
AMENDED FILING EXPLANATION

This page is required to be updated/completed any time an amended filing is created.



ANNUAL STATEMENT

For the Year Ended December 31, 2014
of the Condition and Affairs of the

Safe Auto Insurance Company

NAIC Group Code..... 0, 0 <small>(Current Period) (Prior Period)</small>	NAIC Company Code..... 25405	Employer's ID Number..... 31-1379882
Organized under the Laws of OHIO	State of Domicile or Port of Entry OHIO	Country of Domicile US
Incorporated/Organized..... May 28, 1993	Commenced Business..... August 25, 1993	
Statutory Home Office	4 Easton Oval..... Columbus OH 43219 <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	
Main Administrative Office	4 Easton Oval..... Columbus OH <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	614-231-0200 <small>(Area Code) (Telephone Number)</small>
Mail Address	4 Easton Oval..... Columbus OH <small>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</small>	
Primary Location of Books and Records	4 Easton Oval..... Columbus OH <small>(Street and Number) (City or Town, State, Country and Zip Code)</small>	614-231-0200 <small>(Area Code) (Telephone Number)</small>
Internet Web Site Address		
Statutory Statement Contact	Thomas J Happensack <small>(Name)</small> thomas.happensack@safeauto.com <small>(E-Mail Address)</small>	614-944-7680 <small>(Area Code) (Telephone Number) (Extension)</small> 614-559-5357 <small>(Fax Number)</small>

OFFICERS

Name	Title	Name	Title
1. Ronald H Davies	CEO & President	2. Mark D LeMaster	General Counsel & Secretary
3. Greg A Sutton	Chief Financial Officer & Treasurer	4. Thomas J Happensack	Controller

OTHER

John Kish	Sr. Vice President	Evan McKee	Sr. Vice President
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DIRECTORS OR TRUSTEES

Britt Beemer	Charles Bryan	Ari Deshe	Jon Diamond
Oded Gur-Arie	William H Graves	Ronald Davies	

State of..... Ohio
County of..... Franklin

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.

_____ (Signature) Ronald H Davies	_____ (Signature) Mark D LeMaster	_____ (Signature) Greg A Sutton
1. (Printed Name) CEO & President	2. (Printed Name) General Counsel & Secretary	3. (Printed Name) Chief Financial Officer & Treasurer
_____ (Title)	_____ (Title)	_____ (Title)

Subscribed and sworn to before me
This _____ day of _____ May _____ 2015

a. Is this an original filing? Yes [] No [X]
b. If no 1. State the amendment number - 2 -
2. Date filed 5/15/2015
3. Number of pages attached Complete Annual Statement

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	205,746,285		205,746,285	212,506,452
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	564,720		564,720	210,400
2.2 Common stocks.....	48,457,056		48,457,056	24,516,059
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	29,428,436		29,428,436	30,213,725
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	900,000		900,000	956,000
5. Cash (\$.....5,686,281, Schedule E-Part 1), cash equivalents (\$.....4,999,038, Schedule E-Part 2) and short-term investments (\$.....2,806,426, Schedule DA).....	13,491,746		13,491,746	24,102,507
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....	5,914,800		5,914,800	
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	304,503,043	0	304,503,043	292,505,143
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	1,591,851		1,591,851	1,549,697
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	14,053,580		14,053,580	14,060,111
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	46,033,458		46,033,458	42,562,851
15.3 Accrued retrospective premiums.....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	825,000		825,000	
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....	4,831,986		4,831,986	3,713,493
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	14,198,424	11,769,360	2,429,064	2,236,390
21. Furniture and equipment, including health care delivery assets (\$.....0).....	773,248	773,248	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	2,799
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	13,761,819	1,091,762	12,670,057	10,667,719
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	400,572,409	13,634,370	386,938,039	367,298,203
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTALS (Lines 26 and 27).....	400,572,409	13,634,370	386,938,039	367,298,203

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Corporate owned life insurance.....	6,437,315		6,437,315	5,700,406
2502. Deferred compensation life insurance.....	5,118,363		5,118,363	4,752,146
2503. Prepaid expenses.....	993,641	993,641	0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	1,212,500	98,121	1,114,379	215,167
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	13,761,819	1,091,762	12,670,057	10,667,719

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	102,120,944	113,277,992
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	28,786,939	31,734,204
4. Commissions payable, contingent commissions and other similar charges.....	1,001,525	174,370
5. Other expenses (excluding taxes, licenses and fees).....	15,926,850	11,406,944
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	4,689,327	4,232,758
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....150,000 and interest thereon \$.....0.....	150,000	150,000
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	75,290,212	72,029,023
10. Advance premium.....	158,215	
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....		
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....		
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....	5,430	10,223
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	4,938,894	2,814,508
20. Derivatives.....		
21. Payable for securities.....	853,785	
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	1,251,659	2,071,198
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	235,173,780	237,901,221
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	235,173,780	237,901,221
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	2,500,000	2,500,000
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....	55,400,000	55,400,000
35. Unassigned funds (surplus).....	93,864,259	71,496,983
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	151,764,259	129,396,983
38. TOTALS (Page 2, Line 28, Col. 3).....	386,938,039	367,298,203

DETAILS OF WRITE-INS

2501. Funds set aside for escheatment.....	1,251,659	1,669,478
2502. Corporate reserve.....		401,720
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,251,659	2,071,198
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

Annual Statement for the year 2014 of the **Safe Auto Insurance Company**
STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	305,424,695	286,011,185
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	179,017,724	182,821,046
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	31,970,762	27,051,311
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	111,357,148	103,239,295
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	322,345,634	313,111,652
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	(16,920,939)	(27,100,467)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	9,919,438	6,946,386
10. Net realized capital gains (losses) less capital gains tax of \$.....(459,827) (Exhibit of Capital Gains (Losses)).....	893,448	(269,282)
11. Net investment gain (loss) (Lines 9 + 10).....	10,812,886	6,677,104
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....3,782,476).....	(3,782,476)	(3,241,257)
13. Finance and service charges not included in premiums.....	29,061,545	27,347,754
14. Aggregate write-ins for miscellaneous income.....	3,632,636	3,006,226
15. Total other income (Lines 12 through 14).....	28,911,705	27,112,723
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	22,803,652	6,689,360
17. Dividends to policyholders.....		
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).....	22,803,652	6,689,360
19. Federal and foreign income taxes incurred.....	2,233,868	858,602
20. Net income (Line 18 minus Line 19) (to Line 22).....	20,569,784	5,830,758
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	129,396,983	119,437,854
22. Net income (from Line 20).....	20,569,784	5,830,758
23. Net transfers (to) from Protected Cell accounts.....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....758,354.....	1,408,372	1,837,391
25. Change in net unrealized foreign exchange capital gain (loss).....		
26. Change in net deferred income tax.....	1,876,848	(1,882,794)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	512,272	173,774
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....		
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.....		4,000,000
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....	(2,000,000)	
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.....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	22,367,276	9,959,129
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	151,764,259	129,396,983
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0
1401. Miscellaneous income.....	3,632,636	3,006,226
1402.		
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	3,632,636	3,006,226
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0

Annual Statement for the year 2014 of the **Safe Auto Insurance Company**
CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	305,380,022	286,212,756
2. Net investment income.....	13,203,910	9,407,494
3. Miscellaneous income.....	28,911,705	27,112,723
4. Total (Lines 1 through 3).....	347,495,637	322,732,973
5. Benefit and loss related payments.....	190,999,772	176,265,898
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	140,471,546	131,621,418
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	1,774,041	858,602
10. Total (Lines 5 through 9).....	333,245,359	308,745,918
11. Net cash from operations (Line 4 minus Line 10).....	14,250,279	13,987,054
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	41,763,490	84,774,015
12.2 Stocks.....	14,201,881	7,685,651
12.3 Mortgage loans.....		3,500,000
12.4 Real estate.....		
12.5 Other invested assets.....		488,387
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	962	
12.7 Miscellaneous proceeds.....	853,785	
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	56,820,118	96,448,053
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	36,554,815	95,450,624
13.2 Stocks.....	36,831,671	5,794,949
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....	5,914,800	
13.6 Miscellaneous applications.....		6,015,834
13.7 Total investments acquired (Lines 13.1 to 13.6).....	79,301,286	107,261,407
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(22,481,168)	(10,813,354)
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.....		4,000,000
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	2,000,000	4,000,000
16.6 Other cash provided (applied).....	(379,866)	(1,270,202)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(2,379,866)	(1,270,202)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(10,610,755)	1,903,498
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	24,102,507	22,199,008
19.2 End of year (Line 18 plus Line 19.1).....	13,491,752	24,102,507

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

20.0001		
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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	1	2	3	4
Line of Business	Net Premiums Written per Column 6, Part 1B	Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....				0
2. Allied lines.....				0
3. Farmowners multiple peril.....				0
4. Homeowners multiple peril.....				0
5. Commercial multiple peril.....				0
6. Mortgage guaranty.....				0
8. Ocean marine.....				0
9. Inland marine.....				0
10. Financial guaranty.....				0
11.1 Medical professional liability - occurrence.....				0
11.2 Medical professional liability - claims-made.....				0
12. Earthquake.....				0
13. Group accident and health.....				0
14. Credit accident and health (group and individual).....				0
15. Other accident and health.....				0
16. Workers' compensation.....				0
17.1 Other liability - occurrence.....				0
17.2 Other liability - claims-made.....				0
17.3 Excess workers' compensation.....				0
18.1 Products liability - occurrence.....				0
18.2 Products liability - claims-made.....				0
19.1, 19.2 Private passenger auto liability.....	218,533,603	51,626,126	53,535,396	216,624,333
19.3, 19.4 Commercial auto liability.....				0
21. Auto physical damage.....	90,152,280	20,402,897	21,754,816	88,800,362
22. Aircraft (all perils).....				0
23. Fidelity.....				0
24. Surety.....				0
26. Burglary and theft.....				0
27. Boiler and machinery.....				0
28. Credit.....				0
29. International.....				0
30. Warranty.....				0
31. Reinsurance - nonproportional assumed property.....				0
32. Reinsurance - nonproportional assumed liability.....				0
33. Reinsurance - nonproportional assumed financial lines.....				0
34. Aggregate write-ins for other lines of business.....	0	0	0	0
35. TOTALS.....	308,685,883	72,029,023	75,290,212	305,424,695

DETAILS OF WRITE-INS

3401.				0
3402.				0
3403.				0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	1	2	3	4	5
Line of Business	Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire.....					.0
2. Allied lines.....					.0
3. Farmowners multiple peril.....					.0
4. Homeowners multiple peril.....					.0
5. Commercial multiple peril.....					.0
6. Mortgage guaranty.....					.0
8. Ocean marine.....					.0
9. Inland marine.....					.0
10. Financial guaranty.....					.0
11.1 Medical professional liability - occurrence.....					.0
11.2 Medical professional liability - claims-made.....					.0
12. Earthquake.....					.0
13. Group accident and health.....					.0
14. Credit accident and health (group and individual).....					.0
15. Other accident and health.....					.0
16. Workers' compensation.....					.0
17.1 Other liability - occurrence.....					.0
17.2 Other liability - claims-made.....					.0
17.3 Excess workers' compensation.....					.0
18.1 Products liability - occurrence.....					.0
18.2 Products liability - claims-made.....					.0
19.1, 19.2 Private passenger auto liability.....	53,535,396				53,535,396
19.3, 19.4 Commercial auto liability.....					.0
21. Auto physical damage.....	21,754,816				21,754,816
22. Aircraft (all perils).....					.0
23. Fidelity.....					.0
24. Surety.....					.0
26. Burglary and theft.....					.0
27. Boiler and machinery.....					.0
28. Credit.....					.0
29. International.....					.0
30. Warranty.....					.0
31. Reinsurance - nonproportional assumed property.....					.0
32. Reinsurance - nonproportional assumed liability.....					.0
33. Reinsurance - nonproportional assumed financial lines.....					.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0
35. TOTALS.....	75,290,212	.0	.0	.0	75,290,212
36. Accrued retrospective premiums based on experience.....					.0
37. Earned but unbilled premiums.....					.0
38. Balance (sum of Lines 35 through 37).....					75,290,212

