



QUARTERLY STATEMENT

AS OF JUNE 30, 2014  
OF THE CONDITION AND AFFAIRS OF THE

Ohio Indemnity Company

NAIC Group Code	00000	(Current Period)	00000	(Prior Period)	NAIC Company Code	26565	Employer's ID Number	31-0620146
Organized under the Laws of	Ohio				State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States							
Incorporated/Organized	02/11/1956				Commenced Business	07/24/1956		
Statutory Home Office	250 E. Broad 7th floor				Columbus, OH, US 43215-0000			
	(Street and Number)				(City or Town, State, Country and Zip Code)			
Main Administrative Office	250 E. Broad 7th Floor				Columbus, OH, US 43215-0000		614-228-2800	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	250 E. Broad 7th Floor				Columbus, OH, US 43215-0000			
	(Street and Number or P.O. Box)				(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	250 E. Broad 7th floor				Columbus, OH, US 43215-0000		614-228-2800	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.ohioindemnity.com							
Statutory Statement Contact	Matt C Nolan				614-220-5207			
	(Name)				(Area Code) (Telephone Number) (Extension)			
	Mnolan@ohioindemnity.com				614-228-5552			
	(E-Mail Address)				(Fax Number)			

OFFICERS

Name	Title	Name	Title
John Scott Sokol	CEO and President	Matthew Christopher Nolan	Vice President, CFO, Treasurer and Secretary

OTHER OFFICERS

Daniel John Stephan	Senior Vice President	Stephen John Toth	Vice President
Margaret Ann Noreen	Vice President		

DIRECTORS OR TRUSTEES

Kenton Robert Bowen	Ann Marie LoConti	Robert W Price	John Scott Sokol
Matthew Douglas Walter			

State of .....Ohio.....

County of .....Franklin.....ss

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

John Scott Sokol CEO and President	Matthew Christopher Nolan Vice President, CFO, Treasurer and Secretary	Matthew Christopher Nolan Vice President, CFO, Treasurer and 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 30th day of July, 2014		
Gary M. Dillard, Notary 01/08/2017		

STATEMENT AS OF JUNE 30, 2014 OF THE Ohio Indemnity Company

ASSETS

	Current Statement Date			4  December 31 Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	90,714,766		90,714,766	85,228,760
2. Stocks:				
2.1 Preferred stocks .....	2,712,428		2,712,428	5,911,686
2.2 Common stocks .....	20,719,305		20,719,305	17,820,977
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....10,700,367 ), cash equivalents (\$ .....0 ) and short-term investments (\$ .....401,731 ) .....	11,102,098		11,102,098	10,791,010
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....			0	0
8. Other invested assets .....	0		0	0
9. Receivables for securities .....	100,312		100,312	714,834
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	125,348,909	0	125,348,909	120,467,267
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	1,286,569		1,286,569	1,214,947
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	10,897,551	70,881	10,826,670	6,845,985
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....			0	0
15.3 Accrued retrospective premiums .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	3,498,738		3,498,738	2,358,705
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset .....	2,509,860		2,509,860	2,310,718
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	72,035	72,035	0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other-than-invested assets .....	595,550	62,748	532,802	127,927
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	144,209,212	205,664	144,003,548	133,325,549
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	144,209,212	205,664	144,003,548	133,325,549
DETAILS OF WRITE-INS				
1101. ....			0	0
1102. ....			0	0
1103. ....			0	0
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. ....	0		0	0
2502. Deferred Expenses .....	62,748	62,748	0	0
2503. Deposits .....	532,802		532,802	127,927
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) .....	595,550	62,748	532,802	127,927

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....5,150,623 ) .....	10,451,314	11,024,198
2. Reinsurance payable on paid losses and loss adjustment expenses .....		0
3. Loss adjustment expenses .....	162,470	322,524
4. Commissions payable, contingent commissions and other similar charges .....	3,110,517	4,841,600
5. Other expenses (excluding taxes, licenses and fees) .....	1,256,192	1,645,401
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	293,051	520,177
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....	1,433,364	713,107
7.2 Net deferred tax liability .....		0
8. Borrowed money \$ ..... and interest thereon \$ .....		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ .....97,680,392 and including warranty reserves of \$ .....91,444 and accrued accident and health experience rating refunds including \$ .....0 for medical loss ratio rebate per the Public Health Service Act) .....	60,942,415	50,346,217
10. Advance premium .....		0
11. Dividends declared and unpaid:		
11.1 Stockholders .....		0
11.2 Policyholders .....		0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	9,649,598	4,800,379
13. Funds held by company under reinsurance treaties .....	1,379,327	1,302,277
14. Amounts withheld or retained by company for account of others .....	4,308,598	6,083,767
15. Remittances and items not allocated .....		0
16. Provision for reinsurance (including \$ ..... certified) .....		0
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....		0
19. Payable to parent, subsidiaries and affiliates .....	899,658	375,647
20. Derivatives .....		0
21. Payable for securities .....		0
22. Payable for securities lending .....		0
23. Liability for amounts held under uninsured plans .....		0
24. Capital notes \$ ..... and interest thereon \$ .....		0
25. Aggregate write-ins for liabilities .....	0	6,125,725
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	93,886,504	88,101,019
27. Protected cell liabilities .....		0
28. Total liabilities (Lines 26 and 27) .....	93,886,504	88,101,019
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	3,000,746	3,000,746
31. Preferred capital stock .....		0
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....		0
34. Gross paid in and contributed surplus .....	8,199,503	8,199,503
35. Unassigned funds (surplus) .....	38,916,795	34,024,281
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		0
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....	50,117,044	45,224,530
38. Totals (Page 2, Line 28, Col. 3)	144,003,548	133,325,549
DETAILS OF WRITE-INS		
2501. Reserve for Rate Credits and Retrospective Adjustment Based on Experience.....		6,125,725
2502. ....		0
2503. ....		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	6,125,725
2901. ....		0
2902. ....		0
2903. ....		0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201. ....		0
3202. ....		0
3203. ....		0
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1	2	3
	Current Year	Prior Year	Prior Year Ended
	to Date	to Date	December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 65,792,943 )	50,926,164	43,120,948	92,208,436
1.2 Assumed (written \$ 5,033,763 )	4,798,909	3,795,523	8,064,693
1.3 Ceded (written \$ 42,299,572 )	31,668,413	24,784,845	53,603,830
1.4 Net (written \$ 28,527,134 )	24,056,660	22,131,626	46,669,299
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 9,786,274 ):			
2.1 Direct	21,249,329	14,625,623	30,878,607
2.2 Assumed	1,256,046	938,617	1,578,457
2.3 Ceded	14,870,228	10,215,185	21,504,129
2.4 Net	7,635,147	5,349,055	10,952,935
3. Loss adjustment expenses incurred	322,278	297,495	1,255,939
4. Other underwriting expenses incurred	12,543,163	12,368,292	25,991,786
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	20,500,588	18,014,842	38,200,660
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	3,556,072	4,116,784	8,468,639
INVESTMENT INCOME			
9. Net investment income earned	2,324,015	1,753,950	3,197,305
10. Net realized capital gains (losses) less capital gains tax of \$ 192,713	582,075	689,790	648,981
11. Net investment gain (loss) (Lines 9 + 10)	2,906,090	2,443,740	3,846,286
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ )		0	0
13. Finance and service charges not included in premiums		0	0
14. Aggregate write-ins for miscellaneous income	0	2,748	3,341
15. Total other income (Lines 12 through 14)	0	2,748	3,341
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	6,462,162	6,563,272	12,318,266
17. Dividends to policyholders		0	0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	6,462,162	6,563,272	12,318,266
19. Federal and foreign income taxes incurred	1,959,827	1,951,788	3,569,087
20. Net income (Line 18 minus Line 19)(to Line 22)	4,502,335	4,611,484	8,749,179
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	45,224,530	45,188,558	45,188,558
22. Net income (from Line 20)	4,502,335	4,611,484	8,749,179
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 41,567	80,691	150,473	955,588
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	240,709	312,620	384,131
27. Change in nonadmitted assets	68,779	37,512	(52,926)
28. Change in provision for reinsurance		0	0
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	(10,000,000)
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	4,892,514	5,112,089	35,972
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	50,117,044	50,300,647	45,224,530
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Settlement of prior year reserves		0	0
1402. Miscellaneous income		2,901	3,494
1403. Interest expense		(153)	(153)
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	0	2,748	3,341
3701. Surplus Correction		0	0
3702.		0	0
3703.		0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	29,449,196	26,788,820	55,151,550
2. Net investment income .....	2,252,393	1,970,030	3,779,483
3. Miscellaneous income .....	0	2,748	3,341
4. Total (Lines 1 to 3) .....	31,701,589	28,761,598	58,934,374
5. Benefit and loss related payments .....	9,348,064	6,193,383	12,016,819
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	15,251,712	11,666,803	23,997,816
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	1,432,283	2,590,198	5,008,057
10. Total (Lines 5 through 9) .....	26,032,059	20,450,384	41,022,692
11. Net cash from operations (Line 4 minus Line 10) .....	5,669,530	8,311,214	17,911,682
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	2,552,101	6,540,787	10,437,820
12.2 Stocks .....	19,914,080	45,706,192	84,243,984
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0	0
12.7 Miscellaneous proceeds .....	614,524	2,658,270	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	23,080,705	54,905,249	94,681,804
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	9,112,620	14,307,851	20,954,110
13.2 Stocks .....	18,167,431	48,677,887	95,112,076
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	214,836
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	27,280,051	62,985,738	116,281,022
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(4,199,346)	(8,080,489)	(21,599,218)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	10,000,000
16.6 Other cash provided (applied).....	(1,159,097)	1,492,105	1,173,157
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(1,159,097)	1,492,105	(8,826,843)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	311,087	1,722,830	(12,514,380)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	10,791,010	23,305,390	23,305,390
19.2 End of period (Line 18 plus Line 19.1) .....	11,102,098	25,028,220	10,791,010

NOTES TO FINANCIAL STATEMENTS

SECTION A

1. Summary of Significant Accounting Policies:

A. Accounting Practices:

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

The Department recognizes only statutory accounting practices prescribed or permitted by the state of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual has been adopted as a component of prescribed or permitted practices by the state of Ohio.

