



**QUARTERLY STATEMENT**

AS OF SEPTEMBER 30, 2014

OF THE CONDITION AND AFFAIRS OF THE

**Westfield National Insurance Company**

NAIC Group Code 0228, 0228 NAIC Company Code 24120 Employer's ID Number 34-1022544  
(Current Period) (Prior Period)

Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio

Country of Domicile US

Incorporated/Organized April 11, 1968 Commenced Business April 11, 1968

Statutory Home Office One Park Circle, Westfield Center, Ohio, US 44251-5001  
(Street and Number, City or Town, State, Country and Zip Code)

Main Administrative Office One Park Circle, Westfield Center, Ohio, US 44251-5001 330-887-0101  
(Street and Number, City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P. O. Box 5001, Westfield Center, Ohio, US 44251-5001  
(Street and Number or P. O. Box, City or Town, State, Country and Zip Code)

Primary Location of Books and Records One Park Circle, Westfield Center, Ohio, US 44251-5001  
(Street and Number, City or Town, State, Country and Zip Code)  
330-887-0101  
(Area Code) (Telephone Number)

Internet Website Address www.westfieldgrp.com

Statutory Statement Contact Bambi Ann Beshire 330-887-0101  
(Name) (Area Code) (Telephone Number) (Extension)  
FinancialReporting@westfieldgrp.com 330-887-0840  
(E-Mail Address) (Fax Number)

**OFFICERS**

Edward James Largent (Westfield Insurance Leader & President)  
 Joseph Christian Kohmann (Group Finance Leader & Treasurer)  
 Frank Anthony Carrino (Group Legal Leader & Secretary)

**OTHER OFFICERS**

James Robert Clay (Chairman & CEO)  
 Dennis Paul Baus (National Surety Leader)  
 Bambi Ann Beshire (Group Finance & Accounting Leader)  
 Stephen Edward Lehecka (Group Actuarial Leader)  
 Martha Haskins Oakes (National Middle Market Leader)  
 Marianne Colette Parkinson (Group Customer & Marketing Leader)  
 Christopher Michael Paterakis (Group HR Leader)  
 David Campbell Peterson (National PL & SBA Leader)  
 Michael Joseph Prandi (National Claims Leader)  
 Elizabeth Margaret Riczko# (Group Underwriting Leader)  
 Stuart Wayne Rosenberg (Group Administration Leader)  
 Peter Robert Schwanke (Group Risk Management Leader)  
 Stephen John Tien (Group IT Leader)  
 Craig David Welsh (Group Distribution Leader)  
 George Krieg Wiswesser (Group Investment Leader)

**DIRECTORS OR TRUSTEES**

Michael John Bernaski  
 Cheryl Lila Carlisle  
 James Robert Clay  
 Fariborz Ghadar  
 Gary Dean Hallman  
 Susan Jane Insley  
 Edward James Largent  
 Deborah Denine Pryce  
 John Lewis Watson  
 Thomas Eldon Workman

State of Ohio }  
 County of Medina } 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 there from 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.

\_\_\_\_\_  
 Edward James Largent  
 Westfield Insurance Leader & President

\_\_\_\_\_  
 Joseph Christian Kohmann  
 Group Finance Leader & Treasurer

\_\_\_\_\_  
 Frank Anthony Carrino  
 Group Legal Leader & Secretary

Subscribed and sworn to before me this  
 15th day of October, 2014

a. Is this an original filing? Yes (X) No ( )  
 b. If no: 1. State the amendment number 0  
 2. Date filed \_\_\_\_\_  
 3. Number of pages attached 0

## ASSETS

	Current Statement Date			4
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Col. 1 minus Col. 2)	December 31 Prior Year Net Admitted Assets
1. Bonds	362,347,951	0	362,347,951	354,905,188
2. Stocks:				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	129,693,696	0	129,693,696	120,105,027
3. Mortgage loans on real estate:				
3.1 First liens	0	0	0	0
3.2 Other than first liens	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$ 0 encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances)	0	0	0	0
5. Cash (\$ 0 ), cash equivalents (\$ 0 ) and short-term investments (\$ 142,853 )	142,853	0	142,853	1,477,099
6. Contract loans (including \$ 0 premium notes)	0	0	0	0
7. Derivatives	0	0	0	0
8. Other invested assets	9,263,600	0	9,263,600	7,718,300
9. Receivables for securities	7,813	0	7,813	0
10. Securities lending reinvested collateral assets	0	0	0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Line 1 through Line 11)	501,455,913	0	501,455,913	484,205,614
13. Title plants less \$ 0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	4,721,001	0	4,721,001	5,108,468
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	12,736,680	1,359,148	11,377,532	10,601,744
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 151,255 earned but unbilled premiums)	75,211,505	15,125	75,196,380	68,391,746
15.3 Accrued retrospective premiums	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	0	0	0	0
16.2 Funds held by or deposited with reinsured companies	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0	0
18.2 Net deferred tax asset	0	0	0	0
19. Guaranty funds receivable or on deposit	0	0	0	0
20. Electronic data processing equipment and software	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ 0 )	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	290,821	0	290,821	3,638,716
24. Health care (\$ 0 ) and other amounts receivable	0	0	0	0
25. Aggregate write-ins for other-than-invested assets	0	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	594,415,920	1,374,273	593,041,647	571,946,288
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0	0
28. Totals (Line 26 and Line 27)	594,415,920	1,374,273	593,041,647	571,946,288
<b>DETAILS OF WRITE-INS</b>				
1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)	0	0	0	0
2501.	0	0	0	0
2502.	0	0	0	0
2503.	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	0	0	0	0

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 49,180,150 )	149,538,827	147,069,969
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	49,739,853	46,995,514
4. Commissions payable, contingent commissions and other similar charges	15,216,424	16,148,994
5. Other expenses (excluding taxes, licenses and fees)	4,561,936	7,756,018
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,971,692	3,256,055
7.1 Current federal and foreign income taxes (including \$ 0 on realized capital gains (losses))	377,495	648,435
7.2 Net deferred tax liability	3,443,279	2,447,928
8. Borrowed money \$ 0 and interest thereon \$ 0	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 153,532,048 and including warranty reserves of \$ 0 and accrued accident and health experience rating refunds including \$ 0 for medical loss ratio rebate per the Public Health Service Act)	114,446,860	104,242,940
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	(22,645)	194,529
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	0	0
15. Remittances and items not allocated	0	0
16. Provision for reinsurance (including \$ 0 certified)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Derivatives	0	0
21. Payable for securities	0	0
22. Payable for securities lending	0	0
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ 0 and interest thereon \$ 0	0	0
25. Aggregate write-ins for liabilities	0	0
26. Total liabilities excluding protected cell liabilities (Line 1 through Line 25)	340,273,721	328,760,382
27. Protected cell liabilities	0	0
28. Total liabilities (Line 26 and Line 27)	340,273,721	328,760,382
29. Aggregate write-ins for special surplus funds	53,308,626	49,468,509
30. Common capital stock	3,000,000	3,000,000
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	750,000	750,000
35. Unassigned funds (surplus)	195,709,300	189,967,397
36. Less treasury stock, at cost:		
36.1 0 shares common (value included in Line 30 \$ 0 )	0	0
36.2 0 shares preferred (value included in Line 31 \$ 0 )	0	0
37. Surplus as regards policyholders (Line 29 through Line 35, less Line 36)	252,767,926	243,185,906
38. Totals (Page 2, Line 28, Column 3)	593,041,647	571,946,288
<b>DETAILS OF WRITE-INS</b>		
2501	0	0
2502	0	0
2503	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	0	0
2901. General voluntary reserve	53,308,626	49,468,509
2902	0	0
2903	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Line 2901 through Line 2903 plus Line 2998) (Line 29 above)	53,308,626	49,468,509
3201	0	0
3202	0	0
3203	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Line 3201 through Line 3203 plus Line 3298) (Line 32 above)	0	0

## STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ 225,669,017 )	224,401,381	228,856,464	305,072,098
1.2 Assumed (written \$ 173,919,317 )	163,710,680	158,624,279	212,921,977
1.3 Ceded (written \$ 225,709,376 )	224,437,022	228,866,413	305,088,537
1.4 Net (written \$ 173,878,958 )	163,675,039	158,614,330	212,905,538
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 97,186,565 ):			
2.1 Direct	134,444,959	119,132,069	157,071,884
2.2 Assumed	90,831,597	77,975,920	101,746,820
2.3 Ceded	134,793,565	119,377,407	157,322,521
2.4 Net	90,482,991	77,730,582	101,496,183
3. Loss adjustment expenses incurred	20,345,671	19,519,390	25,831,964
4. Other underwriting expenses incurred	56,238,766	56,347,031	75,780,519
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Line 2 through Line 5)	167,067,428	153,597,003	203,108,666
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	(3,392,389)	5,017,327	9,796,872
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	12,964,297	11,944,555	16,135,856
10. Net realized capital gains (losses) less capital gains tax of \$ (114,910)	(213,404)	5,413,552	5,658,039
11. Net investment gain (loss) (Line 9 plus Line 10)	12,750,893	17,358,107	21,793,895
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 635,551 amount charged off \$ 792,428 )	(156,877)	(215,145)	(279,336)
13. Finance and service charges not included in premiums	725,850	821,755	1,078,639
14. Aggregate write-ins for miscellaneous income	2,075	9,462	16,003
15. Total other income (Line 12 through Line 14)	571,048	616,072	815,306
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 8 plus Line 11 plus Line 15)	9,929,552	22,991,506	32,406,073
17. Dividends to policyholders	468,140	568,855	791,898
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)	9,461,412	22,422,651	31,614,175
19. Federal and foreign income taxes incurred	2,718,769	3,622,619	6,440,202
20. Net income (Line 18 minus Line 19) (to Line 22)	6,742,643	18,800,032	25,173,973
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	243,185,906	207,982,388	207,982,388
22. Net income (from Line 20)	6,742,643	18,800,032	25,173,973
23. Net transfers (to) from Protected Cell accounts	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 1,344,041	2,496,076	4,968,649	10,894,992
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	348,690	(1,077,612)	(762,263)
27. Change in nonadmitted assets	(5,389)	(40,842)	(103,184)
28. Change in provision for reinsurance	0	0	0
29. Change in surplus notes	0	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0	0
31. Cumulative effect of changes in accounting principles	0	0	0
32. Capital changes:			
32.1 Paid in	0	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0	0
32.3 Transferred to surplus	0	0	0
33. Surplus adjustments:			
33.1 Paid in	0	0	0
33.2 Transferred to capital (Stock Dividend)	0	0	0
33.3 Transferred from capital	0	0	0
34. Net remittances from or (to) Home Office	0	0	0
35. Dividends to stockholders	0	0	0
36. Change in treasury stock	0	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Line 22 through Line 37)	9,582,020	22,650,227	35,203,518
39. Surplus as regards policyholders, as of statement date (Line 21 plus Line 38)	252,767,926	230,632,615	243,185,906
<b>DETAILS OF WRITE-INS</b>			
0501	0	0	0
0502	0	0	0
0503	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Line 0501 through Line 0503 plus Line 0598) (Line 5 above)	0	0	0
1401. Net other interest income	2,075	9,462	16,003
1402	0	0	0
1403	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)	2,075	9,462	16,003
3701	0	0	0
3702	0	0	0
3703	0	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Line 3701 through Line 3703 plus Line 3798) (Line 37 above)	0	0	0