DETAILS OF WRITE-INS

3401. ....					.0
3402. ....					.0
3403. ....					.0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0

(a) State here basis of computation used in each case:

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
	Direct Business (a)	2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....						.0
2. Allied lines.....						.0
3. Farmowners multiple peril.....						.0
4. Homeowners multiple peril.....						.0
5. Commercial multiple peril.....						.0
6. Mortgage guaranty.....						.0
8. Ocean marine.....						.0
9. Inland marine.....						.0
10. Financial guaranty.....						.0
11.1 Medical professional liability - occurrence.....						.0
11.2 Medical professional liability - claims-made.....						.0
12. Earthquake.....						.0
13. Group accident and health.....						.0
14. Credit accident and health (group and individual).....						.0
15. Other accident and health.....						.0
16. Workers' compensation.....						.0
17.1 Other liability - occurrence.....						.0
17.2 Other liability - claims-made.....						.0
17.3 Excess workers' compensation.....						.0
18.1 Products liability - occurrence.....						.0
18.2 Products liability - claims-made.....						.0
19.1, 19.2 Private passenger auto liability.....	218,533,603					218,533,603
19.3, 19.4 Commercial auto liability.....						.0
21. Auto physical damage.....	90,242,227				89,947	90,152,280
22. Aircraft (all perils).....						.0
23. Fidelity.....						.0
24. Surety.....						.0
26. Burglary and theft.....						.0
27. Boiler and machinery.....						.0
28. Credit.....						.0
29. International.....						.0
30. Warranty.....						.0
31. Reinsurance - nonproportional assumed property.....	XXX					.0
32. Reinsurance - nonproportional assumed liability.....	XXX					.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX					.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
35. TOTALS.....	308,775,830	.0	.0	.0	89,947	308,685,883

DETAILS OF WRITE-INS

3401. ....						.0
3402. ....						.0
3403. ....						.0
3498. Summary of remaining write-ins for Line 34 from overflow page	.0	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0	.0

(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 \$.....0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....0.

UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....				0				0	
2. Allied lines.....				0				0	
3. Farmowners multiple peril.....				0				0	
4. Homeowners multiple peril.....				0				0	
5. Commercial multiple peril.....				0				0	
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....				0				0	
9. Inland marine.....				0				0	
10. Financial guaranty.....				0				0	
11.1 Medical professional liability - occurrence.....				0				0	
11.2 Medical professional liability - claims-made.....				0				0	
12. Earthquake.....				0				0	
13. Group accident and health.....				0			(a)	0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....				0			(a)	0	
16. Workers' compensation.....				0				0	
17.1 Other liability - occurrence.....				0				0	
17.2 Other liability - claims-made.....				0				0	
17.3 Excess workers' compensation.....				0				0	
18.1 Products liability - occurrence.....				0				0	
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....	81,397,344			81,397,344	15,422,183			96,819,527	25,829,879
19.3, 19.4 Commercial auto liability.....				0				0	
21. Auto physical damage.....	4,031,190			4,031,190	1,270,227			5,301,417	2,957,060
22. Aircraft (all perils).....				0				0	
23. Fidelity.....				0				0	
24. Surety.....				0				0	
26. Burglary and theft.....				0				0	
27. Boiler and machinery.....				0				0	
28. Credit.....				0				0	
29. International.....				0				0	
30. Warranty.....				0				0	
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	85,428,534	0	0	85,428,534	16,692,410	0	0	102,120,944	28,786,939

DETAILS OF WRITE-INS

3401.				0				0	
3402.				0				0	
3403.				0				0	
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

(a) Including \$.....0 for present value of life indemnity claims.

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UNDERWRITING AND INVESTMENT EXHIBIT**PART 3 - EXPENSES**

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	8,080,434			8,080,434
1.2 Reinsurance assumed.....				0
1.3 Reinsurance ceded.....				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	8,080,434	0	0	8,080,434
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		32,154,769		32,154,769
2.2 Reinsurance assumed, excluding contingent.....				0
2.3 Reinsurance ceded, excluding contingent.....				0
2.4 Contingent - direct.....				0
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	32,154,769	0	32,154,769
3. Allowances to manager and agents.....				0
4. Advertising.....		9,612,369		9,612,369
5. Boards, bureaus and associations.....	250,848	143,182		394,030
6. Surveys and underwriting reports.....	29	5,635,736		5,635,765
7. Audit of assureds' records.....	47,419	336,570		383,989
8. Salary and related items:				
8.1 Salaries.....	13,842,539	27,067,870		40,910,409
8.2 Payroll taxes.....	1,054,886	1,951,289		3,006,175
9. Employee relations and welfare.....	1,636,301	3,442,824		5,079,125
10. Insurance.....	85,657	268,484		354,141
11. Directors' fees.....	16,589	127,661		144,250
12. Travel and travel items.....	325,502	222,206		547,708
13. Rent and rent items.....	409,139	1,738,530		2,147,669
14. Equipment.....	101,817	233,932		335,749
15. Cost or depreciation of EDP equipment and software.....	2,255,727	2,856,328		5,112,055
16. Printing and stationery.....	78,937	651,155		730,092
17. Postage, telephone and telegraph, exchange and express.....	519,122	4,867,113		5,386,235
18. Legal and auditing.....	837,157	874,361	670,434	2,381,952
19. Totals (Lines 3 to 18).....	21,461,669	60,029,610	670,434	82,161,713
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....	139	7,222,264		7,222,403
20.2 Insurance department licenses and fees.....	35,933	355,141		391,074
20.3 Gross guaranty association assessments.....		173,929		173,929
20.4 All other (excluding federal and foreign income and real estate).....		14,030		14,030
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	36,072	7,765,364	0	7,801,436
21. Real estate expenses.....				0
22. Real estate taxes.....			134,360	134,360
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	2,392,587	11,407,405	0	13,799,992
25. Total expenses incurred.....	31,970,762	111,357,148	804,794	(a) 144,132,704
26. Less unpaid expenses - current year.....				0
27. Add unpaid expenses - prior year.....	31,734,204	13,623,456		45,357,660
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	63,704,966	124,980,604	804,794	189,490,364

DETAILS OF WRITE-INS

2401. Consulting fees.....	314,213	2,612,159		2,926,372
2402. Hardware & software maintenance.....	714,442	2,277,773		2,992,215
2403. Software licenses.....	576,495	1,621,835		2,198,330
2498. Summary of remaining write-ins for Line 24 from overflow page.....	787,437	4,895,638	0	5,683,075
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	2,392,587	11,407,405	0	13,799,992

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

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....217,780	.....226,526
1.1 Bonds exempt from U.S. tax.....	(a).....1,440,887	.....1,591,496
1.2 Other bonds (unaffiliated).....	(a).....4,192,061	.....4,027,013
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....20,867	.....21,273
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....1,056,518	.....1,104,613
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....1,772,340	.....1,772,340
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....9,112	.....8,454
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....2,757,806	.....2,757,806
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....11,467,371	.....11,509,521
11. Investment expenses.....	.....	(g).....804,794
12. Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....
13. Interest expense.....	.....	(h).....
14. Depreciation on real estate and other invested assets.....	.....	(i).....785,289
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....1,590,083
17. Net investment income (Line 10 minus Line 16).....	.....	.....9,919,438

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0	.....0

- (a) Includes \$.....39,967 accrual of discount less \$.....1,639,691 amortization of premium and less \$.....103,571 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....1,772,340 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....7,250 accrual of discount less \$.....375 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....785,289 depreciation on real estate and \$.....0 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.....			.....0		
1.1 Bonds exempt from U.S. tax.....	.....488		.....488		
1.2 Other bonds (unaffiliated).....	.....62,413		.....62,413	.....(14,666)	
1.3 Bonds of affiliates.....			.....0		
2.1 Preferred stocks (unaffiliated).....			.....0	.....23,501	
2.11 Preferred stocks of affiliates.....			.....0		
2.2 Common stocks (unaffiliated).....	.....1,308,459	.....(882,701)	.....425,758	.....1,216,278	
2.21 Common stocks of affiliates.....			.....0		
3. Mortgage loans.....			.....0		
4. Real estate.....		.....(56,000)	.....(56,000)		
5. Contract loans.....			.....0		
6. Cash, cash equivalents and short-term investments.....	.....962		.....962		
7. Derivative instruments.....			.....0		
8. Other invested assets.....			.....0	.....941,613	
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10. Total capital gains (losses).....	.....1,372,322	.....(938,701)	.....433,621	.....2,166,726	.....0

DETAILS OF WRITE-INS

0901.					
0902. ....			.....0		
0903. ....			.....0		
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0	.....0

EXHIBIT OF NONADMITTED 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).....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....			0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	0	0
13. Title plants (for Title insurers only).....			0
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....			0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums.....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			0
16.2 Funds held by or deposited with reinsured companies.....			0
16.3 Other amounts receivable under reinsurance contracts.....			0
17. Amounts receivable relating to uninsured plans.....			0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....			0
19. Guaranty funds receivable or on deposit.....			0
20. Electronic data processing equipment and software.....	11,769,360	11,169,365	(599,995)
21. Furniture and equipment, including health care delivery assets.....	773,248	1,626,026	852,778
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other than invested assets.....	1,091,761	1,351,251	259,490
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	13,634,369	14,146,641	512,272
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	13,634,369	14,146,641	512,272

DETAILS OF WRITE-INS

1101.....			0
1102.....			0
1103.....			0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Prepaid expenses.....	993,641	282,813	(710,828)
2502. License/maintenance agreements (prepaid).....		1,032,291	1,032,291
2503. Postage meter receivable.....	98,120	36,146	(61,974)
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,091,761	1,351,251	259,490

NOTES TO FINANCIAL STATEMENTS**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****A. Accounting Practices**

- The accompanying financial statements of Safe Auto Insurance Company ("the Company") have been prepared on the basis of accounting practices prescribed or permitted by the Insurance Department of the State of Ohio. The Insurance Department of the State of Ohio recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

	2014	2013
Net income Ohio basis	20,569,784	5,830,758
State prescribed practices	0	0
State permitted practices	0	0
Net income, NAIC SAP	<u>\$ 20,569,784</u>	<u>\$ 5,830,758</u>
Statutory surplus Ohio basis	151,764,259	129,396,983
State prescribed practices	0	0
State permitted practices	0	0
Statutory surplus, NAIC SAP	<u>\$ 151,764,259</u>	<u>\$ 129,396,983</u>

B. Use of Estimates

- The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts in these financial statements and notes. 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

- Premiums written are deferred and earned pro rata over the terms of the related insurance policies. Depending on the state, policy fees are either recognized in premiums earned on the effective date of the respective insurance policy or over the term of the policy. Unearned premium reserves represent the portion of premiums written that are applicable to the unexpired terms of the policies in-force, and are determined on a daily pro rata basis.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as advertising, premium taxes and sales commissions, are charged to operations as incurred. The Company has not modified its capitalization policy from the prior period.

Net investment income earned consists primarily of interest, dividends and rental income less investment related expenses. Interest is recognized on an accrual basis and dividends are recognized on an ex-dividend basis. Rental income includes an imputed rent for the Company's occupancy of its own buildings. Net realized capital gains (losses) are recognized on a specific identification basis when securities are sold, redeemed or otherwise disposed, and include write-downs for impairments considered to be other-than-temporary.

