



ANNUAL STATEMENT

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

CONTINENTAL GENERAL INSURANCE COMPANY

NAIC Group Code.....0084, 0084
(Current Period) (Prior Period)

Organized under the Laws of Ohio
Incorporated/Organized..... May 24, 1961

Statutory Home Office

Main Administrative Office

Mail Address

Primary Location of Books and Records

Internet Web Site Address

Statutory Statement Contact

NAIC Company Code..... 71404

State of Domicile or Port of Entry Ohio

11001 Lakeline Boulevard Suite 120..... Austin TX US 78717
(Street and Number) (City or Town, State, Country and Zip Code)

11001 Lakeline Boulevard Suite 120..... Austin TX US..... 78717
(Street and Number) (City or Town, State, Country and Zip Code)

301 East Fourth Street..... Cincinnati OH US 45202
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

301 East Fourth Street..... Cincinnati OH US 45202
(Street and Number) (City or Town, State, Country and Zip Code)

www.gaig.com

Brian Patrick Sponaugle
(Name)
bsponaugle@gaig.com
(E-Mail Address)

Employer's ID Number..... 47-0463747

Country of Domicile US

Commenced Business..... July 11, 1961

513-357-3300
(Area Code) (Telephone Number)

513-357-3300
(Area Code) (Telephone Number)

513-412-2931
(Area Code) (Telephone Number) (Extension)
513-412-1673
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. Michael William Mazur	Sr. Vice President	2. Brian Patrick Sponaugle	Assistant Treasurer
3. Mark Francis Muething	Secretary		

OTHER

Stephen Craig Lindner	President	Richard Lee Magoteaux	Chief Financial Officer
Christopher Patrick Miliano	Vice President	John Paul Gruber	Vice President
Michael Harrison Haney	Vice President	Roger Eugene Desjardins	Vice President
William Carey Ellis	Assistant Vice President	Patrick John Maloney	Assistant Vice President
Howard Kim Baird	Assistant Vice President	David D. Ramsey #	Appointed Actuary

DIRECTORS OR TRUSTEES

Stephen Craig Lindner	Christopher Patrick Miliano	Mark Francis Muething	Michael James Prager
Jeffrey Gene Hester			

State of..... Ohio
County of..... Hamilton

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)
Michael William Mazur

1. (Printed Name)
Sr. Vice President

(Title)

(Signature)
Brian Patrick Sponaugle

2. (Printed Name)
Assistant Treasurer

(Title)

(Signature)
Mark Francis Muething

3. (Printed Name)
Secretary

(Title)

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

a. Is this an original filing?
b. If no

1. State the amendment number

2. Date filed

3. Number of pages attached

Yes [X]

No []

#OFFICERS AND DIRECTORS WHO DID NOT OCCUPY THE INDICATED POSITION IN THE PREVIOUS ANNUAL STATEMENT

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	201,888,034		201,888,034	205,836,481
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	3,500,487		3,500,487	
2.2 Common stocks.....	5,700,094		5,700,094	4,871,966
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	2,706,425		2,706,425	2,855,579
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....908,831, Schedule E-Part 1), cash equivalents (\$.....0, Schedule E-Part 2) and short-term investments (\$.....11,396,363, Schedule DA).....	12,305,194		12,305,194	5,266,472
6. Contract loans (including \$.....0 premium notes).....	2,809,555		2,809,555	2,943,891
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....	2,335,436		2,335,436	2,450,505
9. Receivables for securities.....			0	73,898
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).....	231,245,225	0	231,245,225	224,298,794
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	2,513,693		2,513,693	2,784,705
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	138,015	5,209	132,805	137,341
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	1,205,853	6,294	1,199,559	1,663,499
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.....	2,623,149		2,623,149	2,421,653
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	759,895
18.2 Net deferred tax asset.....	31,772,391	28,310,213	3,462,178	5,037,676
19. Guaranty funds receivable or on deposit.....	1,231,882		1,231,882	1,341,000
20. Electronic data processing equipment and software.....			0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	5,465	24	5,441	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	270,735,672	28,321,740	242,413,932	238,444,564
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTALS (Lines 26 and 27).....	270,735,672	28,321,740	242,413,932	238,444,564

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. Miscellaneous receivable.....	5,465	24	5,441	
2502.			0	
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	5,465	24	5,441	0

CONTINENTAL GENERAL INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$.....66,093,953 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	66,093,953	70,389,886
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	144,540,057	135,655,870
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	740,918	649,805
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	1,458,693	1,094,523
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	1,236,376	1,584,949
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....107,222 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	115,956	102,244
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....		
9.3 Other amounts payable on reinsurance, including \$.....10,238 assumed and \$.....0 ceded.....	10,238	108,725
9.4 Interest Maintenance Reserve (IMR, Line 6).....	754,134	782,921
10. Commissions to agents due or accrued - life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....		
11. Commissions and expense allowances payable on reinsurance assumed.....		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	129,699	89,303
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	2,001,386	2,384,898
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	1,374,169	
15.2 Net deferred tax liability.....		
16. Unearned investment income.....	99,156	99,926
17. Amounts withheld or retained by company as agent or trustee.....		7,935
18. Amounts held for agents' account, including \$.....110,701 agents' credit balances.....	110,701	114,786
19. Remittances and items not allocated.....	209,081	449,678
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....		
22. Borrowed money \$.....0 and interest thereon \$.....0.....		
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR Line 16, Col. 7).....	931,286	1,079,368
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....	388,180	159,593
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....	202	72,616
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	719,609	843,195
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	220,913,797	215,670,221
27. From Separate Accounts Statement.....		
28. Total liabilities (Line 26 and 27).....	220,913,797	215,670,221
29. Common capital stock.....	4,196,559	4,196,559
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	7,638,870	7,638,870
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	9,664,706	10,938,914
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	17,303,576	18,577,784
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	21,500,135	22,774,343
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	242,413,932	238,444,564

DETAILS OF WRITE-INS		
2501. Unclaimed property.....	719,609	843,195
2502.		
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).....	719,609	843,195
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

CONTINENTAL GENERAL INSURANCE COMPANY
SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	14,330,841	15,307,673
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	15,163,477	13,965,677
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5)	68,021	(3,951)
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	7,030,833	8,351,471
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	14,616	1,409
9. Totals (Lines 1 to 8.3)	36,607,788	37,622,279
10. Death benefits	4,751,532	4,392,403
11. Matured endowments (excluding guaranteed annual pure endowments)	14,397	66,368
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	2,000,167	2,250,574
13. Disability benefits and benefits under accident and health contracts	8,846,489	8,390,236
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	4,033,145	4,965,804
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	104,346	38,353
18. Payments on supplementary contracts with life contingencies		137,257
19. Increase in aggregate reserves for life and accident and health contracts	4,832,933	3,693,212
20. Totals (Lines 10 to 19)	24,583,010	23,934,207
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	3,910,892	4,697,257
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	9,590	6,947
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	4,540,495	2,509,731
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	987,602	1,295,754
25. Increase in loading on deferred and uncollected premiums	(40,182)	8,247
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	0	0
28. Totals (Lines 20 to 27)	33,991,407	32,452,142
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	2,616,381	5,170,137
30. Dividends to policyholders	15,283	31,300
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	2,601,098	5,138,837
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(839,579)	(402,671)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	3,440,677	5,541,508
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....360,019 (excluding taxes of \$.....21,125 transferred to the IMR)	(1,496,503)	(832,895)
35. Net income (Line 33 plus Line 34)	1,944,174	4,708,613
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	22,774,343	20,474,847
37. Net income (Line 35)	1,944,174	4,708,613
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....(150,379)	(279,277)	288
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(479,660)	(1,191,690)
41. Change in nonadmitted assets	(1,251,737)	1,411,817
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease		
44. Change in asset valuation reserve	148,082	(103,795)
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance	(1,600,470)	(2,079,057)
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus	244,681	(446,679)
54. Net change in capital and surplus for the year (Lines 37 through 53)	(1,274,208)	2,299,496
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	21,500,135	22,774,343
DETAILS OF WRITE-INS		
08.301. Miscellaneous income	14,616	1,409
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	14,616	1,409
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
5301. Surplus adjustment - correction of an error	244,681	(446,679)
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above)	244,681	(446,679)

CONTINENTAL GENERAL INSURANCE COMPANY
CASH FLOW

		1	2
		Current Year	Prior Year
CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance.....	14,847,715	13,824,475
2.	Net investment income.....	15,618,975	13,487,526
3.	Miscellaneous income.....	5,444,979	6,273,823
4.	Total (Lines 1 through 3).....	35,911,668	33,585,823
5.	Benefit and loss related payments.....	19,933,175	22,920,649
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7.	Commissions, expenses paid and aggregate write-ins for deductions.....	9,806,162	8,537,359
8.	Dividends paid to policyholders.....	15,283	31,300
9.	Federal and foreign income taxes paid (recovered) net of \$.....381,144 tax on capital gains (losses).....	(2,592,499)	(2,488,927)
10.	Total (Lines 5 through 9).....	27,162,121	29,000,380
11.	Net cash from operations (Line 4 minus Line 10).....	8,749,547	4,585,443
CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds.....	20,318,418	21,225,741
12.2	Stocks.....		352,125
12.3	Mortgage loans.....	149,155	470,380
12.4	Real estate.....		
12.5	Other invested assets.....	109,056	
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments.....		
12.7	Miscellaneous proceeds.....	73,898	72,616
12.8	Total investment proceeds (Lines 12.1 to 12.7).....	20,650,527	22,120,862
13.	Cost of investments acquired (long-term only):		
13.1	Bonds.....	16,868,857	28,471,136
13.2	Stocks.....	5,520,766	2,051,836
13.3	Mortgage loans.....		
13.4	Real estate.....		
13.5	Other invested assets.....		
13.6	Miscellaneous applications.....	72,414	73,898
13.7	Total investments acquired (Lines 13.1 to 13.6).....	22,462,038	30,596,870
14.	Net increase (decrease) in contract loans and premium notes.....	(134,337)	129,276
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(1,677,174)	(8,605,285)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes.....		
16.2	Capital and paid in surplus, less treasury stock.....		
16.3	Borrowed funds.....		
16.4	Net deposits on deposit-type contracts and other insurance liabilities.....	(351,234)	910,320
16.5	Dividends to stockholders.....		
16.6	Other cash provided (applied).....	317,583	707,142
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(33,651)	1,617,462
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).....	7,038,722	(2,402,380)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year.....	5,266,473	7,668,852
19.2	End of year (Line 18 plus Line 19.1).....	12,305,195	5,266,473
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001	Exchange of debt securities.....	1,347,451	
20.0002	Exchange of equity securities.....	297,351	
20.0003	Capitalized interest.....	18,100	17,516

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance(a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts.....	14,330,841		5,141,932	165,821							9,023,088	
2. Considerations for supplementary contracts with life contingencies.....	0											
3. Net investment income.....	15,163,477		1,986,343	2,119,075	47,958						11,010,100	
4. Amortization of Interest Maintenance Reserve (IMR).....	68,021		8,726	9,309	211						49,776	
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0											
6. Commissions and expense allowances on reinsurance ceded.....	7,030,833		1,246,769	194,151					15,177		5,574,737	
7. Reserve adjustments on reinsurance ceded.....	0											
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A.....	0											
8.2 Charges and fees for deposit-type contracts.....	0											
8.3 Aggregate write-ins for miscellaneous income.....	14,616	0	14,616	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 to 8.3).....	36,607,788	0	8,398,386	2,488,356	48,169	0	0	0	15,177	0	25,657,701	0
10. Death benefits.....	4,751,532		4,751,532									
11. Matured endowments (excluding guaranteed annual pure endowments).....	14,397		14,397									
12. Annuity benefits.....	2,000,167			2,000,167								
13. Disability benefits and benefits under accident and health contracts.....	8,846,489										8,846,489	
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0											
15. Surrender benefits and withdrawals for life contracts.....	4,033,145		1,193,323	2,940,691	(100,869)							
16. Group conversions.....	0											
17. Interest and adjustments on contract or deposit-type contract funds.....	104,346		104,346									
18. Payments on supplementary contracts with life contingencies.....	0											
19. Increase in aggregate reserves for life and accident and health contracts.....	4,832,932		(336,271)	(3,911,334)	(48,332)						9,128,867	
20. Totals (Lines 10 to 19).....	24,583,008	0	5,727,328	1,029,524	(149,201)	0	0	0	0	0	17,975,357	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	3,910,892		676,051	11,905					14,843		3,208,093	
22. Commissions and expense allowances on reinsurance assumed.....	9,590		4,862						334		4,395	
23. General insurance expenses.....	4,540,495		1,230,171	126,566	5,411						3,178,347	
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	987,602		267,574	27,533	1,173						691,321	
25. Increase in loading on deferred and uncollected premiums.....	(40,182)		(40,260)								78	
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	0											
27. Aggregate write-ins for deductions.....	0	0	0	0	0	0	0	0	0	0	0	0
28. Totals (Lines 20 to 27).....	33,991,407	0	7,865,727	1,195,529	(142,616)	0	0	0	15,177	0	25,057,591	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	2,616,381	0	532,659	1,292,828	190,785	0	0	0	1	0	600,109	0
30. Dividends to policyholders.....	15,283		15,283									
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	2,601,098	0	517,376	1,292,828	190,785	0	0	0	1	0	600,109	0
32. Federal income taxes incurred (excluding tax on capital gains).....	(839,579)		(172,388)	(309,764)	(55,186)				(434)		(301,806)	
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	3,440,677	0	689,764	1,602,592	245,971	0	0	0	435	0	901,915	0

DETAILS OF WRITE-INS

08.301. Miscellaneous Income.....	14,616		14,616									
08.302.	0											
08.303.	0											
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Total (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	14,616	0	14,616	0	0	0	0	0	0	0	0	0
2701.	0											
2702.	0											
2703.	0											
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0
2799. Total (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0	0	0	0	0	0	0	0	0	0

(a) Includes the following amounts for FEGLI/SGLI: Line 1.....0 Line 10.....0 Line 16.....0 Line 23.....0 Line 24.....0.

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year.....	70,389,890		32,950,998	36,969,144	469,748			
2. Tabular net premiums or considerations.....	5,040,094		4,874,273	165,821				
3. Present value of disability claims incurred.....	0				XXX			
4. Tabular interest.....	2,749,406		1,564,384	1,156,542	28,480			
5. Tabular less actual reserve released.....	21,118		(4,723)		25,841			
6. Increase in reserve on account of change in valuation basis.....	0							
7. Other increases (net).....	(756,091)			(758,818)	2,727			
8. Totals (Lines 1 to 7).....	77,444,417	0	39,384,932	37,532,689	526,796	0	0	0
9. Tabular cost.....	4,405,264		4,405,264		XXX			
10. Reserves released by death.....	1,356,159		1,356,159	XXX	XXX			XXX
11. Reserves released by other terminations (net).....	1,008,782		1,008,782					
12. Annuity, supplementary contract, and disability payments involving life contingencies.....	4,580,259			4,474,879	105,380			
13. Net transfers to or (from) Separate Accounts.....	0							
14. Total deductions (Lines 9 to 13).....	11,350,464	0	6,770,205	4,474,879	105,380	0	0	0
15. Reserve December 31, current year.....	66,093,953	0	32,614,727	33,057,810	421,416	0	0	0

CONTINENTAL GENERAL INSURANCE COMPANY
EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. government bonds.....	(a).....322,037	.....290,376
1.1	Bonds exempt from U.S. tax.....	(a).....314,014	.....336,139
1.2	Other bonds (unaffiliated).....	(a).....13,457,314	.....13,212,210
1.3	Bonds of affiliates.....	(a).....	.....
2.1	Preferred stocks (unaffiliated).....	(b).....15,462	.....30,952
2.11	Preferred stocks of affiliates.....	(b).....	.....
2.2	Common stocks (unaffiliated).....	.....845,558	.....826,885
2.21	Common stocks of affiliates.....	.....	.....
3.	Mortgage loans.....	(c).....156,132	.....156,132
4.	Real estate.....	(d).....	.....
5.	Contract loans.....	.....193,012	.....180,061
6.	Cash, cash equivalents and short-term investments.....	(e).....887	.....879
7.	Derivative instruments.....	(f).....	.....
8.	Other invested assets.....	.....164,735	.....164,735
9.	Aggregate write-ins for investment income.....	.....2,598	.....2,598
10.	Total gross investment income.....	.....15,471,750	.....15,200,967
11.	Investment expenses.....		(g).....37,490
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).....0
15.	Aggregate write-ins for deductions from investment income.....		.....0
16.	Total deductions (Lines 11 through 15).....		.....37,490
17.	Net investment income (Line 10 minus Line 16).....		.....15,163,477

DETAILS OF WRITE-INS		
0901.	Miscellaneous investment income.....	.....2,598.....2,598
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).....	.....2,598.....2,598
1501.	.....	.....
1502.	.....	.....
1503.	.....	.....
1598.	Summary of remaining write-ins for Line 15 from overflow page.....	.....0
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0
(a)	Includes \$.....1,095,958 accrual of discount less \$.....1,281,052 amortization of premium and less \$.....23,793 paid for accrued interest on purchases.	
(b)	Includes \$.....0 accrual of discount less \$.....163 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 \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.	
(e)	Includes \$.....0 accrual of discount less \$.....0 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 \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.	

