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ASSESSMENT

ANNUAL STATEMENT

For the Year Ended

December 31, 2014

OF THE CONDITION AND AFFAIRS OF THE

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

ORGANIZED UNDER THE LAWS OF THE STATE OF OHIO

Made to the

INSURANCE COMMISSIONER OF THE STATE OF OHIO

Pursuant to the Laws thereof

NAIC Company Code

10266

Home Office

130 Union Avenue

Minerva

44657

OH

Street and Number

City

Zip Code

Mail Address

130 Union Avenue

Minerva

44657

OH

Street and Number

City

Zip Code

Main Administrative Office

(330) 862-2112

Telephone Number

Organized

October 1, 1881

Commenced Business

October 1, 1881

Annual Statement Contact Person

Kelly Palmer

Telephone Number

(330) 862-2112

Contact Person Email Address

OFFICERS

President

Wayne Wallace

Vice President

Thomas Cope

Secretary

Kelly Palmer

Treasurer

Kelly Palmer

DIRECTORS

(ALL DIRECTORS MUST BE SHOWN)

William Alexander
Louie Zavarelli

Mike Bardo
Wayne Wallace

Rudy Evanich
Thomas Cope

Rodney Campbell

State of Ohio
County of
Stark County

Wayne Wallace

President and

Kelly Palmer

Secretary of the

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

above described officers of said reporting entity, and that on the reporting period stated above all 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, with the schedules and explanations herein contained, annexed or referred to, is a full and correct statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, according to the best of their information, knowledge and belief, respectively.

Subscribed and sworn to before me, this 24th

day of February 2015

Ellen M. Stevens

Notary Public
ELLEN M. STEVENS
MY COMMISSION EXPIRES
AUG 30 2019

Wayne E. Wallace

Wayne Wallace

President

Kelly Palmer

Kelly Palmer

Secretary

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY**ASSETS**

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1	Bonds (Schedule D - Part 1)	1,752,226.00	0.00	1,752,226.00	2,095,258.00
2	Preferred stocks, common stocks and mutual funds (Schedule D - Part 2)	495,235.00	0.00	495,235.00	471,784.00
3	Real estate (less liens, encumbrances) (Schedule A)	246,260.00	0.00	246,260.00	256,441.00
4	Cash (Schedule E)	1,764,919.00	0.00	1,764,919.00	1,045,106.00
5	Short-term investments		0.00	0.00	
6	Aggregate write-ins for invested assets		0.00	0.00	
7	Subtotals, cash and invested assets	4,258,640.00	0.00	4,258,640.00	3,868,589.00
8	Investment income due and accrued	11,654.00	0.00	11,654.00	13,144.00
9.1	Assessments or premiums in the course of collection (including agents balances)		0.00	0.00	676.00
9.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due		0.00	0.00	
9.3	Earned but unbilled premiums (post assessment)		0.00	0.00	
10.1	Amounts recoverable from reinsurers		0.00	0.00	
10.2	Funds held by or deposited with reinsured companies		0.00	0.00	
11.1	Current federal income tax recoverable and interest thereon		0.00	0.00	
11.2	Net deferred tax asset		0.00	0.00	
12	Electronic data processing equipment and software		0.00	0.00	
13	Furniture and equipment	13,868.00	13,868.00	0.00	
14	Receivables from parent, subsidiaries and affiliates		0.00	0.00	
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00	0.00
16	Total Assets	4,284,162.00	13,868.00	4,270,294.00	3,882,409.00
	Details of Write-Ins for Assets:				
1501				0.00	
1502				0.00	
1503				0.00	
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00	0.00

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY**

2014

LIABILITIES, SURPLUS AND OTHER FUNDS

		Current Year	Prior Year
1	Unpaid Losses (Underwriting Exhibit - Part 2A)	46,300.00	128,500.00
2	Unpaid loss adjustment expenses (Underwriting Exhibit - Part 2A)	0.00	
3	Commissions due and payable to agents	56,612.00	51,695.00
4	Other expenses (excluding taxes, licenses and fees)	2,014.00	2,158.00
5	Taxes, licenses and fees (excluding federal income taxes)		
6	Current federal income taxes (including \$0 on realized capital gains (losses))	97,969.00	
7	Net deferred tax liability		
8	Borrowed money and interest thereon		
9	Unearned assessment/premium reserve	951,428.00	842,143.00
10	Advance premium		
11	Ceded reinsurance premiums payable	26,784.00	3,521.00
12	Funds held by company under reinsurance treaties		
13	Amounts withheld or retained by company for account of others	66,139.00	57,183.00
14	Provision for unauthorized reinsurance		
15	Payable to parent, subsidiaries and affiliates		
16	Aggregate write-ins for liabilities	0.00	110,370.00
17	Total liabilities	1,247,246.00	1,195,570.00
18	Surplus as regards policyholders	3,023,048.00	2,686,839.00
19	Total liabilities and surplus	4,270,294.00	3,882,409.00
	Details of Write-Ins for Liabilities:		
1601	Due for investments purchased		110,370.00
1602			
1603			
1698	Summary or remaining write-ins from overflow page	0.00	0.00
1699	Total aggregate write-ins	0.00	110,370.00