- In addition, the company uses the following investment related accounting policies:

- Short-term investments are reported at amortized cost.
- Bonds not backed by other loans that are designated highest-quality and high-quality (NAIC designations 1 and 2, respectively) are reported at amortized cost, using the interest method. All other bonds (NAIC designations 3 to 6) are reported at the lower of amortized cost or fair value.
- Unaffiliated common stocks are stated at fair value.
- The company's preferred stock is stated at fair value per Bloomberg
- Not Applicable
- Loan-backed securities are reported at either amortized cost using the interest method or, if non-investment grade, at the lower of amortized cost, fair value or at the present value of future cash flows. The retrospective adjustment method is used to value all loan-backed securities, except for interest only securities, EITF 99-20 eligible securities or securities where the yield has become negative that are valued using the prospective method.
- Other invested assets are stated at the lower of cost or fair value, except investments in limited partnerships and limited liability companies. Investments in limited partnerships and limited liability companies are stated at the underlying audited GAAP equity.
- The Company has minor ownership interests in joint ventures. The Company carries these interests based on the underlying audited GAAP equity of the investee.
- The Company owns no derivatives.
- The Company does not utilize anticipated investment income as a factor in the premium deficiency calculation.
- Unpaid losses and loss adjustment expenses ("LAE") include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
- The Company modified its capitalization policy in 2014, increasing the capitalization threshold to comply with new IRS Maintenance and Repairs regulation.
- Not Applicable

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

The Company did not have any material changes in accounting principles and/or corrections of errors.

3. BUSINESS COMBINATIONS AND GOODWILL

None

4. DISCONTINUED OPERATIONS

None

NOTES TO FINANCIAL STATEMENTS**5. INVESTMENTS**

- A. Mortgage Loans
None
- B. Debt Restructuring
None
- C. Reverse Mortgages
None
- D. Loan-Backed Securities
1. Prepayment assumptions for Agency Mortgage-Backed Securities and Collateralized Mortgage Obligations were generated using a third-party prepayment model. The multi-factor model captures house price change trends, housing turnover, borrower default, and refinance incentive, among other factors. On an ongoing basis, we monitor the rate of prepayment and calibrate the model to reflect actual experience, market factors, and viewpoint.
 2. The Company had no loan backed securities with a 2014 recognized OTTI.
 3. None
 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	\$	(29,277)
2) Greater Than 12 Months	\$	(524,042)
 - b. The aggregate related fair value of securities with unrealized losses:

1) Less Than 12 Months	\$	6,134,556
2) Greater Than 12 Months	\$	25,430,928
 5. Recommendations for potential impairments are based on periodic analytical reviews and/or client specific OTTI requirements. Analysis relies on actual collateral performance measurements including, but not limited to prepayment rates, default rates, delinquencies and loss severity sourced through third party data providers.
- E. Repurchase Agreements and/or Securities Lending Transactions
None
- F. Real Estate
1. In 2013, the Company closed operations at the call center operation in South Carolina. The Company has recognized impairment losses of \$56,000 and \$436,265 in 2014 and 2013, respectively, based on an appraisal of the building.
 2. The Company's branch office in Hemingway, South Carolina was updated to held for sale during the fourth quarter of 2013. As of December 31, 2014, this office building is still held for sale.
 3. None
 4. None
 5. None
- G. For Investments in Low Income Housing Tax Credits
1. None
- H. Restricted Assets
1. The Company's only restricted assets are securities on deposit with states totaling \$2,403,402 and \$2,702,120 at December 31, 2014 and 2013, respectively. These restricted assets represent less than 1% of total assets and total admitted assets at both dates.
 2. None
 3. None
- I. Working Capital Finance Investments
None
- J. Offsetting and Netting of Assets and Liabilities
None
- K. Structured Notes
None

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

- A. The Company has no investments in Joint Ventures, Partnerships, or Limited Liability Companies that exceed 10% of its admitted assets.
- B. None

7. INVESTMENT INCOME

- A. Accrued Investment Income
1. The Company does not admit investment income due and accrued if amounts are over 90 days past due.
- B. Amounts Nonadmitted
None

8. DERIVATIVE INSTRUMENTS

- A. None
- B. None
- C. Not applicable.
- D. Not applicable.
- E. None
- F. None

NOTES TO FINANCIAL STATEMENTS**9. INCOME TAXES****A. Components of deferred tax assets (DTAs) and deferred tax liabilities (DTLs):**

(1) DTA/DTL Components	Description	2014			2013			Change		
		Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
(a)	Gross deferred tax assets	16,261,365	721,602	16,982,967	20,435,618	1,599,375	22,034,993	(4,174,253)	(877,773)	(5,052,026)
(b)	Statutory valuation allowance adjustment	(4,259,461)	0	(4,259,461)	(11,025,115)	0	(11,025,115)	6,765,654	0	6,765,654
(c)	Adjusted gross deferred tax assets	12,001,904	721,602	12,723,506	9,410,503	1,599,375	11,009,878	2,591,401	(877,773)	1,713,628
(d)	Deferred tax assets nonadmitted	0	0	0	0	0	0	0	0	0
(e)	Net admitted deferred tax assets	12,001,904	721,602	12,723,506	9,410,503	1,599,375	11,009,878	2,591,401	(877,773)	1,713,628
(f)	Deferred tax liabilities	(5,731,061)	(2,160,459)	(7,891,520)	(5,564,717)	(1,731,669)	(7,296,386)	(166,344)	(428,790)	(595,134)
(g)	Net admitted deferred tax asset/(Net deferred tax liability)	<u>6,270,843</u>	<u>(1,438,856)</u>	<u>4,831,987</u>	<u>3,845,786</u>	<u>(132,294)</u>	<u>3,713,492</u>	<u>2,425,057</u>	<u>(1,306,562)</u>	<u>1,118,494</u>

(2) Admission calculation components:

Description	2014			2013			Change	
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital
Admission calculation under ¶11.a.-¶11.c.								
(a)	FIT recoverable by loss carryback [¶11.a.]	0	0	0	0	0	0	0
(b)	Expected to be realized [¶11.b.] (lesser of 1. or 2.)	4,831,987	0	4,831,987	3,713,493	0	3,713,493	1,118,494
	1. Expected to be realized [¶11.b.i.]	4,831,987	0	4,831,987	3,713,493	0	3,713,493	0
	2. Surplus limitation [¶11.b.ii.]	22,764,639	0	22,764,639	19,409,547	0	19,409,547	0
(c)	DTL offset [¶11.c.]	7,169,919	721,601	7,891,520	5,697,011	1,599,375	7,296,386	1,472,908
(d)	Total admitted under ¶11.a.-11.c.	12,001,906	721,601	12,723,507	9,410,504	1,599,375	11,009,879	2,591,402
	Deferred tax liabilities	(5,731,061)	(2,160,459)	(7,891,520)	(5,564,717)	(1,731,669)	(7,296,386)	(166,344)
	Net admitted deferred tax asset/liability under ¶11.a.-¶11.c.	<u>6,270,845</u>	<u>(1,438,858)</u>	<u>4,831,987</u>	<u>3,845,787</u>	<u>(132,294)</u>	<u>3,713,493</u>	<u>2,425,057</u>

(3) Information used in expected to be realized calculation [¶11.b.]

	2014	2013
(a) Ratio Percentage used to determine recovery period and threshold limitation	503%	476%
(b) Adjusted capital and surplus	151,764,259	129,396,983

(4) Impact of tax planning strategies on adjusted gross DTAs and net admitted DTAs:

Description	2014			2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Adjusted gross DTAs - Amount (Memo Entry)	12,001,904	721,602	12,723,506	9,410,503	1,599,375	11,009,878	2,591,401	(877,773)	1,713,628
(a) Adjusted gross DTAs - Percentage	94.3%	5.7%	100.0%	85.5%	14.5%	100.0%	8.9%	-8.9%	0.0%
Net admitted DTAs - Amount (Memo Entry)	6,270,844	(1,438,857)	4,831,987	3,845,786	(132,294)	3,713,492	2,425,058	(1,306,563)	1,118,494
(b) Net admitted DTAs - Percentage	129.8%	-29.8%	100.0%	103.6%	-3.6%	100.0%	26.2%	-26.2%	0.0%

(c) Did the company avail itself of a tax planning strategy involving reinsurance? [check box]Yes No **B. Temporary differences for which DTLs have not been established:**

Not Applicable

C. Current tax and change in deferred tax:**(1) Current income taxes incurred consist of the following major components:**

Description	2014	2013
(a) Current federal income tax expense	2,838,803	172,361
(b) Foreign taxes	0	0
(c) Subtotal	2,838,803	172,361
(d) Tax on capital gains/(losses)	(459,827)	0
(e) Utilization of capital loss carryforwards	0	0
(f) Other, including prior year underaccrual (overaccrual)	(604,935)	686,241
(g) Federal and foreign income taxes incurred	<u>1,774,041</u>	<u>858,602</u>

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

NOTES TO FINANCIAL STATEMENTS

(2) DTAs Resulting From Book/Tax Differences In	December 31, 2014	December 31, 2013	Change
(a) Ordinary			
(1) Discounting of unpaid losses and LAE	1,659,147	1,541,086	118,061
(2) Unearned premiums	5,270,315	5,042,032	228,283
(3) Policyholder reserves	0	0	0
(4) Investments	0	0	0
(5) Deferred acquisition costs	0	0	0
(6) Policyholder dividends accrued	0	0	0
(7) Fixed assets	550,534	0	550,534
(8) Compensation and benefit accruals	2,892,277	1,824,641	1,067,636
(9) Pension accruals	0	0	0
(10) Nonadmitted assets	4,772,029	4,951,324	(179,296)
(11) Net operating loss carryforward	0	5,960,677	(5,960,677)
(12) Tax credit carryforward	1,117,062	690,533	426,529
(13) Other (separately disclose items >5%)	0	425,324	(425,324)
(99) Gross ordinary DTAs	16,261,365	20,435,618	(4,174,253)
(b) Statutory valuation adjustment adjustment - ordinary	(4,259,461)	(11,025,115)	6,765,654
(c) Nonadmitted ordinary DTAs (-)	0	0	0
(d) Admitted ordinary DTAs	12,001,904	9,410,503	2,591,401
(e) Capital			
(1) Investments	702,002	393,943	308,060
(2) Net capital loss carryforward	0	1,052,740	(1,052,740)
(3) Real estate	19,600	152,693	(133,093)
(4) Other (separately disclose items >5%)	0	0	0
(5) Unrealized capital losses	0	0	0
(99) Gross capital DTAs	721,602	1,599,375	(877,773)
(f) Statutory valuation adjustment adjustment - capital (-)	0	0	0
(g) Nonadmitted capital DTAs (-)	0	0	0
(h) Admitted capital DTAs	721,602	1,599,375	(877,773)
(i) Admitted DTAs	12,723,506	11,009,878	1,713,628
(3) DTLs Resulting From Book/Tax Differences In	December 31, 2014	December 31, 2013	Change
(a) Ordinary			
(1) Investments	(321,696)	(25,295)	(296,401)
(2) Fixed assets	0	(554,000)	554,000
(3) Deferred and uncollected premiums	0	0	0
(4) Policyholder reserves/salvage and subrogation	(58,314)	(71,599)	13,285
(5a) Other (Capitalized Software)	(5,351,051)	(4,913,821)	(437,230)
(5b) Other (separately disclose items >5%)	0	0	0
(99) Ordinary DTLs	(5,731,061)	(5,564,717)	(166,344)
(b) Capital			
(1) Investments	0	0	0
(2) Real estate	0	0	0
(3) Other (separately disclose items >5%)	0	0	0
(4) Unrealized capital gains	(2,160,459)	(1,731,669)	(428,790)
(99) Capital DTLs	(2,160,459)	(1,731,669)	(428,790)
(c) DTLs	(7,891,520)	(7,296,386)	(595,134)
(4) Net deferred tax assets/liabilities	4,831,987	3,713,492	1,118,494