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. government bonds.....		.....0		
1.1	Bonds exempt from U.S. tax.....	.....(333)	.....(333)		
1.2	Other bonds (unaffiliated).....	.....60,691.....(374,356)	.....(313,665)	.....205	
1.3	Bonds of affiliates.....		.....0		
2.1	Preferred stocks (unaffiliated).....		.....0		
2.11	Preferred stocks of affiliates.....		.....0		
2.2	Common stocks (unaffiliated).....	.....(762,127)	.....(762,127)	.....(429,861)	
2.21	Common stocks of affiliates.....		.....0		
3.	Mortgage loans.....		.....0		
4.	Real estate.....		.....0		
5.	Contract loans.....		.....0		
6.	Cash, cash equivalents and short-term investments.....		.....0		
7.	Derivative instruments.....		.....0		
8.	Other invested assets.....		.....0		
9.	Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0
10.	Total capital gains (losses).....	.....60,358.....(1,136,483)	.....(1,076,125)	.....(429,656)	.....0

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

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	Credit Life (Group and Individual)	6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected.....	0										
2. Deferred and accrued.....	0										
3. Deferred, accrued and uncollected:											
3.1 Direct.....	0										
3.2 Reinsurance assumed.....	0										
3.3 Reinsurance ceded.....	0										
3.4 Net (Line 1 + Line 2).....	0	0	0	0	0	0	0	0	0	0	0
4. Advance.....	0										
5. Line 3.4 - Line 4.....	0	0	0	0	0	0	0	0	0	0	0
6. Collected during year:											
6.1 Direct.....	0										
6.2 Reinsurance assumed.....	0										
6.3 Reinsurance ceded.....	0										
6.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
7. Line 5 + Line 6.4.....	0	0	0	0	0	0	0	0	0	0	0
8. Prior year (uncollected + deferred and accrued - advance).....	0										
9. First year premiums and considerations:											
9.1 Direct.....	0										
9.2 Reinsurance assumed.....	0										
9.3 Reinsurance ceded.....	0										
9.4 Net (Line 7 - Line 8).....	0	0	0	0	0	0	0	0	0	0	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct.....	0										
10.2 Reinsurance assumed.....	0										
10.3 Reinsurance ceded.....	0										
10.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
RENEWAL											
11. Uncollected.....	162,444		53,809							108,635	
12. Deferred and accrued.....	1,580,426		1,580,426								
13. Deferred, accrued and uncollected:											
13.1 Direct.....	3,157,975		2,657,945							500,030	
13.2 Reinsurance assumed.....	4,740		4,740								
13.3 Reinsurance ceded.....	1,419,845		1,028,450							391,395	
13.4 Net (Line 11 + Line 12).....	1,742,870	0	1,634,235	0	0	0	0	0	0	108,635	0
14. Advance.....	115,956		8,734							107,222	
15. Line 13.4 - Line 14.....	1,626,914	0	1,625,501	0	0	0	0	0	0	1,413	0
16. Collected during year:											
16.1 Direct.....	93,912,576		9,325,796	441,357				277,774		83,867,649	
16.2 Reinsurance assumed.....	443,229		417,206					1,575		24,448	
16.3 Reinsurance ceded.....	80,296,392		4,877,148	275,536				279,349		74,864,359	
16.4 Net.....	14,059,413	0	4,865,854	165,821	0	0	0	0	0	9,027,738	0
17. Line 15 + Line 16.4.....	15,686,327	0	6,491,355	165,821	0	0	0	0	0	9,029,151	0
18. Prior year (uncollected + deferred and accrued - advance).....	1,355,486		1,349,423							6,063	
19. Renewal premiums and considerations:											
19.1 Direct.....	92,857,205		9,672,720	441,357				276,793		82,466,335	
19.2 Reinsurance assumed.....	444,534		418,511					1,575		24,448	
19.3 Reinsurance ceded.....	78,970,899		4,949,299	275,536				278,368		73,467,696	
19.4 Net (Line 17 - Line 18).....	14,330,841	0	5,141,932	165,821	0	0	0	0	0	9,023,088	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct.....	92,857,205	0	9,672,720	441,357	0	0	0	276,793	0	82,466,335	0
20.2 Reinsurance assumed.....	444,534	0	418,511	0	0	0	0	1,575	0	24,448	0
20.3 Reinsurance ceded.....	78,970,899	0	4,949,299	275,536	0	0	0	278,368	0	73,467,696	0
20.4 Net (Lines 9.4 + 10.4 + 19.4).....	14,330,841	0	5,141,932	165,821	0	0	0	0	0	9,023,088	0

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND
EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)

10

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	Credit Life (Group and Individual)	6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums.....	0										
22. All other.....	0										
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded.....	931,782		832,539	99,243							
23.2 Reinsurance assumed.....	0										
23.3 Net ceded less assumed.....	931,782	0	832,539	99,243	0	0	0	0	0	0	0
24. Single:											
24.1 Reinsurance ceded.....	0										
24.2 Reinsurance assumed.....	0										
24.3 Net ceded less assumed.....	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded.....	6,099,052		414,230	94,908				15,177		5,574,737	
25.2 Reinsurance assumed.....	9,591		4,862					334		4,395	
25.3 Net ceded less assumed.....	6,089,460	0	409,368	94,908	0	0	0	14,843	0	5,570,341	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6).....	7,030,834	0	1,246,769	194,151	0	0	0	15,177	0	5,574,737	0
26.2 Reinsurance assumed (Page 6, Line 22).....	9,591	0	4,862	0	0	0	0	334	0	4,395	0
26.3 Net ceded less assumed.....	7,021,242	0	1,241,907	194,151	0	0	0	14,843	0	5,570,341	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single).....	0										
28. Single.....	0										
29. Renewal.....	3,910,892		676,051	11,905				14,843		3,208,093	
30. Deposit-type contract funds.....	0										
31. Totals (to agree with Page 6, Line 21).....	3,910,892	0	676,051	11,905	0	0	0	14,843	0	3,208,093	0

CONTINENTAL GENERAL INSURANCE COMPANY
EXHIBIT 2 - GENERAL EXPENSES

		Insurance				5	6
		1	Accident and Health		4		
			2	3			
		Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1.	Rent.....	90,378		210,881			301,259
2.	Salaries and wages.....	709,505		1,655,511			2,365,016
3.11	Contributions for benefit plans for employees.....	89,955		209,896			299,851
3.12	Contributions for benefit plans for agents.....						0
3.21	Payments to employees under non-funded benefit plans.....						0
3.22	Payments to agents under non-funded benefit plans.....						0
3.31	Other employee welfare.....	39,419		91,977			131,396
3.32	Other agent welfare.....	4,408		10,286			14,694
4.1	Legal fees and expenses.....	22,680		52,921			75,601
4.2	Medical examination fees.....	159		372			531
4.3	Inspection report fees.....	6,481		15,122			21,603
4.4	Fees of public accountants and consulting actuaries.....	37,395		87,255			124,650
4.5	Expense of investigation and settlement of policy claims.....	767		1,789			2,556
5.1	Traveling expenses.....	30,116		70,272			100,388
5.2	Advertising.....	13,003		30,339			43,342
5.3	Postage, express, telegraph and telephone.....	35,444		82,703			118,147
5.4	Printing and stationery.....	19,917		46,473			66,390
5.5	Cost or depreciation of furniture and equipment.....	1,515		3,536			5,051
5.6	Rental of equipment.....	68		158			226
5.7	Cost or depreciation of EDP equipment and software.....	9,871		23,032			32,903
6.1	Books and periodicals.....	2,437		5,687			8,124
6.2	Bureau and association fees.....	17,439		40,690			58,129
6.3	Insurance, except on real estate.....	35		83			118
6.4	Miscellaneous losses.....	(3,910)		(9,123)			(13,033)
6.5	Collection and bank service charges.....	14,666		34,220			48,886
6.6	Sundry general expenses.....	1,706		3,981			5,687
6.7	Group service and administration fees.....	98,305		229,376			327,681
6.8	Reimbursements by uninsured plans.....						0
7.1	Agency expense allowance.....	11,068		25,825			36,893
7.2	Agents' balances charged off (less \$.....0 recovered).....	(19,682)		(45,924)			(65,606)
7.3	Agency conferences other than local meetings.....	22,479		52,451			74,930
9.1	Real estate expenses.....						0
9.2	Investment expenses not included elsewhere.....					37,490	37,490
9.3	Aggregate write-ins for expenses.....	106,524	0	248,558	0	0	355,082
10.	General expenses Incurred.....	1,362,148	0	3,178,347	0	37,490	(a).....4,577,985
11.	General expenses unpaid December 31, prior year.....	38,266		51,037			89,303
12.	General expenses unpaid December 31, current year.....	38,910		90,789			129,699
13.	Amounts receivable relating to uninsured plans, prior year.....						0
14.	Amounts receivable relating to uninsured plans, current year.....						0
15.	General expenses paid during year (Lines 10+11-12-13+14).....	1,361,504	0	3,138,595	0	37,490	4,537,589
DETAILS OF WRITE-INS							
09.301.	PC & EDP expenses.....	64,585		150,699			215,284
09.302.	Consulting.....	41,939		97,859			139,798
09.303.	.....						0
09.398.	Summary of remaining write-ins for Line 9.3 from overflow page.....	0	0	0	0	0	0
09.399.	Totals (Lines 09.301 thru 09.303 plus 09.398)(Line 9.3 above).....	106,524	0	248,558	0	0	355,082

(a) Includes management fees of \$.....1,661 to affiliates and \$.....0 to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

		Insurance			4	5
		1	2	3		
		Life	Accident and Health	All Other Lines of Business	Investment	Total
1.	Real estate taxes.....					0
2.	State insurance department licenses and fees.....	144,833	337,942			482,775
3.	State taxes on premiums.....	98,656	230,198			328,854
4.	Other state taxes, including \$.....0 for employee benefits.....	8,366	19,520			27,886
5.	U.S. Social Security taxes.....	42,942	100,199			143,141
6.	All other taxes.....	1,484	3,462			4,946
7.	Taxes, licenses and fees incurred.....	296,281	691,321	0	0	987,602
8.	Taxes, licenses and fees unpaid December 31, prior year.....	1,021,914	1,362,984			2,384,898
9.	Taxes, licenses and fees unpaid December 31, current year.....	600,416	1,400,970			2,001,386
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9).....	717,779	653,335	0	0	1,371,114

EXHIBIT 4 - DIVIDENDS OR REFUNDS

		1	2
		Life	Accident and Health
1.	Applied to pay renewal premiums.....		
2.	Applied to shorten the endowment or premium-paying period.....		
3.	Applied to provide paid-up additions.....	10,110	
4.	Applied to provide paid-up annuities.....		
5.	Total Lines 1 through 4.....	10,110	0
6.	Paid-in cash.....	4,521	
7.	Left on deposit.....	652	
8.	Aggregate write-ins for dividend or refund options.....	0	0
9.	Total Lines 5 through 8.....	15,283	0
10.	Amount due and unpaid.....		
11.	Provision for dividends or refunds payable in the following calendar year.....		
12.	Terminal dividends.....		
13.	Provision for deferred dividend contracts.....		
14.	Amount provisionally held for deferred dividend contracts not included in Line 13.....		
15.	Total Lines 10 through 14.....	0	0
16.	Total from prior year.....		
17.	Total dividends or refunds (Lines 9 + 15 - 16).....	15,283	0
DETAILS OF WRITE-INS			
0801.	.....	
0802.	.....	
0803.	.....	
0898.	Summary of remaining write-ins for Line 8 from overflow page.....	0	0
0899.	Totals (Line 0801 thru 0803 plus 0898) (Line 8 above).....	0	0

