23779201420100100

PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2014

OF THE CONDITION AND AFFAIRS OF THE

Nationwide Mutual Fire Insurance Company

NAIC Group Code 0140 (Current) 0140 (Prior) NAIC Company Code 23779 Employer's ID Number 31-4177110

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

Country of Domicile United States of America

Incorporated/Organized 12/27/1933 Commenced Business 04/15/1934

Statutory Home Office One West Nationwide Blvd. (Street and Number), Columbus , OH, US 43215-2220 (City or Town, State, Country and Zip Code)

Main Administrative Office One West Nationwide Blvd. (Street and Number)

Columbus , OH, US 43215-2220 (City or Town, State, Country and Zip Code), 614-249-7111 (Area Code) (Telephone Number)

Mail Address One West Nationwide Blvd., 1-04-701 (Street and Number or P.O. Box), Columbus , OH, US 43215-2220 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records One West Nationwide Blvd., 1-04-701 (Street and Number)

Columbus , OH, US 43215-2220 (City or Town, State, Country and Zip Code), 614-249-1545 (Area Code) (Telephone Number)

Internet Website Address www.nationwide.com

Statutory Statement Contact Cheryl M. Dennis (Name), 614-249-1545 (Area Code) (Telephone Number)

FinRpt@nationwide.com (E-mail Address), 866-315-1430 (FAX Number)

OFFICERS

President & COO	Wesley Kim Austen #	Sr VP & Treasurer	David Patrick LaPaul
VP - Corp Gov & Secretary	Robert William Horner III		

OTHER

J Lynn Anderson # Sr VP- Pres - NW Bank	David Gerard Arango # Sr VP-Personal Lines Pro	Anne Louise Arvia # Sr VP-NW Direct Distribution
David Alan Bano Sr VP-Chief Claims Off	James David Benson Sr VP - Controller	David William Berson Sr VP-Chief Economist
Mark Allen Berven # Pres & COO- NW P&C Agency Op	Pamela Ann Biesecker Sr VP-Head of Taxation	William Joseph Burke # Sr VP- Marketing P&C Ops
John Laughlin Carter # Sr VP NW Retirement Plans	Thomas Edward Clark # Sr VP-NW Excess & Surplus	Tammy Craig # Sr VP- CIO CL & Agency
Gary Anthony Douglas Sr VP-NW National Partners	Steven Michael English Sr VP - Gov Relations	Scott Edward Failor Sr VP - P&C Legal
Terri Lisa Forgy Sr VP- Talent, Div & Org Effect	Timothy Gerard Frommeyer Sr VP	Martha Lovette Frye # Sr Reg VP-Raleigh Excl Dist
Mark Anthony Gaetano Sr VP-BTO	Peter Anthony Golato Sr VP- NW Financial Network	Daniel Gerard Greteman Sr VP - CIO Allied Group
Susan Jean Gueli Sr VP - CIO NF Systems	Melissa Doss Gutierrez Sr VP - PCIO Sales Support	Harry Hansen Hallowell Sr VP - Chief Invest Off
Jennifer Marie Hanley Sr VP - NI Brand Marketing	Patricia Ruth Hatler Exec VP - Chief Legal & Gov Off	Eric Shawn Henderson Sr VP - Ind Prod & Sol
Peter Joseph Hersha Sr VP - Trial Division	Terri Lynn Hill # Sr VP-President,NW Growth Sol	Matthew Eric Jauchius Exec VP-Chf Mktg Officer
Gregory Scott Jordan # Sr VP- Internal Audit	Michael Craig Keller Exec VP - Chief Info Officer	Gale Verdell King Exec VP- Chief Admin Off
James Russell Korcykoski # Sr VP- CIO PL & Direct	Michael David Kozub # Sr VP-Cust Insights & Analytics	Craig Edward Landi # Sr VP-NW Mgt Spec Lines
Michael Patrick Leach Sr VP, CFO - P&C	Michael Allen Lex Sr VP-Cmrcl Lines Prod Mgmt	Katherine Marie Liebel Sr VP - Corporate Strategy
Nancy Karen Macke Sr VP-Comp., Benefits&HR Ops	Jennifer Boyd MacKenzie # Sr VP -Marketing NF	Michael William Mahaffey Sr VP, Chief Risk Officer
Orysia Ksenia Meyers # Sr Reg VP- Columbus Excl Dist	Michael Dean Miller # Sr VP-NW Ex & Surp/Spec Ins	Kai Vincent Monahan Sr VP - Internal Audit
Gregory Stephen Moran Sr VP - CIO IT Infra	Sandra Lee Neely Sr VP-Dpty Genl Cnsl	James Michael Pedersen # Sr VP-NW Pvt Client
Mark Angelo Pizzi # Pres & COO-Direct & Mem Sol	Stephen Scott Rasmussen CEO	Sandra Lynn Rich Sr VP - Chief Compliance Off
Michael Anthony Richardson Sr VP- CIO Ent Appli	Jeff Millard Rommel # Sr VP-P&C Independent Dist	Amy Taylor Shore # Sr VP-P&C Exclusive Distr
Eric Eugene Smith # SrVP-Field Underwriting/Prod	Shelly Brazeau Temple # Sr VP-P&C Cust Ser & Sal	Mark Raymond Thresher Exec VP - CFO
Guruprasad Chitrapura Vasudeva Sr VP - Ent CTO	Andrew Dawnly Walker # Sr VP-IT CFO & Ch Proc Off	Kirt Alan Walker President & COO - Nationwide Fin
Terrance Williams Sr VP-NW Agribusiness		

DIRECTORS OR TRUSTEES

Lewis Jackson Alphin	James Bernard Bachmann	Arthur Irving Bell
Timothy Joseph Corcoran	Yvonne Montgomery Curl	Kenneth Dale Davis
Daniel Thomas Kelley	Mary Diane Koken	Lydia Micheaux Marshall
Terry Wayne McClure	Barry James Nalebuff	Brent Rinner Porteus
Suku Radia #	Stephen Scott Rasmussen	Michael Joseph Toelle
Sparky Ray Weilnau #	Jeffrey Wade Zellers	

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.

Wesley Kim Austen	Robert William Horner III	David Patrick LaPaul
President & COO	VP - Corp Governance & Secretary	Sr VP & Treasurer

Subscribed and sworn to before me this
_______ day of _______ February, 2015

a. Is this an original filing? .... Yes [X] No [ ]
b. If no,
1. State the amendment number.........
2. Date filed ....
3. Number of pages attached.............

ASSETS

		Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1.	Bonds (Schedule D)	3,764,783,480		3,764,783,480	3,582,367,181
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	291,224		291,224	291,223
	2.2 Common stocks	212,856,809		212,856,809	177,828,537
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens	113,471,877		113,471,877	119,938,251
	3.2 Other than first liens				
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $ .... encumbrances)	5,564,818		5,564,818	5,752,909
	4.2 Properties held for the production of income (less $ .... encumbrances)				8,784,470
	4.3 Properties held for sale (less $ .... encumbrances)				
5.	Cash ($ 1,137,566 , Schedule E - Part 1), cash equivalents ($ .... , Schedule E - Part 2) and short-term investments ($ 15,058,653 , Schedule DA)	16,196,219		16,196,219	9,479,681
6.	Contract loans (including $ .... premium notes)				
7.	Derivatives (Schedule DB)				
8.	Other invested assets (Schedule BA)	247,930,727	39,683	247,891,044	278,078,110
9.	Receivable for securities				
10.	Securities lending reinvested collateral assets (Schedule DL)	21,261,571	1,104,709	20,156,862	13,150,143
11.	Aggregate write-ins for invested assets	1,844,668		1,844,668	2,201,124
12.	Subtotals, cash and invested assets (Lines 1 to 11)	4,384,201,393	1,144,392	4,383,057,001	4,197,871,629
13.	Title plants less $ .... charged off (for Title insurers only)				
14.	Investment income due and accrued	43,725,062		43,725,062	41,514,105
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	323,128,104	4,420,164	318,707,940	294,120,400
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ .... earned but unbilled premiums)	699,939,106	1,619,792	698,319,314	626,782,612
	15.3 Accrued retrospective premiums				
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	66,881,327		66,881,327	57,940,684
	16.2 Funds held by or deposited with reinsured companies	150,141		150,141	314,303
	16.3 Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans				
18.1	Current federal and foreign income tax recoverable and interest thereon	25,932,947		25,932,947	5,016,494
18.2	Net deferred tax asset	118,072,828		118,072,828	109,311,138
19.	Guaranty funds receivable or on deposit	468,542		468,542	1,476,524
20.	Electronic data processing equipment and software				
21.	Furniture and equipment, including health care delivery assets ($ ....)				
22.	Net adjustment in assets and liabilities due to foreign exchange rates				3,263
23.	Receivables from parent, subsidiaries and affiliates	44,184,435	3,525	44,180,910	41,246,143
24.	Health care ($ ....) and other amounts receivable				
25.	Aggregate write-ins for other than invested assets	41,350,695	7,522,267	33,828,428	34,542,606
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	5,748,034,580	14,710,140	5,733,324,440	5,410,139,901
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	Total (Lines 26 and 27)	5,748,034,580	14,710,140	5,733,324,440	5,410,139,901
	DETAILS OF WRITE-INS				
1101.	Derivative collateral and receivables	1,583,000		1,583,000	1,923,246
1102.	Other investment receivables	261,668		261,668	277,878
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	1,844,668		1,844,668	2,201,124
2501.	Deposits and prepaid assets	7,462,909	7,462,909		
2502.	Funds held equity pools & associations	20,136,087		20,136,087	20,163,064
2503.	Miscellaneous assets	8,553,265		8,553,265	10,904,153
2598.	Summary of remaining write-ins for Line 25 from overflow page	5,198,434	59,358	5,139,076	3,475,389
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	41,350,695	7,522,267	33,828,428	34,542,606

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 35, Column 8)	1,216,195,950	1,137,252,207
2.	Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	106,447,580	94,797,261
3.	Loss adjustment expenses (Part 2A, Line 35, Column 9)	265,665,907	262,012,884
4.	Commissions payable, contingent commissions and other similar charges	45,883,656	44,165,978
5.	Other expenses (excluding taxes, licenses and fees)	15,152,525	14,895,495
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	13,645,599	11,356,159
7.1	Current federal and foreign income taxes (including $ .... on realized capital gains (losses))		
7.2	Net deferred tax liability		
8.	Borrowed money $ .... and interest thereon $		
9.	Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 754,252,605 and including warranty reserves of $ 1,871,571 and accrued accident and health experience rating refunds including $ .... for medical loss ratio rebate per the Public Health Service Act)	871,482,157	825,016,699
10.	Advance premium	16,340,944	16,091,241
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders	1,516,275	1,080,974
12.	Ceded reinsurance premiums payable (net of ceding commissions)	523,759,395	458,028,890
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	(678)	162
14.	Amounts withheld or retained by company for account of others	41,231,683	43,737,037
15.	Remittances and items not allocated	7,939,270	5,842,533
16.	Provision for reinsurance (including $ .... certified) (Schedule F, Part 8)	6,000	
17.	Net adjustments in assets and liabilities due to foreign exchange rates	4,296	
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	12,578,329	10,433,493
20.	Derivatives	657,000	1,637,000
21.	Payable for securities	93,750	
22.	Payable for securities lending	23,006,466	17,084,030
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $ .... and interest thereon $		
25.	Aggregate write-ins for liabilities	12,611,486	21,630,526
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	3,174,217,590	2,965,062,569
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	3,174,217,590	2,965,062,569
29.	Aggregate write-ins for special surplus funds		
30.	Common capital stock		
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds		
33.	Surplus notes		
34.	Gross paid in and contributed surplus		
35.	Unassigned funds (surplus)	2,559,106,850	2,445,077,332
36.	Less treasury stock, at cost:		
	36.1 .... shares common (value included in Line 30 $ ....)		
	36.2 .... shares preferred (value included in Line 31 $ ....)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	2,559,106,850	2,445,077,332
38.	TOTALS (Page 2, Line 28, Col. 3)	5,733,324,440	5,410,139,901
	DETAILS OF WRITE-INS		
2501.	Contingent suit liability	2,095,924	3,072,732
2502.	Escrow liability	132,950	765,977
2503.	Loss based assessment payable		1,396,092
2598.	Summary of remaining write-ins for Line 25 from overflow page	10,382,612	16,395,725
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	12,611,486	21,630,526
2901.			
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page		
2999.	Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)		
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page		
3299.	Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)		

STATEMENT OF INCOME

		1 Current Year	2 Prior Year
	UNDERWRITING INCOME		
1.	Premiums earned (Part 1, Line 35, Column 4)	2,116,811,677	2,001,998,193
	DEDUCTIONS:		
2.	Losses incurred (Part 2, Line 35, Column 7)	1,294,292,589	1,117,621,542
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	210,918,915	207,350,914
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	715,748,060	722,145,666
5.	Aggregate write-ins for underwriting deductions		43,424
6.	Total underwriting deductions (Lines 2 through 5)	2,220,959,564	2,047,161,546
7.	Net income of protected cells		
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(104,147,887)	(45,163,353)
	INVESTMENT INCOME		
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	135,897,596	139,987,259
10.	Net realized capital gains or (losses) less capital gains tax of $ 260,771 (Exhibit of Capital Gains (Losses))	(7,935,876)	(3,121,607)
11.	Net investment gain (loss) (Lines 9 + 10)	127,961,720	136,865,652
	OTHER INCOME		
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered $ 229,726 amount charged off $ 8,949,867)	(8,720,141)	(8,844,335)
13.	Finance and service charges not included in premiums	19,070,312	20,009,952
14.	Aggregate write-ins for miscellaneous income	6,127,897	3,762,996
15.	Total other income (Lines 12 through 14)	16,478,068	14,928,613
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	40,291,901	106,630,912
17.	Dividends to policyholders	1,953,733	1,426,218
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)	38,338,168	105,204,694
19.	Federal and foreign income taxes incurred	(25,717,691)	31,492,831
20.	Net income (Line 18 minus Line 19)(to Line 22)	64,055,859	73,711,863
	CAPITAL AND SURPLUS ACCOUNT		
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	2,445,077,332	2,317,350,352
22.	Net income (from Line 20)	64,055,859	73,711,863
23.	Net transfers (to) from Protected Cell accounts		
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $ 15,882,030	30,633,533	17,916,475
25.	Change in net unrealized foreign exchange capital gain (loss)		(318,000)
26.	Change in net deferred income tax	24,643,720	22,512,105
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(5,272,056)	13,904,537
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(6,000)	
29.	Change in surplus notes		
30.	Surplus (contributed to) withdrawn from protected cells		
31.	Cumulative effect of changes in accounting principles		
32.	Capital changes:		
	32.1 Paid in		
	32.2 Transferred from surplus (Stock Dividend)		
	32.3 Transferred to surplus		
33.	Surplus adjustments:		
	33.1 Paid in		
	33.2 Transferred to capital (Stock Dividend)		
	33.3 Transferred from capital		
34.	Net remittances from or (to) Home Office		
35.	Dividends to stockholders		
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37.	Aggregate write-ins for gains and losses in surplus	(25,538)	
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37)	114,029,518	127,726,980
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	2,559,106,850	2,445,077,332
	DETAILS OF WRITE-INS		
0501.	Change in loss based assessment payable		43,424
0502.			
0503.			
0598.	Summary of remaining write-ins for Line 5 from overflow page		
0599.	Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)		43,424
1401.	Change in contingent suit liability	899,905	(1,602,699)
1402.	Miscellaneous income	5,227,992	5,365,695
1403.			
1498.	Summary of remaining write-ins for Line 14 from overflow page		
1499.	Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	6,127,897	3,762,996
3701.	Change in surplus- miscellaneous	(25,538)	
3702.			
3703.			
3798.	Summary of remaining write-ins for Line 37 from overflow page		
3799.	Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)	(25,538)	

CASH FLOW

		1 Current Year	2 Prior Year
	Cash from Operations		
1.	Premiums collected net of reinsurance	2,133,570,987	2,048,230,509
2.	Net investment income	181,325,219	163,611,895
3.	Miscellaneous income	8,836,284	14,690,347
4.	Total (Lines 1 through 3)	2,323,732,491	2,226,532,751
5.	Benefit and loss related payments	1,213,026,336	837,605,191
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	917,741,825	843,392,864
8.	Dividends paid to policyholders	1,518,432	1,129,471
9.	Federal and foreign income taxes paid (recovered) net of $ tax on capital gains (losses)	(4,540,467)	37,885,167
10.	Total (Lines 5 through 9)	2,127,746,127	1,720,012,694
11.	Net cash from operations (Line 4 minus Line 10)	195,986,364	506,520,057
	Cash from Investments		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	451,858,859	443,801,246
	12.2 Stocks		89,948
	12.3 Mortgage loans	6,460,822	6,067,918
	12.4 Real estate	8,917,000	
	12.5 Other invested assets	30,344,873	4,853,095
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(59)	868
	12.7 Miscellaneous proceeds	450,208	182,007
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	498,031,703	454,995,082
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	646,663,044	881,336,757
	13.2 Stocks		12,351
	13.3 Mortgage loans		48,675,000
	13.4 Real estate	272,255	
	13.5 Other invested assets	36,859,253	122,255,019
	13.6 Miscellaneous applications	1,384,728	9,375
	13.7 Total investments acquired (Lines 13.1 to 13.6)	685,179,280	1,052,288,502
14.	Net increase (decrease) in contract loans and premium notes		
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(187,147,577)	(597,293,420)
	Cash from Financing and Miscellaneous Sources		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes		
	16.2 Capital and paid in surplus, less treasury stock		
	16.3 Borrowed funds		
	16.4 Net deposits on deposit-type contracts and other insurance liabilities		
	16.5 Dividends to stockholders		
	16.6 Other cash provided (applied)	(2,122,250)	26,931,410
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(2,122,250)	26,931,410
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	6,716,538	(63,841,953)
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	9,479,681	73,321,634
	19.2 End of period (Line 18 plus Line 19.1)	16,196,219	9,479,681

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	27,025,912	13,321,069	14,007,520	26,339,461
2.	Allied lines	40,772,991	18,337,146	19,433,166	39,676,971
3.	Farmowners multiple peril	48,173,676	20,791,275	23,285,410	45,679,541
4.	Homeowners multiple peril	368,166,345	188,822,989	196,335,758	360,653,576
5.	Commercial multiple peril	289,674,472	130,551,164	140,485,124	279,740,512
6.	Mortgage guaranty				
8.	Ocean marine	794,385	256,515	339,619	711,281
9.	Inland marine	27,474,479	11,826,209	12,797,459	26,503,229
10.	Financial guaranty				
11.1	Medical professional liability - occurrence	1,128	84,421	1,099	84,450
11.2	Medical professional liability - claims-made	619,220	168,591	235,078	552,733
12.	Earthquake	5,572,207	2,751,804	2,796,518	5,527,493
13.	Group accident and health	24,566,267	26,549	34,260	24,558,556
14.	Credit accident and health (group and individual)				
15.	Other accident and health	129,510	34,660	32,352	131,818
16.	Workers' compensation	55,908,512	23,462,428	25,360,333	54,010,607
17.1	Other liability - occurrence	147,205,950	60,333,447	64,924,308	142,615,089
17.2	Other liability - claims-made	41,621,403	16,300,653	18,629,293	39,292,763
17.3	Excess workers' compensation				
18.1	Products liability - occurrence	10,957,075	5,128,028	5,501,154	10,583,949
18.2	Products liability - claims-made	61,712	15,183	32,707	44,188
19.1, 19.2	Private passenger auto liability	524,616,788	150,213,971	152,998,982	521,831,777
19.3, 19.4	Commercial auto liability	154,027,840	65,177,357	69,669,551	149,535,646
21.	Auto physical damage	391,244,393	114,960,569	121,892,023	384,312,939
22.	Aircraft (all perils)				
23.	Fidelity	395,675	221,914	250,145	367,444
24.	Surety	2,346,510	747,889	878,428	2,215,971
26.	Burglary and theft	775,793	283,509	360,745	698,557
27.	Boiler and machinery	(2,441)	(305,772)	(315,302)	7,089
28.	Credit	18,467	39,299	35,560	22,206
29.	International		2,395		2,395
30.	Warranty	1,150,127	1,862,083	1,871,571	1,140,639
31.	Reinsurance - nonproportional assumed property	(21,262)	(373,860)	(368,345)	(26,777)
32.	Reinsurance - nonproportional assumed liability			2,426	(2,426)
33.	Reinsurance - nonproportional assumed financial lines				
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	2,163,277,134	825,041,485	871,506,942	2,116,811,677
	DETAILS OF WRITE-INS				
3401.					
3402.					
3403.					
3498.	Summary of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)				

