 Months	497	12,057,668	428	9,145,583
Total	1,123	\$55,872,467	1,207	\$54,154,003

	Individual		Group	
	(1)	(2)	(3)	(4)
	Number	Balance/Amount	Number	Balance/Amount
Retained Asset Accounts at the Beginning of the Year	1,207	\$54,154,003	0	\$0
Issued/Added	328	\$42,704,334	0	\$0
Investment Earnings Credited to Retained Asset Accounts	N/A	\$251,687	N/A	\$0
Fees and Other Charges Assessed to Retained Asset Accounts	N/A	\$80	N/A	\$0
Transferred to State Unclaimed Property Funds	0	\$0	0	\$0
Accounts Closed/Withdrawn	412	\$41,237,476	0	\$0
Retained Asset Accounts at the End of the Year	1,123	\$55,872,467	0	\$0

22. Events Subsequent - NONE

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?

Yes () No (X) If yes, give full details.

(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) which 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) If yes, give full details.

Section 2 - Ceded Reinsurance Report - Part A

(1) Does the Company have any reinsurance agreements in effect under which the insurer 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 reduction of liability, for these agreements in this statement? \$ _____

NOTES TO FINANCIAL STATEMENTS

(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 which, 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) If yes, give full details.

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 or anticipated experience of the business reinsured in making this estimate. \$0

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes (X) No ()

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$0

(4) Uncollectible Reinsurance

The Company has not written off any reinsurance balances in the current year.

(5) Commutation of Reinsurance Reflected in Income and Expenses.

The company has not reported in its operations in the current year any commutation of reinsurance with other companies.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination – NONE

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves and Loss Adjustment Expenses as of December 31, 2012 were \$62,293,450. As of December 31, 2013, \$8,945,038 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves and Loss Adjustment Expenses remaining for prior years are now \$57,845,177. The decrease is generally the result of the natural progression of a block of disability income claims and the increase or decrease in original estimates as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements - NONE

27. Structured Settlements – NONE

28. Health Care Receivables – Not Applicable

29. Participating Policies

For the reporting period ended December 31, 2013, direct premiums earned under individual life participating policies were \$329,732,906 or 65.9% of total individual life premiums earned. Direct premiums earned under individual accident and health participating policies were \$15,048,000 or 99.9% of total individual accident and health premiums earned. The Company has no group life or group accident and health participating policies. The Company accounts for its policyholder dividends based upon the dividend scale in effect at the time the dividend is paid. The Company paid dividends in the amount of \$50,637,424 to policyholders and did not allocate any additional income to such policyholders.

30. Premium Deficiency Reserves – NONE

31. Reserves for Life Contracts and Deposit-type Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premiums beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- (2) On current issues, reserves on substandard policies are standard mortality table reserves plus one-half the modal charge for extra mortality during the premium paying period.
- (3) As of December 31, 2013, the Company had \$2,359,439,119 of Individual Life 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.
- (4) The tabular interest, tabular less actual reserve released and tabular cost, have all been determined from the basic data for the calculation of policy reserves and the actual reserves released.

a. Tabular Interest: Involving Life Contingencies
For deferred annuities we use the interest that is credited to the account value.

NOTES TO FINANCIAL STATEMENTS

For immediate pay-out annuities (on a seriatim basis) the valuation interest rate is applied to the beginning reserve. For new contracts, interest from the date of issue to the valuation date is calculated using an effective interest rate calculation. Interest is subtracted for interest on each benefit payment from its effective date to the valuation date.

- b. Tabular Cost and Tabular less Actual Reserves

Releases have been determined by formula as specified in the instructions given T-A+I and I.

- (5) Tabular interest on funds not involving life contingencies:
- a. Tabular interest on immediate cases not involving life contingencies is calculated by applying (on a seriatim basis) the valuation interest rate to the beginning reserve and for new contracts we calculate interest from the date of issue to the valuation date using an effective interest rate calculation. We subtract interest for each benefit payment from its effective date to the valuation date.
- (6) Other changes consist of the increase in the differences between statutory reserves for deferred annuities and their account value.

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

Statement of Annuity Withdrawal Characteristics

	Amount	% of Total
A. Subject to discretionary withdrawal - with adjustment		
(1) - with market value adjustment	\$ 508,366,242	2.3%
(2) - at book value less surrender charge	348,262,940	1.6%
(3) At fair value**	18,087,475,877	80.8%
(4) Total with adjustment or at mkt value	18,944,105,058	84.6%
(5) Subject to discretionary withdrawal - without adjustment at book value (minimal or no charge)	2,477,611,130	11.1%
B. Not subject to discretionary withdrawal	973,862,768	4.3%
C. Total annuity actuarial reserves and deposit fund liabilities (gross)	22,395,578,957	100.0%
D. Less: reinsurance	1,138,544,228	
E. Total annuity actuarial reserves and deposit fund liabilities (net)*	\$ 21,257,034,729	
* Surrender charge >=5%		
* Reconciliation of total annuity actuarial reserves and deposit fund liabilities		
F. Statutory Statement Values		
(1) Exhibit 5, Annuities Section, Totals (net)	\$ 2,561,193,962	
(2) Exhibit 5, Supplementary Contracts, Totals (net)	3,512,838	
(3) Exhibit of Deposit Type Con, Column 1, Line 14	569,533,331	
(4) Subtotal	3,134,240,131	

Separate Accounts Annual Statement

(5) Exhibit 3, Line 02999999, Column 2	18,122,794,598.0
(6) Exhibit 3, Line 03999999, Column 2	-
(7) Policyholder Coupon & Div Accums	-
(8) Policyholder Premiums	-
(9) Guaranteed Interest Contracts	-
(10) Other contract deposit funds	-
(11) Subtotal	18,122,794,598
(12) Combined Total	\$ 21,257,034,729

** Includes \$18,087,475,877 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

G. FHLB (Federal Home Loan Bank) Agreements

- (2) The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, and by purchasing FHLB stock, the Company can enter into deposit contracts. The Company had outstanding deposit contracts of \$150,000,000 and \$175,000,000 as of December 31, 2013 and December 31, 2012, respectively. The table below indicates the amount of FHLB of Cincinnati stock purchased, collateral pledged, and additional funding capacity available related to the agreement with FHLB of Cincinnati.

	(1) Current Year	(2) Prior Year
(2) FHLB stock purchased/owned as part of the agreement	\$ 36,552,300	\$ 36,552,300
(3) Collateral pledged to the FHLB	\$ 201,814,938	\$ 36,969,676
(4) Funding capacity currently available	\$ 427,615,000	\$ 402,615,000

Total reserves related to the FHLB deposit contracts were \$142,805,265 and \$160,982,517 as of December 31, 2013 and December 31, 2012, respectively. Deposit contracts and related assets are accounted for in the Company's general account.

NOTES TO FINANCIAL STATEMENTS

33. Premium and Annuity Considerations Deferred and Uncollected

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

	Gross	Net of Loading
Ordinary New Business	\$ 9,005,339	\$ 2,549,156
Ordinary Renewal	51,802,592	40,298,729
TOTAL	<u>\$ 60,807,931</u>	<u>\$ 42,847,885</u>

34. Separate Accounts

A. Separate Account Activity:

- (1) The Company utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. For the current reporting year, the Company reported assets and liabilities from the following products lines/transactions into a separate account:

Variable Individual Annuities

Variable Group Annuities

Variable Immediate Annuities

In accordance with the state of Ohio procedures on approving items within the separate account, the separate account classification of the products are supported by the Ohio statute 3907.15.