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

	December 31, 2014	December 31, 2013	Change
Total deferred tax assets	16,982,967	22,034,993	(5,052,026)
Total deferred tax liabilities	(7,891,520)	(7,296,386)	(595,134)
Net deferred tax assets/liabilities	9,091,448	14,738,607	(5,647,160)
Statutory valuation allowance adjustment (*see explanation below)	(4,259,461)	(11,025,115)	6,765,654
Net deferred tax assets/liabilities after SVA	4,831,987	3,713,492	1,118,494
Tax effect of unrealized gains/(losses)	2,160,459	1,731,669	428,790
Deferred tax assets/liabilities, excluding taxes on unrealized gain	6,992,445	5,445,161	1,547,284
Prior period deferred true-up adjustment			329,565
Change in net deferred income tax [(charge)/benefit]			1,876,849

NOTES TO FINANCIAL STATEMENTS**D. Reconciliation of federal income tax rate to actual effective rate:**

The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	22,343,828	7,820,340	35.0%
Tax-exempt interest	(1,589,453)	(556,308)	-2.5%
Dividends received deduction	(223,383)	(78,184)	-0.3%
Proration	271,925	95,174	0.4%
Non deductible expenses	(708,328)	(247,915)	-1.1%
Statutory valuation allowance adjustment	(6,765,654)	(6,765,654)	-30.3%
Deferred taxes on nonadmitted assets	512,273	179,296	0.8%
Other, Including Prior Year True-Up	(1,570,158)	(549,555)	-2.5%
Total	12,271,050	(102,808)	-0.5%
Federal income taxed incurred [expense/(benefit)]		2,233,868	10.0%
Tax on capital gains/(losses)		(459,827)	-2.1%
Change in net deferred income tax [charge/(benefit)]		(1,876,849)	-8.4%
Total statutory income taxes		(102,808)	-0.5%

E. Carryforwards, recoverable taxes, and IRC §6603 deposits:

At December 31, 2014, the Company had the following carryforwards:

Net Operating Loss Carryforwards expiring through the year 2034	\$	0
Capital Loss Carryforwards expiring through the year 2019	\$	0
AMT Credit Carryforwards, no expiration	\$	1,103,941

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

Year	Ordinary	Capital	Total
2012	0	0	0
2013	(432,574)	0	(432,574)
2014	2,325,994	(459,827)	1,866,167
Total	1,893,420	(459,827)	1,433,593

Deposits admitted under IRC § 6603

None

F. The Company's federal income tax return is consolidated with the following entities:

- Safe Auto Insurance Group, Inc., Safe Auto Group Agency, Inc., and SafeAuto Realty, LLC.
- The Company has a tax sharing agreement with its parent whereby federal income tax expense is determined as if the Company filed a separate federal income tax return and payments for this liability are made to the parent and included with balances reported as Payable to parent, subsidiaries and affiliates.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES and OTHER RELATED PARTIES**A. Nature of Relationships**

- The Company is a wholly owned subsidiary of Safe Auto Insurance Group, Inc. (Parent), a privately held company incorporated in Ohio.
- In 2013, the Company set up SafeAuto Capital, LLC. During 2014, the Company contributed \$914,500 to SafeAuto Capital, LLC, which was invested in a private equity fund. The Company owns 100% of SafeAuto Capital, LLC.

B. Detail of Transactions Greater than 1/2% of Admitted Assets

- The Company did not receive a capital contribution from the Parent during 2014, but did receive a capital contribution of \$4,000,000 from the Parent in 2013.
- The Company participates in a cash sweep program with Safe Auto Group Agency. Within terms of the program the companies may commingle cash balances in a bank account owned by the Company.
- Safe Auto Group Agency negotiates, manages, and purchases certain advertising for Safe Auto Insurance Company, sells and services certain insurance policies on the behalf of Safe Auto Insurance Company, and is reimbursed 100% by Safe Auto Insurance Company for all costs incurred to provide such services (see Note 10-F).
- During the third quarter of 2014 the Company paid a \$2,000,000 dividend to the Parent.
- No other transactions exceeding the 1/2% limit occurred in 2014 or 2013.

C. Change in Terms of Intercompany Arrangements

None

D. Amounts Due to or From Related Parties

- The Company had net payables to Safe Auto Group Agency of \$3,813,036 and \$2,058,878 as of December 31, 2014 and 2013, respectively.

NOTES TO FINANCIAL STATEMENTS

2. SAGI Realty Ltd. (SAGI), a subsidiary of SafeAuto Realty, LLC., owns a facility used by SAIC as a center for customers to speak with representatives face to face. The Company paid rent on this property of \$14,400 and \$4,800 in 2014 and 2013, respectively. The Company had net receivables of \$2,554 and \$399 as of December 31, 2014 and 2013, respectively.
3. The Company had a net payable balance to Parent of \$472,719 and \$753,231 as of December 31, 2014 and 2013, respectively.
4. The Company had a payable due to SafeAuto Capital of \$10,495 and \$0 as of December 31, 2014 and 2013, respectively.

E. Guarantees or Contingencies for Related Parties
None

F. Management, Service Contracts, Cost Sharing Arrangements

1. Safe Auto Insurance Company and Safe Auto Group Agency are parties of an agency contract. Safe Auto Group Agency provides agency services for Safe Auto Insurance Company by employing certain agents, customer service, and related management personnel while also exclusively providing all advertising and marketing efforts. Safe Auto Insurance Company paid Safe Auto Group Agency \$32,035,505 in 2015 and \$48,559,808 in 2013.
2. In August 2012, the Company and its parent entered into an agreement whereby Company management provides services to the parent and its subsidiaries. This agreement was approved by the Ohio Department of Insurance. The parent paid the Company \$999,996 and \$999,996 for these services in 2014 and 2013, respectively.
3. All such management, service contracts, and cost sharing agreements mentioned are transacted at cost and provide no profit provision to the service provider.

G. Nature of Relationships that Could Affect Operations

1. All outstanding shares of the Company are owned by Parent.

H. Amount Deducted for Investment in Upstream Company
NoneI. Detail of Investments in Affiliates Greater than 10% of Admitted Assets
NoneJ. Write down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies
NoneK. Foreign Subsidiary Valued Using CARVM
NoneL. Downstream Holding Company Valued Using Look-Through Method
None

11. DEBT

A. None

B. FHLB (Federal Home Loan Bank) Agreements

1. The Company is a member of the Federal Home Loan Bank (FHLBC) of Cincinnati. Through its membership, the Company has conducted business activity (borrowings) with the FHLB. It is part of the Company's strategy to utilize these funds as backup liquidity. The Company has determined the actual borrowing capacity as \$10,000,000. The Company calculated this amount in accordance with current FHLB capital stock.
2. FHLB Capital Stock

a. Aggregate Totals

1. Current Year	1	2	3
	Total	General	Protected Cell
	2 + 3	Account	Accounts
(a) Membership Stock - Class A	0	0	0
(b) Membership Stock - Class B	550,947	550,947	0
(c) Activity Stock	0	0	0
(d) Excess Stock	138,553	138,553	0
(e) Aggregate Total	689,500	689,500	0
(f) Actual or estimated borrowing			
capacity as determined by the insurer	0	.....XXX	.....XXX

2. Prior Year-end	1	2	3
	Total	General	Protected Cell
	2 + 3	Account	Accounts
(a) Membership Stock - Class A	0	0	0
(b) Membership Stock - Class B	550,947	550,947	0
(c) Activity Stock	0	0	0
(d) Excess Stock	138,553	138,553	0
(e) Aggregate Total	689,500	689,500	0
(f) Actual or estimated borrowing			
capacity as determined by the insurer	0	.....XXX	.....XXX

b. Membership Stock (Class A and B) Eligible for Redemption

Membership Stock	Current Year Total	Not Eligible for Redemption	Less Than 6 Months	6 Months to Less Than 1 Year	1 to Less Than 3 Years	3 to 5 Years
1. Class A	0	0	0	0	0	0
2. Class B	689,500	689,500	0	0	0	0

3. No collateral pledged to FHLB in 2014 or 2013.
4. The Company did not borrow from FHLB in 2014 or 2013.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, AND POSTEMPLOYMENT BENEFITS

A. None

NOTES TO FINANCIAL STATEMENTS

- B. None
- C. None
- D. None
- E. The Company sponsors a defined contribution 401(k) Employee Savings and Profit Sharing Plan (the "401(k) Plan") which allows eligible employees to contribute a percentage of their salaries, wages, and bonuses, subject to certain restrictions and limitations, to an individual 401(k) retirement savings account. The Company makes matching contributions equal to 50% of the employee contributions, up to 8% of total employee compensation, and may make periodic discretionary contributions. The Company's contributions to this Plan were \$859,871 and \$798,377 for the years ended December 31, 2014 and 2013, respectively.

The Company also sponsors a non-qualified deferred compensation arrangement for certain executives and directors of the Company. Participating executives and directors may contribute a percentage of their salaries, wages, and bonuses, subject to certain restrictions and limitations. The Company makes matching contributions equal to 50% of the employee contribution up to 8% of total executive compensation when coordinated with the executives' contributions to the 401(k) plan. There are no matching contributions for directors.

- F. None
- G. None
- H. None
- I. None

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

- 1. Outstanding Shares
 - The Company has 750 shares of \$25,000 par value common stock authorized and 100 shares issued and outstanding. The Company has no preferred stock authorized, issued, or outstanding.
- 2. Dividend Rate of Preferred Stock
 - Not applicable
- 3. Dividend Restrictions
 - Under the insurance regulations of Ohio, the maximum amount of ordinary dividends that the Company may pay to shareholders in a twelve month period is limited to the greater of 10% of the most recent year-end policyholders' surplus or the net income for that same year-end excluding realized capital gains. Accordingly, the maximum amount of ordinary dividends that the Company may pay in the next year is \$20,781,963. Dividends above this amount would be deemed extraordinary and may not be paid unless 1) not disapproved by the Commissioner of Insurance of Ohio within 30 days of receiving notice of the declaration thereof or 2) approved within that thirty day period.
- 4. Dividend Payments
 - During the third quarter in 2014, the Company paid an ordinary dividend of \$2,000,000 dividend to the Parent from a dividend declared in the second quarter of 2014. In 2013 the Company made an ordinary \$4,000,000 payment of dividends declared in 2011. The Company did not declare any dividends in 2013.
- 5. Ordinary Dividends
 - Within the limitations noted in note 13.3 above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- 6. Restrictions on Surplus
 - There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
- 7. Mutual Surplus Advances
 - Not applicable
- 8. Company Stock Held for Special Purposes
 - None
- 9. Changes in Special Surplus Funds
 - None
- 10. Changes in Unassigned Funds
 - The portion of unassigned funds (surplus) represented by an increase in cumulative unrealized gains is \$4,012,282.
- 11. Surplus Notes
 - None
- 12. & 13. Quasi Reorganizations
 - None

14. LIABILITIES, CONTINGENCIES, and ASSESSMENTS

- A. Contingent Commitments
 - 1. The Company has no commitments or contingent commitments to affiliates or other entities, or has made no guarantees on behalf of affiliates.
 - 2. Not applicable
 - 3. Not applicable
- B. Assessments
 - 1. 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 assessment or in the case of premium based assessments, at the time the premiums were written, or in the case of loss based assessments, at the time the losses are incurred.
 - 2. The Company determined there are no accruals needed at this time. This represents management's best estimate based on information received from the states in which the Company writes business and may change if different information is received from a state.
- C. Gain Contingencies
 - 1. The Company does not have any material gain contingencies.
- D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming from Lawsuits

NOTES TO FINANCIAL STATEMENTS

The Company is named, from time to time and in the ordinary course of business, as a defendant in legal actions arising principally from claims made under its insurance contracts, including those seeking extra-contractual damages beyond policy limits. These are commonly referred to as extra-contractual or bad faith claims. The Company is presently defending one such matter. In accordance with applicable accounting principles, the Company establishes reserves for those matters as to which it has determined that it is probable a loss has been incurred and a reasonable estimate of the Company's potential exposure can be established. Such legal actions are considered by the Company in estimating the loss and LAE reserves.

