

AMENDED FILING EXPLANATION

Request from domicillary state to make filed 2014 Annual Statement agree to the filed 2014 Audited Statutory Financial Statement. Audited Statutory Financial Statement had reconciling items equal to .3% of equity of the original filed 2014 Annual Statement.



QUARTERLY STATEMENT

As of June 30, 2015

of the Condition and Affairs of the

TRANSAMERICA CASUALTY INSURANCE COMPANY

NAIC Group Code.....0468, 0468
(Current Period) (Prior Period)
Organized under the Laws of OHIO
Incorporated/Organized..... November 15, 1957
Statutory Home Office
Main Administrative Office
Mail Address
Primary Location of Books and Records
Internet Web Site Address
Statutory Statement Contact

NAIC Company Code..... 10952
State of Domicile or Port of Entry OHIO
Commenced Business..... April 15, 1958
366 E. Broad Street, C/O Andrew J. Federico..... Columbus OH US 43215
(Street and Number) (City or Town, State, Country and Zip Code)
4333 Edgewood Road NE..... Cedar Rapids IA US 52499
(Street and Number) (City or Town, State, Country and Zip Code)
4333 Edgewood Road NE..... Cedar Rapids IA US 52499
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)
4333 Edgewood Road NE..... Cedar Rapids IA US 52499
(Street and Number) (City or Town, State, Country and Zip Code)
www.Transamerica.com
Brenda Kay Kraemer
(Name)
brenda.kraemer@transamerica.com
(E-Mail Address)

Employer's ID Number..... 31-4423946
Country of Domicile US
319-355-8511
(Area Code) (Telephone Number)
319-355-8511
(Area Code) (Telephone Number)
319-355-8549
(Area Code) (Telephone Number) (Extension)
319-355-2210
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. Edward H. Walker III	President, Chairman of the Board	2. Michael Allen Eubanks	Senior Vice President, Secretary & Division General Counsel
3. Chad W. Noehren #	Corporate Controller	4.	

OTHER

DIRECTORS OR TRUSTEES

Brenda Kay Clancy	Martha Ann McConnell	Brian Arthur Smith	Michael Allen Eubanks
Glyn Douglas Mangum Jr	Edward H. Walker III	Jason Orlandi	

State of..... Iowa
County of..... Linn

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) Edward H. Walker III 1. (Printed Name) President, Chairman of the Board (Title)	(Signature) Michael Allen Eubanks 2. (Printed Name) Senior Vice President, Secretary & Division General Counsel (Title)	(Signature) Chad W. Noehren 3. (Printed Name) Corporate Controller (Title)
Subscribed and sworn to before me This 12th day of August 2015	a. Is this an original filing? b. If no: 1. State the amendment number 2. Date filed 3. Number of pages attached	Yes [] No [X] 2 10/26/2015 6