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	14,014,736	(7,216)			14,007,520
2.	Allied lines	19,389,088	44,078			19,433,166
3.	Farmowners multiple peril	23,285,410				23,285,410
4.	Homeowners multiple peril	196,290,374	45,384			196,335,758
5.	Commercial multiple peril	140,335,676	149,448			140,485,124
6.	Mortgage guaranty					
8.	Ocean marine	339,619				339,619
9.	Inland marine	12,804,245	(6,786)			12,797,459
10.	Financial guaranty					
11.1	Medical professional liability - occurrence	1,099				1,099
11.2	Medical professional liability - claims-made	235,078				235,078
12.	Earthquake	2,793,470	3,048			2,796,518
13.	Group accident and health	34,260				34,260
14.	Credit accident and health (group and individual)					
15.	Other accident and health	12,779			19,573	32,352
16.	Workers' compensation	25,330,228	30,105			25,360,333
17.1	Other liability - occurrence	64,002,418	921,890			64,924,308
17.2	Other liability - claims-made	17,884,350	739,730		5,213	18,629,293
17.3	Excess workers' compensation					
18.1	Products liability - occurrence	5,382,786	118,368			5,501,154
18.2	Products liability - claims-made	32,707				32,707
19.1, 19.2	Private passenger auto liability	152,998,749	233			152,998,982
19.3, 19.4	Commercial auto liability	69,281,310	388,241			69,669,551
21.	Auto physical damage	121,831,862	60,161			121,892,023
22.	Aircraft (all perils)					
23.	Fidelity	162,190	87,955			250,145
24.	Surety	651,771	226,657			878,428
26.	Burglary and theft	360,636	109			360,745
27.	Boiler and machinery	(315,309)	7			(315,302)
28.	Credit	10	35,550			35,560
29.	International					
30.	Warranty	(20,969)	1,892,540			1,871,571
31.	Reinsurance - nonproportional assumed property	(368,345)				(368,345)
32.	Reinsurance - nonproportional assumed liability	2,426				2,426
33.	Reinsurance - nonproportional assumed financial lines					
34.	Aggregate write-ins for other lines of business					
35.	TOTALS	866,752,654	4,729,502		24,786	871,506,942
36.	Accrued retrospective premiums based on experience					(24,786)
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through 37)					871,482,156
	DETAILS OF WRITE-INS					
3401.						
3402.						
3403.						
3498.	Summary of remaining write-ins for Line 34 from overflow page					
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)					

(a) State here basis of computation used in each case See Notes to Financial Statement #1C

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

		1	Reinsurance Assumed		Reinsurance Ceded		6
			2	3	4	5	Net Premiums Written
	Line of Business	Direct Business (a)	From Affiliates	From Non-Affiliates	To Affiliates	To Non-Affiliates	Cols. 1+2+3-4-5
1.	Fire	54,899,564	27,025,913		54,899,565		27,025,912
2.	Allied lines	161,580,387	40,802,187		45,291,533	116,318,050	40,772,991
3.	Farmowners multiple peril		48,173,676				48,173,676
4.	Homeowners multiple peril	793,069,229	368,166,356		792,851,412	217,828	368,166,345
5.	Commercial multiple peril	116,815,115	289,645,274		116,707,346	78,571	289,674,472
6.	Mortgage guaranty						
8.	Ocean marine		794,385				794,385
9.	Inland marine	22,308,983	27,474,478		22,308,982		27,474,479
10.	Financial guaranty						
11.1	Medical professional liability - occurrence		1,128				1,128
11.2	Medical professional liability - claims-made		619,220				619,220
12.	Earthquake	7,746,353	5,572,207		7,746,353		5,572,207
13.	Group accident and health		24,566,267				24,566,267
14.	Credit accident and health (group and individual)						
15.	Other accident and health	231	129,510		231		129,510
16.	Workers' compensation	15,096,062	55,908,511		15,096,061		55,908,512
17.1	Other liability - occurrence	61,562,636	147,205,949		61,479,181	83,454	147,205,950
17.2	Other liability - claims-made		41,621,403				41,621,403
17.3	Excess workers' compensation						
18.1	Products liability - occurrence	1,910,609	10,957,075		1,910,609		10,957,075
18.2	Products liability - claims-made		61,712				61,712
19.1, 19.2	Private passenger auto liability	229,052,405	524,616,787		229,052,404		524,616,788
19.3, 19.4	Commercial auto liability	31,919,829	154,027,838	11,275	31,931,102		154,027,840
21.	Auto physical damage	159,900,704	391,244,391	180	159,900,882		391,244,393
22.	Aircraft (all perils)						
23.	Fidelity		395,675				395,675
24.	Surety		2,346,510				2,346,510
26.	Burglary and theft	250,693	775,793		250,693		775,793
27.	Boiler and machinery	2,287,831	(2,441)			2,287,831	(2,441)
28.	Credit		18,467				18,467
29.	International						
30.	Warranty		1,150,127				1,150,127
31.	Reinsurance - nonproportional assumed property	XXX	(21,262)				(21,262)
32.	Reinsurance - nonproportional assumed liability	XXX					
33.	Reinsurance - nonproportional assumed financial lines	XXX					
34.	Aggregate write-ins for other lines of business						
35.	TOTALS	1,658,400,631	2,163,277,136	11,455	1,539,426,354	118,985,734	2,163,277,134
	DETAILS OF WRITE-INS						
3401.							
3402.							
3403.							
3498.	Summary of remaining write-ins for Line 34 from overflow page						
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [ ] No [X]

If yes: 1. The amount of such installment premiums $

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis $

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

	Line of Business	Losses Paid Less Salvage 1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 -3)	5 Net Losses Unpaid Current Year (Part 2A , Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire	22,372,135	11,023,069	22,372,134	11,023,070	4,084,021	3,751,260	11,355,831	43.1
2.	Allied lines	48,521,420	21,604,133	48,521,420	21,604,133	7,681,854	6,191,869	23,094,118	58.2
3.	Farmowners multiple peril	19,350	28,363,351	19,350	28,363,351	11,017,593	9,216,239	30,164,705	66.0
4.	Homeowners multiple peril	425,324,965	215,430,040	425,324,974	215,430,031	63,876,443	62,211,224	217,095,250	60.2
5.	Commercial multiple peril	51,795,680	152,968,577	51,795,681	152,968,576	212,882,586	200,938,505	164,912,657	59.0
6.	Mortgage guaranty								
8.	Ocean marine		907,290		907,290	1,305,684	1,842,472	370,502	52.1
9.	Inland marine	7,993,742	10,134,556	7,993,738	10,134,560	4,715,819	4,877,246	9,973,133	37.6
10.	Financial guaranty								
11.1	Medical professional liability - occurrence		32,812		32,812	350,766	234,293	149,285	176.8
11.2	Medical professional liability - claims-made		63,847		63,847	480,675	459,900	84,622	15.3
12.	Earthquake		69,905		69,905	83,621	167,190	(13,664)	(0.2)
13.	Group accident and health		16,633,104		16,633,104	122,229	156,799	16,598,534	67.6
14.	Credit accident and health (group and individual)								
15.	Other accident and health		220,142		220,142	446,113	412,494	253,761	192.5
16.	Workers' compensation	7,046,339	26,941,297	7,046,337	26,941,299	133,737,183	130,324,128	30,354,354	56.2
17.1	Other liability - occurrence	22,597,639	54,410,668	22,597,639	54,410,668	204,178,041	186,763,801	71,824,908	50.4
17.2	Other liability - claims-made		6,941,166		6,941,166	26,479,494	16,139,018	17,281,642	44.0
17.3	Excess workers' compensation								
18.1	Products liability - occurrence	264,922	5,487,736	264,922	5,487,736	15,938,923	16,462,434	4,964,225	46.9
18.2	Products liability - claims-made		76,103		76,103	146,715	7,314	215,504	487.7
19.1, 19.2	Private passenger auto liability	137,579,919	330,260,407	137,579,918	330,260,408	342,570,136	335,513,541	337,317,003	64.6
19.3, 19.4	Commercial auto liability	12,992,338	85,191,502	12,992,634	85,191,206	178,418,544	154,285,774	109,323,976	73.1
21.	Auto physical damage	92,487,050	247,312,908	92,487,079	247,312,879	8,942,357	8,283,357	247,971,879	64.5
22.	Aircraft (all perils)					8		8	
23.	Fidelity		75,470		75,470	48,055	26,044	97,481	26.5
24.	Surety		(3,694)		(3,694)	112,640	803	108,143	4.9
26.	Burglary and theft		663		663	64,501	37,966	27,198	3.9
27.	Boiler and machinery	832,531	1,657	832,529	1,659	42,841	21,600	22,900	323.0
28.	Credit		20,013		20,013	71,760	80,040	11,733	52.8
29.	International								
30.	Warranty		1,066,684		1,066,684	5,520	126,600	945,604	82.9
31.	Reinsurance - nonproportional assumed property	XXX	97,272		97,272	(1,690,867)	(1,419,730)	(173,865)	649.3
32.	Reinsurance - nonproportional assumed liability	XXX	18,495		18,495	82,695	140,026	(38,836)	1,600.8
33.	Reinsurance - nonproportional assumed financial lines	XXX							
34.	Aggregate write-ins for other lines of business								
35.	TOTALS	829,828,030	1,215,349,173	829,828,355	1,215,348,848	1,216,195,950	1,137,252,207	1,294,292,591	61.1
	DETAILS OF WRITE-INS								
3401.									
3402.									
3403.									
3498.	Summary of remaining write-ins for Line 34 from overflow page								
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)								

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
	Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire	5,088,764	3,206,754	5,088,764	3,206,754	1,020,027	877,267	1,020,027	4,084,021	598,279
2.	Allied lines	4,916,252	5,748,287	4,916,252	5,748,287	11,785,549	1,933,567	11,785,549	7,681,854	1,312,027
3.	Farmowners multiple peril		9,354,537		9,354,537	39,283	1,663,056	39,283	11,017,593	2,523,264
4.	Homeowners multiple peril	104,125,578	51,495,985	104,125,578	51,495,985	11,166,517	12,380,458	11,166,517	63,876,443	10,619,005
5.	Commercial multiple peril	56,762,204	143,652,890	56,762,204	143,652,890	15,281,035	69,229,696	15,281,035	212,882,586	78,289,956
6.	Mortgage guaranty									
8.	Ocean marine		932,004		932,004		373,680		1,305,684	472,670
9.	Inland marine	895,610	3,462,991	895,610	3,462,991	765,116	1,252,828	765,116	4,715,819	477,375
10.	Financial guaranty									
11.1	Medical professional liability - occurrence		304,325		304,325	2,598	46,441	2,598	350,766	125,129
11.2	Medical professional liability - claims-made		241,273		241,273		239,402		480,675	381,071
12.	Earthquake	(1,232)	439	(1,232)	439	132,039	83,182	132,039	83,621	35,162
13.	Group accident and health						122,229		(a) 122,229	11,144
14.	Credit accident and health (group and individual)									
15.	Other accident and health	19,559	378,426	19,559	378,426	3,936	67,687	3,936	(a) 446,113	22,029
16.	Workers' compensation	53,715,469	99,278,641	53,715,469	99,278,641	14,715,934	34,458,542	14,715,934	133,737,183	14,622,655
17.1	Other liability - occurrence	25,052,578	94,298,004	25,052,578	94,298,004	33,874,562	109,880,037	33,874,562	204,178,041	54,375,885
17.2	Other liability - claims-made	491,061	7,555,806	491,061	7,555,806	908	18,923,688	908	26,479,494	20,001,245
17.3	Excess workers' compensation									
18.1	Products liability - occurrence	296,133	8,042,323	296,133	8,042,323	1,299,635	7,896,600	1,299,635	15,938,923	12,111,605
18.2	Products liability - claims-made		146,664		146,664	63	51	63	146,715	159,199
19.1, 19.2	Private passenger auto liability	394,823,976	269,244,411	394,823,976	269,244,411	135,166,501	73,325,725	135,166,501	342,570,136	39,434,388
19.3, 19.4	Commercial auto liability	15,687,335	117,163,744	15,688,111	117,162,968	9,350,690	61,256,560	9,351,674	178,418,544	25,749,019
21.	Auto physical damage	5,893,312	12,077,464	5,893,313	12,077,463	(336,747)	(3,135,115)	(336,756)	8,942,357	3,973,907
22.	Aircraft (all perils)		8		8				8	
23.	Fidelity		34,809		34,809	579	13,246	579	48,055	22,695
24.	Surety		78,747		78,747		33,893		112,640	217,912
26.	Burglary and theft	(17)	50,469	(17)	50,469		14,032		64,501	8,281
27.	Boiler and machinery	23,149	(33,663)	23,149	(33,663)	26,103	76,504	26,103	42,841	122,824
28.	Credit						71,760		71,760	
29.	International									
30.	Warranty						5,520		5,520	(11)
31.	Reinsurance - nonproportional assumed property	XXX	(907,473)		(907,473)	XXX	(783,394)		(1,690,867)	(808)
32.	Reinsurance - nonproportional assumed liability	XXX	82,695		82,695	XXX			82,695	
33.	Reinsurance - nonproportional assumed financial lines	XXX				XXX				
34.	Aggregate write-ins for other lines of business									
35.	TOTALS	667,789,731	825,890,560	667,790,508	825,889,783	234,294,328	390,307,142	234,295,303	1,216,195,950	265,665,907
	DETAILS OF WRITE-INS									
3401.										
3402.										
3403.										
3498.	Summary of remaining write-ins for Line 34 from overflow page									
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)									

(a) Including $ .... for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

		1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1.	Claim adjustment services:				
	1.1 Direct	25,585,678			25,585,678
	1.2 Reinsurance assumed	80,722,545			80,722,545
	1.3 Reinsurance ceded	25,585,997			25,585,997
	1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	80,722,226			80,722,226
2.	Commission and brokerage:				
	2.1 Direct excluding contingent		184,016,431		184,016,431
	2.2 Reinsurance assumed, excluding contingent		280,404,750		280,404,750
	2.3 Reinsurance ceded, excluding contingent		183,970,775		183,970,775
	2.4 Contingent - direct		36,435,845		36,435,845
	2.5 Contingent - reinsurance assumed		45,388,161		45,388,161
	2.6 Contingent - reinsurance ceded		36,435,842		36,435,842
	2.7 Policy and membership fees				
	2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		325,838,570		325,838,570
3.	Allowances to managers and agents	87,875	2,311,012		2,398,887
4.	Advertising	118,336	41,437,943	131	41,556,410
5.	Boards, bureaus and associations	1,441,868	(688,887)	23,414	776,395
6.	Surveys and underwriting reports	284,448	14,677,931		14,962,379
7.	Audit of assureds' records	783	567,603		568,386
8.	Salary and related items:				
	8.1 Salaries	77,782,475	132,992,329	162,796	210,937,600
	8.2 Payroll taxes	363,101	19,898,969		20,262,070
9.	Employee relations and welfare	16,020,170	6,627,675	39,358	22,687,203
10.	Insurance	15,726	1,908,304	(77)	1,923,953
11.	Directors' fees		317,686		317,686
12.	Travel and travel items	6,688,162	10,381,417	12,068	17,081,647
13.	Rent and rent items	4,531,348	21,348,683	2,365	25,882,396
14.	Equipment	3,050,920	8,310,493	6,560	11,367,973
15.	Cost or depreciation of EDP equipment and software	1,181,755	9,980,160	2	11,161,917
16.	Printing and stationery	890,752	5,548,733	220	6,439,705
17.	Postage, telephone and telegraph, exchange and express	2,284,831	7,007,126	31,959	9,323,916
18.	Legal and auditing	4,424,565	37,785,292	7,741	42,217,598
19.	Totals (Lines 3 to 18)	119,167,115	320,412,469	286,537	439,866,121
20.	Taxes, licenses and fees:				
	20.1 State and local insurance taxes deducting guaranty association credits of $		34,483,461		34,483,461
	20.2 Insurance department licenses and fees		5,240,052		5,240,052
	20.3 Gross guaranty association assessments		2,177		2,177
	20.4 All other (excluding federal and foreign income and real estate)		5,565,372		5,565,372
	20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		45,291,062		45,291,062
21.	Real estate expenses			210,791	210,791
22.	Real estate taxes		294,898	216,863	511,761
23.	Reimbursements by uninsured plans				
24.	Aggregate write-ins for miscellaneous expenses	11,029,688	23,910,948	2,764,113	37,704,749
25.	Total expenses incurred	210,919,029	715,747,947	3,478,304	(a) 930,145,280
26.	Less unpaid expenses - current year	265,665,906	74,213,237		339,879,143
27.	Add unpaid expenses - prior year	262,012,884	68,941,108		330,953,992
28.	Amounts receivable relating to uninsured plans, prior year				
29.	Amounts receivable relating to uninsured plans, current year				
30.	TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	207,266,007	710,475,818	3,478,304	921,220,129
	DETAILS OF WRITE-INS				
2401.	Service fees	(17,465)	2,063,079		2,045,614
2402.	Other expenses	10,770,675	18,206,101	2,758,890	31,735,666
2403.	Outside services and income	276,478	3,600,812	5,223	3,882,513
2498.	Summary of remaining write-ins for Line 24 from overflow page		40,956		40,956
2499.	Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	11,029,688	23,910,948	2,764,113	37,704,749

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

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 11,571,644	11,635,725
1.1	Bonds exempt from U.S. tax	(a) 53,381,722	52,188,660
1.2	Other bonds (unaffiliated)	(a) 89,311,410	92,577,396
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b) 25,572	25,572
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)	7,988	7,988
2.21	Common stocks of affiliates	15,051,997	15,051,997
3.	Mortgage loans	(c) 5,201,578	5,172,665
4.	Real estate	(d) 769,893	769,893
5	Contract loans		
6	Cash, cash equivalents and short-term investments	(e) 888,440	888,440
7	Derivative instruments	(f) (2,321)	5,838
8.	Other invested assets	(38,779,370)	(38,779,370)
9.	Aggregate write-ins for investment income	(161,861)	(161,861)
10.	Total gross investment income	137,266,692	139,382,943
11.	Investment expenses		(g) 2,634,364
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 216,863
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i) 627,077
15.	Aggregate write-ins for deductions from investment income		7,043
16.	Total deductions (Lines 11 through 15)		3,485,347
17.	Net investment income (Line 10 minus Line 16)		135,897,596
	DETAILS OF WRITE-INS		
0901.	Misc. Income	(196,616)	(196,616)
0902.	Securities Lending	34,755	34,755
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	(161,861)	(161,861)
1501.	Misc. Exp		7,043
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		7,043

(a) Includes $ 8,765,236 accrual of discount less $ 16,689,466 amortization of premium and less $ 2,506,749 paid for accrued interest on purchases.

(b) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued dividends on purchases.

(c) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued interest on purchases.

(d) Includes $ .... for company's occupancy of its own buildings; and excludes $ .... interest on encumbrances.

(e) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued interest on purchases.

(f) Includes $ .... accrual of discount less $ .... amortization of premium.

(g) Includes $ .... investment expenses and $ .... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.

(h) Includes $ .... interest on surplus notes and $ .... interest on capital notes.

(i) Includes $ 627,077 depreciation on real estate and $ .... depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds				8,096,629	
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)	(1,822,334)	(7,283,347)	(9,105,681)	(2,474,603)	(980,000)
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)				1	
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)				178,710	
2.21	Common stocks of affiliates				34,849,563	
3.	Mortgage loans				(5,552)	
4.	Real estate	299,261		299,261		
5.	Contract loans					
6.	Cash, cash equivalents and short-term investments					
7.	Derivative instruments	(1,103,707)		(1,103,707)	(717,188)	980,000
8.	Other invested assets	2,230,530		2,230,530	6,220,491	
9.	Aggregate write-ins for capital gains (losses)		4,493	4,493	367,514	
10.	Total capital gains (losses)	(396,250)	(7,278,854)	(7,675,104)	46,515,565	
	DETAILS OF WRITE-INS					
0901.	Securities Lending				367,514	
0902.	FX on Currency		(59)	(59)		
0903.	Misc		4,552	4,552		
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		4,493	4,493	367,514	

EXHIBIT OF NON-ADMITTED ASSETS

		1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1.	Bonds (Schedule D)			
2.	Stocks (Schedule D):			
	2.1 Preferred stocks			
	2.2 Common stocks			
3.	Mortgage loans on real estate (Schedule B):			
	3.1 First liens			
	3.2 Other than first liens			
4.	Real estate (Schedule A):			
	4.1 Properties occupied by the company			
	4.2 Properties held for the production of income			
	4.3 Properties held for sale			
5.	Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6.	Contract loans			
7.	Derivatives (Schedule DB)			
8.	Other invested assets (Schedule BA)	39,683	531,867	492,184
9.	Receivables for securities			
10.	Securities lending reinvested collateral assets (Schedule DL)	1,104,709	1,753,430	648,721
11.	Aggregate write-ins for invested assets			
12.	Subtotals, cash and invested assets (Lines 1 to 11)	1,144,392	2,285,297	1,140,905
13.	Title plants (for Title insurers only)			
14.	Investment income due and accrued		52,622	52,622
15.	Premiums and considerations:			
	15.1 Uncollected premiums and agents' balances in the course of collection	4,420,164	4,480,827	60,663
	15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	1,619,792	2,022,553	402,761
	15.3 Accrued retrospective premiums			
16.	Reinsurance:			
	16.1 Amounts recoverable from reinsurers			
	16.2 Funds held by or deposited with reinsured companies			
	16.3 Other amounts receivable under reinsurance contracts			
17.	Amounts receivable relating to uninsured plans			
18.1	Current federal and foreign income tax recoverable and interest thereon			
18.2	Net deferred tax asset			
19.	Guaranty funds receivable or on deposit			
20.	Electronic data processing equipment and software			
21.	Furniture and equipment, including health care delivery assets			
22.	Net adjustment in assets and liabilities due to foreign exchange rates			
23.	Receivables from parent, subsidiaries and affiliates	3,525	3,848	323
24.	Health care and other amounts receivable			
25.	Aggregate write-ins for other than invested assets	7,522,267	592,937	(6,929,330)
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	14,710,140	9,438,084	(5,272,056)
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28.	Total (Lines 26 and 27)	14,710,140	9,438,084	(5,272,056)
	DETAILS OF WRITE-INS			
1101.				
1102.				
1103.				
1198.	Summary of remaining write-ins for Line 11 from overflow page			
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501.	Deposits & prepaid assets	7,462,909	589,123	(6,873,786)
2502.	Deductible receivables	51,283		(51,283)
2503.	Other assets nonadmitted	8,075	3,814	(4,261)
2598.	Summary of remaining write-ins for Line 25 from overflow page			
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	7,522,267	592,937	(6,929,330)

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying statutory financial statements of Nationwide Mutual Fire Insurance Company (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Ohio.