CONTINENTAL GENERAL INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
Life Insurance:					
0100001. 58 CET 3.0% ALB NLP CRF.....(67-82).....	41,883		41,883		
0100002. 58 CET 3.0% ANB NLP CRF.....(67-82).....	147,353		147,353		
0100003. 58 CET 3.5% ANB NLP CRF.....(67-82).....	1,659		1,659		
0100004. 58 CET 4.5% ALB NLP CRF.....(80-82).....	22,922		22,922		
0100005. 58 CET 4.5% ANB NLP CRF.....(80-82).....	62,617		62,617		
0100006. 58 CSO 3.0% ALB CRVM CRF .....(67-82).....	17,438		17,438		
0100007. 58 CSO 3.0% ALB NLP CRF.....(67-82).....	335,040		335,040		
0100008. 58 CSO 3.0% ANB CRVM CRF.....(67-82).....	553,152		553,152		
0100009. 58 CSO 3.0% ANB NLP CRF.....(67-82).....	753,831		753,831		
0100010. 58 CSO 3.0%/20/2.5% ALB CRVM CRF .....(67-82).....	196,915		196,915		
0100011. 58 CSO 3.5% ANB CRVM CRF.....(67-82).....	71,369		71,369		
0100012. 58 CSO 3.5% ANB NLP CRF.....(67-82).....	185		185		
0100013. 58 CSO 4.0% ANB CRVM CRF.....(75-82).....	3,771,574		3,771,574		
0100014. 58 CSO 4.0% ANB NLP CRF.....(75-82).....	26,205		26,205		
0100015. 58 CSO 4.5% ANB CRVM CRF.....(75-82).....	300,892		300,892		
0100016. 58 CSO 4.5% ANB MOD CRF.....(75-82).....	24,853		24,853		
0100017. 58 CSO 4.5% ANB NLP CRF.....(75-82).....	41,954		41,954		
0100018. 80 CET 4.5% ANB NLP CRF.....(95-06).....	902,451		902,451		
0100019. 80 CET 5.0% ANB NLP CRF.....(93-94).....	22,065		22,065		
0100020. 80 CET 5.5% ANB NLP CRF.....(88-92).....	3,024		3,024		
0100021. 80 CSO 4.0% ANB CRVM CNF.....(06-08).....	1,490,622		1,490,622		
0100022. 80 CSO 4.5% ALB NLP CNF.....(95-06).....	15,770		15,770		
0100023. 80 CSO 4.5% ANB CRVM CNF.....(95-06).....	50,553,057		50,553,057		
0100024. 80 CSO 4.5% ANB NLP CNF.....(95-06).....	618,377		618,377		
0100025. 80 CSO 4.5% ANB MOD CNF.....(95-06).....	10,206,657		10,206,657		
0100026. 80 CSO 5.0% ALB CRVM CNF.....(93-94).....	35,385		35,385		
0100027. 80 CSO 5.0% ALB NLP CNF.....(93-94).....	622		622		
0100028. 80 CSO 5.0% ANB CRVM CNF.....(93-94).....	380,590		380,590		
0100029. 80 CSO 5.0% ANB NLP CNF.....(93-94).....	9,114		9,114		
0100030. 80 CSO 5.5% ANB CRVM CNF.....(88-92).....	618,905		618,905		
0100031. 80 CSO 5.5% ANB NLP CNF.....(88-92).....	30,611		30,611		
0100032. 2001 CSO 4.0% ANB CRVM CNF.....(06-12).....	6,355,134		6,355,134		
0100033. 2001 CSO 4.0% ANB NLP CNF.....(06-12).....	206,176		206,176		
0100034. 2001 CSO 4.0% ALB CRVM CNF.....(06-12).....	9,598		9,598		
0100035. 2001 CSO 4.5% ANB CRVM CNF.....(06-08).....	1,064,273		1,064,273		
0100036. 2001 CSO 4.5% ANB NLP CNF.....(06-08).....	32,829		32,829		
0199997. Totals (Gross).....	78,925,102	0	78,925,102	0	0
0199998. Reinsurance ceded.....	46,549,140		46,549,140		
0199999. Totals (Net).....	32,375,962	0	32,375,962	0	0
Annuities (excluding supplementary contracts with life contingencies):					
0200001. Deferred @ 3%.....(72-74).....	33,397,374	XXX	33,397,374	XXX	
0200002. Deferred @ 3.25%.....(72-74).....	22,818,076	XXX	22,818,076	XXX	
0200003. Deferred @ 3.5%.....(72-74).....	1,749,408	XXX	1,749,408	XXX	
0200004. Deferred @ 4.5%.....(80-82).....	15,977,226	XXX	15,977,226	XXX	
0200005. Deferred @ 5.5%.....(83-08).....	464,030	XXX	464,030	XXX	
0299997. Totals (Gross).....	74,406,114	XXX	74,406,114	XXX	0
0299998. Reinsurance ceded.....	41,348,304	XXX	41,348,304	XXX	
0299999. Totals (Net).....	33,057,810	XXX	33,057,810	XXX	0
Supplementary Contracts with Life Contingencies:					
0300001. 1983a ANNUITY TABLE 5.25% (85-08).....	85,778		85,778		
0300002. 1983a ANNUITY TABLE 5.50% (85-08).....	28,324		28,324		
0300003. 1983a ANNUITY TABLE 6.00% (85-08).....	157,622		157,622		
0300004. 1983a ANNUITY TABLE 6.25% (85-08).....	154,023		154,023		
0300005. 1983a ANNUITY TABLE 6.50% (85-08).....	140,387		140,387		
0300006. 1983a ANNUITY TABLE 6.75% (85-08).....	439,631		439,631		
0300007. 1983a ANNUITY TABLE 7.00% (85-08).....	91,975		91,975		
0300008. 1983a ANNUITY TABLE 7.25% (85-08).....	267,180		267,180		
0300009. 1983a ANNUITY TABLE 7.75% (85-08).....	3,013		3,013		
0300010. 1983a ANNUITY TABLE 8.00% (85-08).....	6,642		6,642		
0300011. 1983a ANNUITY TABLE 8.25% (85-08).....	78,416		78,416		
0300012. 1983a ANNUITY TABLE 8.75% (85-08).....	9,332		9,332		
0399997. Totals (Gross).....	1,462,324	0	1,462,324	0	0
0399998. Reinsurance ceded.....	1,040,908		1,040,908		
0399999. Totals (Net).....	421,416	0	421,416	0	0
Accidental Death Benefits:					
0400001. 1958 CSO 3% NP (72-83).....	2,458		2,458		
0400002. 1959 ADB with 58 CSO 3.5% (72-08).....	8,683		8,683		
0499997. Totals (Gross).....	11,141	0	11,141	0	0
0499998. Reinsurance ceded.....	6,922		6,922		
0499999. Totals (Net).....	4,219	0	4,219	0	0
Disability - Active Lives:					
0500001. Unearned Premium.....	13,121		13,121		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0500002. 52 INTERCO DISA with 58 CSO 3.5% (72-08).....	.....1,189	.....	.....1,189	.....	.....
0599997. Totals (Gross).....	.....14,310	.....0	.....14,310	.....0	.....0
0599998. Reinsurance ceded.....	.....9,914	.....	.....9,914	.....	.....
0599999. Totals (Net).....	.....4,396	.....0	.....4,396	.....0	.....0
Disability - Disabled Lives:					
0600001. 1964 CDT @ 3% (72-08).....	.....56,153	.....	.....56,153	.....	.....
0600002. 52 INTERCO DISA with 58 CSO 3.5% (72-08).....	.....43,993	.....	.....43,993	.....	.....
0699997. Totals (Gross).....	.....100,146	.....0	.....100,146	.....0	.....0
0699998. Reinsurance ceded.....	.....61,177	.....	.....61,177	.....	.....
0699999. Totals (Net).....	.....38,969	.....0	.....38,969	.....0	.....0
Miscellaneous Reserves:					
0700001. Deficiency reserves.....	.....71,146	.....	.....71,146	.....	.....
0700002. Non-deduction of fractional premiums.....	.....308,493	.....	.....308,493	.....	.....
0700003. Immediate payment of claims.....	.....124,667	.....	.....124,667	.....	.....
0700004. Substandard Extra NP.....	.....11,705	.....	.....11,705	.....	.....
0799997. Totals (Gross).....	.....516,013	.....0	.....516,013	.....0	.....0
0799998. Reinsurance ceded.....	.....324,832	.....	.....324,832	.....	.....
0799999. Totals (Net).....	.....191,181	.....0	.....191,181	.....0	.....0
9999999. Totals (Net) - Page 3, Line 1.....	.....66,093,953	.....0	.....66,093,953	.....0	.....0

CONTINENTAL GENERAL INSURANCE COMPANY

EXHIBIT 5 - INTERROGATORIES

- | | | | |
|-----|--|-----------|----------|
| 1.1 | Has the reporting entity ever issued both participating and non-participating contracts? | Yes [X] | No [] |
| 1.2 | If not, state which kind is issued | | |
| 2.1 | Does the reporting entity at present issue both participating and non-participating contracts? | Yes [] | No [X] |
| 2.2 | If not, state which kind is issued
Non-participating | | |
| 3. | Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions. | Yes [X] | No [] |
| 4. | Has the reporting entity any assessment or stipulated premium contracts in force? If so, state: | Yes [] | No [X] |
| 4.1 | Amount of insurance: | \$..... | |
| 4.2 | Amount of reserve: | \$..... | |
| 4.3 | Basis of reserve: | | |
| 4.4 | Basis of regular assessments: | | |
| 4.5 | Basis of special assessments: | | |
| 4.6 | Assessments collected during year: | \$..... | |
| 5. | If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts. | | |
| 6. | Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? | Yes [] | No [X] |
| 6.1 | If so, state the amount of reserve on such contracts on the basis actually held: | \$..... | |
| 6.2 | That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:
Attach statement of methods employed in their valuation. | \$..... | |
| 7. | Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? | Yes [] | No [X] |
| 7.1 | If yes, state the total dollar amount of assets covered by these contracts or agreements: | \$..... | |
| 7.2 | Specify the basis (fair value, amortized cost, etc.) for determining the amount: | | |
| 7.3 | State the amount of reserves established for this business: | \$..... | |
| 7.4 | Identify where the reserves are reported in the blank. | | |
| 8. | Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December of the current year? | Yes [] | No [X] |
| 8.1 | If yes, state the total dollar amount of account value covered by these contracts or agreements. | \$..... | |
| 8.2 | State the amount of reserves established for this business. | \$..... | |
| 8.3 | Identify where the reserves are reported in the blank. | | |
| 9. | Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? | Yes [] | No [X] |
| 9.1 | If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders. | \$..... | |
| 9.2 | State the amount of reserves established for this business. | \$..... | |
| 9.3 | Identify where the reserves are reported in the blank. | | |

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due To Change
	2 Changed From	3 Changed To	

NONE

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non- Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves.....	12,237,919	15,184		37,736		12,056,538	128,461		
2. Additional contract reserves (a).....	270,679,362	5,898				270,673,464			
3. Additional actuarial reserves - Asset/Liability analysis.....	24,405,730					24,405,730			
4. Reserve for future contingent benefits.....	0								
5. Reserve for rate credits.....	0								
6. Aggregate write-ins for reserves.....	0	0	0	0	0	0	0	0	0
7. Totals (Gross).....	307,323,011	21,082	0	37,736	0	307,135,732	128,461	0	0
8. Reinsurance ceded.....	197,495,420	21,082		37,736		197,308,141	128,461		
9. Totals (Net).....	109,827,591	0	0	0	0	109,827,591	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims.....	113,714,026					113,714,026			
11. Additional actuarial reserves - Asset/Liability analysis.....	0								
12. Reserve for future contingent benefits.....	0								
13. Aggregate write-ins for reserves.....	0	0	0	0	0	0	0	0	0
14. Totals (Gross).....	113,714,026	0	0	0	0	113,714,026	0	0	0
15. Reinsurance ceded.....	79,001,560					79,001,560			
16. Totals (Net).....	34,712,466	0	0	0	0	34,712,466	0	0	0
17. TOTALS (Net).....	144,540,057	0	0	0	0	144,540,057	0	0	0
18. TABULAR FUND INTEREST.....	4,728,680					4,728,680			

DETAILS OF WRITE-INS

0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page.....	0	0	0	0	0	0	0	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above).....	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page.....	0	0	0	0	0	0	0	0	0
1399. Totals (Lines 1301 thru 1303 + 1398) (Line 13 above).....	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance.....	1,386,234			1,342,412	43,822	
2. Deposits received during the year.....	0					
3. Investment earnings credited to the account.....	62,119			61,466	653	
4. Other net change in reserves.....	229,911			226,068	3,843	
5. Fees and other charges assessed.....	0					
6. Surrender charges.....	0					
7. Net surrender or withdrawal payments.....	351,234			336,566	14,668	
8. Other net transfers to or (from) Separate Accounts.....	0					
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	1,327,030	0	0	1,293,380	33,650	0
10. Reinsurance balance at the beginning of the year.....	(736,429)			(736,429)		
11. Net change in reinsurance assumed.....	0					
12. Net change in reinsurance ceded.....	(150,318)			(150,318)		
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12).....	(586,111)	0	0	(586,111)	0	0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13).....	740,919	0	0	707,269	33,650	0

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

16

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct.....	0										
1.2 Reinsurance assumed.....	0										
1.3 Reinsurance ceded.....	0										
1.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct.....	0										
2.12 Reinsurance assumed.....	0										
2.13 Reinsurance ceded.....	0										
2.14 Net.....	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other:											
2.21 Direct.....	6,314,312		1,731,779	940,022					645		3,641,866
2.22 Reinsurance assumed.....	118,486		118,343								143
2.23 Reinsurance ceded.....	4,172,914		976,643	605,558					645		2,590,068
2.24 Net.....	2,259,884	0	(b) 873,479	(b) 334,464	0	(b) 0	(b) 0	0	(b) 0	(b) 0	(b) 1,051,941
3. Incurred but unreported:											
3.1 Direct.....	5,932,020		724,000						6,644		5,201,376
3.2 Reinsurance assumed.....	30,788		28,000								2,788
3.3 Reinsurance ceded.....	5,527,623		501,250						6,644		5,019,729
3.4 Net.....	435,185	0	(b) 250,750	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	(b) 184,435
4. Totals:											
4.1 Direct.....	12,246,332	0	2,455,779	940,022	0	0	0	0	7,289	0	8,843,242
4.2 Reinsurance assumed.....	149,274	0	146,343	0	0	0	0	0	0	0	2,931
4.3 Reinsurance ceded.....	9,700,537	0	1,477,893	605,558	0	0	0	0	7,289	0	7,609,797
4.4 Net.....	2,695,069	(a) 0	(a) 1,124,229	334,464	0	0	(a) 0	0	0	0	1,236,376

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$.....0 in Column 2, \$.....0 in Column 3 and \$.....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$.....0, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....0, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....3,504,271 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct.....	84,476,802		9,075,657	4,554,582					260,005		70,586,557
1.2 Reinsurance assumed.....	702,614		678,059								24,555
1.3 Reinsurance ceded.....	69,582,428		5,203,702	2,702,671					260,005		61,416,050
1.4 Net.....(d)	15,596,987	0	4,550,014	1,851,912	0	0	0	0	0	0	9,195,062
2. Liability December 31, current year from Part 1:											
2.1 Direct.....	12,246,332	0	2,455,779	940,022	0	0	0	0	7,289	0	8,843,242
2.2 Reinsurance assumed.....	149,274	0	146,343	0	0	0	0	0	0	0	2,931
2.3 Reinsurance ceded.....	9,700,537	0	1,477,893	605,558	0	0	0	0	7,289	0	7,609,797
2.4 Net.....	2,695,069	0	1,124,229	334,464	0	0	0	0	0	0	1,236,376
3. Amounts recoverable from reinsurers Dec. 31, current year.....	0										
4. Liability December 31, prior year:											
4.1 Direct.....	13,044,947		1,910,178	512,200			61,289		11,123		10,550,157
4.2 Reinsurance assumed.....	164,948		162,340								2,608
4.3 Reinsurance ceded.....	10,530,423		1,164,204	325,991			61,289		11,123		8,967,816
4.4 Net.....	2,679,472	0	908,314	186,209	0	0	0	0	0	0	1,584,949
5. Amounts recoverable from reinsurers Dec. 31, prior year.....	0										
6. Incurred benefits:											
6.1 Direct.....	83,678,187	0	9,621,258	4,982,404	0	0	(61,289)	0	256,171	0	68,879,642
6.2 Reinsurance assumed.....	686,940	0	662,062	0	0	0	0	0	0	0	24,878
6.3 Reinsurance ceded.....	68,752,542	0	5,517,391	2,982,238	0	0	(61,289)	0	256,171	0	60,058,031
6.4 Net.....	15,612,584	0	4,765,929	2,000,167	0	0	0	0	0	0	8,846,489

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$....14,397 in line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in line 6.4.

(d) Includes \$.....0 premiums waived under total and permanent disability benefits.

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.....	.....5,209	.....6,006	.....797
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	.....6,294		.....(6,294)
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.....	.....28,310,213	.....27,063,996	.....(1,246,217)
19. Guaranty funds receivable or on deposit.....			.....0
20. Electronic data processing equipment and software.....			.....0
21. Furniture and equipment, including health care delivery assets.....			.....0
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.....	.....24	.....0	.....(24)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	.....28,321,740	.....27,070,002	.....(1,251,738)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.....0
28. TOTALS (Lines 26 and 27).....	.....28,321,740	.....27,070,002	.....(1,251,738)

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. Miscellaneous receivable.....	.....24		.....(24)
2502. ....			.....0
2503. ....			.....0
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).....	.....24	.....0	.....(24)

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Practices and Procedures

The financial statements of Continental General Insurance Company ("CGIC" or "the Company") are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures Manual* has been adopted as a component of prescribed or permitted practices by the State of Ohio. The Company has no prescribed or permitted practices that would result in differences between NAIC Statutory Accounting Principles ("NAIC SAP") and the state of Ohio basis, as shown below:

Net Income	State of Domicile	2014	2013
(1) State basis	Ohio	\$ 1,944,174	\$ 4,708,613
(2) State prescribed practices that increase/(decrease) NAIC SAP	Ohio	-	-
(3) State permitted practices that increase/(decrease) NAIC SAP	Ohio	-	-
(4) NAIC SAP		<u>\$ 1,944,174</u>	<u>\$ 4,708,613</u>
Surplus			
(5) Statutory surplus state basis	Ohio	\$ 21,500,135	\$ 22,774,343
(6) State prescribed practices that increase/(decrease) NAIC SAP	Ohio	-	-
(7) State permitted practices that increase/(decrease) NAIC SAP	Ohio	-	-
(8) NAIC SAP		<u>\$ 21,500,135</u>	<u>\$ 22,774,343</u>

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

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

C. Accounting Policy

Life premiums are recognized as revenue over the premium paying period of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at cost.
- (2) Bonds with a NAIC rating 1 through 5 are stated at amortized cost using the interest method; all others are stated at lower of amortized cost or fair value.
- (3) Common stocks are stated at fair value.
- (4) Redeemable preferred stocks rated RP1 through RP3 and perpetual preferred stocks rated P1 through P3 are stated at book value.
- (5) Policy loans are stated at the aggregate unpaid balance. Mortgage loans are stated at the aggregate carrying value less accrued interest.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. For residential mortgage-backed securities ("MBS"), commercial "MBS" and loan-backed and structured securities ("LBASS"), the NAIC has retained third-party investment management firms to assist in the determination of the appropriate NAIC designations and Book Adjusted Carrying Values based not only on the probability of loss, but also the severity of loss. Those Residential MBS, Commercial MBS and LBASS securities that are not modeled but receive a current year Acceptable Rating Organizations rating are subject to the Modified Filing Exempt process which determines the appropriate NAIC designations and Book Adjusted Carrying Values. Mortgage-backed securities are amortized over a period based on estimated future principal payments, including prepayments. Prepayment assumptions are reviewed periodically and adjusted to reflect actual prepayments and changes in expectations.
- (7) The Company does not have any investments in subsidiaries, controlled and affiliated companies.
- (8) Investments in joint ventures, partnerships and limited liability companies are stated at the equity carrying value.
- (9) The Company has no investments in derivatives.
- (10) The Company utilizes anticipated investment income as a factor in the premium deficiency calculation.
- (11) Unpaid losses and loss adjustment expenses 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 is continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company has no pharmaceutical rebate receivables.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

The Company recorded an increase to surplus of \$244,681 as of December 31, 2014 and a charge to surplus of \$446,679 as of December 31, 2013 in the Summary of Operations (Page 4, Line 53), for a correction of the health reserves. The adjustment is the result of corrections to the Company's long term care reserves for certain ancillary benefits.