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1. Bonds.....	237,331,411	.....0	237,331,411	249,457,704
2. Stocks:				
2.1 Preferred stocks.....	.....0	.....0	.....0	.....0
2.2 Common stocks.....	.....0	.....0	.....0	.....0
3. Mortgage loans on real estate:				
3.1 First liens.....	.....0	.....0	.....0	.....0
3.2 Other than first liens.....	.....0	.....0	.....0	.....0
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	.....0	.....0	.....0	.....0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	.....0	.....0	.....0	.....0
4.3 Properties held for sale (less \$.....0 encumbrances).....	.....0	.....0	.....0	.....0
5. Cash (\$.....(6,863,365)), cash equivalents (\$.....31,997,193) and short-term investments (\$.....27,268,287).....	52,402,115	.....0	52,402,115	15,821,918
6. Contract loans (including \$.....0 premium notes).....	.....0	.....0	.....0	.....0
7. Derivatives.....	.....0	.....0	.....0	.....0
8. Other invested assets.....	651,925	127,866	524,059	91,026
9. Receivables for securities.....	.....0	.....0	.....0	.....0
10. Securities lending reinvested collateral assets.....	16,462,227	.....0	16,462,227	18,672,964
11. Aggregate write-ins for invested assets.....	.....0	.....0	.....0	.....0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	306,847,678	127,866	306,719,812	284,043,612
13. Title plants less \$.....0 charged off (for Title insurers only).....	.....0	.....0	.....0	.....0
14. Investment income due and accrued.....	2,508,056	.....0	2,508,056	2,573,704
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	17,080,611	.....0	17,080,611	14,031,001
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	.....0	.....0	.....0	.....0
15.3 Accrued retrospective premiums.....	.....0	.....0	.....0	.....0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	8,662,227	.....0	8,662,227	7,901,000
16.2 Funds held by or deposited with reinsured companies.....	.....0	.....0	.....0	.....0
16.3 Other amounts receivable under reinsurance contracts.....	7,437	.....0	7,437	47,190
17. Amounts receivable relating to uninsured plans.....	.....0	.....0	.....0	.....0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	.....0	.....0	.....0	.....0
18.2 Net deferred tax asset.....	4,276,944	364,844	3,912,100	3,500,978
19. Guaranty funds receivable or on deposit.....	8,880	.....0	8,880	7,116
20. Electronic data processing equipment and software.....	.....0	.....0	.....0	.....0
21. Furniture and equipment, including health care delivery assets (\$.....0).....	.....0	.....0	.....0	.....0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	.....0	.....0	.....0	.....0
23. Receivables from parent, subsidiaries and affiliates.....	.....0	.....0	.....0	.....0
24. Health care (\$.....0) and other amounts receivable.....	.....0	.....0	.....0	.....0
25. Aggregate write-ins for other than invested assets.....	4,846,164	.....0	4,846,164	310,265
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	344,237,997	492,710	343,745,287	312,414,866
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	.....0	.....0	.....0	.....0
28. Total (Lines 26 and 27).....	344,237,997	492,710	343,745,287	312,414,866

DETAILS OF WRITE-INS

1101. ....	.....0	.....0	.....0	.....0
1102. ....	.....0	.....0	.....0	.....0
1103. ....	.....0	.....0	.....0	.....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. Accounts receivable.....	4,842,664	.....0	4,842,664	310,265
2502. Investment receivable.....	3,500	.....0	3,500	.....0
2503. ....	.....0	.....0	.....0	.....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).....	4,846,164	.....0	4,846,164	310,265

TRANSAMERICA CASUALTY INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$....43,389,607).....	82,959,381	74,795,761
2. Reinsurance payable on paid losses and loss adjustment expenses.....	8,064	(437,815)
3. Loss adjustment expenses.....	3,394,974	3,390,688
4. Commissions payable, contingent commissions and other similar charges.....	6,533,720	8,703,204
5. Other expenses (excluding taxes, licenses and fees).....	605,004	468,366
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	114,630	1,229,738
7.1 Current federal and foreign income taxes (including \$....56,746 on realized capital gains (losses)).....	223,057	2,464,882
7.2 Net deferred tax liability.....	0	0
8. Borrowed money \$....159,766 and interest thereon \$....25,000.....	184,766	10,084,917
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....20,081,240 and including warranty reserves of \$....98,538 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act.....	43,216,954	36,782,305
10. Advance premium.....	0	69
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions).....	7	3,051
13. Funds held by company under reinsurance treaties.....	35,715,988	36,046,335
14. Amounts withheld or retained by company for account of others.....	0	0
15. Remittances and items not allocated.....	915,852	880,447
16. Provision for reinsurance (including \$.....0 certified).....	8,398,229	7,743,586
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	0	0
18. Drafts outstanding.....	0	0
19. Payable to parent, subsidiaries and affiliates.....	21,765,973	15,636,839
20. Derivatives.....	0	0
21. Payable for securities.....	0	0
22. Payable for securities lending.....	16,462,227	18,672,964
23. Liability for amounts held under uninsured plans.....	0	0
24. Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	(36,327,340)	(33,961,463)
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	184,171,486	182,503,874
27. Protected cell liabilities.....	0	0
28. Total liabilities (Lines 26 and 27).....	184,171,486	182,503,874
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....	8,724,386	8,724,386
31. Preferred capital stock.....	0	0
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....	0	0
34. Gross paid in and contributed surplus.....	92,217,108	67,217,108
35. Unassigned funds (surplus).....	58,632,307	53,969,498
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....	0	0
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	159,573,801	129,910,992
38. Totals (Page 2, Line 28, Col. 3).....	343,745,287	312,414,866