- (2) In accordance with the products/transactions recorded within the separate account, some assets are considered legally insulated whereas others are not legally insulated from the general ledger account. (The legal insulation of the separate account assets prevents from being generally available to satisfy claims resulting from the general account.)

As of December 31, 2013 and 2012, the Company separate account statement included legally insulated assets of \$18,394,288,720 and \$14,816,672,037, respectively.

The assets legally insulated from the general account as of December 31, 2013 are attributed to the following products:

Products	Legally Insulated Assets	S/A Assets (Not Legally Insulated)
Variable Individual Annuities	\$ 17,550,168,788	\$ -
Variable Group Annuities	808,811,156	-
Variable Immediate Annuities	35,308,776	-
Totals	<u>\$ 18,394,288,720</u>	<u>\$ -</u>

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

As of December 31, 2013, the general account of the Company had a maximum guarantee for separate account liabilities of \$1,502,322,666.

To compensate the general account for the risk taken, the separate account has paid risk charges as follows for the past five (5) years:

(a) 2013	\$ 163,401,615
(b) 2012	127,514,695
(c) 2011	108,745,400
(d) 2010	89,354,434
(e) 2009	XXX

As of December 31, 2013, the general account of the Company had paid \$10,997,761 towards separate account guarantees.

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

NOTES TO FINANCIAL STATEMENTS

B. General Nature and Characteristics of Separate Accounts Business

Most separate and variable accounts held by the Company relate to individual variable annuities of a nonguaranteed return nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These variable annuities generally provide an incidental death benefit of the greater of account value or minimum guaranteed death benefit.

In 1998 the company began offering a product with a minimum guaranteed death benefit that is adjusted every three years to the account value adjusted for withdrawals on a pro-rata basis. The company also began offering a product with a minimum guaranteed death benefit that is adjusted every six years to the account value adjusted for withdrawals on a pro-rata basis. The final new product the Company introduced in 1998 had a minimum guaranteed death benefit equal to premiums paid less withdrawals. Also in 1998 two death benefit riders were made available for these policies. The first is a one-year ratchet minimum death benefit that provides for a one-year adjustment to the current account value. The second is an increasing minimum death benefit of 6% per year with a cap at twice the purchase amount less any withdrawals (pro-rata) prior to death; the increasing percentage switches to 0% after age 80. In 1999 the Company began selling an annuity product with a minimum guaranteed death benefit that is adjusted every eight years to the current account value adjusted for withdrawals on a pro-rata basis. In 2001 the Company began selling a product with a minimum guaranteed death benefit equal to premiums paid less withdrawals. In 2004, a rider was made available that replaced the 1998 increasing death benefit rider; the 2004 rider is identical to the 1998 version with the following change: the first 6% of withdrawals are treated on a dollar-for-dollar basis, and further withdrawals are adjusted on a pro-rata basis. In 2005 two additional riders were made available. The first rider is a one-year ratchet rider identical to the 1998 version with the following changes: (1) the benefit can increase to age 85 instead of age 80 and (2) the cap is eliminated. The second rider is an increasing minimum death benefit rider identical to the 2004 version with the following changes: (1) the increasing percentage remains at 6.0% to age 85 instead of age 80 and (2) the cap is eliminated. In 2006, three new guaranteed minimum death benefit (GMDB) riders were introduced. The first rider replaced the 2004 version and the second replaced the 2005 version. The benefits of these two riders are the same as the ones they replaced; the only changes were to contract language. The third rider is an annual reset death benefit rider. This rider must be purchased in conjunction with the guaranteed minimum income benefit (GMIB) annual reset rider (see description two paragraphs below). The policyholder has the option each year to reset their death benefit amount to the GMIB amount. The assets and liabilities of these accounts are carried at market. In 2009, five new guaranteed minimum death benefit (GMDB) riders were introduced. The first rider, issued January through May, replaced the 2006 version of the annual reset death benefit rider; the benefit of the rider was the same as the 2006 version but the rider charge was increased. A second version of the annual reset death benefit rider was rolled out in May of 2009 and replaced the January 2009 version. Its benefit was the same as the January 2009 version but the rider charge was increased. The final three riders were issued starting in May of 2009 and replaced the 2006 versions of the rollup death benefit riders as well as the 2005 version of the annual ratchet death benefit rider; the benefits were the same but the rider charges were increased.

In 2011, the Company began selling new death benefit riders in conjunction with the new GLWB riders. They were called Premium Protection and Premium Protection Plus. There was a single-life version and a joint-life version of these riders.

In 2001, the Company began selling enhanced benefits riders. These provide for an additional death benefit to that provided in the contract of at least half the basis in the contract, up to 40% of contract value, determined before calculating any minimum death benefits provided by the underlying contract or any other riders (other than this rider), minus the basis in the contract. At no time will the additional death benefit exceed \$1 million.

In 2002 the Company began selling a guaranteed minimum income benefit (GMIB) rider. This rider, which is issued through age 80, provides for a guaranteed minimum fixed income in the form of a monthly annuity. The monthly income is determined by applying a guaranteed income base to the annuity tables in the rider. The guaranteed income base is the greater of (a) the premiums increased at 6% per year (4% for rider issue ages 76-80) until age 85, with adjustment for withdrawals on a pro-rata basis or (b) the highest contract anniversary value prior to age 80. The amount for (b) during a period between contract anniversaries is determined by increasing the previous anniversary value by additional premiums and adjusting it, on a pro-rata basis, for withdrawals. In 2004, a guaranteed minimum income benefit rider replaced the 2002 version. The 2004 rider is identical to the 2002 version with the following change: the first 6% of withdrawals are treated on a dollar-for-dollar basis; further withdrawals are adjusted on a pro-rata basis. In 2006, two riders replaced the 2004 version. They are identical to the 2004 version with the following modifications: the first has an optional annual reset provision and must be issued in conjunction with the annual reset death benefit rider; the second has an optional five year reset provision. In 2009, five new GMIB riders were issued. The first four versions of the riders were issued from January 2009 through May of 2009 and replaced the 2006 versions. The 2006 versions had no investment restrictions whereas two of the new versions of the riders had no investment restrictions and two of the new versions of the riders had investment restrictions. The riders with no investment restrictions had the same benefits as the 2006 versions; the only difference was a higher rider charge. The riders with investment restrictions had lower rider charges than the versions without investment restrictions but were the same in every other way. The May 2009 version of the GMIB rider replaced the four versions offered in January of 2009. It was an annual reset rider with investment restrictions; it was similar to the January 2009 version of the annual reset rider with investment restrictions, but had a higher rider charge. In January of 2010, a revised GMIB reserve replaced the May 2009 version. This rider was similar to the May 2009 version, but with lower guaranteed purchase rates. The Company discounted the sale of its GMIB rider in May of 2010. In addition, the Company assumed an additional GMIB reserve in a 100% coinsurance agreement with NSLAC.