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, as well as, determining its solvency under the Ohio Insurance law. The National Association of Insurance Commissioners' *Accounting Practices and Procedures Manual* (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

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	2014	2013
NET INCOME				
(1)	Nationwide Mutual Fire Insurance Company state basis (Page 4, Line 20, Columns 1 & 3)	OH	$ 64,055,859	$ 73,711,863
(2)	State Prescribed Practices that increase/(decrease) NAIC SAP	OH	-	-
(3)	State Permitted Practices that increase/(decrease) NAIC SAP	OH	-	-
(4)	NAIC SAP (1-2-3=4)	OH	$ 64,055,859	$ 73,711,863
SURPLUS				
(5)	Nationwide Mutual Fire Insurance Company state basis (Page 3, Line 37, Columns 1 & 2)	OH	$2,559,106,850	$ 2,445,077,332
(6)	State Prescribed Practices that increase/(decrease) NAIC SAP	OH	-	-
(7)	State Permitted Practices that increase/(decrease) NAIC SAP	OH	-	-
(8)	NAIC SAP (5-6-7=8)	OH	$2,559,106,850	$ 2,445,077,332

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

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

C. Accounting Policies

Federal Income Taxes. The Company files its own consolidated returns with its subsidiary, Retention Alternatives, Ltd. The Company provides for federal income taxes based on amounts the Company believes it ultimately will owe. Inherent in the provision for federal income taxes are estimates regarding the deductibility of certain items and the realization of certain tax credits. In the event the ultimate deductibility of certain items or the realization of certain tax credits differs from estimates, the Company may be required to change the provision for federal income taxes recorded in the financial statements significantly. Management has used best estimates to establish reserves based on current facts and circumstances regarding tax exposure items where the ultimate deductibility is open to interpretation.

In accordance with guidance specified in the NAIC SAP, the Company utilizes the asset and liability method of accounting for income taxes. Under this method, deferred tax assets (DTA), net of any non-admitted portion and statutory valuation allowance, and deferred tax liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax basis. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The change in deferred taxes, excluding the impact of taxes on unrealized capital gains or losses and nonadmitted deferred taxes, is charged directly to surplus.

*Reinsurance Recoverables***.** The Company cedes insurance to other companies in order to limit potential losses and diversify its exposure. Such agreements do not relieve the Company of its primary obligation to the policyholder in the event the reinsurer is unable to meet the obligations it has assumed. The Company monitors the financial condition of reinsurers on an ongoing basis and reviews its reinsurance agreements regularly in an attempt to minimize its exposure to significant losses from reinsurer insolvencies. Reinsurance recoverables include amounts billed to reinsurers on losses paid. Estimates of amounts expected to be recovered from reinsurers that have not yet been paid on losses are estimated in a manner consistent with the claim liability associated with the underlying policy. Such reinsurance recoverables and reserved deductions partially offset claim costs in the Company's statutory statements of operations and are included as an offset to losses and loss expense reserves in the accompanying statutory statements of admitted assets, liabilities and surplus. There were no contracts using deposit accounting as of December 31, 2014 and 2013.

Statutory accounting principles require recognition of a minimum liability for certain unsecured or overdue reinsurance recoverables. These conditional reserves were $6 thousand and $0 as of December 31, 2014 and 2013, respectively.

In addition, the Company uses the following accounting policies:

1. Short-term investments consist of investments with maturities of twelve months or less at acquisition and are stated at amortized cost, which approximates fair value.

2. Bonds, excluding loan-backed and structured securities, are stated at amortized cost except those with an NAIC designation of "3" through "6" which are stated at the lower of amortized cost or fair value. Amortization of premiums and discounts is calculated using the effective yield method.

3. Unaffiliated common stocks are stated at fair value.

4. Redeemable preferred stocks are stated at amortized cost except those with an NAIC designation of "3" through "6" which are stated at the lower of amortized cost or fair value. Perpetual preferred stocks are stated at fair value except those with an NAIC designation of "3" through "6" which are stated at the lower of amortized cost or fair value.

5. Mortgage loans are carried at the unpaid principal balance adjusted for premiums, discounts, less a valuation allowance. The valuation allowance for mortgage loans reflects management's best estimate of probable credit losses.

NOTES TO FINANCIAL STATEMENTS

6. Loan-backed and structured securities (collectively, loan-backed securities) are stated at amortized cost or the lower of amortized cost or fair value in accordance with the provisions of Statement of Statutory Accounting Principles No. 43-Revised and the Purposes and Procedures Manual of the NAIC Securities Valuation Office. The retrospective adjustment method is used to value loan-backed securities where the collection of all contractual cash flows is probable. For all other loan-backed securities, the Company uses the prospective adjustment method.

7. Investments in subsidiary and affiliated companies are stated as follows:

   With the exception of Nationwide Corporation, the admitted investments in all subsidiary, controlled, and affiliated (SCA) entities are valued using an equity method approach. Under this approach, investments in insurance affiliated companies are stated at underlying audited statutory surplus adjusted for unamortized goodwill. Investments in non-insurance affiliated companies that have no significant ongoing operations other than to hold assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity adjusted to a statutory basis of accounting. Investments in non-insurance affiliated companies that have significant ongoing operations beyond holding assets that are primarily for the direct or indirect benefit or use of the reporting entity or its affiliates are stated at audited GAAP equity. Unaudited affiliated companies of the reporting entity or its affiliates are non-admitted under prescribed SAP accounting practices. Goodwill arising from the acquisition of subsidiaries or affiliated companies is amortized over a period of ten years. Investments in affiliated companies are generally included in stocks. Unamortized goodwill at December 31, 2014 and 2013 was $35.5 million and $44.4 million, respectively, which was fully admitted based upon adjusted policyholder surplus.

8. Other invested assets consist primarily of investments in partnerships, limited liability companies and joint ventures. Underlying investments primarily include hedge funds, private equity funds and low income housing tax credits. Except for investments in low income housing tax credit partnerships, interests are reported using the equity method of accounting. Changes in carrying value as a result of the equity method are reflected as net unrealized capital gains and losses as a direct adjustment to surplus. Realized gains and losses are generally recognized through income at the time of disposal or when operating distributions are received. Partnership interests in low income housing tax credits are carried at amortized cost with amortization charged to investment income over the period in which the tax benefits, primarily credits, are utilized.

9. Accounting for derivatives

   The Company uses derivative instruments to manage risks associated with interest rates and foreign currency. These derivative instruments primarily include interest rate swaps and options.

   Derivative instruments used in hedging transactions considered to be effective hedges are valued and reported in a manner consistent with the hedged items (i.e., hedge accounting). Derivative instruments used in hedging transactions that do not meet or no longer meet the criteria of an effective hedge are accounted for at fair value and the changes in the fair value are recorded in surplus as unrealized gains or unrealized losses. Derivative instrument cash flows and payment accruals are recorded in net investment income.

10. Insurance premiums are generally earned ratably over the policy term. The liability for unearned premiums represents the portion of premiums written relating to the unexpired terms of coverage. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. Premiums in course of collection represent agent balances and uncollected premiums from policyholders for current policies in force and policy premiums assumed from others, including amounts placed with affiliates. As of December 31, 2014 and 2013, the Company had no liabilities related to premium deficiency reserves. The Company includes anticipated investment income when calculating its premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts – Premiums.

11. The Company establishes losses and loss expense reserves for reported claims and claims incurred but not yet reported (IBNR). Estimating the liability for losses and loss expense reserves involves significant judgment and multiple assumptions. Management considers the Company's experience with similar claims, historical trends, economic factors and judicial, legislative and regulatory changes in establishing reserves. The Company's losses and loss expense reserves are recorded net of reinsurance and amounts expected to be received from salvage (the amount recovered from property after the Company pays for a total loss) and subrogation (the right to recover payments from third parties).

    Assumptions and estimates for losses and loss expense reserves are updated as new information becomes available. Due to the inherent uncertainty in estimating losses and loss expense reserves, the actual cost of settling claims may differ materially from recorded amounts. Changes in losses and loss expense reserve estimates are included in results of operations in the period the estimates are revised.

12. The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and leasehold improvements. The Company has not modified its capitalization policy from the prior period.

13. Not applicable as the Company does not write major medical insurance with prescription drug coverage.

Note 2 - Accounting Changes and Corrections of Errors

A. Accounting Changes and Corrections of Errors

   Adopted Accounting Standards

   On July 1, 2014, the Company adopted revisions to SSAP No. 26, Bonds, Excluding Loan-Backed and Structured Securities, and SSAP No. 43R, Loan-Backed and Structured Securities. The revisions require expanded disclosures around structured notes to assist financial statement users in assessing risk by CUSIP level. The adoption resulted in increased disclosures only and had no impact on the Company's statutory financial statements. Refer to Note 5K (Structured Notes) for the disclosure requirements in accordance with the adopted guidance.

   On January 1, 2013, the Company adopted SSAP No. 103, Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities. The standard establishes accounting for transfers and servicing of financial assets, including asset securitizations and securitizations of policy acquisition costs, extinguishments of liabilities, repurchase agreements, repurchase financing and reverse repurchase agreements, including dollar repurchase and dollar reverse repurchase agreements. The guidance provides criteria to determine whether a transferor has surrendered control over transferred financial assets. It also forbids offsetting for repurchase and reverse repurchase transactions in accordance with master netting agreements. Provisions of this guidance are being applied prospectively, as is required. There was no impact to the Company's financial statements upon adoption.

   On December 31, 2013, the Company adopted revisions to SSAP No. 34, Investment Income Due and Accrued and SSAP No. 37, Mortgage Loans. The revisions expand required disclosures related to mortgage loans to assist financial statement users in assessing an entity's credit risk exposures and evaluating the adequacy of its allowance for credit losses. The adoption resulted in increased disclosures only and had no impact on the Company's financial statements.

NOTES TO FINANCIAL STATEMENTS

On December 31, 2013, the Company adopted revisions to SSAP No. 35R, Guaranty Fund and Other Assessments. The revisions require disclosure of the nature of fees paid to the federal government by health insurers under the Affordable Care Act and an estimate of their financial impact, including the impact on the Company's risk based capital position. The adoption resulted in increased disclosures only and had no impact on the Company's financial statements.

On August 24, 2013, the NAIC adopted, effective immediately, revisions to SSAP No. 64, Offsetting and Netting of Assets and Liabilities, SSAP No. 86, Accounting for Derivative Instruments and Hedging, Income Generation, and Replication (Synthetic Asset) Transactions and SSAP No. 103, Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities. The Company adopted the revisions on the effective date. The revisions clarify that derivatives, repurchase and reverse repurchase agreements, and securities borrowing and securities lending transactions can be reported net on the balance sheet when a valid right to offset exists. The revisions also add disclosures to illustrate the netting impact. There was no impact on the Company's financial statements.

On October 4, 2013, the NAIC adopted, effectively immediately, revisions to SSAP No. 1, Disclosure of Accounting Policies, Risks & Uncertainties, and Other Disclosures, SSAP No. 15, Debt and Holding Company Obligations, SSAP No. 30, Investments in Common Stock (excluding investments in common stock of subsidiary, controlled, or affiliated entities), and SSAP No. 52, Deposit-Type Contracts. The revisions improve the reporting of FHLB capital stock and develop additional and enhanced disclosures for FHLB transactions. The Company adopted the revisions on the effective date and resulted in increased disclosures only.

On January 1, 2012, the Company adopted a new standard, SSAP No. 101, Income Taxes, which supersedes SSAP No. 10R, Income Taxes Revised - A Temporary Replacement of SSAP No. 10. The standard applies a 'more likely than not' threshold for the recognition of federal and foreign tax loss contingencies, establishes a new framework for determining the admissibility of DTAs and adopts new disclosure requirements. The difference between the recalculated amounts as of January 1, 2012, and the amount actually reported in the prior year financial statements is treated as a change in accounting principle in accordance with SSAP No. 3, Accounting Changes and Corrections of Errors. There was no cumulative effect of this change in accounting principle as of January 1, 2012.

Note 3 - Business Combinations and Goodwill

A. Statutory Purchase Method

1. On January 1, 2009, the Company, along with Nationwide Mutual Insurance Company (Mutual) and Nationwide Corporation, an affiliated company, acquired the remaining 33.5% interest in the Nationwide Financial Services, Inc. (NFS). Upon the closing of the transaction on January 1, 2009, NFS became a wholly owned, privately held subsidiary of Nationwide Corporation through a merger of NFS and NWM Merger Sub, Inc., a wholly owned subsidiary of Nationwide Corporation. On that date, all 100 of NWM Merger Sub's issued and outstanding common stock became the issued and outstanding common stock of NFS and all such shares are held by Nationwide Corporation. On the date of acquisition, statutory surplus decreased $2.9 billion as a result of the change in valuation methodology under prescribed statutory accounting practices.

2. The transaction above was accounted for as statutory purchases.

3. The Company, along with Mutual and Nationwide Corporation, an affiliated company, acquired the remaining interest in NFS outstanding publicly held Class A common stock in exchange for cash consideration of $2.4 billion through its subsidiary Nationwide Corporation. The acquisition resulted in goodwill of $88.7 million.

4. Goodwill amortization for the year ended December 31, 2014 related to the purchase of NFS was $8.9 million.

B. Statutory Merger

Not applicable.

C. Impairment Loss

Not applicable.

Note 4 - Discontinued Operations

Not applicable.

Note 5 - Investments

A. Mortgage Loans

1. The maximum and minimum lending rates for mortgage loans during 2014 were: No new loans.

2. At December 31, 2014, the maximum percentage of any one loan to the value of the security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was 80%.

3. Taxes, assessments, and any amounts advanced and not included in the mortgage loan total.

   Not applicable.

NOTES TO FINANCIAL STATEMENTS

4. Age Analysis of Mortgage Loans

	Farm	Residential Insured	Residential All Other	Commercial Insured	Commercial All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	$ -	$ -	$ -	$ -	$ 113,726,618	$ -	$ 113,726,618
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Number of Loans	-	-	-	-	-	-	-
(c) Percent Reduced	%	%	%	%	%	%	%
b Prior Year							
1. Recorded Investment (All)							
(a) Current	$ -	$ -	$ -	$ -	$ 120,187,441	$ -	$ 120,187,441
(b) 30-59 Days Past Due	-	-	-	-	-	-	-
(c) 60-89 Days Past Due	-	-	-	-	-	-	-
(d) 90-179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(b) Number of Loans	-	-	-	-	-	-	-
(c) Percent Reduced	%	%	%	%	%	%	%

5. Investments in Impaired Loans With or Without Allowance for Credit Losses

Not applicable.

6. Investment in Impaired Loans

Not applicable.

7. Allowance for Credit Losses

	12/31/2014	12/31/2013
(a) Balance at beginning of period	$ 249,190	$ 502,296
(b) Additions charged to operations	$ -	$ -
(c) Direct w rite-dow ns charged against the allow ances	$ 5,552	$ (253,106)
(d) Recoveries of amounts previously charged off	$ -	$ -
(e) Balances at end of period	$ 254,741	$ 249,190

8. The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest received on non-accrual status mortgage loans on real estate is included in net investment income in the period received.

B. Troubled Debt Restructuring

		12/31/2014	12/31/2013
1.	The total recorded investment in restructured loans, as of year end	$ -	$ -
2.	The realized capital losses related to these loans	$ -	$ -
3.	Total contractual commitments to extend credit to debtors ow ing receivables w hose terms have been modified in troubled debt restructurings	$ -	$ -

4. The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest received on non-accrual status mortgage loans on real estate is included in net investment income in the period received.

C. Reverse Mortgages

Not applicable.

D. Loan-Backed Securities

1. Prepayment assumptions are generally obtained using a model provided by a third-party vendor.

NOTES TO FINANCIAL STATEMENTS

2. Not applicable.
3. Not applicable.

4. All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:

1.	Less than 12 Months	$	(1,912,785)
2.	12 Months or Longer	$	(4,453,832)

b. The aggregate related fair value of securities with unrealized losses:

1.	Less than 12 Months	$	115,851,424
2.	12 Months or Longer	$	41,490,390

5. The Company reviews all loan-backed and structured securities in which the fair value of the given security is less than the amortized cost to determine if a given security is other-than-temporarily impaired. The Company examines characteristics of the underlying collateral, such as delinquency and default rates, the quality of the underlying borrower, the type of collateral in the pool, the vintage year of the collateral, subordination levels within the structure of the collateral pool, and the quality of any credit guarantors, to determine the cash flows expected to be received for the security.

If the severity and duration of the security's unrealized loss indicates a risk of an other-than-temporary impairment, then the Company will evaluate if the amortized cost basis of the security will be recovered by comparing the present value of the cash flows expected to be received for the given security with the amortized cost basis of the security. If the present value of cash flows is greater than the amortized cost basis of a security then the security is deemed not to be other-than-temporarily impaired.

E. Repurchase Agreements and Securities Lending Transactions

1. For repurchase agreements, the Company policy requires that the reporting entity receive collateral having a fair value of at least 95% of the fair value of the securities transferred.

For reverse repurchase agreements, the Company policy requires that the reporting entity receive as collateral transferred securities having a fair value at least equal to 102% of the purchase price paid by the reporting entity for the securities.

The Company’s securities lending agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received is invested in short-term investments and reported on the Asset page as Securities Lending Reinvested Collateral assets. The offsetting collateral liability is reported in the Payable for Securities Lending line on the Liabilities page.

2. No assets were pledged as collateral as of year-end.

3. Collateral Received

a. Aggregate Amount Cash Collateral Received

	Fair Value
1. Repurchase Agreement	
(a) Open	$
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Subtotal	$
(g) Securities Received	
(h) Total Collateral Received	$

NOTES TO FINANCIAL STATEMENTS

2. Securities Lending

(a) Open	$ 23,006,466
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Subtotal	$ 23,006,466
(g) Securities Received	
(h) Total Collateral Received	$ 23,006,466

3. Dollar Repurchase Agreement

(a) Open	$
(b) 30 Days or Less	
(c) 31 to 60 Days	
(d) 61 to 90 Days	
(e) Greater Than 90 Days	
(f) Subtotal	$
(g) Securities Received	
(h) Total Collateral Received	$

b. The fair value as of the date of each statement of financial position presented of that collateral and of the portion of that collateral that it has sold or repledged: $21,261,571.

c. The reporting entity receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The reporting entity invests the cash collateral (primarily in short-term investments) to earn additional yield.

4. The Company did not have any securities lending activities with an Affiliated agent.

5. Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

1. Repurchase Agreement	Amortized Cost	Fair Value
(a) Open	$	$
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 years		
(i) 2 to 3 years		
(j) Greater Than 3 years		
(k) Subtotal	$	$
(l) Securities Received		
(m) Total Collateral Reinvested	$	$

NOTES TO FINANCIAL STATEMENTS

2. Securities Lending

(a) Open	$	$
(b) 30 Days or Less	18,523,014	18,523,014
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 years		
(i) 2 to 3 years		
(j) Greater Than 3 years	3,581,545	2,738,557
(k) Subtotal	$ 22,104,559	$ 21,261,571
(l) Securities Received		
(m) Total Collateral Reinvested	$ 22,104,559	$ 21,261,571

3. Dollar Repurchased Agreement

(a) Open	$	$
(b) 30 Days or Less		
(c) 31 to 60 Days		
(d) 61 to 90 Days		
(e) 91 to 120 Days		
(f) 121 to 180 Days		
(g) 181 to 365 Days		
(h) 1 to 2 years		
(i) 2 to 3 years		
(j) Greater Than 3 years		
(k) Subtotal	$	$
(l) Securities Received		
(m) Total Collateral Reinvested	$	$

b. Since the borrower or the Company may terminate a securities lending transaction at any time, to the extent loans are terminated in advance of reinvestment collateral maturities, the Company would repay its securities lending payable obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.

6. The Company has not accepted collateral that is not permitted by contract or custom to sell or repledge.

7. There are no securities lending transactions that extend beyond one year as of the reporting date.

F. Real Estate

Not applicable.

G. Low-Income Housing Tax Credits

1. The number of remaining years of unexpired tax credits and required holding period for the Company's LIHTC investments:

Low-Income Housing Tax Credits	Remaining years	Holding Period
Key Tax Credit Investment Members No. 33 LLC	1	2015
Nationwide Affordable Housing Fund 33 LLC	3	2017
Nationwide Affordable Housing Fund 35: Red Stone Equity Fund 2 LLC	4	2018
Nationwide Affordable Housing Fund 36: Apollo Tax Credit Fund 62 LLC	6	2019
Nationwide Affordable Housing Fund 46 LLC	13	2027
Nationwide Affordable Housing Fund 51: Red Stone Equity Fund 39 LLC	11	2029
Rose Hill Owner LLC	2	2018
Town Of Dunn Solar Farm - Owner	2	2018
WNC Institutional Tax Credit Fund 36 LLC	13	2027
NTCIF 2011 (Natonwide Tax Credit Investment Fund 2011 LLC)	4	2018

2. The Company's investments in LIHTC are made up of several property investments which are subject to periodic reviews by HUD (if applicable) and state housing agencies. The Company receives updates from property managers as to the status of any regulatory review and investigates further as needed.

3. Aggregate LIHTC investments do not exceed 10 percent of the total admitted assets.

4. Analysis is done for LIHTC investments to determine if an impairment exists by comparing the book value of the investment with the present value of future tax benefits. The investment is written down if the book value is higher than the present value and the write-down is accounted for as a realized loss. For 2014, impairments on LIHTC investments totaled $0.