DETAILS OF WRITE-INS		
2501. Contingency reserves.....	1,500,000	938,445
2502. Accident & sickness active life reserves.....	171,779	3,288,032
2503. Retroactive reinsurance reserve ceded.....	(37,999,119)	(38,187,940)
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).....	(36,327,340)	(33,961,463)
2901.	0	0
2902.	0	0
2903.	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201.	0	0
3202.	0	0
3203.	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

TRANSAMERICA CASUALTY INSURANCE COMPANY
STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....176,300,638).....	170,095,215	145,046,522	328,907,430
1.2 Assumed..... (written \$.....(11,919)).....	162,866	578,951	928,747
1.3 Ceded..... (written \$.....14,689,305).....	15,105,338	24,053,952	49,570,689
1.4 Net..... (written \$.....161,599,414).....	155,152,743	121,571,521	280,265,488
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....97,614,570):			
2.1 Direct.....	107,022,238	85,289,608	188,581,377
2.2 Assumed.....	556,519	1,507,893	3,280,879
2.3 Ceded.....	8,684,155	10,443,431	20,522,441
2.4 Net.....	98,894,602	76,354,070	171,339,815
3. Loss adjustment expenses incurred.....	4,287	1,973	1,740,827
4. Other underwriting expenses incurred.....	57,838,077	48,190,525	99,261,141
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	156,736,966	124,546,568	272,341,783
7. Net income of protected cells.....	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(1,584,223)	(2,975,047)	7,923,705
INVESTMENT INCOME			
9. Net investment income earned.....	5,305,005	5,553,883	12,152,318
10. Net realized capital gains (losses) less capital gains tax of \$.....88,148.....	159,408	(15,013)	(286,095)
11. Net investment gain (loss) (Lines 9 + 10).....	5,464,413	5,538,870	11,866,223
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	0	0
13. Finance and service charges not included in premiums.....	0	0	0
14. Aggregate write-ins for miscellaneous income.....	3,464,237	(56,042)	1,847,437
15. Total other income (Lines 12 through 14).....	3,464,237	(56,042)	1,847,437
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	7,344,427	2,507,781	21,637,365
17. Dividends to policyholders.....	0	0	0
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	7,344,427	2,507,781	21,637,365
19. Federal and foreign income taxes incurred.....	1,435,671	1,437,470	6,647,050
20. Net income (Line 18 minus Line 19) (to Line 22).....	5,908,756	1,070,311	14,990,315
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	129,910,992	118,121,576	118,121,576
22. Net income (from Line 20).....	5,908,756	1,070,311	14,990,315
23. Net transfers (to) from Protected Cell accounts.....	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(109,551).....	(203,453)	165,632	281,360
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
26. Change in net deferred income tax.....	613,709	1,235,957	(3,015,292)
27. Change in nonadmitted assets.....	(440,005)	(278,513)	1,737,459
28. Change in provision for reinsurance.....	(654,643)	(1,848,770)	(2,215,320)
29. Change in surplus notes.....	0	0	0
30. Surplus (contributed to) withdrawn from protected cells.....	0	0	0
31. Cumulative effect of changes in accounting principles.....	0	0	0
32. Capital changes:			
32.1 Paid in.....	0	0	0
32.2 Transferred from surplus (Stock Dividend).....	0	0	0
32.3 Transferred to surplus.....	0	0	0
33. Surplus adjustments:			
33.1 Paid in.....	25,000,000	0	0
33.2 Transferred to capital (Stock Dividend).....	0	0	0
33.3 Transferred from capital.....	0	0	0
34. Net remittances from or (to) Home Office.....	0	0	0
35. Dividends to stockholders.....	0	0	0
36. Change in treasury stock.....	0	0	0
37. Aggregate write-ins for gains and losses in surplus.....	(561,555)	7,613	10,894
38. Change in surplus as regards policyholders (Lines 22 through 37).....	29,662,809	352,230	11,789,416
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	159,573,801	118,473,806	129,910,992
DETAILS OF WRITE-INS			
0501.	0	0	0
0502.	0	0	0
0503.	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Accident and sickness active life reserve.....	3,116,253	(30,410)	(608,306)
1402. Change in retroactive reinsurance ceded.....	489,199	0	2,583,003
1403. Miscellaneous income.....	212,941	453,052	723,272
1498. Summary of remaining write-ins for Line 14 from overflow page.....	(354,156)	(478,684)	(850,532)
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	3,464,237	(56,042)	1,847,437
3701. Change in contingency reserve.....	(561,555)	7,613	10,894
3702.	0	0	0
3703.	0	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	(561,555)	7,613	10,894

