



LIFE AND ACCIDENT AND HEALTH COMPANIES — ASSOCIATION EDITION

ANNUAL STATEMENT
For the Year Ended December 31, 2013
OF THE CONDITION AND AFFAIRS OF THE
GRANGE LIFE INSURANCE COMPANY

NAIC Group Code 00267, 00267 NAIC Company Code 71218 Employer's ID Number 31-0739286
Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio
Country of Domicile United States
Incorporated/Organized 03/05/1968 Commenced Business 07/01/1968
Statutory Home Office 671 South High Street, Columbus, OH, US 43206-1066
Main Administrative Office 671 South High Street, Columbus, OH, US 43206-1066 614-445-2900
Mail Address P.O. Box 1218, Columbus, OH, US 43216-1212
Primary Location of Books and Records 671 South High Street, Columbus, OH, US 43206-1066 614-445-2900
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OFFICERS

Name Title Name Title
Michelle Renee Benz President John Paul McCaffrey Treasurer
LaVawn Dee Coleman Secretary Milliman Actuary

OTHER OFFICERS

Empty lines for other officers.

DIRECTORS OR TRUSTEES

MARK LEWIS BOXER # DOUGLAS PAUL BUTH GLENN EUGENE CORLETT ELWOOD GORDON GEE
ROBERT ENLOW HOYT JOHN PAUL MCCAFFREY MARY MARNETTE PERRY MELVIN GEORGE PYE JR
THOMAS SIMRALL STEWART THOMAS HOWARD WELCH DAVID CHARLES WETMORE CHRISTIANNA (NMN) WOOD #

State of OHIO
County of FRANKLIN

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.

Michelle Renee Benz
President

John Paul McCaffrey
Treasurer

LaVawn Dee Coleman
Secretary

a. Is this an original filing? Yes [X] No []

b. If no:
1. State the amendment number
2. Date filed
3. Number of pages attached

Subscribed and sworn to before me this
day of FEBRUARY, 2014

Sherry, Thatcher
10/17/2015

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	268,880,486		268,880,486	251,732,679
2. Stocks (Schedule D):				
2.1 Preferred stocks	0		0	0
2.2 Common stocks	6,455,535	781	6,454,754	6,233,798
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 (less \$ encumbrances).....	0		0	0
4.2 Properties held for the production of income (less \$ encumbrances)	0		0	0
4.3 Properties held for sale (less \$ encumbrances)	0		0	0
5. Cash (\$14,193,633 , Schedule E-Part 1), cash equivalents (\$0 , Schedule E-Part 2) and short-term investments (\$0 , Schedule DA).....	14,193,633		14,193,633	14,561,124
6. Contract loans (including \$ premium notes).....	10,352,733		10,352,733	9,991,643
7. Derivatives (Schedule DB).....	0		0	0
8. Other invested assets (Schedule BA)	0		0	0
9. Receivables for securities	875		875	1,813
10. Securities lending reinvested collateral assets (Schedule DL).....	7,522,717		7,522,717	18,415,885
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	307,405,979	781	307,405,198	300,936,942
13. Title plants less \$ charged off (for Title insurers only).....	0		0	0
14. Investment income due and accrued	2,584,052		2,584,052	2,736,501
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 (including \$ earned but unbilled premiums).....	32,351,861		32,351,861	31,791,254
15.3 Accrued retrospective premiums.....	0		0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5,596,500		5,596,500	5,426,999
16.2 Funds held by or deposited with reinsured companies	0		0	0
16.3 Other amounts receivable under reinsurance contracts	845,954		845,954	1,049,727
17. Amounts receivable relating to uninsured plans	0		0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	492,504		492,504	1,129,330
18.2 Net deferred tax asset.....	6,817,428	2,680,352	4,137,076	4,516,019
19. Guaranty funds receivable or on deposit	0		0	0
20. Electronic data processing equipment and software.....	1,585,913	1,582,298	3,615	0
21. Furniture and equipment, including health care delivery assets (\$)	0	0	0	0
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.....	0		0	0
25. Aggregate write-ins for other than invested assets	803,356	786,426	16,930	33,525
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	358,483,547	5,049,857	353,433,690	347,620,297
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27)	358,483,547	5,049,857	353,433,690	347,620,297
DETAILS OF WRITE-INS				
1101.			0	0
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Receivable for Agent Loans.....	6,438	6,438	0	0
2502. Premium Tax Credits.....	796,918	779,988	16,930	33,525
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	803,356	786,426	16,930	33,525

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$264,779,515 (Exhibit 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve).....	264,779,515	251,355,110
2. Aggregate reserve for accident and health contracts (including \$0 Modco Reserve).....	407,251	334,317
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve).....	558,078	601,817
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	2,942,320	4,422,243
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	36,727	37,990
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10).....	1,654	283,200
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$0 Modco).....	54,923	55,457
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 \$0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	231,751	120,560
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 \$ accident and health experience rating refunds of which \$ 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 \$2,093,650 ceded.....	2,093,650	2,161,261
9.4 Interest Maintenance Reserve (IMR, Line 6).....	2,241,414	133,389
10. Commissions to agents due or accrued-life and annuity contracts \$1,186,643 accident and health \$0 and deposit-type contract funds \$0.....	1,186,643	998,766
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	3,004,548	1,800,833
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances).....	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	1,571,707	1,460,536
15.1 Current federal and foreign income taxes, including \$0 on realized capital gains (losses).....	0	0
15.2 Net deferred tax liability.....	0	0
16. Unearned investment income.....	417,257	404,556
17. Amounts withheld or retained by company as agent or trustee.....	0	0
18. Amounts held for agents' account, including \$ agents' credit balances.....	0	0
19. Remittances and items not allocated.....	143,080	362,807
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 \$ and interest thereon \$0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7).....	2,553,580	2,564,161
24.02 Reinsurance in unauthorized and certified (\$) companies.....	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers.....	0	0
24.04 Payable to parent, subsidiaries and affiliates.....	12,671,442	11,318,228
24.05 Drafts outstanding.....	0	0
24.06 Liability for amounts held under uninsured plans.....	0	0
24.07 Funds held under coinsurance.....	0	1,662,060
24.08 Derivatives.....	0	0
24.09 Payable for securities.....	0	0
24.10 Payable for securities lending.....	7,522,717	18,415,885
24.11 Capital notes \$ and interest thereon \$0.....	0	0
25. Aggregate write-ins for liabilities.....	0	0
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	302,418,257	298,493,176
27. From Separate Accounts statement.....	0	0
28. Total liabilities (Lines 26 and 27).....	302,418,257	298,493,176
29. Common capital stock.....	1,893,750	1,893,750
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....	0	0
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	7,031,250	7,031,250
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	42,090,433	40,202,121
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$).....	0	0
36.2 shares preferred (value included in Line 30 \$).....	0	0
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement).....	49,121,683	47,233,371
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	51,015,433	49,127,121
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	353,433,690	347,620,297
DETAILS OF WRITE-INS		
2501.	0	0
2502.	0	0
2503.	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	0	0
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above).....	0	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 through 3403 plus 3498) (Line 34 above).....	0	0

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	46,361,734	44,805,945
2. Considerations for supplementary contracts with life contingencies	0	120,000
3. Net investment income (Exhibit of Net Investment Income, Line 17)	12,862,367	12,390,454
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	387,269	129,964
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)	12,910,104	11,857,900
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	0	0
8.2 Charges and fees for deposit-type contracts	0	0
8.3 Aggregate write-ins for miscellaneous income	11,402	606
9. Totals (Lines 1 to 8.3)	72,532,876	69,304,869
10. Death benefits	19,979,131	22,158,956
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	3,149,021	4,331,732
13. Disability benefits and benefits under accident and health contracts	132,750	168,199
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0
15. Surrender benefits and withdrawals for life contracts	5,682,707	6,261,231
16. Group conversions	0	0
17. Interest and adjustments on contract or deposit-type contract funds	0	0
18. Payments on supplementary contracts with life contingencies	0	0
19. Increase in aggregate reserves for life and accident and health contracts	13,731,755	5,367,614
20. Totals (Lines 10 to 19)	42,675,364	38,287,732
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	8,385,668	7,818,241
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	203,946	212,639
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	15,401,239	15,197,463
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	1,727,601	1,462,520
25. Increase in loading on deferred and uncollected premiums	(25,529)	(510,781)
26. Net transfers to or (from) Separate Accounts net of reinsurance	0	0
27. Aggregate write-ins for deductions	0	3,247,415
28. Totals (Lines 20 to 27)	68,368,289	65,715,229
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	4,164,587	3,589,640
30. Dividends to policyholders	56,042	404,451
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	4,108,545	3,185,189
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	1,121,102	1,898,029
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)	2,987,443	1,287,160
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 0 (excluding taxes of \$ 0 transferred to the IMR)	0	22,920
35. Net income (Line 33 plus Line 34)	2,987,443	1,310,080
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	49,127,121	42,376,987
37. Net income (Line 35)	2,987,443	1,310,080
38. Change in net unrealized capital gains (losses) less capital gains tax of \$	221,737	2,983,017
39. Change in net unrealized foreign exchange capital gain (loss)	0	0
40. Change in net deferred income tax	35,251	(61,199)
41. Change in nonadmitted assets	(1,266,717)	598,334
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	10,582	(1,327,513)
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	0	0
49. Cumulative effect of changes in accounting principles	0	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	0	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	(283,567)	3,247,415
52. Dividends to stockholders	0	0
53. Aggregate write-ins for gains and losses in surplus	183,584	0
54. Net change in capital and surplus for the year (Lines 37 through 53)	1,888,312	6,750,134
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	51,015,433	49,127,121
DETAILS OF WRITE-INS		
08.301 SERVICE FEES	11,402	606
08.302	0	0
08.303	0	0
08.398 Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399 Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	11,402	606
2701. Reinsurance of in-force business	0	3,247,415
2702.	0	0
2703.	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	3,247,415
5301. Prior Period Adjustment	183,584	0
5302.	0	0
5303.	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	183,584	0

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	46,141,620	44,150,893
2. Net investment income	13,845,353	13,032,482
3. Miscellaneous income	12,637,939	11,858,506
4. Total (Lines 1 through 3)	72,624,912	69,041,881
5. Benefit and loss related payments	30,618,166	29,734,905
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	24,215,691	23,663,511
8. Dividends paid to policyholders	338,122	119,264
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	1,926,198	2,838,596
10. Total (Lines 5 through 9)	57,098,177	56,356,276
11. Net cash from operations (Line 4 minus Line 10)	15,526,735	12,685,605
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	79,545,501	44,984,624
12.2 Stocks	0	0
12.3 Mortgage loans	0	0
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	938	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	79,546,439	44,984,624
13. Cost of investments acquired (long-term only):		
13.1 Bonds	95,015,850	57,925,291
13.2 Stocks	0	3,250,000
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	95,015,850	61,175,291
14. Net increase (decrease) in contract loans and premium notes	361,090	480,366
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(15,830,501)	(16,671,033)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(43,739)	(227,909)
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied)	(19,986)	6,894,068
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(63,725)	6,666,159
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(367,491)	2,680,731
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	14,561,124	11,880,393
19.2 End of year (Line 18 plus Line 19.1)	14,193,633	14,561,124

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	46,361,734	.0	43,868,387	1,030,193		.0	1,334,395	.0	.0	.0	128,759	
2. Considerations for supplementary contracts with life contingencies	.0											
3. Net investment income	12,862,367		11,107,402	1,754,965								
4. Amortization of Interest Maintenance Reserve (IMR)	387,269		334,942	52,327								
5. Separate Accounts net gain from operations excluding unrealized gains or losses	.0											
6. Commissions and expense allowances on reinsurance ceded	12,910,104	.0	12,893,828	.0		.0	6,340	.0	.0	.0	9,936	.0
7. Reserve adjustments on reinsurance ceded	.0											
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	.0											
8.2 Charges and fees for deposit-type contracts	.0											
8.3 Aggregate write-ins for miscellaneous income	11,402		6,233	25			5,144					
9. Totals (Lines 1 to 8.3)	72,532,876	0	68,210,792	2,837,510	0	0	1,345,879	0	0	0	138,695	0
10. Death benefits	19,979,131		19,758,624				220,499				.8	
11. Matured endowments (excluding guaranteed annual pure endowments)	.0	.0	.0				.0					
12. Annuity benefits	3,149,021			3,149,021				.0				
13. Disability benefits and benefits under accident and health contracts	132,750								.0	.0	132,750	
14. Coupons, guaranteed annual pure endowments and similar benefits	.0											
15. Surrender benefits and withdrawals for life contracts	5,682,707		5,682,707									
16. Group conversions	.0											
17. Interest and adjustments on contract or deposit-type contract funds	.0											
18. Payments on supplementary contracts with life contingencies	.0											
19. Increase in aggregate reserves for life and accident and health contracts	13,731,755		13,648,638	116,638							(33,521)	
20. Totals (Lines 10 to 19)	42,675,364	.0	39,089,969	3,265,659	.0	.0	220,499	.0	.0	.0	99,237	.0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	8,385,668	.0	8,383,730	1,929		.0	.0	.0	.0	.0	.9	.0
22. Commissions and expense allowances on reinsurance assumed	203,946	.0	203,946	.0		.0	.0	.0	.0	.0	.0	.0
23. General insurance expenses	15,401,239		15,168,925	142,679			53,376				36,259	.0
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,727,601		1,727,601								.0	.0
25. Increase in loading on deferred and uncollected premiums	(25,529)		(25,529)									
26. Net transfers to or (from) Separate Accounts net of reinsurance	.0											
27. Aggregate write-ins for deductions	0	0	0	0	0	0	0	0	0	0	0	0
28. Totals (Lines 20 to 27)	68,368,289	0	64,548,642	3,410,267	0	0	273,875	0	0	0	135,505	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	4,164,587	.0	3,662,150	(572,757)	.0	.0	1,072,004	.0	.0	.0	3,190	.0
30. Dividends to policyholders	56,042		54,388				1,654				0	
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	4,108,545	.0	3,607,762	(572,757)	.0	.0	1,070,350	.0	.0	.0	3,190	.0
32. Federal income taxes incurred (excluding tax on capital gains)	1,121,102		974,347	(171,454)			317,679				530	
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)	2,987,443	0	2,633,415	(401,303)	0	0	752,671	0	0	0	2,660	0
DETAILS OF WRITE-INS												
08.301. Service Fees	11,402		6,233	25			5,144					
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
08.399. Total (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	11,402	0	6,233	25	0	0	5,144	0	0	0	0	0
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2799. Total (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0	0	0	0	0	0	0	0	0	0	0