In 2003, the Company began selling a guaranteed minimum account benefit (GMAB) rider that guarantees that the account value on the tenth anniversary will not be less than the remaining initial premium. In 2004 the company began selling two versions of a guaranteed minimum withdrawal benefit (GMWB) rider that guarantees in the case of one version 7%, and in the alternate version 8%, withdrawals of the premium per year for 10 years and at the tenth anniversary the account value will not be less than the remaining premium. In 2009, the Company began selling a GMAB rider that replaced the 2003 version; it provided the same benefit but had a higher rider charge. The Company discontinued the sale of its GMWB rider in 2009.

NOTES TO FINANCIAL STATEMENTS

In 2010, the Company began selling a guaranteed lifetime withdrawal benefit (GLWB) rider that allows the owner to take withdrawals from the contract at a guaranteed percentage of the GLWB base every year. Such guaranteed withdrawals, which begin at 4%, may start anytime after the annuitant reaches age 59 ½. The guaranteed withdrawal percentage increases if the annuitant attains a higher age band before the owner starts taking withdrawals. Initially, the GLWB base is set at the amount of the purchase payments. It is increased by the amount of any future renewal payments. It also increases (“rolls up”) by eight percent simple interest every year for the first ten years, as long as no withdrawal is made. In addition to the roll-up feature, the GLWB rider also provides for a one-time top off of the GLWB base at the end of the tenth contract year if the owner has not made any withdrawals in the first ten years. The top off is equal to two hundred percent of the first-year purchase payments. This rider also includes a built-in death benefit that goes down dollar-for-dollar for withdrawals. In 2011, the Company introduced new versions of the GLWB riders—both single-life and joint-life versions. The only main difference between the 2010 and 2011 riders was that the 2011 versions had higher rider charges. In some versions of the GLWB riders sold in 2013 and later, there is a guaranteed minimum percentage withdrawal for the first 15 years of the contract; when the policyholder’s account value goes to zero subsequent to the 15-year guarantee period, the percentage withdrawal amount is then calculated per a specified formula based on the 10 year Treasury rate from the preceding 90 calendar days, with the calculated treasury-linked rate subject to a specified cap and floor.

Effective December 31, 2009, the Company adopted Actuarial Guideline 43 CARVM for Variable Annuities (AG43). AG43 interprets the standards for the valuation of reserves for variable annuity and other contracts involving certain guaranteed benefits similar to those offered with variable annuities. The guideline applies the principles of asset adequacy analysis directly to the risks associated with these products and guarantees. AG43 includes a provision which allows the Company to request a three year grade-in period from the Domiciliary Commissioner. The Company requested permission to use the three year grade-in period from the Ohio Department of Insurance. This request was approved.

AG43 is a holistic reserve methodology; thus rider benefit reserves are not determined separately from the base reserve; rather the reserve is determined on the policy as a whole. Therefore, in the absence of NAIC presentation guidance, the AG43 reserve can be shown in several acceptable ways in the annual statement. The Company decided to report the AG43 reserve in the general account annual statement as an amount in excess of the Basic Reserve (AG33). The AG43 reserve in excess of the Basic (AG33) reserve (gross) of \$589,452,259 is held in Exhibit 5, Annuity Reserves section, of the Company’s general account annual statement as AG43 Reserve. There is a ceded reserve of \$667,878,537 that is held in Exhibit 5, Annuity Reserves Section, of the Company’s general account annual statement as a component of Reinsurance Ceded. The presentation methodology makes it appear as though the direct reserve held is less than the reinsurance ceded; this is a result of the Basic Adjusted Reserve in AG43 being less than the Basic Reserve (AG33) since the Basic Adjusted Reserve is determined as the Basic Reserve (AG33) ignoring the free partial withdrawal path.

Certain other separate accounts relate to group annuity contracts that fund defined contribution pension plans of a non-guaranteed nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These group variable annuities generally provide no guaranteed death benefits of any kind.

Separate Accounts with Guarantees	Nonguaranteed Separate Accounts	Total
(1) Premiums, considerations or deposits for year ended 2013		
Reserves as of 12/31/2013	\$ 1,949,964,486	\$ 1,949,964,486
(2) For accounts with assets at		
a. Market Value	17,873,315,563	17,873,315,563
b. Amortized Cost	249,479,035	249,479,035
c. Total Reserves	<u>\$ 18,122,794,598</u>	<u>\$ 18,122,794,598</u>
(3) By withdrawal characteristics		
a. Subject to discretionary withdrawal	\$ -	\$ -
b. With MV adjustment	-	-
c. At book value wo MV adj and w current surr chg of more than 5%	-	-
d. At market value	18,087,475,878	18,087,475,878
e. At book value wo MV adj and w current surr chg of lest than 5%	-	-
f. Subtotal	<u>18,087,475,878</u>	<u>18,087,475,878</u>
g. Not subject to discretionary withdrawal	<u>35,318,720</u>	<u>35,318,720</u>
h. Total	<u>\$ 18,122,794,598</u>	<u>\$ 18,122,794,598</u>
(4) Reserves for Asset Default Risk in Lieu of AVR		
(5) Transfers as reported in the Summary of Operations of the Sep Accts Stmt		
* Line 2(c) should equal Line 3(h)		
C. Reconciliation of Net Transfers to or (From) Separate Accounts		
(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:		
a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ 1,950,052,405	
b. Transfers from Separate Accounts (Page 4, Line 10)	600,402,275	
c. Net transfers to (from) Separate Accounts (a) - (b)		\$ 1,349,650,130
(2) Reconciling Adjustments		
a. Processing Income		(87,918)
b. Other Net		-
(3) Transfers as reported in the Summary of Operations of the Life Accident & Health Annual Statement +(2)=(Page 4, Line26)		<u>\$ 1,349,562,212</u>

NOTES TO FINANCIAL STATEMENTS

35. Loss / Claim Adjustment Expenses

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2012 and December 31, 2013 was \$1,242,787 and \$1,235,258, respectively.

The company incurred \$80,421 and paid \$72,892 of claim adjustment expenses in the current year, of which \$68,146 of the paid amount was attributable to insured or covered events of prior years. The company did not increase or decrease the provision for insured events of prior years.

The company does not have any provision for salvage or subrogation.

OHIO NATIONAL LIFE INSURANCE COMPANY
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.

12/31/2010

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.

12/31/2010

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).

03/01/2012

3.4

By what department or departments?
Ohio Department of Insurance

3.5

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

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

3.6

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

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

4.1

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

4.11

sales of new business?

Yes [] No [X]

4.12

renewals?

Yes [] No [X]

4.2

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

4.21

sales of new business?

Yes [] No [X]

4.22

renewals?

Yes [] No [X]

5.1

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

Yes [] No [X]

5.2

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

1	2	3
Name of Entity	NAIC Co. 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

.....0.000 %

7.22

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

1	2
Nationality	Type of Entity

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 [X] No []

8.4

If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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
Ohio National Equities, Inc	Cincinnati, OH				YES
The ON Equity Sales Company	Cincinnati, OH				YES
Suffolk Capital Mgmt LLC	New York, NY				YES

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG - 191 West Nationwide Blvd., Suite 500 - Columbus, Ohio 43215

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:

PART 1 - COMMON INTERROGATORIES - FINANCIAL

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 [☒]

22.2

If answer is yes:

22.21

Amount paid as losses or risk adjustment

\$.....0

22.22

Amount paid as expenses

\$.....0

22.23

Other amounts paid

\$.....0

23.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [☒] No [☐]

23.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount.