ANNUAL STATEMENT FOR THE YEAR

2014

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

STATEMENT OF INCOME

		Current Year	Prior Year
UNDERWRITING INCOME			
1.1	Gross Assessments/Premiums earned	2,037,875.00	1,890,725.00
1.2	Less: Return Assessments/Premiums earned		
1.3	Direct Assessments/Premiums earned	2,037,875.00	1,890,725.00
1.4	Deduct premiums for reinsurance ceded (Reinsurance Schedule)	424,191.00	397,950.00
1.5	Add premiums received for reinsurance assumed (Reinsurance Schedule)	0.00	
1.6	Net Assessments/Premiums earned	1,613,684.00	1,492,775.00
DEDUCTIONS			
2	Losses incurred (Underwriting Exhibit - Part 2)	424,871.00	497,126.00
3	Loss expenses incurred (Expense Exhibit)	5,417.00	15,551.00
4	Other underwriting expenses incurred (Expense Exhibit)	844,688.00	813,886.00
5	Aggregate write-ins for underwriting deductions	0.00	0.00
6	Total underwriting deductions	1,274,976.00	1,326,563.00
7	Net underwriting gain (loss)	338,708.00	166,212.00
INVESTMENT INCOME			
8	Net investment income earned	89,469.00	66,003.00
9	Net realized capital gains (losses) less capital gains tax	692.00	817.00
10	Net investment gain (loss)	90,161.00	66,820.00
OTHER INCOME			
11	Net gain (loss) from agents' or premium balances charged off		
12	Finance and service charges not included in premiums		
13	Aggregate write-ins for miscellaneous income	28,136.00	34,797.00
14	Total other income	28,136.00	34,797.00
15	Net income, after capital gains tax and before federal income taxes	457,005.00	267,829.00
16	Federal income taxes incurred	139,304.00	
17	Net income	317,701.00	267,829.00
SURPLUS ACCOUNT			
18	Surplus as regards policyholders, December 31 prior year	2,686,839.00	2,431,339.00
19	Net income	317,701.00	267,829.00
20	Change in net unrealized capital gains or (losses) less capital gains tax	23,451.00	-16,372.00
21	Change in net deferred income tax		
22	Change in nonadmitted assets (Exhibit of Nonadmitted Assets)	-4,943.00	4,043.00
23	Change in provision for reinsurance		
24	Aggregate write-ins for gains and losses in surplus	0.00	0.00
25	Change in surplus as regards policyholders for the year	336,209.00	255,500.00
26	Surplus as regards policyholders, December 31 current year	3,023,048.00	2,686,839.00
DETAILS OF WRITE-INS			
0501			
0502			
0503			
0599	Total Aggregate write-ins for underwriting deductions	0.00	0.00
1301	Miscellaneous Income	28,136.00	34,797.00
1302			
1303			
1304			
1399	Total Aggregate write-ins for miscellaneous income	28,136.00	34,797.00
2401			
2402			
2499	Total Aggregate write-ins for gains and losses in surplus	0.00	0.00

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY
CASH FLOW STATEMENT**

2014

		Current Year	Prior Year
Cash from Operations			
1	Premiums/Assessments collected net of reinsurance	1,746,908.00	1,532,498.00
2	Net investment income	76,394.00	59,767.00
3	Miscellaneous income	37,092.00	35,634.00
4	Total	1,860,394.00	1,627,899.00
5	Benefit and loss related payments	512,488.00	544,477.00
6	Commissions, expenses paid and aggregate write-ins for deductions	829,734.00	807,513.00
7	Federal and foreign income taxes paid (recovered)	41,335.00	-50,000.00
8	Total	1,383,557.00	1,301,990.00
9	Net cash from operations	476,837.00	325,909.00
Cash from Investments			
10	Proceeds from investments sold, matured or repaid:		
10.1	Bonds	353,346.00	75,000.00
10.2	Stocks		
10.3	Real estate		
10.4	Net gains (losses) on cash, cash equivalents and short- term investments		
10.5	Miscellaneous proceeds		
10.6	Total investment proceeds	353,346.00	75,000.00
11	Cost of investments acquired (long-term only):		
11.1	Bonds		418,446.00
11.2	Stocks	110,370.00	
11.3	Real estate		
11.4	Miscellaneous applications		
11.5	Total investments acquired	110,370.00	418,446.00
11.6	Net cash from investments	242,976.00	-343,446.00
Cash from Financing and Miscellaneous Sources			
12.1	Borrowed funds (cash provided/applied)		
12.2	Other cash provided (applied)		
13	Net cash from financing and miscellaneous sources	0.00	0.00
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT- TERM INVESTMENTS			
14	Net change in cash, cash equivalents and short-term investments	719,813.00	-17,537.00
15.1	Beginning of year (cash, cash equivalents and short-term investments)	1,045,106.00	1,062,643.00
15.2	End of year (cash, cash equivalents and short-term investments)	1,764,919.00	1,045,106.00