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves) (Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	251,355,110	0	191,339,150	60,015,960	0	0	0	0
2. Tabular net premiums or considerations	100,597,371	0	98,940,215	1,030,193	0	0	626,963	0
3. Present value of disability claims incurred	39,881	0	39,881	0	.XXX	0	0	0
4. Tabular interest	19,517,969	0	17,668,245	1,837,185	0	0	12,539	0
5. Tabular less actual reserve released	445,543	0	0	445,543	0	0	0	0
6. Increase in reserve on account of change in valuation basis	0	0	0	0	0	0	0	0
7. Other increases (net)	0	0	0	0	0	0	0	0
8. Totals (Lines 1 to 7)	371,955,874	0	307,987,491	63,328,881	0	0	639,502	0
9. Tabular cost	90,166,057	0	89,526,555	0	.XXX	0	639,502	0
10. Reserves released by death	2,237,475	0	2,237,475	.XXX	.XXX	0	0	.XXX
11. Reserves released by other terminations (net)	11,477,640	0	11,477,640	0	0	0	0	0
12. Annuity, supplementary contract, and disability payments involving life contingencies	3,295,187	0	146,624	3,148,563	0	0	0	0
13. Net transfers to or (from) Separate Accounts	0	0	0	0	0	0	0	0
14. Total deductions (Lines 9 to 13)	107,176,359	0	103,388,294	3,148,563	0	0	639,502	0
15. Reserve December 31, current year	264,779,515	0	204,599,197	60,180,318	0	0	0	0

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 557,863	507,027
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 11,027,343	10,925,728
1.3 Bonds of affiliates	(a) 0	
2.1 Preferred stocks (unaffiliated)	(b) 0	
2.11 Preferred stocks of affiliates	(b) 0	
2.2 Common stocks (unaffiliated)	0	
2.21 Common stocks of affiliates	800,000	800,000
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans	745,007	732,304
6. Cash, cash equivalents and short-term investments	(e) 1,417	1,417
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income	31,339	31,339
10. Total gross investment income	13,162,969	12,997,815
11. Investment expenses		(g) 135,448
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 0
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		0
16. Total deductions (Lines 11 through 15)		135,448
17. Net investment income (Line 10 minus Line 16)		12,862,367
DETAILS OF WRITE-INS		
0901. Miscellaneous Income	31,339	31,339
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	31,339	31,339
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		0

- (a) Includes \$ 328,872 accrual of discount less \$ 1,146,708 amortization of premium and less \$ 403,840 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ 135,448 investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 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			0		
1.1 Bonds exempt from U.S. tax			0		
1.2 Other bonds (unaffiliated)	2,495,294		2,495,294		
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	0	0	0	0	0
2.21 Common stocks of affiliates	0	0	0	221,737	0
3. Mortgage loans	0	0	0	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	0	0	0	0	0
8. Other invested assets	0	0	0	0	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	2,495,294	0	2,495,294	221,737	0
DETAILS OF WRITE-INS					
0901.			0		
0902.			0		
0903.			0		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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

	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 and Individual)		10 Other
FIRST YEAR (other than single)										
1. Uncollected	40,145	0	40,145	0	0	0	0	0	0	0
2. Deferred and accrued	2,362,549	0	2,362,549	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:										
3.1 Direct	2,402,693	0	2,402,693	0	0	0	0	0	0	0
3.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0
3.4 Net (Line 1 + Line 2)	2,402,693	0	2,402,693	0	0	0	0	0	0	0
4. Advance	12,819	0	12,819	0	0	0	0	0	0	0
5. Line 3.4 - Line 4	2,389,874	0	2,389,874	0	0	0	0	0	0	0
6. Collected during year:										
6.1 Direct	12,423,773	0	12,420,755	3,018	0	0	0	0	0	0
6.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded	7,029,532	0	7,029,532	0	0	0	0	0	0	0
6.4 Net	5,394,241	0	5,391,223	3,018	0	0	0	0	0	0
7. Line 5 + Line 6.4	7,784,115	0	7,781,097	3,018	0	0	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance)	2,130,867	0	2,130,867	0	0	0	0	0	0	0
9. First year premiums and considerations:										
9.1 Direct	12,682,780	0	12,679,762	3,018	0	0	0	0	0	0
9.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
9.3 Reinsurance ceded	7,029,532	0	7,029,532	0	0	0	0	0	0	0
9.4 Net (Line 7 - Line 8)	5,653,248	0	5,650,230	3,018	0	0	0	0	0	0
SINGLE										
10. Single premiums and considerations:										
10.1 Direct	54,754	0	54,754	0	0	0	0	0	0	0
10.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
10.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0
10.4 Net	54,754	0	54,754	0	0	0	0	0	0	0
RENEWAL										
11. Uncollected	(1,757,992)	0	(1,757,992)	0	0	0	0	0	0	0
12. Deferred and accrued	18,122,690	0	18,122,690	0	0	0	0	0	0	0
13. Deferred, accrued and uncollected:										
13.1 Direct	18,502,445	0	18,502,445	0	0	0	0	0	0	0
13.2 Reinsurance assumed	318,908	0	318,908	0	0	0	0	0	0	0
13.3 Reinsurance ceded	2,456,656	0	2,456,656	0	0	0	0	0	0	0
13.4 Net (Line 11 + Line 12)	16,364,698	0	16,364,698	0	0	0	0	0	0	0
14. Advance	218,932	0	218,932	0	0	0	0	0	0	0
15. Line 13.4 - Line 14	16,145,766	0	16,145,766	0	0	0	0	0	0	0
16. Collected during year:										
16.1 Direct	67,563,734	0	64,190,422	1,027,175	0	2,089,875	0	0	256,262	0
16.2 Reinsurance assumed	3,424,940	0	3,424,940	0	0	0	0	0	0	0
16.3 Reinsurance ceded	30,537,067	0	29,656,251	0	0	755,480	0	0	125,336	0
16.4 Net	40,451,607	0	37,959,111	1,027,175	0	1,334,395	0	0	130,926	0
17. Line 15 + Line 16.4	56,597,373	0	54,104,877	1,027,175	0	1,334,395	0	0	130,926	0
18. Prior year (uncollected + deferred and accrued - advance)	15,943,641	0	15,941,474	0	0	0	0	0	2,167	0
19. Renewal premiums and considerations:										
19.1 Direct	67,728,613	0	64,357,468	1,027,175	0	2,089,875	0	0	254,095	0
19.2 Reinsurance assumed	3,414,377	0	3,414,377	0	0	0	0	0	0	0
19.3 Reinsurance ceded	30,489,259	0	29,608,443	0	0	755,480	0	0	125,336	0
19.4 Net (Line 17 - Line 18)	40,653,732	0	38,163,403	1,027,175	0	1,334,395	0	0	128,759	0
TOTAL										
20. Total premiums and annuity considerations:										
20.1 Direct	80,466,147	0	77,091,984	1,030,193	0	2,089,875	0	0	254,095	0
20.2 Reinsurance assumed	3,414,377	0	3,414,377	0	0	0	0	0	0	0
20.3 Reinsurance ceded	37,518,791	0	36,637,975	0	0	755,480	0	0	125,336	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	46,361,734	0	43,868,387	1,030,193	0	1,334,395	0	0	128,759	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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

	1 Total	2 Industrial Life	3 Ordinary		5 Credit Life (Group and Individual)	6 Group		8 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 and Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums.....	283,200					283,200					
22. All other.....	54,923		54,923								
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	8,402,565		8,402,592			(27)					
23.2 Reinsurance assumed .....	.0										
23.3 Net ceded less assumed	8,402,565	.0	8,402,592	.0	.0	(27)	.0	.0	.0	.0	.0
24. Single:											
24.1 Reinsurance ceded .....	.0										
24.2 Reinsurance assumed .....	.0										
24.3 Net ceded less assumed .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
25. Renewal:											
25.1 Reinsurance ceded	4,507,539		4,491,236			6,367				9,936	
25.2 Reinsurance assumed	203,946		203,946								
25.3 Net ceded less assumed	4,303,593	0	4,287,290	0	0	6,367	0	0	0	9,936	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	12,910,104	.0	12,893,828	.0	.0	6,340	.0	.0	.0	9,936	.0
26.2 Reinsurance assumed (Page 6, Line 22)	203,946	0	203,946	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed	12,706,158	.0	12,689,882	.0	.0	6,340	.0	.0	.0	9,936	.0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	7,477,365		7,476,992	373						.0	
28. Single	70,682		70,682	.0						.0	
29. Renewal	837,621		836,056	1,565						.9	
30. Deposit-type contract funds	0										
31. Totals (to agree with Page 6, Line 21)	8,385,668	0	8,383,730	1,929	0	0	0	0	0	9	0

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent	189,081		746			189,827
2. Salaries and wages	7,988,175		24,209			8,012,384
3.11 Contributions for benefit plans for employees	737,145		0			737,145
3.12 Contributions for benefit plans for agents	0		0			0
3.21 Payments to employees under non-funded benefit plans	0		0			0
3.22 Payments to agents under non-funded benefit plans	0		0			0
3.31 Other employee welfare	0		0			0
3.32 Other agent welfare	0		0			0
4.1 Legal fees and expenses	226,740		895			227,635
4.2 Medical examination fees	1,677,372		0			1,677,372
4.3 Inspection report fees	46,524		0			46,524
4.4 Fees of public accountants and consulting actuaries	385,913		1,523			387,436
4.5 Expense of investigation and settlement of policy claims	32,302		127			32,429
5.1 Traveling expenses	298,153		0			298,153
5.2 Advertising	149,742		0			149,742
5.3 Postage, express, telegraph and telephone	145,336		573			145,909
5.4 Printing and stationery	66,394		262			66,656
5.5 Cost or depreciation of furniture and equipment	921,955		3,638			925,593
5.6 Rental of equipment	0		0			0
5.7 Cost or depreciation of EDP equipment and software	0		0			0
6.1 Books and periodicals	16,082		63			16,145
6.2 Bureau and association fees	75,979		300			76,279
6.3 Insurance, except on real estate	41,423		163			41,586
6.4 Miscellaneous losses	0		0			0
6.5 Collection and bank service charges	135,220		535			135,755
6.6 Sundry general expenses	456,935		2,840			459,775
6.7 Group service and administration fees	0		0			0
6.8 Reimbursements by uninsured plans	0		0			0
7.1 Agency expense allowance	97,678		385			98,063
7.2 Agents' balances charged off (less recovered)	0		0			0
7.3 Agency conferences other than local meetings	1,439,073		0			1,439,073
9.1 Real estate expenses	0		0			0
9.2 Investment expenses not included elsewhere	0		0	135,448		135,448
9.3 Aggregate write-ins for expenses	237,758	0	0	0	0	237,758
10. General expenses incurred	15,364,980	0	36,259	0	135,448	(a) 15,536,687
11. General expenses unpaid December 31, prior year	1,800,833	0	0	0	0	1,800,833
12. General expenses unpaid December 31, current year	3,004,548	0	0	0	0	3,004,548
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)	14,161,265	0	36,259	0	135,448	14,332,972
DETAILS OF WRITE-INS						
09.301. IT Consulting Fees	237,758					237,758
09.302.						
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0	0
09.399. Totals (Lines 09.301 through 09.303 + 09.398) (Line 9.3 above)	237,758	0	0	0	0	237,758

(a) Includes management fees of \$ 9,608,645 to affiliates and \$ to non-affiliates.