\$.....9,578,609

PART 1 - COMMON INTERROGATORIES - 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 [☒] 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).

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 [☒] No [☐] N/A [☐]

24.05

If answer to 24.04 is yes, report amount of collateral for conforming programs.

\$.....118,711,341

24.06

If answer to 24.04 is no, report amount of collateral for other programs.

\$.....0

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 [☒] No [☐] N/A [☐]

24.08

Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?

Yes [☒] 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 [☒] No [☐] N/A [☐]

24.10

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

24.101

Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

\$.....118,711,341

24.102

Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

\$.....118,711,341

24.103

Total payable for securities lending reported on the liability page.

\$.....118,711,341

25.1

Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03)

Yes [☒] No [☐]

25.2

If yes, state the amount thereof at December 31 of the current year:

25.21

Subject to repurchase agreements

\$.....0

25.22

Subject to reverse repurchase agreements

\$.....74,397,188

25.23

Subject to dollar repurchase agreements

\$.....0

25.24

Subject to reverse dollar repurchase agreements

\$.....0

25.25

Pledged as collateral

\$.....201,814,938

25.26

Placed under option agreements

\$.....0

25.27

Letter stock or securities restricted as to sale

\$.....36,552,300

25.28

On deposit with state or other regulatory body

\$.....10,188,815

25.29

Other

\$.....0

25.3

For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
Only members and former members of FHLB may hold stock	FHLB Class B Capital Stock	36,552,300

26.1

Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [☒] No [☐]

26.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes [☐] No [☒] N/A [☐]

26.2

If no, attach a description with this statement.

27.1

Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes [☐] No [☒]

27.2

If yes, state the amount thereof at December 31 of the current year:

\$.....0

28.

Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [☒] No [☐]

28.01

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

1 Name of Custodian(s)	2 Custodian's Address

28.02

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

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

28.03

Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [☐] No [☒]

28.04

If yes, give full and complete information relating thereto:

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

28.05

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

1 Central Registration Depository Number(s)	2 Name	3 Address

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 [☒]

OHIO NATIONAL LIFE INSURANCE COMPANY

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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 the above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to 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.....	4,617,732,881	4,825,318,886	207,586,005
30.2 Preferred stocks.....	25,032,037	20,347,716	(4,684,321)
30.3 Totals.....	4,642,764,918	4,845,666,602	202,901,684

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

Merrill Lynch bond pricing through HUB Data, Bloomberg, and US Bancorp were used to obtain fair market value for public issues.

Private issues were priced using a matrix program based on quality spread over the final December 31, 2011 Treasury Bond rates.

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 [X] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D.

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

Yes [X] No []

32.2 If no, list exceptions:

PART 1 - COMMON INTERROGATORIES - OTHER

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

\$.....1,260,534

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	2
Name	Amount Paid
Standard & Poors	362,733

34.1 Amount of payments for legal expenses, if any?

\$.....2,909,565

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	2
Name	Amount Paid
Shernoff Bidart Echeverria Bentley LLP	1,750,000

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

\$.....33,206

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	2
Name	Amount Paid
Association of Ohio Life Insurance Companies	33,206

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

\$.....0

1.3

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

\$.....0

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.

\$.....0

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.....	.....0	.....0
2.2 Premium Denominator.....	2,830,632,899	3,259,840,984
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	2,158,477	1,965,772
2.5 Reserve Denominator.....	4,879,714,648	4,713,119,528
2.6 Reserve Ratio (2.4/2.5).....	.....0.0	.....0.0

3.1

Does this reporting entity have Separate Accounts?

Yes [X] No []

3.2

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

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

3.3

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

\$.....0

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 [X] No []

3.6

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

Yes [] No [X]

3.7

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

\$.....0

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

\$.....62,153,830

4.22

Received

\$.....21,645,440

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [X] No []

5.2

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

5.21

Page 3, Line 1

\$.....375,989,333

5.22

Page 4, Line 1

\$.....0

6.

For stock reporting entities only:

6.1

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

\$.....283,297,154

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash

\$.....668,000,000

7.12

Stock

\$.....0

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

8.1

Does the company reinsure any Workers' Compensation Carve-Out business defined as:
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.

Yes [] No [X]

8.2

If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement?

Yes [] No [X]

8.3

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

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

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 Col. (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, Col. 1 was assumed from pools?

\$.....0

9.1

Does the company have variable annuities with guaranteed benefits?

Yes [X] No []

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 Guaranteed Death Benefit	2 Guaranteed Living Benefit	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
	101133626	0	88851121	88,851,121		Exhibit 5	1	
	450440875	1	371792156	371,792,156		Exhibit 5	1	
	832210699	2	669158039	669,158,039		Exhibit 5	1	
	1684877577	3	1244396984	1,244,396,984		Exhibit 5	1	
	2216022796	4	1703312580	1,703,312,580		Exhibit 5	1	
	418093040	5	394941558	394,941,558		Exhibit 5	1	
	394074593	6	381132682	381,132,682		Exhibit 5	1	
	3425744539	7	3369223426	3,369,223,426		Exhibit 5	1	
	378222273	8	375342085	375,342,085		Exhibit 5	1	
	379512629	9	398542272	398,542,272		Exhibit 5	1	
	816189825	10	842908317	842,908,317		Exhibit 5	1	
	4548470	-	6953509	6,953,509		Exhibit 5	0	
	17022534	1	25730557	25,730,557		Exhibit 5	0	
	21347954	2	32277572	32,277,572		Exhibit 5	0	
	30359284	3	37192818	37,192,818		Exhibit 5	0	
	32018395	4	39037444	39,037,444		Exhibit 5	0	
	22906337	5	43037129	43,037,129		Exhibit 5	0	
	1024961600	6	1256243842	1,256,243,842		Exhibit 5	0.97	
	1539718719	7	1763709587	1,763,709,587		Exhibit 5	0.98	
	72486642	8	82249733	82,249,733		Exhibit 5	0.63	
	62969219	9	70067875	70,067,875		Exhibit 5	0.8	
	53142816	10	54889271	54,889,271		Exhibit 5	0.83	

10.

For reporting entities having sold annuities to another insurer when 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?

\$.....0

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
P&C Insurance Company and Location	Statement Value on Purchase Date of Annuities (i.e., Present Value) \$

11.1

Do you act as a custodian for health savings account?

Yes [] No [X]

11.2

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

\$.....0

11.3

Do you act as an administrator for health savings accounts?

Yes [] No [X]

11.4

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

\$.....0

OHIO NATIONAL LIFE INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.

Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 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).....	14,454,790	12,749,819	11,149,181	9,492,891	8,684,378
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....	71,129,648	52,223,860	39,776,512	22,800,133	25,140,642
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).....	9,826	12,007	14,708	16,142	17,468
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).....	85,594,264	64,985,686	50,940,401	32,309,166	33,842,488
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2).....	1,761,293	1,722,053	1,469,427	1,205,714	925,507
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....	205,458	99,876	77,167	69,855	81,509
10. Credit life (Line 2, Col. 6).....	0	0	0	0	0
11. Group (Line 2, Col. 9).....	0	0	0	0	0
12. Industrial (Line 2, Col. 2).....	0	0	0	0	0
13. Total (Line 2, Col. 10).....	1,966,751	1,821,929	1,546,594	1,275,569	1,007,016
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).....	500,190,206	428,620,783	314,119,039	268,565,719	220,337,301
15.2 Ordinary individual annuities (Line 20.4, Col. 4).....	2,150,213,835	2,677,886,323	1,499,313,044	1,420,578,350	2,510,107,301
16. Credit life (group and individual) (Line 20.4, Col. 5).....	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6).....	0	0	0	0	0
17.2 Group annuities (Line 20.4, Col. 7).....	169,164,338	141,627,418	122,920,349	134,448,460	137,333,959
18.1 A&H - group (Line 20.4, Col. 8).....	0	0	0	0	0
18.2 A&H - credit (group and individual) (Line 20.4, Col. 9).....	0	0	0	0	0
18.3 A&H - other (Line 20.4, Col. 10).....	11,064,520	11,706,459	12,084,947	12,563,690	14,541,924
19. Aggregate of all other lines of business (Line 20.4, Col. 11).....	0	0	0	0	0
20. Total.....	2,830,632,899	3,259,840,983	1,948,437,379	1,836,156,219	2,882,320,485
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)...	6,990,588,935	6,814,575,393	6,609,430,822	6,638,772,403	6,625,894,002
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....	5,987,844,748	5,766,259,821	5,706,914,848	5,778,794,442	5,815,498,292
23. Aggregate life reserves (Page 3, Line 1).....	4,884,881,239	4,713,504,185	4,529,366,373	4,430,281,066	4,573,758,621
24. Aggregate A&H reserves (Page 3, Line 2).....	81,902,923	84,190,035	88,209,279	91,282,202	90,807,333
25. Deposit-type contract funds (Page 3, Line 3).....	569,533,897	603,967,019	595,613,512	826,753,481	1,040,804,173
26. Asset valuation reserve (Page 3, Line 24.01).....	22,182,597	25,243,899	22,034,427	20,923,938	17,290,650
27. Capital (Page 3, Lines 29 & 30).....	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
28. Surplus (Page 3, Line 37).....	992,744,185	1,038,315,575	892,515,974	850,700,900	806,715,566
Cash Flow (Page 5)					
29. Net Cash from operations (Line 11).....	236,229,150	278,997,947	184,288,458	(8,473,559)	91,826,277
Risk-Based Capital Analysis					
30. Total adjusted capital.....	1,079,598,553	1,119,191,721	961,813,259	910,267,569	857,962,236
31. Authorized control level risk-based capital.....	86,877,516	87,972,116	86,006,104	90,474,706	101,014,420
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).....	68.7	65.0	64.9	67.7	67.7
33. Stocks (Lines 2.1 and 2.2).....	6.4	8.0	8.4	4.8	5.2
34. Mortgage loans on real estate (Lines 3.1 and 3.2).....	12.8	13.2	14.1	13.9	13.4
35. Real estate (Line 4.1, 4.2 and 4.3).....	0.4	0.1	0.1	0.1	0.1
36. Cash, cash equivalents and short-term investments (Line 5).....	4.9	5.8	5.5	5.3	10.0
37. Contract loans (Line 6).....	4.4	4.1	3.9	3.8	3.5
38. Derivatives (Line 7).....	0.0	0.2	0.2	0.2	XXX
39. Other invested assets (Line 8).....	0.6	1.7	0.0	0.0	0.0
40. Receivables for securities (Line 9).....	0.0	0.0	0.1	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10).....	1.8	2.0	2.8	4.2	XXX
42. Aggregate write-ins for invested assets (Line 11).....	0.0	0.0	0.0	0.0	0.2
43. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0

OHIO NATIONAL LIFE INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

(continued)

	1 2013	2 2012	3 2011	4 2010	5 2009
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12 Col. 1).....	0	0	4,937,350	4,891,102	4,848,041
45. Affiliated preferred stocks (Sch. D Summary, Line 18 Col. 1).....	0	0	0	0	0
46. Affiliated common stocks (Sch. D Summary, Line 24 Col. 1).....	358,164,870	464,265,912	492,636,141	270,334,104	300,617,080
47. Affiliated short-term investments (subtotal included in Sch. DA, Verif. Col. 5, Line 10).....	0	0	0	0	0
48. Affiliated mortgage loans on real estate	0	0	0	23,794,893	24,566,224
49. All other affiliated.....	0	0	0	0	0
50. Total of above Lines 44 to 49.....	358,164,870	464,265,912	497,573,491	299,020,099	330,031,345
51. Total investment in parent included in Lines 44 to 49 above.....	0	0	0	0	0
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	166,410,369	101,159,271	88,234,226	44,110,903	90,506,575
53. Total admitted assets (Page 2, Line 28, Col. 3).....	25,384,877,655	21,631,247,430	18,129,008,165	17,968,158,037	15,785,003,597
Investment Data					
54. Net investment income (Exhibit of Net Investment Income).....	322,053,802	332,818,491	339,547,834	350,962,881	365,440,270
55. Realized capital gains (losses) (Page 4, Line 34, Column 1).....	(40,521,978)	(37,917,614)	(2,688,556)	(20,336,004)	(59,780,513)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....	(107,664,669)	(37,600,148)	179,089,985	(30,517,425)	10,981,738
57. Total of above Lines 54, 55 and 56.....	173,867,155	257,300,729	515,949,263	300,109,452	316,641,495
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1 less Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11).....	1,509,478,431	1,368,989,983	1,361,244,138	1,193,813,209	1,083,353,743
59. Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11).....	8,677,565	8,156,722	8,554,075	7,983,774	7,917,298
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3).....	344,744,040	286,028,287	149,205,804	145,017,125	84,179,719
61. Increase in A&H reserves (Line 19, Cols. 9, 10 & 11).....	(2,287,113)	(4,019,243)	(3,072,924)	474,869	(2,008,498)
62. Dividends to policyholders (Line 30, Col 1).....	56,928,139	48,284,412	45,536,188	39,409,561	39,588,505
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 100.00.....	12.5	9.9	12.9	12.3	8.2
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 100.00.....	7.7	9.3	6.8	8.5	6.8
65. A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2).....	59.5	41.9	48.8	69.6	42.0
66. A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2).....	2.6	6.6	2.9	2.2	1.4
67. A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2).....	31.8	12.5	25.2	24.8	23.7
A&H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2).....	0	0	0	0	0
69. Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2).....	0	0	0	0	0
70. Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2).....	66,167,019	65,808,972	66,335,256	65,440,566	65,366,239
71. Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2).....	62,139,505	62,173,642	62,981,982	62,602,941	63,122,507
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).....	(11,862,613)	8,256,124	16,220,492	8,645,832	17,120,144
74. Ordinary - individual annuities (Col. 4).....	108,119,795	119,497,614	51,618,654	151,424,863	116,205,082
75. Ordinary - supplementary contracts (Col. 5).....	585,397	270,970	202,481	(83,749)	(248,382)
76. Credit life (Col. 6).....	0	0	0	0	0
77. Group life (Col. 7).....	230,191	601,589	467,229	725,785	497,863
78. Group annuities (Col. 8).....	5,202,966	19,306,669	4,994,148	942,407	3,290,831
79. A&H - group (Col. 9).....	0	0	0	0	0
80. A&H - credit (Col. 10).....	0	0	0	0	0
81. A&H - other (Col. 11).....	(145,769)	2,799,673	2,560,443	2,289,344	3,747,894
82. Aggregate of all other lines of business (Col. 12).....	0	(5,200,342)	0	0	0
83. Total (Col. 1).....	102,129,967	145,532,297	76,063,447	163,944,482	140,613,432