The following table is a reconciliation of differences between NAIC Statutory Accounting Principle (SAP) basis to company state basis by the Department as of June 30, 2014 and December 31, 2013:

	State of Domicile	2014	2013
<u>NET INCOME</u>			
Company state basis (Page 4, Line 20, Columns 1 & 3)	OH	\$ 4,502,335	\$ 8,749,179
NAIC SAP basis		\$ 4,502,335	\$ 8,749,179
<u>SURPLUS</u>			
Company state basis (Page 3, Line 37, Columns 1 & 2)	OH	\$ 50,117,044	\$ 45,224,530
NAIC SAP basis		\$ 50,117,044	\$ 45,224,530

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of the financial statements and revenue and expenses for the period then ended. It also requires estimates in the disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ materially from these estimates.

C. Accounting Policy:

Ohio Indemnity's insurance premiums are earned over the terms of the related insurance policies and reinsurance contracts. For certain of our lender service products, premiums are earned over the contract period in proportion to the amount of insurance protection provided as the amount of insurance protection declines according to a predetermined schedule. For all other products, premiums are earned pro rata over the contract period. The portion of premiums written applicable to the unexpired portion of insurance policies is recorded in the balance sheet as unearned premiums.

Certain lender service policies are eligible for premium adjustments based on loss experience. For certain policies, return premiums are calculated and settled on an annual basis. Certain other policies are eligible for an experience rating adjustment that is calculated and adjusted from period to period and settled upon cancellation of the policy. These balances are presented in the accompanying balance sheet as unearned premiums.

SSAP No. 65, "Property and Casualty Contracts," requires a separate test for unearned premiums for policies with coverage periods equal to or in excess of thirteen months. Depending on the results of this test, a reporting entity may be required to record additional unearned premiums on a statutory basis that are not recorded on a GAAP basis. As of June 30, 2014, we recorded \$2,342,282 of additional unearned premiums under SSAP No. 65 for our GAP product line.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding commissions received or receivable.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost. Money market investments are reflected at cost.
- (2) Bonds not backed by other loans are stated at amortized value using the scientific interest method.
- (3) Redeemable preferred stocks are stated at amortized cost.
- (4) Common stocks, non-redeemable preferred stocks and mutual funds are stated at market values based upon prices prescribed by the NAIC.
- (5) Realized gains and losses on disposal of investments are determined by the specific identification method and are included in investment income. The carrying value of investments is revised and the amount of revision is charged to net realized losses on investments when management determines that a decline in the value of an investment is other-than-temporary.  
  
We continually monitor the difference between the book value and the estimated fair value of our investments, which involves judgment as to whether declines in value are temporary in nature. If we believe the decline in any investment is "other-than-temporarily impaired," we record the decline as a realized loss through the income statement. If our judgment changes in the future, we may ultimately record a realized loss for a security after having originally concluded that the decline in value was temporary. We begin to monitor a security for other-than-temporary impairment when its fair value to book value ratio falls below 80%. Our assessment as to whether a security is other-than-temporarily impaired depends on, among other things: (1) the length of time and extent to which the estimated fair value has been less than book value; (2) whether the decline appears to be related to general market or industry conditions or is issuer specific; (3) our current judgment as to the financial condition and future prospects of the entity that issued the investment security; and (4) our intent to sell the security or the likelihood that we will be required to sell the security before its anticipated recovery.
- (6) Unpaid losses and loss adjustment expenses ("LAE") include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily

NOTES TO FINANCIAL STATEMENTS

based on assumptions and estimates and while management believes the amount is 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 liability are continually reviewed and any adjustments are reflected in the period determined.

Assumed reinsurance is a line of business with inherent volatility. Since the length of time required for the losses to be reported through the reinsurance system can be quite long, unexpected events are more difficult to predict. Ultimate loss experience for assumed reinsurance is based primarily on reports received by the Company from the underlying ceding insurers.

2. Accounting Changes and Corrections of Errors: Not applicable

3. Business Combinations and Goodwill: Not applicable.

4. Discontinued Operations: Not applicable.

5. Investments:

- A. Mortgage Loans: Not applicable.
- B. Debt Restructuring: Not applicable.
- C. Reverse Mortgages: Not applicable.
- D. Loan-Backed Securities: Not applicable.
- E. Repurchase Agreements: Not applicable.
- F. Real Estate: Not applicable
- G. Low Income Housing credit: Not applicable
- H. Restricted assets:

1. Restricted assets(including pledged)

	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
Restricted Asset Category	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	\$	\$	\$	\$	\$ 0.00	\$	\$ 0.00	\$	0.0	0.0
b. Collateral held under security lending agreements					0.00		0.00		0.0	0.0
c. Subject to repurchase agreements					0.00		0.00		0.0	0.0
d. Subject to reverse repurchase agreements					0.00		0.00		0.0	0.0
e. Subject to dollar repurchase agreements					0.00		0.00		0.0	0.0
f. Subject to dollar reverse repurchase agreements					0.00		0.00		0.0	0.0
g. Placed under option contracts					0.00		0.00		0.0	0.0
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock					0.00		0.00		0.0	0.0
i. FHLB capital stock					0.00		0.00		0.0	0.0
j. On deposit with states	5,570,336				5,570,336	6,261,892	(691,556)	5,570,336	3.9	3.9
k. On deposit with other regulatory bodies					0.00		0.00		0.0	0.0
l. Pledged as collateral to FHLB (including assets backing funding agreements)					0.00		0.00		0.0	0.0
m. Pledged as collateral not captured in other categories					0.00		0.00		0.0	0.0
n. Other restricted assets									0.0	0.0
o. Total Restricted Assets	\$ 5,570,336	\$ 0.00	\$ 0.00	\$ 0.00	\$ 5,570,336	\$ 6,261,892	\$ (691,556)	\$ 5,570,336	3.9	3.9

(a) Subset of column 1  
(b) Subset of column 3

2. Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate): NONE
3. Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate): NONE

NOTES TO FINANCIAL STATEMENTS

I. Working Capital Finance Investments:

- (2) Aggregate book/adjusted carrying value maturity distribution on the underlying working capital programs: Not applicable
- (3) Events of default of working capital finance investments: Not applicable

6. Joint Ventures, Partnerships and Limited Liability Companies: Not applicable.

7. Investment Income:

A. Accrued Investment Income: The Company non-admits investment income due and accrued if amounts are not received within 15 days of the settlement date.

B. Amounts Nonadmitted: Not applicable.

8. Derivative Instruments: Not applicable.

9. Income Taxes:

A. The components of the net deferred tax assets/liability at June 30, 2014 and December 31, 2013 were as follows:

1.

06/30/2014		
(1)	(2)	(3)
Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$.....3,613,259	\$ 89,399 \$..... 3,702,658
(b) Statutory Valuation Allowance Adjustments	\$.....	\$.....
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$.....3,613,259	\$ 89,399 \$.....3,702,658
(d) Deferred Tax Assets Nonadmitted	\$.....	\$.....
(e) Subtotal Net Admitted Deferred Tax Asset (1c -1d )	\$.....3,613,259	\$.....89,399 \$..... 3,702,658
(f) Deferred Tax Liabilities	\$ 54,037	\$.....1,138,761 \$.....1,192,798
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 3,559,222	\$.....(1,049,362) \$.....2,509,860

12/31/2013		
(4)	(5)	(6)
Ordinary	Capital	(Col 4+5) Total
(a) Gross Deferred Tax Assets	\$.....3,306,011	\$.....160,114 \$.....3,466,125
(b) Statutory Valuation Allowance Adjustments	\$.....	\$.....
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$.....3,306,011	\$.....160,114 \$.....3,466,125
(d) Deferred Tax Assets Nonadmitted	\$.....	\$.....
(e) Subtotal Net Admitted Deferred Tax Asset (1c -1d )	\$.....3,306,011	\$.....160,114 \$.....3,466,125
(f) Deferred Tax Liabilities	\$.....68,589	\$.....1,086,818 \$.....1,155,407
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$.....3,237,422	\$.....(926,704) \$.....2,310,718

Change		
(7)	(8)	(9)
(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$.....307,248	\$.....(70,715) \$.....236,533
(b) Statutory Valuation Allowance Adjustments	\$.....	\$.....
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	\$ 307,248	\$.....(70,715) \$ 236,533
(d) Deferred Tax Assets Nonadmitted	\$.....	\$.....
(e) Subtotal Net Admitted Deferred Tax Asset (1c -1d )	\$ 307,248	\$.....(70,715) \$.....236,533
(f) Deferred Tax Liabilities	\$ (14,552)	\$.....51,943 \$.....37,391
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$.....321,800	\$.....(122,658) \$.....199,142

2.