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

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes					0
2. State insurance department licenses and fees	263,081				263,081
3. State taxes on premiums	1,452,136				1,452,136
4. Other state taxes, incl. \$ for employee benefits					0
5. U.S. Social Security taxes					0
6. All other taxes	12,384				12,384
7. Taxes, licenses and fees incurred	1,727,601	0	0	0	1,727,601
8. Taxes, licenses and fees unpaid December 31, prior year	1,460,536	0	0	0	1,460,536
9. Taxes, licenses and fees unpaid December 31, current year	1,571,707				1,571,707
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	1,616,430	0	0	0	1,616,430

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	283,200
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	54,922	
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4	338,122	0
6. Paid-in cash		
7. Left on deposit	0	0
8. Aggregate write-ins for dividend or refund options		
9. Total Lines 5 through 8	338,122	0
10. Amount due and unpaid	1,654	
11. Provision for dividends or refunds payable in the following calendar year	54,923	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total Lines 10 through 14	56,577	0
16. Total from prior year	338,657	0
17. Total dividends or refunds (Lines 9 + 15 - 16)	56,042	0
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Line 0801 through 0803 + 0898) (Line 8 above)	0	0

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.	58 CSO ALB 3.50%.....	3,203,320		3,203,320		
0100002.	58 CSO ALB 4.00%.....	41,447		41,447		
0100003.	58 CSO ALB 2.50%.....	368,386		368,386		
0100004.	58 CSO ALB 4.50%.....	346,251		346,251		
0100005.	80 CSO ALB 4.00%.....	32,631,874		32,631,874		
0100006.	80 CSO ALB 4.50%.....	109,628,052		109,628,052		
0100007.	80 CSO ALB 5.00%.....	3,067,745		3,067,745		
0100008.	80 CSO ALB 5.50%.....	5,092,823		5,092,823		
0100009.	80 CSO ALB 4.00% SEGMENTED.....	59,076,680		59,076,680		
0100010.	80 CSO ALB 4.50% SEGMENTED.....	80,651,219		80,651,219		
0100011.	2001 CSO ALB 3.00%.....	11,676,736		11,676,736		
0100012.	2001 CSO ALB 4.00%.....	66,371,671		66,371,671		
0100013.	2001 CSO ALB 4.00% - AG38.....	3,517,235		3,517,235		
0100014.	2001 CSO ALB 4.50%.....	17,310		17,310		
0100015.	58 CET 2.5%.....	1,394,644		1,394,644		
0100016.	2001 CSO ALB 3.50% - AG38.....	1,674,296		1,674,296		
0100017.	2001 CSO ALB 3.50% - AG38.....	3,041,755		3,041,755		
0100018.	58 CET 2.5%.....	453		453		
0100019.	80 CET 4.5%.....	520,932		520,932		
0199997	Totals (Gross).....	382,322,829	0	382,322,829	0	0
0199998	Reinsurance ceded.....	183,797,554		183,797,554		
0199999	Totals (Net).....	198,525,275	0	198,525,275	0	0
ANNUITIES (excluding supplementary contracts with life contingencies):						
0200001.	37 SA 3.5% Def.....	0	XXX	0	XXX	0
0200002.	37 SA 4.5% Def.....	6,679,999	XXX	6,679,999	XXX	0
0200003.	Single Pay Def Annuity.....	35,656,511	XXX	35,656,511	XXX	0
0200004.	Flex Pay Def Annuity.....	15,865,884	XXX	15,865,884	XXX	0
0200005.	457 Annuity.....	0	XXX	0	XXX	0
0200006.	Immediate Annuities.....	1,977,924	XXX	1,977,924	XXX	0
0299997	Totals (Gross).....	60,180,318	XXX	60,180,318	XXX	0
0299998	Reinsurance ceded.....	0	XXX	0	XXX	0
0299999	Totals (Net).....	60,180,318	XXX	60,180,318	XXX	0
SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:						
0399997	Totals (Gross).....	0	0	0	0	0
0399998	Reinsurance ceded.....	0				
0399999	Totals (Net).....	0	0	0	0	0
ACCIDENTAL DEATH BENEFITS:						
0400001.	59 ADB and 58 CSO 3.5%.....	217,836		217,836		
0499997	Totals (Gross).....	217,836	0	217,836	0	0
0499998	Reinsurance ceded.....	158,117		158,117		
0499999	Totals (Net).....	59,719	0	59,719	0	0
DISABILITY-ACTIVE LIVES:						
0500001.	52 Disability and 58 CSO 3.00%.....	1,197,472		1,197,472		
0599997	Totals (Gross).....	1,197,472	0	1,197,472	0	0
0599998	Reinsurance ceded.....	0				
0599999	Totals (Net).....	1,197,472	0	1,197,472	0	0
DISABILITY-DISABLED LIVES:						
0600001.	52 Dis / 58 CSO.....	1,104,139		1,104,139		
0699997	Totals (Gross).....	1,104,139	0	1,104,139	0	0
0699998	Reinsurance ceded.....	0				
0699999	Totals (Net).....	1,104,139	0	1,104,139	0	0
MISCELLANEOUS RESERVES						
0700001.	For excess of valuation net premiums over corresponding gross premiums on respective policies.....	18,944,278		18,944,278		
0700002.	For non-deduction of deferred fractional premiums at the death of the insured.....	4,849,316		4,849,316		
0799997	Totals (Gross).....	23,793,594	0	23,793,594	0	0
0799998	Reinsurance ceded.....	20,081,002		20,081,002		
0799999	Totals (Net).....	3,712,592	0	3,712,592	0	0
9999999	Totals (Net) - Page 3, Line 1.....	264,779,515	0	264,779,515	0	0



ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [X] No []
- 1.2 If not, state which kind is issued:
.....
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts? Yes [] No [X]
- 2.2 If not, state which kind is issued:
Non-participating contracts only
- 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? Yes [X] No []
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
- 4. Has the reporting entity any assessment or stipulated premium contracts in force? Yes [] No [X]
If so, state:
- 4.1 Amount of insurance:..... \$
- 4.2 Amount of reserve:..... \$
- 4.3 Basis of reserve:
.....
- 4.4 Basis of regular assessments:
.....
- 4.5 Basis of special assessments:
.....
- 4.6 Assessments collected during the year: \$
- 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts:
.....
- 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [] No [X]
- 6.1 If so, state the amount of reserve on such contracts on the basis actually held:..... \$
- 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:..... \$
- Attach statement of methods employed in their valuation.
- 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? .. Yes [] No [X]
- 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements:..... \$
- 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount
.....
- 7.3 State the amount of reserves established for this business:..... \$
- 7.4 Identify where the reserves are reported in the blank
.....
- 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
- 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements:..... \$
- 8.2 State the amount of reserves established for this business:..... \$
- 8.3 Identify where the reserves are reported in the blank:
.....
- 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [] No [X]
- 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders:..... \$
- 9.2 State the amount of reserves established for this business:..... \$
- 9.3 Identify where the reserves are reported in the blank:
.....

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

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
LIFE CONTRACTS (Including supplementary contracts set upon a basis other than that used to determine benefits) (Exhibit 5)			
0199999 Subtotal (Page 7, Line 6)	XXX	XXX	
ACCIDENT AND HEALTH CONTRACTS (Exhibit 6)			
0299999 Subtotal	XXX	XXX	
DEPOSIT-TYPE CONTRACTS (Exhibit 7)			
NONE			
0399999 Subtotal	XXX	XXX	
9999999 TOTAL (Column 4 only)			

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	41,373					41,373			
2. Additional contract reserves (a)	863,000					863,000			
3. Additional actuarial reserves - Asset/Liability analysis	0								
4. Reserve for future contingent benefits	0								
5. Reserve for rate credits	0								
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	904,373	0	0	0	0	904,373	0	0	0
8. Reinsurance ceded	616,081					616,081			
9. Totals (Net)	288,292	0	0	0	0	288,292	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	403,128					403,128			
11. Additional actuarial reserves-Asset/Liability analysis	0								
12. Reserve for future contingent benefits	0								
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	403,128	0	0	0	0	403,128	0	0	0
15. Reinsurance ceded	284,169					284,169			
16. Totals (Net)	118,959	0	0	0	0	118,959	0	0	0
17. TOTAL (Net)	407,251	0	0	0	0	407,251	0	0	0
18. TABULAR FUND INTEREST	35,401					35,401			
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. Totals (Lines 1301 through 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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	601,817				62,804	539,013
2. Deposits received during the year	1,408				1,408	
3. Investment earnings credited to the account	8,543				2,545	5,998
4. Other net change in reserves .....	.0					
5. Fees and other charges assessed .....	.0					
6. Surrender charges .....	.0					
7. Net surrender or withdrawal payments	53,690					53,690
8. Other net transfers to or (from) Separate Accounts .....	.0					
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	558,078	.0	.0	.0	66,757	491,321
10. Reinsurance balance at the beginning of the year .....	.0					
11. Net change in reinsurance assumed .....	.0					
12. Net change in reinsurance ceded .....	.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 current year after reinsurance (Lines 9 + 13)	558,078	0	0	0	66,757	491,321

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Due and unpaid:											
1.1 Direct	3,653,346		3,653,346								
1.2 Reinsurance assumed	233,712		233,712								
1.3 Reinsurance ceded	1,494,990		1,486,717								8,273
1.4 Net	2,392,068	0	2,400,341	0	0	0	0	0	0	0	(8,273)
2. In course of settlement:											
2.1 Resisted											
2.11 Direct	0										
2.12 Reinsurance assumed	0										
2.13 Reinsurance ceded	0										
2.14 Net	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other											
2.21 Direct	0										
2.22 Reinsurance assumed	0										
2.23 Reinsurance ceded	0										
2.24 Net	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0
3. Incurred but unreported:											
3.1 Direct	586,979		541,979								45,000
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	0										
3.4 Net	586,979	0	(b) 541,979	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	45,000
4. TOTALS											
4.1 Direct	4,240,325	0	4,195,325	0	0	0	0	0	0	0	45,000
4.2 Reinsurance assumed	233,712	0	233,712	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	1,494,990	0	1,486,717	0	0	0	0	0	0	0	8,273
4.4 Net	2,979,047	(a) 0	(a) 2,942,320	0	0	0	(a) 0	0	0	0	36,727

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

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$, Individual Annuities \$, Credit Life (Group and Individual) \$, and Group Life \$, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$, Credit (Group and Individual) Accident and Health \$, and Other Accident and Health \$ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct	44,406,234		40,163,524	3,149,021			864,138				229,551
1.2 Reinsurance assumed	3,533,373		3,533,373								
1.3 Reinsurance ceded	23,028,018		22,175,810				756,670				95,538
1.4 Net	24,911,589	0	21,521,087	3,149,021	0	0	107,468	0	0	0	134,013
2. Liability December 31, current year from Part 1:											
2.1 Direct	4,240,325	0	4,195,325	0	0	0	0	0	0	0	45,000
2.2 Reinsurance assumed	233,712	0	233,712	0	0	0	0	0	0	0	0
2.3 Reinsurance ceded	1,494,990	0	1,486,717	0	0	0	0	0	0	0	8,273
2.4 Net	2,979,047	0	2,942,320	0	0	0	0	0	0	0	36,727
3. Amounts recoverable from reinsurers December 31, current year	5,596,500		5,596,500								
4. Liability December 31, prior year:											
4.1 Direct	6,802,900	0	6,748,900	0	0	0	9,000	0	0	0	45,000
4.2 Reinsurance assumed	437,500	0	437,500	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	2,780,167	0	2,773,157	0	0	0	0	0	0	0	7,010
4.4 Net	4,460,233	0	4,413,243	0	0	0	9,000	0	0	0	37,990
5. Amounts recoverable from reinsurers December 31, prior year	5,426,999	0	5,426,999	0	0	0	0	0	0	0	0
6. Incurred benefits:											
6.1 Direct	41,843,659	0	37,609,949	3,149,021	0	0	855,138	0	0	0	229,551
6.2 Reinsurance assumed	3,329,585	0	3,329,585	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded	21,912,342	0	21,058,871	0	0	0	756,670	0	0	0	96,801
6.4 Net	23,260,902	0	19,880,663	3,149,021	0	0	98,468	0	0	0	132,750

- (a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$in Line 1.1, \$in Line 1.4.
 \$in Line 6.1 and \$in Line 6.4.
- (b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$in Line 1.1, \$in Line 1.4.
 \$in Line 6.1 and \$in Line 6.4.
- (c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$in Line 1.1, \$in Line 1.4.
 \$in Line 6.1 and \$in Line 6.4.
- (d) Includes \$127,173 premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	.0	.0	.0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	.0	.0	.0
2.2 Common stocks	781	.0	(781)
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) .....	.0	.0	.0
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)	781	.0	(781)
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.....	2,680,352	2,266,158	(414,194)
19. Guaranty funds receivable or on deposit .....	.0	.0	.0
20. Electronic data processing equipment and software.....	1,582,298	755,135	(827,163)
21. Furniture and equipment, including health care delivery assets .....	.0	.0	.0
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.....	.0	.0	.0
25. Aggregate write-ins for other-than-invested assets	786,426	761,847	(24,579)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	5,049,857	3,783,140	(1,266,717)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	5,049,857	3,783,140	(1,266,717)
DETAILS OF WRITE-INS			
1101. ....		.0	.0
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	.0	.0	.0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501. Receivable for Agent Loans.....	6,438	8,661	2,223
2502. Premium Tax Credit.....	779,988	753,186	(26,802)
2503. ....			.0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	.0	.0	.0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	786,426	761,847	(24,579)

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1) Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of Grange Life Insurance Company (Company) have been prepared in conformity with the *Accounting Practices and Procedures Manual* of the National Association of Insurance Commissioners (NAIC) and accounting practices prescribed or permitted by The Ohio Department of Insurance (Department).

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and Prescribed and Permitted Practices by the State of Ohio are shown below:

Net Income	State of Domicile	2013	2012
Net Income	OH	2,987,443	1,310,080
State Prescribed Practices	OH	0	0
State Permitted Practices	OH	0	0
Net Income, NAIC SAP		2,987,443	1,310,080

Surplus	State of Domicile	2013	2012
Statutory capital and surplus	OH	51,015,433	49,127,121
State Prescribed Practices	OH	0	0
State Permitted Practices-LOC	OH	0	0
Statutory capital and Surplus, NAIC SAP		51,015,433	49,127,121

Failure of the amounts to add to totals is due to rounding or truncation.