**CASH FLOW**

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance	166,075,972	156,017,344	211,496,527
2. Net investment income	17,396,216	16,142,192	20,892,679
3. Miscellaneous income	571,049	616,072	815,306
4. Total (Line 1 through Line 3)	184,043,237	172,775,608	233,204,512
5. Benefit and loss related payments	88,014,133	77,655,881	101,872,349
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	78,246,331	72,898,083	95,672,194
8. Dividends paid to policyholders	468,140	568,855	791,898
9. Federal and foreign income taxes paid (recovered) net of \$ (114,910) tax on capital gains (losses)	2,874,798	6,498,524	9,235,002
10. Total (Line 5 through Line 9)	169,603,402	157,621,343	207,571,443
11. Net cash from operations (Line 4 minus Line 10)	14,439,835	15,154,265	25,633,069
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	17,357,629	39,109,178	43,491,898
12.2 Stocks	3,930,440	22,422,639	24,080,751
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	0	0	0
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	21,288,069	61,531,817	67,572,649
13. Cost of investments acquired (long-term only):			
13.1 Bonds	28,605,666	70,566,593	81,912,556
13.2 Stocks	11,796,565	5,003,527	6,008,572
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	7,813	0	0
13.7 Total investments acquired (Line 13.1 through Line 13.6)	40,410,044	75,570,120	87,921,128
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 minus Line 14)	(19,121,975)	(14,038,303)	(20,348,479)
<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	0
16.6 Other cash provided (applied)	3,347,894	(1,673,273)	(4,465,851)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	3,347,894	(1,673,273)	(4,465,851)
<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 Line 15 plus Line 17)	(1,334,246)	(557,311)	818,739
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	1,477,099	658,360	658,360
19.2 End of period (Line 18 plus Line 19.1)	142,853	101,049	1,477,099

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

20.0001	0	0	0
20.0002	0	0	0
20.0003	0	0	0
20.0004	0	0	0
20.0005	0	0	0
20.0006	0	0	0
20.0007	0	0	0
20.0008	0	0	0
20.0009	0	0	0
20.0010	0	0	0

## NOTES TO FINANCIAL STATEMENTS

## General Notes

## 1. Summary of Significant Accounting Policies-

## A. Accounting Practices

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

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

The Company has not implemented any prescribed or permitted accounting practices by the State of Ohio that differ from those found in NAIC SAP.

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

	State of Domicile	9/30/2014	12/31/2013
<b>NET INCOME</b>			
(1) Westfield National Insurance Company state basis (Page 4, Line 20, Columns 1 & 3)	Ohio	\$ 6,742,643	\$ 25,173,973
(2) State Prescribed Practices that increase / (decrease) NAIC SAP	Ohio	0	0
(3) State Permitted Practices that increase / (decrease) NAIC SAP	Ohio	0	0
(4) NAIC SAP (1-2-3=4)	Ohio	<u>\$ 6,742,643</u>	<u>\$ 25,173,973</u>
<b>SURPLUS</b>			
(5) Westfield National Insurance Company state basis (Page 3, Line 37, Columns 1 & 2)	Ohio	\$ 252,767,926	\$ 243,185,906
(6) State Prescribed Practices that increase / (decrease) NAIC SAP	Ohio	0	0
(7) State Permitted Practices that increase / (decrease) NAIC SAP	Ohio	0	0
(8) NAIC SAP (5-6-7=8)	Ohio	<u>\$ 252,767,926</u>	<u>\$ 243,185,906</u>

B. Use of Estimates in the Preparation of the Financial Statements- No significant change

C. Accounting Policy- No significant change

## 2. Accounting Changes and Corrections of Errors-

The Company did not have any material changes in accounting principles or correction of errors during the year.

## 3. Business Combinations and Goodwill- Not applicable

## 4. Discontinued Operations-

No events or transactions occurred during the year that would give rise to discontinued operations.

## 5. Investments-

A. through C. - No significant change

## D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates. The Company used Interactive Data Corp. in determining the market value of its loan-backed securities.

(2-3) No other-than-temporary impairments have been recognized on loan-backed securities.

(4) Impaired loan-backed securities for which an other-than-temporary impairment has not been recognized as of September 30, 2014 are summarized below.

Less than 12 Months		12 Months or Longer		Total	
Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
\$ 16,652,545	\$ (34,310)	\$ 0	\$ 0	\$ 16,652,545	\$ (34,310)

(5) In concluding that the impairments are not other-than-temporary, the Company has considered the following general categories of information:

- Length of time and extent to which the fair value has been less than cost
- Issuer credit quality
- Industry sector considerations
- General interest rate environment
- Probability of collecting future cash flows

## E. Repurchase Agreements and/or Securities Lending Transactions

The Company does not have any investments in repurchase agreements or securities lending.

F. through H. - No significant change

I. Working Capital Finance Investments- Not applicable

## 6. Joint Ventures, Partnerships, and Limited Liability Companies- No significant change

## 7. Investment Income- No significant change

## 8. Derivative Instruments- No significant change

## 9. Income Taxes-

A. The components of the net deferred tax assets/ (liability) for the current reporting period are as follows:

	9/30/2014			12/31/2013			Change		
	(1) Ordinary	(2) Capital	(3) (Col 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col 4 + 5) Total	(7) (Col 1 - 4) Ordinary	(8) (Col 2 - 5) Capital	(9) (Col 7 + 8) Total
(a) Gross deferred tax assets	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650
(b) Statutory valuation allowance adjustment	0	0	0	0	0	0	0	0	0
(c) Adjusted gross deferred tax assets (1a - 1b)	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650
(d) Deferred tax assets nonadmitted	0	0	0	0	0	0	0	0	0
(e) Subtotal net admitted deferred tax asset (1c - 1d)	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650
(f) Deferred tax liabilities	1,518	22,040	23,558	1,489	20,423	21,912	29	1,617	1,646
(g) Net admitted deferred tax asset/ (Net admitted deferred tax	14,780	(18,224)	(3,444)	14,571	(17,019)	(2,448)	209	(1,205)	(996)

## NOTES TO FINANCIAL STATEMENTS

## 2 Admission calculation components SSAP No. 101:

	9/30/2014			12/31/2013			Change		
	(\$000 OMITTED)								
	(1) Ordinary	(2) Capital	(3) (Col 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col 4 + 5) Total	(7) (Col 1 - 4) Ordinary	(8) (Col 2 - 5) Capital	(9) (Col 7 + 8) Total
(a) Federal Income taxes paid in prior years recoverable through loss carrybacks	9,528	2,338	11,866	11,196	3,404	14,600	(1,668)	(1,066)	(2,734)
(b) Adjusted gross DTA expected to be realized (Excluding the amount of DTA from 2 (a) above) after application of the threshold limitation (Lesser of b. i and b. ii	2,597	0	2,597	4,864	0	4,864	(2,267)	0	(2,267)
i Adjusted gross DTA expected to be realized following BS date	2,597	0	2,597	4,864	0	4,864	(2,267)	0	(2,267)
ii Adjusted gross DTA allowed per limitation threshold	XXX	XXX	37,780	XXX	XXX	13,093	XXX	XXX	24,687
(c) Adjusted gross DTA excluding the amount of DTA from a. and b. above offset by gross DTL	4,173	1,478	5,651	0	0	0	4,173	1,478	5,651
(d) Deferred tax assets admitted as the result of application of SSAP No. 101. Total (a+b+c)	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650

## 3

	2014	2013
	(\$000 OMITTED)	
(a) Ratio percentage used to determine recovery period and threshold limitation amount	967.0%	930.4%
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2 (b) ii above	252,768	230,633

## 4 Impact of tax planning strategies

	9/30/2014			12/31/2013			Change		
	(\$000 OMITTED)								
	(1) Ordinary Percent	(2) Capital Percent	(3) (Col 1 + 2) Total Percent	(4) Ordinary Percent	(5) Capital Percent	(6) (Col 4 + 5) Total Percent	(7) (Col 1 - 4) Ordinary Percent	(8) (Col 2 - 5) Capital Percent	(9) (Col 7 + 8) Total Percent
(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets. by									
1 Adjusted gross DTAs amounts from note 9A1 (c)	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650
2 Percentage of adjusted gross DTAs attributable to the impact of tax planning strategies	16.3%	0.0%	16.3%	0.0%	0.0%	0.0%	16.3%	0.0%	16.3%
3 Net admitted adjusted gross DTAs amount from note 9A1 (e)	16,298	3,816	20,114	16,060	3,404	19,464	238	412	650
4 Percentage of net admitted adjusted gross DTAs admitted because of the impact of tax planning strategies	16.3%	0.0%	16.3%	0.0%	0.0%	0.0%	16.3%	0.0%	16.3%

(b) Does the company's tax planning strategies include the use of reinsurance? Yes \_\_\_\_\_ No X

## B Deferred tax liabilities that are not recognized:

There are no temporary differences for which deferred tax liabilities are not recognized.