06/30/2014		
(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.	\$.....2,178,034	\$.....2,178,034
(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)	\$.....(860,972)	\$.....(860,972)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$ 3,049,248	\$.....3,049,248
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX \$.....7,141,078
(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.	\$.....54,037	\$.....1,138,761 \$ 1,192,798
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101.		
Total (2(a) + 2(b) + 2(c))	\$ 1,371,099	\$ 1,138,761 \$2,509,860
12/31/2013		
(4)	(5)	(6)
		(Col 4+5)



NOTES TO FINANCIAL STATEMENTS

		Ordinary	Capital	Total
(a)	Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$.....1,984,784	\$.....	\$.....1,984,784
(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)	\$.....(829,473)	\$.....	\$.....(829,473)
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$.....3,466,125	\$.....	\$.....3,466,125
2.	Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	\$.....6,437,072
(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.	\$.....68,589	\$.....1,086,818	\$.....1,155,407
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101.			
Total	(2(a) + 2(b) + 2(c))	\$.....1,223,900	\$.....1,086,818	\$.....2,310,718

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.	\$ 193,250 \$.....193,250
(b)	Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	\$.....(31,499) \$.....(31,499)
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	\$.....(416,877) \$.....(416,877)
2.	Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX XXX \$ 704,006
(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.	\$.....(14,552) \$.....51,943 \$.....37,391
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101.	
Total	(2(a) + 2(b) + 2(c))	\$.....147,199 \$.....51,943 \$.....199,142

2014	2013	
(a)	Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	.....15.00% .....15.00%
(b)	Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	\$.....47,607,184 \$.....42,913,812

06/30/2014	
(1)	(2)
Ordinary	Capital

Impact of Tax-Planning Strategies

(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.

1.	Adjusted Gross DTAs Amount From Note 9A1(c)	\$ 3,613,259	\$ 89,399
2.	Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies		
3.	Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	\$ 3,613,259	\$.....89,399
4.	Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies		

12/31/2013	
(3)	(4)
Ordinary	Capital

(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.

1.	Adjusted Gross DTAs Amount From Note 9A1(c)	.....3,306,011	.....160,114
2.	Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies		
3.	Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	.....3,306,011	.....160,114
4.	Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies		

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

(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.

1.	Adjusted Gross DTAs Amount From Note 9A1(c)	\$ 307,248	\$ (70,715)
2.	Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies		
3.	Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	\$ 307,248	\$ (70,715)
4.	Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies		

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

B. Unrecognized deferred tax liabilities: Not applicable

C. Current income taxes incurred consists of the follwoing major components:

(1)	(2)	(3)
06/30/2014	12/31/2013	(Col 1-2) Change

NOTES TO FINANCIAL STATEMENTS

1.	Current Income Tax			
	(a) Federal	\$ 1,959,827	\$ 3,569,087	\$ (1,609,260)
	(b) Foreign	\$	\$	\$
	(c) Subtotal	\$ 1,959,827	\$ 3,569,087	\$ (2,944,911)
	(d) Federal income tax on net capital gains	\$ 192,713	\$ 334,324	\$ (141,611)
	(e) Utilization of capital loss carry-forwards	\$	\$	\$
	(f) Other	\$	\$	\$
	(g) Federal and foreign income taxes incurred	\$ 2,152,540	\$ 3,903,411	\$ (1,750,871)
2.	Deferred Tax Assets:			
	(a) Ordinary			
	(1) Discounting of unpaid losses	\$	\$	\$
	(2) Unearned premium reserve	\$ 3,432,389	\$ 3,115,424	\$ 316,965
	(3) Policyholder reserves	\$ 180,434	\$ 190,173	\$ (9,739)
	(4) Investments	\$	\$	\$
	(5) Deferred acquisition costs	\$	\$	\$
	(6) Policyholder dividends accrual	\$	\$	\$
	(7) Fixed assets	\$	\$	\$
	(8) Compensation and benefits accrual	\$	\$	\$
	(9) Pension accrual	\$	\$	\$
	(10) Receivables - nonadmitted	\$	\$	\$
	(11) Net operating loss carry-forward	\$	\$	\$
	(12) Tax credit carry-forward	\$	\$	\$
	(13) Other (including items <5% of total ordinary tax assets)	\$ 436	\$ 414	\$ 22
	(99) Subtotal	\$ 3,613,259	\$ 3,306,011	\$ 307,248
	(b) Statutory valuation allowance adjustment	\$	\$	\$
	(c) Nonadmitted	\$	\$	\$
	(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	\$ 3,613,259	\$ 3,306,011	\$ 307,248
	(e) Capital:			
	(1) Investments	\$ 89,399	\$ 160,114	\$ (70,715)
	(2) Net capital loss carry-forward	\$	\$	\$
	(3) Real estate	\$	\$	\$
	(4) Other (including items <5% of total capital tax assets)	\$	\$	\$
	(99) Subtotal	\$ 89,399	\$ 160,114	\$ (70,715)
	(f) Statutory valuation allowance adjustment	\$	\$	\$
	(g) Nonadmitted	\$	\$	\$
	(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	\$ 89,399	\$ 160,114	\$ (70,715)
	(i) Admitted deferred tax assets (2d + 2h)	\$ 3,702,658	\$ 3,466,125	\$ 236,533
3.	Deferred Tax Liabilities:			
	(a) Ordinary			
	(1) Investments	\$ 10,375	\$ 14,470	\$ (4,095)
	(2) Fixed assets	\$	\$	\$
	(3) Deferred and uncollected premium	\$	\$	\$
	(4) Policyholder reserves	\$	\$	\$
	(5) Other (including items<5% of total ordinary tax liabilities)	\$ 54,037	\$ 54,119	\$ (82)
	(99) Subtotal	\$ 64,412	\$ 68,589	\$ (4,177)
	(b) Capital:			
	(1) Investments	\$ 1,128,386	\$ 1,086,818	\$ 41,568
	(2) Real estate	\$	\$	\$
	(3) Other (including items <5% of total capital tax liabilities)	\$	\$	\$
	(99) Subtotal	\$ 1,128,386	\$ 1,086,818	\$ 41,568
	(c) Deferred tax liabilities (3a99 + 3b99)	\$ 1,192,798	\$ 1,155,407	\$ 37,391
4.	Net deferred tax assets/liabilities (2i - 3c)	\$ 2,509,860	\$ 2,310,718	\$ 199,142

## NOTES TO FINANCIAL STATEMENTS

D. Federal income tax expense differs from the amount computed by applying the normal tax rate of 34% to income before federal income tax as follows:

	June 30, 2014	June 30, 2013
Expected federal income tax expense	\$ 2,262,658	\$ 2,352,330
Change in unearned premium reserves	348,313	347,464
Book over capital gains (losses)	(70,715)	-
Book over tax reserves	(9,739)	(3,590)
Tax exempt interest and dividends received deduction	(415,016)	(407,550)
Other	37,039	18,479
Federal income tax expense	\$ 2,152,540	\$ 2,307,134

## E. Operating Loss and Tax Credit Carryforwards

(1) At June 30, 2014, the Company had \$0 of net operating loss carryforward. The Company also had \$0 alternative minimum tax credit at June 30, 2014.

(2) The following is income tax expense for 2014, 2013 and 2012 that is available for recoupement in the event of future net losses:

2014 (current year)	\$ 2,152,540
2013 (current - 1)	3,903,411
2012 (current - 2)	4,550,257

## F. Consolidated Federal Income Tax Return:

(1) The Company's federal income tax return is consolidated with the following entities:

Bancinsurance Corporation.

(2) The Company files a consolidated federal income tax return with its parent, Bancinsurance Corporation. The Company has a tax sharing agreement, as approved by the Board of Directors, with its parent whereby federal income tax expense is determined as if the Company filed a separate federal income tax return and payments for this liability are made to the parent.

## 10. Information Concerning Parent, Subsidiaries and Affiliates:

A. Ohio Indemnity is a wholly-owned subsidiary of Bancinsurance Corporation, an insurance holding company domiciled in the State of Ohio. See Schedule Y, Part 1 Organizational Chart.

B. The Company has no investment in parent or affiliates. The Company has no subsidiaries or affiliated insurers.

C. There are no guarantees or undertakings for the benefit of an affiliate which result in a material contingent exposure of the Company's net assets to liabilities.