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY**

2014

EXPENSE EXHIBIT

		Current Year
1.1	Claim Adjusting: Direct	0.00
1.2	Reinsurance assumed	0.00
1.3	Reinsurance ceded excluding contingent (commission and brokerage)	0.00
1.4	Net claim adjusting	0.00
2.1	Commission and Brokerage: Direct commission and brokerage	358,989.00
2.2	Reinsurance assumed excluding contingent	0.00
2.3	Reinsurance ceded excluding contingent (commission and brokerage)	0.00
2.4	Contingent - direct (commission and brokerage)	0.00
2.5	Contingent - reinsurance assumed (commission and brokerage)	0.00
2.6	Contingent - reinsurance ceded (commission and brokerage)	0.00
2.7	Policy and membership fees (commission and brokerage)	0.00
2.8	Net commission and brokerage	358,989.00
3	Allowances to managers and agents	0.00
4	Advertising	113,303.00
5	Boards, bureaus and associations	5,385.00
6	Surveys and underwriting reports	0.00
7	Audit of assureds' records	0.00
8.1	Salary and related items: Salaries	0.00
8.2	Payroll taxes	0.00
9	Employee relations and welfare	0.00
10	Insurance	9,210.00
11	Directors' fees	17,950.00
12	Travel and travel items	4,509.00
13	Rent and rent items	12,000.00
14	Equipment	0.00
15	Cost or depreciation of EDP equipment and software	4,669.00
16	Printing and stationery	27,400.00
17	Postage, telephone, exchange and express	5,093.00
18	Legal and auditing	16,659.00
19	Loss adjustment expenses	5,417.00
18	Investment expenses	0.00
19	Totals	221,595.00
20.1	Taxes, licenses and fees: State and local insurance taxes	250.00
20.2	Insurance department licenses and fees	2,985.00
20.3	All other (excluding federal income and real estate)	0.00
20.4	Total taxes, licenses and fees	3,235.00
21	Real estate expenses	13,969.00
22	Real estate taxes	2,069.00
23	Aggregate write-ins for miscellaneous expenses	250,248.00
24	Total expenses incurred (a)	850,105.00
25	Less unpaid expenses - current year	58,626.00
26	Add unpaid expenses - prior year	53,853.00
27	Total expenses paid	845,332.00
	Details of Write-Ins:	
2301	Management Fees	250,016.00
2302	Miscellaneous	232.00
2303		0.00
2304		0.00
2305		0.00
2399	Total Write-ins	250,248.00

(a) Includes management fees of \$0 to affiliates and \$0 to non-affiliates

ANNUAL STATEMENT FOR THE YEAR 2014
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

INSURANCE IN FORCE

		Amount (dollars)	Number
1	In force December 31 of previous year (to equal prior year's statement)	439,301,166	3,561
2	Written during the year	51,736,164	454
3	Total	491,037,330	4,015
4	Deduct those expired and cancelled	50,172,463	428
5	In force December 31 of current year	440,864,867	3,587
6	Deduct amount reinsured	0	XXX
7	Net amount in force	440,864,867	XXX

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY**

2014

**UNDERWRITING EXHIBIT - PART 2
LOSSES INCURRED**

1 Lines of Business	2 Direct Losses Incurred	3 Losses Incurred on Reinsurance Assumed	4 Deduct: Reinsurance Recovered on Incurred Losses	5 Deduct: Salvage and Subrogation Converted To Cash	6 * Net Losses Incurred Columns 2 and 3 minus Columns 4 and 5
Property	817,178.00		392,307.00		424,871.00
					-
					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ 817,178.00	\$ -	\$ 392,307.00	\$ -	\$ 424,871.00

* Total should equal Line 2, Page 4, Current Year.

**UNDERWRITING EXHIBIT - PART 2A
UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES**

1 Lines of Business	2 Direct Unpaid Losses	3 Unpaid Losses on Reinsurance Assumed	4 Deduct: Reinsurance Recoverable on Unpaid Losses	5 ** Unpaid Loss Adjustment Expenses	6 *** Net Unpaid Losses Columns 2 and 3 minus Column 4
Property	46,300.00				46,300.00
					-
					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ 46,300.00	\$ -	\$ -	\$ -	\$ 46,300.00

** Total should equal Line 2, Page 3, Current Year.

*** Total should equal Line 1, Page 3, Current Year.

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

EXHIBIT OF NONADMITTED ASSETS

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1	Bonds			0.00
2	Preferred and common stocks and mutual funds			0.00
3	Real estate (less liens, encumbrances)			0.00
4	Cash			0.00
5	Short-term investments			0.00
6	Aggregate write-ins for invested assets			0.00
7	Subtotals, cash and invested assets	0.00	0.00	0.00
8	Investment income due and accrued			0.00
9.1	Assessments or premiums in the course of collection (including agents balances)			0.00
9.2	Premium receivable for advance pay			0.00
9.3	Earned but unbilled premiums (post assessment)			0.00
10.1	Amounts recoverable from reinsurers			0.00
10.2	Funds held by or deposited with reinsured companies			0.00
11.1	Current federal income tax recoverable and interest thereon			0.00
11.2	Net deferred tax asset			0.00
12	Electronic data processing equipment and software			0.00
13	Furniture and equipment	13,868.00	8,925.00	-4,943.00
14	Receivables from parent, subsidiaries and affiliates			0.00
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00
16	Total Assets	13,868.00	8,925.00	-4,943.00
	Details of Write-Ins for Assets:			
1501		0.00	0.00	0.00
1502		0.00	0.00	0.00
1503		0.00	0.00	0.00
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00

2014 ANNUAL STATEMENT OF PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

SCHEDULE A

Showing All Real Estate OWNED December 31 of Current Year

1 Description of Property	2 Date Acquired	3 Name of Vendor	4 Actual Cost	5 Current Year Acquisitions or Permanent Improvements	6 Accumulated Depreciation	7 Amount of Encumbrances	8 Book Value End of Current Year (Col. 4+5-6-7) *	9 Gross Income Current Year (Real Estate)	10 Gross Expenses Current Year (Real Estate)
Land, Buildings & Improvements	Various		333,415.00		87,155.00		246,260.00	12,000.00	12,000.00
							-		
							-		
							-		
							-		
OVERFLOW AMOUNTS									
Totals	XXX	XXX	\$ 333,415.00	\$ -	\$ 87,155.00	\$ -	\$ 246,260.00	\$ 12,000.00	\$ 12,000.00

*Total to agree with Page 2, Line 3, Current Year.