## C

## 1 Current income taxes incurred consist of the following major components:

	(1) 9/30/2014	(2) 12/31/2013	(Col 1 - 2) Change
	(\$000 OMITTED)		
(a) Federal	2,932	9,856	(6,924)
(b) Foreign	0	6	(6)
(c) Subtotal	2,932	9,862	(6,930)
(d) Federal income tax on net capital gain	115	(3,047)	3,162
(e) Utilization of capital loss carryforward	0	0	0
(f) Other	(328)	(375)	47
(g) Federal and foreign income taxes incurred	2,719	6,440	(3,721)

## 2 The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

## Deferred tax assets:

## (a) Ordinary deferred tax assets:

	(1) 9/30/2014	(2) 12/31/2013	(Col 1 - 2) Change
	(\$000 OMITTED)		
1 Loss reserve discounting	4,778	4,800	(22)
2 Unearned premium reserve	7,932	7,675	257
3 Investments	6	6	0
4 Guarantee fund accrual	0	0	0
5 Salvage and subrogation	1,617	1,625	(8)
6 Fixed assets	209	209	0
7 Deferred compensation	18	0	18
8 Pension accrual	1,729	1,735	(6)
9 Other assets (including item <5% of total)	9	10	(1)
(99) Subtotal	16,298	16,060	238
(b) Statutory valuation allowance adjustment	0	0	0
(c) Nonadmitted ordinary deferred tax assets	0	0	0
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	16,298	16,060	238
(e) Capital deferred tax assets:			
1 Investments	3,428	3,027	401
2 Net capital loss carryforward	0	0	0
3 Fixed assets	0	0	0
4 Other assets (including item <5% of total)	388	377	11
(99) Subtotal	3,816	3,404	412
(f) Statutory valuation allowance adjustment	0	0	0
(g) Nonadmitted ordinary deferred tax assets	0	0	0
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	3,816	3,404	412
(i) Admitted deferred tax assets (2d + 2h)	20,114	19,464	650

## NOTES TO FINANCIAL STATEMENTS

3	Deferred tax liabilities:			
	(a) Ordinary deferred tax liabilities			
	1 Investments	105	54	51
	2 Fixed assets	4	4	0
	3 Deferred and uncollected premiums	0	0	0
	4 Deferred compensation	0	0	0
	5 Other liabilities (including item <5% of total)	1,409	1,431	(22)
	(99) Subtotal	1,518	1,489	29
	(b) Capital deferred tax liabilities			
	1 Unrealized gain/ (losses)	20,068	18,724	1,344
	2 Investments	1,972	1,699	273
	3 Real estate	0	0	0
	4 Other liabilities (including item <5% of total)	0	0	0
	(99) Subtotal	22,040	20,423	1,617
	(c) Deferred tax liabilities (3a99 + 3b99)	23,558	21,912	1,646
4	Net admitted deferred tax asset/ (liability) (2i - 3c)	(3,444)	(2,448)	(996)

5 The change in deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	9/30/2014	12/31/2013	Change
	(\$000 OMITTED)		
Net deferred tax asset (liability)	(3,444)	(2,448)	(996)
Tax-effect of unrealized gains and losses	(20,068)	(18,724)	(1,344)
Net tax effect without unrealized gains and losses	16,624	16,276	348
Change in deferred income tax			348

D The Company's income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 35% to income before income taxes as follows:

	9/30/2014	12/31/2013
	(\$000 OMITTED)	
1 Income taxes incurred, gross of capital gains tax (benefit)	2,604	9,487
2 Change in deferred income tax (without tax on unrealized gains and losses)	(348)	762
3 Total income tax reported	2,256	10,249
4 Statutory income before taxes, gross of capital gains tax (benefit)	9,347	34,661
	35%	35%
5 Expected income tax expense (benefit) at 35% statutory rate	3,271	12,131
6 Increase (decrease) in actual tax reported resulting from:		
a. Dividend received deduction	(515)	(660)
b. Nondeductible expenses for meals, penalties, and lobbying	60	70
c. Tax exempt income	(676)	(972)
d. Prior period adjustment	(53)	(244)
e. Deferred tax benefit (expense) on nonadmitted assets	(11)	(61)
f. Deferred tax benefit (expense) on retirement liability	0	0
g. Appreciation on donated property	0	0
h. IRC 832(b) (5) adjustment	179	245
i. Other	1	(260)
7 Total federal income tax reported	2,256	10,249

E Operating loss carryforward

- As of the end of the current period, there are no operating loss or tax credit carryforwards available for tax purposes.
- The amount of federal income taxes incurred that are available for recoupment in the event of future net losses are:

	Ordinary	Capital	Total
2014	3,047	0	3,047
2013	6,481	3,047	9,528
2012	XXX	3,292	3,292

3 The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F Consolidated Federal Income Tax Return

1 The Company's federal income tax return is consolidated with its affiliates. Ohio Farmers Insurance Company is the parent company of the consolidated return. The following subsidiaries will be included in the consolidated federal income tax return:

Westfield Insurance Company	Westfield Services, Inc.
Westfield National Insurance Company	Westfield Bancorp, Inc.
American Select Insurance Company	Westfield Bank, FSB
Old Guard Insurance Company	Westfield Credit Corp.
Westfield Management Company	

2 Each company in the consolidation has agreed to share any tax or recovery of tax based on their individual taxable income or loss. Each company's current taxable income or loss will be adjusted by any prior taxable income or loss which can be carried forward to the current year.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties-

- The Company is owned and operated by its parent company, Ohio Farmers Insurance Company.
- The Company has no exceptional transactions with affiliates to report.
- The Company has made no changes in methods of establishing terms.

## NOTES TO FINANCIAL STATEMENTS

D. Affiliated Balances due to the Company at 9/30/2014 and 12/31/2013 respectively were:

	<u>9/30/2014</u>	<u>12/31/2013</u>
Ohio Farmers Insurance Company	\$ 290,821	\$ 3,638,716
Affiliated Receivable	\$ 290,821	\$ 3,638,716

Every ninety (90) days the affiliated balances are reviewed and settled in either cash or the transfer of securities.

E. through L. - No significant change

11. Debt- Not applicable

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

A. Defined Benefit Pension Plan and Postretirement (Other) Benefit Plans

The Company's parent, Ohio Farmers Insurance Company (OFIC), sponsors a non-contributory defined benefit pension plan covering U. S. employees. As of September 30, 2014, there was accrued, in accordance with actuarially determined amounts with an offset to the pension cost accrual for the incremental asset amortization, amounts representing the present value of future benefit obligations. The following data is an update of certain information related to the Net Periodic Benefit Cost. There was no significant change in other data associated with this footnote:

Components of net periodic benefit cost

	<u>Pension Benefits</u>		<u>Postretirement Benefits</u>	
	<u>9/30/2014</u>	<u>9/30/2013</u>	<u>9/30/2014</u>	<u>9/30/2013</u>
a. Service cost	\$ 7,562,354	\$ 9,121,665	\$ 606,291	\$ 727,414
b. Interest cost	12,317,417	10,894,294	1,346,269	1,283,516
c. Expected return on plan assets	(18,893,775)	(16,605,874)	(1,761,736)	(1,639,344)
d. Transition asset or obligation	0	0	0	0
e. Gains and losses	1,867,118	5,915,215	0	495,504
f. Prior service cost or credit	2,109,721	2,249,742	288,392	313,369
g. Gain or loss recognized due to a settlement or curtailment	0	0	0	0
h. Total net periodic benefit cost	\$ 4,962,835	\$ 11,575,042	\$ 479,216	\$ 1,180,459

On January 1, 2013, OFIC adopted SSAP No. 92, *Accounting for Postretirement Benefits Other Than Pensions - A Replacement of SSAP No. 14 and SSAP No. 102, Accounting for Pensions - A Replacement of SSAP No. 89*. The standards require insurers to recognize the overfunded or underfunded status of a defined benefit postretirement plan as an asset or liability and include non-vested employees in determining the plan obligations. In addition, a sponsor's fiscal year end will be used as the measurement date for estimating the fair value of postretirement benefit assets and liabilities. The guidance contains a transition provision that gives insurers the option to recognize the initial impact to surplus over a period not to exceed 10 years. OFIC has elected the transition option. The Company expects the remaining transition liability of \$3.2 million to be recognized in 2014.

OFIC contributed \$11.4 million to its pension plan in March 2014. OFIC does not expect to make any additional contributions during the remainder of fiscal year 2014.

The Other Postretirement Benefits expense reflects the receipt of the government subsidy during the period that OFIC's plan benefits are expected to be considered actuarially equivalent to those provided by Medicare Part D.

B. Plan Asset Information- Not applicable

C. Fair Value Measurements of Plan Assets- Not applicable

D. Long-Term Rates of Return- Not applicable

E. Defined Contribution Plan- No significant change

F. Multiemployer Plans- Not applicable

G. Consolidated/Holding Company Plans- Not applicable

H. Post-employment Benefits and Compensated Absences- Not applicable

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17) - No significant change

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations- No significant change

14. Contingencies-

A. Contingent Commitments- Not applicable

B. Assessments- No significant change

C. Gain Contingencies- Not applicable

D. Claims related extra contractual obligation and bad faith losses stemming from lawsuits- Not applicable

E. Product Warranties- Not applicable

F. All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes, and other matters are not considered material in relation to the financial position of the Company. There are no contingent liabilities arising from litigation.

There has been no significant change in the collectability of the Company's accounts receivable for Agents Balances or Uncollected Premiums.

15. Leases- No significant change

16. Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk- No significant change

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

A. Transfer of Receivables Reported as Sales  
The Company has not sold or transferred any receivables to any other parties.

B. Transfer and Servicing of Financial Assets- Not applicable

C. Wash Sales

The Company did not have any wash sales involving transactions for securities with a NAIC designation of 3 or below.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans- Not applicable

## NOTES TO FINANCIAL STATEMENTS

19 Direct Premium Written / Produced by Managing General Agents / Third Party Administrators- Not applicable

20. Fair Value Measurements-

A. For assets that are measured and reported at fair value in the statement of financial position after initial recognition, the valuation techniques and the inputs used to develop those measurements are as follows:

Level 1 - Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.

Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.

Level 3 - Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

The Company has no liabilities that are measured at fair value in the statement of financial position.

(1) Fair Value Measurements at September 30, 2014

Description	(Level 1)	(Level 2)	(Level 3)	Total
Assets at Fair Value:				
Common Stock				
Industrial and Miscellaneous	\$ 129,693,696	\$ 0	\$ 0	\$ 129,693,696
Total Common Stocks	\$ 129,693,696	\$ 0	\$ 0	\$ 129,693,696
Other Invested Assets				
Joint Venture, Ptr or LLC, char. of Com Stks - Unaffiliated	\$ 9,263,600	\$ 0	\$ 0	\$ 9,263,600
Total Other Invested Assets	\$ 9,263,600	\$ 0	\$ 0	\$ 9,263,600
Total Assets at Fair Value	\$ 138,957,296	\$ 0	\$ 0	\$ 138,957,296

(2) At September 30, 2014, the Company held no investments in assets or liabilities measured and reported at fair value that were classified as Level 3.

(3) The Company's policy for determining when transfers between levels is required is based upon change in the inputs used to determine fair value measurement. If an input changes, the Company evaluates the new input(s) and makes the determination whether or not a transfer between levels is appropriate. If an asset or liability is transferred between levels, it is the Company's policy to record the transfer as of the beginning of the quarter in which the transfer occurs. The Company held no assets or liabilities categorized as Level 1, 2 or 3 during the reporting period that were transferred into or out of the level categorization held at January 1, 2014.