D. In 2005, the Company entered into a cost sharing agreement with Bancinsurance. For the periods ended June 30, 2014 and 2013, expenses allocated by the Company to Bancinsurance under this agreement were \$(26,364) and \$124 respectively, which have been recorded in the accompanying statements of income.

In 2007, the Company entered into an intercompany agreement (the "Agreement") by and between the Company, Bancinsurance and USA (collectively, the "Parties"). Pursuant to the terms of the agreement, amounts owed relating to transactions between the Parties during each quarter shall be settled within forty-five days after quarter end. In accordance with SSAP No. 96, amounts owed to the Company over ninety days from the due date in the Agreement shall be nonadmitted. As of June 30, 2014, the Company had no amounts owed to it by the Parties greater than ninety days from the due date in the Agreement.

Effective October 27, 2010, Fenist and Bancinsurance (collectively, the "Borrowers") entered into a credit agreement (the "Credit Agreement") with a lender. As of June 30, 2014, the Credit Agreement provided for \$8.0 million of senior secured debt financing, which consisted of (i) a \$2.5 million senior secured term loan and (ii) a \$5.5 million senior secured revolving credit facility. The Borrowers' obligations under the Credit Agreement are secured by a first priority lien on substantially all of the assets of the Borrowers and by a pledge by Bancinsurance of 100% of the stock of Ohio Indemnity, subject to the restrictions on the exercise of remedies under applicable insurance law. As of June 30, 2014, the Borrowers were current on all principal and interest payments and were in compliance with all covenants under the Credit Agreement.

The Company pays certain fees and commissions to its affiliate, Ultimate Services Agency, LLC, a property and casualty insurance agency. During the periods ended June 30, 2014 and June 30, 2013, the amount of commissions and fees incurred by the Company related to USA were \$5,425,432 and \$3,794,583, respectively.

During 2002 and 2003, Bancinsurance Corporation entered into an arrangement with BIC Statutory Trust I ("BIC Trust I"), a Connecticut special purpose business trust, and BIC Statutory Trust II ("BIC Trust II"), a Delaware special purpose business trust (collectively, the "Trusts"), whereby the Trusts issued and Bancinsurance Corporation purchased approximately \$8 million and \$7 million respectively, of floating rate trust preferred capital securities in exchange for junior subordinated debentures of Bancinsurance Corporation. Bancinsurance Corporation has fully and unconditionally guaranteed the obligations of the Trusts with respect to the floating rate trust preferred capital securities. The floating rate trust preferred capital securities, and the junior subordinated debentures issued in connection therewith, pay dividends and interest, as applicable, on a quarterly basis, are redeemable at par and mature in 2032 (for BIC Trust I) and 2033 (for BIC Trust II). Dividends paid by Ohio Indemnity to Bancinsurance Corporation can be a source of funds used to pay interest and any principal payments, if applicable, on the junior subordinated debentures by Bancinsurance Corporation.

## 11. Debt

NOTES TO FINANCIAL STATEMENTS

B. FHLB(Federal Home Loan bank) agreements: Not applicable

12. Retirements Plans, Deferred Compensation, Postemployment Benefits and compensated Absences and Other Postretirement Benefits

A through D. Items relating to Defined Benefit Plan: Not applicable

E. Defined Contribution Plan: The Company provides a qualified 401(k) profit sharing plan, available to full-time employees who meet the plan's eligibility requirements. The Company matches 100% of the qualified employee's contribution up to 3% of salary and 50% of the qualified employee's contribution between 3% and 5% of salary. The total cost of the matching contribution was \$74,653 and \$61,728 for the periods ended June 30, 2014 and June 30, 2013, respectively.

F. Multiemployer Plans: Not applicable

G. Consolidated/Holding Company plans: Not applicable

H. Post employment Benefits and Compensated Absences: Not applicable

14. Contingencies:

A. Contingent Commitments: Not applicable.

B. Assessments: Not applicable.

C. Gain Contingencies: Not applicable.

D. All Other Contingencies:

We are involved in legal proceedings arising in the ordinary course of business which are routine in nature and/or incidental to our business. We currently believe that none of these matters, either individually or in the aggregate, is reasonably likely to have a material adverse effect on our financial condition, results of operations or liquidity. However, because litigation is subject to inherent uncertainties and the outcome of such matters cannot be predicted with certainty, future developments could cause any one or more of these matters to have a material adverse effect on our financial condition, results of operations and liquidity.

15. Leases:

A. As of June 30, 2014, we leased approximately 13,300 square feet in Columbus, Ohio for our headquarters pursuant to a lease that commenced on January 1, 2009 and expires on December 31, 2015. Rent expense is recognized evenly over the lease term ending December 31, 2015. Rental expenses, which primarily include expenses for our office lease, were \$118,945 and \$131,870 for the periods ended June 30, 2014 and June 30, 2013, respectively.

The future minimum lease payments required under operating leases for the next five fiscal years are as follows:

	<u>Year Ending December 31</u>		<u>Operating Leases</u>
1.	2015	\$	286,000
2.	2016	\$	-
3.	2017	\$	-
4.	2018	\$	-
5.	2019	\$	-
6.	Total	\$	286,000

16. Information about Financial Instruments with Off-Balance sheet risk and Financial Instruments with concentrations of credit risk: Not applicable

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

A. Transfers of Receivables Reported as Sales: Not applicable.

B. Transfers and Servicing of Financial Assets: Not applicable.

C. Wash Sales: Not applicable.

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans: Not applicable

NOTES TO FINANCIAL STATEMENTS

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators for the period ended June 30, 2014:

<u>Name and Address of Managing General Agent or Third Party Administration</u>	<u>FEIN Number</u>	<u>Exclusive Contract</u>	<u>Types of Business Written</u>	<u>Types of Authority Granted</u>	<u>Total Direct Premium Written/ Produced By</u>
HUB International, 300 Country Pine Lane,Battle Creek MI, 49015	35-0672425	No	Collateral Protection, Guaranteed Auto Protection, Credit & Inland Marine	C,CA,B,P,U	\$ 2,705,011
Lee & Mason Financial Services, Inc, P.O. Box 270 Route 30,Northville, NY 12134	14-1722170	No	Collateral Protection, Inland Marine, & GAP	C,CA,B,P,U	\$ 4,716,814
American Risk Services, 11135 Kenwood Road,Cincinnati,OH 45242	38-3773191	No	Collateral Protection & Credit	C, CA, R, B, P, U	\$ 2,911,774
TOTAL					<u>\$ 10,333,599</u>

- C - Claims Payment  
CA - Claims Adjustment  
R - Reinsurance Ceding  
B - Binding Authority  
P - Premium Collection  
U - Underwriting

20. Fair Value Measurement.

A. The following table summarizes the Company's financial assets mesured at fair value on a recurring basis as of June 30, 2014 and December 31, 2013:

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
Assets at fair value June 30, 2014				
Bonds	\$ -	\$ 443,560	\$ -	\$ 443,560
Preferred stocks	219,860	-	-	219,860
Common stocks	20,719,305	-	-	20,719,305
Total assets at fair value	<u>\$ 20,939,165</u>	<u>\$ 443,560</u>	<u>\$ -</u>	<u>\$ 21,382,725</u>
Assets at fair value December 31, 2013				
Bonds	\$ -	\$ -	\$ -	\$ -
Preferred stocks	4,239,512	-	-	4,239,512
Common stocks	14,323,037	-	-	14,323,037
Total assets at fair value	<u>\$ 18,562,549</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,562,549</u>

B. Fair Value Measurements in (Level 3) of the fair Value Hierarchy: None

The Company has categorized its assets into the three-level hierarchy based upon the priority of the inputs to the respective valuation technique. The following summarizes the type of assets included within the three-level hierarchy presented in the table above:

- Level 1 – This category includes exchange-traded preferred stocks, common stocks and mutual funds. Certain preferred stocks (redeemable preferred stocks and preferred stocks with an NAIC rating of 3 through 6) are carried at the lower of cost or fair value. The preferred stocks and common stocks listed in the above table are carried at fair value.
- Level 2 – This category includes bonds. Bonds with an NAIC rating of 3 through 6 are carried at the lower of amortized cost or fair value. The bonds listed in the above table are carried at fair value.
- Level 3 – The Company has no Level 3 assets or liabilities.

As of June 30, 2014 and December 31, 2013, the Company had no financial liabilities that were measured at fair value and no financial assets that were measured at fair value on a non-recurring basis. The Company also did not have any non-financial assets or non-financial liabilities that were measured at fair value on a recurring or non-recurring basis.