FURNITURE, FIXTURES and AUTOMOBILES

Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year

1 Description	2 Date Acquired	3 Name of Vendor	4 Actual Cost	5 Current Year Acquisitions or Permanent Improvements	6 Accumulated Depreciation	7 Amount of Encumbrances	8 Book Value End of Current Year (Col. 4+5-6-7)
Furniture, Computers & Equipment	Various		46,048.00	9,612.00	41,792.00		13,868.00
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
OVERFLOW AMOUNTS							-
Totals	XXX	XXX	\$ 46,048.00	\$ 9,612.00	\$ 41,792.00	\$ -	\$ 13,868.00

SCHEDULE D - PART 1

Showing all **BONDS** Owned on December 31 of Current Year

* Annual Statement Value

SCHEDULE D - PART 2

Showing all Preferred & Common Stocks and Mutual Funds Owned December 31 of Current Year

SCHEDULE D - PART 3

Showing all Bonds and Preferred & Common Stocks ACQUIRED During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

1 CUSIP #	2 Description Give complete and accurate description of each bond and stock. If bonds are serial issues give amounts maturing each year.	3 * Date Acquired	4 Name of Vendor	5 No. of Shares of Stock	6 Cost to Company (Excluding Accrued Interest on Bonds)	7 Par Value of Bonds	8 Paid for Accrued Interest and Dividends
	None						
	Totals						
		XXX		XXX		XXX	\$ - - -

*The items with reference to each issue of bonds or stocks acquired at public offerings may be totaled in one line and the word "various" inserted in Columns 2 and 3.

SCHEDULE D - PART 4

Showing all Bonds and Preferred & Common Stocks SOLD, REDEEMED OR Otherwise DISPOSED OF During the Current Year

Bonds, preferred stocks, common stocks and mutual funds to be grouped separately.

1	2 Description	3	4	5	6	7	8	9	10	11	12	13	14	15
Cusip #	Give complete and accurate description of each bond and stock. If bonds are serial issues give amounts maturing each year. Companies may at their option summarize all bonds of the same issue called, matured or redeemed during the year and omit dates under column (3).	Date Sold	Name of Purchaser (If matured or called under redemption option, so state and give price at which called.)	No. of Shares of Stock	Consideration (Excluding Accrued Interest on Bonds)	Par Value of Bonds	Cost to Company (Excluding Accrued Interest on Bonds)	Book Value at Date of Sale	Increase, By Adjustment in Book Value During Year	Decrease, By Adjustment in Book Value During Year	Profit on Sale	Loss on Sale	Interest on Bonds Received During Year (including accrued interest on bonds sold)	Dividends on Stocks Received During Year (Including accrued dividends on stocks sold)
BONDS - POLITICAL SUBDIVISIONS OF STATES, TERRITORIES AND POSSESSIONS														
64972GFE9	NEW YORK NY CITY MUN WTR FIN AUTH 4.50%	12/15/2014	CADARET GRANT		40,000.00	40,000.00	39,535.87	39,564.41			435.59	-	1,800.00	
64972GFE9	NEW YORK NY CITY MUN WTR FIN AUTH 4.50%	12/15/2014	CADARET GRANT		20,000.00	20,000.00	19,767.93	19,782.20			217.80	-	900.00	
67766WKG6	OHIO ST WATER DEV AUTH WTR POLLUTION 0.00%	12/1/2014	CADARET GRANT		30,000.00	30,000.00	28,995.78	30,000.00			-	-		
BONDS - INDUSTRIAL AND MISCELLANEOUS														
060505BMS	BANK AMERICA CORP NOTE 5.375%	6/16/2014	CADARET GRANT		37,000.00	37,000.00	37,355.98	37,000.00			-	-	994.38	
38143UAW1	GOLDMAN SACHS GROUP INC NOTE 5.00%	10/1/2014	CADARET GRANT		36,000.00	36,000.00	36,629.44	36,000.00			-	-	1,800.00	
40429XST4	HSBC FIN CORP INTERNOTES 5.75%	6/16/2014	CADARET GRANT		18,000.00	18,000.00	18,384.61	18,000.00			-	-	517.50	
40429XA71	HSBC FIN CORP INTERNOTES 5.80%	9/15/2014	CADARET GRANT		40,000.00	40,000.00	40,918.78	40,000.00			-	-	1,739.97	
40429XA71	HSBC FIN CORP INTERNOTES 5.80%	9/15/2014	CADARET GRANT		20,000.00	20,000.00	20,648.08	20,000.00			-	-	870.03	
46625HBV1	JPMORGAN CAHSE & CO GLBL NTS 5.125%	9/15/2014	CADARET GRANT		37,000.00	37,000.00	37,779.65	37,000.00			-	-	1,896.26	
61747YCF0	MORGAN STANLEY SENIOR NOTES 6.00%	5/13/2014	CADARET GRANT		37,000.00	37,000.00	37,320.68	37,000.00			-	-	1,110.00	
61747WAK5	MORGAN STANLEY SENIRO NOTES 2.875%	7/28/2014	CADARET GRANT		39,000.00	39,000.00	39,417.25	39,000.00			-	-	1,121.26	
XXX	Totals	XXX	XXX	XXX	\$ 354,000.00	\$354,000.00	\$ 356,754.05	\$ 353,346.61	\$ -	\$ -	\$ 653.39	\$ -	\$ 12,749.40	\$ -

REINSURANCE SCHEDULE
Reinsurance Ceded and Reinsurance Assumed

1 Reinsurer or Reinsured	2 Ceded or Assumed	3 Location of Company	4 Total Amount Reinsured	5 Total Premiums Ceded *	6 Total Premiums Assumed **	7 Largest Risk Ceded or Assumed	8 Remarks
Hannover Rückversicherungs	20%	German		424,191.00		3,573,000	
Employers Mut Cas Co	20%	Des Moines, IA					
Odyssey America	20%	Morristown NJ					
Berkley Insurance Co	40%	Stamford CT					
OVERFLOW AMOUNTS							
Totals	XXX	XXX	\$ -	\$ 424,191.00	\$ -	XXX	XXX

*Total to agree with Page 4, Line 1.4, Current Year.