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:

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	Number of		9 Amount of Insurance (a)	
							7	8		
							Policies	Certificates		
1. In force end of prior year.....	.....0	.....0	.....161,791	.....64,973,679	.....0	.....0	.....0	.....371	.....12,007	.....64,985,686
2. Issued during year.....	.....0	.....0	.....5,615	.....1,966,751	.....0	.....0	.....0	.....0	.....0	.....1,966,751
3. Reinsurance assumed.....	.....0	.....0	.....38,686	.....24,990,744	.....0	.....0	.....0	.....0	.....0	.....24,990,744
4. Revived during year.....	.....0	.....0	.....26	.....8,639	.....0	.....0	.....0	.....0	.....0	.....8,639
5. Increased during year (net).....	.....0	.....0	.....0	.....189,273	.....0	.....0	.....0	.....0	.....0	.....189,273
6. Subtotals, Lines 2 to 5.....	.....0	.....0	.....44,327	.....27,155,407	.....0	.....0	.....0	.....0	.....0	.....27,155,407
7. Additions by dividends during year.....	.....XXX	.....0	.....XXX	.....0	.....XXX	.....0	.....XXX	.....XXX	.....0	.....0
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	.....206,118	.....92,129,086	.....0	.....0	.....0	.....371	.....12,007	.....92,141,093
Deductions during year:										
10. Death.....	.....0	.....0	.....1,645	.....77,009	.....0	.....0	.....XXX	.....21	.....727	.....77,736
11. Maturity.....	.....0	.....0	.....336	.....32,415	.....0	.....0	.....XXX	.....0	.....0	.....32,415
12. Disability.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....0	.....0	.....0
13. Expiry.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
14. Surrender.....	.....0	.....0	.....3,178	.....1,026,804	.....0	.....0	.....0	.....0	.....0	.....1,026,804
15. Lapse.....	.....0	.....0	.....8,368	.....4,795,547	.....0	.....0	.....0	.....44	.....1,454	.....4,797,001
16. Conversion.....	.....0	.....0	.....222	.....124,719	.....0	.....0	.....XXX	.....XXX	.....XXX	.....124,719
17. Decreased (net).....	.....0	.....0	.....0	.....294,479	.....0	.....0	.....0	.....0	.....0	.....294,479
18. Reinsurance.....	.....0	.....0	.....542	.....193,675	.....0	.....0	.....0	.....0	.....0	.....193,675
19. Aggregate write-ins for decreases.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
20. Totals (Lines 10 to 19).....	.....0	.....0	.....14,291	.....6,544,648	.....0	.....0	.....0	.....65	.....2,181	.....6,546,829
21. In force end of year (Line 9 minus Line 20).....	.....0	.....0	.....191,827	.....85,584,438	.....0	.....0	.....0	.....306	.....9,826	.....85,594,264
22. Reinsurance ceded end of year.....	.....XXX	.....0	.....XXX	.....29,540,941	.....XXX	.....0	.....XXX	.....XXX	.....0	.....29,540,941
23. Line 21 minus Line 22.....	.....XXX	.....0	.....XXX	.....56,043,497	.....XXX	(b).....0	.....XXX	.....XXX	.....9,826	.....56,053,323

DETAILS OF WRITE-INS

0801. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0802. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0803. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
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. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1902. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1903. ....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
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 \$.0; Individual \$.0.

EXHIBIT OF LIFE INSURANCE (continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends.....	XXX	0	XXX	1,706,284
25. Other paid-up insurance.....	0	0	9,711	121,824
26. Debit ordinary insurance.....	XXX	XXX	0	0

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies-decreasing.....	0	0	0	0
28. Term policies-other.....	0	0	101,441	69,978,499
29. Other term insurance-decreasing.....	XXX	0	XXX	19
30. Other term insurance.....	XXX	205,458	XXX	1,051,617
31. Totals (Lines 27 to 30).....	0	205,458	101,441	71,030,135
Reconciliation to Lines 2 and 21:				
32. Term additions.....	XXX	0	XXX	0
33. Totals, extended term insurance.....	XXX	XXX	1,092	99,515
34. Totals, whole life and endowment.....	5,615	1,761,293	89,294	14,454,790
35. Totals (Lines 31 to 34).....	5,615	1,966,751	191,827	85,584,440

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial.....	0	0	0	0
37. Ordinary.....	0	1,966,751	71,976,613	13,607,826
38. Credit Life (Group and Individual).....	0	0	0	0
39. Group.....	0	0	0	9,826
40. Totals (Lines 36 to 39).....	0	1,966,751	71,976,613	13,617,652

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies.....	XXX	0	XXX	0
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis.....	0	XXX	0	XXX
43. Federal Employees' Group Life Insurance included in Line 21.....	0	0	0	0
44. Servicemen's Group Life Insurance included in Line 21.....	0	0	0	0
45. Group Permanent Insurance included in Line 21.....	0	0	0	0

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a).....	69,896
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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.....	NONE
47.1.....	
47.2.....	

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium.....	0	0	46,927	16,252,261	0	0	0	0
49. Disability Income.....	0	0	0	0	0	0	0	0
50. Extended Benefits.....	0	0	XXX	XXX	0	0	306	9,826
51. Other.....	0	0	0	0	0	0	0	0
52. Total.....	0	(b) 0	46,927	(b) 16,252,261	0	(b) 0	306	(b) 9,826

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

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

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year.....	289	995	0	0
2. Issued during year.....	4	161	0	0
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	0	0
5. Total (Lines 1 to 4).....	293	1,156	0	0
Deductions during year:				
6. Decreased (net).....	27	161	0	0
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	27	161	0	0
9. In force end of year.....	266	995	0	0
10. Amount on deposit.....	0	(a) 0	0	(a) 0
11. Income now payable.....	0	0	0	0
12. Amount of income payable.....	(a) 532,137	(a) 11,981,849	(a) 0	(a) 0

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year.....	2,135	176,782	1,693	50,602
2. Issued during year.....	160	12,706	150	15,691
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	0	0
5. Total (Lines 1 to 4).....	2,295	189,488	1,843	66,293
Deductions during year:				
6. Decreased (net).....	107	9,457	161	15,742
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	107	9,457	161	15,742
9. In force end of year.....	2,188	180,031	1,682	50,551
Income now payable:				
10. Amount of income payable.....	(a) 14,909,369	XXX	XXX	(a) 10,089,784
Deferred fully paid:				
11. Account balance.....	XXX	(a) 20,369,222,966	XXX	(a) 0
Deferred not fully paid:				
12. Account balance.....	XXX	(a) 0	XXX	(a) 908,824,863