3. BUSINESS COMBINATION AND GOODWILL – There were no merger or acquisition transactions recorded in 2014.

4. DISCONTINUED OPERATIONS – The Company has no discontinued operations.

NOTES TO FINANCIAL STATEMENTS

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans

- (1) The minimum and maximum lending rates for commercial mortgage loans during 2014 were 5.585% and 6.205%, respectively.
- (2) The maximum percentage of any one loan to the value of security at the time of the loans, exclusive of insured or guaranteed mortgages or purchase money mortgages, was 75%.

20142013

- (3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total: - -

(4) Age Analysis of Mortgage Loans:

	Residential			Commercial		Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other		
a. Current Year							
1. Recorded Investment (All)							
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 2,706,425	\$ -	\$ 2,706,425
b. 30-59 Days Past Due	-	-	-	-	-	-	-
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 90-179 Days Past Due	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	0%	0%	0%	0%	0%	0%	0%
b. Prior Year							
1. Recorded Investment (All)							
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 2,855,579	\$ -	\$ 2,855,579
b. 30-59 Days Past Due	-	-	-	-	-	-	-
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 90-179 Days Past Due	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	0%	0%	0%	0%	0%	0%	0%

- (5) The Company had no investment in impaired loans with or without allowance for credit losses during 2014 or 2013.
- (6) The Company had no investment in impaired loans during 2014 or 2013.
- (7) The Company had no allowance for credit losses during 2014 or 2013.
- (8) The Company recognizes interest income on its impaired loans upon receipt.

B. The Company has no restructured debt.

C. The Company has no investment in reverse mortgages.

D. Loan-Backed Securities

- (1) The Company uses dealer-modeled prepayment assumptions for mortgage-backed and asset-backed securities at the date of purchase to determine effective yields; significant changes in estimated cash flows from the original purchase assumptions are accounted for on a prospective basis.
- (2) The Company does not currently hold any securities with a recognized other-than-temporary impairment (“OTTI”) where there is intent to sell or an inability or lack of intent to hold the securities for a sufficient period of time necessary to recover the amortized cost basis of the securities.

NOTES TO FINANCIAL STATEMENTS

(3) The following table shows each security with a credit-related OTTI charge recognized during the period:

CUSIP	Amortized Cost Before OTTI	Present Value of Projected Cash Flow s	OTTI Charge Recognized in Income Statement	Amortized Cost After OTTI	Fair Value at Time of OTTI	Date Reported
74928XGD7	\$ 918,371	\$ 899,684	\$ 18,687	\$ 899,684	\$ 865,899	12/31/2014

(4) The following table shows all loan-backed securities with a an unrealized loss:

a. The aggregate amount of unrealized losses:	
1. Less than 12 Months	\$ 130,921
2. 12 Months or Longer	49,360
b. The aggregate related fair value of securities w ith unrealized losses:	
1. Less than 12 Months	\$ 5,946,671
2. 12 Months or Longer	2,473,836

(5) Based on cash flow projections received from independent sources (which reflect loan to collateral values, subordination, vintage and geographic concentration), implied cash flows inherent in security ratings and analysis of historical payment data, management believes that the Company will recover its cost basis in all securities with unrealized losses at December 31, 2014. The Company has the intent to hold securities in an unrealized loss position until they recover in value or mature.

E. Repurchase Agreements and/or Securities Lending Transactions – Not applicable.

F. Real Estate – Not applicable.

G. Low Income Housing Tax Credits – Not applicable.

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
	Total General Account (GA)	G/A Supporting Separate Account S/A Activity (a)	Total (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)						Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0%	0%
b. Collateral held under security lending agreements	-	-	-	-	-	-	-	-	0%	0%
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	0%	0%
g. Placed under option contracts	-	-	-	-	-	-	-	-	0%	0%
h. Letter stock or securities restricted as to sale -excluding FHLB capital stock	363,147	-	-	-	363,147	478,305	(115,158)	363,147	0.1%	0.1%
i. FHLB capital stock	-	-	-	-	-	-	-	-	0.0%	0.0%
j. On deposit with states	5,330,410	-	-	-	5,330,410	5,365,682	(35,272)	5,330,410	2.0%	2.2%
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-	-	0%	0%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	-	-	-	-	-	-	-	-	0%	0%
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	0%	0%
n. Other restricted assets	-	-	-	-	-	-	-	-	0%	0%
o. Total restricted assets	\$ 5,693,557	\$ -	\$ -	\$ -	\$ 5,693,557	\$ 5,843,987	\$ (150,430)	\$ 5,693,557	2.1%	2.3%

(a) Subset of column 1
(b) Subset of column 2

(2) Detail of assets pledged as collateral no captured in other categories – Not applicable.

(3) Detail of other restricted assets – Not applicable.

I. Working Capital Finance Investments – The Company does not invest in working capital finance investments.

J. Offsetting and Netting of Assets and Liabilities – The Company does not offset or net assets and liabilities for derivatives, repurchase and reverse repurchase agreements, and securities borrowing and securities lending assets.

K. Structured Notes – The Company does not invest in structured notes.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

A. The Company has no investmtns in Joint Ventures, Partnerships, or Limited Liability Companies that exceed 10% of its admitted assets.

B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies in 2014.

7. INVESTMENT INCOME – There was no due and accrued investment income excluded from capital and surplus at December 31, 2014.

8. DERIVATIVE INSTRUMENTS – Not applicable.

NOTES TO FINANCIAL STATEMENTS

9. INCOME TAXES

A. Deferred Tax Assets and Deferred Tax Liabilities

(1) The components of the net deferred tax asset/(liability) at December 31, were as follows:

	2014			2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Gross deferred tax assets	\$ 31,632,675	\$ 660,237	\$ 32,292,912	\$ 32,515,764	\$ 570,133	\$ 33,085,897	\$ (883,089)	\$ 90,104	\$ (792,985)
b. Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
c. Adjusted gross deferred tax assets	31,632,675	660,237	32,292,912	32,515,764	570,133	33,085,897	(883,089)	90,104	(792,985)
d. Deferred tax assets nonadmitted	28,310,213	-	28,310,213	27,063,996	-	27,063,996	1,246,217	-	1,246,217
e. Subtotal net admitted deferred tax asset	3,322,462	660,237	3,982,699	5,451,768	570,133	6,021,901	(2,129,306)	90,104	(2,039,202)
f. Deferred tax liabilities	520,521	-	520,521	896,111	88,114	984,225	(375,590)	(88,114)	(463,704)
g. Net admitted deferred tax assets/(net deferred tax liability)	\$ 2,801,941	\$ 660,237	\$ 3,462,178	\$ 4,555,657	\$ 482,019	\$ 5,037,676	\$ (1,753,716)	\$ 178,218	\$ (1,575,498)

(2) Admission calculation components, SSAP 101:

	2014			2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ 660,237	\$ 660,237	\$ 1,854,533	\$ 522,643	\$ 2,377,176	\$ (1,854,533)	\$ 137,594	\$ (1,716,939)
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below)	2,801,941	-	2,801,941	2,660,500	-	2,660,500	141,441	-	141,441
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	10,301,406	-	10,301,406	11,189,771	47,490	11,237,261	(888,365)	(47,490)	(935,855)
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	2,801,941	XXX	XXX	2,660,500	XXX	XXX	141,441
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	520,521	-	520,521	936,735	47,490	984,225	(416,214)	(47,490)	(463,704)
d. Deferred tax assets admitted as the result of application of SSAP No. 101	\$ 3,322,462	\$ 660,237	\$ 3,982,699	\$ 5,451,768	\$ 570,133	\$ 6,021,901	\$ (2,129,306)	\$ 90,104	\$ (2,039,202)

(3) Other Admissibility Criteria:

	2014	2013
Ratio percentage used to determine recovery period and threshold limitation amount	455%	451%
Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 4,171,167	\$ 4,175,692

(4) Impact of Tax Planning Strategies:

	2014		2013		Change	
	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage						
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 31,632,675	\$ 660,237	\$ 32,515,764	\$ 570,133	\$ (883,089)	\$ 90,104
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0%	2%	0%	1%	0%	1%
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	3,322,462	660,237	5,451,768	570,133	(2,129,306)	90,104
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0%	17%	0%	6%	0%	11%
b. Does the company's tax planning strategies include the use of reinsurance? Yes [] No [X]						

B. The Company has recognized all of its deferred tax liabilities.

NOTES TO FINANCIAL STATEMENTS

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

(1) Current Income Tax:

	2014	2013	Change
(a) Federal income tax benefit	\$ (839,579)	\$ (402,671)	\$ (436,908)
(b) Foreign	-	-	-
(c) Subtotal	\$ (839,579)	\$ (402,671)	\$ (436,908)
(d) Federal income tax on net capital gains	381,144	251,301	129,843
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	-	-	-
(g) Federal and foreign income tax benefit incurred	\$ (458,435)	\$ (151,370)	\$ (307,065)

(2) Deferred Tax Assets

	2014	2013	Change
(a) Ordinary			
(1) Discounting of unpaid losses			\$ -
(2) Unearned premium reserve			-
(3) Policyholder reserve	16,543,221	15,835,427	707,794
(4) Investments			-
(5) Deferred acquisition costs	14,613,097	16,148,827	(1,535,730)
(6) Policyholder dividends accrual			-
(7) Fixed assets			-
(8) Compensation and benefits accrual			-
(9) Pension accrual			-
(10) Receivables - nonadmitted	4,034	8,403	(4,369)
(11) Net operating loss carry-forward			-
(12) Tax credit carry-forward			-
(13) Other	472,322	523,107	(50,785)
(14) Accruals			-
(15) Amortization of intangibles			-
(16) Underwriting expenses			-
Accrued expenses			-
Bad debt expense			-
Agent balances			-
(99) Subtotal	\$ 31,632,674	\$ 32,515,764	\$ (883,090)
(b) Statutory valuation allowance adjustment			-
(c) Nonadmitted	28,310,213	27,063,996	1,246,217
(d) Admitted ordinary deferred tax assets	\$ 3,322,461	\$ 5,451,768	\$ (2,129,307)
(e) Capital			
(1) Investments	\$ 593,132	\$ 565,293	\$ 27,839
(2) Net capital loss carry-forward	-	-	-
(3) Real estate			-
(4) Other	67,106	4,840	62,266
(99) Subtotal	\$ 660,238	\$ 570,133	\$ 90,105
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets	\$ 660,238	\$ 570,133	\$ 90,105
(i) Admitted deferred tax assets	\$ 3,982,699	\$ 6,021,901	\$ (2,039,202)

(3) Deferred Tax Liabilities

	2014	2013	Change
(a) Ordinary			
(1) Investments	\$ -	\$ -	\$ -
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	468,400	517,668	(49,268)
(4) Policyholder reserves	-	378,443	(378,443)
(5) Guaranty fund accrual & Accrued Dividends	52,121	-	52,121
(99) Subtotal	\$ 520,521	\$ 896,111	\$ (375,590)
(b) Capital			
(1) Investments	\$ -	\$ 88,114	\$ (88,114)
(2) Real estate	-	-	-
(3) Other	-	-	-
(99) Subtotal	\$ -	\$ 88,114	\$ (88,114)
(c) Deferred tax liabilities	\$ 520,521	\$ 984,225	\$ (463,704)
(4) Net deferred tax assets/liabilities	\$ 3,462,178	\$ 5,037,676	\$ (1,575,498)

NOTES TO FINANCIAL STATEMENTS

D. The Company’s income tax expense and change in deferred income taxes differs from the amount obtained by applying the federal statutory rate of 35% to net income after dividends to policyholders are as follows:

	2014	2013
Provision computed at statutory rate (operations and realized gains/losses)	\$ 509,933	\$ 1,754,129
Permanent differences:		
Ceding commission	(560,165)	(104,905)
Dividend exclusion	(333)	(73,442)
Provision to return adjustments	5,490	(75,155)
Other	(18,645)	3,359
Total permanent differences	(573,652)	(250,143)
Timing adjustments:		
Investment differences	166,186	128,493
Reserves	786,205	(2,162,388)
DAC tax adjustment	(1,535,730)	(365,603)
Amortization of goodwill	(38,634)	(525,611)
Provision to return	57,946	908,137
Change in premiums	54,067	-
Other	115,244	(607,416)
Total timing adjustments	(394,717)	(2,624,388)
Federal income tax benefit on operations and realized gains/losses	\$ (458,436)	\$ (1,120,402)
Gross change in deferred tax asset		
Timing adjustments - Current year activity	\$ 565,992	\$ 2,624,388
Impact of non-admitted assets	(4,628)	401,896
Unrealized gains/losses	(150,380)	545,934
Other	(81,703)	(523,000)
Total change in deferred tax asset recorded directly to surplus	329,281	3,049,218
Total statutory income tax expense (benefit)	\$ (129,154)	\$ 1,928,816

E. (1) As of December 31, 2014, the Company does not have any operating loss carry-forwards available for tax purposes.

As of December 31, 2014, the Company does not have any capital loss carry-forwards available for tax purposes.

(2) The following are income taxes on operations and realized gains incurred in the current and prior years that will be available for recoupment in the event of future net losses:

Period	Ordinary	Capital	Total
2014	\$ -	\$ 380,926	\$ 380,926
2013	-	347,301	347,301
2012	-	-	-

(3) At December 31, 2014, the Company had no deposits to disclose under Section 6603 of the Internal Revenue Service Code.

NOTES TO FINANCIAL STATEMENTS

F. The Company's federal income tax return is consolidated.

(1) The Company's federal income tax return is consolidated with the following entities:

- AAG Insurance Agency, Inc.

American Empire Insurance Company

American Empire Surplus Lines Insurance Company

American Empire Underwriters, Inc.

American Financial Enterprises, Inc.

American Financial Group, Inc.

American Money Management Corporation

American Premier Underwriters, Inc.

American Signature Underwriters, Inc.

Annuity Investors Life Insurance Company

APU Holding Company

Associates of the Jersey Company (The)

Bridgefield Casualty Insurance Company

Bridgefield Employers Insurance Company

Brothers Pennsylvanian Corporation

Brothers Property Corporation

Brothers Property Management Corporation

Cal Coal, Inc.

Ceres Group, Inc.

Continental General Corporation

Continental General Insurance Company

Crop Managers Insurance Agency, Inc.

Dempsey & Siders Agency, Inc.

Dixie Terminal Corporation

Eden Park Insurance Brokers, Inc.

Farmers Crop Insurance Alliance, Inc.

FCIA Management Company, Inc.

GAI Insurance Company, Ltd.

GAI Warranty Company

GAI Warranty Company of Florida

GALIC Brothers, Inc.

Global Premier Finance Company

Great American Advisors, Inc.

Great American Agency of Texas, Inc.

Great American Alliance Insurance Company

Great American Assurance Company

Great American Casualty Insurance Company

Great American Claims Services, Inc.

Great American Contemporary Insurance Company

Great American E & S Insurance Company

Great American Fidelity Insurance Company

Great American Financial Resources, Inc.

Great American Holding, Inc.

Great American Insurance Agency, Inc.

Great American Insurance Company

Great American Insurance Company of New York
- Great American Life Insurance Company

Great American Lloyd's Insurance Company

Great American Lloyd's, Inc.

Great American Management Services, Inc.

Great American Protection Insurance Company

Great American Re Inc.

Great American Security Insurance Company

Great American Spirit Insurance Company

Great Southwest Corporation

Hangar Acquisition Corp.

Indianapolis Union Railway Company (The)

Key Largo Group, Inc.

Lehigh Valley Railroad Company

Magnolia Alabama Holdings, Inc.

Manhattan National Holding Corporation

Manhattan National Life Insurance Company

Mid-Continent Assurance Company

Mid-Continent Casualty Company

Mid-Continent Excess and Surplus Insurance Company

Mid-Continent Specialty Insurance Services, Inc.

Oklahoma Surety Company

One East Fourth, Inc.

Owasco River Railway, Inc. (The)

PCC Maryland Realty Corp.

PCC Real Estate, Inc.

PCC Technical Industries, Inc.

Penn Central Energy Management Company

Penn Towers, Inc.

Pioneer Carpet Mills, Inc.

Pittsburgh and Cross Creek Railroad Company

Premier Lease & Loan Services Insurance Agency, Inc.

Premier Lease & Loan Services of Canada, Inc.

Professional Risk Brokers, Inc.

QQAgency of Texas, Inc.