**Total to agree with Page 4, Line 1.5, Current Year.

COMPENSATION SCHEDULE

Show all salaries, commissions, claim adjustment expenses, directors fees and expenses, and travel items paid in the current year for the top 5 officers/employees and all directors, travel or car allowances, if paid, are to be included.

1 Name of Payee	2 Title	3 Salaries	4 Commissions	5 Claim Adjustment Expenses	6 Directors Fees & Expenses	7 Travel & Travel Items	8 All Other	9 Total
Officers/Employees:								
1) Wayne Wallace	President							\$ -
2) Thomas Cope	Vice President							\$ -
3) Kelly Palmer	Secretary / Treasurer							\$ -
4)								\$ -
5)								\$ -
Directors:								
Mike Bardo	Director			1,950.00				\$ 1,950.00
William Alexander	Director			2,100.00				\$ 2,100.00
Rudy Evanich	Director			2,400.00				\$ 2,400.00
Wayne Wallace	Director			5,400.00				\$ 5,400.00
Thomas Cope	Director			2,450.00				\$ 2,450.00
Rodney Campbell	Director			1,500.00				\$ 1,500.00
Diana Palmer	Director			1,800.00				\$ 1,800.00
Louie Zavarelli	Director			200.00				\$ 200.00
								\$ -
								\$ -
								\$ -
								\$ -
Totals	XXXX	\$ -	\$ -	\$ -	\$ 17,800.00	\$ -	\$ -	\$ 17,800.00

GENERAL INTERROGATORIES

(Answer all questions and attach additional sheets if necessary.)

1. Company's retention: Fire \$75,000 Wind \$75,000 Other \$75,000

1a. Retention before reinsurance applies for: Catastrophe Reinsurance \$100,000 Aggregate excess of loss \$3,573,000

2. What is the largest risk assumed and retained: Fire, Lighting, Windstorm & EC

3. What kind of perils are being covered?

4. Have the by-laws been amended during the current year? No If so, were such amendments filed with the Ohio Department of Insurance?

5. In what counties does the Company operate: All counties

6. Name of Principal Officer and amount of bond: Paris & Washington Co. \$100,000

7. Are all of the persons who handle funds of the Company bonded? Yes X No State the name and amount of each bond on each, except person named in Item 6 above.

8. Does the Company have an annual audit conducted by an independent CPA? Yes

9. State the number of members holding policies in the Company. 3587

10. Was an annual report of the Company made available to each policyholder? Yes If so, did such report agree with the annual statement filed with the Ohio Department of Insurance?

11. State as of what date the latest examination of the Company was made by the Ohio Department of Insurance. 2012

12. How many assessments were made during the year? Date of last assessment

13. Did the assessment provide for all losses, expenses and all other liabilities prior to the date of assessment? Yes

14. Rate of policy fee

15. State the amount of borrowed money since date of last assessment interest thereon None

16. Does any person, firm, corporation or association have any claim, contingent or otherwise, against this Company which is NOT included in the liabilities on page 2 of this statement? Yes No X

If yes, give the amount, terms for payment and reasons why such were not recorded as a liability on page 2 of this statement.

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY**

2014

SCHEDULE E - CASH or CASH EQUIVALENTS

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

*Total to agree with Page 2, Line 4, Current Year.