At this time, the Company does not believe that any other legal action necessitates recognition of losses or disclosure, or that the resolution of such action would have a material adverse effect on the Company's financial position or results of operations.

During 2014 and 2013, the Company paid \$1,614,500 and \$27,500, respectively, net of reimbursements relating to less than 25 claims.

The claim count information is disclosed on a "per claim" basis.

E. Product Warranties

Not applicable

F. Joint and Several Liabilities

Not applicable

G. All Other Contingencies

- The Company is also, from time to time and in the ordinary course of business, faced with class action lawsuits, regulatory proceedings, and individual lawsuits that are not directly related to its insurance contracts. Such matters presently include two putative class action lawsuits alleging that the Company improperly charged premium to certain customers. The company is vigorously defending its position in these matters. In accordance with applicable accounting principles, the Company establishes reserves for those matters as to which it has determined that it is probable a loss has been incurred and a reasonable estimate of the Company's potential exposure can be established. Likewise, the Company does not establish reserves for those matters where the loss is not probable and/or it currently is unable to estimate the Company's potential exposure. If either or both of the existing class action suits result in a judgment against, or settlement by, the Company in an amount significantly in excess of the reserve established for that matter, if any, the resulting liability could have a material effect on the Company's financial condition, cash flows, and results of operations.

15. LEASES

A. Lessee Leasing Arrangements

- The Company leases equipment under a non-cancelable operating lease agreement that expires in December 2015. Rental expense for 2014 and 2013 was \$298,627 and \$287,947, respectively.

- At December 31, 2014, the future minimum rental payments are as follows:

<u>Year Ending December 31</u>	<u>Operating Leases</u>
2015	\$ 283,118
2016 and thereafter	-
Total	<u>\$ 283,118</u>

The Company is not involved in any sale-leaseback transactions.

B. Lessor Leasing Arrangements

Not applicable

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISKS

Not applicable

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

None

18. GAIN OR LOSS FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

None

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

The Company uses a general agent (GA) to write and administer private passenger automobile insurance products in the State of California. The general agent writes direct premiums greater than 5% of policyholder surplus. The terms of the GA contract give the GA authority for premium collection. The Company retains underwriting authority for all policies issued under this agreement.

The Company has a separate agreement with a single third party administrator to handle claims adjustment and claims payment for handling of the company's California, Texas, and Arizona business and other isolated areas around the country.

Name and Address	FEI Number	Exclusive Contract	Types of Business Written	Types of Authority Granted	Direct Premium Written
SCJ Insurance Services 5860 West Las Positas Blvd. Suite 25 Pleasanton, CA 94588	94-2297460	Yes	Private Passenger Automobile	P	24,849,197

NOTES TO FINANCIAL STATEMENTS

20. FAIR VALUE MEASUREMENT

A. Inputs Used for Assets and Liabilities Measured at Fair Value

- Assets recorded on the financial statements at fair value measurements by accounting hierarchy levels 1, 2 and 3.

The Company has categorized its assets that are measured at fair value into the three-level fair value hierarchy as reflected in the following table. The Company had no liabilities recorded at fair value.

The Company's financial assets carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by ASC 820 *Fair Value Measurements and Disclosures*. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are defined as follows:

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

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

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

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
Assets at fair value				
Perpetual Preferred Stock				
Industrial and Misc	\$ -	\$ 564,720	\$ -	\$ 564,720
Parent, Subsidiaries, and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	\$ -	\$ 564,720	\$ -	\$ 564,720
Bonds				
U.S. Governments	-	-	-	-
Industrial and Misc	-	967,500	-	967,500
Hybrid Securities	-	-	-	-
Parent, Subsidiaries, and Affiliates	-	-	-	-
Total Bonds	\$ -	\$ 967,500	\$ -	\$ 967,500
Common Stock				
Industrial and Misc	47,767,555	689,500	-	48,457,055
Parent, Subsidiaries, and Affiliates	-	-	-	-
Total Common Stock	\$ 47,767,555	\$ 689,500	\$ -	\$ 48,457,055
Total assets at fair value	\$ 47,767,555	\$ 2,221,720	\$ -	\$ 49,989,275

Reclassifications impacting Level 3 financial instruments are reported as transfers in (out) of the Level 3 category as of the beginning of the quarter in which the transfer occurs; gains and losses in income only reflect activity for the period the instrument was classified in Level 3. The same policy is followed when a transfer between Level 1 and Level 2 occurs.

There were no transfers between Level 1 and Level 2 assets during the current period.

- Roll forward of Level 3 items

There were no transfers in or out of Level 3 securities in 2014.

- Policy on Transfers Into and out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

- Fair value measurements for fixed income and equity securities are based on values either published by the NAIC's Security Valuation Office (SVO) or from an independent pricing service vendor. Under certain circumstances, if neither an SVO price nor a Vendor price is available, a price may be obtained from a broker. Short term securities and cash equivalents are valued at amortized cost.

When published prices from the SVO are not available, the Company relies predominately on independent pricing service vendors that have been evaluated and approved by our investment management company's internal pricing policy committee. Generally, pricing service vendors use a pricing methodology involving the market approach, including pricing models, which use prices and relevant market information regarding a particular security or securities with similar characteristics to establish a valuation.

Certain investments are carried at fair value, while others may periodically be carried at fair value based on certain factors such as the NAIC's lower of cost or market rule or an impairment. Assets recorded at fair value are categorized based on an evaluation of the various inputs used to measure the fair value. Supporting documentation received from pricing vendors detailing the inputs, models and processes used in the vendor's evaluation process is used by the Company to determine the appropriate fair value hierarchy. Documentation from each pricing vendor is reviewed and monitored periodically to ensure they are consistent with the Company's pricing policy. Market Information obtained from brokers with respect to security valuations is also considered in the pricing hierarchy.

- Not Applicable

- Not Applicable

NOTES TO FINANCIAL STATEMENTS

- C. The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments, excluding those accounted for under the equity method (subsidiaries, limited liability companies, etc.). The fair values are also categorized into the three-level hierarchy as described above in Note 20A.

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practical
Financial instruments - assets						
Bonds	209,360,521	205,746,285	5,402,941	202,788,302	1,169,278	-
Preferred Stocks	564,720	564,720	-	564,720	-	-
Common Stocks	48,457,055	48,457,055	47,767,555	689,500	-	-
Cash, cash equivalents and short-term investments	13,491,746	13,491,746	8,492,707	4,999,039	-	-
Total assets	271,874,042	268,259,807	61,663,203	209,041,561	1,169,278	-
Financial instruments - liabilities						
NONE						

- D. Not Applicable

21. OTHER ITEMS

- A. Extraordinary Items
None
- B. Troubled Debt Restructuring for Debtors
None
- C. Other Disclosures and Unusual Items
None
- D. Business Interruption Insurance Recoveries
None
- E. State Transferable and Non-transferable Tax Credits
None
- F. Subprime-Mortgage Related Risk Exposure

1. Subprime Mortgage Exposures

The Company has invested in collateralized fixed income securities, such as residential mortgage-backed securities ("MBS") and collateralized debt obligations ("CDO"). Through certain investments, the Company is subject to additional default risk exposure as these securitizations were collateralized by mortgages that have characteristics of subprime lending. Such characteristics include, but are not limited to, an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings, unconventionally high initial loan-to-value ratios, low initial payments based on a fixed introductory rate that expires after a short initial period, and borrowers with less than conventional documentation of their income or net assets.

While inherently subject to realized losses resulting from rising defaults or foreclosures, the Company's conservative investment practices of only investing in MBS and CDO's which carry the highest or higher credit ratings (AA or better) and actively monitoring the underlying collateral performance should limit such losses. As such, the Company currently believes that its exposure to unrealized losses from declines in asset values, as the market adjusts to risk aversion and liquidity issues, is greater than its exposure to realized losses resulting from receiving less than anticipated cash flows. The Company intends to hold these fixed income investments until maturity or recovery, and does not anticipate sale of assets to meet future cash flow requirements.

2. Direct Exposure—Mortgage Loans

The Company does not have any investments with direct exposure in subprime mortgage loans.

3. Direct Exposure—Other Investments

The Company has invested in residential mortgage-backed securities and collateralized debt obligations. While the fair value of these fixed income investments may fluctuate, the Company reviewed its MBS and CDO portfolio as of December 31, 2014.

The following is a summary of the Company's other investments with subprime exposure.

	Actual Costs	Book Adjusted Carrying Value (excluding interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
Residential mortgage-backed securities	\$ 268,140	\$ 268,574	\$ 268,996	\$ 572
Collateralized debt obligations	1,191,603	273,720	469,278	1,013,659
Other Structured securities	-	-	-	-
Total Other Investments	\$ 1,459,743	\$ 542,294	\$ 738,274	\$ 1,014,231

4. Underwriting Exposure

The Company does not engage in mortgage guaranty insurance coverage.

22. EVENTS SUBSEQUENT

1. In January 2015, the Company declared a \$2,500,000 dividend to be paid to the Parent company in the first quarter of 2015.

23. REINSURANCE

- A. Unsecured Reinsurance Recoverables
None
- B. Reinsurance Recoverables in Dispute
1. Not applicable
- C. Reinsurance Assume and Ceded

1. The Company is a party in a prospective personal automobile physical damage catastrophe agreement of reinsurance with General Reinsurance Corporation. This reinsurance agreement covers a portion of aggregated losses arising from catastrophic events that

NOTES TO FINANCIAL STATEMENTS

exceed a specified retention stated in the agreement. Ceded premiums are calculated primarily based on a percentage of comprehensive premiums earned, and were not material for the year ended December 31, 2014.

- D. Uncollectible Reinsurance
None
- E. Commutation of Ceded Reinsurance
None
- F. Retroactive Reinsurance
None
- G. Reinsurance Accounted for as a Deposit
None
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
Not applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
 - 1. Not applicable

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

None

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Current year changes in estimates of the costs of prior year losses and loss adjustment expenses (LAE) affect the current year Statement of Income. Increases in those estimates increase current year expense and are referred to as unfavorable development. Decreases in those estimates decrease current year expense and are referred to as favorable development. Current year losses and LAE of \$210,988,485 were lower by \$11,071,700 because of favorable development of prior year estimates. This favorable development was approximately 7.6% of the prior years' reserves for unpaid losses and LAE.

The decrease in prior years' estimates is a result of ongoing analysis of recent loss trends. The decrease in estimated losses for prior years of \$9,689,431 is primarily a result of claim frequency and severity for accident years 2011-2013 being below previously projected levels for liability coverages other than property damage. The decrease in prior years' estimated LAE of \$1,382,269 is primarily a result of the impact of decreased claim frequency and lower projected DCC expenses, related to lower than expected claims requiring litigation, which were partially offset by increased A&O expenses.

The Company experienced no prior year claim development on retrospectively rated policies because the Company does not issue retrospectively rated policies.

