

Page 17 - Five Year Historical Data - Line 29 - Column 1 changed as a result of a change to RBC calculation. Page 22 - Schedule F Part 3 - Line 0900002 - Column 4 changed from NE to DE.



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

ANNUAL STATEMENT
For the Year Ended December 31, 2014
OF THE CONDITION AND AFFAIRS OF THE
GRANGE MUTUAL CASUALTY COMPANY

NAIC Group Code	00267 (Current Period)	00267 (Prior Period)	NAIC Company Code	14060	Employer's ID Number	31-4192970
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States					
Incorporated/Organized	03/25/1935		Commenced Business	04/20/1935		
Statutory Home Office	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Main Administrative Office	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Mail Address	671 South High Street (Street and Number or P.O. Box)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Primary Location of Books and Records	671 South High Street (Street and Number)		Columbus, OH, US 43206-1014 (City or Town, State, Country and Zip Code)		614-445-2900 (Area Code) (Telephone Number)	
Internet Web Site Address	www.grangeinsurance.com					
Statutory Statement Contact	David Sidney Ackermann (Name)		614-445-2900 (Area Code) (Telephone Number) (Extension)			
	ackermannnd@grangeinsurance.com (E-Mail Address)		614-449-3757 (Fax Number)			

OFFICERS

Name	Title	Name	Title
JOHN (NMN) AMMENDOLA	PRESIDENT & CEO	LAVAWN DEE COLEMAN	EVP & SECRETARY
JOHN PAUL MCCAFFREY	EVP & CFO		

OTHER OFFICERS

MICHELLE RENEE BENZ #	EVP - CHIEF MARKETING, SALES & STRATEGY OFFICER	DOREEN YVONNE DELANEY	EVP - CHIEF HR & ADMINISTRATIVE OFFICER
CAROL LYNN DRAKE	VP - NATIONAL ACCOUNTS	MICHAEL CHARLES FERGANG	VP - CHIEF INFORMATION OFFICER
KENNETH RICHARD KOZEK	VP - CLAIMS	KENNETH (NMN) LIN	VP - CHIEF ACTUARY
JOHN CHRISTOPHER MONTGOMERY	VP - INVESTMENTS	MARK CLARENCE RUSSELL	EVP - INSURANCE OPERATIONS
DOUGLAS LEWIS SHARP	EXECUTIVE REGIONAL VP - SALES	MICHAEL ANTHONY WINNER #	EVP - COMMERCIAL LINES

DIRECTORS OR TRUSTEES

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

State of Ohio
 County of Franklin
 ss

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

JOHN (NMN) AMMENDOLA PRESIDENT & CEO	LAVAWN DEE COLEMAN EVP & SECRETARY	JOHN PAUL MCCAFFREY EVP & CFO
Subscribed and sworn to before me this 23rd day of February, 2015		a. Is this an original filing? Yes [] No [X] b. If no: 1. State the amendment number 2. Date filed 3. Number of pages attached
		2 07/23/2015 2

Teresa J. Burchwell, Notary Public
April 28, 2017

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE GRANGE MUTUAL CASUALTY COMPANY