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

In preparing the financial statements in conformity with Statutory Accounting Principles (SAP) as described in the *Annual Statement Instructions* and the *Accounting Practices and Procedures Manual*, management is required to make certain estimates and assumptions that affect 1) the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities as of the date of the financial statements and 2) the reported amounts of revenues and expenses for the reporting period. Actual results could differ from those estimates.

C. Accounting Policies

Investments

Management regularly reviews the Company's investment portfolio to evaluate the necessity of recording impairment losses for other-than-temporary declines in the fair value of invested assets. A number of criteria are considered during this process including, but not limited to, the following: 1) the Company's intent and ability to retain the security for a period of time sufficient to allow for an anticipated recovery in fair value; 2) the recoverability of principal and interest in accordance with the contractual terms of the bond or other debt security in effect at the date of acquisition; 3) the extent and duration to which a security's fair value has been less than cost or amortized cost, as appropriate; 4) the current financial condition, near-term and long-term prospects of the issuer, including relevant industry conditions and trends; and 5) general economic conditions. Other-than-temporary impairment losses result in a permanent reduction of the cost basis of the underlying investment. Estimates for other-than-temporary declines in the fair value of invested assets are included in realized capital gains and losses on investments in the Summary of Operations (Page 4, Line 34).

Insurance Revenue and Expense Recognition

Life premiums are recognized as income over the premium paying period of the related policies. Premium income includes deposits made for universal life investment contracts. Annuity considerations are recognized as revenue when received. Accident & health and disability income 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, principally commission expenses and certain policy issue expenses (such as medical examination and inspection report fees), are charged to operations as incurred.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost, which approximates fair value.
2. Bonds are stated at amortized cost unless rated at a "6" by the NAIC, in which case bonds are stated at the lower of amortized cost or fair value. Amortization of bond premium or discount is calculated using the scientific interest method, taking into consideration interest and principal provisions over the remaining life of the bond.
3. Common stocks are stated at fair value.
4. The Company has no preferred stocks.
5. The Company has no mortgage loans.
6. Single class and multi-class mortgage-backed/asset-backed securities are stated at amortized cost using the scientific interest method, including anticipated prepayments. The retrospective adjustment method is used to value these securities.
7. The Company carries its wholly owned subsidiaries, Grange Life Reinsurance Company (Grange Life Re) and Northview Insurance Agency, Inc., at the value of its underlying equity.
8. The Company has no ownership interests in joint ventures, partnerships or limited liability companies.
9. The Company has no derivative instruments.
10. The Company does not consider investment income as a factor in the deficiency reserve calculation, in accordance with Statement of Statutory Accounting Principles No. 54, *Individual and Group Accident and Health Contracts*.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

11. The Company's accident & health liabilities include amounts for long-term disability (LTD). For accident only liabilities, an active life reserve is established for individual policies using an established valuation table and interest rates. For LTD liabilities, a seriatim reserve is established for individual claimants using an established valuation table and interest rates.

The liability recorded for life insurance and accident & health claims includes an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes that the recorded amounts are adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed; any adjustments are reflected in the current period.

12. The Company has not modified its capitalization policy from the prior period.
13. The Company has no pharmaceutical rebate receivables.

2) Accounting Changes and Correction of Errors

A. Material Changes in Accounting Principles

NONE

B. Correction of Errors

1. The Company outsources its computation of loss reserves. In 2013, the Company changed actuarial firms for its valuation of Loss Reserves. As a result, the Company conducted a thorough review of their 12/31/2012 valuation results from the prior valuation model to the current valuation model. It was determined that certain product codes were more appropriately aligned in the current valuation model. The net result of these errors was that net income in prior periods (and, as a result, unassigned surplus) had been understated by \$183,584. Details of the errors and the financial impact on prior periods is as follows:

- a. During the current year valuation model testing, the Company identified certain Whole Life rider coverages had been categorized incorrectly. The net impact of the Company's previously issued financial statements is that the increase in aggregate reserves for life contracts (Summary of Operations, line 19) was overstated by \$384,612; furthermore, as this would have been taxable income to the Company, federal income taxes incurred (Summary of Operations, line 32) and net income (Summary of Operations, line 35) were understated during the period by \$130,768 and \$253,844, respectively. The following adjustments were recorded in the December 31, 2013 financial results to reflect this error: a) on line 1 of Liabilities, Surplus and Other Funds Page, a decrease to aggregate reserves for life contracts of \$384,612 was recorded to account for the reserve change in the current valuation model; b) on line 18.1 of the Assets Page, a decrease in the receivable of \$130,768 was recorded to reflect the increase in federal income taxes owed by the Company; and c) on line 35 of the Liabilities, Surplus and Other Funds Page, \$253,844 was recorded to increase unassigned funds (surplus).

The current valuation model is appropriately valuing these policies.

- b. During the current year valuation model testing, the Company identified certain Disability Income rider coverages had not been specifically valued under the prior valuation model. The net impact of the Company's previously issued financial statements is that the increase in aggregate reserves for life contracts (Summary of Operations, line 19) was understated by \$106,455; furthermore, as this would have been a taxable benefit to the Company, federal income taxes incurred (Summary of Operations, line 32) and net income (Summary of Operations, line 35) were overstated during the period by \$36,195 and \$70,260, respectively. The following adjustments were recorded in the December 31, 2013 financial results to reflect this error: a) on line 1 of Liabilities, Surplus and Other Funds Page, an increase to aggregate reserves for life contracts of \$106,455 was recorded to account for the reserve change in the current valuation model; b) on 18.1 of the Assets Page, an increase in the receivable of \$36,195 was recorded to reflect the change in federal income taxes due to the Company; and c) on line 35 of the Liabilities, Surplus and Other Funds Page, \$70,260 was recorded to decrease unassigned funds (surplus).

The current valuation model is appropriately valuing these policies.

3) Business Combinations and Goodwill

NONE

4) Discontinued Operations

NONE

5) Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

NONE

B. Debt Restructuring

NONE

C. Reverse Mortgages

NONE

D. Loan-Backed Securities

1. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.
2. All securities during 2013 with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the other-than-temporary impairment: NONE
3. Securities with a recognized other-than-temporary impairment currently held by the Company, where the present value of cash flows expected to be collected is less than the amortized cost basis of securities: NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

4. All impaired securities (fair value is less than cost or amortized cost) for which another-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 loss:		
1. Less than 12 Months	\$	(2,852,689)
2. 12 Months or Longer	\$	(476,123)
b. The aggregate related fair value of securities with unrealized losses:		
1. Less than 12 Months	\$	63,434,292
2. 12 Months or Longer	\$	4,802,977

5. According to SSAP 43R, the best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities held with an intent to sell were other-than-temporarily impaired to current fair value. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

E. Repurchase Agreements and/or Securities Lending Transactions

1. Collateral from lending activities: According to the securities lending agreement, the collateral requirement shall be an amount equal to 102% of the then current market value of the relevant loaned securities where securities and collateral are denominated in the same currency, and 105% for all other securities.
2. As of December 31, 2013, the Company has not pledged any of its assets as collateral.
3. Collateral Received

a. Aggregate Amount of Cash Collateral Received

1. Repurchase Agreements		
NONE		
2. Securities Lending		
(1)		
<u>Fair Value</u>		
a. Open	\$7,522,717	
b. 30 Days or Less	0	
c. 31 to 60 Days	0	
d. 61 to 90 Days	0	
e. Greater Than 90 Days	0	
f. Subtotal	\$7,522,717	
g. Securities Received	0	
h. Total Collateral Received	\$7,522,717	
3. Dollar Repurchase Agreement		
NONE		

- b. The aggregate fair value of all securities acquired from the sale, trade or use of the accepted collateral (reinvested collateral): \$7,522,717.

- c. The Company receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The Company's lending agent, JPMorgan Chase Bank, reinvests the cash collateral according to investment guidelines outlined in the securities lending agreement. Under current conditions, the Company has \$260,004,703 of par value bonds (fair value of \$271,781,752) that are currently tradable securities that could be sold and used to pay for the \$7,522,717 in collateral calls that could come due under a worst-case scenario.

4. Securities Lending Transactions Administered by an Affiliated Agent

NONE

5. Collateral Reinvestment

a. Aggregate Amount of Cash Collateral Received (See schedule)

1. Repurchase Agreements			
NONE			
2. Securities Lending			
(1)			
(2)			
		<u>Amortized Cost</u>	<u>Fair Value</u>
a. Open	\$7,522,717		\$7,522,805
b. 30 Days or Less	0		0
c. 31 to 60 Days	0		0
d. 61 to 90 Days	0		0
e. 90 to 120 Days	0		0
f. 121 to 180 Days	0		0
g. 181 to 365 Days	0		0
h. 1 to 2 Years	0		0
i. 2 to 3 Years	0		0
j. Greater Than 3 Years	0		0
k. Sub-Total	\$7,522,717		\$7,522,805
l. Securities Received	0		0
m. Total Collateral Reinvested	\$7,522,717		\$7,522,805

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

3. Dollar Repurchase Agreement

NONE

- b. The Company's sources of cash that it uses to return cash collateral is dependent upon the liquidity of the current market conditions. Under current conditions, the Company has \$260,004,703 of par value bonds (fair value of \$271,781,752) that are currently tradable securities that could be sold and used to pay for the \$7,522,805 in collateral calls that could come due under a worst-case scenario.

F. Real Estate

NONE

G. Low-income housing tax credits (LHITC)

NONE

H. Restricted Assets

1. Restricted Assets (Including Pledged)

Restricted Asset Category	Gross Restricted							8 Total Current Year Admitted Restricted	Percentage	
	Current Year					6 Total From Prior Year	7 Increase/ (Decrease) (5 minus 6)		9 Gross Restricted to Total Assets	10 Admitted Restricted to Total Admitted Assets
	1 Total General Account (G/A)	2 G/A Supporting Protected Cell Account Activity (a)	3 Total Protected Cell Account Restricted Assets	4 Protected Cell Account Assets Supporting G/A Activity (b)	5 Total (1 plus 3)					
a. Subject to contractual obligation for which liability is not shown										
b. Collateral held under security lending agreements	\$7,522,717	\$0.00	\$0.00	\$0.00	\$7,522,717	\$18,415,885	(\$10,893,168)	\$7,522,717	2.1%	2.1%
c. Subject to repurchase agreements										
d. Subject to reverse repurchase agreements										
e. Subject to dollar repurchase agreements										
f. Subject to dollar reverse repurchase agreements										
g. Placed under option contracts										
h. Letter stock or securities restricted as to sale										
i. On deposit with states	\$2,536,492	\$0.00	\$0.00	\$0.00	\$2,536,492	\$2,545,870	\$(9,378)	\$2,536,492	0.7%	0.7%
j. On deposit with other regulatory bodies										
k. Pledged as collateral not captured in other categories										
l. Other restricted assets										
m. Total Restricted Assets	\$10,059,209	\$0.00	\$0.00	\$0.00	\$10,059,209	\$20,961,755	\$(10,902,546)	\$10,059,209	2.8%	2.8%

(a) Subset of column 1

(b) Subset of column 3

2. Through 8.

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

6) Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies.
- B. NONE

7) Investment Income

- A. Investment income due and accrued on bonds in default is excluded (non-admitted) from surplus.
- B. The total amount excluded at December 31, 2013 and 2012 was \$0 and \$0, respectively.

8) Derivative Instruments

NONE

9) Income Taxes

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

1.

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

(a) Gross Deferred Tax Assets	\$ 7,046,223	\$ 16,924	\$ 7,063,147
(b) Statutory Valuation Allowance Adjustments	\$ 0	\$ 0	\$ 0
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 7,046,223	\$ 16,924	\$ 7,063,147
(d) Deferred Tax Assets Nonadmitted	\$ 2,680,352	\$ 0	\$ 2,680,352
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 4,365,871	\$ 16,924	\$ 4,382,795
(f) Deferred Tax Liabilities	\$ 245,719	\$ 0	\$ 245,719
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 4,120,152	\$ 16,924	\$ 4,137,076

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

(a) Gross Deferred Tax Assets	\$ 6,128,342	\$ 865,398	\$ 6,933,740
(b) Statutory Valuation Allowance Adjustments	\$ 0	\$ 0	\$ 0
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 6,128,342	\$ 865,398	\$ 6,933,740
(d) Deferred Tax Assets Nonadmitted	\$ 2,266,158	\$ 0	\$ 2,266,158
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 3,862,184	\$ 865,398	\$ 4,727,582
(f) Deferred Tax Liabilities	\$ 211,563	\$ 0	\$ 211,563
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 3,650,621	\$ 865,398	\$ 4,516,019

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

(a) Gross Deferred Tax Assets	\$ 917,881	\$ (848,474)	\$ 69,407
(b) Statutory Valuation Allowance Adjustments	\$ 0	\$ 0	\$ 0
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 917,881	\$ (848,474)	\$ 69,407
(d) Deferred Tax Assets Nonadmitted	\$ 414,194	\$ 0	\$ 414,194
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 503,687	\$ (848,474)	\$ (344,787)
(f) Deferred Tax Liabilities	\$ 34,156	\$ 0	\$ 34,156
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 469,531	\$ (848,474)	\$ (378,943)

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS**

2.