26. INTERCOMPANY POOLING ARRANGEMENTS

None

27. STRUCTURE SETTLEMENTS

None

28. HEALTH CARE RECEIVABLES

None

29. PARTICIPATING POLICIES

None

30. PREMIUM DEFICIENCY RESERVES

The Company has evaluated for the existence of any premium deficiencies as of December 31, 2014, and it was determined that there were none. Anticipated investment income was not taken into account in the calculation.

31. HIGH DEDUCTIBLES

None

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

The Company does not discount liabilities for unpaid loss adjustment expenses.

33. ASBESTOS/ENVIRONMENTAL RESERVES

None

34. SUBSCRIBER SAVINGS ACCOUNTS

None

35. MULTIPLE PERIL CROP INSURANCE

None

36. FINANCIAL GUARANTY INSURANCE

None

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 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 No N/A
- 1.3 State regulating? OHIO
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes No
- 2.2 If yes, date of change: _____
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013
- 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. 12/31/2013
- 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). 09/18/2014
- 3.4 By what department or departments?
Ohio Department of Insurance
-
- 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
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No N/A
- 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
- 4.12 renewals? Yes No
- 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
- 4.22 renewals? Yes No
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- 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 Co. 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
- 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
- 7.2 If yes,
- 7.21 State the percentage of foreign control%
- 7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact)
- | 1
Nationality | 2
Type of Entity |
|------------------|---------------------|
| | |
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes No
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company. _____
-
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes No
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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 |
|---------------------|-----------------------------|----------|----------|-----------|----------|
| | | | | | |
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, LLP, 1100 Huntington Center, 41 South High Street, Columbus, OH 43213
-
- 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
- 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
- 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 No N/A
- 10.6 If the answer 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?
Robert Lowery, FCAS (employee), 4 Easton Oval, Columbus, OH 43219

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes No
 12.11 Name of real estate holding company
New Albany Apartments, LLC
-
- 12.12 Number of parcels involved1
 12.13 Total book/adjusted carrying value \$.....0
- 12.2 If yes, provide explanation.
New Albany Apartments is a Limited Liability Company that developed and runs an apartment complex in New Albany. SAIC owns a 19.5% share of the LLC. All capital has been repaid; therefore, book value is \$0. SAIC maintains an interest in cash flows going forward despite all capital having been repaid.
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 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
 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
 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

- 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
 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

PART 1 - COMMON INTERROGATORIES - 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 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 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 or is likely to conflict with the official duties of such person? Yes No

PART 1 - COMMON INTERROGATORIES - 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
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 20.11 To directors or other officers \$.....0
 20.12 To stockholders not officers \$.....0
 20.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 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 \$.....0
 20.22 To stockholders not officers \$.....0
 20.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 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
 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
 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 No
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....0

PART 1 - COMMON INTERROGATORIES - 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
 24.02 If no, give full and complete information relating thereto.

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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).

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 [] No [] N/A [X]

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

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 [] No [] N/A [X]

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

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 [] No [] N/A [X]

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

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

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

24.103 Total payable for securities lending reported on the liability page.

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 \$.....0

25.22 Subject to reverse repurchase agreements \$.....0

25.23 Subject to dollar repurchase agreements \$.....0

25.24 Subject to reverse dollar repurchase agreements \$.....0

25.25 Placed under option agreements \$.....0

25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock \$.....0

25.27 FHLB Capital Stock \$.....689,500

25.28 On deposit with states \$.....2,403,402

25.29 On deposit with other regulatory bodies \$.....0

25.30 Pledged as collateral - excluding collateral pledged to an FHLB \$.....0

25.31 Pledged as collateral to FHLB - including assets backing funding agreements \$.....0

25.32 Other \$.....0

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 [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
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
U.S. Bank	425 Walnut Street, 6th Floor, Cincinnati, OH 45202
Merrill Lynch	65 East State Street, Suite 2600, Columbus, OH 43215
SunTrust	P.O. Box 26665, Richmond, VA 23261-6665
FHLB of Cincinnati	221 E. 4th Street, Suite 1000, Cincinnati, OH 45202
PNC Wealth Management	155 East Broad Street, Columbus, OH 43215
Raymond James & Associates, Inc.	880 Carillon Parkway, St. Petersburg, FL 33716
First National Bankers Bank (FNB)	325 West Capital Ave, Suite 300, Little Rock, AR 72201

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 [X] No []

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
JP Morgan Chase NA	First Nat'l Bankers Bank	09/26/2014	JP Morgan eliminated their custodial service

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

1 Central Registration Depository Number(s)	2 Name	3 Address
105900	General Re/New England Asset Management	76 Batterson Park Road, Farmington, CT 06032
7691	Merrill Lynch	65 East State Street, Columbus, OH 43215
705	Raymond James & Associates, Inc.	880 Carillon Parkway, St. Petersburg, FL 33716

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 [X] No []

PART 1 - COMMON INTERROGATORIES - INVESTMENT

29.2 If yes, complete the following schedule:

1		2	3
CUSIP #		Name of Mutual Fund	Book/Adjusted Carrying Value
091936	73 2	Blackrock GL L/S Credit-Ins	816,851
09256H	28 6	Blackrock Strat Inc Opp-Ins	821,394
19248A	10 9	Cohen & Steers Select Utility Fund	147,657
277923	72 8	Eaton Vance Global Macro-I	294,793
464287	16 8	IShares DJ Select Dividend Index	8,117,141
464287	40 8	IShares S&P 500/Barra Value Index Fund	3,394,005
464287	66 3	IShares Russell 3000 Value	3,466,164
486606	10 6	Kayne Anderson MLP Investments	343,620
67074U	10 3	Nuveen Energy MLP Total Return	333,512
72201M	45 3	PIMCO Unconstrained Bond-P	303,284
72201M	81 8	PIMCO Emrg Markets Bond-P	118,430
72201R	20 5	PIMCO 1-5 Year US Tips IN FD	103,460
72201R	78 3	PIMCO 0-5 Year H/Y Corp Bond	201,660
76882K	70 2	Riverpark Short Term H/Y-Ins	650,407
78462F	10 3	SPDR S&P 500 ETF Trust	10,451,298
808090	63 3	Schroder ABS Ret EMD&CUR-INV	644,828
29.2999. TOTAL			30,208,504

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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

1	2	3	4
Name of Mutual Fund (from the above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to Holding	Date of Valuation
BLACKROCK GL L/S CREDIT-INSTL (BGCIX)	UNITED STATES TREASURY NOTES	12,988	12/31/2014
BLACKROCK GL L/S CREDIT-INSTL (BGCIX)	UNICREDIT	10,456	12/31/2014
BLACKROCK GL L/S CREDIT-INSTL (BGCIX)	ITALY	8,740	12/31/2014
BLACKROCK GL L/S CREDIT-INSTL (BGCIX)	AMERICAN AIRLINES	8,169	12/31/2014
BLACKROCK GL L/S CREDIT-INSTL (BGCIX)	TELECOM ITALIA	7,842	12/31/2014
BLACKROCK STRAT INC OPP-INS (BXIIS)	UNITED STATES TREASURY	166,989	12/31/2014
BLACKROCK STRAT INC OPP-INS (BXIIS)	FEDERAL NATIONAL MORTGAGE ASSOCIATION	46,080	12/31/2014
BLACKROCK STRAT INC OPP-INS (BXIIS)	ITALY (REPUBLIC OF)	27,927	12/31/2014
BLACKROCK STRAT INC OPP-INS (BXIIS)	MEXICO (UNITED MEXICAN STATES) (GOVERNMENT)	14,457	12/31/2014
BLACKROCK STRAT INC OPP-INS (BSIIX)	SPDR GOLD TRUST	13,799	12/31/2014
COHEN & STEERS SELECT UTILITY FUND	AMERICAN TOWER CORP.	7,383	12/31/2014
COHEN & STEERS SELECT UTILITY FUND	CROWN CASTLE INTERNATIONAL CORP.	7,088	12/31/2014
COHEN & STEERS SELECT UTILITY FUND	VINCI SA	6,202	12/31/2014
COHEN & STEERS SELECT UTILITY FUND	DOMINION RESOURCES VA	3,691	12/31/2014
COHEN & STEERS SELECT UTILITY FUND	ENBRIDGE	3,454	12/31/2014
EATON VANCE BLOBAL MACRO-I	FNMA 6%	15,152	12/31/2014
EATON VANCE BLOBAL MACRO-I	FNMA 6.5%	6,869	12/31/2014
EATON VANCE BLOBAL MACRO-I	TURKEY GOVERNMENT BOND	6,751	12/31/2014
EATON VANCE BLOBAL MACRO-I	REPULIC OF VENEZELUA	5,925	12/31/2014
EATON VANCE BLOBAL MACRO-I	FNMA 7%	5,748	12/31/2014
ISHARES DJ SELECT DIVIDEND INDEX	LOCKHEED MARTIN CORP.	322,251	12/31/2014
ISHARES DJ SELECT DIVIDEND INDEX	ENTERGY CORP.	206,175	12/31/2014
ISHARES DJ SELECT DIVIDEND INDEX	INTEGRYS ENERGY GROUP INC.	172,895	12/31/2014
ISHARES DJ SELECT DIVIDEND INDEX	CHEVRON CORP	159,096	12/31/2014
ISHARES DJ SELECT DIVIDEND INDEX	PHILIP MORRIS INTERNATIONAL INC.	154,226	12/31/2014
ISHARES S&P 500/BARRA VALUE INDEX (IVE)	EXXON MOBILE CORPORATION COMMON	151,033	12/31/2014
ISHARES S&P 500/BARRA VALUE INDEX (IME)	BERKSHIRE HATHAWAY INC CLASS B	105,893	12/31/2014
ISHARES S&P 500/BARRA VALUE INDEX (IME)	GENERAL ELECTRIC CO	96,390	12/31/2014
ISHARES S&P 500/BARRA VALUE INDEX (IME)	JP MORGAN CHASE & CO COMMON ST	84,171	12/31/2014
ISHARES S&P 500/BARRA VALUE INDEX (IME)	CHEVRON CORP	81,117	12/31/2014
ISHARES RUSSEL 3000 VALUE INDEX FUND (IWW)	EXXON MOBILE CORPORATION COMMON	122,702	12/31/2014
ISHARES RUSSEL 3000 VALUE INDEX FUND (IWW)	BERSHIRE HATHAWAY INC CLASS B	85,268	12/31/2014
ISHARES RUSSEL 3000 VALUE INDEX FUND (IWW)	WELLS FARGO & CO	80,762	12/31/2014
ISHARES RUSSEL 3000 VALUE INDEX FUND (IWW)	GENERAL ELECTRIC CO	77,295	12/31/2014
ISHARES RUSSEL 3000 VALUE INDEX FUND (IWW)	JOHNSON & JOHNSON COMMON STOCK	74,176	12/31/2014
KAYNE ANDERSON MLP INVESTMENT (KYN)	KINDER MORGAN	83,878	12/31/2014
KAYNE ANDERSON MLP INVESTMENT (KYN)	ENTERPRISE PRODUCTS PARTNERS L.P.	57,264	12/31/2014
KAYNE ANDERSON MLP INVESTMENT (KYN)	ENERGY TRANSFER PARTNERS L.P.	38,454	12/31/2014
KAYNE ANDERSON MLP INVESTMENT (KYN)	REGENCY ENERGY PARTNERS L.P.	35,619	12/31/2014
KAYNE ANDERSON MLP INVESTMENT (KYN)	MARKWEST ENERGY PARTNERS L.P.	34,352	12/31/2014
NUVEEN ENERGY MLP TOTAL RETURN (JMF)	ENERGY TRANSFER EQUITY L.P.	43,257	12/31/2014
NUVEEN ENERGY MLP TOTAL RETURN (JMF)	ENTERPRISE PRODUCTS PARTNERS L.P.	30,983	12/31/2014
NUVEEN ENERGY MLP TOTAL RETURN (JMF)	PLAINS ALL AMERICAN PIPELINE L.P.	26,214	12/31/2014
NUVEEN ENERGY MLP TOTAL RETURN (JMF)	WILLIAMS PARTNERS L.P.	26,181	12/31/2014
NUVEEN ENERGY MLP TOTAL RETURN (JMF)	MAGELLAN MIDSTREAM PARTNERS L.P.	23,946	12/31/2014
PIMCO UNCONSTRAINED BOND-P (PUCPX)	FIN FUT EURO\$ CME 3/14/16	151,217	12/31/2014
PIMCO UNCONSTRAINED BOND-P (PUCPX)	FIN FUT EURO\$ CME 6/13/16	51,194	12/31/2014
PIMCO UNCONSTRAINED BOND-P (PUCPX)	FIN FUT EURO\$ CME 12/14/15	39,397	12/31/2014
PIMCO UNCONSTRAINED BOND-P (PUCPX)	IRS USD 3.000 12/17/14-10Y CME	17,985	12/31/2014
PIMCO UNCONSTRAINED BOND-P (PUCPX)	CDX IG22 5Y ICE	8,492	12/31/2014
PIMCO EMRG MARKETS BOND (PEMPX)	PETROLEOS MEXICANOS 6.5%	4,062	12/31/2014
PIMCO EMRG MARKETS BOND (PEMPX)	PHILIPPINES AS SP BRC	4,038	12/31/2014
PIMCO EMRG MARKETS BOND (PEMPX)	CDX EM21 ICE	3,233	12/31/2014
PIMCO EMRG MARKETS BOND (PEMPX)	PETROBAS INTL FIN 7.875%	2,819	12/31/2014
PIMCO EMRG MARKETS BOND (PEMPX)	PETROBAS MEXICANOS 4.875%	2,333	12/31/2014
PIMCO 1-5 YEAR US TIPS IN FD (STPZ)	US TREASURY TIP	16,078	12/31/2014
PIMCO 1-5 YEAR US TIPS IN FD (STPZ)	US TREASURY NOTE	14,433	12/31/2014
PIMCO 1-5 YEAR US TIPS IN FD (STPZ)	US TREASURY TIP	13,377	12/31/2014
PIMCO 1-5 YEAR US TIPS IN FD (STPZ)	US TREASURY TIP	12,043	12/31/2014
PIMCO 1-5 YEAR US TIPS IN FD (STPZ)	US TREASURY TIP	7,066	12/31/2014
PIMCO 0-5 YEAR H/Y CORP BOND (HYS)	CDX HY23 5Y BP ICE	24,482	12/31/2014
PIMCO 0-5 YEAR H/Y CORP BOND (HYS)	SPRINT NEXTEL 6%	4,275	12/31/2014
PIMCO 0-5 YEAR H/Y CORP BOND (HYS)	TELECOM ITALIA CAP 6.999%	3,327	12/31/2014
PIMCO 0-5 YEAR H/Y CORP BOND (HYS)	NUMERICABLE GRP SA 144 4.875%	3,327	12/31/2014
PIMCO 0-5 YEAR H/Y CORP BOND (HYS)	ALGECO SCOTSMAN GLOBAL FIN 144A 8.5%	3,206	12/31/2014
RIVERPARK SHORT TERM H/Y-INS (RPHIX)	TAMINCO GLOBAL CHEMICAL	44,278	12/31/2014
RIVERPARK SHORT TERM H/Y-INS (RPHIX)	PACKAGING DYNAMICS 144A	39,024	12/31/2014
RIVERPARK SHORT TERM H/Y-INS (RPHIX)	EXPRESS LLC	31,870	12/31/2014
RIVERPARK SHORT TERM H/Y-INS (RPHIX)	HCA INC	31,220	12/31/2014
RIVERPARK SHORT TERM H/Y-INS (RPHIX)	ENERGY FUTURE INTERMEDIATE HOLDINGS	31,220	12/31/2014
SDPR TRUST SERIES 1 (SPY)	APPLE INC	371,021	12/31/2014
SDPR TRUST SERIES 1 (SPY)	EXXON MOBILE CORPORATION COMMON	224,703	12/31/2014
SDPR TRUST SERIES 1 (SPY)	GOOGLE INC	219,478	12/31/2014
SDPR TRUST SERIES 1 (SPY)	MICROSOFT CORPORATION	167,221	12/31/2014
SDPR TRUST SERIES 1 (SPY)	GENERAL ELECTRIC COMPANY COMMON	156,769	12/31/2014