NOTES TO FINANCIAL STATEMENTS

C. The carrying amount and estimate fair value of financial instruments subject to disclosure requirements were as follows as of June 30:

June 30, 2014							Not
Type of Financial Instrument	Aggregate	Admitted	(Level 1)	(Level 2)	(Level 3)	(Carrying	Practicable
	Fair Value	Assets				Value)	(Value)
Bonds	\$ 93,656,556	\$ 90,714,766	\$ -	\$ 93,656,556	\$ -	\$ -	\$ -
Common Stock	\$ 20,719,305	\$ 20,719,305	\$ 20,719,305	\$ -	\$ -	\$ -	\$ -
Perpetual Preferred Stock	\$ 3,188,492	\$ 2,712,428	\$ 3,188,492	\$ -	\$ -	\$ -	\$ -
Short term investments	\$ 401,731	\$ 401,731	\$ 401,731	\$ -	\$ -	\$ -	\$ -
Cash	\$ 10,700,367	\$ 10,700,367	\$ 10,700,367	\$ -	\$ -	\$ -	\$ -

December 31, 2013							Not
Type of Financial Instrument	Aggregate	Admitted	(Level 1)	(Level 2)	(Level 3)	(Carrying	Practicable
	Fair Value	Assets				Value)	(Value)
Bonds	\$ 84,723,119	\$ 85,228,760	\$ -	\$ 84,723,119	\$ -	\$ -	\$ -
Common Stock	\$ 17,820,977	\$ 17,820,977	\$ 17,820,977	\$ -	\$ -	\$ -	\$ -
Perpetual Preferred Stock	\$ 6,366,574	\$ 5,911,686	\$ 6,366,574	\$ -	\$ -	\$ -	\$ -
Short term investments	\$ 793,489	\$ 793,489	\$ 793,489	\$ -	\$ -	\$ -	\$ -
Cash	\$ 9,997,521	\$ 9,997,521	\$ 9,997,521	\$ -	\$ -	\$ -	\$ -

D. Not Practicable Estimated Fair Values: None

21. Other Items:

- A. Extraordinary Items: Not applicable.
- B. Troubled Debt Restructuring: Not applicable.
- C. Other Disclosures:

The Company elected to use rounding in reporting amounts in this Annual Statement. The Company files the Annual Statement in accordance with NAIC validation tolerance levels.

- D. Business Interruption Insurance recoveries: Not applicable.
- E. State Transferable Tax Credits: Not applicable.
- F. Subprime-Mortgage-Related Risk Exposure: Not applicable.
- G. Offsetting and netting of Assets and Liabilities: Not applicable.
- H. Joint and severable liabilities: Not applicable.
- I. Risk sharing provisions of the Affordable Care Act: Not applicable

22. Events Subsequent: Not applicable.

23. Reinsurance:

- A. Unsecured Reinsurance Recoverables: Not applicable.
- B. Reinsurance Recoverable in Dispute: Not applicable.
- C. Reinsurance Assumed and Ceded:

(1)The following table summarizes assumed and ceded unearned premiums and the related commission equity at June 30, 2014 and December 31, 2013 stated in dollars.

June 30, 2014		Assumed		Ceded		Net	
		Premium	Commission	Premium	Commission	Premium	Commission
		Reserve	Equity	Reserve	Equity	Reserve	Equity
a.	Affiliates	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b.	All Other	\$ 8,397,517	\$ 1,849,727	\$ 97,680,392	\$ 7,362,105	\$ (89,282,875)	\$ (5,512,378)
c.	TOTAL	\$ 8,397,517	\$ 1,849,727	\$ 97,680,392	\$ 7,362,105	\$ (89,282,875)	\$ (5,512,378)
d.	Direct Unearned Premium Reserve			\$ 148,265,462			

December 31, 2013		Assumed		Ceded		Net	
		Premium	Commission	Premium	Commission	Premium	Commission
		Reserve	Equity	Reserve	Equity	Reserve	Equity
a.	Affiliates	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b.	All Other	\$ 8,162,662	\$ 1,990,492	\$ 85,089,405	\$ 6,786,937	\$ (76,926,743)	\$ (4,796,445)
c.	TOTAL	\$ 8,162,662	\$ 1,990,492	\$ 85,089,405	\$ 6,786,937	\$ (76,926,743)	\$ (4,796,445)
d.	Direct Unearned Premium Reserve			\$ 126,843,110			

(2)The additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements: Not applicable.

D. Uncollectible Reinsurance: Not applicable.

NOTES TO FINANCIAL STATEMENTS

E. Commutation of Ceded Reinsurance: Not applicable.

F. Retroactive Reinsurance: Not applicable.

G. Reinsurance Accounted For As A Deposit: Not applicable.

25. Change in incurred Losses and Loss Adjustment Expenses:

Loss and LAE reserves as of December 31, 2013 were \$11.35 million. As of June 30, 2014, \$3.67 million had been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$4.71 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally from our lender services, unemployment, waste industry and other specialty product lines. Therefore, there has been a \$2.97 million favorable prior-year development from December 31, 2013 to June 30, 2014. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. Conditions that affected these changes in reserves may not necessarily occur in the future. Accordingly, it may not be appropriate to extrapolate these changes to future periods.

26. Intercompany Pooling Arrangements: Not applicable.

27. Structured Settlements: Not applicable.

28. Health Care Receivables: Not applicable.

29. Participating Policies: Not applicable.

30. Premium Deficiency Reserves:		
1. Liability carried for premium deficiency reserves		0
2. Date of the most recent evaluation of this liability		06/30/2014
3. Was anticipated investment income utilized in the calculation?		No

31. High Deductibles: Not applicable.

32. Discounting of Liabilities for Unpaid Losses of Unpaid Loss Adjustment Expenses: Not applicable.

33. Asbestos/Environmental Reserves: Not applicable.

34. Subscriber Savings Accounts: Not applicable.

35. Multiple Peril Crop Insurance: Not applicable.

36. Financial guaranty Insurance: Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES  
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

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

Yes ☐ No ☒
- 2.2

If yes, date of change:
- 3.1

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 and 1A.
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1

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

Yes ☐ No ☒
- 4.2

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

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ NA ☐
- If yes, attach an explanation.
- 6.1

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

12/31/2011
- 6.2

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

12/31/2011
- 6.3

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

09/06/2012
- 6.4

By what department or departments?

Ohio Department of Insurance
- 6.5

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

Yes ☐ No ☐ NA ☒
- 6.6

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

Yes ☒ No ☐ NA ☐
- 7.1

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

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

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

Yes ☐ No ☒
- 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 ☒
- 8.4

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

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



GENERAL INTERROGATORIES

9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....  
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;  
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;  
(c) Compliance with applicable governmental laws, rules and regulations;  
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and  
(e) Accountability for adherence to the code.

Yes [X] No [ ]

9.11

If the response to 9.1 is No, please explain:  
.....

9.2

Has the code of ethics for senior managers been amended? .....

Yes [ ] No [X]

9.21

If the response to 9.2 is Yes, provide information related to amendment(s).  
.....

9.3

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

Yes [ ] No [X]

9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).  
.....

FINANCIAL

10.1

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

Yes [ ] No [X]

10.2

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

INVESTMENT

11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [X]

11.2

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

12.

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

13.

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

14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes [ ] No [X]

14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ .....	\$ .....
14.22 Preferred Stock .....	\$ .....	\$ .....
14.23 Common Stock .....	\$ .....	\$ .....
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....0	\$ .....0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ .....	\$ .....

15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB? .....

Yes [ ] No [X]

15.2

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

Yes [ ] No [ ]

If no, attach a description with this statement.

GENERAL INTERROGATORIES

- 16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

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

16.3 Total payable for securities lending reported on the liability page
- \$ .....

\$ .....

\$ .....

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

Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
Fifth Third Bank.....	38 Fountain Square Cincinnati, Ohio 45263.....
Meeder Asset Management.....	6125 Memorial Drive Dublin, Ohio 43017.....
Huntington National Bank.....	30050 Chagrin Boulevard STE 150 Pepper Pike, OH 44124.....
Raymond James and Associates.....	2154 E. Main Street Columbus, Ohio 43209.....

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? .....

Yes [ ] No [X]

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
105794.....	Meeder Asset Management.....	6125 Memorial Drive Dublin, Ohio 43017.....
7745.....	Huntington National Bank.....	30050 Chagrin Boulevard Ste 150 Pepper Pike, Ohio 44124.....
107038.....	J.P. Morgan Investment Inc.....	80 South Eighth Street 3300 IDC Center Minneapolis, MN 55402.....
0725.....	Raymond James and Associates...	2154 E. Main Street Columbus, Ohio 43209...