ANNUAL STATEMENT FOR THE YEAR

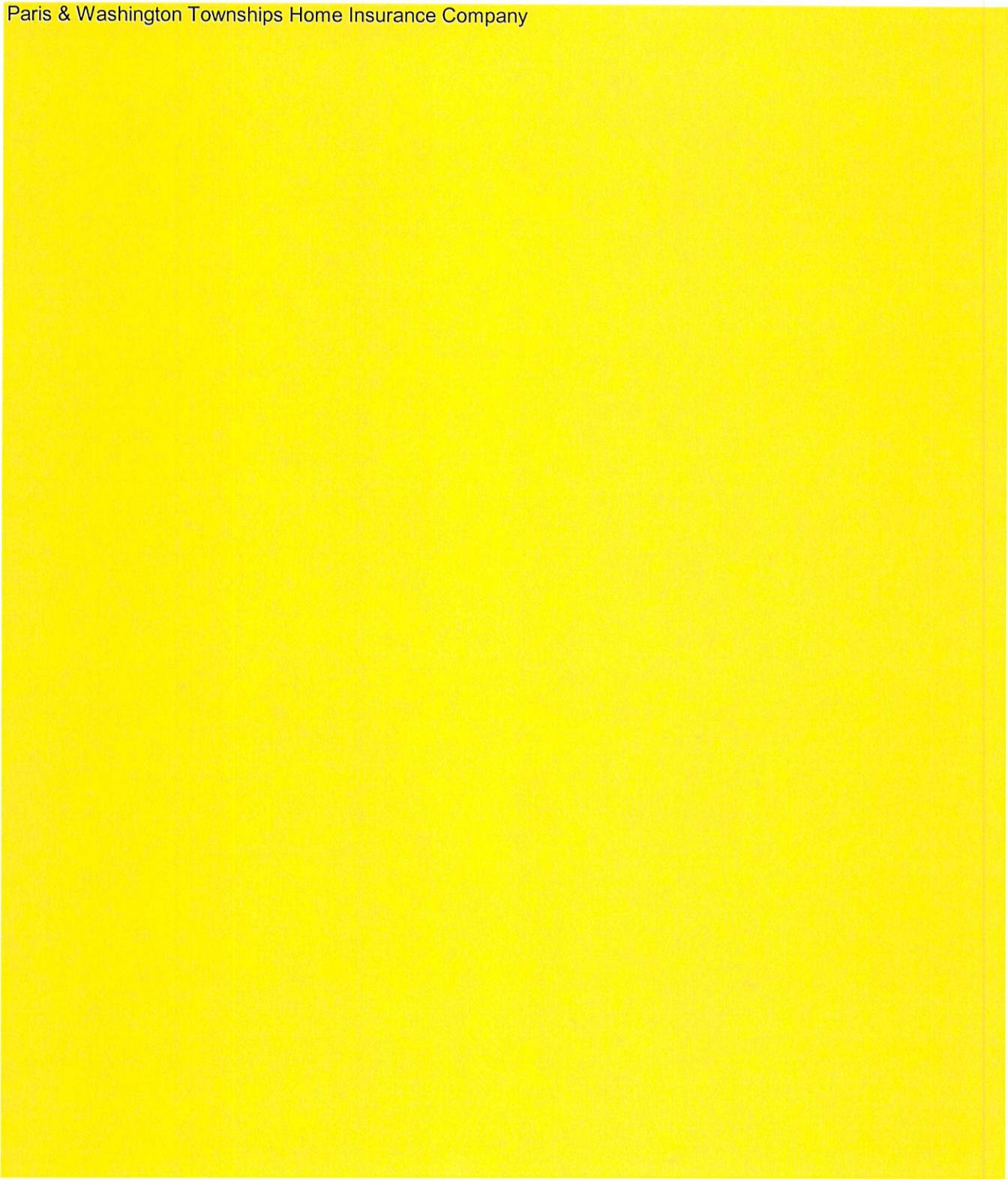
2014

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

ORGANIZATIONAL CHART

**LIST ALL ENTITIES THAT ARE MEMBERS OF AN INSURANCE COMPANY HOLDING SYSTEM AS
DEFINED IN ORC 3901.32**

Paris & Washington Townships Home Insurance Company



ANNUAL STATEMENT FOR THE YEAR

2014

PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY

Overflow Page for Write-ins

Additional Write-ins for Assets:

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1504				0.00	
1505	None			0.00	
1506				0.00	
1597	Summary of remaining write-ins for Line 15 page 2	0.00	0.00	0.00	0.00

Additional Write-ins for Liabilities:

		Current Year	Prior Year
1604			
1605	None		
1606			
1697	Summary of remaining write-ins for Line 16 page 3	0.00	0.00

Additional Write-ins for Statement of Income:

		Current Year	Prior Year
	None		
	Summary of remaining write-ins for Statement of Income page 4	0.00	0.00

Additional Write-ins for Nonadmitted Assets:

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1504				0.00
1505	None			0.00
1506				0.00
1597	Summary of remaining write-ins for Line 15 page 9	0.00	0.00	0.00