NOTES TO FINANCIAL STATEMENTS

5. No write-downs or reclassifications were made during 2014 due to the forfeiture or ineligibility of LIHTC investments.

H. Restricted Assets

1. Restricted Assets (Including Pledged)

		Gross Restricted							8	Percentage	
		Current Year					6	7		9	10
		1	2	3	4	5					
	Restricted Asset Category	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/(Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
A	Subject to contractual obligation for w hich liability is not show n	-	-	-	-	-	-	-	-	0.00%	0.00%
B	Collateral held under security lending agreements	21,261,571.00	-	-	-	21,261,571.00	14,903,573.00	6,357,998.00	21,261,571.00	0.37%	0.37%
C	Subject to repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
D	Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
E	Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
F	Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	0.00%	0.00%
G	Placed under option contracts	-	-	-	-	-	-	-	-	0.00%	0.00%
H	Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-	-	0.00%	0.00%
I	FHLB capital stock	-	-	-	-	-	-	-	-	0.00%	0.00%
J	On deposit w ith states	7,566,659.00	-	-	-	7,566,659.00	7,576,948.00	(10,289.00)	7,566,659.00	0.13%	0.13%
K	On deposit w ith other regulatory bodies	122,093.00	-	-	-	122,093.00	-	122,093.00	122,093.00	0.00%	0.00%
L	Pledged collateral to FHLB (including assets backing funding agreements)	-	-	-	-	-	-	-	-	0.00%	0.00%
M	Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	0.00%	0.00%
N	Other restricted assets	21,916,699.00	-	-	-	21,916,699.00	15,576,428.00	6,340,271.00	21,916,699.00	0.38%	0.38%
O	Total Restricted Assets	**50,867,022.00**	**-**	**-**	**-**	**50,867,022.00**	**38,056,949.00**	**12,810,073.00**	**50,867,022.00**	**0.88%**	**0.89%**

2. Detail of Asset Pledged as Collateral Not Captured in Other Categories

Not applicable.

3. Detail of Other Restricted Assets

	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
Description of Assts	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/(Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Loaned to others under conforming securiteis lending program	21,916,699.00	-	-	-	21,916,699.00	15,576,428.00	6,340,271.00	21,916,699.00	0.38%	0.38%
Total	**21,916,699.00**	**-**	**-**	**-**	**21,916,699.00**	**15,576,428.00**	**6,340,271.00**	**21,916,699.00**	**0.38%**	**0.38%**

I. Working Capital Finance Investments

Not applicable.

J. Offsetting and Netting of Assets and Liabilities

Not applicable.

K. Structured Notes

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage-Referenced Security (YES/NO)
391164AF7	$ 12,528,781	$ 12,653,094	$ 12,423,465	NO
71884WAM3	3,431,396	5,462,876	4,789,347	NO
912810FH6	40,357,415	51,678,859	43,057,855	NO
912810FR4	80,492,689	110,914,518	94,166,718	NO
912810FS2	128,582,548	171,356,406	147,430,177	NO
912810PZ5	102,140,968	137,224,115	112,756,726	NO
912828MF4	90,472,701	103,720,472	99,082,895	NO
Total	$ 458,006,498	$ 593,010,341	$ 513,707,183	

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

Not applicable.

B. Write-downs for Impairments

Not applicable.

Note 7 - Investment Income

A. Accrued Investment Income

The Company nonadmits investment income due and accrued if amounts are over 90 days past due with the exception of mortgage loans in default which are nonadmitted if amounts are over 180 days past due.

B. Amounts Nonadmitted

The total amount of investment income nonadmitted at December 31, 2014 was $0.

Note 8 - Derivative Instruments

A. The Company is exposed to certain risks relating to its ongoing business operations which are managed using derivative instruments. The primary risks managed by using derivative instruments are foreign currency and interest rate risks. The Company uses cross currency swaps and interest rate futures hedge these risks.

The Company is exposed to credit-related losses in the event of nonperformance by the exchange on which these contracts reside. Potential credit losses are minimized through the mark-to-market nature of exchange-traded futures contracts, where the change in value is monitored and settled with the exchange daily.

NOTES TO FINANCIAL STATEMENTS

The cash requirements of a derivative will vary by contract. In a cross currency swap, notional amounts are typically exchanged in the respective contracted currencies at both settlement date and at expiration. Interest payments are also exchanged in the contracted currencies, timing, and amounts. For exchange-traded futures, the broker for the various types of contracts that the Company may employ establishes margin requirements. The margin account is settled daily for movements in market values of open contracts and settlement of closed contracts. The Company uses cash to settle variation margin requirements and either cash or highly liquid securities to settle initial margin requirements.

B. Interest Rate Risk Management. The Company uses interest rate futures to reduce and/or alter interest rate exposure arising from mismatches between assets and liabilities. Interest rate futures are based off an underlying security that changes in value as interest rates change. As the value of the underlying referenced security changes, the promise to deliver or cash settle in the future at a fixed price through the futures contract also changes to offset interest rate risks the Company faces.

Foreign Currency Risk Management. As part of its regular investing activities, the Company may purchase foreign currency denominated investments. These investments and the associated income expose the Company to volatility associated with movements in foreign exchange rates. In an effort to mitigate this risk, the Company uses cross-currency swaps. As foreign exchange rates change, the increase or decrease in the cash flows of the derivative instrument generally offset the changes in the functional-currency equivalent cash flows of the hedged item.

C. Periodic cash flows and accruals of income/expense are reported in a manner consistent with the hedged item, generally as other investment income. Realized gains and losses on commitment and anticipatory hedges are used to adjust the basis of the hedged item and are therefore amortized into investment income over the remaining life of the hedged item.

Fair value of derivative instruments is determined using various valuation techniques relying predominately on observable market inputs. These inputs include pricing provided daily by the particular futures exchange where the open positions reside.

Derivative instruments used in hedging transactions considered to be effective hedges are valued and reported in a manner consistent with the hedged items (i.e., hedge accounting). Derivative instruments used in hedging transactions that do not meet or no longer meet the criteria of an effective hedge are accounted for at fair value with changes in fair value recorded in surplus as unrealized gains or losses.

D. No gain or loss recognized in derivative instruments' unrealized gains or losses during the year were excluded from the assessment of hedge effectiveness.

E. There is also no net gain or loss recognized during the year resulting from derivatives that no longer qualify for hedge accounting.

F. 1. In addition, no amounts of gains or losses were classified in unrealized gains/losses related to cash flow hedges that have been discontinued because it was no longer probable that the original forecasted transaction would occur as anticipated.

2. The Company is not currently engaged in written covered options used for income generation or derivatives accounted for as cash flow hedges of a forecasted transaction, other than the payment of variable interest on existing financial instruments.

Note 9 - Income Taxes

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

	12/31/2014		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	$ 153,264,449	$ 25,772,151	$ 179,036,600
(1b) Statutory valuation allowance adjustment	$ -	$ -	$ -
(1c) Adjusted gross deferred tax assets	$ 153,264,449	$ 25,772,151	$ 179,036,600
(1d) Deferred tax assets nonadmitted	$ -	$ -	$ -
(1e) Subtotal net admitted deferred tax asset	$ 153,264,449	$ 25,772,151	$ 179,036,600
(1f) Deferred tax liabilities	$ 1,282,177	$ 59,681,595	$ 60,963,772
(1g) Net admitted deferred tax asset/(net deferred tax liability)	$ 151,982,272	$ (33,909,444)	$ 118,072,828

	12/31/2013		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	$ 138,564,825	$ 20,017,647	$ 158,582,472
(1b) Statutory valuation allowance adjustment	$ -	$ -	$ -
(1c) Adjusted gross deferred tax assets	$ 138,564,825	$ 20,017,647	$ 158,582,472
(1d) Deferred tax assets nonadmitted	$ -	$ -	$ -
(1e) Subtotal net admitted deferred tax asset	$ 138,564,825	$ 20,017,647	$ 158,582,472
(1f) Deferred tax liabilities	$ 3,220,980	$ 46,050,354	$ 49,271,334
(1g) Net admitted deferred tax asset/(net deferred tax liability)	$ 135,343,845	$ (26,032,707)	$ 109,311,138

	Change		
	Ordinary	Capital	Total
(1a) Gross deferred tax assets	$ 14,699,624	$ 5,754,504	$ 20,454,128
(1b) Statutory valuation allowance adjustment	$ -	$ -	$ -
(1c) Adjusted gross deferred tax assets	$ 14,699,624	$ 5,754,504	$ 20,454,128
(1d) Deferred tax assets nonadmitted	$ -	$ -	$ -
(1e) Subtotal net admitted deferred tax asset	$ 14,699,624	$ 5,754,504	$ 20,454,128
(1f) Deferred tax liabilities	$ (1,938,803)	$ 13,631,241	$ 11,692,438
(1g) Net admitted deferred tax asset/(net deferred tax liability)	$ 16,638,427	$ (7,876,737)	$ 8,761,690

Admission Calculation Components SSAP No. 101

	12/31/2014		
	Ordinary	Capital	Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	$ 11,080,949	$ 2,472,690	$ 13,553,639
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	$ 131,942,289	$ -	$ 131,942,289
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	$ 131,942,289	$ -	$ 131,942,289
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	$ 366,227,316
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	$ 10,241,211	$ 23,299,461	$ 33,540,672
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	$ 153,264,449	$ 25,772,151	$ 179,036,600

NOTES TO FINANCIAL STATEMENTS

	12/31/2013 Ordinary	12/31/2013 Capital	12/31/2013 Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	$ 33,576,564	$ 2,822,781	$ 36,399,345
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	$ 91,295,122	$ -	$ 91,295,122
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	$ 91,295,122	$ -	$ 91,295,122
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	$ 350,364,929
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	$ 13,693,139	$ 17,194,866	$ 30,888,005
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	$ 138,564,825	$ 20,017,647	$ 158,582,472

	Change Ordinary	Change Capital	Change Total
(2a) Federal income taxes paid in prior years recoverable through loss carrybacks	$ (22,495,615)	$ (350,091)	$ (22,845,706)
(2b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from (2a) above) after application of the threshold limitation (the less of (2b)1 and (2b)2 below)	$ 40,647,167	$ -	$ 40,647,167
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	$ 40,647,167	$ -	$ 40,647,167
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	$ 15,862,387
(2c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	$ (3,451,928)	$ 6,104,595	$ 2,652,667
(2d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total ((2a) + (2b) + (2c))	$ 14,699,624	$ 5,754,504	$ 20,454,128

	12/31/2014	12/31/2013
(3a) Ratio percentage used to determine recovery period and threshold limitation amount	1154.712%	1154.932%
(3b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in (2b)2 above	$ 2,441,034,022	$ 2,335,766,194

Impact of Tax Planning Strategies

	12/31/2014 Ordinary	12/31/2014 Capital	12/31/2014 Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage			
(1) Adjusted Gross DTAs amount from Note 9A1(c)	$ 153,264,449	$ 25,772,151	$ 179,036,600
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	$ 153,264,449	$ 25,772,151	$ 179,036,600
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.00%	0.00%	0.00%

	12/31/2013 Ordinary	12/31/2013 Capital	12/31/2013 Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage			
(1) Adjusted Gross DTAs amount from Note 9A1(c)	$ 138,564,825	$ 20,017,647	$ 158,582,472
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	$ 138,564,825	$ 20,017,647	$ 158,582,472
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.00%	0.00%	0.00%

	Change Ordinary	Change Capital	Change Total
(4a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage			
(1) Adjusted Gross DTAs amount from Note 9A1(c)	$ 14,699,624	$ 5,754,504	$ 20,454,128
(2) Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
(3) Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	$ 14,699,624	$ 5,754,504	$ 20,454,128
(4) Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.00%	0.00%	0.00%

(4b) Does this Company's tax-planning strategies include the use of reinsurance? Yes [ ] No [X]

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

C. Current income taxes incurred consist of the following major components:

	12/31/2014	12/31/2013	Change
1. Current Income Tax			
(a) Federal	$ (25,717,691)	$ 31,492,831	$ (57,210,522)
(b) Foreign	$ -	$ -	$ -
(c) Subtotal	$ (25,717,691)	$ 31,492,831	$ (57,210,522)
(d) Federal income tax on net capital gains	$ 260,771	$ 2,534,677	$ (2,273,906)
(e) Utilization of capital loss carry-forwards	$ -	$ -	$ -
(f) Other	$ -	$ -	$ -
(g) Federal and foreign income taxes incurred	$ (25,456,920)	$ 34,027,508	$ (59,484,428)

NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets	12/31/2014	12/31/2013	Change
(a) Ordinary:			
(1) Discounting of unpaid losses	$ 26,393,306	$ 29,195,162	$ (2,801,856)
(2) Unearned premium reserve	$ 61,284,022	$ 58,038,218	$ 3,245,804
(3) Policyholder reserves	$ -	$ -	$ -
(4) Investments	$ 3,888,204	$ 3,074,499	$ 813,705
(5) Deferred acquisition costs	$ -	$ -	$ -
(6) Policyholder dividends accrual	$ -	$ -	$ -
(7) Fixed Assets	$ 12,124	$ 68,075	$ (55,951)
(8) Compensation benefits accrual	$ 15,649,353	$ 17,872,115	$ (2,222,762)
(9) Pension accrual	$ 1,302,036	$ -	$ 1,302,036
(10) Receivables - nonadmitted	$ 4,060	$ 2,682	$ 1,378
(11) Net operating loss carry-forward	$ -	$ -	$ -
(12) Tax credit carry-forward	$ 37,992,289	$ 23,545,718	$ 14,446,571
(13) Other (including items <5% of total ordinary tax assets)	$ 6,739,055	$ 6,768,356	$ (29,301)
(99) Subtotal	$ 153,264,449	$ 138,564,825	$ 14,699,624
(b) Statutory valuation allowance adjustment	$ -	$ -	$ -
(c) Nonadmitted	$ -	$ -	$ -
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	$ 153,264,449	$ 138,564,825	$ 14,699,624
(e) Capital:			
(1) Investments	$ 25,772,151	$ 20,017,647	$ 5,754,504
(2) Net capital loss carry-forward	$ -	$ -	$ -
(3) Real estate	$ -	$ -	$ -
(4) Other (including items <5% of total capital tax assets)	$ -	$ -	$ -
(99) Subtotal	$ 25,772,151	$ 20,017,647	$ 5,754,504
(f) Statutory valuation allowance adjustment	$ -	$ -	$ -
(g) Nonadmitted	$ -	$ -	$ -
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	$ 25,772,151	$ 20,017,647	$ 5,754,504
(i) Admitted deferred tax assets (2d + 2h)	$ 179,036,600	$ 158,582,472	$ 20,454,128

3. Deferred Tax Liabilities	12/31/2014	12/31/2013	Change
(a) Ordinary:			
(1) Investments	$ 7	$ -	$ 7
(2) Fixed assets	$ -	$ -	$ -
(3) Deferred and uncollected premium	$ -	$ -	$ -
(4) Policyholder reserves	$ -	$ -	$ -
(5) Other (including items <5% of total ordinary tax liabilities)	$ 23,037	$ -	$ 23,037
(6) Compensation and benefit accrual	$ -	$ 344,895	$ (344,895)
(7) Pension accrual	$ -	$ 2,815,163	$ (2,815,163)
(8) Other liabilities	$ 1,259,133	$ 60,922	$ 1,198,211
(99) Subtotal	$ 1,282,177	$ 3,220,980	$ (1,938,803)
(b) Capital:			
(1) Investments	$ 59,681,595	$ 46,050,354	$ 13,631,241
(2) Real estate	$ -	$ -	$ -
(3) Other (including items <5% of total capital tax liabilities)	$ -	$ -	$ -
(99) Subtotal	$ 59,681,595	$ 46,050,354	$ 13,631,241
(c) Deferred tax liabilities (3a99 + 3b99)	$ 60,963,772	$ 49,271,334	$ 11,692,438
4. Net deferred tax asset/(liability) (2i - 3c)	$ 118,072,828	$ 109,311,138	$ 8,761,690

5. The change in deferred income taxes is comprised of the following (this analysis is exclusive of nonadmitted assets as the Change in Nonadmitted Assets are reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):

	12/31/2014	12/31/2013	Change
(a) Adjusted gross deferred tax assets	$ 179,036,600	$ 158,582,472	$ 20,454,128
(b) Deferred tax liabilities	60,963,772	49,271,334	11,692,438
(c) Net deferred tax assets (liabilities)	$ 118,072,828	$ 109,311,138	$ 8,761,690
(d) Tax effect of unrealized gains (losses)			(15,882,030)
(e) Change in deferred income tax			$ 24,643,720

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to pre-tax income. The significant book to tax adjustments causing this difference are as follows:

	12/31/2014	**12/31/2013**
(a) Current income taxes incurred	$ (25,456,920)	$ 34,027,508
(b) Change in deferred income tax	$ (24,643,720)	$ (22,512,105)
(c) Total income tax reported	$ (50,100,640)	$ 11,515,403
(d) Income before taxes	$ 38,598,938	$ 107,739,371
(e) Federal statutory tax rate	35%	35%
(f) Expected income tax expense (benefit) at 35% statutory rate	$ 13,509,628	$ 37,708,780
(1) Tax-exempt income	$ (15,536,960)	$ (16,977,618)
(2) Dividends received deduction	$ (5,354,495)	$ (496,407)
(3) Nondeductible expenses	$ 372,160	$ 343,871
(4) Deferred tax benefit on nonadmitted assets	$ (1,845,220)	$ 5,208,609
(5) Change in tax reserves	$ (161,482)	$ (213,727)
(6) Tax credits	$ (40,851,587)	$ (12,620,502)
(7) Other	$ (232,684)	$ (1,437,603)
(g) Total	$ (50,100,640)	$ 11,515,403

NOTES TO FINANCIAL STATEMENTS

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

1. As of December 31, operating loss or tax credit carryforw ards are available as follow s:

		Amount	Origination	Expiration
Operating loss carryforw ards	$	-		
Amount of AMT tax credits	$	9,232,201	2009	N/A
Amount of AMT tax credits	$	8,827,904	2010	N/A
Amount of AMT tax credits	$	4,854,688	2012	N/A
Amount of AMT tax credits	$	7,885,380	2014	N/A
Business credits	$	7,192,116	2014	2034

2. The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are:

2014	$	325,429
2013	$	13,228,210

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 the following entities:

Retention Alternatives, Ltd.

2. The method of allocation among the companies is subject to the resolution approved by the Board of Directors. Allocation is based upon separate return or sub-group aggregated separate return calculations with the company being reimbursed for the actual Federal income tax benefit of its net operating losses which are actually used to reduce the taxable income of the other companies in the consolidated return.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

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

A. Nature of Relationships

The Company is a mutual entity and, as such, is not directly or indirectly owned or controlled by any other company, corporation, and group of companies, partnership or individual. The Company is operated by and solely in the interest of its policyholders.

Bonds and stocks, if any, owned, acquired or disposed of in any year by the Company, in any subsidiary or affiliate, are set forth in Schedule D of either this statement or those of prior years. Intercompany relationships and specific holdings are detailed in the Nationwide Corporate Organizational Chart, which appears as Schedule Y of this statement.

The Company is a party to various reinsurance agreements including a pooling agreement with several affiliated companies. See Note 26.

The Company and various affiliates have entered into agreements with Nationwide Cash Management Company (NCMC) a subsidiary of Mutual, under which NCMC acts as a common agent in handling the purchases and sales of short-term investments for the respective accounts of the participants. Amounts on deposit with NCMC were $15.1 million and $9.0 million as of December 31, 2014 and 2013, respectively.

B. Detail of Transactions Greater than ½ % of Admitted Assets

Not applicable.

C. Change in Terms of Intercompany Arrangements

See Note 26 for details.

D. Amounts Due to or from Related Parties

Affiliate receivables and payables are the result of cost sharing and intercompany service agreements between the Company and its parent and affiliates in which settlement has not yet occurred. Affiliate receivables are presented gross of affiliate payables when the Company has the right to offset. The Company reported $21.6 million and $21.9 million due from parent at December 31, 2014 and 2013, respectively. The Company reported gross amounts of $44.2 million and $41.2 million due from parent and affiliates and $12.6 million and $10.4 million due to parent and affiliates at December 31, 2014 and 2013, respectively. These arrangements are subject to written agreements which require that intercompany balances be settled within 30 days.

E. Guarantees or Undertakings for Related Parties

The Company has no guarantees or contingent commitments to affiliates other than indicated in Note 14 A.

F. Management, Service Contracts, Cost Sharing Arrangements

The Company and various affiliates share a home office, other facilities, equipment, common management and administrative services. Pursuant to a cost sharing agreement between the companies, the amounts associated with these services are subject to allocation based on standard allocation techniques and procedures acceptable under general cost accounting techniques and procedures in conformity with the NAIC SAP. Measures used to determine the allocation among companies includes individual employee estimates of time spent, special cost studies, claims counts, policies in force, direct written premium, paid losses, pro rata share of employees or their salaries, and other methods agreed to by the participating companies. The Company does not believe amounts recognized under the intercompany agreement are materially different than what would have been recognized had the Company operated on a stand-alone basis. A new cost sharing agreement is in effect beginning January 1, 2014, however, the methods for allocation will remain the same.

G. Nature of Relationships that Could Affect Operations

Not applicable.

NOTES TO FINANCIAL STATEMENTS

H. Amount Deducted for Investment in Upstream Company

Not applicable.

I. Detail of Investment in Affiliates Greater than 10% of Admitted Assets

Not applicable.

J. Write-down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies

Not applicable.