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	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds.....	213,551,750	217,165,984	3,614,234
30.2 Preferred stocks.....	564,720	564,720	0
30.3 Totals.....	214,116,470	217,730,704	3,614,234

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

The market value of bonds and preferred stocks were obtained from third party valuation providers such as Merrill Lynch Indices, Interactive Data Corporation Reuter, S&P, Bloomberg, Factset, or, if not available for third party vendors, from independent security dealers. Short term and cash equivalents are valued at amortized cost.

PART 1 - COMMON INTERROGATORIES - INVESTMENT

- 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 [X] No []
- 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.
-
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [] No [X]
- 32.2 If no, list exceptions:
-

PART 1 - COMMON INTERROGATORIES - OTHER

- 33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....384,516
- 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
	0

- 34.1 Amount of payments for legal expenses, if any? \$.....740,070
- 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
Nelson Levine DeLuca and Hamilton	565,152

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....0
- 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
	0

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. \$.....0
 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. \$.....0

- 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.....	.....	.....
2.2 Premium Denominator.....	\$.....305,424,695	.....286,011,185
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	.....	.....
2.5 Reserve Denominator.....	\$.....206,198,095	.....217,041,219
2.6 Reserve Ratio (2.4/2.5).....	.....0.0	.....0.0

- 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 []
 4.2 Does the reporting entity issue non-assessable policies? Yes [] No []
 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 [X]
 5.5 If yes, give full information:

- 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 does not issue Workers Compensation contracts.

- 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:

- 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 writes private passenger auto insurance in 17 states and protects itself through a catastrophe reinsurance program with the limit of 100% of \$2,500,000 in excess of \$1,000,000.

- 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 uninsured catastrophic loss:

- 7.1 Has the 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 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 []

Annual Statement for the year 2014 of the **Safe Auto Insurance Company**
GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 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 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 31 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 reinsurance 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 [] No [] N/A [X]
- 11.1 Has this reporting entity guaranteed policies issued by any other reporting 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 assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
12.1 Unpaid losses \$.....0
12.1 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0
- 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds: \$.....0
- 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 [] N/A [X]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
12.4 From%
12.4 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 current year:
12.6 Letters of credit
12.6 Collateral and other funds
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....915,000
- 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.0

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

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

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

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:

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:

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-Part 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 account? 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 the 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).....	218,533,603	204,719,531	204,847,377	214,980,825	238,249,822
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	90,242,227	81,761,654	79,117,060	79,979,509	92,037,665
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
6. Total (Line 35).....	308,775,830	286,481,185	283,964,437	294,960,334	330,287,487
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).....	218,533,603	204,719,531	204,847,377	214,980,825	238,249,822
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	90,152,280	81,685,807	78,939,545	79,872,509	91,927,665
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
12. Total (Line 35).....	308,685,883	286,405,338	283,786,922	294,853,334	330,177,487
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	(16,920,939)	(27,100,467)	(74,686,946)	(18,323,927)	(16,524,951)
14. Net investment gain (loss) (Line 11).....	10,812,886	6,677,104	11,169,262	11,253,476	13,984,196
15. Total other income (Line 15).....	28,911,705	27,112,723	27,961,401	27,453,998	28,543,931
16. Dividends to policyholders (Line 17).....					
17. Federal and foreign income taxes incurred (Line 19).....	2,233,868	858,602	(9,478,265)	505,598	6,207,966
18. Net income (Line 20).....	20,569,784	5,830,758	(26,078,018)	19,877,949	19,795,210
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	386,938,039	367,298,203	369,998,002	400,425,770	449,913,104
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	14,053,580	14,060,111	14,465,369	14,451,086	16,375,403
20.2 Deferred and not yet due (Line 15.2).....	46,033,458	42,562,851	41,965,011	41,011,646	46,335,287
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	235,173,780	237,901,221	250,560,148	260,856,448	267,565,633
22. Losses (Page 3, Line 1).....	102,120,944	113,277,992	106,756,999	97,700,791	119,153,011
23. Loss adjustment expenses (Page 3, Line 3).....	28,786,939	31,734,204	36,909,314	36,660,999	36,711,003
24. Unearned premiums (Page 3, Line 9).....	75,290,212	72,029,023	71,634,871	71,635,184	79,783,051
25. Capital paid up (Page 3, Lines 30 & 31).....	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
26. Surplus as regards policyholders (Page 3, Line 37).....	151,764,259	129,396,983	119,437,854	139,569,322	182,347,471
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	14,250,279	13,987,054	(17,863,880)	(1,341,584)	16,083,735
Risk-Based Capital Analysis					
28. Total adjusted capital.....	151,764,259	129,396,983	119,437,854	139,569,322	182,347,471
29. Authorized control level risk-based capital.....	30,162,290	27,162,757	35,744,924	34,515,112	33,676,908
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1).....	67.6	72.7	71.1	72.9	81.7
31. Stocks (Lines 2.1 & 2.2).....	16.1	8.5	8.1	6.9	5.1
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....			1.2	1.1	
33. Real estate (Lines 4.1, 4.2 & 4.3).....	10.0	10.7	11.4	10.5	9.0
34. Cash, cash equivalents and short-term investments (Line 5).....	4.4	8.2	7.8	7.6	4.2
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....					
37. Other invested assets (Line 8).....	1.9		0.5	0.5	
38. Receivable for securities (Line 9).....				0.5	
39. Securities lending reinvested collateral assets (Line 10).....					
40. Aggregate write-ins for invested assets (Line 11).....					
41. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1).....					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....					
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....					
48. Total of above lines 42 to 47.....	0	0	0	0	0
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).....	0.0				

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2014	2013	2012	2011	2010
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	1,408,372	1,837,391	574,454	(80,651)	471,774
52. Dividends to stockholders (Line 35).....	(2,000,000)			(61,000,000)	(8,500,000)
53. Change in surplus as regards policyholders for the year (Line 38).....	22,367,276	9,959,129	(20,131,468)	(42,778,150)	11,179,594
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).....	130,804,852	129,690,950	137,334,577	130,202,724	135,609,373
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	60,194,920	46,609,103	48,728,903	45,791,222	47,008,100
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
59. Total (Line 35).....	190,999,772	176,300,053	186,063,480	175,993,946	182,617,473
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).....	129,979,852	129,690,950	137,334,577	130,202,724	135,609,373
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	60,194,920	46,609,103	47,289,999	45,791,222	47,008,100
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....					
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
65. Total (Line 35).....	190,174,772	176,300,053	184,624,576	175,993,946	182,617,473
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2).....	58.6	63.9	68.2	51.0	53.6
68. Loss expenses incurred (Line 3).....	10.5	9.5	14.4	13.2	11.9
69. Other underwriting expenses incurred (Line 4).....	36.5	36.1	43.6	41.8	39.4
70. Net underwriting gain (loss) (Line 8).....	(5.5)	(9.5)	(26.3)	(6.0)	(4.9)
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).....	26.7	26.6	33.8	33.7	31.5
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	69.1	73.4	82.7	64.2	65.5
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).....	203.4	221.3	237.6	211.3	181.1
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).....	(11,597)	(10,772)	1,219	(13,220)	(11,974)
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).....	(9.0)	(9.0)	0.9	(7.3)	(7.0)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	(14,998)	(3,544)	(16,210)	(18,094)	(18,634)
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).....	(12.6)	(2.5)	(8.9)	(10.6)	(12.1)