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

Yes [X] No [ ]

18.2 If no, list exceptions:  
.....

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? ..... Yes [ ] No [X] NA [ ]  
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? ..... Yes [ ] No [ ]  
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? ..... Yes [ ] No [ ]

3.2 If yes, give full and complete information thereto.  
.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? ..... Yes [ ] No [X]

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
.....										
.....										
.....										
.....										
.....										
TOTAL			0	0	0	0	0	0	0	0

5. Operating Percentages:  
5.1 A&H loss percent ..... %  
5.2 A&H cost containment percent ..... %  
5.3 A&H expense percent excluding cost containment expenses ..... %

6.1 Do you act as a custodian for health savings accounts?..... Yes [ ] No [X]  
6.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$  
6.3 Do you act as an administrator for health savings accounts?..... Yes [ ] No [X]  
6.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$

## SCHEDULE F - CEDED REINSURANCE

[illegible]

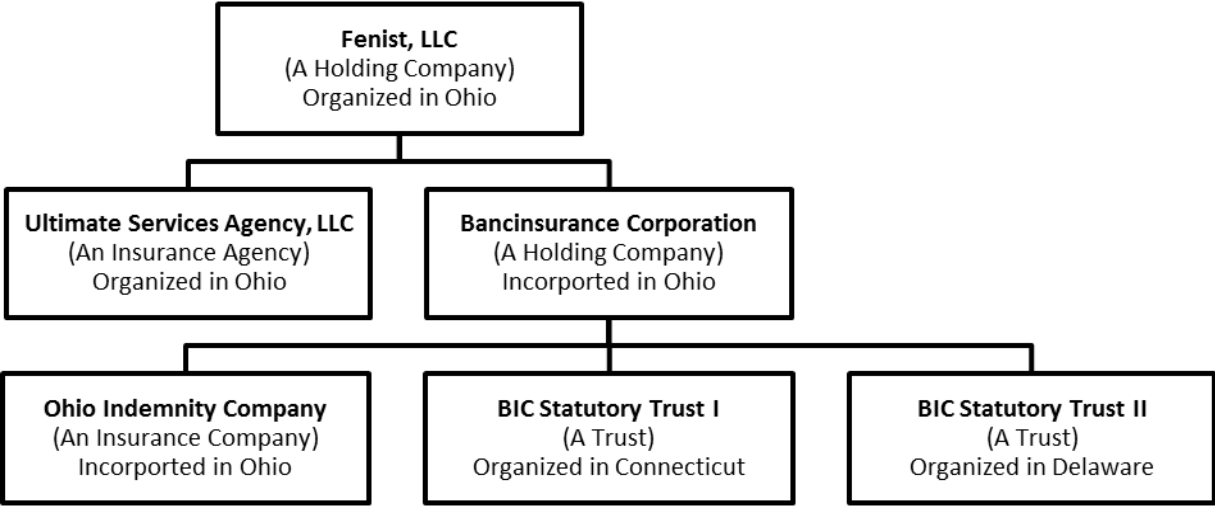
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories								
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid		
		2	3	4	5	6	7	
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	
1. Alabama	AL	L	276,325	209,747	54,433	39,529	51,201	79,676
2. Alaska	AK	L	133,734	131,458	0	49,727	2,250	27,964
3. Arizona	AZ	L	402,902	645,124	165,832	27,028	106,113	237,655
4. Arkansas	AR	L	163,734	109,069	83,456	0	34,099	9,395
5. California	CA	L	3,584,125	4,542,155	656,584	643,824	723,133	958,150
6. Colorado	CO	L	282,413	150,133	106,319	48,462	121,473	90,948
7. Connecticut	CT	L	609,124	505,145	203,872	121,494	182,419	143,654
8. Delaware	DE	L	14,814	10,349	11,604	11,292	4,394	10,380
9. Dist. Columbia	DC	L	33,040	42,307	0	0	6,256	0
10. Florida	FL	L	1,224,069	756,001	446,827	154,371	322,733	311,006
11. Georgia	GA	L	514,339	295,996	147,718	151,904	114,135	137,489
12. Hawaii	HI	L	485,171	455,179	222,361	290,099	97,143	136,105
13. Idaho	ID	L	135,217	129,121	25,626	15,441	10,018	29,345
14. Illinois	IL	L	575,045	348,046	177,852	158,658	125,126	157,339
15. Indiana	IN	L	742,992	418,971	251,195	91,047	130,200	56,086
16. Iowa	IA	L	142,549	45,630	16,183	6,738	7,074	3,867
17. Kansas	KS	L	216,781	185,116	74,235	55,744	61,567	120,113
18. Kentucky	KY	L	903,842	900,212	444,953	362,726	445,440	586,318
19. Louisiana	LA	L	689,014	367,820	337,264	281,621	179,785	254,140
20. Maine	ME	L	76,965	99,032	53,888	26,324	54,655	17,113
21. Maryland	MD	L	524,836	442,105	203,375	56,990	110,991	348,854
22. Massachusetts	MA	L	1,114,258	1,803,963	326,503	350,375	461,566	310,670
23. Michigan	MI	L	1,143,377	487,458	604,968	169,375	365,077	193,521
24. Minnesota	MN	L	37,016	29,044	15,689	0	18,415	14,633
25. Mississippi	MS	L	181,558	155,977	182,316	142,512	83,226	82,992
26. Missouri	MO	L	1,094,575	499,078	100,770	80,498	360,167	190,795
27. Montana	MT	L	119,752	347,559	13,864	14,535	8,674	11,581
28. Nebraska	NE	L	130,324	59,078	46,034	23,805	27,242	12,394
29. Nevada	NV	L	1,692,092	1,932,593	259,621	150,465	221,129	286,058
30. New Hampshire	NH	L	72,655	76,136	34,248	31,857	24,620	33,085
31. New Jersey	NJ	L	2,327,392	2,232,964	1,175,788	860,558	479,649	786,236
32. New Mexico	NM	L	258,415	181,207	84,477	8,864	31,872	7,652
33. New York	NY	L	3,798,500	3,238,750	1,764,572	1,823,030	1,005,589	1,760,353
34. No. Carolina	NC	L	910,270	486,310	289,840	178,676	422,924	217,819
35. No. Dakota	ND	L	24,146	20,951	0	0	78	0
36. Ohio	OH	L	2,841,977	2,727,366	768,209	532,799	564,909	584,188
37. Oklahoma	OK	L	295,300	199,579	405,662	253,277	226,653	159,539
38. Oregon	OR	L	524,293	453,062	31,216	11,122	32,124	26,284
39. Pennsylvania	PA	L	319,628	297,901	47,401	52,678	58,834	85,465
40. Rhode Island	RI	L	(783,040)	(1,333,941)	228,586	344,529	98,541	172,754
41. So. Carolina	SC	L	206,780	131,249	133,066	77,998	73,491	55,803
42. So. Dakota	SD	L	1,921	1,210	0	0	0	0
43. Tennessee	TN	L	1,838,593	492,111	449,090	182,783	292,343	190,965
44. Texas	TX	L	34,089,225	26,801,230	8,892,779	6,513,430	5,616,850	4,100,872
45. Utah	UT	L	128,541	132,562	16,652	32,640	64,917	28,247
46. Vermont	VT	L	66,824	83,575	38,197	8,577	35,766	14,797
47. Virginia	VA	L	339,528	350,312	155,280	126,623	141,473	152,069
48. Washington	WA	L	839,048	801,495	295,222	161,878	140,394	159,591
49. West Virginia	WV	L	257,394	196,084	137,046	59,323	199,785	151,182
50. Wisconsin	WI	L	160,990	259,066	14,184	28,496	57,074	174,701
51. Wyoming	WY	L	30,580	27,897	3,030	1,573	4,317	1,357
52. American Samoa	AS	N	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0
54. Puerto Rico	PR	L	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
59. Totals	(a) 52		65,792,943	53,960,542	20,197,887	14,815,295	14,007,904	13,681,200
DETAILS OF WRITE-INS								
58001.	XXX							
58002.	XXX							
58003.	XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX		0	0	0	0	0	0

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

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

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



## 12

## 12

## 12

1212

PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire	606,255	136,648	22.5	0.0
2.	Allied lines			0.0	0.0
3.	Farmowners multiple peril			0.0	0.0
4.	Homeowners multiple peril			0.0	0.0
5.	Commercial multiple peril			0.0	0.0
6.	Mortgage guaranty			0.0	0.0
8.	Ocean marine			0.0	0.0
9.	Inland marine	26,250,875	11,838,537	45.1	40.6
10.	Financial guaranty			0.0	0.0
11.1	Medical professional liability -occurrence			0.0	0.0
11.2	Medical professional liability -claims made			0.0	0.0
12.	Earthquake			0.0	0.0
13.	Group accident and health			0.0	0.0
14.	Credit accident and health			0.0	0.0
15.	Other accident and health			0.0	0.0
16.	Workers' compensation			0.0	0.0
17.1	Other liability occurrence	1,028,432	272,953	26.5	117.7
17.2	Other liability-claims made			0.0	0.0
17.3	Excess Workers' Compensation			0.0	0.0
18.1	Products liability-occurrence			0.0	0.0
18.2	Products liability-claims made			0.0	0.0
19.1,19.2	Private passenger auto liability			0.0	0.0
19.3,19.4	Commercial auto liability			0.0	0.0
21.	Auto physical damage	4,050,498	379,204	9.4	237.7
22.	Aircraft (all perils)			0.0	0.0
23.	Fidelity			0.0	0.0
24.	Surety	4,369,441	90,396	2.1	2.7
26.	Burglary and theft			0.0	0.0
27.	Boiler and machinery			0.0	0.0
28.	Credit	14,246,614	8,810,287	61.8	36.4
29.	International			0.0	0.0
30.	Warranty	27,679	0	0.0	0.2
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	346,370	(278,696)	(80.5)	22.4
35.	TOTALS	50,926,164	21,249,329	41.7	33.9
DETAILS OF WRITE-INS					
3401.	COLLATERAL PROTECTION			0.0	11.9
3402.	EXCESS OF LOSS	346,370	(278,696)	(80.5)	(47.2)
3403.	GAP			0.0	40.1
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	346,370	(278,696)	(80.5)	22.4