(4) As of September 30, 2014, the Company held no investments in assets or liabilities measured and reported at fair value that were classified as Level 2 or Level 3. Historically, fair values in the Level 2 category are provided by independent pricing services. Where independent pricing services provide fair values, the Company has obtained an understanding of the methods, models and inputs used in pricing and has controls in place to validate that amounts provided represent current fair values. Estimated fair values of investments categorized as Level 3 generally include inputs for which no readily observable inputs are available and require management judgment.

(5) As of September 30, 2014, the Company had no holdings classified as either a derivative asset or liability.

B. Combining Fair Value Information- Not required

C. The method(s) and significant assumptions used to estimate the fair value of financial instruments are as follows:

*Investment Securities* - Fair values for bonds are based on the values prescribed by an independent pricing service or from brokers. For bonds that are not actively traded, estimated fair values are based on values of bonds of comparable yield and credit quality. The fair values for common stocks are based on quoted market prices, where available, which are provided to the Company by an independent pricing service.

*Short-term investments, Receivables for securities, Uncollected premiums and agents' balances in the course of collection, and Deferred premiums, agents' balances and installments booked but deferred and not yet due* - The carrying amounts reported as admitted assets or liabilities for these financial instruments approximate their fair values due to the short-term nature of these financial instruments.

*Other Invested Assets* - The estimated fair value of publicly traded limited partnerships is based on the values prescribed by an independent pricing service.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets or Liabilities	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
a. Financial Assets:						
Bonds	\$ 392,137,558	\$ 362,347,951	\$ 51,273,205	\$ 340,864,353	\$ 0	\$ 0
Common stocks	129,693,696	129,693,696	129,693,696	0	0	0
Short-term investments	142,853	142,853	0	142,853	0	0
Other invested assets	9,263,600	9,263,600	9,263,600	0	0	0
Receivables for securities	7,813	7,813	0	7,813	0	0
Uncollected premiums and agents' balances in the course of collection	11,377,532	11,377,532	0	11,377,532	0	0
Deferred premiums, agents' balances and installments booked but deferred and not yet due	75,196,380	75,196,380	0	75,196,380	0	0

b. Financial Liabilities: Not applicable

D. Fair Value Estimating- Not applicable

21. Other Items-

A. through C. - Not applicable

D. through F. - No significant change

G. Offsetting and Netting of Assets and Liabilities- Not applicable

H. Joint and Several Liabilities- Not applicable

I. Risk Sharing Provisions of the Affordable Care Act- Not applicable

22. Events Subsequent-

Subsequent events have been considered through October 15, 2014 for the statutory statements issued as of September 30, 2014. No events or transactions have occurred that would give rise to a Type I or Type II subsequent event.

## NOTES TO FINANCIAL STATEMENTS

## P &amp; C Specific Notes

23. Reinsurance- No significant change
24. Retrospectively Rated Contracts and Contracts Subject to Redetermination- Not applicable
25. Changes in Incurred Losses and Loss Adjustment Expenses- Reserves as of December 31, 2013 were \$194.1 million. In calendar year 2014, \$49.5 million has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$137.2 million. Therefore, there has been a \$7.4 million favorable prior-year development from December 31, 2013 to September 30, 2014. The favorable development is principally from decreases in the estimates of loss and loss adjustment expenses for the following lines of business: other liability, workers compensation, and personal auto liability & no-fault. This change 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. The estimates are not affected by prior year loss development on retrospectively rated policies, as the Company does not write this type of policy.

26. Intercompany Pooling Arrangements-  
A. through F. - No significant change

G. Affiliated Balances due to the Company at 9/30/2014 and 12/31/2013 respectively were:

	<u>9/30/2014</u>	<u>12/31/2013</u>
Ohio Farmers Insurance Company*	\$ 290,821	\$ 3,638,716
Affiliated Receivable	\$ 290,821	\$ 3,638,716

\*Ohio Farmers Insurance Company is included in the intercompany pooling arrangement.

27. Structured Settlements- No significant change
28. Health Care Receivables- Not applicable
29. Participating Policies- Not applicable
30. Premium Deficiency Reserves- No significant change
31. High Deductibles- Not applicable
32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses- No significant change
33. Asbestos/Environmental Reserves-  
The Company's exposure to asbestos and environmental claims arises from general liability and commercial multiple peril lines of business. The Company tries to estimate the full impact of the asbestos and environmental exposure by establishing full case basis reserves on all known claims and computing incurred but not reported losses based on market share tempered by previous experience. In addition, reserves are held for future allocated loss adjustment expenses including coverage dispute costs.

In 2014, the Company elected to move \$780,000 from asbestos IBNR reserves to environmental IBNR reserves. The Company still believes that the total reserves held for asbestos and environmental claims make a reasonable provision for unpaid claims.

- A. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses?  
Yes ( X ) No ( )

The Company's asbestos related losses (including coverage dispute costs) for each of the five most recent years were as follows after intercompany pooling:

(1) Direct Basis:						
a. Beginning reserves:	\$ 6,221,832	\$ 6,060,585	\$ 5,918,127	\$ 5,758,264	\$ 5,555,126	
b. Incurred losses and loss adjustment expense:	0	0	0	0	(756,027)	
c. Calendar year payments for losses and loss adjustment expenses:	161,247	142,458	159,863	203,138	218,001	
d. Ending reserves:	\$ 6,060,585	\$ 5,918,127	\$ 5,758,264	\$ 5,555,126	\$ 4,581,098	
(2) Assumed Reinsurance:						
a. Beginning reserves:	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
b. Incurred losses and loss adjustment expense:	0	0	0	0	0	
c. Calendar year payments for losses and loss adjustment expenses:	0	0	0	0	0	
d. Ending reserves:	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
(3) Net of Ceded Reinsurance:						
a. Beginning reserves:	\$ 6,221,831	\$ 6,060,583	\$ 5,918,126	\$ 5,758,262	\$ 5,555,124	
b. Incurred losses and loss adjustment expense:	0	0	0	0	(756,027)	
c. Calendar year payments for losses and loss adjustment expenses:	161,248	142,457	159,864	203,138	218,001	
d. Ending reserves:	\$ 6,060,583	\$ 5,918,126	\$ 5,758,262	\$ 5,555,124	\$ 4,581,096	

- B. State the amount of the ending reserves for Bulk + IBNR included in A (Loss & LAE):

(1) Direct Basis:	\$ 3,729,806
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 3,729,806

## NOTES TO FINANCIAL STATEMENTS

## C. State the amount of the ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR):

(1) Direct Basis:	\$ 1,315,488
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 1,315,488

D. Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses?  
Yes (X) No ( )

The Company's environmental related losses (including coverage dispute costs) for each of the five most recent years were as follows after intercompany pooling:

## (1) Direct Basis:

	2010	2011	2012	2013	2014
a. Beginning reserves:	\$ 1,276,703	\$ 1,245,932	\$ 1,107,159	\$ 1,002,247	\$ 849,713
b. Incurred losses and loss adjustment expense:	0	0	0	0	792,000
c. Calendar year payments for losses and loss adjustment expenses:	30,771	138,773	104,912	152,534	105,910
d. Ending reserves:	\$ 1,245,932	\$ 1,107,159	\$ 1,002,247	\$ 849,713	\$ 1,535,803

## (2) Assumed Reinsurance:

a. Beginning reserves:	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b. Incurred losses and loss adjustment expense:	0	0	0	0	0
c. Calendar year payments for losses and loss adjustment expenses:	0	0	0	0	0
d. Ending reserves:	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

## (3) Net of Ceded Reinsurance:

a. Beginning reserves:	\$ 1,276,703	\$ 1,245,932	\$ 1,107,159	\$ 1,002,247	\$ 849,713
b. Incurred losses and loss adjustment expense:	0	0	0	0	792,000
c. Calendar year payments for losses and loss adjustment expenses:	30,771	138,773	104,912	152,534	105,910
d. Ending reserves:	\$ 1,245,932	\$ 1,107,159	\$ 1,002,247	\$ 849,713	\$ 1,535,803

## E. State the amount of the ending reserves for Bulk + IBNR included in D (Loss &amp; LAE):

(1) Direct Basis:	\$ 1,143,675
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 1,143,675

## F. State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR):

(1) Direct Basis:	\$ 815,866
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 815,866

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 (X)
- 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 (X)
- 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 (X) 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 (X)
- 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 (X)
- 4.2 If the response to 4.1 is 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 Name of Entity	2 NAIC Company Code	3 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 ( ) N/A (X)
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2012
- 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. 12/31/2012
- 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). 01/02/2014
- 6.4 By what department or departments?  
Ohio
- 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 ( ) N/A (X)
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes ( ) No ( ) N/A (X)
- 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 (X)
- 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 (X) No ( )
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.  
Ohio Farmers Insurance Company
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes (X) No ( )
- 8.4 If response to 8.3 is yes, please provide 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
Ohio Farmers Insurance Company	Westfield Center, Ohio	Y	N	N	N
Westfield Insurance Company	Westfield Center, Ohio	Y	N	N	N
Westfield Bancorp, Inc.	Westfield Center, Ohio	Y	N	N	N
Westfield Bank, FSB	Westfield Center, Ohio	N	Y	N	N

- 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).  
.....

**GENERAL INTERROGATORIES**  
**PART 1 - COMMON INTERROGATORIES**

**FINANCIAL**

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes (X) No ( )
- 10.2 If yes, indicate the amounts receivable from parent included in the Page 2 amount: \$ ..... 290,821

**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: \$ ..... 0
13. Amount of real estate and mortgages held in short-term investments: \$ ..... 0

- 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:

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

- 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.

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ 0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$ 0
- 16.3 Total payable for securities lending reported on the liability page \$ 0

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:

<sup>1</sup> Name of Custodian (s)	<sup>2</sup> Custodian Address
---------------------------------------	-----------------------------------

BNY Mellon ..... One Wall Street, New York, NY 10286 .....