Overflow Page for Investments Owned

SCHEDULE D - PART 1

Showing all BONDS Owned on December 31 of Current Year

1	2 Description	3	4	5	6	7	8	Interest			12	13	14 Amount of Interest due and accrued Dec. 31. Current year, on bonds in default as to principal or interest	15 Maturity Date	16 NAIC Designation
								9	10	11					
Cusip #	Give complete and accurate description of all bonds owned.	From Whom Acquired	Date Acquired	Par Value	Actual Cost	Book Value / Amortized Value*	Market Value December 31 of Current Year	Rate (%)	Amount Due and Accrued Dec. 31 of Current Year on bonds not in default	Gross Am't Received During Year	Increase by Adjustment, in Book Value During Year	Decrease by Adjustment, in Book Value During Year			
BONDS - POLITICAL SUBDIVISIONS OF STATES, TERRITORIES AND POSSESSIONS															
010033VU9	AKRON OH RFDG IMPT	CADARET GRANT	4/30/2008	5,000.00	4,913.40	4,989.32	5,184.35	4.250%	17.71	212.50		195.03		4.25%	1
054231KJ3	AVON OHIO LOC SCH DIST	CADARET GRANT	3/20/2012	40,000.00	32,286.00	34,885.60	36,371.60	0.000%	-	-		1,486.00		0.00%	1
169551KQ0	CHINO CLAIF REDEV AGCY TAX ALLOC MERGED	CADARET GRANT	1/16/2008	40,000.00	39,401.20	39,593.96	40,703.60	4.375%	583.33	1,750.00		1,109.64		4.38%	1
254482EB4	DINUBA CALIF REDEV AGY TAX ALLOC	CADARET GRANT	1/16/2008	40,000.00	39,401.20	39,576.81	40,266.40	4.375%	583.33	1,750.00		689.59		4.38%	2
431140EF5	HIGHRIDGE PA WTR AUTH REV	CADARET GRANT	5/3/2012	45,000.00	46,125.45	45,356.85	45,681.30	2.000%	227.50	900.00		324.45		2.00%	1
544587LV8	LOS ANGELES CALIF MUN IMPT CORP LEASE	CADARET GRANT	1/16/2008	110,000.00	109,849.30	109,885.63	112,256.10	4.500%	2,516.25	4,950.00		2,370.47		4.50%	1
574480KE8	MARYSVILLE OH	CADARET GRANT	3/12/2002	65,000.00	29,967.60	46,031.71	53,957.15	0.000%	-	-		7,925.44		0.00%	1
575577HN4	MASSACHUSETTS BAY TRANS AUTH	CADARET GRANT	12/10/2010	60,000.00	58,201.00	58,494.50	60,443.40	4.500%	1,372.50	2,700.00		1,948.90		4.50%	1
64972FHY5	NEW YORK NY CITY MUN WTR FIN AUTH	CADARET GRANT	12/10/2010	60,000.00	55,801.00	56,380.12	61,948.80	4.250%	113.33	2,550.00		5,568.68		4.25%	1
677409AU8	OH MUN ELEC GENERATING	CADARET GRANT	7/26/2001	20,000.00	5,800.00	10,848.61	12,701.40	0.000%	-	-		1,852.79		0.00%	1
67766WKL5	OHIO ST WATER DEV AUTH WTR POLLUTION	CADARET GRANT	8/25/2005	115,000.00	77,731.95	107,577.63	113,781.00	0.000%	-	-		6,203.37		0.00%	1
745145GB2	PUERTO RICO COMWLTH RFDG	CADARET GRANT	12/10/2010	30,000.00	29,746.70	29,842.04	29,131.20	4.500%	1,027.50	1,350.00		710.84		4.50%	4
839614AU8	SOUTH RANGE LOCAL SCH	CADARET GRANT	9/18/2007	375,000.00	279,431.25	362,855.15	373,387.50	0.000%	-	-		10,532.35		0.00%	1
845066AS8	SOUTHWEST LICKING OHIO LOC SCH DIST	CADARET GRANT	3/20/2012	75,000.00	73,911.00	74,361.23	75,942.75	2.000%	125.00	1,500.00		1,581.52		2.00%	1
85732MPW1	STATE PUB SCH BLDG AUTH PA COLLEGE	CADARET GRANT	5/3/2012	75,000.00	76,138.50	75,455.85	76,495.50	2.000%	320.83	1,500.00		1,039.65		2.00%	1
882721PA5	TEXAS ST TRANS COMMUN-MOBILITY FD	CADARET GRANT	12/10/2010	60,000.00	59,851.00	59,875.85	63,895.20	4.500%	682.50	2,700.00		4,019.35		4.50%	1
915138HM6	UNV TOLEDO OH GEN RCPTS SER A	CADARET GRANT	4/30/2008	55,000.00	54,213.50	54,559.98	58,308.80	4.125%	189.06	2,268.76		3,748.82		4.13%	1
BONDS - INDUSTRIAL AND MISCELLANEOUS															
007924AH6	AEGON NV SENIOR NOTES	CADARET GRANT	5/3/2012	36,000.00	38,653.20	36,662.17	37,248.12	4.625%	138.75	1,665.00		585.95		12/1/2015	1
001055AH5	AFLAC INC	CADARET GRANT	3/6/2013	38,000.00	40,031.00	39,081.33	39,098.58	2.650%	386.02	1,007.00		17.25		2/15/2017	1
00206RBC5	AT&T INC FIXED RATE GLOBAL NOTES	CADARET GRANT	5/3/2012	39,000.00	39,329.28	39,145.95	39,079.56	1.600%	239.20	624.00		66.39		2/15/2017	1
134429AV1	CAMPBELL SOUP	CADARET GRANT	3/6/2013	37,000.00	39,478.00	38,423.26	38,256.52	3.050%	529.77	1,128.50		166.74		7/15/2017	1
172967FA4	CITIGROUP INC FIXED RATE NOTE	CADARET GRANT	3/20/2012	36,000.00	39,141.00	36,043.27	36,051.12	6.010%	96.16	1,081.80		7.85		1/15/2015	1
36962G5W0	GENERAL ELEC CAP CORP MED TERM	CADARET GRANT	5/3/2012	39,000.00	39,211.50	39,098.40	39,945.75	2.300%	161.96	897.00		847.35		4/27/2017	1
318141E2Q1	GOLDMAN SACHS GROUP INC NOTE	CADARET GRANT	3/6/2013	20,000.00	21,386.00	20,735.37	20,687.20	3.650%	32.44	729.96		48.17		2/15/2017	1
428236BP7	HEWLETT PACKARD CO FIXED RT GLBL	CADARET GRANT	5/3/2012	38,000.00	39,309.00	39,120.52	39,017.64	3.000%	630.17	1,140.00		102.88		9/15/2016	2
428236BP7	HEWLETT PACKARD CO FIXED RT GLBL	CADARET GRANT	3/6/2013	38,000.00	39,230.72	38,590.84	39,017.64	3.000%	338.83	1,140.00		426.80		9/15/2016	2
81013TAB7	SCOTTISH POWER PLC SR SECD NT	CADARET GRANT	5/3/2012	20,000.00	21,753.00	20,118.07	20,162.80	5.375%	319.51	1,075.00		44.73		3/15/2015	2
816851AS8	SEMPRA ENERGY FIXED RT	CADARET GRANT	3/6/2013	38,000.00	39,545.36	38,846.64	38,698.44	2.300%	220.93	874.00		148.20		4/1/2017	2
88165FAC6	TEVA PHARMACEUTICAL	CADARET GRANT	3/6/2013	38,000.00	39,822.00	38,910.54	38,785.46	2.400%	129.20	912.00		125.08		11/10/2016	1
94974BFD7	WELLS FARGO & CO MED TERM	CADARET GRANT	3/6/2013	38,000.00	39,316.60	38,736.56	38,644.10	2.100%	113.05	798.00		92.46		5/8/2017	1
959802AP4	WESTERN UNION CO FIXED RATE	CADARET GRANT	3/6/2013	38,000.00	39,366.00	38,905.31	39,423.86	3.650%	504.71	1,387.00		518.55		8/22/2018	2
959802AQ2	WESTERN UNION CO NTS	CADARET GRANT	3/6/2013	39,000.00	39,699.00	39,236.93	39,358.02	2.375%	54.03	926.26		121.09		12/10/2015	2