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire	343,628	614,046	0
2.	Allied lines	0		0
3.	Farmowners multiple peril	0		0
4.	Homeowners multiple peril	0		0
5.	Commercial multiple peril	0		0
6.	Mortgage guaranty	0		0
8.	Ocean marine	0		0
9.	Inland marine	23,096,539	34,277,294	30,041,103
10.	Financial guaranty	0		0
11.1	Medical professional liability-occurrence	0		0
11.2	Medical professional liability-claims made	0		0
12.	Earthquake	0		0
13.	Group accident and health	0		0
14.	Credit accident and health	0		0
15.	Other accident and health	0		0
16.	Workers' compensation	0		0
17.1	Other liability occurrence	395,706	683,315	969,937
17.2	Other liability-claims made	0		0
17.3	Excess Workers' Compensation	0		0
18.1	Products liability-occurrence	0		0
18.2	Products liability-claims made	0		0
19.1,19.2	Private passenger auto liability	0		0
19.3,19.4	Commercial auto liability	0		0
21.	Auto physical damage	801,017	2,331,207	3,074,966
22.	Aircraft (all perils)	0		0
23.	Fidelity	0		0
24.	Surety	2,234,741	4,748,655	5,143,246
26.	Burglary and theft	0		0
27.	Boiler and machinery	0		0
28.	Credit	13,105,087	21,894,641	9,513,904
29.	International	0		0
30.	Warranty	23,827	41,158	28,294
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	7,055	1,202,627	5,189,092
35.	TOTALS	40,007,600	65,792,943	53,960,542
DETAILS OF WRITE-INS				
3401.	COLLATERAL PROTECTION	0		712,537
3402.	EXCESS OF LOSS	7,055	1,202,627	1,427,567
3403.	GAP	0		3,048,988
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	7,055	1,202,627	5,189,092



PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2014 Loss and LAE Payments on Claims Reported as of Prior Year-End	2014 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2014 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2011 + Prior .....	6	1,531	1,537	12	(26)	(14)	0	5	1,016	1,021	6	(536)	(530)
2. 2012 .....	25	1,895	1,920	21	(24)	(3)	0	16	1,448	1,464	(4)	(455)	(459)
3. Subtotals 2012 + prior .....	31	3,426	3,457	33	(50)	(17)	0	21	2,464	2,485	2	(991)	(989)
4. 2013 .....	881	7,009	7,890	1,634	2,050	3,684	201	27	2,001	2,229	954	(2,931)	(1,977)
5. Subtotals 2013 + prior .....	912	10,435	11,347	1,667	2,000	3,667	201	48	4,465	4,714	956	(3,922)	(2,966)
6. 2014 .....	XXX	XXX	XXX	XXX	5,023	5,023	XXX	1,029	4,871	5,900	XXX	XXX	XXX
7. Totals .....	912	10,435	11,347	1,667	7,023	8,690	201	1,077	9,336	10,614	956	(3,922)	(2,966)
8. Prior Year-End Surplus As Regards Policy-holders	45,225										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 104.8	2. (37.6)	3. (26.1)
											Col. 13, Line 7 Line 8		
											4. (6.6)		

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.


	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	.....NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....

Explanation:

- 1.
- 2.
- 3.
- 4.


Bar Code:

1.




26565201449000002

2.



26565201445500002

3.



26565201436500002

4.



26565201450500002

**OVERFLOW PAGE FOR WRITE-INS**

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Current year change in encumbrances .....		0
4. Total gain (loss) on disposals .....		0
5. Deduct amounts received on disposals .....		0
6. Total foreign exchange change in book/adjusted carrying value .....		0
7. Deduct current year's other-than-temporary impairment recognized .....		0
8. Deduct current year's depreciation .....		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	0	0
10. Deduct total nonadmitted amounts .....	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Capitalized deferred interest and other .....		0
4. Accrual of discount .....		0
5. Unrealized valuation increase (decrease) .....		0
6. Total gain (loss) on disposals .....		0
7. Deduct amounts received on disposals .....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		0
10. Deduct current year's other-than-temporary impairment recognized .....		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Total valuation allowance .....		0
13. Subtotal (Line 11 plus Line 12) .....	0	0
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Capitalized deferred interest and other .....		0
4. Accrual of discount .....		0
5. Unrealized valuation increase (decrease) .....		0
6. Total gain (loss) on disposals .....		0
7. Deduct amounts received on disposals .....		0
8. Deduct amortization of premium and depreciation .....		0
9. Total foreign exchange change in book/adjusted carrying value .....		0
10. Deduct current year's other-than-temporary impairment recognized .....		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	108,961,424	85,962,350
2. Cost of bonds and stocks acquired .....	27,280,051	116,066,186
3. Accrual of discount .....	62,025	123,815
4. Unrealized valuation increase (decrease) .....	122,257	1,447,863
5. Total gain (loss) on disposals .....	774,788	983,305
6. Deduct consideration for bonds and stocks disposed of .....	22,466,181	94,612,357
7. Deduct amortization of premium .....	587,864	1,009,738
8. Total foreign exchange change in book/adjusted carrying value .....		0
9. Deduct current year's other-than-temporary impairment recognized .....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	114,146,499	108,961,424
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	114,146,499	108,961,424

STATEMENT AS OF JUNE 30, 2014 OF THE Ohio Indemnity Company

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a).....	88,732,464	4,012,023	4,336,720	35,975	88,732,464	88,443,742	0	82,954,694
2. NAIC 2 (a).....	1,434,646	1,099,400	0	(304,851)	1,434,646	2,229,195	0	2,543,689
3. NAIC 3 (a).....	1,230,989	0	524,760	(262,669)	1,230,989	443,560	0	523,868
4. NAIC 4 (a).....	0				0	0	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds	91,398,099	5,111,423	4,861,480	(531,545)	91,398,099	91,116,497	0	86,022,251
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	0				0	0	0	0
9. NAIC 2 .....	994,850	0	951,575	(43,275)	994,850	0	0	2,340,473
10. NAIC 3 .....	2,970,497	0	457,048	19,562	2,970,497	2,533,011	0	2,976,971
11. NAIC 4 .....	594,422	0	415,005	0	594,422	179,417	0	594,422
12. NAIC 5 .....	0				0	0	0	0
13. NAIC 6 .....	0	0			0	0	0	0
14. Total Preferred Stock.....	4,559,769	0	1,823,628	(23,713)	4,559,769	2,712,428	0	5,911,866
15. Total Bonds & Preferred Stock	95,957,868	5,111,423	6,685,108	(555,258)	95,957,868	93,828,925	0	91,934,117

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ ..... ; NAIC 2 \$ ..... ;

NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

SCHEDULE DA - PART 1  
Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	401,731	XXX	401,731	1	

SCHEDULE DA - VERIFICATION  
Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	793,490	6,945,828
2. Cost of short-term investments acquired .....	8,764,625	22,790,257
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....	9,156,383	28,942,596
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other-than-temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	401,731	793,490
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	401,731	793,490

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE



## E04

[illegible]