- 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:

<sup>1</sup> Name(s)	<sup>2</sup> Location(s)	<sup>3</sup> 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:

<sup>1</sup> Old Custodian	<sup>2</sup> New Custodian	<sup>3</sup> Date of Change	<sup>4</sup> 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:

<sup>1</sup> Central Registration Depository	<sup>2</sup> Name(s)	<sup>3</sup> Address
--	-------------------------	-------------------------

- 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 AND CASUALTY INTERROGATORIES**

1. If the reporting entity is a member of a pooling arrangement, did the agreement of the reporting entity's participation change? If yes, attach an explanation. Yes ( ) No (X) N/A ( )

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? If yes, attach an explanation. Yes ( ) No (X)

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes ( ) No (X)

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:

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

5. Operating Percentages:

- 5.1 A&H loss percent ..... 0.000 %
- 5.2 A&H cost containment percent ..... 0.000 %
- 5.3 A&H expense percent excluding cost containment expenses ..... 0.000 %

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. \$ ..... 0

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. \$ ..... 0

**SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurance Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
0199999 - Affiliates						
U. S. Insurers						
11551	35-2293075	Endurance Reins Corp of Amer	DE	Authorized		
20087	47-0355979	National Ind Co	NE	Authorized		
0299999 - U. S. Insurers						
0399999 - Pools and Associations						
All Other Insurers						
00000	AA-1120106	Lloyd's Syndicate Number 1969	GBR	Authorized		
00000	AA-1129000	Lloyd's Syndicate Number 3000	GBR	Authorized		
0499999 - All Other Insurers						

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

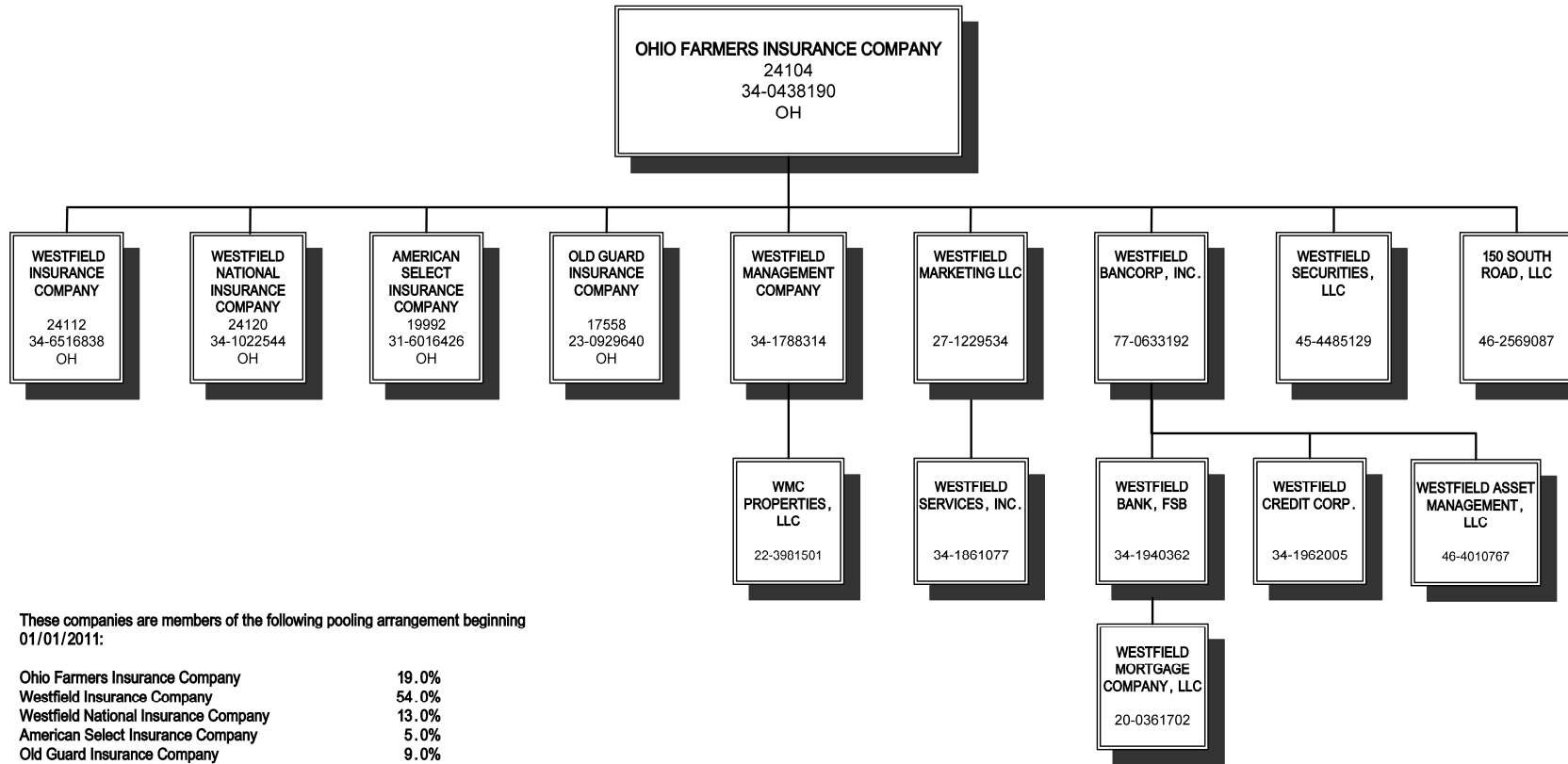
States, etc.	1		Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
	Active Status		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL	L	22,350	75,470	0	0	9,592	8,331
2. Alaska	AK	N	0	0	0	0	0	0
3. Arizona	AZ	L	1,105,570	301,553	469,239	359,516	923,511	827,833
4. Arkansas	AR	L	0	0	0	0	0	0
5. California	CA	L	138,448	224,832	0	0	300	300
6. Colorado	CO	L	1,565,329	1,388,767	584,512	337,595	1,471,760	1,742,478
7. Connecticut	CT	N	0	0	0	0	0	0
8. Delaware	DE	L	604,654	606,252	176,476	161,618	595,010	407,610
9. District of Columbia	DC	L	16,981	5,922	0	0	1,843	0
10. Florida	FL	L	2,121	2,121	(162)	(6,124)	838	3,662
11. Georgia	GA	L	401,163	147,022	216,418	56,567	575,163	675,048
12. Hawaii	HI	N	0	0	0	0	0	0
13. Idaho	ID	L	0	0	0	0	0	0
14. Illinois	IL	L	9,179,887	10,501,268	7,906,208	4,814,493	8,435,824	7,525,489
15. Indiana	IN	L	19,567,862	20,641,434	12,368,629	12,541,620	9,841,428	8,325,404
16. Iowa	IA	L	9,974,501	10,250,463	6,145,548	7,099,992	6,560,833	7,531,689
17. Kansas	KS	L	561	0	0	0	0	0
18. Kentucky	KY	L	10,067,215	9,174,534	3,558,637	3,410,171	4,315,771	3,816,164
19. Louisiana	LA	N	0	0	0	0	0	0
20. Maine	ME	N	0	0	0	0	0	0
21. Maryland	MD	L	693,168	340,372	104,762	75,001	377,307	126,457
22. Massachusetts	MA	N	0	0	0	0	0	0
23. Michigan	MI	L	575,374	327,182	160,150	89,658	453,604	461,873
24. Minnesota	MN	L	10,458,828	10,279,555	5,322,725	5,328,736	5,804,109	5,488,154
25. Mississippi	MS	L	0	0	0	0	0	0
26. Missouri	MO	L	0	0	0	0	0	0
27. Montana	MT	L	0	0	0	0	0	0
28. Nebraska	NE	L	0	0	0	0	0	0
29. Nevada	NV	L	368	0	0	0	0	0
30. New Hampshire	NH	N	0	0	0	0	0	0
31. New Jersey	NJ	N	0	0	0	0	0	0
32. New Mexico	NM	L	977,272	80,196	20,343	0	269,015	18,256
33. New York	NY	N	0	0	0	0	0	0
34. North Carolina	NC	L	647,023	674,489	105,045	520,144	1,016,007	1,079,516
35. North Dakota	ND	L	0	0	0	0	8	1,643
36. Ohio	OH	L	139,995,490	145,304,539	73,093,366	75,801,508	65,209,374	63,149,453
37. Oklahoma	OK	L	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0
39. Pennsylvania	PA	L	5,219,774	5,372,630	2,231,816	2,241,762	8,855,218	9,353,798
40. Rhode Island	RI	N	0	0	0	0	0	0
41. South Carolina	SC	L	511,336	473,290	659,592	219,070	473,940	806,465
42. South Dakota	SD	L	0	0	0	0	2	3,782
43. Tennessee	TN	L	10,603,132	11,197,779	6,124,408	5,754,735	4,954,877	4,351,249
44. Texas	TX	L	328	118	0	0	13	12
45. Utah	UT	L	868	0	0	0	0	0
46. Vermont	VT	N	0	0	0	0	0	0
47. Virginia	VA	L	589,623	667,575	73,216	311,170	539,635	664,900
48. Washington	WA	L	0	0	0	0	0	0
49. West Virginia	WV	L	2,150,312	1,129,533	1,129,644	420,417	8,746,188	799,396
50. Wisconsin	WI	L	599,479	710,244	322,701	337,079	1,109,486	697,828
51. Wyoming	WY	N	0	0	0	0	0	0
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	N	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	X X X	0	0	0	0	0	0
59. Totals	(a)	38	225,669,017	229,877,140	120,773,273	119,874,728	130,540,656	117,866,790
<b>DETAILS OF WRITE-INS</b>								
58001		X X X	0	0	0	0	0	0
58002		X X X	0	0	0	0	0	0
58003		X X X	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page		X X X	0	0	0	0	0	0
58999. TOTALS (Line 58001 through Line 58003 plus Line 58998) (Line 58 above)		X X X	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**



**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	*
0228	OFIC & Affiliates	24104	34-0438190				Ohio Farmers Insurance Company	OH	UDP	NA	NA	0.000	NA	1
0228	OFIC & Affiliates	24112	34-6516838				Westfield Insurance Company	OH	IA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
0228	OFIC & Affiliates	24120	34-1022544				Westfield National Insurance Company	OH	RE	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
0228	OFIC & Affiliates	19992	31-6016426				American Select Insurance Company	OH	IA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
0228	OFIC & Affiliates	17558	23-0929640				Old Guard Insurance Company	OH	IA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	34-1788314				Westfield Management Company	OH	NIA	Ohio Farmers Insurance Company	Ownership	85.000	Ohio Farmers Insurance Company	
		00000	22-3981501				WMC Properties, LLC	OH	NIA	Westfield Management Company	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	27-1229534				Westfield Marketing LLC	OH	NIA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	34-1861077				Westfield Services, Inc.	OH	NIA	Westfield Marketing LLC	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	77-0633192				Westfield Bancorp, Inc.	OH	NIA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	34-1962005				Westfield Credit Corp.	OH	NIA	Westfield Bancorp, Inc.	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	46-4010767				Westfield Asset Management, LLC	OH	NIA	Westfield Bancorp, Inc.	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	34-1940362				Westfield Bank, FSB	OH	NIA	Westfield Bancorp, Inc.	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	20-0361702				Westfield Mortgage Company, LLC	OH	NIA	Westfield Bank, FSB	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	45-4485129				Westfield Securities, LLC	OH	NIA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	
		00000	46-2569087				150 South Road, LLC	OH	NIA	Ohio Farmers Insurance Company	Ownership	100.000	Ohio Farmers Insurance Company	

Asterisk

Explanation

1 ..... No Entity (ies) or Person(s) has control of Ohio Farmers Insurance Company .....