XXX	Totals to Page 11	XXX	XXX	\$ 1,802,000.00	\$ 1,628,041.71	\$ 1,752,226.00	\$ 1,803,930.86	XXX	\$ 11,653.57	\$ 39,516.78	\$ 1,460.76	\$ 53,165.62	\$ -	XXX	XXX
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* Annual Statement Value

SCHEDULE D - PART 2

Showing all Preferred & Common Stocks and Mutual Funds Owned December 31 of Current Year

1 Cusip #	2 Description Give complete and accurate description of all stocks and mutual funds owned.	3 From Whom Acquired	4 Date Acquired	5 No. of Shares	6 Par Value Per Share (Preferred Stocks)	7 Book Value	8 Rate Per Share Used To Obtain Market Value	9 Market Value/ Fair Value December 31 of Current Year	10 Actual Cost	Dividends		13 Increase, by Adjustment, in Book Value During Year	14 Decrease, by Adjustment in Book Value During Year	
										11 Received During Year	12 Dividends Amount Due and Accrued Dec. 31			
STOCKS - PUBLIC UTILITIES														
69351T106	PPL CORP	CADARET GRANT	12/27/2013	170.00		6,176.10	36.33	6,176.10	5,075.45	189.99				
98398B100	XCEL ENERGY INC	CADARET GRANT	12/27/2013	180.00		6,465.60	35.92	6,465.60	5,024.10	162.00				
STOCKS - BANKS, TRUSTS AND INRUANCE COMPANIES														
054937206	B B & T CORP 5.85%	CADARET GRANT	12/27/2013	700.00		17,535.00	25.05	17,535.00	14,933.90	1,023.76				
064058209	BANK NEW YORK MELLON PFD 5.20%	CADARET GRANT	12/27/2013	740.00		17,042.20	23.03	17,042.20	15,063.60	962.00				
949746721	WELLS FARGO & CO 5.125%	CADARET GRANT	12/27/2013	760.00		17,510.41	23.04	17,510.41	15,210.63	973.76				
STOCKS - INDUSTRIAL AND MISCELLANEOUS														
00206R102	A T & T INC	CADARET GRANT	12/27/2013	140.00		4,702.60	33.59	4,702.60	4,918.30	257.60				
166764100	CHEVRON CORP	CADARET GRANT	12/27/2013	40.00		4,487.20	112.18	4,487.20	5,027.60	168.40				
369622394	GENERAL ELEC CAP CORP 4.7%	CADARET GRANT	12/27/2013	780.00		18,431.40	23.63	18,431.40	14,985.11	916.52				
73935X229	POWERSHARES FINANCIAL	CADARET GRANT	12/27/2013	890.00		16,251.40	18.26	16,251.40	15,005.56	961.34				
857477509	STATE STREET CORP 5.25%	CADARET GRANT	12/27/2013	740.00		16,968.20	22.93	16,968.20	15,125.98	971.16				
STOCKS - MUTUAL FUNDS														
025081605	AMERICAN CENTURY GINNIE MAE FUND INVESTOR CL	CADARET GRANT	VARIOUS	6,654.77		72,270.78	10.86	72,270.78	74,733.04	1,826.08				
025081308	AMERICAN CENTURY GOVT BOND FUND INSTR CL	CADARET GRANT	VARIOUS	6,499.13		72,855.28	11.21	72,855.28	75,000.00	1,230.32				
76628T512	RIDGEWORTH TOTAL RETURN BOND FUND CLASS I	CADARET GRANT	VARIOUS	7,231.51		76,943.29	10.64	76,943.29	79,831.30	1,882.44				
808517882	SCHWAB GNMA FUND	CADARET GRANT	VARIOUS	7,104.43		72,394.11	10.19	72,394.11	75,584.46	1,900.24				
94904P302	WEITZ SHORT-INTERMEDIATE INCOME FUND INSTITU	CADARET GRANT	VARIOUS	6,035.41		75,201.16	12.46	75,201.16	75,029.10	1,466.60				
ROUNDING														
XXX	Totals to Page 12	XXX	XXX	XXX	XXX	\$ 495,235.00	XXX	\$ 495,234.73	\$ 490,548.13	\$ 14,892.21	\$ -	\$ -	\$ -	\$ -

**ANNUAL STATEMENT FOR THE YEAR
PARIS & WASHINGTON TOWNSHIPS HOME INSURANCE COMPANY
OVERFLOW PAGE FOR SCHEDULE E
SCHEDULE E - CASH or CASH EQUIVALENTS**

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.