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

Admission Calculation Components SSAP No. 101

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$.....3,132,544	\$	\$ 3,132,544
(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)	\$.....987,608	\$ 16,924	\$ 1,004,532
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$.....987,608	\$ 16,924	\$ 1,004,532
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	<u>XXX</u>	<u>XXX</u>	\$ 6,884,682
(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.	\$.....245,719	\$0	\$ 245,719
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101.			
Total (2(a) + 2(b) + 2(c))	\$.....4,365,871	\$ 16,924	\$ 4,382,795

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

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$.....2,293,018	\$0	\$ 2,293,018
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	\$.....1,357,603	\$865,398	\$ 2,223,001
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$.....1,357,603	\$865,398	\$ 2,223,001
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	<u>XXX</u>	<u>XXX</u>	\$ 5,099,003
(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.	\$.....211,563	\$0	\$ 211,563
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101.			
Total (2(a) + 2(b) + 2(c))	\$.....3,862,184	\$865,398	\$ 4,727,582

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

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$.....839,526	\$0	\$ 839,526
(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)	\$.....(369,995)	\$(848,474)	\$(1,218,469)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$.....(369,995)	\$(848,474)	\$(1,218,469)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	<u>XXX</u>	<u>XXX</u>	\$ 1,785,679
(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.	\$..... 34,156	\$0	\$ 34,156
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101.			
Total (2(a) + 2(b) + 2(c))	\$.....503,687	\$(848,474)	\$(344,787)

3.

2013	2012
------	------

(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	..... 506.7%	.....526.4%
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	\$.....53,569,013	\$ 51,700,282

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS**

4.

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

Impact of Tax Planning Strategies

(a) Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0.0	12.2	12.2
(b) Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)	0.0	21.0	21.0

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

(a) Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0.0	12.4	12.4
(b) Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)	0.0	19.2	19.2

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

(a) Adjusted Gross DTAs (% of Total Adjusted Gross DTAs)	0.0	(0.2)	(0.2)
(b) Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)	0.0	1.8	1.8
(c) Does the Company's tax-planning strategies include the use of reinsurance? Yes..... No..... X			

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	\$ 1,182,203	\$ 1,952,540	\$ (770,337)
(b) Foreign	\$ 0	\$ 0	\$ 0
(c) Subtotal	\$ 1,182,203	\$ 1,952,540	\$ (770,337)
(d) Federal income tax on net capital gains	\$ 0	\$ 0	\$ 0
(e) Utilization of capital loss carry-forwards	\$ 0	\$ 0	\$ 0
(f) Other	\$ (61,101)	\$ (54,511)	\$ (6,590)
(g) Federal and foreign income taxes incurred	\$ 1,121,102	\$ 1,898,029	\$ (776,927)

2. Deferred Tax Assets:

(a) Ordinary

(1) Discounting of unpaid losses	\$ 0	\$ 0	\$ 0
(2) Unearned premium reserve	\$ 0	\$ 0	\$ 0
(3) Policyholder reserves	\$ 3,065,465	\$ 2,510,648	\$ 544,817
(4) Investments	\$ 0	\$ 0	\$ 0
(5) Deferred acquisition costs	\$ 2,689,776	\$ 2,705,072	\$ (15,296)
(6) Policyholder dividends accrual	\$ 18,674	\$ 18,855	\$ (181)
(7) Fixed assets	\$ 0	\$ 100,413	\$ (100,413)
(8) Compensation and benefits accrual	\$ 0	\$ 0	\$ 0
(9) Pension accrual	\$ 0	\$ 0	\$ 0
(10) Receivables - nonadmitted	\$ 805,365	\$ 515,773	\$ 289,592
(11) Net operating loss carry-forward	\$ 0	\$ 0	\$ 0
(12) Tax credit carry-forward	\$ 21,098	\$ 14,395	\$ 6,703
(13) Other (including items <5% of total ordinary tax assets)	\$ 445,845	\$ 263,186	\$ 182,659
(99) Subtotal	\$ 7,046,223	\$ 6,128,342	\$ 917,881
(b) Statutory valuation allowance adjustment	\$ 0	\$ 0	\$ 0
(c) Nonadmitted	\$ 2,680,352	\$ 2,266,158	\$ 414,194
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 4,365,871	\$ 3,862,184	\$ 503,687
(e) Capital:			
(1) Investments	\$ 0	\$ 0	\$ 0
(2) Net capital loss carry-forward	\$ 16,924	\$ 865,398	\$ (848,474)
(3) Real estate	\$ 0	\$ 0	\$ 0
(4) Other (including items <5% of total capital tax assets)	\$ 0	\$ 0	\$ 0
(99) Subtotal	\$ 16,924	\$ 865,398	\$ (848,474)
(f) Statutory valuation allowance adjustment	\$ 0	\$ 0	\$ 0
(g) Nonadmitted	\$ 0	\$ 0	\$ 0
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ 16,924	\$ 865,398	\$ (848,474)
(i) Admitted deferred tax assets (2d + 2h)	\$ 4,382,795	\$ 4,727,582	\$ (344,787)

**ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY
NOTES TO FINANCIAL STATEMENTS**

3. Deferred Tax Liabilities:

(a) Ordinary

(1) Investments	\$.....211,251	\$.....211,563	\$.....(312)
(2) Fixed assets	\$..... 34,468	\$.....0	\$..... 34,468
(3) Deferred and uncollected premium	\$..... 0	\$.....0	\$.....0
(4) Policyholder reserves	\$..... 0	\$.....0	\$.....0
(5) Other (including items<5% of total ordinary tax liabilities)	\$..... 0	\$.....0	\$.....0
(99) Subtotal	\$.....245,719	\$.....211,563	\$..... 34,156

(b) Capital:

(1) Investments	\$..... 0	\$.....0	\$.....0
(2) Real Estate	\$..... 0	\$.....0	\$.....0
(3) Other (including items <5% of total capital tax liabilities)	\$..... 0	\$.....0	\$.....0
(99) Subtotal	\$..... 0	\$.....0	\$.....0

(c) Deferred tax liabilities (3a99 + 3b99)

\$.....245,719	\$.....211,563	\$..... 34,156
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4. Net deferred tax assets/liabilities (2i - 3c)

\$..... 4,137,076	\$.....4,516,019	\$.....(378,943)
-------------------	------------------	------------------

D. Reconciliation of federal income tax rate to actual effective rate:

The provision for federal income taxed incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before taxes. The significant items causing this difference are as follows:

Amount	Tax Effect	Effective Tax Rate
--------	------------	--------------------

1. Description:

(a) Income Before Taxes	\$.....6,603,839	\$..... 2,245,305	..... 34.00%
(b) Reinsurance income from in-force block	\$..... (283,567)	\$.....(96,413)	..... -1.46%
(c) Dividends Received Deduction	\$..... (800,000)	\$.....(272,000)	..... -4.12%
(d) Proration	\$..... 0	\$.....0	..... 0.00%
(e) Meals & Entertainment	\$..... 50,277	\$..... 17,094	..... 0.26%
(f) Statutory Valuation Allowance	\$..... 0	\$.....0	..... 0.00%
(g) Amortization of IMR	\$..... (387,269)	\$.....(131,671)	..... -1.99%
(h) Small company life deduction	\$..... (1,466,710)	\$.....(498,681)	..... -7.55%
Other, Including Prior Year True-Up	\$..... (522,888)	\$.....(177,783)	..... -2.70%
Total	\$.....3,193,682	\$..... 1,085,851	..... 16.44%

2. Description:

(a) Federal Income Tax Incurred [Expense/(Benefit)]	\$..... 1,121,102
(b) Tax on Capital Gains/(Losses)	\$..... 0
(c) Change in Net Deferred Income Tax [Charge/(Benefit)]	\$.....(35,251)
Total	\$..... 1,085,851

E. Carryforwards, recoverable taxes, and IRC S6603 deposits:

1. At December 31, 2013, the Company had net operating loss carry forwards of:	\$.....0
At December 31, 2013, the Company had capital loss carry forwards of:	\$.....49,776
At December 31, 2013, the Company had AMT credit carry forwards, which do not expire, in the amount of:	\$.....21,098

2. The following is income tax expense for 2011, 2012, and 2013 that is available for recoupment in the event of future net losses:

Year	Ordinary	Capital	Total
2011	\$..... 608,888	\$.....0	\$..... 608,888
2012	\$..... 1,891,439	\$.....0	\$..... 1,891,439
2013	\$..... 1,276,776	\$.....0	\$..... 1,276,776
Total	\$..... 3,777,103	\$.....0	\$..... 3,777,103

3. Deposits admitted under IRC S6603:
NONE

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

- Grange Life Reinsurance Company
Northview Insurance Agency, Inc.
- The method of allocation among companies is subject to a written agreement, approved by the Board of Directors, whereby allocation is made primarily on a separate company basis with current credit for losses.

G. Income tax loss contingencies:

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

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

A, B, & C. All employees of the parent company, Grange Mutual Casualty Company (Grange Mutual), are covered by a participating group life insurance policy issued by the Company. Premiums received from Grange Mutual amounted to \$1,905,331 and \$1,862,531 in 2013 and 2012, respectively. Dividends of \$283,200 and \$63,807 were paid to Grange Mutual in 2013 and 2012, respectively.

In December 2012, the Company formed Grange Life Reinsurance Company (Grange Life Re) as a Vermont special purpose financial captive insurance company. Grange Life Re issued 250,000 common shares of its capital stock, each with a par value of \$1.00, to the Company in exchange for paid-in capital of \$250,000. The Company contributed an additional \$3,000,000 in surplus, designated as unassigned surplus.

The Company entered into a coinsurance agreement on a funds withheld basis with Grange Life Re, whereby the captive will assume 100% of the risks and rewards of the universal and term life insurance policies effective January 1, 2012.

The Company recorded the following transactions with Grange Life Re as of December 31, related to the reinsurance agreement:

Transactions	2013	2012
Ceded Premiums	10,319,964	8,813,506
Ceded Losses	1,504,377	1,264,272
Ceded Reserves	9,858,765	14,562,049
Ceding Allowances	8,876,204	7,355,511

The Company identified Grange Life Re as an unauthorized affiliate U.S. Captive reinsurer on Schedule S, collateralized with a syndicated letter of credit and funds-withheld. As of December 31, 2013 and 2012, the letter of credit totaled \$24,500,000 and \$14,500,000, respectively and the funds withheld amount was \$0 and \$1,662,000, respectively.

In 2012, the Company recorded aggregate write-ins for deductions and gains in surplus related to the deferred gain of \$3,247,415, net of tax, on in-force business ceded to Grange Life Re. The Company recognized \$283,567 of the deferred income in 2013 through Expense Allowances on Ceded Commission with \$2,963,848 remaining deferred in Surplus to be recognized in future periods when earned.

D. The Company reported amounts due to the parent company, Grange Mutual, of \$13,103,183 and \$11,318,228 at December 31, 2013 and 2012, respectively. All amounts due to the parent company were settled within 30 days.

As of December 31, 2013 the Company reported amounts due to Grange Life Re of \$1,526,011 for tax sharing obligations that will be paid upon receipt of funds from the Internal Revenue Service and \$431,741 due from Grange Life Re for the settlement of intercompany general expenses and reinsurance related to funds withheld, which was settled within 60 days. As of December 31, 2012, the Company had \$2,838,601 due from affiliates and \$1,421,423 payable to affiliates. The receivable represents amounts due from GLIC associated with a tax sharing agreement. The payable represents the settlement of the Funds withheld balance as of December 31, 2012. This amount was settled within 30 days.

E. The Company does not have any guarantees or undertakings.

F. The parent company, Grange Mutual, has a formal cost-sharing agreement with its property-casualty affiliate and certain of its subsidiaries, including the Company, whereby the parent company provides certain operational and administrative services – such as sales support, advertising, information technology support, investment management services, employee benefits and personnel management services, and other general management services – to these companies. Expenses covered by this agreement are subject to allocation among the parent company, its affiliate and its subsidiaries. The allocations are based on techniques and procedures in accordance with SAP and insurance regulatory guidelines. Measures used to allocate expenses among the companies include individual employee estimates of time spent, specific cost studies, salary expenses, and other methods agreed to by the participating companies that are within industry guidelines and practices. The Company does not believe that expenses recognized under this agreement are materially different than expenses that would have been recognized had the Company operated on a stand-alone basis.

In addition, a management fee is assessed by and paid to Grange Mutual as a reimbursement for certain expenses – such as salaries, pension and post-retirement benefits – that are incurred on behalf of the Company.

The Company is also a party to a service agreement with Grange Life Re whereby they provide services and make available services necessary to support their business operations. These services include all necessary financial, actuarial, audit, accounting, tax, information technology, records management and legal and compliance services, other than those provided by third-party service providers. The Company is reimbursed for all direct costs incurred by their subsidiary.

G. The Company is controlled by Grange Mutual, an Ohio domiciled property-casualty insurance company, which owns approximately 79.21% of the outstanding capital stock of the Company.

H. The Company did not deduct from the value of an upstream intermediate entity or ultimate parent owned, either directly or indirectly, via a downstream subsidiary, controlled, or affiliated entity.