**PART 1 - LOSS EXPERIENCE**

Line of Business	Current Year to Date			4
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	Prior Year to Date Direct Loss Percentage
1. Fire	47,319	41,811	88.4	4.4
2. Allied lines	70,073	3,273	4.7	15.8
3. Farmowners multiple peril	0	0	0.0	0.0
4. Homeowners multiple peril	83,870,692	56,363,223	67.2	57.4
5. Commercial multiple peril	6,874,284	11,457,965	166.7	23.1
6. Mortgage guaranty	0	0	0.0	0.0
8. Ocean marine	0	0	0.0	0.0
9. Inland marine	5,124,721	1,430,905	27.9	24.9
10. Financial guaranty	0	0	0.0	0.0
11.1 Medical professional liability-occurrence	0	0	0.0	0.0
11.2 Medical professional liability-claims made	0	0	0.0	0.0
12. Earthquake	1,360,502	1,767	0.1	0.0
13. Group accident and health	0	0	0.0	0.0
14. Credit accident and health	0	0	0.0	0.0
15. Other accident and health	0	0	0.0	0.0
16. Workers' compensation	8,591,924	3,158,636	36.8	74.5
17.1 Other liability-occurrence	8,519,808	1,509,235	17.7	(3.0)
17.2 Other liability-claims made	92,200	10,000	10.8	0.0
17.3 Excess Workers' Compensation	0	0	0.0	0.0
18.1 Products liability-occurrence	22,438	(1,249)	(5.6)	40.1
18.2 Products liability-claims made	0	0	0.0	0.0
19.1, 19.2 Private passenger auto liability	56,455,147	32,559,121	57.7	53.4
19.3, 19.4 Commercial auto liability	2,277,935	1,415,155	62.1	85.9
21. Auto physical damage	50,548,354	26,330,915	52.1	51.9
22. Aircraft (all perils)	0	0	0.0	0.0
23. Fidelity	73,586	(3,256)	(4.4)	9.7
24. Surety	197,127	(196)	(0.1)	(0.1)
26. Burglary and theft	7,300	81	1.1	5.9
27. Boiler and machinery	267,970	167,570	62.5	2.2
28. Credit	0	0	0.0	0.0
29. International	0	0	0.0	0.0
30. Warranty	0	0	0.0	0.0
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
<b>35. TOTALS</b>	<b>224,401,380</b>	<b>134,444,956</b>	<b>59.9</b>	<b>52.1</b>
<b>DETAILS OF WRITE-INS</b>				
3401.	0	0	0.0	0.0
3402.	0	0	0.0	0.0
3403.	0	0	0.0	0.0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34)	0	0	0.0	0.0

**PART 2 - DIRECT PREMIUMS WRITTEN**

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year to Date
1. Fire	7,515	33,501	61,169
2. Allied lines	11,351	53,437	90,209
3. Farmowners multiple peril	0	0	0
4. Homeowners multiple peril	29,561,233	83,381,365	86,230,695
5. Commercial multiple peril	3,472,764	8,114,331	4,354,756
6. Mortgage guaranty	0	0	0
8. Ocean marine	0	0	0
9. Inland marine	1,898,889	5,139,096	5,244,056
10. Financial guaranty	0	0	0
11.1 Medical professional liability-occurrence	0	0	0
11.2 Medical professional liability-claims made	0	0	0
12. Earthquake	458,982	1,343,606	1,403,312
13. Group accident and health	0	0	0
14. Credit accident and health	0	0	0
15. Other accident and health	0	0	0
16. Workers' compensation	3,279,512	8,968,603	10,615,514
17.1 Other liability-occurrence	3,427,923	8,961,018	8,194,442
17.2 Other liability-claims made	46,922	116,318	65,745
17.3 Excess Workers' Compensation	0	0	0
18.1 Products liability-occurrence	57,321	57,390	3,779
18.2 Products liability-claims made	0	0	0
19.1, 19.2 Private passenger auto liability	19,273,749	55,627,675	59,535,862
19.3, 19.4 Commercial auto liability	1,391,786	2,889,973	1,446,690
21. Auto physical damage	17,936,366	50,452,731	52,134,487
22. Aircraft (all perils)	0	0	0
23. Fidelity	34,894	82,247	43,253
24. Surety	10,882	138,448	224,832
26. Burglary and theft	222	6,056	4,431
27. Boiler and machinery	123,475	303,222	223,908
28. Credit	0	0	0
29. International	0	0	0
30. Warranty	0	0	0
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business	0	0	0
<b>35. TOTALS</b>	<b>80,993,786</b>	<b>225,669,017</b>	<b>229,877,140</b>
<b>DETAILS OF WRITE-INS</b>			
3401.	0	0	0
3402.	0	0	0
3403.	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34)	0	0	0

**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 (Column 1 plus Column 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 (Column 4 plus Column 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 (Column 7 plus Column 8 plus Column 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings) / Deficiency (Column 4 plus Column 7 minus Column 1)	Prior-Year-End IBNR Loss and LAE Reserves Developed (Savings) / Deficiency (Column 5 plus Column 8 plus Column 9 minus Column 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings) / Deficiency (Column 11 plus Column 12)
1. 2011 + Prior	43,201	36,056	79,257	14,931	1,081	16,012	30,782	1,461	27,717	59,960	2,512	(5,797)	(3,285)
2. 2012	24,883	17,454	42,337	10,997	884	11,881	14,643	1,750	13,028	29,421	757	(1,792)	(1,035)
3. Subtotals 2012 + prior	68,084	53,510	121,594	25,928	1,965	27,893	45,425	3,211	40,745	89,381	3,269	(7,589)	(4,320)
4. 2013	36,390	36,081	72,471	15,961	5,660	21,621	21,322	5,658	20,832	47,812	893	(3,931)	(3,038)
5. Subtotals 2013 + prior	104,474	89,591	194,065	41,889	7,625	49,514	66,747	8,869	61,577	137,193	4,162	(11,520)	(7,358)
6. 2014	X X X	X X X	X X X	X X X	56,103	56,103	X X X	30,568	31,519	62,087	X X X	X X X	X X X
7. Totals	104,474	89,591	194,065	41,889	63,728	105,617	66,747	39,437	93,096	199,280	4,162	(11,520)	(7,358)
8. Prior Year-End Surplus As Regards Policy-holders	243,186										Column 11, Line 7 As % of Column 1, Line 7	Column 12, Line 7 As % of Column 2, Line 7	Column 13, Line 7 As % of Column 3, Line 7
											1. 4.0 %	2. (12.9) %	3. (3.8) %
													Column 13, Line 7
													Line 8
													4. (3.0) %

## 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

EXPLANATION:

BARCODE:

Document Identifier 490:



2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?

NO

EXPLANATION:

BARCODE:

Document Identifier 455:



3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

NO

EXPLANATION:

BARCODE:

Document Identifier 365:



4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

YES

EXPLANATION:

BARCODE:

Document Identifier 505:

**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after ac	0	0
3. Current year change in encumbrances	0	0
4. Total gain (loss) on disposals	0	0
5. Deduct amounts received on disposals	0	0
6. Total foreign exchange change in book/ac	0	0
7. Deduct current year's other-than-temporal	0	0
8. Deduct current year's depreciation	0	0
9. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 plus Line 6 minus Line 7 minus Line 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 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after a	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	0	0
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and mort	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest	0	0
10. Deduct current year's other-than-temporary impairment recognized	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10)	0	0
12. Total Valuation Allowance	0	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 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	7,718,300	6,301,630
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	1,545,300	1,416,670
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other-than-temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10)	9,263,600	7,718,300
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	9,263,600	7,718,300

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	475,010,215	435,798,725
2. Cost of bonds and stocks acquired	40,402,231	87,921,128
3. Accrual of discount	38,396	27,594
4. Unrealized valuation increase (decrease)	2,294,817	15,344,857
5. Total gain (loss) on disposals	928,751	8,891,911
6. Deduct consideration for bonds and stocks disposed of	21,288,069	67,572,649
7. Deduct amortization of premium	4,087,630	5,214,116
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other-than-temporary impairment recognized	1,257,064	187,235
10. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 minus Line 6 minus Line 7 plus Line 8 minus Line 9)	492,041,647	475,010,215
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	492,041,647	475,010,215

**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)	347,922,479	21,175,681	10,734,068	(1,335,193)	345,249,835	347,922,479	357,028,899	350,849,093
2. NAIC 2 (a)	5,485,821	0	0	(23,916)	5,509,813	5,485,821	5,461,905	5,533,194
3. NAIC 3 (a)	0	0	0	0	0	0	0	0
4. NAIC 4 (a)	0	0	0	0	0	0	0	0
5. NAIC 5 (a)	0	0	0	0	0	0	0	0
6. NAIC 6 (a)	0	0	0	0	0	0	0	0
7. Total Bonds	353,408,300	21,175,681	10,734,068	(1,359,109)	350,759,648	353,408,300	362,490,804	356,382,287
<b>PREFERRED STOCK</b>								
8. NAIC 1	0	0	0	0	0	0	0	0
9. NAIC 2	0	0	0	0	0	0	0	0
10. NAIC 3	0	0	0	0	0	0	0	0
11. NAIC 4	0	0	0	0	0	0	0	0
12. NAIC 5	0	0	0	0	0	0	0	0
13. NAIC 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	353,408,300	21,175,681	10,734,068	(1,359,109)	350,759,648	353,408,300	362,490,804	356,382,287

(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 \$ 142,853 ; NAIC 2 \$ 0 ; NAIC 3 \$ 0 ; NAIC 4 \$ 0 ; NAIC 5 \$ 0 ; NAIC 6 \$ 0

**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 .....	142,853	X X X	142,853	4	0

**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 .....	1,477,099	658,360
2. Cost of short-term investments acquired .....	1,355,836	9,573,749
3. Accrual of discount .....	0	0
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	0	0
6. Deduct consideration received on disposals .....	2,690,082	8,755,010
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other-than-temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Line 1 + Line 2 + Line 3 + Line 4 + Line 5 - Line 6 - Line 7 + Line 8 - Line 9) .....	142,853	1,477,099
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11) .....	142,853	1,477,099