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of the Company are presented on the basis of accounting practices prescribed 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 operation of an insurance company for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio. While the Commissioner of Insurance has the right to permit specific practices that deviate from prescribed practices, none are included within this financial statement.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below:

	State of Domicile	June 30, 2015	December 31, 2014
Net Income, State of Ohio Basis	OH	\$ 5,908,756	\$ 14,990,315
State Prescribed Practices	OH	-	-
State Permitted Practices	OH	-	-
Net Income, NAIC SAP	OH	<u>\$ 5,908,756</u>	<u>\$ 14,990,315</u>
Statutory Surplus, State of Ohio Basis	OH	\$ 159,573,801	\$ 129,910,992
State Prescribed Practices	OH	-	-
State Permitted Practices	OH	-	-
Statutory Surplus, NAIC SAP	OH	<u>\$ 159,573,801</u>	<u>\$ 129,910,992</u>

C. Accounting Policy

- (6) Investments in loan-backed securities are stated at amortized cost, except those with an initial NAIC designation of 6, which are stated at the lower of amortized cost or fair value. The retrospective adjustment method is used to value all securities unless the security has been impaired.

2. Accounting Changes and Corrections of Errors

Effective January 1, 2015 the Company adopted guidance that moves wholly-owned, single member/single asset LLCs where the underlying asset is real estate, into the scope of Statement of Statutory Accounting Principles (SSAP) No. 40R, *Real Estate Investments*, when specific conditions are met, and clarifies in SSAP No. 48, *Joint Ventures, Partnerships and Limited Liability Companies*, that these types of investments are within the scope of SSAP No. 40R. The adoption of this guidance did not impact the financial position or results of operations of the Company.

3. Business Combinations and Goodwill - Not applicable.

4. Discontinued Operations - No significant change.

5. Investments

D. Loan-Backed Securities

- (1) Prepayment assumptions were obtained from BlackRock or Bloomberg prepayment models. If assumptions were not available from these sources, internal estimates were used.
- (2) There were no loan-backed securities with a recognized other-than-temporary impairment (OTTI) due to intent to sell or lack of intent and ability to hold during the six months ended June 30, 2015.
- (3) The following loan-backed and structured security was held at June 30, 2015, for which an OTTI had been recognized during the current reporting period:

1	2	3	4	5	6	7
CUSIP	Book/Adj Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized OTTI	Amortized Cost After OTTI	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
52522QAM4	\$ 336,013	\$ 331,328	\$ 4,685	\$ 331,328	\$ 294,686	1Q 2015
52522QAM4	323,960	323,124	835	323,124	287,611	2Q 2015
Total	xxx	xxx	\$ 5,521	xxx	xxx	xxx

- (4) The unrealized losses of loan-backed and structured securities where fair value is less than cost or amortized cost for which an OTTI has not been recognized in earnings as of June 30, 2015 are as follows:

a. The aggregate amount of unrealized losses:			
1.	Less than 12 months	\$	444,404
2.	12 months or longer	\$	154,982
b. The aggregate related fair value of securities with unrealized losses:			
1.	Less than 12 months	\$	25,993,829
2.	12 months or longer	\$	4,431,564

E. Repurchase Agreements and/or Securities Lending Transactions

- (1) For mortgage-backed securities dollar repurchase agreements, 100% of the fair market value of the securities is transferred by the counterparty to the Company as collateral. Cash received as collateral will be invested as needed or used for general corporate purposes of the Company. At June 30, 2015, securities with a book value of \$289,453 and a fair value of \$10,788 were subject to dollar repurchase agreements. These securities have a maturity date of June 1, 2045.
- (3) Collateral Received
- b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged \$16,675,932