K. Investment in a foreign insurance subsidiary

Not applicable.

L. Downstream Holding Company

Nationwide Corporation is an unaudited, downstream, noninsurance holding company. In accordance with the "look through" provisions of SSAP No. 97, *Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP No. 88*, valuation of the admitted investments are based on the individual audited SCA entities owned by the holding company. Additionally, all non-affiliated liabilities, commitments, contingencies, guarantees or obligations of the holding company are reflected in its carrying value. The unaudited assets and the unaudited SCA entities of the holding company, both of which are immaterial, are non-admitted. The carrying value of the investments in Nationwide Corporation is $198.3 million.

Note 11 - Debt

A. All Other Debt

Not applicable.

B. Funding Agreements with Federal Home Loan Bank (FHLB)

Not applicable.

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

A. Defined Benefit Plans

Mutual sponsors a defined benefit pension plan and a postretirement health care benefit plan covering substantially all employees of the Company. See Note 12D.

B. Defined Contribution Plans

Mutual sponsors a defined contribution savings plan covering substantially all employees of the Company. See Note 12D.

C. Multiemployer Plans

Not applicable.

D. Consolidated/Holding Company Plans

The Company, together with other affiliated companies, participates in non-qualified deferred compensation and defined benefit arrangements for certain employees and agents. Expenses are allocated to the Company based on individual participants. Total Plan liabilities for non-qualified deferred compensation plans were $278.9 million and $264.8 million on December 31, 2014 and December 31, 2013, respectively. Total Plan liabilities for non-qualified defined benefit plans were $322.3 million and $274.9 million on December 31, 2014 and December 31, 2013, respectively. Total expense related to the non-qualified benefit plans was $14.3 million and $18.7 million for years ended December 31, 2014 and 2013, respectively.

The ASCP is a non-qualified, unfunded deferred compensation program available to eligible agents. The designated agents covered by the ASCP are not employees of the Company, but they are independent contractors exclusively representing the Company in the sale of insurance and related products. Accordingly, the Company believes it is appropriate to apply the concepts of SSAP No. 89, *Accounting for Pensions, A Replacement of SSAP No. 8*, by analogy to the ASCP.

Total liabilities related to the ASCP were $1,150.2 million and $1,121.3 million at December 31, 2014 and 2013, respectively. Total expense recorded for this program was $62.2 million and $83.3 million for the years ended December 31, 2014 and 2013, respectively.

E. Postemployment Benefits and Compensated Absences

Not applicable.

F. Impact of Medicare Modernization Act on Postretirement Benefits

Mutual sponsors a postretirement health care benefit plan. See Note 12D.

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

A. Outstanding Shares

Not applicable.

B. Dividend Rate of Preferred Stock

Not applicable.

NOTES TO FINANCIAL STATEMENTS

C. Dividend Restrictions

The maximum amount of dividends which can be paid to shareholders by a State of Ohio domiciled insurance company without prior approval of the Director of Insurance is limited to, together with that of other dividends or distributions made within the preceding twelve months, the greater of either 10% of surplus as regards policyholders as of the preceding December 31, or the net income for the twelve month period ending December 31 of the previous calendar year. Additionally, any dividend or distribution paid from other than earned surplus shall require prior approval of the Director of Insurance. Subject to applicable regulatory approval(s), dividends are paid as determined by the insurer’s board of directors.

D. Dividends Paid

No dividends were paid by the Company during 2014 and 2013.

E. Profits Available for Ordinary Dividends

Within the limitations of (C) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to shareholders.

F. Restrictions on Surplus

There is no restriction on the use of the Company’s unassigned surplus and such surplus is held for the benefit of the shareholder.

G. Advances to Surplus Not Repaid

Not applicable.

H. Stock Held by Company for Special Purposes

Not applicable.

I. Changes in Special Surplus Funds

Not applicable.

J. Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented by cumulative unrealized capital gains is $123.3 million less applicable deferred taxes of $66.6 million for a net unrealized capital gain of $56.7 million.

K. Surplus Notes

Not applicable.

L. and M. Quasi Reorganizations

Not applicable.

<u>Note 14 – Contingencies</u>

A. Contingent Commitments

At December 31, 2014, the Company has unfunded commitments of $10.4 million related to its investments in limited partnerships and limited liability companies.

As indicated in Note 10E, the Company has made no guarantees on behalf of affiliates or on indebtedness of others.

B. Guaranty Fund and Other Assessments

The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of insolvencies. Other assessments should be accrued either at the time of assessments or in the case of premium based assessments, at the time the premiums were written. In the case of loss-based assessments, the assessments should be accrued at the time the losses are incurred.

As of December 31, 2014 and 2013, the Company accrued a liability for guaranty fund and other assessments of $1.4 million and $1.5 million and a related premium tax benefit asset of $60 thousand and $132 thousand, respectively. These represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors including the Company's share of the ultimate cost of current insolvencies.

	(1) Description		(2) Amount
a.	Assets recognized from paid and accrued premium tax offsets and policy holder surcharges prior year-end	$	131,662
b.	Decreases current year:		
	Premium tax offsets applied	$	23,125
c.	Increases current year:		
	Change in accrued premium tax offsets	$	48,689
d.	Assets recognized from paid and accrued premium tax offsets and policy holder surcharges current year-end	$	59,848

C. Gain Contingencies

Not applicable.

D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming From Lawsuits

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

NOTES TO FINANCIAL STATEMENTS

Claims related ECO and bad faith losses paid during the reporting period: $2.1 million
Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period.

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

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

E. Product Warranties

Not applicable.

F. All Other Contingencies

Various lawsuits arise against the Company in the normal course of the Company's business. Contingent liabilities arising from litigation were reserved for $6.2 million and $7.7 million at December 31, 2014 and 2013, respectively.

Note 15 – Leases

A. Lessee Leasing Arrangements

Not applicable.

B. Lessor Leasing Arrangements

Not applicable.

Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk

A. The table below summarizes the face amount of the Company's financial instruments with off balance sheet risk.

	Assets		Liabilities	
Description	**2014 Notional**	**2013 Notional**	**2014 Notional**	**2013 Notional**
a. Swaps	-	-	14,920,000	14,920,000
b. Futures	600,000	600,000	-	-
c. Options	-	-	-	-
Total	**600,000**	**600,000**	**14,920,000**	**14,920,000**

B. Notional amounts of derivative financial instruments significantly exceed the credit risk associated with these instruments and represent contractual balances on which calculations of amounts to be exchanged are based. Credit exposure is limited to the sum of the aggregate fair value of positions that have become favorable to the Company, including accrued interest receivable due from counterparties, net of collateral received.

C. Potential credit losses from derivative counterparties are minimized through careful evaluation of counterparty credit standing, selection of counterparties from a limited group of high quality institutions, collateral agreement and other contract provisions.

D. Collateral requirements for over-the-counter derivative instruments are controlled by the International Swap Dealers Association and Credit Support Annex documents that are negotiated with each counterparty. Generally, these documents outline each party's rights and obligations for receiving and posting collateral. These documents address such issues as calculating collateral due/owed, delivery and return of collateral, uses and substitution for collateral, distributions and interest rights and remedies for both parties, credit thresholds and eligible collateral (typically cash, debt obligations issues by the United States Treasury, or obligations issues by government agencies). The Company monitors their collateral position on a daily basis, adjusting positions as necessary, and in accordance with the terms of these agreements. For future contracts, the broker for the various types of futures contracts that the Company may employ establishes margin requirements. The margin account is settled daily for changes in contracts outstanding and movements in market values of open contracts. The Company uses cash to cover the margin account for future activity.

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

A. Transfers of Receivables Reported as Sales

Not applicable.

B. Transfers and Servicing of Financial Assets

1. The Company has entered into a securities lending agreement with an agent bank whereby eligible securities may be loaned to third parties, primarily major brokerage firms. These transactions are used to generate additional income on the securities portfolio. Loaned securities continue to be reported as invested assets and the Company is entitled to receive any payments of interest or dividends paid on loaned securities. The agreement requires a minimum of 102% of the fair value of loaned securities to be held as collateral. Cash collateral received from borrowers is reflected as a "Payable for securities lending" on the "Statement of Liabilities, Surplus and Other Funds" while non-cash collateral is recorded off-balance sheet. Cash collateral received is reinvested by the agent bank in accordance with the Company's authorized investment policy and included in "Securities lending reinvested collateral assets" in the "Statement of Assets". If the fair value of the reinvested collateral assets is less than the fair value of the securities loaned, the shortfall is non-admitted. Because the borrower or the Company may terminate a securities lending transaction at any time, if loans are terminated in advance of the reinvested collateral asset maturities, the Company would repay its securities lending obligation from operating cash flows or the proceeds of sales from its investment portfolio, which includes significant liquid securities.

   The fair value of loaned securities was $22,366,280 at December 31, 2014. The Company does not hold any non-cash collateral for loaned securities as of December 31, 2014.

   Reinvested collateral assets reported on Schedule DL are excluded from other statutory schedules and disclosures.

NOTES TO FINANCIAL STATEMENTS

See Note 5 E. for additional information concerning securities lending.

2. No servicing assets or liabilities were recognized during the period.

3. No servicing assets or liabilities were recognized during the period.

4. There were no assets securitized during the period.

5. There were no retained transfers of financial assets accounted for as a secured borrowing.

6. There were no transfers of receivables with recourse.

7. a. As part of the Companies securities lending program a reverse repurchase agreement was entered into on December 31, 2014 that matures on January 2, 2015. The underlying assets are US Governement securities with a market value at December 31, 2014 of $21,849,181.

   b. None

   c. None

   d. None

D. Wash Sales

Not applicable.

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

A. Administrative Services Only (ASO) Plans

Not applicable.

B. Administrative Services Contract (ASC) Plans

Not applicable.

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts

Not applicable.

Note 19 - Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators

Not applicable.

Note 20 – Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are based upon observable and unobservable inputs. Observable inputs reflect market data obtained from independent sources while unobservable inputs reflect the Company's view of market assumptions in the absence of observable market information. The Company utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. In determining fair value, the Company uses various methods including market, income and cost approaches.

The Company categorizes its financial assets and liabilities into a three-level hierarchy based on the priority of the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument in its entirety.

The Company categorizes financial assets and liabilities as follows:

Level 1. Unadjusted quoted prices accessible in active markets for identical assets or liabilities at the measurement date and mutual funds where the value per share (unit) is determined and published daily and is the basis for current transactions.

Level 2. Unadjusted quoted prices for similar assets or liabilities in active markets or inputs (other than quoted prices) that are observable or that are derived principally from or corroborated by observable market data through correlation or other means. Primary inputs to this valuation technique may include comparative trades, bid/asks, interest rate movements, U.S. Treasury rates, U.S. LIBOR, prime rates, cash flows, maturity dates, call ability, estimated prepayments and/or underlying collateral values.

Level 3. Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. Inputs reflect management's best estimate about the assumptions market participants would use at the measurement date in pricing the asset or liability. Consideration is given to the risk inherent in both the method of valuation and the valuation inputs. Primary inputs to this valuation technique include broker quotes and comparative trades.

The Company reviews its fair value hierarchy classifications for financial assets and liabilities quarterly. Changes in observability of significant valuation inputs identified during these reviews may trigger reclassifications. Reclassifications are reported as transfers at the beginning of the period in which the change occurs.

To determine the fair value of bonds and stocks for which market quotations are available, independent pricing services are most often utilized. For these bonds and stocks, the Company obtains the pricing services' methodologies, inputs and assumptions and classifies the investments accordingly in the fair value hierarchy.

A corporate pricing matrix or an internally developed pricing model is used in valuing certain bonds. The corporate pricing matrix is developed using private spreads for bonds with varying weighted average lives and credit quality ratings. The weighted average life and credit quality rating of a particular bond to be priced using the corporate pricing matrix are important inputs into the model and are used to determine a corresponding spread that is added to the appropriate U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular bond.

NOTES TO FINANCIAL STATEMENTS

Non-binding broker quotes are also utilized to determine the fair value of certain bonds when quotes are not available from independent pricing services, corporate pricing matrix or internal pricing models. These bonds are classified accordingly in the fair value hierarchy as only one broker quote is ordinarily obtained, the investment is not traded on an exchange, the pricing is not available to other entities and/or the transaction volume in the same or similar investments has decreased. Inputs used in the development of prices are not provided to the Company by the brokers as the brokers often do not provide the necessary transparency into their quotes and methodologies. Broker quotes are subject to validation of price movements that require approval from the Company's management. Management uses its knowledge of the investment and current market conditions to determine if the price is indicative of the investment's fair value.

Fair value of derivative instruments is determined using various valuation techniques relying predominately on observable market inputs. These inputs include interest rate swap curves, credit spreads, interest rates, counterparty credit risk, equity volatility and equity index levels. In cases where observable inputs are not available, the Company will utilize non-binding broker quotes to determine fair value and these instruments are classified accordingly in the fair value hierarchy.

The following table summarizes financial assets and liabilities measured at fair value as of December 31, 2014:

Fair Value Measurements as of December 31, 2014

	Level 1	Level 2	Level 3	Total
Assets at Fair Value				
U.S. Government bonds	-	-	-	-
States, Territories and Possessions	-	-	-	-
Political subdivisions	-	-	-	-
Special revenues	-	-	-	-
Hybrid Securities	-	-	-	-
Credit tenant loans	-	-	-	-
Industrial & Misc.	-	135,693,393	2,023,000	137,716,393
Total Bonds	-	135,693,393	2,023,000	137,716,393
Sec Lending	-	2,738,557	0	2,738,557
Preferred Stocks	-	273,500	17,724	291,224
Common Stocks	-	0	2,609,166	2,609,166
Loans held for sale	-	-	-	-
Separate Account Assets	-	-	-	-
Derivative Assets	-	-	-	-
Total Assets at Fair Value	-	138,705,450	4,649,890	143,355,340
Liabilities at Fair Value				
Derivatives Liabilities	-	-	-	-
Total Liabilities at Fair Value	-	-	-	-

The following table presents the rollforward of Level 3 financial assets and liabilities held at fair value during the twelve months ended December 31, 2014:

	Beginning Balance at 12/31/2013	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (losses) included in Net Income	Total Gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2014
Assets at Fair Value										
U.S. Government bonds	-	-	-	-	-	-	-	-	-	-
States, Territories and Possessions	-	-	-	-	-	-	-	-	-	-
Political subdivisions	-	-	-	-	-	-	-	-	-	-
Special revenues	-	-	-	-	-	-	-	-	-	-
Hybrid Securities	-	-	-	-	-	-	-	-	-	-
Credit tenant loans	-	-	-	-	-	-	-	-	-	-
Industrial & Misc.	1,572,744	-	-	-	452,672	-	-	(10,493)	8,077	2,023,000
Total Bonds	**1,572,744**	**-**	**-**	**-**	**452,672**	**-**	**-**	**(10,493)**	**8,077**	**2,023,000**
Sec Lending	-	-	-	-	-	-	-	-	-	-
Preferred Stocks	17,724	-	-	-	-	-	-	-	-	17,724
Common Stocks	2,430,456	-	-	-	178,710	-	-	-	-	2,609,166
Loans held for sale	-	-	-	-	-	-	-	-	-	-
Separate Account Assets	-	-	-	-	-	-	-	-	-	-
Derivative Assets	-	-	-	-	-	-	-	-	-	-
Total Assets at Fair Value	**4,020,924**	**-**	**-**	**-**	**631,382**	**-**	**-**	**(10,493)**	**8,077**	**4,649,890**
Liabilities										
Derivatives Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**

The following table summarizes aggregate carrying value and fair value, by level, for all financial assets and liabilities, excluding assets and liabilities reported at fair value, as of December 31, 2014:

	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Assets						
Bonds	$ 3,915,020,073	$ 3,627,067,086	$ 608,627,112	$ 3,288,986,103	$ 17,406,858	$ -
Stocks	210,247,644	210,247,643	-	-	210,247,644	
Mortgage loans	116,745,676	113,471,877	-	-	116,745,676	
Short-term investments	15,058,653	15,058,653	-	15,058,653	-	
Derivative assets	-	-	-	-	-	
Policy loans	-	-	-	-	-	
Securities lending collateral assets	18,523,014	18,523,014	-	18,523,014	-	
Total Assets	$ 4,275,595,060	$ 3,984,368,273	$ 608,627,112	$ 3,322,567,770	$ 344,400,178	$ -
Liabilities						
Derivative liabilities	$ (1,079,301)	$ (657,000)	$ -	$ (1,079,301)	$ -	
Total Liabilities	$ (1,079,301)	$ (657,000)	$ -	$ (1,079,301)	$ -	

Note 21 - Other Items

A. Extraordinary Items

Not applicable.

B. Troubled Debt Restructuring for Debtors

Not applicable.

NOTES TO FINANCIAL STATEMENTS

C. Other Disclosures and Unusual Items

As of December 31, 2014, the Company had posted cash collateral of $0 to counterparties and held cash collateral of $1,583,000 for open derivatives contracts. Cash collateral posted to counterparties is recorded as a receivable asset on page 2 while cash collateral received and held is recorded as a payable liability on page 3. Cash collateral received is invested in short-term investments and bonds. The Company held no material securities as off-balance sheet collateral pledged by derivative counterparties as of December 31, 2014.

D. Business Interruption Insurance Recoveries

Not applicable.

E. State Transferable and Non-Transferable Tax Credits

1. Description of State Transferable and Non-Transferable Tax Credits	State	Carrying Value	Unused Amount
Rose Hill Ow ner LLC	NC	$ 140,790	$ 1,066,940
STCE NC Nationw ide Fund LLC	NC	$ 40,022	$ 553,654
Stonehenge Investor III LLC	NC	$ 574,759	$ 1,237,387
Tow n Of Dunn Solar Farm - Ow ner	NC	$ 111,179	$ 1,064,742
Victory Midtow n Landlord LLC	OH	$ 448,090	$ 2,200,000
CDS Enterprises Master Tenant LLC	OH	$ 1,825,000	$ -
Total		$ 3,139,840	$ 6,122,723

2. The Company estimates the utilization of remaining transferable and non-transferable state tax credits by projecting future premium and taking into account policy growth, while also projecting future tax liability in the relevant jurisdiction.

3. The Company did not recognize any impairment on state tax credits in 2014.

4. State Tax Credits Admitted and Nonadmitted

	Total Admitted	Total Nonadmitted
a. Transferable	$ 3,139,840	$ -
b. Non-transferable	$ -	$ -

F. Subprime Mortgage Related Risk Exposure

1. The Company evaluates many characteristics when classifying collateral as subprime, including the credit quality of the borrower as defined by Fair Isaac Credit Organization (FICO) scores, as well as other factors, such as loan-to-value ratios and type of real estate.

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

3. Direct exposure through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	68,101,329	68,090,685	65,836,291	1,264,857
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investments in SCAs*	21,203,929	21,393,198	21,549,528	3,877,222
f. Other Assets				
g. Total	89,305,259	89,483,883	87,385,819	5,142,079

*The Company's subsidiary, Nationwide Corporation (through it's affiliates) has investments in subprime residential mortgage backed securities and residential mortgage loans. These investments comprise .86% of the companies invested assets.

4. The Company has no exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Offsetting and Netting of Assets and Liabilities

No assets or liabilities are offset and reported net in accordance with a valid right to offset per SSAP No. 64, Offsetting and Netting of Assets and Liabilities.

H. Joint and Several Liabilities

Not applicable.

Note 22 - Events Subsequent

Type I – Recognized Subsequent Events:

Subsequent events have been considered through February 19, 2015 for the statutory statement issued on February 23, 2015.

Type II – Nonrecognized Subsequent Events:

Subsequent events have been considered through February 19, 2015 for the statutory statement issued on February 23, 2015.

NOTES TO FINANCIAL STATEMENTS

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

The Company has unsecured aggregate reinsurance recoverable for paid and unpaid losses, loss adjustment expenses, and unearned premiums from an individual reinsurer that exceeds 3% of policyholders' surplus. The amount is shown below by reinsurer.

NAIC Group	Reinsurer	FEIN #	Unsecured Reinsurance (000's)
0140	Nationw ide Mutual Insurance Company	31-4177100	$ 1,721,496
	National Flood Ins Program	AA-9992201	$ 78,702

B. Reinsurance Recoverable in Dispute

The Company does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus from an individual reinsurer or exceed 10% of policyholders' surplus in aggregate.

C. Reinsurance Assumed and Ceded

1. The following table summarizes ceded and assumed unearned premiums and the related commission equity at December 31, 2014.

(000's)	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
a. Affiliates	$871,482	$134,102	$688,368	$7,990	$183,114	$126,112
b. All Others	7	3	65,884	17,527	($65,877)	($17,524)
c. Totals	$871,490	$134,105	$754,253	$25,518	$117,237	$108,587
d. Direct Unearned Premium Reserve			$754,245			

2. Certain agency agreements and ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. Amounts accrued at December 31, 2014 are as follows:

($000's) Description	Direct	Assumed	Ceded	Net
a. Contingent Commissio	$14,722	$31,800	$14,722	$31,800
b. Sliding Scale Adjustm	0	0	0	0
c. Other Profit Commissi	0	0	0	0
d. Totals	$14,722	$31,800	$14,722	$31,800

3. The Company does not use protected cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance

No reinsurance recoverables were written off during 2014.

E. Commutation of Ceded Reinsurance

The Company did not enter into any commutation during 2014.

F. Retroactive Reinsurance

There was no retroactive reinsurance affected during 2014.

G. Reinsurance Accounted for as a Deposit

There were no reinsurance agreements that were accounted for as deposits during 2014.