FIVE-YEAR HISTORICAL DATA

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

	1 2014	2 2013	3 2012	4 2011	5 2010
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	493,121,890	467,010,681	439,634,989	437,873,381	475,790,767
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	324,751,905	304,475,736	281,682,275	281,340,263	310,908,619
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	420,976,071	393,806,639	364,530,704	341,886,423	347,951,885
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	72,862	97,103	110,133	105,732	138,099
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	1,238,922,728	1,165,390,158	1,085,958,101	1,061,205,798	1,134,789,370
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	410,647,064	389,179,415	367,054,975	360,854,489	392,102,475
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	270,356,042	252,124,682	232,247,084	231,889,029	257,729,418
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	340,169,654	316,054,033	289,332,194	271,059,405	279,485,969
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	61,204	81,566	92,512	88,815	116,004
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	1,021,233,965	957,439,698	888,726,765	863,891,738	929,433,866
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(1,695,760)	(123,338)	(10,517,556)	(15,329,926)	(32,967,839)
14. Net investment gain (loss) (Line 11)	41,880,865	52,719,794	41,555,197	32,477,162	36,049,063
15. Total other income (Line 15)	5,768,438	7,984,725	9,450,574	9,053,871	10,249,532
16. Dividends to policyholders (Line 17)	2,763,600	2,721,110	2,644,957	2,565,191	2,717,938
17. Federal and foreign income taxes incurred (Line 19)	10,079,976	10,469,482	117,671	(1,518,464)	(3,031,051)
18. Net income (Line 20)	33,109,967	47,390,589	37,725,587	25,154,380	13,643,869
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	2,120,580,772	2,011,753,004	1,858,634,685	1,716,471,578	1,725,877,543
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	199,815,304	181,843,362	163,839,236	154,328,300	163,343,017
20.2 Deferred and not yet due (Line 15.2)	433,299	303,092	(187,622)	(157,852)	(213,320)
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,073,282,751	1,001,506,238	943,311,485	877,881,168	909,114,808
22. Losses (Page 3, Line 1)	387,073,373	352,891,784	327,749,173	331,532,635	339,508,714
23. Loss adjustment expenses (Page 3, Line 3)	109,646,489	105,451,643	98,124,356	94,874,948	102,327,049
24. Unearned premiums (Page 3, Line 9)	405,451,936	376,704,139	347,931,163	328,336,940	340,984,384
25. Capital paid up (Page 3, Lines 30 & 31)	0	0	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	1,047,298,021	1,010,246,766	915,323,200	838,590,410	816,762,735
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	72,264,058	72,318,844	64,348,448	6,619,416	22,566,365
Risk-Based Capital Analysis					
28. Total adjusted capital	1,049,956,083	1,010,246,766	917,383,310	839,580,522	816,762,735
29. Authorized control level risk-based capital	99,853,307	97,262,753	85,991,491	84,907,322	90,743,239
Percentage Distribution of Cash, Cash Equivalents and Invested Assets					
(Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	57.6	56.8	56.4	56.8	52.8
31. Stocks (Lines 2.1 & 2.2)	26.0	26.1	25.5	26.4	26.3
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.2	0.2	0.3	0.4	0.6
33. Real estate (Lines 4.1, 4.2 & 4.3)	5.9	6.5	7.4	8.5	8.8
34. Cash, cash equivalents and short-term investments (Line 5)	2.5	1.3	2.5	1.0	4.7
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	6.1	6.0	3.4	3.4	3.6
38. Receivables for securities (Line 9)	0.0	0.1	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	1.7	3.0	4.6	3.4	3.2
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	221,081,255	202,926,892	188,056,560	170,929,069	157,769,096
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	221,081,255	202,926,892	188,056,560	170,929,069	157,769,096
49. Total Investment in parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	21.1	20.1	20.5	20.4	19.3

ANNUAL STATEMENT FOR THE YEAR 2014 OF THE GRANGE MUTUAL CASUALTY COMPANY

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2014	2 2013	3 2012	4 2011	5 2010
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	22,946,610	43,041,497	33,298,690	7,195,753	31,462,458
52. Dividends to stockholders (Line 35)	0	0	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38)	37,051,255	94,923,565	76,732,791	21,827,675	35,709,415
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	267,994,457	257,997,147	227,930,819	257,893,978	275,252,671
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	176,445,740	160,674,076	158,301,113	175,297,267	174,590,306
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	206,806,907	193,920,545	247,031,991	259,465,166	235,159,846
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	66,597	157,403	199,208	184,912	192,356
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
59. Total (Line 35)	651,313,701	612,749,171	633,463,131	692,841,322	685,195,179
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	218,719,565	196,054,847	190,817,415	210,618,072	229,713,906
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	148,211,942	134,595,503	130,812,154	141,678,186	146,611,934
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	169,377,671	155,999,697	186,197,238	182,246,599	195,066,731
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	55,941	132,219	167,335	155,326	161,580
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
65. Total (Line 35)	536,365,119	486,782,265	507,994,142	534,698,183	571,554,151
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	57.5	55.1	58.0	60.1	61.1
68. Loss expenses incurred (Line 3)	11.4	11.8	11.0	10.4	10.6
69. Other underwriting expenses incurred (Line 4)	31.2	33.1	32.2	31.3	31.8
70. Net underwriting gain (loss) (Line 8)	(0.2)	0.0	(1.2)	(1.7)	(3.5)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	29.8	31.2	30.4	30.7	31.1
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	68.9	66.9	69.0	70.5	71.7
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	97.5	94.8	97.1	103.0	113.8
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11)	9,841	(4,223)	(22,910)	(38,011)	(24,419)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	1.0	(0.5)	(2.7)	(4.7)	(3.1)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	7,327	(21,933)	(43,652)	(43,266)	(24,459)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	0.8	(2.6)	(5.3)	(5.5)	(3.4)

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

Yes No

If no, please explain