Republic Indemnity Company of America

Republic Indemnity Company of California

Risiko Management Corporation

Skipjack Marina Corp.

Summit Consulting, LLC

Summit Holding Southeast, Inc.

TEJ Holdings, Inc.

Terminal Realty Penn Co.

Three East Fourth, Inc.

United Teacher Associates Insurance Company

United Teacher Associates, Ltd.

Waynesburg Southern Railroad Company

(2) Pursuant to the tax allocation agreement, the Company's tax expense will be determined based upon its inclusion in the consolidated tax return of American Financial Group, Inc. and its includable subsidiaries. Estimated payments are to be made quarterly during the year. Following year-end, additional settlements will be made on the original due date of the return and, when extended, at the time the return is filed. The method of allocation among the companies under the agreement is based upon separate return calculations with current credit for net losses to the extent the losses provide a benefit in the consolidated tax return.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

A., B. & C.

The Company's immediate parent, Continental General Corporation, is a wholly-owned subsidiary of Ceres Group, Inc. Ceres Group Inc. is wholly-owned by Great American Financial Resources, Inc. ("GAFRI"). GAFRI is a financial services holding company that is wholly-owned by American Financial Group, Inc. ("AFG"). The Company's outstanding common stock is 100% directly owned by Continental General Corporation. See Schedule Y, Part 1, Organizational Chart.

During 2014, the Company paid (received) federal income tax payments in cash to (from) Ceres Group:

3/11/2014	\$ (1,020,000)
4/17/2014	\$ (19,000)
6/30/2014	\$ (1,548,000)
9/10/2014	\$ (161,000)
9/11/2014	\$ 63,936
12/10/2014	\$ (147,000)
12/29/2014	\$ 238,565

The Company did not receive any capital contributions from its parent in 2014.

D. At December 31, 2014, the Company reported \$388,180 due to affiliate companies. The terms of the agreements require that these amounts be settled within 90 days.

NOTES TO FINANCIAL STATEMENTS

- E. During 2014 there were no material guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that resulted in a material contingent exposure of the Company's or any related party's assets or liabilities.
- F. Management or service contracts and all cost sharing arrangements involving the Company:
 - (1) The Company has an agreement with GAFRI, subject to the direction of the Finance Committee of the Company, whereby GAFRI, along with the services provided by American Money Management Corporation, (an affiliate), provides for money management and accounting services related to the investment portfolio.
 - (2) Certain administrative, management, underwriting, claims, accounting, data processing, collection and investment services are provided under agreements between the Company and affiliates at charges not unfavorable to the Company or the affiliate.
- G. The Company's outstanding shares are 100% owned by Continental General Corporation, an indirect subsidiary of AFG.
- H. The Company does not own an upstream intermediate entity or its ultimate parent.
- I. The Company has no investment in a subsidiary.
- J. The Company did not recognize any impairment or write down for its investments in subsidiary, controlled or affiliated companies during the statement period.
- K. The company has no investment in a foreign insurance subsidiary.
- L. The company has no investment in a downstream non-insurance holding company.

11. DEBT

- A. The Company has no outstanding debt instruments.
- B. The Company has no Federal Home Loan Bank agreements.

12. RETIREMENT PLANS, DEFERRED COMPENSATIONS, POST EMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POST RETIREMENT BENEFIT PLANS

- A. The Company does not participate in a defined benefit plan.
- B. The Company does not participate in a defined benefit plan.
- C. The Company does not participate in a defined benefit plan.
- D. The Company does not participate in a defined benefit plan.
- E. Defined Contribution Plan -- See item G below.
- F. The Company does not participate in multiemployer plan.
- G. Consolidated/Holding Company Plans:

(1) Employees' Retirement Plan

American Financial Group, Inc. ("AFG") has established the AFG 401(k) Retirement and Savings Plan (the "Plan") for the benefit of employees of AFG and its participating subsidiaries. Substantially all employees meeting minimum requirements regarding service are eligible to participate in this Plan. The Plan is a defined contribution plan in which participating employees are entitled to share in contributions made by the Company on their behalf. The Plan has three types of contributions, including (1) Retirement Contributions made by the Company, (2) 401(k) Contributions made by participating employees, and (3) Matching Contributions made by the Company. The benefits for the Retirement Contributions are based on eligible compensation as defined by the Plan for each year of participation. Funding is determined annually. Each company contributes an amount for Retirement Contributions based upon the relationship of its total eligible compensation to total eligible compensation under the Plan for all participating subsidiaries. In addition, participating employees are permitted to make 401(k) Contributions to the Plan. Matching Contributions may be made by the Company based on the amount of 401(k) Contributions made by the participating employees. Plan costs are funded as they accrue and vested benefits are fully funded. Both Retirement Contributions and Matching Contributions to the Plan are subject to the discretion of the Board of Directors of AFG, and the Company has no liability for future contributions to the Plan. At December 31, 2014, the fair market value of the Plan's Retirement Contributions assets was \$402,192,346 and the fair market value of the Plan's Matching Contributions assets was \$180,213,090. GAFRI's share of the expense for the Plan during 2014 was \$2,402,256.

(2) Deferred Compensation Plans

Effective October 1, 1994, GAFRI offered to its officers and selected employees the opportunity to defer receipt of a specific percentage of the employee's compensation. Amounts deferred were credited either with a fixed rate of interest or a rate based on the performance of GAFRI's common stock, based on the participant's election. Effective November 1, 2007, this plan was merged into a similar plan maintained by AFG and existing balances were transferred to that plan. The AFG plan offers additional options into which participants may elect to invest their balances.

(3) Post Retirement Benefits

GAFRI provides postretirement health care and life insurance benefits to employees meeting age and service requirements through plans sponsored by AFG. The retiree medical care plan is a contributory plan covering all eligible employees hired prior to 1993; employees hired after 1992 pay the full cost of retiree medical coverage. GAFRI has established a cap on the total amount of health care costs that are subsidized for the majority of current retirees and all eligible future retirees. GAFRI currently pays the full cost of life insurance coverage for past retirees, but no coverage is provided for new retirees after 2005. The medical plan is funded by monthly payments to a trust. Life insurance benefits are provided by insurance contracts. AFG, Inc. has the right to modify or terminate either of these plans in the future. GAFRI has the right to terminate its participation at any time in the future.

GAFRI accrues its postretirement benefits over the period the employees qualify for such benefits. At December 31, 2014, GAFRI's accumulated postretirement benefit obligation was \$595,538 using a discount rate of 3% of which all is currently accrued. Net post retirement benefits costs for the year ended December 31, 2014, was a \$30,477 credit which includes service cost, interest cost, and amortization of the transition obligation.

The weighted average annual assumed rate of increase in the health care cost trend rate is 7.5% for 2015 and is assumed to decrease gradually to 5% over 6 years and to remain at that level thereafter. The effect of a 1% increase in the assumed health care cost trend rate for each year would have an immaterial impact on the postretirement benefit obligation at December 31, 2014.

H. Post Employment Benefits and Compensated Absences:

The Company accrues obligations for post employment benefits and compensated absences in accordance with SSAP No. 11.

NOTES TO FINANCIAL STATEMENTS

- I. The Medicare Modernization Act
 - (1) In December 2003, the Medicare Prescription Drug, Improvement and Modernization Act of 2003 (“the Act”) became law. Under the Act, starting in 2006, retirees will have the ability to obtain prescription drug benefits through a new Medicare Part D program and companies that continue to provide postretirement prescription drug benefits to their retirees may be eligible to receive a new federal subsidy.
 - (2) The Medicare Modernization Act had no impact on the Company’s postretirement benefits.

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

- (1) The Company has \$1 par value common stock, with 6,500,000 shares authorized and 4,196,559 shares issued and outstanding. There are no other classes of capital stock.
- (2) The Company has no preferred stock outstanding.
- (3) The maximum amount of dividends which can be paid to stockholders by life insurance companies domiciled in the State of Ohio without prior approval of the Insurance Commissioner is the greater of 10% of surplus as regards to policyholders or net income as of the preceding December 31, but only to the extent of earned surplus as of the preceding December 31. The maximum amount of dividends payable in 2015 without prior approval is \$1,944,174 based on net income. At December 31, 2014 surplus as regards to policyholders was \$17,303,576, net income was \$1,944,174 and earned surplus was \$9,664,706.
- (4) No dividends were paid in 2014.
- (5) Within the limitations of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- (6) The Company has placed no restrictions on unassigned surplus funds.
- (7) The total amount of advances to surplus not repaid is \$0.
- (8) The amounts of stock held by the Company, including stock of affiliated companies, for special purposes are:
 - a. For conversion of preferred stock: 0 shares
 - b. For employee stock options: 0 shares
 - c. For stock purchase warrants: 0 shares
- (9) The Company has no special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:
 - a. Unrealized gains and losses: \$ 698,267
 - b. Nonadmitted asset values: \$ (28,321,740)
 - c. Separate account business: \$ -
 - d. Asset valuation reserves: \$ (931,286)
 - e. Provision for reinsurance: \$ -
- (11) The Company has not issued any surplus debentures or similar obligations.
- (12) & (13) There has been no restatement of surplus due to quasi-reorganization.

14. CONTINGENCIES

- A. The Company is not aware of any material contingent liabilities and has committed no reserves to cover any contingent liabilities.
- B. At December 31, 2014, the Company held a liability for future guaranty fund assessments of \$1,123,938. The Company also holds a premium tax offset asset related to guaranty fund assessments paid or accrued.
- C. The Company has no gain contingencies to report.
- D. The Company is not aware of any claims related to extra contractual obligations and bad faith losses stemming from lawsuits
- E. The Company is not aware of any other material loss contingencies as of the Balance Sheet date, or any date subsequent up to the filing of this statement.

15. LEASES – Not applicable.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK – Not applicable.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES – The Company has no reportable transactions.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED A&H PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS -- Not applicable.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS -- Not applicable.

NOTES TO FINANCIAL STATEMENTS

20. FAIR VALUE MEASUREMENTS

A. (1) Fair Value Measurements at Reporting Date

The Company has categorized its assets and liabilities measured at fair value into the three-level fair value hierarchy as reflected in the following table. See item 4 below for a discussion of each of these levels.

	Level 1	Level 2	Level 3	Total
Assets:				
Bonds:				
U.S. Government and government agencies	\$ -	\$ -	\$ -	\$ -
States, municipalities and political subdivisions	-	-	-	-
Foreign government	-	-	-	-
Residential MBS	-	-	-	-
Commerical MBS	-	-	-	-
All other bonds	-	-	-	-
Total bonds	-	-	-	-
Non-affiliated common stock	4,673,666	-	1,026,428	5,700,094
Non-affiliated preferred stock	-	-	-	-
Equity index call options	-	-	-	-
Variable annuity assets (separate accounts) (a)	-	-	-	-
Total assets accounted for at fair value	\$ 4,673,666	\$ -	\$ 1,026,428	\$ 5,700,094

(a) Separate account liabilities equal the fair value for separate account assets.

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

	Beginning Balance at 1/1/2014	Transfers into Level 3	Transfers out of Level 3	Total Gains and (losses) included in Net Income	Total Gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2014
U.S. Government and government agencies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
States, municipalities and political subdivisions	-	-	-	-	-	-	-	-	-	-
Residential MBS	-	-	-	-	-	-	-	-	-	-
Asset backed securities	-	-	-	-	-	-	-	-	-	-
All other bonds	-	-	-	-	-	-	-	-	-	-
Preferred Stock	-	-	-	-	-	-	-	-	-	-
Non-affiliated common stocks	35,000	-	-	-	(6,101)	997,529	-	-	-	1,026,428
Total	\$ 35,000	\$ -	\$ -	\$ -	\$ (6,101)	\$ 997,529	\$ -	\$ -	\$ -	\$ 1,026,428

(3) Fair Value Recognition of Transfers Between Levels

The Company recognizes and records the transfer of securities into and out of Level 3 due to changes in availability of market observable inputs. All transfers are reflected in the table above at fair value as of the end of the reporting period.

(4) Inputs and Techniques Used in Estimating Fair Value

Level 1 - Quoted prices for identical assets or liabilities in active markets (markets in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis). The Company's Level 1 financial instruments consist primarily of publicly traded equity securities for which quoted market prices in active markets are available.

Level 2 - Quoted prices for similar instruments in active markets; quoted prices for identical or similar assets or liabilities in inactive markets (markets in which there are few transactions, the prices are not current, price quotations vary substantially over time or among market makers, or in which little information is released publicly); and valuations based on other significant inputs that are observable in active markets. The Company's Level 2 financial instruments include corporate and municipal fixed maturity securities, RMBS, interest rate swaptions, and equity index call options. Level 2 inputs include benchmark yields, reported trades, corroborated broker/dealer quotes, issuer spreads and benchmark securities. When non-binding broker quotes can be corroborated by comparison to similar securities priced using observable inputs, they are classified as Level 2.

Level 3 - Valuations derived from market valuation techniques generally consistent with those used to estimate the fair value of Level 2 financial instruments in which one or more significant inputs are unobservable or when the market for a security exhibits significantly less liquidity relative to markets supporting Level 2 fair value measurements. The unobservable inputs may include management's own assumptions about the assumptions market participants would use based on the best information available in the circumstances. The Company's Level 3 is comprised of financial instruments whose fair value is estimated based on non-binding broker quotes or internally developed using significant inputs not based on, or corroborated by, observable market information.

The Company's investment manager, American Money Management Corporation ("AMMC" an affiliate) is responsible for the valuation process and uses data from outside sources (including nationally recognized pricing services and broker/dealers) in establishing fair value. Valuation techniques utilized by pricing services and prices obtained from external sources are reviewed by AMMC's internal investment professionals who are familiar with the securities being priced and the markets in which they trade to ensure the fair value determination is representative of an exit price. To validate the appropriateness of the prices obtained, the investment manager considers widely published indices (as benchmarks), recent trades, changes in interest rates, general economic conditions and the credit quality of the specific issuers. In addition, AMMC communicates directly with the pricing service regarding the methods and assumptions used in pricing, including verifying, on a test basis, the inputs used by the service to value specific securities.

B. The Company has no additional fair value disclosures.

NOTES TO FINANCIAL STATEMENTS

C. The Company has categorized all the financial assets in the financial statements into the three-level hierarchy as reflected in the following table:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Assets						
Bonds:						
U.S. Government and government agencies	\$ 8,259,033	\$ 7,928,089	\$ 1,783,797	\$ 6,475,236	\$ -	\$ -
States, municipalities and political subdivisions	50,237,454	46,164,935	-	50,237,454	-	-
Foreign government	1,761,246	1,493,132	-	1,761,246	-	-
Residential MBS	44,955,101	39,336,240	-	39,523,760	5,431,341	-
Commercial MBS	20,766,762	19,135,804	-	20,303,012	463,750	-
Asset backed securities	6,136,987	5,840,452	-	6,136,987	-	-
All other bonds	95,376,208	81,989,382	-	94,146,574	1,229,634	-
Total bonds	\$ 227,492,791	\$ 201,888,034	\$ 1,783,797	\$ 218,584,269	\$ 7,124,725	\$ -
Preferred stocks	\$ 3,458,349	\$ 3,500,487	\$ 3,458,349	\$ -	\$ -	\$ -
Non-affiliated common stock	5,700,094	5,700,094	4,673,666	-	1,026,428	-
Affiliated common stock	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
Derivatives	-	-	-	-	-	-
Mortgage loans	2,707,000	2,706,425	-	-	2,707,000	-
Policy loans	2,809,555	2,809,555	-	-	2,809,555	-
Total financial assets	\$ 242,167,789	\$ 216,604,595	\$ 9,915,812	\$ 218,584,269	\$ 13,667,708	\$ -

21. OTHER ITEMS

- A. Extraordinary Items – No reportable material extraordinary items.
- B. Troubled debt restructuring: Debtors – Not applicable.
- C. Other disclosures

(1) Assets in the amount of \$5,330,410 and \$5,365,682 at December 31, 2014 and 2013, respectively, were on deposit with government authorities or trustees as required by law.
- D. Business interruption insurance recoveries – There were no business interruption claims made or recovered.
- E. State transferable tax credits – No reportable state transferable tax credits.
- F. Subprime mortgage related risk exposure.

(1) Included in determining the company’s exposure to sub-prime mortgage loans are the debt and equity securities of companies whose principal business includes the origination, securitization, providing of mortgage insurance on, investment in or management of sub-prime mortgage loans. Also included in such determination are those residential mortgage backed securities and collateral debt obligations in which the ultimate collateral supporting anticipated cash flows are sub-prime mortgage loans. In general, we limit the company’s purchases of sub-prime residential mortgage backed securities to those securities with AAA ratings and whose underlying collateral is fixed-rate (as opposed to adjustable rate).