H. There was no transfer of any property and casualty run-off agreements requiring approval of regulators and qualifying under SSAP No. 62R, Property and Casualty Reinsurance, to receive property & casualty run-off accounting treatment.

I. Certified Reinsurer Downgrades or Status Subject to Revocation

Not applicable.

Note 24 - Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Method Used to Estimate

The Company sells accident and health policies for which the premiums vary based on loss experience. Future premium adjustments for these retrospective policies are estimated and accrued. The Company estimates these accrued retrospective premium adjustments through the review of each individual retrospectively rated risk, comparing case basis loss development with that anticipated in the policy contracts to arrive at the best estimates of return or additional premiums.

B. Method Used to Record

The Company records retrospective premium accruals as earned by adjusting unearned premiums. These amounts are not recorded as premiums written until they are billed to the policyholders. Return premiums are recorded as liabilities and additional premiums are recorded as assets.

C. Amount and Percent of Net Retrospective Premiums

Net premiums written for the current year on retrospective accident and health policies were $27 thousand or 0.01% of accident and health premiums written.

NOTES TO FINANCIAL STATEMENTS

D. Medical Loss Ratio Rebates

Not applicable.

E. Calculation of Nonadmitted Accrued Retrospective Premiums

Not applicable.

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses

(000's) Line of Business	2014 Calendar Year Losses and LAE Incurred: Losses Incurred	LAE Incurred	Totals	2014 Loss Year Losses and LAE Incurred	Shortage (Redundancy)	Loss & DCC Shortage (Redundancy)	Impact of AO on Total Shortage (Redundancy)
Homeowners / Farmowners	$247,260	$31,283	$278,543	$279,395	($852)	($1,191)	$339
Commercial Multiple Peril	$164,885	$33,874	$198,758	$197,421	$1,337	$956	$381
Workers' Compensation	$30,382	$5,699	$36,081	$41,459	($5,378)	($5,352)	($26)
Other Liability	$89,107	$27,858	$116,964	$111,205	$5,759	$4,127	$1,632
Product Liability	$5,180	$1,731	$6,911	$7,087	($176)	($198)	$22
Auto	$694,613	$104,041	$798,654	$779,553	$19,101	$14,630	$4,471
All Others	$62,870	$6,433	$69,304	$70,010	($706)	($936)	$230
Totals	**$1,294,296**	**$210,919**	**$1,505,215**	**$1,486,129**	**$19,086**	**$12,036**	**$7,050**

The estimated cost of loss and loss adjustment expenses attributable to insured events of prior years decreased by $19.1 million (1.4% of prior year reserves) during 2014, as shown in the chart above. The slight redundancy was primarily driven through the personal and commercial auto lines of business with higher than expected claim emergence levels. The offsetting favorable impacts are primarily due to claims process improvements, increased adequacy of case reserve levels and claim emergence coming in favorable to expectations.

Note 26 - Intercompany Pooling Arrangements

Mutual is the lead company in the Nationwide Pool. Each pool member company contributes 100% of its underwriting results to the Nationwide Pool though the reinsurance pooling agreement. Mutual's pooling percentage was 83% as of December 2014 and 2013. In addition, the Company's pooling percentage was 12% as of December 2014 and 2013.

As of December 31, 2014 and 2013, the companies in the Nationwide Pool assuming a proportionate share of the pool are:

	NAIC #	2014 Pool	2013 Pool
Nationwide Mutual Insurance Company	23787	83.0%	83.0%
Nationwide Mutual Fire Insurance Company	23779	12.0%	12.0%
Scottsdale Insurance Company	41297	4.0%	4.0%
Farmland Mutual Insurance Company	13838	1.0%	1.0%

As of December 31, 2014, the following companies became zero percent participants in the Nationwide Pool: Harleysville Preferred Insurance Company (NAIC # 35696), Harleysville Insurance Company of New Jersey (NAIC # 42900), Harleysville Worcester Insurance Company (NAIC # 26182), Harleysville Insurance Company of New York (NAIC # 10674), Harleysville Lake States Insurance Company (NAIC # 14516), and Harleysville Insurance Company (NAIC # 23582). The remaining assets and liabilities were transferred to the Company.

All of the other companies in the Nationwide Pool have a 0% retrocession. The zero percent participants in the Nationwide Pool are: Nationwide General Insurance Company (NAIC # 23760), Nationwide Property and Casualty Insurance Company (NAIC # 37877), Nationwide Affinity Insurance Company of America (NAIC # 26093), Crestbrook Insurance Company (NAIC # 18961), Allied Insurance Company of America (NAIC # 10127), AMCO Insurance Company (NAIC # 19100), Allied Property and Casualty Insurance Company (NAIC # 42579), Depositors Insurance Company (NAIC # 42587), Nationwide Agribusiness Insurance Company (NAIC # 28223), Victoria Fire & Casualty Company (NAIC # 42889), Victoria Automobile Insurance Company (NAIC # 10644), Victoria Specialty Insurance Company (NAIC # 10777), Victoria Select Insurance Company (NAIC # 10105), and Victoria National Insurance Company (NAIC # 10778).

All lines of business are subject to the pooling agreements.

There are no discrepancies related to the pooled business between the assumed and ceded reinsurance schedules of the pool participants.

NOTES TO FINANCIAL STATEMENTS

Amounts due to/from the lead entity and pool participants as of December 31, 2014:

Nationw ide Pool:

Name of Insurer	Amounts Receivable	Amounts Payable
Nationw ide Mutual Insurance Company (Lead Insurer)	$ 146,826,719	$ 312,494,618
Nationw ide Mutual Fire Insurance Company	$ 21,604,346	$ 12,575,010
Scottsdale Insurance Company	$ 37,382,360	$ 7,928
Farmland Mutual Insurance Company	$ 99,536,093	$ 48,767,612
Nationw ide General Insurance Company	$ 6,642,950	$ 383
Nationw ide Property & Casualty Insurance Company	$ 14,221,651	$ 12,546,405
Nationw ide Affinity Insurance Company of America	$ 10,123,511	$ 13,526,834
Crestbrook Insurance Company	$ 64	$ 4,373,199
Allied Insurance Company of America	$ 1,024	$ 2,107
AMCO Insurance Company	$ 245,293,971	$ 158,270,429
Allied Property & Casualty Insurance Company	$ 19,702,258	$ 18,878,146
Depositors Insurance Company	$ 20,925,049	$ 14,915,021
Nationw ide Agribusiness Insurance Company	$ 53,596,809	$ 72,191,110
Victoria Fire & Casualty Company	$ 697,267	$ 18,243,643
Victoria Automobile Insurance Company	$ 1,089,202	$ 1,406,762
Victoria Specialty Insurance Company	$ 2,100,887	$ 2,206,080
Victoria Select Insurance Company	$ 3,032,241	$ 3,203,150
Victoria National Insurance Company	$ 100	$ 953
Harleysville Worcester Insurance Company	$ 2,689,875	$ 4,893
Harleysville Insurance Company of New Jersey	$ 1,397,748	$ 286,169
Harleysville Preferred Insurance Company	$ 155,028	$ 480,326
Harleysville Lake States Insurance Company	$ 15,743	$ 1,167,370
Harleysville Insurance Company	$ 11,148,205	$ 2,437
Harleysville Insurance Company of New York	$ 2,243,768	$ 1,451

Note 27 - Structured Settlements

A. Reserves Released due to Purchases of Annuities

The Company has settled certain losses with structured settlement agreements whereby the Company has purchased an annuity with the claimant as the payee. Certain of these annuities are without qualified assignments. The Company is contingently liable under the settlement agreements without qualified assignments if the annuity-issuing company is unable to meet the payment obligations to the Company's claimant under the settlement agreement. The amortized value of the annuities under such agreements for direct losses as of December 31, 2014 and 2013 is $17.4 million and $19.8 million, respectively.

Loss Reserves Eliminated by Annuities	Unrecorded Loss Contingencies
$17.4 million	$0

B. Annuity Insurers with Balances due Greater than 1% of Policyholders’ Surplus

There were no annuity insurers with balances due greater than 1% of policyholders’ surplus in 2014.

Note 28 - Health Care Receivables

A. Pharmaceutical Rebate Receivables

Not applicable.

B. Risk Sharing Receivables

Not applicable.

Note 29 - Participating Policies

Not applicable.

Note 30 - Premium Deficiency Reserves

The Company’s liability for premium deficiency reserves as of December 31, 2014 is as follows:

1. Liability carried for premium deficiency reserves	$0.00
2. Date of the most recent evaluation of this liability	January 8, 2015
3. Was anticipated investment income utilized in the calculation?	Yes

Note 31 - High Deductibles

Not applicable.

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

The Company discounts the liabilities for unpaid losses and loss expenses for long-term accident and health claims. The Company does not discount IBNR. Different companies service our long-term accident and health unpaid disability claims and supply the reserves and tabular discount; thus, different methodologies have been utilized.

A. Tabular Discounts

1. 1987 Commissioner’s Group Disability Table (CGDT)

2. For the 1987 CGDT, rate used was the maximum interest rate permitted by law in the valuation of a single premium immediate annuity issued on the same date as the claim incurral date, reduced by one hundred basis points (rates used vary from 2.50% to 10.25%).

NOTES TO FINANCIAL STATEMENTS

3. The December 31, 2014 liabilities include $51 thousand of such discounted reserves.

4. The table below represents the amount of tabular discount as of December 31, 2014.

Schedule P Lines of Business	Tabular Discount Included in Schedule P, Part 1*	
	1 Case	2 IBNR
1. Homeowners/Farmowners		
2. Private Passenger Auto Liability/Medical		
3. Commercial Auto/Truck Liability/Medical		
4. Workers' Compensation		
5. Commercial Multiple Peril		
6. Medical Professional Liability - occurrence		
7. Medical Professional Liability - claims-made		
8. Special Liability		
9. Other Liability - occurrence		
10. Other Liability - claims-made		
11. Special Property		
12. Auto Physical Damage		
13. Fidelity, Surety		
14. Other (including Credit, Accident & Health)	50,827	
15. International		
16. Reinsurance Nonproportional Assumed Property		
17. Reinsurance Nonproportional Assumed Liability		
18. Reinsurance Nonproportional Assumed Financial Lines		
19. Products Liability - occurrence		
20. Products Liability - claims-made		
21. Financial Guaranty/Mortgage Guaranty		
22. Warranty		
23. Total	$ 50,827	$ -

* Must exclude medical loss reserves and all loss adjustment expense reserves.

B. Non-Tabular Discounts

The Company does not have any non-tabular discount.

C. Changes in Discount Assumptions

None.

Note 33 - Asbestos/Environmental Reserves

A. The Company has exposure to asbestos and environmental claims through either the direct issuance of general liability policies or through reinsurance assumptions. The Company estimates the full impact of its asbestos and environmental exposure by establishing case reserves when sufficient information has been developed to indicate the involvement of a specific insurance policy. In addition, incurred but not reported reserves have been established to cover additional exposures on both known and unasserted claims, primarily utilizing historical information.

This schedule includes all loss segments that now reside in the Company. The prior year numbers have been restated to reflect the Company’s change in pooling percentage and the addition of the Harlyesville affiliates to the Nationwide Pool (see Note 26). The Company's asbestos and environmental related losses for each of the five most recent calendar years were as follows:

NOTES TO FINANCIAL STATEMENTS

(1) **Asbestos Claims - Direct**	2010	2011	2012	2013	2014
Beginning Reserves:	5,919,830	5,972,621	5,264,131	4,847,919	5,465,028
Incurred Loss and Loss Adj. Expense:	814,378	56,394	302,381	1,658,048	1,630,339
Calendar Year Payments:	761,587	764,884	718,593	1,040,940	778,401
Ending Reserve:	5,972,621	5,264,131	4,847,919	5,465,028	6,316,965

(2) **Asbestos Claims - Assumed**	2010	2011	2012	2013	2014
Beginning Reserves:	14,963,139	15,054,666	14,988,830	14,527,994	12,461,255
Incurred Loss and Loss Adj. Expense:	229,391	23,668	(539,669)	(935,605)	(360,000)
Calendar Year Payments:	137,864	89,504	(78,833)	1,131,134	1,264,045
Ending Reserve:	15,054,666	14,988,830	14,527,994	12,461,255	10,837,210

(3) **Asbestos Claims - Net**	2010	2011	2012	2013	2014
Beginning Reserves:	1,727,809	1,794,903	1,518,856	2,342,023	1,250,384
Incurred Loss and Loss Adj. Expense:	228,900	(203,753)	431,086	(270,889)	107,459
Calendar Year Payments:	161,806	72,294	(392,081)	820,750	(82,092)
Ending Reserve:	1,794,903	1,518,856	2,342,023	1,250,384	1,439,936

B.	Bulk and IBNR Losses and LAE	
(1)	Direct	4,918,656
(2)	Assumed	9,255,389
(3)	Net of Ceded Reinsurance	899,234
C.	Case, Bulk and IBNR LAE	
(1)	Direct	3,157,199
(2)	Assumed	42,246
(3)	Net of Ceded Reinsurance	332,292

D. See A above

(1) **Environmental Claims - Direct**	2010	2011	2012	2013	2014
Beginning Reserves:	4,534,511	4,473,878	4,528,964	5,382,377	5,260,301
Incurred Loss & Loss Adj. Expense:	286,472	457,153	155,554	209,388	(1,070,590)
Calendar Year Payments:	347,105	402,067	(697,859)	331,464	207,761
Ending Reserve:	4,473,878	4,528,964	5,382,377	5,260,301	3,981,951

(2) **Environmental Claims - Assumed**	2010	2011	2012	2013	2014
Beginning Reserves:	7,821,173	5,810,981	4,713,391	3,900,709	3,089,865
Incurred Loss and Loss Adj. Expense:	(1,941,462)	(1,091,309)	(865,269)	(248,715)	(720,000)
Calendar Year Payments:	68,730	6,281	(52,587)	562,129	335,719
Ending Reserve:	5,810,981	4,713,391	3,900,709	3,089,865	2,034,145

(3) **Environmental Claims - Net**	2010	2011	2012	2013	2014
Beginning Reserves:	4,093,467	4,044,020	4,182,668	5,094,979	4,969,709
Incurred Loss and Loss Adj. Expense:	286,456	531,162	163,592	202,301	(1,070,590)
Calendar Year Payments:	335,903	392,514	(748,719)	327,571	197,938
Ending Reserve:	4,044,020	4,182,668	5,094,979	4,969,709	3,701,181

E.	Bulk and IBNR Losses and LAE	
(1)	Direct	2,973,786
(2)	Assumed	1,535,478
(3)	Net of Ceded Reinsurance	2,786,160
F.	Case, Bulk and IBNR LAE	
(1)	Direct	1,042,476
(2)	Assumed	27,052
(3)	Net of Ceded Reinsurance	879,342

Note 34 - Subscriber Savings Accounts

Not applicable.

Note 35 - Multiple Peril Crop Insurance

Not applicable.

Note 36 – Financial Guaranty Insurance

A. and B. Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]
If yes, complete Schedule Y, Parts 1, 1A and 2

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [ ] N/A [ ]

1.3 State Regulating? OH

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 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2011

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2011

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 04/07/2013

3.4 By what department or departments?
OH

3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ ] No [ ] N/A [X]

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business? Yes [ ] No [X]
4.12 renewals? Yes [ ] No [X]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business? Yes [ ] No [X]
4.22 renewals? Yes [ ] No [X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

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

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

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

6.2 If yes, give full information:

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [X]

7.2 If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [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
Nationwide Bank	Columbus, OH	NO	YES	NO	NO
Nationwide Mutual Insurance Company	Columbus, OH	YES	NO	NO	NO
Nationwide Mutual Fire Insurance Company	Columbus, OH	YES	NO	NO	NO
Nationwide Corporation	Columbus, OH	YES	NO	NO	NO
Nationwide Financial Services, Inc.	Columbus, OH	YES	NO	NO	NO
Nationwide Investment Services Corp	Columbus, OH	NO	NO	NO	YES
Nationwide Investment Advisors, LLC	Columbus, OH	NO	NO	NO	YES
Nationwide Securities, LLC	Dublin, OH	NO	NO	NO	YES
Nationwide Fund Advisors	King of Prussia, PA	NO	NO	NO	YES
Nationwide Fund Distributors, LLC	King of Prussia, PA	NO	NO	NO	YES
Nationwide Asset Management, LLC	Columbus, OH	NO	NO	NO	YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG LLP, 191 W. Nationwide Blvd., Suite 500 Columbus, OH 43215

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [ ] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
G. Chris Nyce, FCAS, MAAA,KPMG LLP
Three Radnor Corporate Center, Suite 105,100 Matsonford Road, Radnor, PA 19087-4568, Principal.

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [X] No [ ]

12.11 Name of real estate holding company Rockbridge Real Estate Fund II

12.12 Number of parcels involved

12.13 Total book/adjusted carrying value $

12.2 If, yes provide explanation:
Holding Company

13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ ]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

GENERAL INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes [X] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers $
- 20.12 To stockholders not officers $
- 20.13 Trustees, supreme or grand (Fraternal Only) $

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers $
- 20.22 To stockholders not officers $
- 20.23 Trustees, supreme or grand (Fraternal Only) $

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [ ] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others $
- 21.22 Borrowed from others $
- 21.23 Leased from others $
- 21.24 Other $

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment $
- 22.22 Amount paid as expenses $
- 22.23 Other amounts paid $

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 21,603,123

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [ ] No [X]

24.02 If no, give full and complete information relating thereto
Held on Deposit with States and On Deposit with Other Regulatory Bodies

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
Nationwide utilizes a third party to administer its Securities Lending program. Securities are loaned to approved counterparties, who in turn post cash collateral to Nationwide. The amount of cash collateral received is calculated as a percentage of the market value of the security being lent. The cash is subsequently reinvested based upon a Nationwide approved Investment Policy. The collateral received by Nationwide and the corresponding payable to the counterparties are recorded on balance sheet. Additionally, Nationwide participates in a Cash Release Program. Nationwide can borrow a limited amount of cash from the program subject to the underwriting of the plan administrator. Nationwide pays 1 month LIBOR on the borrowings, a majority of which comes back to Nationwide as earnings on the securities lending program. As of December 31, 2014, Nationwide had loaned $22,366,280 to approved counterparties and received collateral amounts of $23,006,466.

24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [ ] N/A [ ]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 21,261,571

24.06 If answer to 24.04 is no, report amount of collateral for other programs. $

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [ ] N/A [ ]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [ ] N/A [ ]

24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [X] No [ ] N/A [ ]

GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. $ 21,261,571
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 21,261,571
24.103 Total payable for securities lending reported on the liability page. $ 23,006,466

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [X] No [ ]

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements $
25.22 Subject to reverse repurchase agreements $
25.23 Subject to dollar repurchase agreements $
25.24 Subject to reverse dollar repurchase agreements $
25.25 Placed under option agreements $
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock $
25.27 FHLB Capital Stock $
25.28 On deposit with states $ 7,566,659
25.29 On deposit with other regulatory bodies $ 122,093
25.30 Pledged as collateral - excluding collateral pledged to an FHLB $
25.31 Pledged as collateral to FHLB - including assets backing funding agreements $
25.32 Other $

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [X] No [ ]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [X] No [ ] N/A [ ]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year. $

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian's Address
The Bank of New York Mellon	1 Wall Street, New York, NY 10286

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

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

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [ ] No [X]
28.04 If yes, give full and complete information relating thereto:

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address
N/A	Members of the investment staff designated by the Chief Investment Officer as detailed in the Corporate Resolution	One Nationwide Plaza, Columbus, OH 43215-2220

GENERAL INTERROGATORIES

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

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		

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

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	3,764,783,489	4,052,648,512	287,865,023
30.2 Preferred stocks	291,224	291,224	
30.3 Totals	3,765,074,713	4,052,939,736	287,865,023

30.4 Describe the sources or methods utilized in determining the fair values:

For fixed maturity and marketable equity securities for which market quotations generally are available, Nationwide generally uses independent pricing services to assist in determining the fair value measurement. For certain fixed maturity securities not priced by independent services (generally private placement securities without quoted market prices), an internally developed pricing model or “corporate pricing matrix” is most often used. The corporate pricing matrix is developed by obtaining private spreads versus the U.S. Treasury yield for corporate securities with varying weighted average lives and bond ratings. The weighted average life and bond rating of a particular fixed maturity security to be priced using the corporate matrix are important inputs into the model and are used to determine a corresponding spread that is added to the U.S. Treasury yield to create an estimated market yield for that bond. The estimated market yield and other relevant factors are then used to estimate the fair value of the particular fixed maturity security. Nationwide also utilized broker quotes to assist in pricing securities or to validate modeled prices.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker’s or custodian’s pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [ ] No [X]

31.3 If the answer to 31.2 is no, describe the reporting entity’s process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

Nationwide relies on broker valuations only when an approved third party vendor evaluation is not available. Any exceptions are approved by Risk Management and the Middle Office and reviewed by the Investments Pricing Committee. The brokers used to value securities are deemed to be main market makers for each individual security and therefore have in depth knowledge of the particular issue.

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No [ ]

32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $

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

1 Name	2 Amount Paid
All payments are made by Nationwide Mutual Insurance Company and are reported in its Annual Statement.	

34.1 Amount of payments for legal expenses, if any? $

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
All payments are made by Nationwide Mutual Insurance Company and are reported in its Annual Statement.	

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $

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

1 Name	2 Amount Paid
All payments are made by Nationwide Mutual Insurance Company and are reported in its Annual Statement.	