I. The Company's investment in their subsidiaries did not exceed 10% of admitted assets.

J. The Company did not recognize any impairment write downs of their subsidiaries.

K. The Company does not hold an investment in a foreign insurance subsidiary.

L. The Company does not hold an investment in a downstream noninsurance holding company.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

11) Debt

NONE

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

A. Defined Benefit Plan

NONE

B. Defined Contribution Plans

NONE

C. Multi-employer Plans

NONE

D. Consolidated/Holding Company Plans

Employees of the parent company, Grange Mutual, including those employees that provide services to the Company, participate in 1) a defined benefit plan providing pension benefits to eligible participants (for employees hired on or before December 31, 2006), 2) a defined benefit plan providing postretirement health care benefits and life insurance coverage to eligible participants (for employees hired on or before December 31, 2005), 3) a defined contribution Retirement Accumulation Accounts plan that covers substantially all employees hired on or after January 1, 2007, and 4) a defined contribution Incentive Savings Plan (a 401k plan) that covers substantially all employees. Each of these plans is sponsored by the parent company, and the Company has no legal obligation for the related employee benefits. The parent company's policy is to fund pension costs as incurred. Under the Incentive Savings Plan, employee salary deferrals of up to 6% of the base salary are subject to a 50% matching contribution from the parent company. Under the Retirement Accumulation Accounts, the parent company makes annual contributions to eligible employees based on a formula utilizing the employee's salary, age, and years of credited service.

Expenses incurred related to these plans that are attributable to employees providing services to the Company are allocated to the Company and reimbursed to the parent company through a management fee (see note 10F). The Company's allocated share of the net periodic pension benefit cost was \$393,986 and \$310,721 in 2013 and 2012, respectively. The Company's allocated share of the net periodic postretirement benefit cost was \$215,230 and \$184,537 in 2013 and 2012, respectively. The Company's allocated share of the 401k matching contribution cost was \$127,929 and \$113,640 in 2013 and 2012, respectively.

E. Postemployment Benefits and Compensated Absences

The Company accrued \$205,000 and \$211,000 for compensated absences at December 31, 2013 and 2012, respectively.

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

NONE

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

- 1) The Company has 101,000 shares of its capital stock authorized, with 101,000 shares issued and outstanding at December 31, 2013. The par value per share is \$18.75.
- 2) The Company has no preferred stock outstanding.
- 3) Ohio law limits the Company's payment of dividends to the parent company, Grange Mutual. The maximum dividend that may be paid by an Ohio domiciled insurance company to its shareholders in any year without the prior approval of the Director of the Department is limited to the greater of the net income of the preceding calendar year or 10% of capital and surplus as of the preceding December 31. Capital and surplus at December 31, 2013 was \$51,015,433. Therefore, the maximum dividend payments that can be made in 2014, without obtaining prior approval, are \$5,101,543.
- 4) No ordinary dividends were paid by the Company.
- 5) Within the limitations of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- 6) There were no restrictions placed on the Company's surplus, including for whom the surplus is being held. Unassigned surplus held for the benefit of policyholders was \$42,090,433 and \$40,202,121 at December 31, 2013 and 2012, respectively.
- 7) No advances to surplus were made.
- 8) No amounts of stock were held by the Company, including stock of affiliated companies, for special purposes.
- 9) No special surplus funds were maintained.
- 10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses are \$1,917,343.
- 11) The Company did not hold any surplus debentures or similar obligations.
- 12) The Company did not have any restatement due to prior quasi-reorganizations.
- 13) There are no effective dates for quasi-reorganizations in the prior 10 years.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

14) Contingencies

A. Contingent Commitments

NONE

B. Assessments

1) The Company may be subjected to mandatory assessments from state guarantee funds to cover losses of policyholders of insolvent or rehabilitated insurance companies. Based on data published in the fourth quarter of 2013 by the National Organization of Life & Health Insurance Guaranty Associations, the Company has recorded a liability of \$636,071 and \$622,722 as of December 31, 2013 and 2012, respectively, in anticipation of future mandatory assessments from state guarantee funds in states in which the Company writes business.

2)

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end.....	\$	33,526
b. Decreases current year: Premium credit applied or non-admitted	\$	33,526
c. Increases current year: Premium tax offset applied.....	\$	16,930
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$	16,930

C. Gain Contingencies

NONE

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

The company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits.

	Direct
Claims related ECO and bad faith losses paid during the reporting period	\$ 0.00

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period.

(a) 0-25 Claims	(b) 26-50 Claims	(c) 51-100 Claims	(d) 101-500 Claims	(e) More than 500 Claims
X				

Indicate whether claim count information is disclosed per claim or per claimant.

(f) Per Claim [X] (g) Per Claimant []

E. All Other Contingencies

The Company is a defendant in lawsuits arising in the ordinary course of business from claims under insurance policies and from other matters. Accruals for these lawsuits have been provided to the extent that losses are deemed probable. In the opinion of management, the effects, if any, of such lawsuits are not expected to have a material impact on the Company's financial position or results from operations.

15) Leases

The Company has no lease obligations.

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. Transfers of Receivables Reported as Sales

NONE

B. Transfer and Servicing of Financial Assets

The Company participates in a securities lending program with JPMorgan Chase Bank as lending agent. Securities on loan as of December 31, 2013 were fixed income bonds, totaling \$7,354,542. Collateral received from lending activities is maintained in accordance to the securities lending agreement, whereby the collateral requirement shall be an amount equal to 102% of the then current market value of the relevant loaned securities where securities and collateral are denominated in the same currency, and 105% for all other securities. The Company's lending agent, JPMorgan Chase Bank, reinvests the cash collateral according to investment guidelines outlined in the securities lending agreement and is reported on-balance sheet. Collateral received in the form of securities are restricted and off-balance sheet. The Company is not able to sell or reinvest the securities received as collateral and according to the MLSA, the borrower bears all the risk associated with said securities.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

C. Wash Sales

NONE

18) Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

NONE

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

NONE

20) Fair Value Measurements

A.

1. Fair Value Measurements as of December 31, 2013:

Description	Level 1	Level 2	Level 3	Total
a. ASSETS AT FAIR VALUE				
Perpetual Preferred Stock				
Industrial & Misc	0	0	0	0
Parent, Subs, & Affiliates	0	0	0	0
Total Perpetual Preferred Stock	0	0	0	0
Bonds				
US Governments	0	0	0	0
US States, Territories, & Possessions	0	0	0	0
US Political Subdivisions	0	0	0	0
US Special Rev & Assessment	0	0	0	0
Industrial & Misc	0	0	0	0
Parent, Subs, & Affiliates	0	0	0	0
Total Bonds	0	0	0	0
Common Stock				
Industrial & Misc	0	0	0	0
Parent, Subs, & Affiliates	0	0	\$ 6,454,754	\$ 6,454,754
Total Common Stock	0	0	\$ 6,454,754	\$ 6,454,754
Other Invested Assets	0	0	0	0
Total Other Invested	0	0	0	0
TOTAL ASSETS AT FAIR VALUE	0	0	\$ 6,454,754	\$ 6,454,754
b. LIABILITIES AT FAIR VALUE				
Derivative liabilities	0	0	0	0
Total Derivative Liabilities	0	0	0	0
TOTAL LIABILITIES AT FAIR VALUE	0	0	0	0

2. Fair Value Measurements in (Level 3) of the Fair Value:

	Balance at 01/01/2013	Transfers in to Level 3	Transfers out Level 3	Total G/(L) included in Net Income	Total G/(L) included in Surplus	Purchases	Issuances	Sales	Settlements	Balance at 12/31/2013
Bonds	0	0	0	0	0	0	0	0	0	0
Common Stock	\$ 6,233,017	0	0	0	\$ 221,737	0	0	0	0	\$ 6,454,754
Other Invested Assets	0	0	0	0	0	0	0	0	0	0
	\$ 6,233,017	0	0	0	\$ 221,737	0	0	0	0	\$ 6,454,754

3. The reporting entity's policy is to recognize transfers in and out as of the end of the reporting period.

4. As of December 31, 2013, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

Bonds - According to statutory accounting rules, fixed income securities with a rating of NAIC 1 thru 5 are reported at amortized cost. Securities with a rating of NAIC of 6 are measured and reported at the lower of amortized cost or fair value on the statement of financial position. As of December 31, 2013, the Company did not have any bonds rated NAIC-6 and therefore did not report any securities at fair value.

Parents, Subsidiaries, and Affiliates - The Company's investment in one subsidiary is measured and reported at fair value at December 31, 2013 totaling \$6,454,754. Fair value measurement is determined by the individual entity's surplus at the end of a period, or the amount by which assets exceed liabilities. The subsidiary is in the insurance industry, whereby its assets are largely comprised of fixed income securities carried at amortized cost and its liabilities represent reserves for underwriting losses. Some inputs to the valuation methodology are unobservable and significant to the fair value measurement, and result in disclosure at Level 3.

5. The Company does not have derivative assets or liabilities.

B. The Company is not required to combine the fair value information disclosed under SSAP No. 100, since it is not practicable.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

C. Fair values for these types of financial instruments:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 271,768,721	\$ 268,880,486	\$ 19,958,413	\$ 251,810,308		
Common Stock	\$ 6,455,535	\$ 6,454,754			\$ 6,454,754	\$ 781
Money Market						

D. Not Practicable to Estimate Fair Value

Type or Class of Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Common Stock	\$ 781			Stock represents ownership of an insurance agency valued at original cost and reported as a subsidiary of the entity

21) Other Items

A. Extraordinary items

NONE

B. Troubled Debt Restructuring: Debtors

NONE

C. Other Disclosures and Unusual Items

NONE

D. Business Interruption and Insurance Recoveries

NONE

E. State Transferable and Non-Transferable Tax Credits

NONE

F. Subprime Mortgage Related Risk Exposure

1. Management Definition of Exposure to Subprime Mortgage Related Risk:

Management defines "subprime" mortgage loans as mortgage loans that are originated with an inherently higher risk profile or have a loan structure that is distinctly different from that of traditional mortgage loans. Management considers the following factors in determining whether or not a mortgage represents a subprime risk: borrowers with low credit ratings (FICO score); unconventionally high initial loan-to-value ratios (LTVs); unconventionally structured loans (option pay adjustable rate mortgages or negative amortizing loans); unconventionally high interest rates; and less than conventional documentation of the borrower's income and/or assets.

The Company does not invest in mortgage loans on a direct basis, nor is it in the practice of originating mortgage loans.

2. The Company has no direct exposure through investments in subprime mortgage loans.

3. Estimated Direct Exposure to Subprime Mortgage Risk Through Other Investments:

Management considers the Company's holdings in securities with underlying subprime exposure to be minimal. The majority of residential mortgage backed securities (RMBS) in the portfolio are issued by government-sponsored enterprises (GSEs). Securities with collateral that contain subprime characteristics based on low credit (FICO scores less than 620) and/or high LTVs represent less than 1% of the Company's invested assets. In addition, these securities were issued prior to 2003. The Company's bond portfolio does not include any positions in collateralized debt obligations (CDOs) on a direct basis. On a quarterly basis, management reviews all loan-backed and structured securities with an unrealized loss position according to SSAP 43-R. The best estimate of future cash flows using the appropriate discount rate is calculated for each affected security. To assist in this effort, a brokerage firm provides forward-looking assumptions for default rates, voluntary prepayment speeds, and loss severities on a majority of the securities governed by SSAP 43R. The outcomes of this process assure that anticipated cash flows will not be less than the carrying value subsequent to other-than-temporary impairments. As of December 31, 2013, management estimates there were no unrealized losses present due to subprime mortgage exposure.

Estimated direct exposure to subprime mortgage risk through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	0	0	0	0
b. Commercial mortgage-backed securities	0	0	0	0
c. Collateralized debt obligations	0	0	0	0
d. Structured securities	0	0	0	0
e. Equity investment in SCAs *	0	0	0	0
f. Other assets	0	0	0	0
g. Total	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

4. Underwriting Exposure to Subprime Mortgage Risk:

The Company does not write Mortgage Guaranty or Financial Guaranty insurance coverage, nor does it write any other lines of insurance with underwriting exposure to subprime mortgage risk.

G. Retained Assets

NONE

H. Off-Setting and Netting of Assets and Liabilities

NONE

22) Events Subsequent

Type I-Recognized Subsequent Events: NONE

Type II-Nonrecognized Subsequent Events: 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) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes () No (X) 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 reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes () No (X)

- a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. \$0

- b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? \$0

2. Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes () No (X) 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 that were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes () No (X)

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

B. Uncollectible Reinsurance

NONE

C. Commutation of Ceded Reinsurance

NONE

D. Certified Reinsurer Rating Downgraded and Status Subject to Revocation

NONE

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

24) Retrospectively Rated Contracts & Contracts Subject to Redetermination

NONE

25) Change in Incurred Losses and Loss Adjustment Expenses

NONE

26) Intercompany Pooling Arrangements

NONE

27) Structured Settlements

NONE

28) Health Care Receivables

NONE

29) Participating Policies

For the year ending December 31, 2013 and 2012, premiums under individual and group participating policies were \$2,165,927 and \$2,137,222, respectively or 2.7% of total individual and group premiums in both years. The method of accounting for policyholder dividends for participating individual life insurance policies is based upon the accounting regulations in Statement of Statutory Accounting Principles No. 51, *Life Contracts*. The method of accounting for policyholder dividends on the participating group life insurance policy is based on premium and claim experience from the prior year. During 2013 and 2012, the Company paid dividends in the amount of \$338,123 and \$119,264, respectively, to policyholders and did not allocate any additional income to such policyholders.