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						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported-Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX.....	XXX.....	XXX.....	15.....		14.....		3.....		12.....	32.....	XXX.....
2. 2005.....	326,196.....		326,196.....	191,145.....	125.....	6,218.....		23,257.....		7,823.....	220,495.....	XXX.....
3. 2006.....	335,025.....	72.....	334,953.....	187,325.....		5,845.....		25,080.....		8,096.....	218,250.....	XXX.....
4. 2007.....	311,640.....	97.....	311,543.....	174,961.....		5,416.....		24,164.....		8,183.....	204,541.....	XXX.....
5. 2008.....	321,239.....	109.....	321,130.....	179,989.....		5,943.....		25,710.....		8,438.....	211,642.....	XXX.....
6. 2009.....	341,600.....	105.....	341,495.....	193,077.....		7,673.....		30,558.....		8,472.....	231,308.....	XXX.....
7. 2010.....	336,385.....	110.....	336,275.....	181,662.....		6,864.....		31,183.....		8,283.....	219,709.....	XXX.....
8. 2011.....	303,109.....	107.....	303,002.....	172,198.....		5,331.....		30,363.....		7,624.....	207,892.....	XXX.....
9. 2012.....	283,965.....	178.....	283,787.....	177,562.....	1,439.....	3,623.....		28,901.....		8,269.....	208,647.....	XXX.....
10. 2013.....	286,088.....	76.....	286,012.....	160,404.....		1,650.....		23,110.....		8,059.....	185,164.....	XXX.....
11. 2014.....	305,514.....	90.....	305,424.....	120,303.....	825.....	215.....		20,592.....		4,212.....	140,285.....	XXX.....
12. Totals.....	XXX.....	XXX.....	XXX.....	1,738,641.....	2,389.....	48,792.....	0.....	262,921.....	0.....	77,471.....	2,047,965.....	XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	5.....						10.....		1.....			16.....	XXX.....
2. 2005.....	9.....		6.....				18.....		2.....			35.....	XXX.....
3. 2006.....	60.....		25.....				30.....		13.....		8.....	128.....	XXX.....
4. 2007.....	177.....		26.....				47.....		28.....		13.....	278.....	XXX.....
5. 2008.....	211.....		41.....				110.....		36.....		18.....	398.....	XXX.....
6. 2009.....	538.....		50.....				285.....		82.....		32.....	955.....	XXX.....
7. 2010.....	1,348.....		123.....				694.....		206.....		81.....	2,371.....	XXX.....
8. 2011.....	2,510.....		263.....				1,698.....		374.....		121.....	4,845.....	XXX.....
9. 2012.....	7,137.....		574.....				3,523.....		1,051.....		451.....	12,285.....	XXX.....
10. 2013.....	18,875.....		1,738.....				5,192.....		2,840.....		1,161.....	28,645.....	XXX.....
11. 2014.....	54,558.....		13,847.....				3,718.....		8,829.....		5,654.....	80,952.....	XXX.....
12. Totals.....	85,428.....	0.....	16,693.....	0.....	0.....	0.....	15,325.....	0.....	13,462.....	0.....	7,539.....	130,908.....	XXX.....

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....			XXX.....	5.....	11.....
2. 2005.....	220,655.....	125.....	220,530.....	67.6.....	0.0.....	67.6.....				15.....	20.....
3. 2006.....	218,378.....	0.....	218,378.....	65.2.....	0.0.....	65.2.....				85.....	43.....
4. 2007.....	204,819.....	0.....	204,819.....	65.7.....	0.0.....	65.7.....				203.....	75.....
5. 2008.....	212,040.....	0.....	212,040.....	66.0.....	0.0.....	66.0.....				252.....	146.....
6. 2009.....	232,263.....	0.....	232,263.....	68.0.....	0.0.....	68.0.....				588.....	367.....
7. 2010.....	222,080.....	0.....	222,080.....	66.0.....	0.0.....	66.0.....				1,471.....	900.....
8. 2011.....	212,737.....	0.....	212,737.....	70.2.....	0.0.....	70.2.....				2,773.....	2,072.....
9. 2012.....	222,371.....	1,439.....	220,932.....	78.3.....	808.4.....	77.9.....				7,711.....	4,574.....
10. 2013.....	213,809.....	0.....	213,809.....	74.7.....	0.0.....	74.8.....				20,613.....	8,032.....
11. 2014.....	222,062.....	825.....	221,237.....	72.7.....	916.7.....	72.4.....				68,405.....	12,547.....
12. Totals.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	0.....	0.....	XXX.....	102,121.....	28,787.....

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)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	One Year	Two Year
1. Prior.....	52,613	40,609	35,048	34,288	33,941	33,260	33,118	32,847	32,768	32,684	(84)	(163)
2. 2005.....	224,969	209,898	199,799	199,170	198,735	197,947	197,529	197,362	197,343	197,271	(72)	(91)
3. 2006.....	XXX	215,911	199,418	195,804	195,235	194,040	193,631	193,465	193,366	193,285	(81)	(180)
4. 2007.....	XXX	XXX	192,763	185,880	183,725	182,420	181,404	180,884	180,687	180,627	(60)	(257)
5. 2008.....	XXX	XXX	XXX	200,032	191,212	188,873	187,150	186,755	186,512	186,294	(218)	(461)
6. 2009.....	XXX	XXX	XXX	XXX	211,250	205,584	203,172	202,388	201,887	201,623	(264)	(765)
7. 2010.....	XXX	XXX	XXX	XXX	XXX	200,411	193,311	192,624	191,191	190,691	(500)	(1,933)
8. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	180,230	184,439	182,247	182,000	(247)	(2,439)
9. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	199,689	193,680	190,980	(2,700)	(8,709)
10. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	195,230	187,859	(7,371)	XXX
11. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	191,816	XXX	XXX
12. Totals.....											(11,597)	(14,998)

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)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014		
1. Prior.....	000	20,237	28,007	30,634	31,786	32,191	32,482	32,622	32,640	32,669	XXX	XXX
2. 2005.....	117,348	171,845	187,048	193,761	196,103	196,700	196,958	197,131	197,164	197,238	XXX	XXX
3. 2006.....	XXX	112,849	167,275	184,412	190,190	192,045	192,780	193,039	193,134	193,170	XXX	XXX
4. 2007.....	XXX	XXX	103,080	158,345	172,908	178,028	179,725	180,120	180,293	180,377	XXX	XXX
5. 2008.....	XXX	XXX	XXX	113,622	164,476	178,168	183,236	185,255	185,779	185,932	XXX	XXX
6. 2009.....	XXX	XXX	XXX	XXX	119,095	174,426	191,267	198,029	200,132	200,750	XXX	XXX
7. 2010.....	XXX	XXX	XXX	XXX	XXX	111,856	164,224	182,000	187,063	188,526	XXX	XXX
8. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	106,911	157,100	171,843	177,529	XXX	XXX
9. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	114,895	165,078	179,746	XXX	XXX
10. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	109,773	162,054	XXX	XXX
11. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	119,693	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	2	3	4	5	6	7	8	9	10
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
1. Prior.....	29,128	11,393	4,063	2,451	1,610	733	522	203	81	10
2. 2005.....	47,749	16,127	5,252	2,706	1,810	855	378	150	92	24
3. 2006.....	XXX	42,846	9,596	4,456	2,669	1,087	574	285	167	55
4. 2007.....	XXX	XXX	27,767	7,496	3,516	1,795	836	338	201	73
5. 2008.....	XXX	XXX	XXX	22,564	7,544	3,435	1,574	556	370	151
6. 2009.....	XXX	XXX	XXX	XXX	20,899	8,480	4,799	1,636	708	335
7. 2010.....	XXX	XXX	XXX	XXX	XXX	21,439	10,266	4,374	1,702	817
8. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	19,934	11,473	4,436	1,961
9. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,012	10,472	4,097
10. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,125	6,930
11. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,565

Safe Auto Insurance Company SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	N								
2. Alaska.....AK	N								
3. Arizona.....AZ	L	10,628,897	10,724,076		6,827,236	5,820,500	2,998,792	984,618	
4. Arkansas.....AR	L								
5. California.....CA	L	24,849,197	21,421,441		11,300,640	19,553,173	8,443,522	3,444,501	
6. Colorado.....CO	L								
7. Connecticut.....CT	N								
8. Delaware.....DE	N								
9. District of Columbia.....DC	N								
10. Florida.....FL	N								
11. Georgia.....GA	L	19,319,450	19,677,147		14,498,137	13,422,638	6,298,915	1,337,784	
12. Hawaii.....HI	N								
13. Idaho.....ID	N								
14. Illinois.....IL	L	12,819,614	12,721,145		7,686,023	6,493,048	4,383,010	1,396,390	
15. Indiana.....IN	L	25,461,050	25,495,871		16,692,524	13,169,240	9,614,032	4,169,217	
16. Iowa.....IA	N								
17. Kansas.....KS	L	1,223,519	1,218,528		575,407	581,659	289,721	84,570	
18. Kentucky.....KY	L	35,135,735	35,366,741		21,194,806	18,647,033	11,954,006	2,312,074	
19. Louisiana.....LA	L	3,837,783	3,718,648		2,310,818	2,504,471	1,347,953	141,444	
20. Maine.....ME	N								
21. Maryland.....MD	N								
22. Massachusetts.....MA	N								
23. Michigan.....MI	N								
24. Minnesota.....MN	N								
25. Mississippi.....MS	L	2,156,553	2,053,171		1,331,382	1,207,048	497,465	165,048	
26. Missouri.....MO	L	12,457,622	13,095,644		9,122,483	6,276,849	4,588,734	1,117,525	
27. Montana.....MT	N								
28. Nebraska.....NE	N								
29. Nevada.....NV	N								
30. New Hampshire.....NH	N								
31. New Jersey.....NJ	N								
32. New Mexico.....NM	N								
33. New York.....NY	N								
34. North Carolina.....NC	N								
35. North Dakota.....ND	N								
36. Ohio.....OH	L	62,322,596	60,427,681		37,497,547	36,342,195	15,940,420	5,633,263	
37. Oklahoma.....OK	L	7,013,369	6,957,419		3,945,894	3,337,454	2,229,133	617,463	
38. Oregon.....OR	N								
39. Pennsylvania.....PA	L	52,426,250	53,296,276		31,724,899	30,522,652	20,002,888	5,027,785	
40. Rhode Island.....RI	N								
41. South Carolina.....SC	L	11,781,938	11,637,532		9,421,655	8,034,407	4,642,371	986,737	
42. South Dakota.....SD	N								
43. Tennessee.....TN	L	8,284,125	8,430,919		5,082,382	3,986,309	2,234,810	699,895	
44. Texas.....TX	L	14,744,406	15,357,952		9,911,541	7,752,405	5,391,698	674,057	
45. Utah.....UT	N								
46. Vermont.....VT	N								
47. Virginia.....VA	L	4,313,727	3,914,450		1,876,398	2,191,647	1,263,474	269,175	
48. Washington.....WA	N								
49. West Virginia.....WV	N								
50. Wisconsin.....WI	N								
51. Wyoming.....WY	N								
52. American Samoa.....AS	N								
53. Guam.....GU	N								
54. Puerto Rico.....PR	N								
55. US Virgin Islands.....VI	N								
56. Northern Mariana Islands.....MP	N								
57. Canada.....CAN	N								
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
59. Totals.....	(a) 19	308,775,831	305,514,641	0	190,999,772	179,842,728	102,120,944	29,061,546	0

DETAILS OF WRITE-INS

58001.....	XXX								
58002.....	XXX								
58003.....	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

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

(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 based on the location of the insureds physical address for principal automobile(s).

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART