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in force	3 Policies	4 Premiums in force	5 Policies	6 Premiums in force
1. In force end of prior year.....	0	0	0	0	8,323	15,730,569
2. Issued during year.....	0	0	0	0	83	92,953
3. Reinsurance assumed.....	0	0	0	0	0	0
4. Increased during year (net).....	0	XXX	0	XXX	17	XXX
5. Total (Lines 1 to 4).....	0	XXX	0	XXX	8,423	XXX
Deductions during year:						
6. Conversions.....	0	XXX	XXX	XXX	XXX	XXX
7. Decreased (net).....	0	XXX	0	XXX	503	XXX
8. Reinsurance ceded.....	0	XXX	0	XXX	0	XXX
9. Totals (Lines 6 to 8).....	0	XXX	0	XXX	503	XXX
10. In force end of year.....	0	(a) 0	0	(a) 0	7,920	(a) 15,110,900

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds	2 Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year.....	173	11,460
2. Issued during year.....	19	0
3. Reinsurance assumed.....	0	0
4. Increased during year (net).....	0	0
5. Total (Lines 1 to 4).....	192	11,460
Deductions during year:		
6. Decreased (net).....	10	735
7. Reinsurance ceded.....	0	0
8. Totals (Lines 6 and 7).....	10	735
9. In force end of year.....	182	10,725
10. Amount of account balance.....	(a) 489,753,366	(a) 43,014,222

(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

OHIO NATIONAL LIFE INSURANCE COMPANY

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

			Direct Business Only						
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Mem- bership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts	
			2 Life Insurance Premiums	3 Annuity Considerations					
States, Etc.	Active Status								
1. Alabama.....	AL	L	5,682,054	17,741,582	157,714	3,239,099	26,820,449	58,700	
2. Alaska.....	AK	N	31,650	204,020	4,258	5,760	245,688	76,935	
3. Arizona.....	AZ	L	4,106,102	44,243,895	126,789	1,970,544	50,447,330	28,582	
4. Arkansas.....	AR	L	2,842,024	11,931,191	86,678	854,154	15,714,047	6,725	
5. California.....	CA	L	15,979,298	166,366,665	1,000,058	8,410,970	191,756,991	631,425	
6. Colorado.....	CO	L	10,348,238	21,734,258	541,299	913,567	33,537,362	395,607	
7. Connecticut.....	CT	L	1,994,243	28,388,360	197,860	6,590,062	37,170,525	16,358,951	
8. Delaware.....	DE	L	412,588	9,867,621	57,176	16,169	10,353,554	156,430	
9. District of Columbia.....	DC	L	518,398	8,084,633	16,092	111,871	8,730,994	613	
10. Florida.....	FL	L	13,606,844	255,468,128	668,179	5,263,853	275,007,004	300,512	
11. Georgia.....	GA	L	3,600,130	31,134,390	283,089	10,283,135	45,300,744	8,397	
12. Hawaii.....	HI	N	90,386	11,500	12,208	7,059	121,153	1,077	
13. Idaho.....	ID	L	3,636,058	10,237,959	129,881	758,379	14,762,277	6,948	
14. Illinois.....	IL	L	22,959,579	106,467,214	851,909	6,672,059	136,950,761	12,078,581	
15. Indiana.....	IN	L	6,523,084	26,419,815	183,462	2,577,396	35,703,757	3,028,252	
16. Iowa.....	IA	L	2,408,029	20,297,672	182,988	2,986,707	25,875,396	183,768	
17. Kansas.....	KS	L	8,726,258	39,557,118	358,980	5,313,373	53,955,729	6,968	
18. Kentucky.....	KY	L	2,146,389	26,265,976	126,825	5,931,990	34,471,180	37,545	
19. Louisiana.....	LA	L	6,758,749	9,512,672	68,318	708,591	17,048,330	231,292	
20. Maine.....	ME	L	335,884	7,753,923	30,748	3,591	8,124,146	60,046	
21. Maryland.....	MD	L	5,092,030	121,693,246	285,684	1,249,408	128,320,368	18,510,201	
22. Massachusetts.....	MA	L	4,178,456	69,707,740	584,932	757,946	75,229,074	6,466,873	
23. Michigan.....	MI	L	13,929,654	111,461,231	511,455	4,302,488	130,204,828	953,614	
24. Minnesota.....	MN	L	4,940,294	31,746,268	228,157	2,951,853	39,866,572	62,284	
25. Mississippi.....	MS	L	1,177,702	15,316,235	120,290	419,703	17,033,930	459,744	
26. Missouri.....	MO	L	4,514,009	58,858,788	149,630	1,903,125	65,425,552	623,904	
27. Montana.....	MT	L	261,356	4,535,385	23,890	897,906	5,718,537	116,165	
28. Nebraska.....	NE	L	2,910,468	20,797,278	115,091	2,462,327	26,285,164	337,028	
29. Nevada.....	NV	L	1,412,012	16,256,352	77,843	665,314	18,411,521	5,385	
30. New Hampshire.....	NH	L	1,168,456	12,372,378	93,490	121,866	13,756,190	1,303,049	
31. New Jersey.....	NJ	L	9,629,909	113,783,875	258,357	439,794	124,111,935	7,725,140	
32. New Mexico.....	NM	L	645,971	11,688,984	21,734	174,151	12,530,840	2,677	
33. New York.....	NY	N	706,459	6,862,361	47,757	356,549	7,973,126	3,345	
34. North Carolina.....	NC	L	5,007,388	116,278,156	269,261	6,474,279	128,029,084	99,123	
35. North Dakota.....	ND	L	1,980,422	1,398,846	100,861	462,791	3,942,920	3,754	
36. Ohio.....	OH	L	25,722,189	147,202,029	1,481,215	35,025,118	209,430,551	1,458,784	
37. Oklahoma.....	OK	L	4,350,121	31,581,337	149,274	715,021	36,795,753	403,931	
38. Oregon.....	OR	L	2,094,053	21,945,101	210,801	683,592	24,933,547	18,855	
39. Pennsylvania.....	PA	L	22,423,566	144,231,861	815,659	2,124,420	169,595,506	1,140,676	
40. Rhode Island.....	RI	L	311,560	9,055,426	76,913	0	9,443,899	31,718	
41. South Carolina.....	SC	L	1,924,631	45,091,347	116,787	9,857,592	56,990,357	76,807	
42. South Dakota.....	SD	L	479,022	1,110,822	13,291	38,134	1,641,269	3,446	
43. Tennessee.....	TN	L	5,075,172	37,961,475	572,987	8,981,232	52,590,866	24,548	
44. Texas.....	TX	L	19,005,595	120,297,948	668,816	11,858,381	151,830,740	541,042	
45. Utah.....	UT	L	5,901,635	14,008,274	75,060	216,484	20,201,453	1,391	
46. Vermont.....	VT	L	93,177	2,569,345	5,099	11,255	2,678,876	88	
47. Virginia.....	VA	L	7,198,305	88,158,968	305,587	7,005,337	102,668,197	22,271	
48. Washington.....	WA	L	3,909,648	36,128,182	184,433	2,673,687	42,895,950	88,759	
49. West Virginia.....	WV	L	837,892	8,857,912	146,318	543,020	10,385,142	149,681	
50. Wisconsin.....	WI	L	11,737,107	48,574,252	856,803	3,168,771	64,336,933	336,607	
51. Wyoming.....	WY	L	1,186,981	1,224,770	31,549	4,464	2,447,764	13,173	
52. American Samoa.....	AS	N	0	0	0	0	0	0	
53. Guam.....	GU	N	0	0	0	0	0	0	
54. Puerto Rico.....	PR	L	42,871	97,973	1,251,319	0	1,392,163	79	
55. US Virgin Islands.....	VI	N	35	0	0	0	35	0	
56. Northern Mariana Islands.....	MP	N	0	0	0	0	0	0	
57. Canada.....	CAN	N	81,247	0	9,408	0	90,655	138	
58. Aggregate Other Alien.....	OT	XXX	0	0	0	0	0	0	
59. Subtotal.....	(a) 49	XXX	282,635,378	2,312,542,737	14,944,262	169,164,337	2,779,286,714	74,641,634	
90. Reporting entity contributions for employee benefit plans.....	XXX		0	0	0	0	0	0	
91. Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX		41,980,223	818	0	0	41,981,041	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		630,193	7,616,055	231,446	0	8,477,694	0	
94. Aggregate other amounts not allocable by State.....	XXX		1,505,315	0	0	0	1,505,315	0	
95. Totals (Direct Business).....	XXX		326,751,109	2,320,159,610	15,175,708	169,164,337	2,831,250,764	74,641,634	
96. Plus reinsurance assumed.....	XXX		204,263,064	1,843,868	3,732,518	0	209,839,450	0	
97. Totals (All Business).....	XXX		531,014,173	2,322,003,478	18,908,226	169,164,337	3,041,090,214	74,641,634	
98. Less reinsurance ceded.....	XXX		33,029,004	171,789,530	7,868,732	0	212,687,266	0	
99. Totals (All Business) less reinsurance ceded.....	XXX		497,985,169	2,150,213,948	(b) 11,039,494	169,164,337	2,828,402,948	74,641,634	