30) Premium Deficiency Reserves

NONE

31) Reserves for Life Contracts and Annuity Contracts

1. The Company waives deduction of deferred fractional premiums upon the death of the insured. The Company returns any portion of the final premium paid beyond the date of death for all policies. Surrender values are not promised in excess of the legally computed reserves.
2. Extra premiums are charged for substandard lives, plus the gross premium for a rated age. Mean reserves for substandard lives are determined by computing the regular mean reserve for the plan at the rated age and holding an additional reserve of one-half (1/2) of the extra premium charge for the year.
3. As of December 31, 2013, the Company had \$3,284,787,964 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio. Reserves to cover the above insurance totaled the gross amount of \$18,944,278 at year-end and are reported in Exhibit 5, Miscellaneous Reserves, Line 0700001.
4. The tabular interest (Page 7, Line 4), the tabular less actual reserve released (Page 7, Line 5), and the tabular cost (Page 7, Line 9) have been determined by formulas as described in the instructions for Page 7.
5. For the determination of tabular interest on funds not involving life contingencies for each valuation rate of interest, the tabular interest is calculated as the product of such valuation rate of interest multiplied by the mean of the amount of funds subject to such valuation rate of interest held at the beginning and end of the year of valuation.
6. There were no other material reserve changes.

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

	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A. Subject to discretionary withdrawal:					
(1) With fair value adjustment	\$	\$	\$	\$.....0	..... 0.000
(2) At book value less current surrender charge of 5% or more	..... 9,677,750	.....	.....	..... 9,677,750	..... 15.933
(3) At fair value	.....	.....	.....	.....0	..... 0.000
(4) Total with adjustment or at fair value (total of 1 through 3)	..... 9,677,750	.....0	..... 0	..... 9,677,750	..... 15.933
(5) At book value without adjustment (minimal or no charge or adjustment)	..... 51,060,646	.....	.....	..... 51,060,646	..... 84.067
B. Not subject to discretionary withdrawal	.....	.....	.....	.....0	..... 0.000
C. Total (gross: direct + assumed)	..... 60,738,396	.....0	..... 0	..... 60,738,396	.....100.000
D. Reinsurance ceded	.....	.....	.....	.....0	.....
E. Total (net)* (C) - (D)	\$ 60,738,396	\$.....0	\$ 0	\$ 60,738,396	.....

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F. Life & Accident & Health Annual Statement:		
1.	Exhibit 5, Annuities Section, Total (net)	\$ 60,180,318
2.	Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	-
3.	Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	\$ 558,078
4.	Subtotal	\$ 60,738,396
Separate Accounts Annual Statement:		
	\$	
5.	Exhibit 3, Line 0299999, Column 2	-
6.	Exhibit 3, Line 0399999, Column 2	-
7.	Policyholder dividends	-
8.	Policyholder premiums	-
9.	Guaranteed interest contracts	-
10.	Other contract deposit funds	-
11.	Subtotal	-
12.	Combined Total	\$ 60,738,396
G. FHLB (Federal Home Loan Bank) Agreements		
1.	NONE	

33) Premium and Annuity Considerations Deferred and Uncollected

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

	<u>Type</u>	<u>Gross</u>	<u>Net of Loading</u>
(1)	Industrial	\$	\$
(2)	Ordinary new business	\$ 2,402,693	\$ 780,608
(3)	Ordinary renewal	\$ 18,502,445	\$ 31,571,253
(4)	Credit Life	\$	\$
(5)	Group Life	\$	\$
(6)	Group Annuity	\$	\$
(7)	Totals	\$ 20,905,138	\$ 32,351,861

34) Separate Accounts

NONE

35) Loss/Claim Adjustment Expense

NONE

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [] No []
 If yes, complete Schedule Y, Parts 1, 1A and 2.
- 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 [] 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 []
- 2.2 If yes, date of change:07/25/2013
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2009
- 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.12/31/2009
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).10/25/2010
- 3.4 By what department or departments? OHIO.....
- 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 []
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A []
- 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 []
- 4.12 renewals? Yes [] No []
- 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 []
- 4.22 renewals? Yes [] No []
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No []
- 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 Name of Entity	2 NAIC Company Code	3 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 []
- 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 []
- 7.2 If yes,
- 7.21 State the percentage of foreign control
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
 8.4 If response to 8.3 is yes, please provide 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
 Price Waterhouse Coopers LLP, 41 S. High Street, Suite 2500 Columbus, OH 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:
 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
 10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
 Robert P. Stone, Milliman, Inc. Chase Tower/Circle 111 Monument Circle Suite 601 Indianapolis, IN 46204.....
 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
 12.11 Name of real estate holding company
 12.12 Number of parcels involved
 12.13 Total book/adjusted carrying value \$.....
 12.2 If yes, provide explanation

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
 a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 c. Compliance with applicable governmental laws, rules and regulations;
 d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 e. Accountability for adherence to the code.
 14.11 If the response to 14.1 is no, please explain:
 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
 14.21 If the response to 14.2 is yes, provide information related to amendment(s)
 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

GENERAL INTERROGATORIES

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

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

BOARD OF DIRECTORS

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

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 20.11 To directors or other officers | \$.....0 |
| | 20.12 To stockholders not officers | \$.....0 |
| | 20.13 Trustees, supreme or grand (Fraternal only) | \$.....0 |
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 20.21 To directors or other officers | \$.....0 |
| | 20.22 To stockholders not officers | \$.....0 |
| | 20.23 Trustees, supreme or grand (Fraternal only) | \$.....0 |
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- | | | |
|--|----------------------------|---------|
| | 21.21 Rented from others | \$..... |
| | 21.22 Borrowed from others | \$..... |
| | 21.23 Leased from others | \$..... |
| | 21.24 Other | \$..... |
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- | | | |
|--|--|---------|
| | 22.21 Amount paid as losses or risk adjustment | \$..... |
| | 22.22 Amount paid as expenses | \$..... |
| | 22.23 Other amounts paid | \$..... |
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$.....

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [] No [X]
- 24.02 If no, give full and complete information, relating thereto
 Certain bond securities are on deposit with state or regulatory bodies as marked in Schedule D Part 1.....
- 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)
 Please see Notes to the Financial Statements Number 5.....
- 24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [] NA []
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$.....7,522,717
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$.....
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [] NA []
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [] NA []
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [X] No [] NA []
- 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 | \$.....7,522,805 |
| | 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 | \$.....7,522,717 |
| | 24.103 Total payable for securities lending reported on the liability page | \$.....7,522,717 |

GENERAL INTERROGATORIES

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	\$.....
25.22	Subject to reverse repurchase agreements	\$.....
25.23	Subject to dollar repurchase agreements	\$.....
25.24	Subject to reverse dollar repurchase agreements	\$.....
25.25	Pledged as collateral	\$.....
25.26	Placed under option agreements	\$.....
25.27	Letter stock or securities restricted as to sale	\$.....
25.28	On deposit with state or other regulatory body	\$.....2,536,492
25.29	Other	\$.....

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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 []
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. \$.....

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
JPMorgan Chase Bank, NA.....	111 Polaris Parkway, Columbus, OH 43240.....

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
149003.....	Allianz Global Investors US LLC.....	600 West Broadway, 30th Floor, San Diego, CA 92101.....

GENERAL INTERROGATORIES

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

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

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 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 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds.....	268,880,486	271,667,305	2,786,819
30.2 Preferred Stocks.....	0	0	0
30.3 Totals	268,880,486	271,667,305	2,786,819

- 30.4 Describe the sources or methods utilized in determining the fair values:
Fair Values obtained primarily through HUB data, otherwise fair values from custodian statements are used.....
- 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:

GENERAL INTERROGATORIES

OTHER

- 33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$63,729
- 33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
AM BEST COMPANY, INC.....	\$.....18,151

- 34.1 Amount of payments for legal expenses, if any? \$77,144
- 34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
WILLKIE FARR & GALLAGHER LLP.....	\$.....41,210
DAVIS & HARMAN LLP.....	\$.....30,844

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$0
- 35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....	\$.....
.....	\$.....
.....	\$.....

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
- 1.2 If yes, indicate premium earned on U. S. business only. \$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		2
		Current Year		Prior Year
2.1	Premium Numerator	\$0		\$0
2.2	Premium Denominator	\$46,361,734		\$44,805,945
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$78,100		\$72,934
2.5	Reserve Denominator	\$264,453,221		\$250,438,563
2.6	Reserve Ratio (2.4/2.5)	.....0.000		.....0.000

- 3.1 Does this reporting entity have Separate Accounts? Yes [] No [X]
- 3.2 If yes, has a Separate Accounts statement been filed with this Department? Yes [] No [] N/A [X]
- 3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? \$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 [] No [X]
- 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 \$0
- 4.22 Received \$30,800
- 5.1 Does the reporting entity write any guaranteed interest contracts? Yes [] No [X]
- 5.2 If yes, what amount pertaining to these items is included in:
- 5.21 Page 3, Line 1 \$0
- 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: \$7,031,250
7. Total dividends paid stockholders since organization of the reporting entity:
- 7.11 Cash \$0
- 7.12 Stock \$0

GENERAL INTERROGATORIES

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

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

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

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium.....
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 Column 1 are:

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

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

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

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

Type		3	4	5	6	7	8	9
1 Guaranteed Death Benefits	2 Guaranteed Living Benefits	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

10 For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year: \$.....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 P&C Insurance Company and Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
.....
.....
.....
.....

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE 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)	2,649,866	2,491,260	2,382,680	2,324,114	2,270,764
2. Ordinary-term (Line 21, Col. 4, less Line 34, Col. 4)	17,560,700	16,392,862	15,833,523	15,638,033	15,146,699
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)	276,859	268,438	265,163	266,119	263,875
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)	20,487,425	19,152,560	18,481,366	18,228,266	17,681,338
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Col. 2)	281,228	278,563	207,317	186,100	171,682
9. Ordinary-term (Line 2, Col. 4, less Line 34, Col. 2)	2,121,413	1,800,593	1,058,035	1,287,298	1,579,744
10. Credit life (Line 2, Col. 6)	0	0	0	0	0
11. Group (Line 2, Col. 9)	10,422	13,946	23,667	15,461	13,316
12. Industrial (Line 2, Col. 2)	0	0	0	0	0
13. Total (Line 2, Col. 10)	2,413,063	2,093,102	1,289,019	1,488,859	1,764,742
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)	43,868,387	39,851,055	42,001,201	40,495,144	39,355,943
15.2 Ordinary individual annuities (Line 20.4, Col. 4)	1,030,193	3,581,819	4,315,609	7,744,847	4,096,011
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)	1,334,395	1,236,680	1,202,496	1,203,103	1,185,579
17.2 Group annuities (Line 20.4, Col. 7)	0	0	0	0	0
18.1A & H-group (Line 20.4, Col. 8)	0	0	0	0	0
18.2A & H-credit (group and individual) (Line 20.4, Col. 9)	0	0	0	0	0
18.3A & H-other (Line 20.4, Col. 10)	128,759	136,391	144,724	152,511	141,409
19. Aggregate of all other lines of business (Line 20.4, Col. 11)	0	0	0	0	0
20. Total	46,361,734	44,805,945	47,664,030	49,595,605	44,778,942
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	353,433,690	347,620,297	316,550,520	291,574,839	271,857,348
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	302,418,257	298,493,176	274,173,533	251,768,189	233,946,757
23. Aggregate life reserves (Page 3, Line 1)	264,779,515	251,355,110	245,738,959	232,914,866	218,654,355
24. Aggregate A & H reserves (Page 3, Line 2)	407,251	334,317	354,947	340,655	340,688
25. Deposit-type contract funds (Page 3, Line 3)	558,078	601,817	829,726	640,431	504,188
26. Asset valuation reserve (Page 3, Line 24.01)	2,553,580	2,564,161	1,236,649	1,110,224	1,046,553
27. Capital (Page 3, Lines 29 & 30)	1,893,750	1,893,750	1,893,750	1,893,750	1,893,750
28. Surplus (Page 3, Line 37)	49,121,683	47,233,371	40,483,237	37,912,900	36,016,841
Cash Flow (Page 5)					
29. Net cash from operations (Line 11)	15,526,735	12,685,605	6,907,584	20,750,681	8,317,800
Risk-Based Capital Analysis					
30. Total adjusted capital	53,569,013	51,700,282	43,613,636	40,916,874	38,957,144
31. Authorized control level risk-based capital	5,285,847	4,910,598	4,124,379	3,917,320	3,807,498
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)	87.5	83.6	88.1	89.9	92.1
33. Stocks (Lines 2.1 and 2.2)	2.1	2.1	0.0	0.0	0.0
34. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
35. Real estate (Lines 4.1, 4.2 and 4.3)	0.0	0.0	0.0	0.0	0.0
36. Cash, cash equivalents and short-term investments (Line 5)	4.6	4.8	4.4	5.6	4.3
37. Contract loans (Line 6)	3.4	3.3	3.5	3.6	3.7
38. Derivatives (Page 2, Line 7)	0.0	0.0	0.0	0.0	XXX
39. Other invested assets (Line 8)	0.0	0.0	0.0	0.0	0.0
40. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10)	2.4	6.1	4.0	0.8	XXX
42. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2013	2 2012	3 2011	4 2010	5 2009
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12, Col. 1)	0	0	0	0	0
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)	6,455,535	6,233,798	781	781	781
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
48. Affiliated mortgage loans on real estate	0	0	0	0	0
49. All other affiliated	0	0	0	0	0
50. Total of above Lines 44 to 49	6,455,535	6,233,798	781	781	781
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)	5,049,857	3,783,140	4,381,474	4,537,012	3,636,095
53. Total admitted assets (Page 2, Line 28, Col. 3)	353,433,690	347,620,297	316,550,520	291,574,839	271,857,348
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	12,862,367	12,390,454	12,696,411	13,147,728	12,163,319
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	0	22,920	(226,343)	(1,562,176)	(499,566)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	221,737	2,983,017	0	0	0
57. Total of above Lines 54, 55 and 56	13,084,104	15,396,391	12,470,068	11,585,552	11,663,753
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits-life (Lines 10, 11, 12, 13, 14 and 15, Col.1 minus Lines 10, 11, 12, 13, 14, and 15, Cols. 9, 10 and 11)	28,810,851	32,751,919	30,952,185	30,853,420	27,572,737
59. Total contract benefits-A & H (Lines 13 & 14, Cols. 9, 10 & 11)	132,750	168,199	195,629	158,986	197,135
60. Increase in life reserves-other than group and annuities (Line 19, Cols. 2 & 3)	13,648,638	3,475,330	12,636,192	10,645,805	10,287,775
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	(33,521)	(20,630)	14,292	(33)	(182,418)
62. Dividends to policyholders (Line 30, Col. 1)	56,042	404,451	178,222	148,502	169,919
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	23.9	25.4	29.1	24.7	25.8
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	5.3	7.4	5.4	5.0	4.9
65. A & H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2)	392.9	108.1	144.5	104.0	22.4
66. A & H cost containment percent (Schedule H, Part 1, Line 4, Col. 2)	0.0	0.0	0.0	0.0	0.0
67. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2)	19.5	24.0	20.9	16.3	14.8
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)	202,790	276,599	273,221	269,016	251,979
71. Prior years' claim liability and reserve-health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2)	191,043	207,769	191,904	190,686	353,543
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)	2,633,415	1,233,329	1,332,488	2,815,905	2,196,940
74. Ordinary-individual annuities (Col. 4)	(401,303)	(437,127)	456,827	824,392	642,247
75. Ordinary-supplementary contracts (Col. 5)	0	0	0	0	0
76. Credit life (Col. 6)	0	0	0	0	0
77. Group life (Col. 7)	752,671	509,083	656,134	707,674	628,483
78. Group annuities (Col. 8)	0	0	0	0	0
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)	2,660	(18,125)	(18,125)	(4,278)	98,692
82. Aggregate of all other lines of business (Col. 12)	0	0	0	0	0
83. Total (Col. 1)	2,987,443	1,287,160	2,427,324	4,343,693	3,566,362