(2) The company does not have any investment with direct exposure in subprime mortgage loans.

(3) Indirect exposure to subprime mortgage risk through investments in the following securities:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	\$ 8,245,283	\$ 8,360,116	\$ 8,249,626	\$ 48,500
b. Commercial mortgage backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investments in SCAs	-	-	-	-
f. Other assets	75,147	79,840	79,840	-
g. Total	\$ 8,320,430	\$ 8,439,956	\$ 8,329,466	\$ 48,500

(4) The company has no net underwriting exposure to subprime mortgage risk through Mortgage Guaranty coverage or Financial Guaranty coverage.

G. Retained Assets – Not applicable.

H. Offsetting and Netting of Assets and Liabilities

The Company has no offsetting of derivative, repurchase and reverse repurchase, or securities borrowing and securities lending assets and liabilities.

I. Joint and Several Liabilities

The Company has no joint and several liabilities.

22. EVENTS SUBSEQUENT

Management has evaluated the financial instruments for subsequent events through February 24, 2015, the date the financial statements were available to be issued. There have been no subsequent events that have a material financial effect on the Company.

NOTES TO FINANCIAL STATEMENTS

23. REINSURANCE

A. Ceded Reinsurance Report

(1) Section 1 - General Interrogatories

- (a) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?
Yes () No (X)

If yes, give full details.

- (b) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?
Yes () No (X)

If yes, give full details.

(2) Section 2 - Ceded Reinsurance Report - Part A

- (a) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?
Yes () No (X)

(i) If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. \$0.

(ii) What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? \$0.

- (b) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes () No (X)

If yes, give full details.

(3) Section 3 - Ceded Reinsurance Report - Part B

- (a) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0.

- (b) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?
Yes () No (X)

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$0.

B. Uncollectible Reinsurance – No reinsurance recoverables were written off during 2014.

C. Commutation of Ceded Reinsurance – There was no commutation of ceded reinsurance for the year ended December 31, 2014.

D. Certified Reinsurer Downgraded or Status Subject to Revocation – There was no reinsurer downgraded or subject to revocation at December 31, 2014.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION -- Not applicable.

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES:

Reserves as of December 31, 2013 were \$34,003,607. As of December 31, 2014, \$6,901,807 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$25,845,902 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on long term care lines of insurance. Therefore, there has been a \$1,255,898 favorable prior year development since December 31, 2013 to December 31, 2014. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. INTERCOMPANY POOLING ARRANGEMENTS – Not applicable.

27. STRUCTURED SETTLEMENTS – Not applicable.

28. HEALTH CARE RECEIVABLES – Not applicable.

29. PARTICIPATING POLICIES

A. Participating policies represent less than 1% of the total life insurance in force at December 31, 2014.

B. Policyholder dividends are recognized on the policy's anniversary.

C. Dividends to policyholders in 2014 were \$15,283.

D. There is no additional income allocated to participating policyholders at December 31, 2014.

NOTES TO FINANCIAL STATEMENTS

30. PREMIUM DEFICIENCY RESERVES

A. Liability carried for premium deficiency reserves	\$24,405,730
B. Date of the most recent evaluation of this liability	12/31/2014
C. Was anticipated investment income utilized in the calculation?	YES

31. RESERVES FOR LIFE CONTRACTS AND ANNUITY CONTRACTS

- The Company waives deduction of deferred factional premiums upon the death of insured and if the terms of the policy require it, returns any portion of the final premium beyond the date of death or beyond the policy month in which death occurs. Surrender values are not promised in excess of the legally computed reserves.
- For substandard lives, mean reserves are determined by computing the regular mean reserve for the appropriate plan and attained age and holding an additional one half (1/2) of the extra premium charge for the year. Universal life policies have reserves which are adjusted directly by use of higher cost-of-insurance charges.
- As of December 31, 2014, the Company has \$8,950,827, of insurance in force for which the gross premiums are less than net premiums according to the required valuation standard. Reserves to cover the above insurance are reported in Exhibit 5, Section G.
- Miscellaneous reserves, Tabular interest, tabular less actual reserves released and tabular cost have been determined by the formula as described in the instructions for all traditional blocks of business. Interest sensitive products use a roll forward process to track tabular interest and tabular cost, but tabular less actual reserves released are determined by the formula in the instructions.
- For the determination of Tabular Interest on funds not involving life, for each valuation rate of interest, the tabular interest equals the actual interest credited on each contract during the year. The total amount of such interest is entered under Exhibit 7, line 3.
- The Company has no reserve changes not captured elsewhere in 2013 or 2014.

32. ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT TYPE LIABILITIES BY WITHDRAWAL CHARACTERISTICS

	General Account	Total	% of Total
A. Subject to discretionary withdrawal:			
(1) With fair value adjustment	\$ -	\$ -	0.0%
(2) At book value less current surrender charge of 5% or more	-	-	0.0%
(3) At fair value			0.0%
(4) Total with adjustment or at fair value (total of 1 through 3)	-	-	0.0%
(5)			
At book value without adjustment (minimal or no charge or adjustment)	74,439,765	74,439,765	96.4%
B. Not subject to discretionary withdrawal	2,755,703	2,755,703	3.6%
C. Total (gross: direct + assumed)	77,195,468	77,195,468	100.0%
D. Reinsurance ceded	42,975,323	42,975,323	
E. Total (net)* (C) - (D)	\$ 34,220,145	\$ 34,220,145	

* Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F.	Amount
Life & Accident & Health Annual Statement:	
1. Exhibit 5, Annuities Section, Total (net)	\$ 33,057,810
2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	421,416
3. Exhibit 7, Deposit-Type Contracts, Line 14, Column 4	707,269
4. Exhibit 7, Deposit-Type Contracts, Line 14, Column 5	33,650
5. Exhibit 7, Deposit-Type Contracts, Line 14, Column 6	-
6 Subtotal	\$ 34,220,145

33. PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

- Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2014, were as follows:

Type	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary new business	-	-
(3) Ordinary renewal	2,661,867	2,081,506
(4) Credit Life	-	-
(5) Group Life	-	-
(6) Group Annuity	-	-
(7) Totals	\$ 2,661,867	\$ 2,081,506

34. SEPARATE ACCOUNTS -- Not applicable.

35. LOSS/CLAIM ADJUSTMENT EXPENSES

Reserves for LAE expense is contained within the claim liability reserve for incurred but not reported claims. For December 2014 and December 2013, LAE reserves were \$1,319,224 and \$1,247,839, respectively.

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?
If yes, complete Schedule Y, Parts 1, 1A and 2.

Yes [X] No []

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes [X] No [] N/A []

1.3

State regulating? 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 [X]

2.2

If yes, date of change:

3.1

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

12/31/2011

3.2

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

12/31/2011

3.3

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

10/26/2012

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 [X]

3.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes [] No [] N/A [X]

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11

sales of new business?

Yes [] No [X]

4.12

renewals?

Yes [] No [X]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21

sales of new business?

Yes [] No [X]

4.22

renewals?

Yes [] No [X]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]

5.2

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

1	2	3
Name of Entity	NAIC Co. Code	State of Domicile

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [] No [X]

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]

7.2

If yes,

7.21

State the percentage of foreign control

.....%

7.22

State the nationality(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	2
Nationality	Type of Entity

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]

8.2

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

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [X] No []

8.4

If response to 8.3 is yes, please provide 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
American Money Management Corporation	Cincinnati, OH	NO	NO	NO	YES
Great American Advisors	Cincinnati, OH	NO	NO	NO	YES

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP, 1900 Scripps Center, 312 Walnut Street, Cincinnati, OH 45202

10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]

10.2

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

10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]

10.4

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

CONTINENTAL GENERAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES - GENERAL

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.
The Audit Committee of American Financial Group, Inc., the Company's SOX compliant ultimate parent, will be deemed to serve as the Company's Audit Committee for the purposes of compliance with Ohio insurance law.

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?
David D. Ramsey, 11001 Lakeline Boulevard Suite 120 Austin, TX 78717

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

12.12

Number of parcels involved

12.13

Total book/adjusted carrying value

12.2

If yes, provide explanation.

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

.....

PART 1 - COMMON INTERROGATORIES - FINANCIAL

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 [X] No []

22.2

If answer is yes:

22.21

Amount paid as losses or risk adjustment

\$.....0

22.22

Amount paid as expenses

\$.....0

22.23

Other amounts paid

\$.....57,829

23.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [] No [X]

23.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount.

.....

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 [X] No []

24.02

If no, give full and complete information relating thereto.

.....

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

\$.....363,147

25.27

FHLB Capital Stock

\$.....0

25.28

On deposit with states

\$.....5,330,410

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
Partnership limitation	NYLIM-CCR 1-2002 Limited Partnership 4.13%	
Partnership limitation	NYLIM-CCR 1-2002 Limited Partnership 3.328%	334,249
Not registered with SEC	SEBRING SOFTWARE \$0.01 4/25/2023	28,898

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? If no, attach a description with this statement.

Yes [] No [] N/A [X]

27.1

Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes [] No [X]

27.2

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

.....

28.

Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [X] No []

28.01

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

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

28.02

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

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

28.03

Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [] No [X]

28.04

If yes, give full and complete information relating thereto:

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

28.05

Identify all investment advisors, brokers/dealers or individuals acting on behalf of 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
161853	American Money Management Corporation	301 East Fourth Street, Cincinnati, OH 45202

CONTINENTAL GENERAL INSURANCE COMPANY

PART 1 - COMMON INTERROGATORIES - INVESTMENT

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

29.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
29.2999. TOTAL		0

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

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.....	.....213,284,397	.....238,889,154	.....25,604,757
30.2 Preferred stocks.....	.....3,500,487	.....3,458,349	.....(42,138)
30.3 Totals.....	.....216,784,884	.....242,347,503	.....25,562,619

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

Fair values for bonds and preferred stocks are determined by the Internal investment professionals at American Money Management Corporation (the manager of the Company's Investment portfolio) using data from nationally recognized pricing services, broker quotes and available trade information. When data from these sources is not available (typically less than 1% of the portfolio), prices are developed internally by the investment professionals using widely published indices (as benchmarks), interest rates, issuer spreads, credit quality of the specific issuer and and general economic conditions.

- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?
- Yes [X] No []
- 31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?
- Yes [] No [X]
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D. For the securities that were priced using broker prices, the Company obtains data from brokers that are familiar with the securities being priced and the markets in which they trade.
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?
- Yes [X] No []
- 32.2 If no, list exceptions:

PART 1 - COMMON INTERROGATORIES - OTHER

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

\$.....0

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	2
Name	Amount Paid
	0

34.1 Amount of payments for legal expenses, if any?

\$.....223,079

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	2
Name	Amount Paid
Whitfield & Eddy, PLC.	223,079

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

\$.....8,500

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	2
Name	Amount Paid
ACLI-American Council of Life Insurers	8,500

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [X] No []

1.2

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

\$.....55,308,855

1.3

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

\$.....0

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.

\$.....0

1.5

Indicate total incurred claims on all Medicare Supplement insurance.

\$.....38,582,185

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$.....6,686,611

1.62

Total incurred claims

\$.....4,854,421

1.63

Number of covered lives

.....3,366

All years prior to most current three years:

1.64

Total premium earned

\$.....48,497,447

1.65

Total incurred claims

\$.....33,555,535

1.66

Number of covered lives

.....14,431

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$.....0

1.72

Total incurred claims

\$.....0

1.73

Number of covered lives

.....0

All years prior to most current three years:

1.74

Total premium earned

\$.....124,798

1.75

Total incurred claims

\$.....172,230

1.76

Number of covered lives

.....57

2.

Health test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator.....	.....	.....
2.2 Premium Denominator.....	.....14,330,841	.....15,307,673
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	.....13,474,295	.....15,014,241
2.5 Reserve Denominator.....	.....188,732,168	.....187,533,925
2.6 Reserve Ratio (2.4/2.5).....	.....7.1	.....8.0

3.1

Does this reporting entity have Separate Accounts?

Yes [] No [X]

3.2

If yes, has a Separate Accounts statement been filed with this Department?

Yes [] No [] N/A [X]

3.3

What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?

.....

3.4

State the authority under which Separate Accounts are maintained:

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

Yes [] No [X]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [] No [X]

3.7

If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?"

.....

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

Yes [X] No []

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid

\$.....4,530,932

4.22

Received

\$.....0

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [] No [X]

5.2

If yes, what amount pertaining to these items is included in:

5.21

Page 3, Line 1

.....

5.22

Page 4, Line 1

.....

6.

For stock reporting entities only:

6.1

Total amount paid in by stockholders as surplus funds since organization of the reporting entity:

\$.....7,638,870

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash

\$.....76,041,493

7.12

Stock

\$.....3,500,844

21

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

8.1

Does the company reinsure any Workers' Compensation Carve-Out business defined as:
Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical,
wage loss and death benefits of the occupational illness and accident exposures, but not the employers
liability exposures, of business originally written as workers' compensation insurance.

Yes [] No [X]

8.2

If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement?

Yes [] No []

8.3

If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

1	2	3
Reinsurance Assumed	Reinsurance Ceded	Net Retained
8.31 Earned premium.....		
8.32 Paid claims.....		
8.33 Claim liability and reserve (beginning of year).....		
8.34 Claim liability and reserve (end of year).....		
8.35 Incurred claims.....		

8.4

If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and
8.34 for Col. (1) are:

Attachment Point	1	2
	Earned Premium	Claim Liability and Reserve
8.41 < \$25,000.....		
8.42 \$25,000 -- 99,999.....		
8.43 \$100,000 -- 249,999.....		
8.44 \$250,000 -- 999,999.....		
8.45 \$1,000,000 or more.....		

8.5

What portion of earned premium reported in 8.31, Col. 1 was assumed from pools?

9.1

Does the company have variable annuities with guaranteed benefits?

Yes [] No [X]

9.2

If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1	2	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Guaranteed Death Benefit	Guaranteed Living Benefit							

10.

For reporting entities having sold annuities to another insurer when the insurer purchasing the annuities has obtained a release of liability from the claimant (payee)
as the result of the purchase of an annuity from the reporting entity only:

10.1

Amount of loss reserves established by these annuities during the current year?

\$.....0

10.2

List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2
P&C Insurance Company and Location	Statement Value on Purchase Date of Annuities (i.e., Present Value)
	\$

11.1

Do you act as a custodian for health savings account?

Yes [] No [X]

11.2

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

11.3

Do you act as an administrator for health savings accounts?

Yes [] No [X]

11.4

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

12.1

Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers?

Yes [] No [] N/A [X]

12.2

If the answer to 12.1 is yes, please provide the following:

1	2	3	4	Assets Supporting Reserve Credit		
				5	6	7
Company Name	NAIC Company Code	Domiciliary Jurisdiction	Reserve Credit	Letters of Credit	Trust Agreements	Other

13.

Provide the following for Individual Ordinary Life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

13.1

Direct Premium Written.....