**Page SI04**

Schedule DB, Part A, Verification

**NONE**

Schedule DB, Part B, Verification

**NONE**

**Page SI05**

Schedule DB, Pt. C, Section 1, Replicated (Synthetic Assets) Open

**NONE**

**Page SI06**

Sch DB, Pt C, Sn 2, Replication (Syn Assets) Transactions Open

**NONE**

**Page SI07**

Schedule DB, Verification

**NONE**

**Page SI08**

Schedule E, Verification (Cash Equivalents)

**NONE**

**Page E01**

Sch. A, Pt. 2, Real Estate Acquired

**NONE**

Sch. A, Pt. 3, Real Estate Disposed

**NONE**

**Page E02**

Schedule B, Part 2, Mortgage Loans Acquired

**NONE**

Schedule B, Part 3, Mortgage Loans Disposed

**NONE**

**Page E03**

Sch. BA, Pt. 2, Other Long-Term Invested Assets Acquired

**NONE**

Sch. BA, Pt. 3, Other Long-Term Invested Assets Disposed

**NONE**

STATEMENT AS OF SEPTEMBER 30, 2014 OF THE Westfield National Insurance Company

**SCHEDULE D - PART 3**

Show All Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U. S. States, Territories and Possessions									
882723-NB-1	TEXAS ST REF TRANSPN GO 5.000% 10/01/28		07/08/2014	BMO Capital		1,187,010	1,000,000.00	1,250	1FE
1799999	- Subtotal - Bonds - U. S. States, Territories and Possessions					1,187,010	1,000,000.00	1,250	
Bonds - U. S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions									
3128M8-7E-8	FHLMC 30 YR GOLD G06893 4.000% 01/01/42		08/21/2014	BMO Capital		3,134,092	2,965,433.00	8,237	1
3128MJ-U3-2	FHLMC 30 YR GOLD G08601 4.000% 08/01/44		08/22/2014	Wells Fargo		2,643,750	2,500,000.00	7,222	1
3128MJ-UV-0	FHLMC 30 YR GOLD G08595 4.000% 07/01/44		07/25/2014	Sterne Agee		2,638,281	2,500,000.00	8,056	1
3132JQ-H8-6	FHLMC 30 YR GOLD Q22955 4.000% 11/01/43		09/22/2014	Sterne Agee		2,020,335	1,913,026.00	5,101	1
31418B-E8-5	FNMA PASS THRU MA1958 4.000% 07/01/44		07/17/2014	Raymond James		1,055,756	997,761.00	2,328	1
645791-YL-2	NEW JERSEY ST SER A REV 5.500% 09/01/22		07/28/2014	Tax Free Exchange		541,197	475,000.00	10,668	1FE
645791-YM-0	NEW JERSEY ST SER A REV 5.500% 09/01/23		07/28/2014	Tax Free Exchange		464,842	415,000.00	9,320	1FE
645791-YV-0	NEW JERSEY ST SER A REV 5.500% 09/01/22		07/28/2014	Tax Free Exchange		2,455,323	2,155,000.00	48,398	1FE
645791-YW-8	NEW JERSEY ST SER A REV 5.500% 09/01/23		07/28/2014	Tax Free Exchange		1,713,754	1,530,000.00	34,361	1FE
3199999	- Subtotal - Bonds - U. S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					16,667,330	15,451,220.00	133,691	
Bonds - Industrial and Miscellaneous (Unaffiliated)									
594918-AW-4	MICROSOFT CORP 3.625% 12/15/23		08/18/2014	RBC Dain Rauscher		3,181,890	3,000,000.00	19,938	1FE
3899999	- Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					3,181,890	3,000,000.00	19,938	
8399997	- Subtotal - Bonds - Part 3					21,036,230	19,451,220.00	154,879	
8399999	- Subtotal - Bonds					21,036,230	19,451,220.00	154,879	
Common Stocks - Industrial and Miscellaneous (Unaffiliated)									
031162-10-0	AMGEN INC		08/08/2014	KeyBanc Capital Mkts	4,000.000	508,867		0	L
038222-10-5	APPLIED MATLS INC		07/16/2014	Strategas Research Partners	15,000.000	344,199		0	L
054937-10-7	BB&T CORP		07/16/2014	Strategas Research Partners	15,000.000	595,811		0	L
535678-10-6	LINEAR TECHNOLOGY CORP		07/16/2014	Strategas Research Partners	10,000.000	473,397		0	L
9099999	- Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					1,922,274		0	
9799997	- Subtotal - Common Stocks - Part 3					1,922,274		0	
9799999	- Subtotal - Common Stocks					1,922,274		0	
9899999	- Subtotal - Preferred and Common Stocks					1,922,274		0	
9999999	- TOTALS					22,958,504		154,879	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues . . . . . 0 .

STATEMENT AS OF SEPTEMBER 30, 2014 OF THE Westfield National Insurance Company

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company 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)
<b>Bonds - U.S. Governments</b>																					
36202E-3J-6	GNMA GTD PASS THRU POOL 004401 6.500%		09/01/2014	Paydown		18,461	18,461.00	19,505	19,476	0	(1,015)	0	(1,015)	0	18,461	0	0	0	796	03/20/2039	1
36202E-5K-1	GNMA GTD PASS THRU POOL 004450 6.500%		09/01/2014	Paydown		28,987	28,987.00	30,781	30,710	0	(1,723)	0	(1,723)	0	28,987	0	0	0	1,200	05/20/2039	1
36202E-KD-0	GNMA GTD PASS THRU POOL 003892 7.000%		09/01/2014	Paydown		11,945	11,945.00	12,335	12,320	0	(375)	0	(375)	0	11,945	0	0	0	517	08/20/2036	1
36202E-PC-7	GNMA GTD PASS THRU POOL 004019 7.000%		09/01/2014	Paydown		14,816	14,816.00	15,390	15,368	0	(552)	0	(552)	0	14,816	0	0	0	713	08/20/2037	1
36225A-Y7-9	GNMA GTD PASS THRU POOL 780734 6.500%		09/01/2014	Paydown		27,047	27,047.00	28,417	28,255	0	(1,208)	0	(1,208)	0	27,047	0	0	0	1,152	03/15/2028	1
36290U-H4-1	GNMA GTD PASS THRU POOL 617751 7.000%		09/01/2014	Paydown		7,372	7,372.00	7,699	7,694	0	(323)	0	(323)	0	7,372	0	0	0	367	10/15/2037	1
36294S-4B-0	GNMA GTD PASS THRU POOL 658818 7.000%		09/01/2014	Paydown		1,182	1,182.00	1,228	1,224	0	(41)	0	(41)	0	1,182	0	0	0	55	07/15/2037	1
36294T-BE-4	GNMA GTD PASS THRU POOL 658937 7.000%		09/01/2014	Paydown		60,039	60,039.00	62,072	62,004	0	(1,965)	0	(1,965)	0	60,039	0	0	0	3,149	10/15/2036	1
36295H-R9-3	GNMA GTD PASS THRU POOL 671112 6.500%		09/01/2014	Paydown		9,739	9,739.00	10,062	10,050	0	(311)	0	(311)	0	9,739	0	0	0	401	08/15/2037	1
36296U-NG-1	GNMA GTD PASS THRU POOL 701591 6.500%		09/01/2014	Paydown		54,324	54,324.00	57,210	57,186	0	(2,862)	0	(2,862)	0	54,324	0	0	0	2,463	01/15/2039	1
36296X-FG-4	GNMA GTD PASS THRU POOL 704067 6.500%		09/01/2014	Paydown		50,245	50,245.00	52,514	52,377	0	(2,131)	0	(2,131)	0	50,245	0	0	0	1,917	12/15/2038	1
383739-2A-6	GNMA 01 24 PE 7.000%		09/01/2014	Paydown		29,279	29,279.00	30,716	30,348	0	(1,069)	0	(1,069)	0	29,279	0	0	0	1,365	05/20/2031	1
0599999	- Subtotal - Bonds - U.S. Governments					313,436	313,436.00	327,929	327,012	0	(13,575)	0	(13,575)	0	313,436	0	0	0	14,095		
<b>Bonds - U.S. States, Territories and Possessions</b>																					
20772G-KM-9	CONNECTICUT ST REF SER B GO 5.250%		09/23/2014	KeyBanc Capital Mkts		1,196,810	1,000,000.00	1,265,100	1,225,827	0	(24,803)	0	(24,803)	0	1,201,025	0	(4,215)	(4,215)	43,021	06/01/2020	1FE
1799999	- Subtotal - Bonds - U.S. States, Territories and Possessions					1,196,810	1,000,000.00	1,265,100	1,225,827	0	(24,803)	0	(24,803)	0	1,201,025	0	(4,215)	(4,215)	43,021		
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>																					
172252-A5-7	CINCINNATI OH CITY SCH DIST 5.250%		08/18/2014	RBC Dain Rauscher		2,493,640	2,000,000.00	2,307,260	2,261,941	0	(12,619)	0	(12,619)	0	2,249,322	0	244,318	244,318	75,833	12/01/2024	1FE
2499999	- Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					2,493,640	2,000,000.00	2,307,260	2,261,941	0	(12,619)	0	(12,619)	0	2,249,322	0	244,318	244,318	75,833		
<b>Bonds - U.S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																					
3128KC-WX-1	FHLMC 30 YR GOLD POOL A50662 7.500%		09/01/2014	Paydown		1,419	1,419.00	1,469	1,464	0	(45)	0	(45)	0	1,419	0	0	0	71	07/01/2036	1
3128M5-KM-1	FHLMC 30 YR GOLD POOL G03600 7.000%		09/01/2014	Paydown		28,893	28,893.00	29,760	29,754	0	(861)	0	(861)	0	28,893	0	0	0	1,347	11/01/2037	1
3128M8-7E-8	FHLMC 30 YR GOLD POOL G06893 4.000%		09/01/2014	Paydown		35,717	35,717.00	37,749	37,749	0	(2,031)	0	(2,031)	0	35,717	0	0	0	119	01/01/2042	1
3128MJ-S3-5	FHLMC 30 YR GOLD POOL G08537 3.000%		09/01/2014	Paydown		84,929	84,929.00	82,912	82,927	0	2,002	0	2,002	0	84,929	0	0	0	1,705	07/01/2043	1
3128MJ-SY-7	FHLMC 30 YR GOLD POOL G08534 3.000%		09/01/2014	Paydown		171,646	171,646.00	167,435	167,466	0	4,180	0	4,180	0	171,646	0	0	0	3,430	06/01/2043	1
3128MJ-U3-2	FHLMC 30 YR GOLD POOL G08601 4.000%		09/01/2014	Paydown		5,972	5,972.00	6,316	6,316	0	(343)	0	(343)	0	5,972	0	0	0	20	08/01/2044	1
3128MJ-UV-0	FHLMC 30 YR GOLD POOL G08595 4.000%		09/01/2014	Paydown		18,333	18,333.00	19,347	19,347	0	(1,014)	0	(1,014)	0	18,333	0	0	0	95	07/01/2044	1
31292H-MU-5	FHLMC 30 YR GOLD POOL C01271 6.500%		09/01/2014	Paydown		1,575	1,575.00	1,600	1,598	0	(23)	0	(23)	0	1,575	0	0	0	67	12/01/2031	1
31292K-K3-0	FHLMC 30 YR GOLD POOL C03014 7.000%		09/01/2014	Paydown		52,121	52,121.00	53,871	53,836	0	(1,715)	0	(1,715)	0	52,121	0	0	0	2,730	09/01/2037	1
31296W-DS-3	FHLMC 30 YR GOLD POOL A20113 6.500%		09/01/2014	Paydown		16,814	16,814.00	17,366	17,270	0	(456)	0	(456)	0	16,814	0	0	0	660	10/01/2031	1
31298S-UT-9	FHLMC 30 YR GOLD POOL C55994 6.500%		09/01/2014	Paydown		92,551	92,551.00	95,826	95,184	0	(2,633)	0	(2,633)	0	92,551	0	0	0	4,468	01/01/2031	1
3132M6-XG-0	FHLMC 30 YR GOLD POOL Q26379 4.000%		09/01/2014	Paydown		93,471	93,471.00	98,816	98,816	0	(5,345)	0	(5,345)	0	93,471	0	0	0	874	05/01/2044	1
31371K-L7-4	FNMA PASS THRU POOL 254250 7.500%		09/01/2014	Paydown		24,688	24,688.00	26,177	26,000	0	(1,311)	0	(1,311)	0	24,688	0	0	0	1,271	03/01/2032	1
31371M-PC-5	FNMA PASS THRU POOL 256119 7.000%		09/01/2014	Paydown		4,355	4,355.00	4,528	4,518	0	(164)	0	(164)	0	4,355	0	0	0	203	02/01/2036	1
31396R-GR-0	FHLMC REMIC 3149 MT TWO TIERED 7.000%		09/15/2014	Paydown		18,772	18,772.00	18,995	18,810	0	(38)	0	(38)	0	18,772	0	0	0	767	05/15/2036	1
31397J-2R-4	FHLMC REMIC SER 3331 EP 5.500%		09/01/2014	Paydown		257,919	257,919.00	276,497	260,806	0	(2,887)	0	(2,887)	0	257,919	0	0	0	9,392	02/15/2036	1
31402U-FW-7	FNMA PASS THRU POOL 738281 6.500%		09/01/2014	Paydown		25,635	25,635.00	26,272	26,232	0	(597)	0	(597)	0	25,635	0	0	0	1,102	02/01/2034	1
31404Q-D8-9	FNMA PASS THRU POOL 775127 6.000%		09/01/2014	Paydown		43,263	43,263.00	43,966	43,904	0	(641)	0	(641)	0	43,263	0	0	0	1,519	05/01/2034	1
31405D-FP-7	FNMA PASS THRU POOL 785974 7.000%		09/01/2014	Paydown		801	801.00	823	822	0	(22)	0	(22)	0	801	0	0	0	37	07/01/2034	1
31405N-3Z-6	FNMA PASS THRU POOL 794716 7.000%		09/01/2014	Paydown		38,507	38,507.00	40,516	40,169	0	(1,662)	0	(1,662)	0	38,507	0	0	0	1,861	06/01/2031	1
31406D-7A-8	FNMA PASS THRU POOL 807389 6.500%		09/01/2014	Paydown		1,670	1,670.00	1,724	1,721	0	(51)	0	(51)	0	1,670	0	0	0	72	08/01/2032	1
31409G-5D-4	FNMA PASS THRU POOL 871244 7.000%		09/01/2014	Paydown		161,169	161,169.00	165,979	165,368	0	(4,199)	0	(4,199)	0	161,169	0	0	0	6,585	04/01/2036	1
31410K-CX-0	FNMA PASS THRU POOL 889386 6.000%		09/01/2014	Paydown		33,237	33,237.00	36,015	35,957	0	(2,720)	0	(2,720)	0	33,237	0	0	0	1,324	03/01/2038	1
31410K-L7-7	FNMA PASS THRU POOL 889650 6.500%		09/01/2014	Paydown		29,688	29,688.00	30,458	30,430	0	(742)	0	(742)	0	29,688	0	0	0	1,313	02/01/2038	1
31410P-V2-6	FNMA PASS THRU POOL 893533 6.500%		09/01/2014	Paydown		58,864	58,864.00	60,207	60,163	0	(1,299)	0	(1,299)	0	58,864	0	0	0	2,648	09/01/2036	1
31412F-H4-8	FNMA PASS THRU POOL 923751 7.000%		09/01/2014	Paydown		1,661	1,661.00	1,704	1,701	0	(40)	0	(40)	0	1,661	0	0	0	78	04/01/2037	1