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

STATEMENT AS OF JUNE 30, 2014 OF THE Ohio Indemnity Company

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
01030R-GS-5...	ALABAMA HSG FIN AUTH.....		04/01/2014...	Redemption.....		5,000	5,000	5,000	5,000				.0		5,000			.0	131	10/01/2028...	1FE...
01030R-GU-0...	ALABAMA HSG FIN AUTH.....		04/01/2014...	Redemption.....		5,000	5,000	5,111	5,000						5,000				134	10/01/2039...	1FE...
196479-QJ-1...	CO HSG SFM-CL I-SER A.....		05/01/2014...	Redemption.....		15,000	15,000	15,000	15,000				.0		15,000				413	11/01/2029...	1FE...
196483-AY-7...	CO SFM-A5.....		05/01/2014...	Redemption.....		5,000	5,000	4,969	5,000				.0		5,000				125	11/01/2034...	1FE...
246395-XA-0...	DE HSG AUTH-SFM-CABS.....		06/01/2014...	Redemption.....		6,319	15,000	5,569	6,185		106		106		6,290		29	29		.07/01/2031...	1FE...
248297-BU-6...	DENHAM ETC SFM MTG.....		06/02/2014...	Redemption.....		4,955	4,955	5,170							4,955				113	11/01/2040...	1FE...
441695-BM-4...	HOUNBA ETC SFM MTG.....		06/02/2014...	Redemption.....		14,000	14,000	14,427	14,000				.0		14,000				339	12/01/2040...	1FE...
474553-AK-0...	JEFFERSON FIN SFM-D.....		06/02/2014...	Redemption.....		40,000	40,000	42,200	40,000				.0		40,000				708	06/01/2038...	1FE...
474553-AQ-7...	JEFFERSON FIN SFM-B.....		06/02/2014...	Redemption.....		10,000	10,000	10,555	10,000				.0		10,000				285	12/01/2048...	1FE...
506488-CH-6...	LAFAYETTE SFM MTG BKD.....		06/02/2014...	Redemption.....		9,000	9,000	9,375	9,000				.0		9,000				183	01/01/2041...	1FE...
54627A-BA-4...	LA SFM-ZONE A1-HOMOWN.....		06/02/2014...	Redemption.....		5,000	5,000	5,131	5,000				.0		5,000				146	06/01/2038...	1FE...
54627A-CD-7...	LA SFM HMOWNR-B-1.....		06/02/2014...	Redemption.....		10,000	10,000	10,650	10,000				.0		10,000				238	12/01/2038...	1FE...
56040P-BR-8...	ME EDL STD LN-A-CL A2.....		05/05/2014...	Redemption.....		5,000	5,000	5,000	5,000				.0		5,000				120	12/01/2027...	1FE...
60415N-SG-3...	MN HFA NON AMT.....		06/01/2014...	Redemption.....		5,000	5,000	5,000	5,000				.0		5,000				234	01/01/2040...	1FE...
60535G-AW-2...	MS HM CORP.....		06/02/2014...	Redemption.....		10,000	10,000	10,000	10,000				.0		10,000				228	12/01/2031...	1FE...
60535Q-EM-8...	MS SFM -SER C-1.....		06/02/2014...	Redemption.....		5,000	5,000	5,313	5,000				.0		5,000				140	06/01/2038...	1FE...
60535Q-GF-1...	MS HM SFM SER D-1.....		06/02/2014...	Redemption.....		5,000	5,000	5,378	5,000				.0		5,000				153	06/01/2038...	1FE...
61212R-M3-7...	MT BRD HSG-SF PROG-A.....		06/02/2014...	Redemption.....		10,000	10,000	10,433	10,000				.0		10,000				275	12/01/2039...	1FE...
641279-GB-4...	NV SFM-B.....		04/01/2014...	Redemption.....		10,000	10,000	10,000	10,000				.0		10,000				270	10/01/2034...	1FE...
64469D-JK-8...	NH SFM-E-AMT-AQUIS.....		04/01/2014...	Redemption.....		15,000	15,000	15,909	15,000				.0		15,000				745	07/01/2038...	1FE...
646129-3K-0...	NJ HSG-SFH-CC.....		04/01/2014...	Redemption.....		10,000	10,000	10,000	10,000				.0		10,000				250	10/01/2034...	1FE...
646129-7A-8...	NJ HSG & MTG-B.....		04/01/2014...	Redemption.....		5,000	5,000	5,000	5,000				.0		5,000				113	10/01/2030...	1FE...
64970W-XT-5...	NYC HSG DEV.....		05/01/2014...	Redemption.....		15,000	15,000	15,188	15,000				.0		15,000				482	11/01/2027...	1FE...
658909-BE-5...	NORTH DAKOTA HSG -E.....		04/01/2014...	Redemption.....		50,000	50,000	50,000	50,000				.0		50,000				1,894	07/01/2040...	1FE...
677560-JB-4...	OH HFA-MTG-BKD-F.....		06/01/2014...	Redemption.....		10,000	10,000	10,000	10,000				.0		10,000				409	09/01/2033...	1FE...
708796-B8-9...	PA HSG-SFM-113.....		06/10/2014...	Redemption.....		500,000	500,000	500,000	500,000				.0		500,000				16,773	10/01/2037...	1FE...
708796-WP-8...	PA HSG-SFM-110B.....		04/01/2014...	Redemption.....		10,000	10,000	10,050	10,000				.0		10,000				238	10/01/2039...	1FE...
79353G-AB-7...	ST TAMMANY SFM HOMW-A.....		06/02/2014...	Redemption.....		1,969	1,969	2,018	1,969				.0		1,969				41	12/01/2039...	1FE...
884125-AE-5...	THIRD COLUMBUS REF -A.....		04/07/2014...	Redemption.....		100,000	100,000	102,625	100,000				.0		100,000				5,367	07/01/2023...	1FE...
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						896,243	904,924	905,069	896,109	0	106	0	106	0	896,214	0	29	29	30,524	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
06738E-82-B...	BARCLAYS BANK PLC.....		06/04/2014...	Henry Hauser.....		633,365	600,000	521,255	523,868		892		892		524,760		108,605	108,605	17,683	12/29/2049...	3FE...
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						633,365	600,000	521,255	523,868	0	892	0	892	0	524,760	0	108,605	108,605	17,683	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						1,529,608	1,504,924	1,426,324	1,419,977	0	997	0	997	0	1,420,975	0	108,634	108,634	48,207	XXX	XXX
8399999 - Subtotals - Bonds						1,529,608	1,504,924	1,426,324	1,419,977	0	997	0	997	0	1,420,975	0	108,634	108,634	48,207	XXX	XXX
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																					
060505-59-1...	BANK OF AMERICA CORP.....		06/04/2014...	Henry Hauser.....	10,000.000	217,539		162,848	162,848				.0		162,848		54,691	54,691	5,028	XXX	P3LFE
25150L-10-8...	DB CONT CAPITAL TRUST V.....		06/04/2014...	Henry Hauser.....	15,000.000	422,681		412,175	400,500	11,675			11,675		412,175		10,506	10,506	7,547	XXX	P2LFE
617475-50-4...	MORGAN STANLEY.....		06/04/2014...	Henry Hauser.....	20,000.000	399,720		294,200	294,200				.0		294,200		105,520	105,520	10,111	XXX	P3LFE
780097-75-4...	ROYAL BK SCOTLND GRP PLC.....		06/04/2014...	Henry Hauser.....	20,000.000	495,027		415,005	415,005				.0		415,005		80,022	80,022	8,438	XXX	P4LFE
949746-87-9...	WELLS FARGO & COMPANY.....		06/16/2014...	Henry Hauser.....	20,000.000	582,554		539,400	559,200	(19,800)			(19,800)		539,400		43,154	43,154	20,000	XXX	P2LFE
8499999 - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)						2,117,521	XXX	1,823,628	1,831,753	(8,125)	0	0	(8,125)	0	1,823,628	0	293,894	293,894	51,123	XXX	XXX
8999997 - Total - Preferred Stocks - Part 4						2,117,521	XXX	1,823,628	1,831,753	(8,125)	0	0	(8,125)	0	1,823,628	0	293,894	293,894	51,123	XXX	XXX
8999999 - Subtotals - Preferred Stocks						2,117,521	XXX	1,823,628	1,831,753	(8,125)	0	0	(8,125)	0	1,823,628	0	293,894	293,894	51,123	XXX	XXX
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																					
06738E-20-4...	BARCLAYS PLC-SPONS ADR.....		06/23/2014...	RAYMOND JAMES & ASSOCIATES.....	25,000.000	400,790	XXX	417,251	271,950	(34,448)			(34,448)		417,251		(16,460)	(16,460)	7,298	XXX	L
38259P-50-8...	GOOGLE INC-CL A.....		06/17/2014...	VARIOUS.....	400.000	330,166	XXX	330,387					.0		330,387			(221)		XXX	L
38259P-70-6...	GOOGLE INC-CL C.....		06/17/2014...	RAYMOND JAMES & ASSOCIATES.....	200.000	108,329	XXX	109,944							109,944		(1,615)	(1,615)		XXX	L
459200-10-1...	INTL BUSINESS MACHINES CORP.....		06/17/2014...	RAYMOND JAMES & ASSOCIATES.....	5,000.000	906,576	XXX	916,455	562,710	(12,211)			(12,211)		916,455		(9,879)	(9,879)	10,250	XXX	L
69562K-10-0...	PAIN THERAPEUTICS INC.....		06/26/2014...	RAYMOND JAMES & ASSOCIATES.....	15,000.000	90,000	XXX	28,050	72,900	(44,850)			(44,850)		28,050		61,950	61,950		XXX	L
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						1,835,861	XXX	1,802,086	907,560	(91,509)	0	0	(91,509)	0	1,802,086	0	33,775	33,775	17,548	XXX	XXX
Common Stocks - Money Market Mutual Funds																					
58510R-80-4...	WEEDER MONEY MARKET FD-INST.....		06/11/2014...	Direct.....	600,000.000	600,000	XXX	600,000					.0		600,000			.0	215	XXX	V
608993-85-3...	HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT.....		06/17/2014...	Direct.....	370.210	370	XXX	370	370				.0		370			.0	.0	XXX	V
90499A-91-6...	/ * DEPOSIT UBS D024.....		05/22/2014...	Direct.....	263,414.750	263,415	XXX	263,415	249,978				.0		263,415			.0	51	XXX	V
90499A-92-4...	DEPOSIT UBS AG D025.....		05/07/2014...	Direct.....	2,160,341.380	2,160,341	XXX	2,160,341					.0		2,160,341			.0	244	XXX	V

## E05.1

## E05.1

## E05.1

## E05.1

## E05.1

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE



SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total Cash Equivalents					0	0	0