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [ ] No [X]

1.2 If yes, indicate premium earned on U. S. business only. $

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $

1.31 Reason for excluding

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. $

1.5 Indicate total incurred claims on all Medicare Supplement Insurance. $

1.6 Individual policies:

Most current three years:
1.61 Total premium earned $
1.62 Total incurred claims $
1.63 Number of covered lives

All years prior to most current three years
1.64 Total premium earned $
1.65 Total incurred claims $
1.66 Number of covered lives

1.7 Group policies:

Most current three years:
1.71 Total premium earned $
1.72 Total incurred claims $
1.73 Number of covered lives

All years prior to most current three years
1.74 Total premium earned $
1.75 Total incurred claims $
1.76 Number of covered lives

2. Health Test:

		1 Current Year	2 Prior Year
2.1	Premium Numerator		21,715,121
2.2	Premium Denominator	2,116,811,677	2,001,998,193
2.3	Premium Ratio (2.1/2.2)	0.000	0.011
2.4	Reserve Numerator	648,554	644,566
2.5	Reserve Denominator	2,459,791,593	2,319,079,051
2.6	Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [ ] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies $
3.22 Non-participating policies $

4. For mutual reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? Yes [ ] No [X]

4.2 Does the reporting entity issue non-assessable policies? Yes [ ] No [X]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. $

5. For Reciprocal Exchanges Only:

5.1 Does the Exchange appoint local agents? Yes [ ] No [ ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation Yes [ ] No [ ] N/A [ ]
5.22 As a direct expense of the exchange Yes [ ] No [ ] N/A [ ]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [ ] No [ ]

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
The company's net exposure arises from its participation in the Nationwide Mutual Insurance Company Pool. Exposure of the Pooled Companies to a Workers' Compensation catastrophe is protected by a Liability Excess of Loss (Clash) treaty providing $90M limit excess of $10M per occurrence retention and containing a $10M per claimant limit.

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
The company's net exposure arises from its participation in the Nationwide Mutual Insurance Company Pool. Catastrophic risk to the Pool arises primarily from windstorm events in the eastern United States affecting personal and commercial lines. The company's property exposures are aggregated with the other Nationwide companies and modeled using Applied Insurance Research (AIR) CLASIC/2.

6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
The company's net property-catastrophe exposures, if any, are mitigated through managed coastal growth, purchase of excess of loss reinsurance, policy provisions such as higher deductibles, and enforcement of underwriting guidelines related to building construction, etc.

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No [ ]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.

7.1 Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)? Yes [ ] No [X]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions:

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [ ] No [ ]

8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [ ] No [X]

8.2 If yes, give full information

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes [ ] No [X]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [X]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [ ] No [X]

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or, Yes [ ] No [X]
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [X]
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [ ] No [X]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [ ] N/A [ ]

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes [ ] No [X]

11.2 If yes, give full information

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses $

12.12 Unpaid underwriting expenses (including loss adjustment expenses) $

12.2 Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds $

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [X] N/A [ ]

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From %

12.42 To %

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves , including unpaid losses under loss deductible features of commercial policies? Yes [ ] No [X]

12.6 If yes, state the amount thereof at December 31 of the current year:

12.61 Letters of credit $

12.62 Collateral and other funds $

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 2,900,000

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [ ] No [X]

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 3

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [X] No [ ]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
Companies that are not part of the Nationwide Mutual Insurance Company Pooling and Quota Share Arrangements receive a fair and equitable allocation of ceded premium and loss. The terms of the Nationwide Pooling and Quota Share Agreements govern the allocation and recording of ceded premium and loss for the participating companies.

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [ ] No [X]

14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [ ] No [X]

14.5 If the answer to 14.4 is no, please explain:
Written agreements are in place for all multi-cedent reinsurance treaties that cover any company that does not participate in the Nationwide Mutual Insurance Company Pooling and Quota Share Arrangements.

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [ ] No [X]

15.2 If yes, give full information

16.1 Does the reporting entity write any warranty business? Yes [ ] No [X]
If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home					
16.12 Products					
16.13 Automobile					
16.14 Other*					

* Disclose type of coverage:

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? Yes [ ] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 $

17.12 Unfunded portion of Interrogatory 17.11 $

17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 $

17.14 Case reserves portion of Interrogatory 17.11 $

17.15 Incurred but not reported portion of Interrogatory 17.11 $

17.16 Unearned premium portion of Interrogatory 17.11 $

17.17 Contingent commission portion of Interrogatory 17.11 $

Provide the following information for all other amounts included in Schedule F - P art 3 and excluded from Schedule F - Part 5, not included above.

17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 $

17.19 Unfunded portion of Interrogatory 17.18 $

17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 $

17.21 Case reserves portion of Interrogatory 17.18 $

17.22 Incurred but not reported portion of Interrogatory 17.18 $

17.23 Unearned premium portion of Interrogatory 17.18 $

17.24 Contingent commission portion of Interrogatory 17.18 $

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

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

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

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

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)	1,274,572,439	1,235,678,757	1,057,503,499	1,009,297,556	1,059,820,261
2.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	899,581,833	871,335,794	805,801,329	787,519,689	820,855,826
3.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	1,618,949,425	1,637,712,430	1,436,134,942	1,454,460,909	1,557,746,036
4.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	28,606,787	24,786,636	22,894,108	30,606,211	29,153,754
5.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	(21,262)	(30,268)	(31)	144	8,119
6.	Total (Line 35)	3,821,689,222	3,769,483,349	3,322,333,847	3,281,884,509	3,467,583,996
	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)	935,019,628	936,966,380	747,093,054	708,468,415	711,955,107
8.	Property lines (Lines 1, 2, 9, 12, 21 & 26)	492,865,775	487,258,972	407,129,841	391,423,189	395,497,423
9.	Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	706,806,437	713,450,441	514,801,230	486,630,883	478,110,025
10.	All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	28,606,556	24,784,497	22,891,652	30,596,501	29,129,144
11.	Nonproportional reinsurance lines (Lines 31, 32 & 33)	(21,262)	(30,268)	(31)	144	8,119
12.	Total (Line 35)	2,163,277,134	2,162,430,022	1,691,915,746	1,617,119,132	1,614,699,818
	Statement of Income (Page 4)					
13	Net underwriting gain (loss) (Line 8)	(104,147,887)	(45,163,353)	(120,338,230)	(176,279,459)	(17,490,952)
14.	Net investment gain or (loss) (Line 11)	127,961,720	136,865,652	143,634,021	138,380,641	147,957,467
15.	Total other income (Line 15)	16,478,068	14,928,613	14,789,968	18,599,191	18,945,848
16.	Dividends to policyholders (Line 17)	1,953,733	1,426,218	912,900	867,156	735,719
17.	Federal and foreign income taxes incurred (Line 19)	(25,717,691)	31,492,831	3,236,769	(11,526,825)	22,881,338
18.	Net income (Line 20)	64,055,859	73,711,863	33,936,090	(8,639,958)	125,795,306
	Balance Sheet Lines (Pages 2 and 3)					
19.	Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	5,733,324,440	5,410,139,901	4,729,713,281	4,553,400,810	4,356,900,677
20.	Premiums and considerations (Page 2, Col. 3)					
	20.1 In course of collection (Line 15.1)	318,707,940	294,120,400	231,275,143	218,040,757	190,154,608
	20.2 Deferred and not yet due (Line 15.2)	698,319,314	626,782,612	555,153,567	509,041,749	227,976,293
	20.3 Accrued retrospective premiums (Line 15.3)					
21.	Total liabilities excluding protected cell business (Page 3, Line 26)	3,174,217,590	2,965,062,569	2,412,362,929	2,310,246,490	2,130,944,152
22.	Losses (Page 3, Line 1)	1,216,195,950	1,137,252,207	886,706,882	878,018,415	915,027,372
23.	Loss adjustment expenses (Page 3, Line 3)	265,665,907	262,012,884	191,451,390	189,004,168	191,660,939
24.	Unearned premiums (Page 3, Line 9)	871,482,157	825,016,699	664,590,714	634,693,274	625,544,900
25.	Capital paid up (Page 3, Lines 30 & 31)					
26.	Surplus as regards policyholders (Page 3, Line 37)	2,559,106,850	2,445,077,332	2,317,350,352	2,243,154,320	2,225,956,525
	Cash Flow (Page 5)					
27.	Net cash from operations (Line 11)	195,986,364	506,520,057	382,690,263	(343,619,312)	58,463,505
	Risk-Based Capital Analysis					
28.	Total adjusted capital	2,559,106,850	2,460,238,597	2,317,350,352	2,243,154,320	2,225,956,525
29.	Authorized control level risk-based capital	211,397,579	203,543,010	170,793,807	155,969,289	155,567,973
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30.	Bonds (Line 1)	85.9	85.3	85.5	87.1	84.4
31.	Stocks (Lines 2.1 & 2.2)	4.9	4.2	5.3	5.5	5.5
32.	Mortgage loans on real estate (Lines 3.1 and 3.2)	2.6	2.9	2.1	1.3	1.3
33.	Real estate (Lines 4.1, 4.2 & 4.3)	0.1	0.3	0.4	0.4	0.4
34.	Cash, cash equivalents and short-term investments (Line 5)	0.4	0.2	2.0	1.7	2.5
35.	Contract loans (Line 6)					
36.	Derivatives (Line 7)					0.0
37.	Other invested assets (Line 8)	5.7	6.6	4.5	3.8	3.3
38.	Receivables for securities (Line 9)					0.0
39.	Securities lending reinvested collateral assets (Line 10)	0.5	0.3	0.3	0.2	2.6
40.	Aggregate write-ins for invested assets (Line 11)	0.0	0.1			
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 (Schedule D, Summary, Line 12, Col. 1)					
43.	Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44.	Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	210,247,643	175,398,081	193,200,256	196,860,054	202,282,706
45.	Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46.	Affiliated mortgage loans on real estate					
47.	All other affiliated	40,118,049	31,441,071	176,655		
48.	Total of above Lines 42 to 47	250,365,692	206,839,152	193,376,911	196,860,054	202,282,706
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)	9.8	8.5	8.3	8.8	9.1

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)	30,633,533	17,916,475	10,515,927	6,069,129	19,302,816
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	114,029,518	127,726,980	74,196,032	17,197,795	134,313,791
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)	689,886,695	524,745,449	630,868,098	679,641,927	711,232,533
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	461,519,581	525,724,113	454,273,528	474,345,593	441,135,272
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	875,643,441	704,951,413	928,676,024	1,256,732,052	1,005,423,887
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	18,011,719	15,970,063	16,657,468	22,491,499	23,898,589
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	115,767	1,222,724			1,405,449
59. Total (Line 35)	2,045,177,203	1,772,613,762	2,030,475,118	2,433,211,071	2,183,095,730
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)	509,405,245	337,858,323	427,991,202	427,532,154	422,703,572
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	290,145,210	261,612,717	239,656,076	243,730,968	221,702,656
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	397,670,907	250,412,390	318,288,729	398,342,873	306,363,999
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	18,011,719	15,970,063	16,657,468	22,491,499	23,898,561
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	115,767	1,222,724			1,405,449
65. Total (Line 35)	1,215,348,848	867,076,217	1,002,593,475	1,092,097,494	976,074,237
Operating Percentages (Page 4) (Line 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)	61.1	55.8	60.8	65.6	57.4
68. Loss expenses incurred (Line 3)	10.0	10.4	11.1	11.3	10.3
69. Other underwriting expenses incurred (Line 4)	33.8	36.1	35.3	34.0	33.3
70. Net underwriting gain (loss) (Line 8)	(4.9)	(2.3)	(7.2)	(11.0)	(1.1)
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)	32.3	32.7	33.8	32.7	32.5
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	71.1	66.2	71.9	76.9	67.8
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)	84.5	88.4	73.0	72.1	72.5
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)	12,036	(8,473)	(22,308)	(47,072)	(61,130)
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)	0.5	(0.4)	(1.0)	(2.1)	(2.9)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(7,099)	(29,428)	(74,170)	(92,889)	(44,312)
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)	(0.3)	(1.3)	(3.3)	(4.4)	(2.1)

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:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

($000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	
				4	5	6	7	8	9			
	Direct and Assumed	Ceded	Net (1 - 2)	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Received	Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	Number of Claims Reported Direct and Assumed
1. Prior	XXX	XXX	XXX	12,610	6,401	3,281	1,667	1,376	638	268	8,561	XXX
2. 2005	2,010,261	142,626	1,867,635	1,120,104	153,120	64,807	8,107	148,696	5,017	52,542	1,167,362	XXX
3. 2006	2,186,600	219,435	1,967,165	1,095,039	105,412	62,909	6,902	194,205	9,306	55,794	1,230,533	XXX
4. 2007	2,219,924	233,152	1,986,772	1,161,944	126,196	62,882	5,550	110,315	5,676	68,985	1,197,718	XXX
5. 2008	2,261,837	302,097	1,959,741	1,342,956	152,242	61,885	5,119	164,644	11,444	60,459	1,400,681	XXX
6. 2009	2,198,392	301,435	1,896,957	1,235,229	151,651	58,120	5,635	150,418	13,572	58,648	1,272,908	XXX
7. 2010	2,137,286	289,731	1,847,555	1,181,804	125,536	52,674	4,811	150,181	13,959	61,134	1,240,354	XXX
8. 2011	2,025,124	195,517	1,829,607	1,281,715	102,969	53,081	5,979	151,654	5,720	66,536	1,371,782	XXX
9. 2012	2,096,897	211,613	1,885,284	1,176,307	144,468	35,605	3,045	147,167	8,071	67,672	1,203,494	XXX
10. 2013	2,228,806	226,808	2,001,998	974,389	74,949	19,820	1,865	134,880	5,080	66,385	1,047,195	XXX
11. 2014	2,348,386	231,575	2,116,812	800,976	53,806	6,744	298	115,419	4,056	43,148	864,979	XXX
12. Totals	XXX	XXX	XXX	11,383,072	1,196,752	481,808	48,977	1,468,956	82,539	601,572	12,005,568	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13	14	15	16	17	18	19	20	21	22			
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrog-ation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstand-ing Direct and Assumed
1. Prior	159,103	99,392	46,257	24,793	3,594	2,092	13,665	4,522	3,018	20	1,393	94,816	XXX
2. 2005	13,727	8,054	3,178	718	661	139	2,301	148	545	67	255	11,287	XXX
3. 2006	15,608	10,794	4,724	1,355	916	132	2,795	223	735	22	313	12,252	XXX
4. 2007	18,964	3,858	5,855	1,879	746	76	3,745	205	719	62	505	23,948	XXX
5. 2008	20,812	5,018	6,927	1,853	1,072	278	5,282	160	1,290	96	640	27,977	XXX
6. 2009	29,350	6,272	10,830	4,071	1,436	222	6,666	394	1,556	98	1,086	38,781	XXX
7. 2010	38,467	6,243	15,459	5,924	1,947	373	9,958	618	2,201	165	1,430	54,710	XXX
8. 2011	88,862	15,584	24,909	10,082	4,726	1,215	18,266	1,270	3,669	387	2,865	111,894	XXX
9. 2012	121,662	12,969	52,860	20,716	6,015	1,193	30,884	2,572	5,679	537	4,940	179,112	XXX
10. 2013	190,718	14,960	91,832	19,197	7,011	1,487	47,129	3,875	9,565	801	8,940	305,935	XXX
11. 2014	334,019	22,257	257,000	38,936	5,012	1,071	69,488	6,859	26,447	1,693	33,884	621,150	XXX
12. Totals	1,031,290	205,400	519,831	129,525	33,135	8,278	210,177	20,845	55,424	3,947	56,251	1,481,862	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense	Inter-Company Pooling Participation Percentage	Losses Unpaid	Loss Expenses Unpaid
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX			XXX	81,174	13,642
2. 2005	1,354,019	175,370	1,178,649	67.4	123.0	63.1			12.0	8,133	3,153
3. 2006	1,376,931	134,146	1,242,785	63.0	61.1	63.2			12.0	8,183	4,069
4. 2007	1,365,169	143,502	1,221,667	61.5	61.5	61.5			12.0	19,082	4,866
5. 2008	1,604,868	176,210	1,428,658	71.0	58.3	72.9			12.0	20,867	7,110
6. 2009	1,493,605	181,916	1,311,689	67.9	60.3	69.1			12.0	29,836	8,945
7. 2010	1,452,691	157,628	1,295,063	68.0	54.4	70.1			12.0	41,760	12,950
8. 2011	1,626,882	143,205	1,483,677	80.3	73.2	81.1			12.0	88,105	23,789
9. 2012	1,576,178	193,571	1,382,607	75.2	91.5	73.3			12.0	140,837	38,276
10. 2013	1,475,344	122,214	1,353,130	66.2	53.9	67.6			12.0	248,393	57,542
11. 2014	1,615,106	128,977	1,486,129	68.8	55.7	70.2			12.0	529,825	91,324
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	1,216,196	265,666

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014	DEVELOPMENT 11 One Year	12 Two Year
1. Prior	703,185	675,379	678,870	679,707	677,846	677,399	675,412	669,650	667,390	660,487	(6,903)	(9,163)
2. 2005	1,075,281	1,050,725	1,049,238	1,048,001	1,041,913	1,038,855	1,035,994	1,035,636	1,035,208	1,034,497	(711)	(1,139)
3. 2006	XXX	1,091,169	1,079,937	1,079,018	1,071,824	1,064,162	1,059,801	1,057,609	1,057,187	1,057,173	(14)	(436)
4. 2007	XXX	XXX	1,147,480	1,154,113	1,139,316	1,128,721	1,121,445	1,120,318	1,117,992	1,116,371	(1,620)	(3,947)
5. 2008	XXX	XXX	XXX	1,295,663	1,304,652	1,289,722	1,277,486	1,276,685	1,275,192	1,274,264	(928)	(2,421)
6. 2009	XXX	XXX	XXX	XXX	1,224,828	1,190,677	1,178,938	1,174,755	1,172,576	1,173,384	808	(1,370)
7. 2010	XXX	XXX	XXX	XXX	XXX	1,181,293	1,167,539	1,162,005	1,157,517	1,156,805	(712)	(5,199)
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	1,324,072	1,321,724	1,328,199	1,334,460	6,261	12,736
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,234,529	1,233,177	1,238,370	5,192	3,841
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,203,903	1,214,566	10,663	XXX
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,350,012	XXX	XXX
										12. Totals	12,036	(7,099)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014	11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
1. Prior	000	210,335	351,207	426,409	481,580	512,067	536,786	549,531	560,802	568,625	XXX	XXX
2. 2005	565,023	782,020	881,591	945,147	982,563	1,002,591	1,011,282	1,017,459	1,021,135	1,023,683	XXX	XXX
3. 2006	XXX	576,771	805,945	904,435	965,940	1,003,717	1,023,664	1,033,507	1,041,129	1,045,633	XXX	XXX
4. 2007	XXX	XXX	614,556	853,622	948,023	1,013,705	1,052,677	1,075,490	1,086,564	1,093,080	XXX	XXX
5. 2008	XXX	XXX	XXX	733,329	1,003,047	1,104,438	1,174,178	1,214,729	1,235,911	1,247,480	XXX	XXX
6. 2009	XXX	XXX	XXX	XXX	670,659	911,143	1,014,020	1,079,568	1,115,285	1,136,062	XXX	XXX
7. 2010	XXX	XXX	XXX	XXX	XXX	668,664	908,022	1,004,855	1,067,995	1,104,131	XXX	XXX
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	796,757	1,048,830	1,153,897	1,225,848	XXX	XXX
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	697,121	954,373	1,064,399	XXX	XXX
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	662,914	917,395	XXX	XXX
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	753,616	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) 1 2005	2 2006	3 2007	4 2008	5 2009	6 2010	7 2011	8 2012	9 2013	10 2014
1. Prior	285,180	193,651	139,897	109,063	89,581	79,130	60,395	51,792	43,668	30,638
2. 2005	268,361	127,016	74,603	43,501	27,857	18,514	12,324	8,857	6,648	4,619
3. 2006	XXX	281,361	135,713	79,096	46,247	27,058	17,098	11,422	8,436	5,942
4. 2007	XXX	XXX	279,405	134,438	81,435	46,408	26,515	17,060	11,367	7,516
5. 2008	XXX	XXX	XXX	283,737	139,519	77,774	40,596	24,253	15,737	10,196
6. 2009	XXX	XXX	XXX	XXX	283,163	119,453	63,791	35,775	21,843	13,031
7. 2010	XXX	XXX	XXX	XXX	XXX	257,182	107,498	59,890	32,860	18,876
8. 2011	XXX	XXX	XXX	XXX	XXX	XXX	252,388	107,728	60,288	31,823
9. 2012	XXX	XXX	XXX	XXX	XXX	XXX	XXX	266,976	113,551	60,456
10. 2013	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	261,188	115,889
11. 2014	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	280,692