\$.....9,672,720

13.2

Total incurred claims

\$.....9,621,258

13.3

Number of covered lives

.....21,344

*Ordinary Life Insurance Includes:
Term (whether full underwriting, limited underwriting, jet issue, "short form app")
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")
Variable Life (with or without secondary guarantee)
Universal Life (with or without secondary guarantee)
Variable Universal Life (with or without secondary guarantee)

CONTINENTAL GENERAL INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

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

Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2014	2 2013	3 2012	4 2011	5 2010
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4).....	661,800	699,151	772,819	824,813	877,777
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....	160,448	170,204	185,953	199,526	209,099
3. Credit life (Line 21, Col. 6).....					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4).....	110	118	122	142	145
5. Industrial (Line 21, Col. 2).....					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4).....					
7. Total (Line 21, Col. 10).....	822,358	869,473	958,894	1,024,481	1,087,021
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2).....			1,436	2,239	810
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....					
10. Credit life (Line 2, Col. 6).....					
11. Group (Line 2, Col. 9).....					
12. Industrial (Line 2, Col. 2).....					
13. Total (Line 2, Col. 10).....	0	0	1,436	2,239	810
Premium Income - Lines of Business (Exhibit 1-Part 1)					
14. Industrial life (Line 20.4, Col. 2).....					
15.1 Ordinary life insurance (Line 20.4, Col. 3).....	5,141,932	5,678,104	5,615,251	6,026,334	6,485,141
15.2 Ordinary individual annuities (Line 20.4, Col. 4).....	165,821	164,845	1,846,791	2,263,113	722,733
16. Credit life (group and individual) (Line 20.4, Col. 5).....					
17.1 Group life insurance (Line 20.4, Col. 6).....					
17.2 Group annuities (Line 20.4, Col. 7).....					
18.1 A&H - group (Line 20.4, Col. 8).....			61,462	126,553	127,163
18.2 A&H - credit (group and individual) (Line 20.4, Col. 9).....					
18.3 A&H - other (Line 20.4, Col. 10).....	9,023,088	9,464,724	20,029,513	48,172,610	53,139,952
19. Aggregate of all other lines of business (Line 20.4, Col. 11).....					
20. Total.....	14,330,841	15,307,673	27,553,017	56,588,610	60,474,989
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)...	242,413,932	238,444,564	231,874,753	234,136,142	216,269,233
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....	220,913,797	215,670,221	211,399,906	207,245,253	179,748,054
23. Aggregate life reserves (Page 3, Line 1).....	66,093,953	70,389,886	74,856,498	76,690,102	77,451,061
24. Aggregate A&H reserves (Page 3, Line 2).....	144,540,057	135,655,870	127,496,046	117,715,403	91,222,205
25. Deposit-type contract funds (Page 3, Line 3).....	740,918	649,805	161,788	223,731	272,869
26. Asset valuation reserve (Page 3, Line 24.01).....	931,286	1,079,368	975,573	599,491	314,471
27. Capital (Page 3, Lines 29 & 30).....	4,196,559	4,196,559	4,196,559	4,196,559	4,196,559
28. Surplus (Page 3, Line 37).....	17,303,576	18,577,784	16,278,288	22,694,330	32,324,620
Cash Flow (Page 5)					
29. Net Cash from operations (Line 11).....	8,749,547	4,585,443	(4,425,695)	13,324,181	10,904,429
Risk-Based Capital Analysis					
30. Total adjusted capital.....	21,500,135	23,853,711	21,450,420	26,964,952	36,835,650
31. Authorized control level risk-based capital.....	4,171,167	4,175,692	4,274,545	5,198,871	5,442,374
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1).....	87.3	91.8	90.3	93.0	91.2
33. Stocks (Lines 2.1 and 2.2).....	4.0	2.2	1.9		
34. Mortgage loans on real estate (Lines 3.1 and 3.2).....	1.2	1.3	1.6	1.7	2.0
35. Real estate (Line 4.1, 4.2 and 4.3).....					0.4
36. Cash, cash equivalents and short-term investments (Line 5).....	5.3	2.3	3.5	2.2	3.0
37. Contract loans (Line 6).....	1.2	1.3	1.3	1.5	1.6
38. Derivatives (Line 7).....					
39. Other invested assets (Line 8).....	1.0	1.1	1.4	1.6	1.8
40. Receivables for securities (Line 9).....		0.0			
41. Securities lending reinvested collateral assets (Line 10).....					
42. Aggregate write-ins for invested assets (Line 11).....					
43. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0

CONTINENTAL GENERAL INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

(continued)

	1 2014	2 2013	3 2012	4 2011	5 2010
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12 Col. 1).....					
45. Affiliated preferred stocks (Sch. D Summary, Line 18 Col. 1).....					
46. Affiliated common stocks (Sch. D Summary, Line 24 Col. 1).....					
47. Affiliated short-term investments (subtotal included in Sch. DA, Verif. Col. 5, Line 10).....					
48. Affiliated mortgage loans on real estate					
49. All other affiliated.....					
50. Total of above Lines 44 to 49.....	0	0	0	0	0
51. Total investment in parent included in Lines 44 to 49 above.....					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	28,321,740	27,070,002	28,481,820	27,592,078	20,722,282
53. Total admitted assets (Page 2, Line 28, Col. 3).....	242,413,932	238,444,564	231,874,753	234,136,142	216,269,233
Investment Data					
54. Net investment income (Exhibit of Net Investment Income).....	15,163,477	13,965,677	13,218,296	11,550,699	12,447,486
55. Realized capital gains (losses) (Page 4, Line 34, Column 1).....	(1,496,503)	(832,895)	(503,255)	683,924	(1,219,386)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....	(279,277)	288	(697,088)	57,919	(385,949)
57. Total of above Lines 54, 55 and 56.....	13,387,697	13,133,070	12,017,953	12,292,542	10,842,151
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1 less Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11).....	10,799,241	11,675,149	10,848,011	10,693,791	11,219,486
59. Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11).....	8,846,489	8,390,236	24,339,094	35,171,384	40,333,300
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3).....	(336,271)	(63,834)	(246,152)	315,096	551,712
61. Increase in A&H reserves (Line 19, Cols. 9, 10 & 11).....	9,128,867	8,159,819	7,497,681	8,453,205	2,795,233
62. Dividends to policyholders (Line 30, Col 1).....	15,283	31,300	4,081	2,299	5,444
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22, & 23 less Line 6)/(Page 6 Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00.....	10.0	(7.4)	6.2	5.3	5.7
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.00.....	5.6	5.5	6.5	6.1	6.3
65. A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2).....	195.4	175.0	148.7	90.4	81.2
66. A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2).....					
67. A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2).....	16.5	(6.5)	11.6	8.9	9.0
A&H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2).....			10,054	5,366	21,800
69. Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2).....			10,054	11,946	13,001
70. Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2).....	32,747,709	29,742,412	31,484,623	26,376,171	28,774,052
71. Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2).....	34,003,606	29,190,723	31,114,738	28,167,739	25,883,898
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2).....					
73. Ordinary - life (Col. 3).....	689,764	1,709,001	509,731	776,281	1,503,577
74. Ordinary - individual annuities (Col. 4).....	1,602,592	371,554	489,761	176,839	961,710
75. Ordinary - supplementary contracts (Col. 5).....	245,971	430,539	3,029	(10,253)	(17,052)
76. Credit life (Col. 6).....					
77. Group life (Col. 7).....			6	(84)	
78. Group annuities (Col. 8).....					
79. A&H - group (Col. 9).....	435		6,588	20,462	61,155
80. A&H - credit (Col. 10).....					
81. A&H - other (Col. 11).....	901,915	3,030,414	(567,798)	6,485,365	11,185,648
82. Aggregate of all other lines of business (Col. 12).....					
83. Total (Col. 1).....	3,440,677	5,541,508	441,317	7,448,610	13,695,038

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

If no, please explain:

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	Number of		9 Amount of Insurance (a)	
							7 Policies	8 Certificates		
1. In force end of prior year.....	.....	.....	.....23,082	.....869,355	.....	.....	.....	.....20	.....118	.....869,473
2. Issued during year.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....0
3. Reinsurance assumed.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....0
4. Revived during year.....	.....	.....	.....9	.....479	.....	.....	.....	.....	.....	.....479
5. Increased during year (net).....	.....	.....	.....	.....22,784	.....	.....	.....	.....	.....	.....22,784
6. Subtotals, Lines 2 to 5.....	.....0	.....0	.....9	.....23,263	.....0	.....0	.....0	.....0	.....0	.....23,263
7. Additions by dividends during year.....	.....XXX	.....	.....XXX	.....14	.....XXX	.....	.....XXX	.....XXX	.....	.....14
8. Aggregate write-ins for increases.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
9. Totals (Lines 1 and 6 to 8).....	.....0	.....0	.....23,091	.....892,632	.....0	.....0	.....0	.....20	.....118	.....892,750
Deductions during year:										
10. Death.....	.....	.....	.....798	.....9,325	.....	.....	.....XXX	.....	.....	.....9,325
11. Maturity.....	.....	.....	.....3	.....100	.....	.....	.....XXX	.....	.....	.....100
12. Disability.....	.....	.....	.....	.....	.....	.....	.....XXX	.....	.....	.....0
13. Expiry.....	.....	.....	.....214	.....2,966	.....	.....	.....	.....2	.....9	.....2,975
14. Surrender.....	.....	.....	.....491	.....20,720	.....	.....	.....	.....	.....	.....20,720
15. Lapse.....	.....	.....	.....241	.....26,999	.....	.....	.....	.....	.....	.....26,999
16. Conversion.....	.....	.....	.....	.....	.....	.....	.....XXX	.....XXX	.....XXX	.....0
17. Decreased (net).....	.....	.....	.....	.....10,274	.....	.....	.....	.....	.....	.....10,274
18. Reinsurance.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....0
19. Aggregate write-ins for decreases.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
20. Totals (Lines 10 to 19).....	.....0	.....0	.....1,747	.....70,384	.....0	.....0	.....0	.....2	.....9	.....70,393
21. In force end of year (Line 9 minus Line 20).....	.....0	.....0	.....21,344	.....822,248	.....0	.....0	.....0	.....18	.....110	.....822,358
22. Reinsurance ceded end of year.....	.....XXX	.....	.....XXX	.....552,728	.....XXX	.....	.....XXX	.....XXX	.....55	.....552,783
23. Line 21 minus Line 22.....	.....XXX	.....0	.....XXX	.....269,520	.....XXX	(b).....0	.....XXX	.....XXX	.....55	.....269,575

DETAILS OF WRITE-INS

0801. ....										.....0
0802. ....										.....0
0803. ....										.....0
0898. Summary of remaining write-ins for Line 8 from overflow page .....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1901. ....										.....0
1902. ....										.....0
1903. ....										.....0
1998. Summary of remaining write-ins for Line 19 from overflow page .....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
1999. Totals (Lines 1901 thru 1903 plus 1998) (Line 19 above).....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) Group \$.....0; Individual \$.....0.

EXHIBIT OF LIFE INSURANCE (continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends.....	XXX		XXX	
25. Other paid-up insurance.....			798	2,742
26. Debit ordinary insurance.....	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies-decreasing.....			87	822
28. Term policies-other.....			2,099	145,706
29. Other term insurance-decreasing.....	XXX		XXX	100
30. Other term insurance.....	XXX		XXX	
31. Totals (Lines 27 to 30).....	0	0	2,186	146,628
Reconciliation to Lines 2 and 21:				
32. Term additions.....	XXX		XXX	
33. Totals, extended term insurance.....	XXX	XXX	1,142	13,819
34. Totals, whole life and endowment.....			18,016	661,800
35. Totals (Lines 31 to 34).....	0	0	21,344	822,247

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial.....				
37. Ordinary.....			821,851	396
38. Credit Life (Group and Individual).....				
39. Group.....			110	
40. Totals (Lines 36 to 39).....	0	0	821,961	396

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies.....	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis.....		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21.....				
44. Servicemen's Group Life Insurance included in Line 21.....				
45. Group Permanent Insurance included in Line 21.....				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a).....	17,873
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1 Actual Amount
47.2 Actual Amount

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium.....			399	21,386				
49. Disability Income.....			359	47,469				
50. Extended Benefits.....			XXX	XXX				
51. Other.....								
52. Total.....	0 (b)	0	758	68,855 (b)	0	0 (b)	0	0 (b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE
AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS,
ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year.....	.....80	.....24	.....	.....
2. Issued during year.....	.....	.....12	.....	.....
3. Reinsurance assumed.....	.....	.....	.....	.....
4. Increased during year (net).....	.....8	.....14	.....	.....
5. Total (Lines 1 to 4).....	.....88	.....50	.....0	.....0
Deductions during year:				
6. Decreased (net).....	.....7	.....6	.....	.....
7. Reinsurance ceded.....	.....	.....	.....	.....
8. Totals (Lines 6 and 7).....	.....7	.....6	.....0	.....0
9. In force end of year.....	.....81	.....44	.....0	.....0
10. Amount on deposit.....	.....1,462,323	(a).....1,293,380	.....	(a).....
11. Income now payable.....	.....80	.....45	.....	.....
12. Amount of income payable.....	(a).....253,602	(a).....328,148	(a).....	(a).....

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year.....	.....	.....3,828	.....	.....
2. Issued during year.....	.....	.....	.....	.....
3. Reinsurance assumed.....	.....	.....	.....	.....
4. Increased during year (net).....	.....	.....	.....	.....
5. Total (Lines 1 to 4).....	.....0	.....3,828	.....0	.....0
Deductions during year:				
6. Decreased (net).....	.....	.....895	.....	.....
7. Reinsurance ceded.....	.....	.....	.....	.....
8. Totals (Lines 6 and 7).....	.....0	.....895	.....0	.....0
9. In force end of year.....	.....0	.....2,933	.....0	.....0
Income now payable:				
10. Amount of income payable.....	(a).....	.....XXX	.....XXX	(a).....
Deferred fully paid:				
11. Account balance.....	.....XXX	(a).....35,269,747	.....XXX	(a).....
Deferred not fully paid:				
12. Account balance.....	.....XXX	(a).....39,281,218	.....XXX	(a).....

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in force	3 Policies	4 Premiums in force	5 Policies	6 Premiums in force
1. In force end of prior year.....	.....	.....	.....	.....	.....8,192	.....28,785,289
2. Issued during year.....	.....20	.....10,556	.....	.....	.....44	.....76,831
3. Reinsurance assumed.....	.....	.....	.....	.....	.....	.....
4. Increased during year (net).....	.....15	.....XXX	.....	.....XXX	.....	.....XXX
5. Total (Lines 1 to 4).....	.....35	.....XXX	.....0	.....XXX	.....8,236	.....XXX
Deductions during year:						
6. Conversions.....	.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX
7. Decreased (net).....	.....	.....XXX	.....	.....XXX	.....292	.....XXX
8. Reinsurance ceded.....	.....35	.....XXX	.....	.....XXX	.....44	.....XXX
9. Totals (Lines 6 to 8).....	.....35	.....XXX	.....0	.....XXX	.....336	.....XXX
10. In force end of year.....	.....0	(a).....	.....0	(a).....	.....7,900	(a).....27,467,758

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds	2 Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year.....	.....	.....211
2. Issued during year.....	.....	.....
3. Reinsurance assumed.....	.....	.....
4. Increased during year (net).....	.....	.....35
5. Total (Lines 1 to 4).....	.....0	.....246
Deductions during year:		
6. Decreased (net).....	.....	.....10
7. Reinsurance ceded.....	.....	.....
8. Totals (Lines 6 and 7).....	.....0	.....10
9. In force end of year.....	.....0	.....236
10. Amount of account balance.....	(a).....	(a).....33,650

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

CONTINENTAL GENERAL INSURANCE COMPANY
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