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

If no, please explain

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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 Policies	8 Certificates		
1. In force end of prior year	0	0	123,494	18,884,122	0	0	2	2,228	268,438	19,152,560
2. Issued during year	0	0	12,018	2,402,641	0	0		159	10,422	2,413,063
3. Reinsurance assumed										0
4. Revived during year										0
5. Increased during year (net)									23,310	23,310
6. Subtotals, Lines 2 to 5	0	0	12,018	2,402,641	0	0	0	159	33,732	2,436,373
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		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	135,512	21,286,763	0	0	2	2,387	302,170	21,588,933
Deductions during year:										
10. Death			560	39,822			XXX	16	863	40,685
11. Maturity			268	5,374			XXX			5,374
12. Disability							XXX			0
13. Expiry										0
14. Surrender			3,106	451,978						451,978
15. Lapse			4,450	576,579						576,579
16. Conversion							XXX	XXX	XXX	0
17. Decreased (net)			18	2,444				134	24,448	26,892
18. Reinsurance										0
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19)	0	0	8,402	1,076,197	0	0	0	150	25,311	1,101,508
21. In force end of year (Line 9 minus Line 20)	0	0	127,110	20,210,566	0	0	2	2,237	276,859	20,487,425
22. Reinsurance ceded end of year	XXX		XXX	16,234,723	XXX		XXX	XXX	236,195	16,470,918
23. Line 21 minus Line 22	XXX	0	XXX	3,975,843	XXX	(b)	XXX	XXX	40,664	4,016,507
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. Totals (Lines 1901 through 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

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

(b) Group \$; Individual \$

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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		XXX	
25. Other paid-up insurance				
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
Term Insurance Excluding Extended Term Insurance				
27. Term policies-decreasing			124	2,837
28. Term policies-other	7,598	2,121,413	85,113	17,557,863
29. Other term insurance-decreasing	XXX		XXX	
30. Other term insurance	XXX		XXX	
31. Totals, (Lines 27 to 30)	7,598	2,121,413	85,237	17,560,700
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX		
34. Totals, whole life and endowment	4,420	281,228	41,873	2,649,866
35. Totals (Lines 31 to 34)	12,018	2,402,641	127,110	20,210,566

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				
37. Ordinary	2,402,641		20,209,161	1,405
38. Credit Life (Group and Individual)				
39. Group	120	10,302	11,890	264,968
40. Totals (Lines 36 to 39)	2,402,761	10,302	20,221,051	266,373

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		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	428,510
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1 Original Face Amount.....
47.2 Spouse and Child Rder at current death benefit

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 Certificate s	8 Amount of Insurance (a)
48. Waiver of Premium			12,561	2,003,838				
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total	0 ^(b)	0	12,561 ^(b)	2,003,838	0 ^(b)	0	0 ^(b)	0

(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	0	0	0	0
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	0	0	0	0
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	0	0	0	0
9. In force end of year	0	0	0	0
10. Amount on deposit	(a)		(a)	
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

NONE

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	81	1,802	0	0
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Lines 1 to 4)	81	1,802	0	0
Deductions during year:				
6. Decreased (net)	5	76		
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	5	76	0	0
9. In force end of year	76	1,726	0	0
Income now payable:				
10. Amount of income payable	(a) 107,421	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a) 59,172,713	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a)	XXX	(a)

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	0	0	0	0	552	296,637
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Lines 1 to 4)	0	XXX	0	XXX	552	XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)		XXX		XXX	46	XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Lines 6 to 8)	0	XXX	0	XXX	46	XXX
10. In force end of year	0	(a)	0	(a)	506	(a) 344,489

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	0	14
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Lines 1 to 4)	0	14
Deductions during year:		
6. Decreased (net)		
7. Reinsurance ceded		
8. Totals (Lines 6 and 7)	0	0
9. In force end of year	0	14
10. Amount of account balance	(a)	(a) 66,757

(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 GRANGE LIFE INSURANCE COMPANY

SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Direct Business Only					
		Life Contracts		4	5	6	7
		2	3				
Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit - Type Contracts	
1. Alabama	AL	119,409	0	0	0	119,409	0
2. Alaska	AK	5,774	0	0	0	5,774	0
3. Arizona	AZ	110,402	0	0	0	110,402	0
4. Arkansas	AR	34,807	0	0	0	34,807	0
5. California	CA	134,754	0	948	0	135,702	0
6. Colorado	CO	56,944	0	0	0	56,944	0
7. Connecticut	CT	17,943	0	0	0	17,943	0
8. Delaware	DE	7,755	0	0	0	7,755	0
9. District of Columbia	DC	2,372	0	0	0	2,372	0
10. Florida	FL	615,851	3,000	4,488	0	623,339	0
11. Georgia	GA	L 6,742,478	24,654	27,379	0	6,794,511	0
12. Hawaii	HI	5,756	0	0	0	5,756	0
13. Idaho	ID	9,341	0	0	0	9,341	0
14. Illinois	IL	L 2,248,663	20,000	5,453	0	2,274,116	0
15. Indiana	IN	L 5,977,629	39,393	10,224	0	6,027,246	0
16. Iowa	IA	L 126,999	0	0	0	126,999	0
17. Kansas	KS	L 23,894	0	0	0	23,894	0
18. Kentucky	KY	L 9,228,845	289,637	51,836	0	9,570,318	0
19. Louisiana	LA	22,035	0	0	0	22,035	0
20. Maine	ME	5,810	0	0	0	5,810	0
21. Maryland	MD	169,621	0	0	0	169,621	0
22. Massachusetts	MA	29,045	0	0	0	29,045	0
23. Michigan	MI	L 4,275,884	183,648	2,444	0	4,461,976	0
24. Minnesota	MN	L 360,119	1,425	0	0	361,544	0
25. Mississippi	MS	120,541	250	0	0	120,791	0
26. Missouri	MO	L 117,711	0	0	0	117,711	0
27. Montana	MT	14,919	0	0	0	14,919	0
28. Nebraska	NE	5,057	0	0	0	5,057	0
29. Nevada	NV	117,777	0	0	0	117,777	0
30. New Hampshire	NH	7,190	0	0	0	7,190	0
31. New Jersey	NJ	29,174	0	0	0	29,174	0
32. New Mexico	NM	7,233	0	0	0	7,233	0
33. New York	NY	42,972	1,430	0	0	44,402	0
34. North Carolina	NC	196,685	0	1,343	0	198,028	0
35. North Dakota	ND	4,498	0	0	0	4,498	0
36. Ohio	OH	L 35,579,942	401,100	122,419	0	36,103,461	0
37. Oklahoma	OK	21,327	0	0	0	21,327	0
38. Oregon	OR	8,526	0	0	0	8,526	0
39. Pennsylvania	PA	L 1,282,168	0	0	0	1,282,168	0
40. Rhode Island	RI	336	0	0	0	336	0
41. South Carolina	SC	L 925,060	3,500	103	0	928,663	0
42. South Dakota	SD	8,602	0	0	0	8,602	0
43. Tennessee	TN	L 8,147,507	43,038	26,321	0	8,216,866	0
44. Texas	TX	168,390	1,000	1,104	0	170,494	0
45. Utah	UT	18,790	0	0	0	18,790	0
46. Vermont	VT	5,649	0	468	0	6,117	0
47. Virginia	VA	L 435,129	7,200	1,106	0	443,435	0
48. Washington	WA	18,624	0	0	0	18,624	0
49. West Virginia	WV	127,756	2,218	626	0	130,600	0
50. Wisconsin	WI	L 992,386	8,700	0	0	1,001,086	0
51. Wyoming	WY	3,774	0	0	0	3,774	0
52. American Samoa	AS	0	0	0	0	0	0
53. Guam	GU	0	0	0	0	0	0
54. Puerto Rico	PR	0	0	0	0	0	0
55. US Virgin Islands	VI	335	0	0	0	335	0
56. Northern Mariana Islands	MP	0	0	0	0	0	0
57. Canada	CAN	14,590	0	0	0	14,590	0
58. Aggregate Other Alien	OT	XXX 1,029	0	0	0	1,029	0
59. Subtotal	(a)	15 78,755,807	1,030,193	256,262	0	80,042,262	0
90. Reporting entity contributions for employee benefits plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions	XXX					0	
94. Aggregate other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	78,755,807	1,030,193	256,262	0	80,042,262	0
96. Plus reinsurance assumed	XXX	3,424,940				3,424,940	
97. Totals (All Business)	XXX	82,180,747	1,030,193	256,262	0	83,467,202	0
98. Less reinsurance ceded	XXX	37,441,264		125,336		37,566,600	
99. Totals (All Business) less Reinsurance Ceded	XXX	44,739,483	1,030,193	(b) 130,926	0	45,900,602	0
DETAILS OF WRITE-INS							
58001. GBR United Kingdom	XXX	919	0	0	0	919	0
58002. ITA Italy	XXX	110	0	0	0	110	0
58003.	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
58999. Total (Lines 58001 through 58003 + 58998)(Line 58 above)	XXX	1,029	0	0	0	1,029	0
9401.	XXX					0	
9402.	XXX					0	
9403.	XXX					0	
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX	0	0	0	0	0	0
9499. Total (Lines 9401 through 9403 + 9498)(Line 94 above)	XXX	0	0	0	0	0	0

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

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

Post Office of which notices are sent for individual policies or contract; head office of group policy owners.

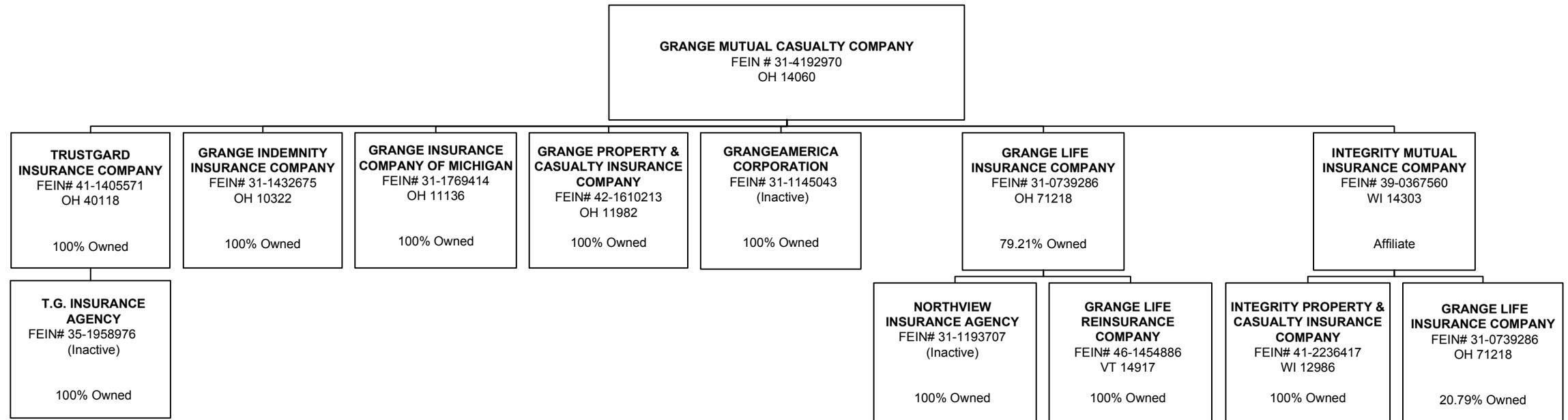
(a) Insert the number of L responses except for Canada and Other Alien.

(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.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE GRANGE LIFE INSURANCE COMPANY

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

PART 1 – ORGANIZATIONAL CHART



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