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

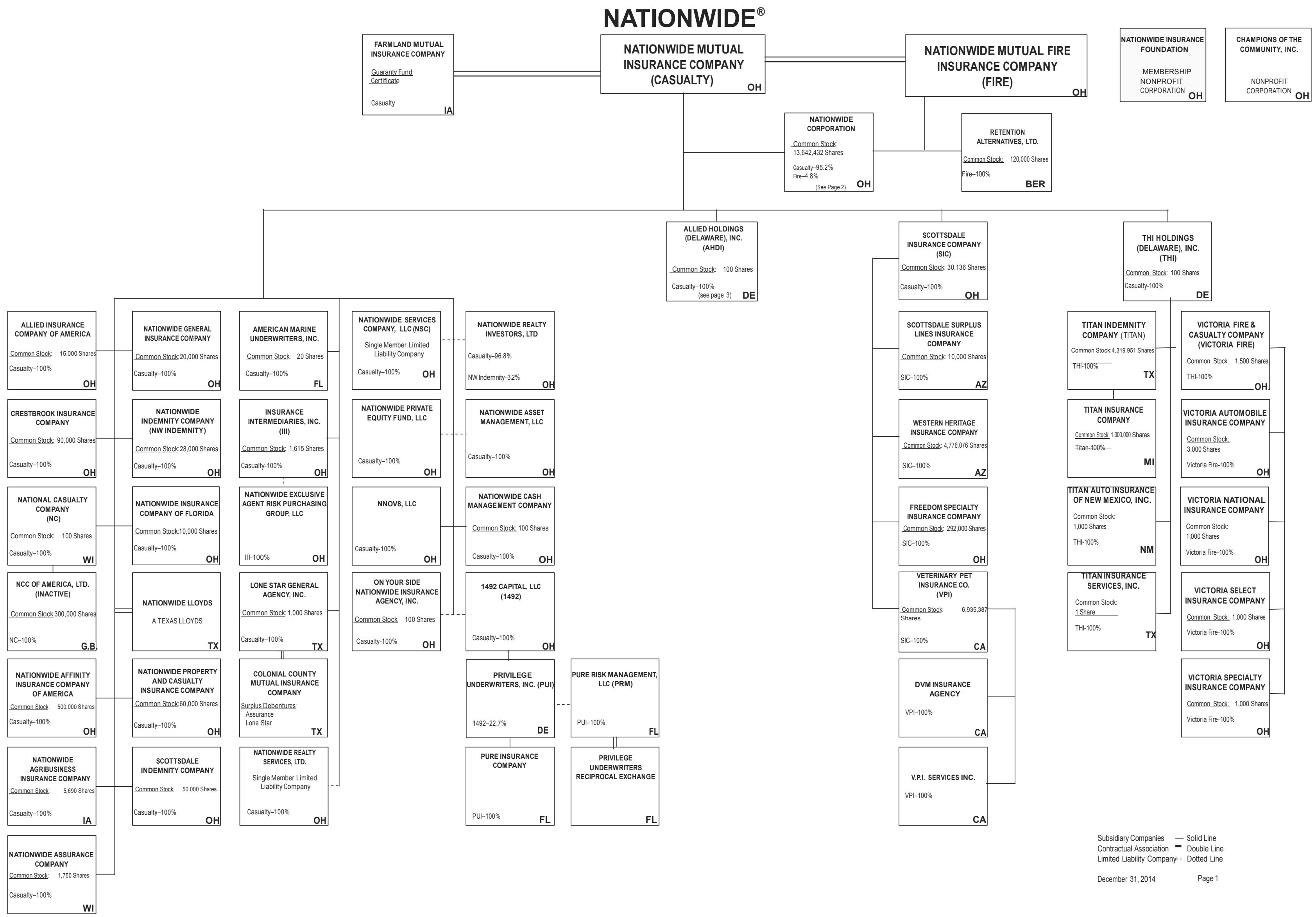
	1	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
States, Etc.	Active Status	2 Direct Premiums Written	3 Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
1. Alabama AL	L	54,525,663	55,487,189		28,775,719	27,153,072	15,990,246	426,498	
2. Alaska AK	L				798	(1,785)	170,295		
3. Arizona AZ	L	2,013,165	2,044,759		900,569	711,782	89,949	6,593	
4. Arkansas AR	L	31,681,868	30,942,809		16,783,705	16,812,176	4,536,967	124,783	
5. California CA	L	10,317,037	10,119,602		3,426,829	2,760,149	2,910,158	33,829	
6. Colorado CO	L	212,021	202,390		219,160	37,279	905,914	61	
7. Connecticut CT	L	34,256,965	33,250,623	20,264	12,078,770	12,929,984	12,058,047	232,137	
8. Delaware DE	L	24,161,904	24,429,663	21,958	16,065,533	16,961,082	9,089,421	157,749	
9. District of Columbia DC	L	8,378,861	8,647,250		5,503,738	5,503,723	2,218,221	53,314	
10. Florida FL	L	35,991,440	38,271,457		10,881,667	2,136,357	19,090,664	106	
11. Georgia GA	L	75,408,291	76,887,468		43,080,808	41,229,226	18,731,298	629,921	
12. Hawaii HI	L					(596)	(905)		
13. Idaho ID	L	63,476	67,664		5,688	8,658	1,652	78	
14. Illinois IL	L	33,520,998	32,013,958	268,263	29,282,626	32,320,420	10,046,481	168,490	
15. Indiana IN	L	22,223,189	21,836,308		12,354,082	12,540,803	3,461,339	131,554	
16. Iowa IA	L	911,980	913,360		509,311	478,869	78,635	656	
17. Kansas KS	L	437,679	439,874		82,717	78,740	33,888	283	
18. Kentucky KY	L	32,417,999	33,323,157		15,222,174	15,615,055	7,291,086	129,431	
19. Louisiana LA	L	10,436	8,222		6,338	(28,174)	184,662		
20. Maine ME	L	3,386,626	3,414,538		1,357,287	1,510,208	771,308	37,153	
21. Maryland MD	L	100,302,372	101,137,766	244,732	53,777,180	52,258,964	36,380,921	458,893	
22. Massachusetts MA	L					(19,210)	14,604		
23. Michigan MI	L	41,225,198	42,818,469	716	28,292,071	(25,315,198)	422,531,851	287,358	
24. Minnesota MN	L	136,162	139,826		88,045	(10,663)	2,085,185	139	
25. Mississippi MS	L	34,867,311	35,286,593		13,445,434	13,064,041	7,205,914	123,619	
26. Missouri MO	L	222,021	223,120		302,804	215,146	554,952	203	
27. Montana MT	L	29,197	25,406			(28,430)	11,367	2	
28. Nebraska NE	L	478,854	480,989		334	(21,623)	7,495	190	
29. Nevada NV	L	52,433	52,409		(252)	(11,998)	(3,956)	13	
30. New Hampshire NH	L	4,150,086	4,208,664		1,710,776	1,410,221	902,887	29,266	
31. New Jersey NJ	L	13,559	5,719		41,100	(12,631)	584,487		
32. New Mexico NM	L		1,028			(932)	1,164		
33. New York NY	L	106,698,941	107,554,309	14,038	43,440,699	36,619,391	67,911,134	717,629	
34. North Carolina NC	L	209,282,255	209,428,985		88,583,212	90,034,974	41,226,188	1,406,446	
35. North Dakota ND	L	113,330	103,256			(46,885)	(11)	75	
36. Ohio OH	L	230,358,314	222,534,010		131,564,816	144,199,954	66,775,204	2,524,267	
37. Oklahoma OK	L	2,439,006	2,418,308		1,053,739	701,654	458,876	7,284	
38. Oregon OR	L	3,436,732	3,567,501		1,738,964	1,848,478	679,150	12,034	
39. Pennsylvania PA	L	171,656,275	171,993,013	65,280	99,633,383	105,174,544	53,526,558	1,657,395	
40. Rhode Island RI	L	18,671,746	18,611,162		8,342,819	7,873,817	4,413,664	145,278	
41. South Carolina SC	L	142,433,127	130,499,719		63,833,437	70,261,792	33,153,582	1,682,323	
42. South Dakota SD	L	209,857	208,537		51,417	38,928	4,826	61	
43. Tennessee TN	L	31,135,308	32,034,641		16,143,097	16,118,109	6,529,727	194,089	
44. Texas TX	L	28,367,206	28,377,806		15,783,921	10,195,361	9,593,563	64,054	
45. Utah UT	L	69,828	72,148		(827)	(1,022)	3,663	10	
46. Vermont VT	L	6,566,915	6,520,536		5,070,438	5,470,042	1,924,953	94,873	
47. Virginia VA	L	112,794,451	112,503,896		40,471,938	39,795,208	28,358,823	707,549	
48. Washington WA	L	4,824,775	4,945,316		2,109,945	2,694,171	1,638,515	15,958	
49. West Virginia WV	L	37,717,115	37,951,533		17,801,094	18,646,411	7,944,585	256,722	
50. Wisconsin WI	L	97,351	100,134		10,927	(49,735)	5,406	41	
51. Wyoming WY	L	131,308	143,578			28,766	(546)	164	
52. American Samoa AS	N								
53. Guam GU	N								
54. Puerto Rico PR	N								
55. U.S. Virgin Islands VI	L								
56. Northern Mariana Islands MP	N								
57. Canada CAN	N								
58. Aggregate other alien OT	XXX								
59. Totals	(a) 52	1,658,400,631	1,646,248,668	635,251	829,828,030	779,888,673	902,084,057	12,518,571	
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX								

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

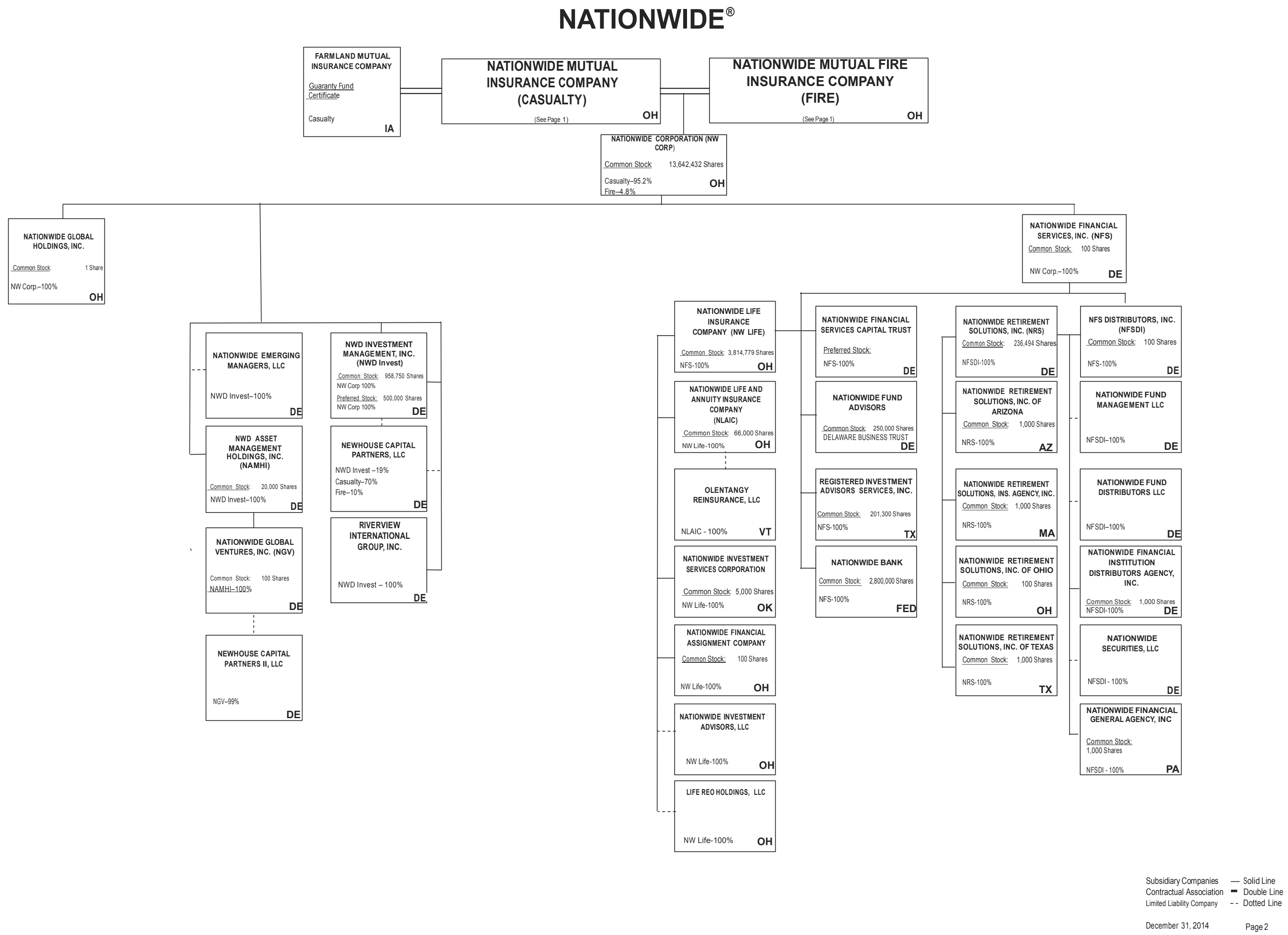
Explanation of basis of allocation of premiums by states, etc.

Premiums are allocated to those states where the insured risks are located: principle garage for automobile, physical address for homeowners, commercial multiple peril and other liability and main place of work for workers' compensation. Allocation of premiums for individual and group health insurance is based on the situs of the contract.

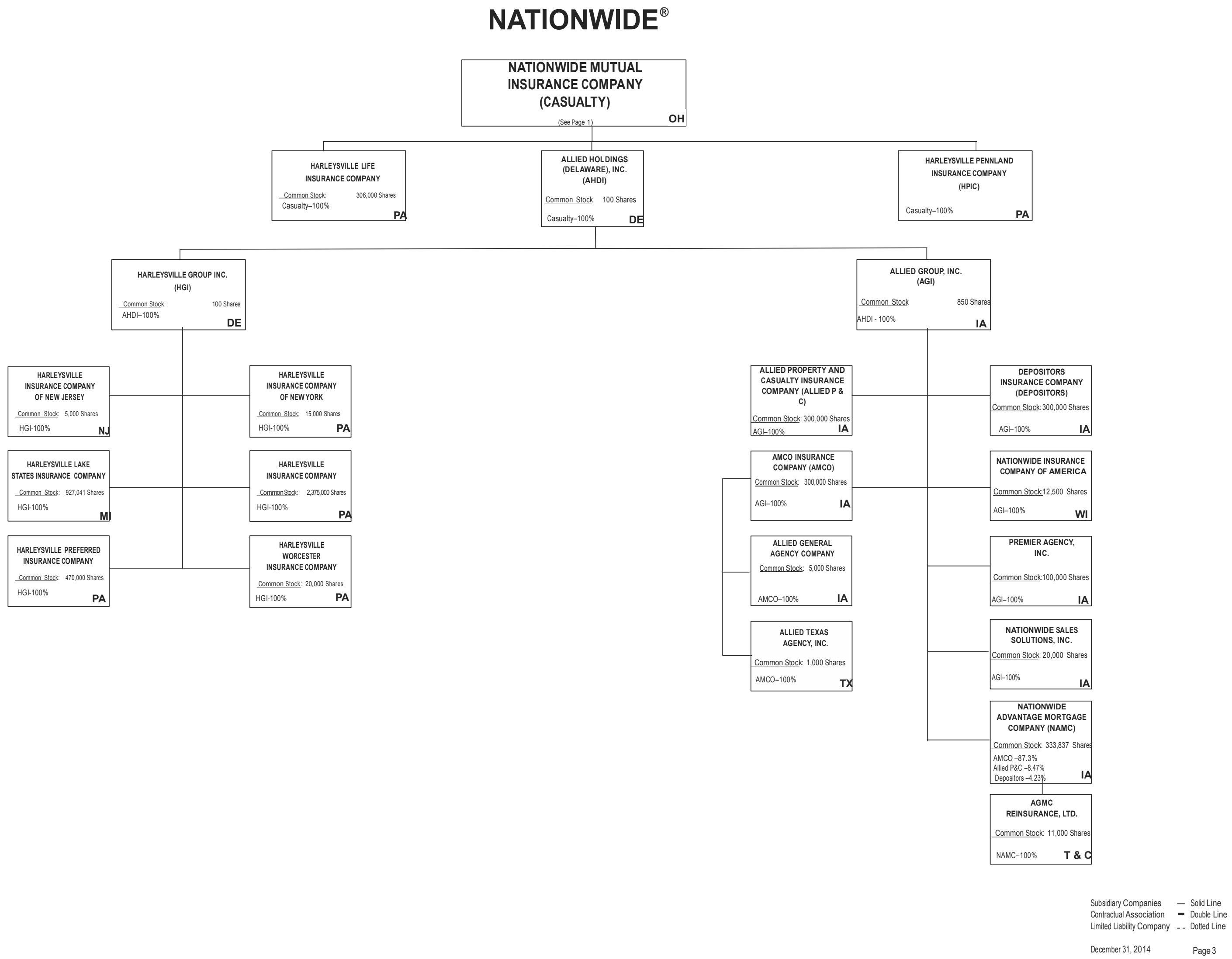
(a) Insert the number of L responses except for Canada and Other Alien.



(Casualty/Fire subsidiaries)



(Nationwide Corp. subsidiaries)



(ALLIED/Harleysville subsidiaries)

NATIONWIDE INSURANCE COMPANIES

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Name of Company
0140	Nationwide	10127	OH	27-0114983	Allied Insurance Company of America
0140	Nationwide	42579	IA	42-1201931	Allied Property and Casualty Insurance Company
0140	Nationwide	19100	IA	42-6054959	AMCO Insurance Company
0140	Nationwide	29262	TX	74-1061659	Colonial County Mutual Insurance Company
0140	Nationwide	18961	OH	68-0066866	Crestbrook Insurance Company
0140	Nationwide	42587	IA	42-1207150	Depositors Insurance Company
0140	Nationwide	13838	IA	42-0618271	Farmland Mutual Insurance Company
0140	Nationwide	22209	OH	75-6013587	Freedom Specialty Insurance Company
0140	Nationwide	23582	PA	41-0417250	Harleysville Insurance Company
0140	Nationwide	42900	NJ	23-2253669	Harleysville Insurance Company of New Jersey
0140	Nationwide	10674	PA	23-2864924	Harleysville Insurance Company of New York
0140	Nationwide	14516	MI	38-3198542	Harleysville Lake States Insurance Company
0140	Nationwide	64327	PA	23-1580983	Harleysville Life Insurance Company
0140	Nationwide	35696	PA	23-2384978	Harleysville Preferred Insurance Company
0140	Nationwide	26182	PA	04-1989660	Harleysville Worcester Insurance Company
0140	Nationwide	11991	WI	38-0865250	National Casualty Company
0140	Nationwide	26093	OH	48-0470690	Nationwide Affinity Insurance Company of America
0140	Nationwide	28223	IA	42-1015537	Nationwide Agribusiness Insurance Company
0140	Nationwide	10723	WI	95-0639970	Nationwide Assurance Company
0140	Nationwide	23760	OH	31-4425763	Nationwide General Insurance Company
0140	Nationwide	10070	OH	31-1399201	Nationwide Indemnity Company
0140	Nationwide	25453	WI	95-2130882	Nationwide Insurance Company of America
0140	Nationwide	10948	OH	31-1613686	Nationwide Insurance Company of Florida
0140	Nationwide	92657	OH	31-1000740	Nationwide Life and Annuity Insurance Company
0140	Nationwide	66869	OH	31-4156830	Nationwide Life Insurance Company
0140	Nationwide	42110	TX	75-1780981	Nationwide Lloyds
0140	Nationwide	23779	OH	31-4177110	Nationwide Mutual Fire Insurance Company
0140	Nationwide	23787	OH	31-4177100	Nationwide Mutual Insurance Company
0140	Nationwide	37877	OH	31-0970750	Nationwide Property & Casualty Insurance Company
0140	Nationwide	13999	VT	27-1712056	Olentangy Reinsurance, LLC
0140	Nationwide	15580	OH	31-1117969	Scottsdale Indemnity Company
0140	Nationwide	41297	OH	31-1024978	Scottsdale Insurance Company
0140	Nationwide	10672	AZ	86-0835870	Scottsdale Surplus Lines Insurance Company
0140	Nationwide	13242	TX	74-2286759	Titan Indemnity Company
0140	Nationwide	36269	MI	86-0619597	Titan Insurance Company
0140	Nationwide	42285	CA	95-3750113	Veterinary Pet Insurance Company
0140	Nationwide	10644	OH	34-1785903	Victoria Automobile Insurance Company
0140	Nationwide	42889	OH	34-1394913	Victoria Fire & Casualty Company
0140	Nationwide	10778	OH	34-1842604	Victoria National Insurance Company
0140	Nationwide	10105	OH	34-1777972	Victoria Select Insurance Company
0140	Nationwide	10777	OH	34-1842602	Victoria Specialty Insurance Company
0140	Nationwide	37150	AZ	86-0561941	Western Heritage Insurance Company
4664	PURE	12873	FL	20-8287105	Privilege Underwriters Reciprocal Exchange
4664	PURE	13204	FL	26-3109178	PURE Insurance Company

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

		Current Year			Prior Year
		1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
2504.	Other assets nonadmitted	8,075	8,075		
2505.	Recoupment receivable	3,622,472		3,622,472	3,464,012
2506.	Third party administrator receivable	1,180,723		1,180,723	11,377
2507.	Deductible receivables	387,164	51,283	335,881	
2597.	Summary of remaining write-ins for Line 25 from overflow page	5,198,434	59,358	5,139,076	3,475,389

Additional Write-ins for Liabilities Line 25

		1 Current Year	2 Prior Year
2504.	Miscellaneous liability	1,970,958	436,947
2505.	Pooling expense payable	6,207,369	14,013,314
2506.	Accrued derivative liability		134,574
2507.	State surcharge/recoupment payable	2,204,285	1,810,890
2597.	Summary of remaining write-ins for Line 25 from overflow page	10,382,612	16,395,725

Additional Write-ins for Underwriting and Investment Exhibit Part 3 Line 24

		1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
2404.	LAD buyout expense		40,956		40,956
2497.	Summary of remaining write-ins for Line 24 from overflow page		40,956		40,956

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

ANNUAL STATEMENT BLANK (Continued)

ANNUAL STATEMENT BLANK (Continued)