			1	Direct Business Only					
				Life Contracts		4	5	6	7
				2	3				
States, Etc.			Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1.	Alabama.....	..AL..	.....	302,609	1,020	789,664	.....	1,093,293	.....
2.	Alaska.....	..AK..	.....	5,564	.....	9,683	.....	15,248	.....
3.	Arizona.....	..AZ..	.....	75,476	51,896	553,751	.....	681,122	.....
4.	Arkansas.....	..AR..	.....	89,086	375	304,853	.....	394,314	.....
5.	California.....	..CA..	.....	138,911	.....	376,710	.....	515,621	.....
6.	Colorado.....	..CO..	.....	140,136	2,080	2,042,722	.....	2,184,937	.....
7.	Connecticut.....	..CT..	.....	17,916	1,200	259,010	.....	278,126	.....
8.	Delaware.....	..DE..	.....	.....	.....	34,175	.....	34,175	.....
9.	District of Columbia.....	..DC..	.....	1,701	2,600	2,315	.....	6,616	.....
10.	Florida.....	..FL..	.....	259,571	18,604	8,008,716	.....	8,286,891	.....
11.	Georgia.....	..GA..	.....	412,056	13,530	2,909,767	.....	3,335,353	.....
12.	Hawaii.....	..HI..	.....	7,155	.....	312,039	.....	319,194	.....
13.	Idaho.....	..ID..	.....	25,290	.....	152,524	.....	177,813	.....
14.	Illinois.....	..IL..	.....	365,519	16,825	3,690,500	.....	4,072,844	.....
15.	Indiana.....	..IN..	.....	236,030	10,020	3,184,316	.....	3,430,366	.....
16.	Iowa.....	..IA..	.....	376,670	25,810	4,338,145	.....	4,740,625	.....
17.	Kansas.....	..KS..	.....	278,674	7,475	3,898,651	.....	4,184,800	.....
18.	Kentucky.....	..KY..	.....	267,607	8,120	1,915,286	.....	2,191,014	.....
19.	Louisiana.....	..LA..	.....	265,341	2,535	827,153	.....	1,095,028	.....
20.	Maine.....	..ME..	.....	4,900	.....	59,364	.....	64,264	.....
21.	Maryland.....	..MD..	.....	31,304	.....	302,138	.....	333,442	.....
22.	Massachusetts.....	..MA..	.....	6,789	.....	87,978	.....	94,767	.....
23.	Michigan.....	..MI..	.....	225,859	.....	2,213,401	.....	2,439,260	.....
24.	Minnesota.....	..MN..	.....	350,592	74,353	4,622,442	.....	5,047,387	.....
25.	Mississippi.....	..MS..	.....	125,388	1,800	870,165	.....	997,353	.....
26.	Missouri.....	..MO..	.....	334,704	5,100	1,993,109	.....	2,332,914	.....
27.	Montana.....	..MT..	.....	49,731	.....	879,770	.....	929,501	.....
28.	Nebraska.....	..NE..	.....	1,177,380	101,085	6,345,991	.....	7,624,456	.....
29.	Nevada.....	..NV..	.....	18,436	6,500	174,723	.....	199,659	.....
30.	New Hampshire.....	..NH..	.....	498	.....	130,835	.....	131,333	.....
31.	New Jersey.....	..NJ..	.....	7,777	.....	107,670	.....	115,447	.....
32.	New Mexico.....	..NM..	.....	19,977	.....	222,031	.....	242,008	.....
33.	New York.....	..NY..	.....	10,575	.....	174,803	.....	185,378	.....
34.	North Carolina.....	..NC..	.....	476,062	4,295	1,820,610	.....	2,300,967	.....
35.	North Dakota.....	..ND..	.....	52,224	17,300	662,213	.....	731,737	.....
36.	Ohio.....	..OH..	.....	405,877	4,200	4,423,283	.....	4,833,360	.....
37.	Oklahoma.....	..OK..	.....	161,084	900	1,050,573	.....	1,212,557	.....
38.	Oregon.....	..OR..	.....	80,932	1,200	359,904	.....	442,037	.....
39.	Pennsylvania.....	..PA..	.....	171,795	2,100	3,562,035	.....	3,735,930	.....
40.	Rhode Island.....	..RI..	.....	.....	.....	26,927	.....	26,927	.....
41.	South Carolina.....	..SC..	.....	382,253	2,025	1,308,189	.....	1,692,467	.....
42.	South Dakota.....	..SD..	.....	220,071	21,412	994,043	.....	1,235,526	.....
43.	Tennessee.....	..TN..	.....	474,973	13,410	1,818,473	.....	2,306,856	.....
44.	Texas.....	..TX..	.....	863,018	11,645	7,261,485	.....	8,136,148	.....
45.	Utah.....	..UT..	.....	97,545	.....	139,797	.....	237,341	.....
46.	Vermont.....	..VT..	.....	66	.....	10,982	.....	11,048	.....
47.	Virginia.....	..VA..	.....	380,175	.....	2,871,164	.....	3,251,339	.....
48.	Washington.....	..WA..	.....	86,123	.....	602,405	.....	688,528	.....
49.	West Virginia.....	..WV..	.....	194,706	8,592	890,422	.....	1,093,720	.....
50.	Wisconsin.....	..WI..	.....	209,290	1,800	1,701,879	.....	1,912,970	.....
51.	Wyoming.....	..WY..	.....	62,981	1,550	740,613	.....	805,144	.....
52.	American Samoa.....	..AS..	.....	.....	.....	.....	.....	0	.....
53.	Guam.....	..GU..	.....	.....	.....	2,527	.....	2,527	.....
54.	Puerto Rico.....	..PR..	.....	97	.....	.....	.....	97	.....
55.	US Virgin Islands.....	..VI..	.....	.....	.....	14,111	.....	14,111	.....
56.	Northern Mariana Islands.....	..MP..	.....	.....	.....	.....	.....	0	.....
57.	Canada.....	..CAN..	.....	.....	.....	.....	.....	0	.....
58.	Aggregate Other Alien.....	..XXX..	.....	165	0	0	0	165	0
59.	Subtotal.....	(a).....51	.....	9,948,658	441,356	82,056,035	0	92,446,050	0
90.	Reporting entity contributions for employee benefit plans.....	..XXX..	.....	.....	.....	.....	.....	0	.....
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	..XXX..	.....	.....	.....	.....	.....	0	.....
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	..XXX..	.....	.....	.....	.....	.....	0	.....
93.	Premium or annuity considerations waived under disability or other contract provisions.....	..XXX..	.....	8,937	.....	2,120,055	.....	2,128,991	.....
94.	Aggregate other amounts not allocable by State.....	..XXX..	.....	0	0	0	0	0	0
95.	Totals (Direct Business).....	..XXX..	.....	9,957,595	441,356	84,176,090	0	94,575,041	0
96.	Plus reinsurance assumed.....	..XXX..	.....	417,657	.....	26,023	.....	443,679	.....
97.	Totals (All Business).....	..XXX..	.....	10,375,251	441,356	84,202,112	0	95,018,720	0
98.	Less reinsurance ceded.....	..XXX..	.....	5,056,718	275,536	75,174,376	.....	80,506,630	.....
99.	Totals (All Business) less reinsurance ceded.....	..XXX..	.....	5,318,533	165,821	(b).....9,027,736	0	14,512,090	0

DETAILS OF WRITE-INS

58001.	Other Alien.....	..XXX..	.....165	.....	.....	.....	.....165	.....
58002.	.....	..XXX..	.....	.....	.....	.....	.....0	.....
58003.	.....	..XXX..	.....	.....	.....	.....	.....0	.....
58998.	Summ. of remaining write-ins for line 58 from overflow page.....	..XXX..	.....0	.....0	.....0	.....0	.....0	.....0
58999.	Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	..XXX..	.....165	.....0	.....0	.....0	.....165	.....0
9401.	.....	..XXX..	.....	.....	.....	.....	.....0	.....
9402.	.....	..XXX..	.....	.....	.....	.....	.....0	.....
9403.	.....	..XXX..	.....	.....	.....	.....	.....0	.....
9498.	Summ. of remaining write-ins for line 94 from overflow page.....	..XXX..	.....0	.....0	.....0	.....0	.....0	.....0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	..XXX..	.....0	.....0	.....0	.....0	.....0	.....0

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

Explanation of basis of allocation by states, etc., of premiums and annuity considerations.

Premiums and annuity considerations are allocated on the residences of policyholders.

- (a) Insert the number of "L" responses except for Canada and Other Alien.
(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9, and 10, or with Schedule H, Part 1, Column 1, Line 1. Indicate which:
Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10

Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group
Part 1 - Organizational Chart

	Domiciliary Location	FEIN	NAIC Co. Code
American Financial Group, Inc.	OH	31-1544320	
American Financial Capital Trust II	DE	31-6549738	
American Financial Capital Trust III	DE	16-6543606	
American Financial Capital Trust IV	DE	16-6543609	
American Financial Enterprises, Inc.	CT	31-0996797	
American Money Management Corporation	OH	31-0828578	
American Real Estate Capital Company, LLC (80%)	OH	27-1577326	
MidMarket Capital Partners, LLC (65%)	DE	27-2829629	
APU Holding Company	OH	41-2112001	
American Premier Underwriters, Inc.	PA	23-6000765	
The Associates of the Jersey Company	NJ	23-6297584	
Cal Coal, Inc.	IL	37-1094159	
Great Southwest Corporation	DE	95-2802826	
The Indianapolis Union Railway Company	IN	35-6001691	
Lehigh Valley Railroad Company	PA	13-6400464	
Pennsylvania Lehigh Oil & Gas Holdings LLC	PA	46-1665396	
Magnolia Alabama Holdings, Inc.	DE	20-1548213	
Magnolia Alabama Holdings LLC	AL	20-1574094	
Michigan Oil & Gas Holdings, LLC	MI	46-1852532	
Ohio Oil & Gas Holdings, LLC	OH	46-1480078	
The Owasco River Railway, Inc.	NY	13-6021353	
PCC Real Estate, Inc.	NY	31-1236926	
PCC Technical Industries, Inc.	DE	76-0080537	
PCC Maryland Realty Corp.	MD	31-1388401	
Penn Central Energy Management Company	DE	06-1209709	
Penn Towers, Inc.	PA	23-1537928	
Pennsylvania Oil & Gas Holdings, LLC	PA	46-3246684	
Pennsylvania-Reading Seashore Lines (66.67%)	NJ	23-6000766	
Pittsburgh and Cross Creek Railroad Company (83%)	PA	23-6207599	
Terminal Realty Penn Co.	DC	23-1707450	
Waynesburg Southern Railroad Company	PA	23-1675796	
GAI Insurance Company, Ltd. *	BMU		
Great American Specialty & Affinity Limited	GBR		
Hangar Acquisition Corp.	OH	31-1446308	
Premier Lease & Loan Services Insurance Agency, Inc.	WA	91-1242743	
Premier Lease & Loan Services of Canada, Inc.	WA	91-1508644	
Risico Management Corporation	DE	31-1262960	
Dixie Terminal Corporation	OH	31-0823725	
GAI Holding Bermuda Ltd.	BMU	98-0606803	
GAI Indemnity, Ltd. #	GBR	98-0556144	
Marketform Group Limited	GBR		
Marketform Holdings Limited	GBR		
Lavenham Underwriting Limited #	GBR	98-0412245	
Marketform Hong Kong Limited	HKG		
Marketform Limited	GBR		
Gabinete Marketform SL	ESP		
Marketform Australia Pty Limited	AUS		
Studio Marketform SRL	ITA		
Marketform Management Services Limited	GBR		
Marketform Managing Agency Limited	GBR		
Sampford Underwriting Limited #	GBR	98-0431601	
Marketform Trust Company Limited	GBR		

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Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group
Part 1 - Organizational Chart

	Domiciliary Location	FEIN	NAIC Co. Code
American Financial Group, Inc.	OH	31-1544320	
Great American Financial Resources, Inc. ^	DE	06-1356481	
AAG Insurance Agency, Inc.	KY	31-1422717	
Ceres Group, Inc.	DE	34-1017531	
Continental General Corporation	NE	47-0717079	
Continental General Insurance Company *	OH	47-0463747	71404
QQAgency of Texas, Inc.	TX	34-1947042	
Great American Advisors, Inc.	OH	31-1395344	
Great American Life Insurance Company *	OH	13-1935920	63312
Aerielle IP Holdings, LLC ^	OH	45-2969767	
Aerielle, LLC ^	DE	26-4391696	
Annuity Investors Life Insurance Company *	OH	31-1021738	93661
Bay Bridge Marina Hemingway's Restaurant, LLC (85%)	MD	27-4078277	
Bay Bridge Marina Management, LLC (85%)	MD	27-0513333	
Brothers Management, LLC (99%)	FL	20-1246122	
FT Liquidation, LLC	OH	45-3988240	
GALIC - Bay Bridge Marina, LLC	MD	20-4604276	
GALIC - Sorrento, LLC ^	FL	45-5565693	
GALIC Brothers, Inc. (80%)	OH	31-1391777	
GALIC Pointe, LLC ^	FL	45-1144095	
Manhattan National Holding Corporation	OH	26-3260520	
Manhattan National Life Insurance Company *	OH	45-0252531	67083
Skipjack Marina Corp.	MD	52-2179330	
United Teacher Associates Insurance Company *	TX	58-0869673	63479
UTA Acquisitions, LLC	TX	47-1933937	
Great American Holding, Inc.	OH	42-1575938	
Agricultural Services, LLC	OH	27-3062314	
United States Commodities Producers, LLC (75%)	MT	45-4110027	
United States Livestock Producers, LLC (75%)	NV	27-2354685	
American Empire Surplus Lines Insurance Company *	DE	31-0912199	35351
American Empire Insurance Company *	OH	31-0973761	37990
American Empire Underwriters, Inc.	TX	59-1671722	
GAI Australia Pty Ltd	AUS		
Great American International Insurance Limited *	IRL		
Mid-Continent Casualty Company *	OH	73-0556513	23418
Mid-Continent Assurance Company *	OH	73-1406844	15380
Mid-Continent Excess and Surplus Insurance Company *	DE	38-3803661	13794
Mid-Continent Specialty Insurance Services, Inc.	OK	30-0571535	
Oklahoma Surety Company *	OH	73-0773259	23426
Republic Indemnity Company of America *	CA	95-2801326	22179
Republic Indemnity Company of California *	CA	31-1054123	43753
Summit Consulting, LLC	FL	59-1683711	
Heritage Summit Healthcare, LLC	FL	59-3385208	
Summit Holding Southeast, Inc.	FL	59-3409855	
Bridgefield Employers Insurance Company*	FL	59-1835212	10701
Bridgefield Casualty Insurance Company*	FL	59-3269531	10335

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Part 1 - Organizational Chart

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American Financial Group, Inc.	OH	31-1544320	
Great American Insurance Company *	OH	31-0501234	16691
American Signature Underwriters, Inc.	OH	31-1463075	
Brothers Property Corporation (80%)	OH	59-2840291	
Brothers Le Pavillon, LLC	DE	20-5173494	
Brothers Le Pavillon (SPE), LLC	DE	20-5173589	
Brothers Pennsylvanian Corporation	PA	25-1754638	
Brothers Property Management Corporation	OH	59-2840294	
Crescent Centre Apartments ^	OH	20-4498054	
Crop Managers Insurance Agency, Inc.	KS	31-1277904	
Dempsey & Siders Agency, Inc.	OH	31-0589001	
Eden Park Insurance Brokers, Inc.	CA	31-1341668	
El Aguila, Compañía de Seguros, S.A. de C.V. *	MEX		
Financiadora de Primas Condor, S.A. de C.V. (99%)	MEX		
Farmers Crop Insurance Alliance, Inc.	KS	39-1404033	
FCIA Management Company, Inc.	NY	13-3628555	
Foreign Credit Insurance Association @	NY		
GAI Warranty Company	OH	31-1753938	
GAI Warranty Company of Florida	FL	31-1765544	
GAI Warranty Company of Canada Inc.	CAN		
Global Premier Finance Company	OH	61-1329718	
Great American Agency of Texas, Inc.	TX	74-2693636	
Great American Alliance Insurance Company *	OH	95-1542353	26832
Great American Assurance Company *	OH	15-6020948	26344
Great American Casualty Insurance Company *	OH	61-0983091	39896
Great American Claims Services, Inc.	DE	31-1228726	
Great American Contemporary Insurance Company *	OH	36-4079497	10646
Great American E & S Insurance Company *	DE	31-0954439	37532
Great American Fidelity Insurance Company *	DE	31-1036473	41858
Great American Insurance Agency, Inc.	OH	31-1652643	
Great American Insurance Company of New York *	NY	13-5539046	22136
Great American Lloyd's Insurance Company * @	TX	31-0974853	38024
Great American Lloyd's, Inc.	TX	31-1073664	
Great American Management Services, Inc.	OH	31-0856644	
Great American Protection Insurance Company *	OH	31-1288778	38580
Great American Re Inc.	DE	31-0918893	
Great American Security Insurance Company *	OH	31-1209419	31135
Great American Spirit Insurance Company *	OH	31-1237970	33723
Insurance (GB) Limited *	GBR		
Key Largo Group, Inc.	FL	59-1263251	
National Interstate Corporation (51.4%)	OH	34-1607394	
American Highways Insurance Agency, Inc.	OH	34-1899058	
Explorer RV Insurance Agency, Inc.	OH	31-1548235	
Hudson Indemnity, Ltd.	CYM	98-0191335	
Hudson Management Group, Ltd.	VIR	66-0660039	
National Interstate Insurance Agency, Inc.	OH	34-1607396	
Commercial For Hire Transportation Purchasing Group @	SC		
National Interstate Insurance Company *	OH	34-1607395	32620
National Interstate Insurance Company of Hawaii, Inc. *	OH	99-0345306	11051
TransProtection Service Company	MO	43-1254631	
Triumphe Casualty Company *	OH	95-3623282	41106
Vanliner Insurance Company *	MO	86-0114294	21172
Vanliner Reinsurance Limited *	BMU		
Safety Claims & Litigation Services, LLC	MT	20-5546054	
Safety, Claims and Litigation Services, LLC	OH	46-4570914	
Pinecrest Place LLC	FL	27-2226948	
PLLS Canada Insurance Brokers Inc. (49%)	CAN	871850814	
Professional Risk Brokers, Inc.	IL	31-1293064	
Strategic Comp Holdings, L.L.C.	LA	72-1331800	
Strategic Comp Services, L.L.C.	LA	36-4517754	
Strategic Comp, L.L.C.	LA	32-0050970	
One East Fourth, Inc.	OH	31-0686194	
Pioneer Carpet Mills, Inc.	OH	31-0883227	
TEJ Holdings, Inc.	OH	31-1119320	
Three East Fourth, Inc.	OH	31-0728327	

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