(continues)  
(a) For all common stock bearing the NAIC market indicator 'U' provide: the number of such issues . . . . . 0

F05

STATEMENT AS OF SEPTEMBER 30, 2014 OF THE Westfield National Insurance Company

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company 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 (continued)																					
31412M-A2-4	FNMA PASS THRU POOL 928925 6.500%		09/01/2014	Paydown		73,980	73,980.00	76,731	76,674	0	(2,693)	0	(2,693)	0	73,980	0	0	0	3,491	12/01/2037	1
31412V-PV-4	FNMA PASS THRU POOL 936136 7.000%		09/01/2014	Paydown		91,280	91,280.00	94,432	94,277	0	(2,997)	0	(2,997)	0	91,280	0	0	0	3,729	05/01/2037	1
31418A-VV-7	FNMA PASS THRU POOL MA1527 3.000%		09/01/2014	Paydown		22,535	22,535.00	22,627	0	0	(92)	0	(92)	0	22,535	0	0	0	227	08/01/2033	1
31418B-E8-5	FNMA PASS THRU POOL MA1958 4.000%		09/01/2014	Paydown		3,238	3,238.00	3,426	0	0	(188)	0	(188)	0	3,238	0	0	0	16	07/01/2044	1
645791-LX-0	NEW JERSEY ST ENVIR SER A REV 5.500%		07/28/2014	Tax Free Exchange		2,996,520	2,630,000.00	3,120,118	3,045,727	0	(49,207)	0	(49,207)	0	2,996,520	0	0	0	131,390	09/01/2022	1FE
645791-LY-8	NEW JERSEY ST ENVIR SER A REV 5.500%		07/28/2014	Tax Free Exchange		2,178,596	1,945,000.00	2,256,384	2,209,617	0	(31,021)	0	(31,021)	0	2,178,596	0	0	0	97,169	09/01/2023	1FE
3199999	- Subtotal - Bonds - U. S. Special Revenue and Special Assessment and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					6,669,819	6,069,703.00	6,920,046	6,592,395	0	(110,855)	0	(110,855)	0	6,669,819	0	0	0	279,780		
8399997	- Subtotal - Bonds - Part 4					10,673,705	9,383,139.00	10,820,335	10,407,175	0	(161,852)	0	(161,852)	0	10,433,602	0	240,103	240,103	412,729		
8399999	- Subtotal - Bonds					10,673,705	9,383,139.00	10,820,335	10,407,175	0	(161,852)	0	(161,852)	0	10,433,602	0	240,103	240,103	412,729		
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																					
20825C-10-4	CONOCOPHILLIPS		08/08/2014	KeyBanc Capital Mkts	6,700,000	543,630		398,591	473,355	(74,764)	0	0	(74,764)	0	398,591	0	145,040	145,040	14,137		L
452308-10-9	ILLINOIS TOOL WKS INC		07/24/2014	Strategas Research Partners	8,526,000	728,186		238,936	716,866	(477,930)	0	0	(477,930)	0	238,936	0	489,250	489,250	10,743		L
G9456A-10-0	GOLAR LNG LTD	R	09/15/2014	Various	8,000,000	516,052		336,450	72,580	4,935	0	0	4,935	0	336,450	0	179,602	179,602	5,400		L
9099999	- Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					1,787,868		973,977	1,262,801	(547,759)	0	0	(547,759)	0	973,977	0	813,892	813,892	30,280		
9799997	- Subtotal - Common Stocks - Part 4					1,787,868		973,977	1,262,801	(547,759)	0	0	(547,759)	0	973,977	0	813,892	813,892	30,280		
9799999	- Subtotal - Common Stocks					1,787,868		973,977	1,262,801	(547,759)	0	0	(547,759)	0	973,977	0	813,892	813,892	30,280		
9899999	- Subtotal - Preferred and Common Stocks					1,787,868		973,977	1,262,801	(547,759)	0	0	(547,759)	0	973,977	0	813,892	813,892	30,280		
9999999	- TOTALS					12,461,573		11,794,312	11,669,976	(547,759)	(161,852)	0	(709,611)	0	11,407,579	0	1,053,995	1,053,995	443,009		

**Page E06**

Schedule DB, Part A, Section 1

**NONE**

Description of Hedged Risk (s)

**NONE**

Financial or Economic Impact of the Hedge

**NONE**

**Page E07**

Schedule DB, Part B, Section 1

**NONE**

Schedule DB, Part B, Section 1, Broker Name

**NONE**

Schedule DB, Part B, Description of Hedged Risk (s)

**NONE**

Schedule DB, Part B, Financial or Economic Impact of the Hedge

**NONE**

**Page E08**

Schedule DB, Part D, Section 1

**NONE**

**Page E09**

Schedule DB, Part D, Section 2, By Reporting Entity

**NONE**

Schedule DB, Part D, Section 2, To Reporting Entity

**NONE**

**Page E10**

Schedule DL, Part 1

**NONE**

**Page E11**

Schedule DL, Part 2

**NONE**

**Page E12**

Schedule E, Part 1, Cash

**NONE**

**Page E13**

Schedule E, Part 2, Cash Equivalents

**NONE**



SUPPLEMENT FOR THE QUARTER ENDING SEPTEMBER 30, 2014 OF THE Westfield National Insurance Company

# DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT

Year To Date For The Period Ended September 30

NAIC Group Code: 0228

NAIC Company Code: 24120

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$ ..... 0	\$ ..... 0	\$ ..... 0

2. Commercial Multiple Peril (CMP) Packaged Policies

- 2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? Yes (X) No ( )
- 2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? Yes (X) No ( )
- 2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies.
  - 2.31 Amount quantified: \$ ..... 1,450
  - 2.32 Amount estimated using reasonable assumptions: \$ ..... 0
- 2.4 If the answer to 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies. \$ ..... 0