DETAILS OF WRITE-INS								
58001.	.....	..XXX..	0	0	0	0	0	0
58002.	.....	..XXX..	0	0	0	0	0	0
58003.	.....	..XXX..	0	0	0	0	0	0
58998.	Summ. of remaining write-ins for line 58 from overflow page.....	..XXX..	0	0	0	0	0	0
58999.	Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	..XXX..	0	0	0	0	0	0
9401.	Dividends accrums used to purchase paid-up additions.....	..XXX..	1,494,685	0	0	0	1,494,685	0
9402.	Dividends accrums used to shorten endow or prem pay.....	..XXX..	10,630	0	0	0	10,630	0
9403.	.....	..XXX..	0	0	0	0	0	0
9498.	Summ. of remaining write-ins for line 94 from overflow page.....	..XXX..	0	0	0	0	0	0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	..XXX..	1,505,315	0	0	0	1,505,315	0

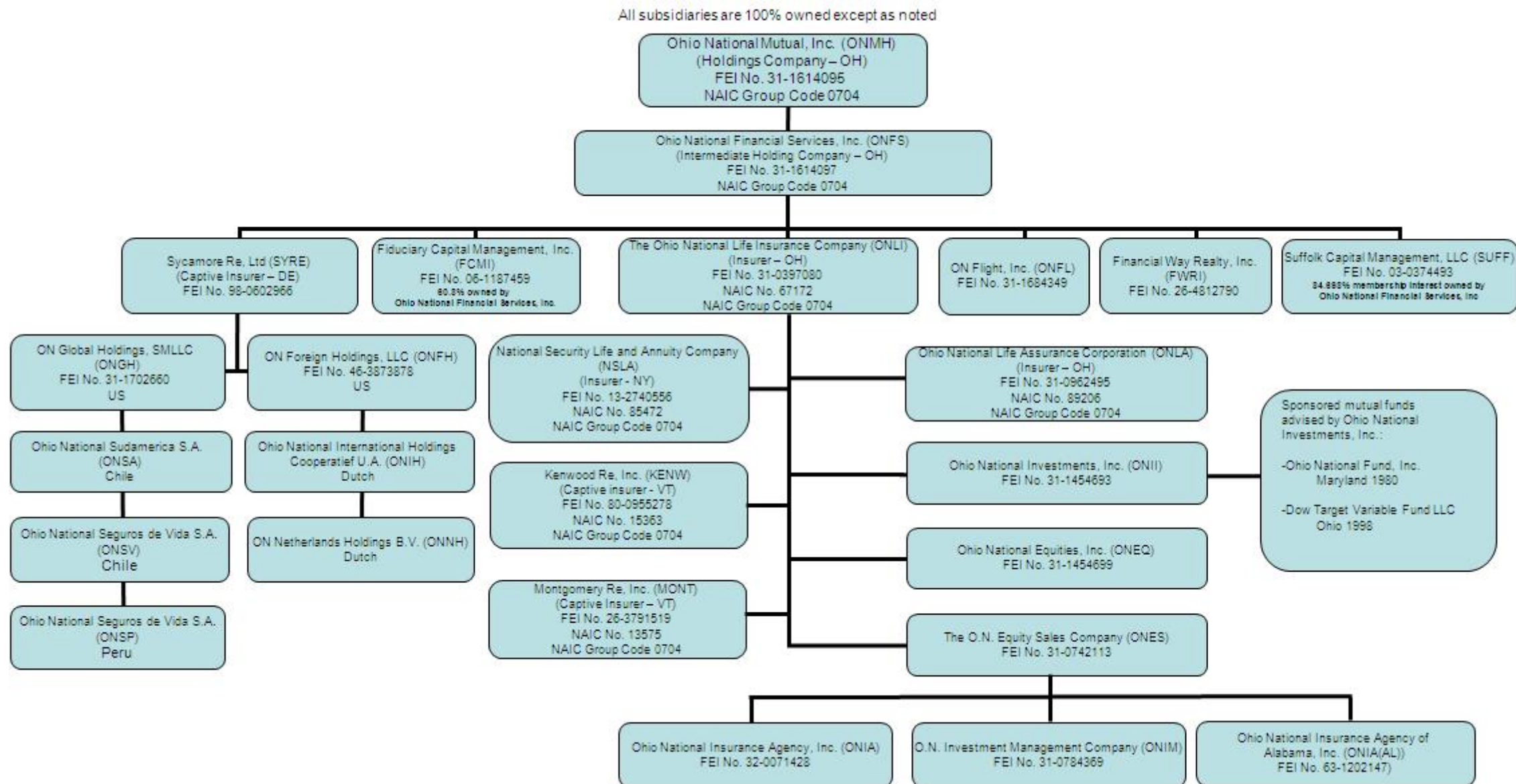
(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to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

Explanation of basis of allocation by states, etc., of premiums and annuity considerations.
All premiums are allocated to the address of record of the premium payor at the time of premium payment entry.

(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, and 10, or with Schedule H, Part 1, Column 1, Line 1. Indicate which:
Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10

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

PART 1 – ORGANIZATIONAL CHART



2013 ALPHABETICAL INDEX

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