I. Working Capital Finance Investments - None.

J. Offsetting and Netting of Assets and Liabilities - Not Applicable.

6. Joint Ventures, Partnerships, and Limited Liability Companies - No significant change.

NOTES TO FINANCIAL STATEMENTS

7. Investment Income - No change.
8. Derivative Instruments - None.
9. Income Taxes - No significant change.
10. Information Concerning Parent, Subsidiaries and Affiliates

A-C. The Company received a capital contribution of \$25,000,000 from its parent, AEGON USA, LLC, on March 31, 2015.
11. Debt

A. The Company has an outstanding liability for borrowed money in the amount of \$184,766, which includes accrued interest, due to participation in dollar repurchase agreements.

B. FHLB (Federal Home Loan Bank Agreements) - None.
12. Retirement Plans, Deferred Compensation, Post-Employment Benefits and Compensated Absences, and Other Post-Retirement Benefit Plans

A. Defined Benefit Plan - Not applicable.
13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations - No significant change.
14. Liabilities, Contingencies, and Assessments - No significant change.
15. Leases - None.
16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk – None.
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

B. Transfer and Servicing of Financial Assets

(2) Not applicable.

(4) a. and b. Not applicable.

C. Wash Sales - None.
18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - None.
19. Direct Premiums Written/Produced by Managing General Agents/Third Party Administrators - No significant change.
20. Fair Value Measurements

A. (1) Fair Value Measurements at Reporting Date

The following table provides information about the Company's financial assets and liabilities measured at fair value as of June 30, 2015:

(1) Description	(2) (Level 1)	(3) (Level 2)	(4) (Level 3)	(5) Total
a. Assets at fair value				
Bonds				
Industrial and misc	\$ -	\$ 1,813,229	\$ -	\$ 1,813,229
Total bonds	\$ -	\$ 1,813,229	\$ -	\$ 1,813,229
Short-term				
Government	\$ -	\$ 984	\$ -	\$ 984
Industrial and misc	-	31,997,193	-	31,997,193
Mutual funds	-	27,267,303	-	27,267,303
Total short-term	\$ -	\$ 59,265,480	\$ -	\$ 59,265,480
Securities lending reinvested collateral	\$ -	\$ 12,393,210	\$ -	\$ 12,393,210
Total assets at fair value	<u>\$ -</u>	<u>\$ 73,471,919</u>	<u>\$ -</u>	<u>\$ 73,471,919</u>
b. Liabilities at fair value	\$ -	\$ -	\$ -	\$ -
Total liabilities at fair value	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

- (2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy - None.
- (3) The Company's policy is to recognize transfers in and out of Level 3 as of the beginning of the reporting period.
- (4) Bonds classified in Level 2 are valued using inputs from third party pricing services or broker quotes.

Short-term investments are classified as Level 2 as they are carried at amortized cost, which approximates fair value.

Securities lending reinvested collateral is valued and classified in the same way as the underlying collateral, which is primarily composed of short-term investments.

NOTES TO FINANCIAL STATEMENTS

C. Fair Value Hierarchy by Type of Financial Instrument

The following table sets forth a comparison of the estimated fair values and carrying amounts of the Company's financial instruments, including those not measured at fair value in the balance sheets, as of June 30, 2015:

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Type of Financial Instrument	Aggregate Fair Value	Admitted Assets/Liabilities	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Admitted assets:						
Cash equivalents & short-term investments, other than affiliates	\$ 59,265,480	\$ 59,265,480	\$ -	\$ 59,265,480	\$ -	\$ -
Bonds	246,054,788	237,331,411	30,085,294	211,906,724	4,062,770	-
Other invested assets	440,000	440,000	-	440,000	-	-
Securities lending reinvested collateral	16,462,073	16,462,227	-	16,462,073	-	-
Liabilities:						
Payable to parent, subsidiaries and affiliates	\$ 21,765,973	\$ 21,765,973	\$ -	\$ 21,765,973	\$ -	\$ -

D. Not Practicable to Estimate Fair Value - Not applicable.

21. Other Items - No significant change.

22. Events Subsequent

The Company is not aware of any Type I Recognized or Type II Non-recognized events subsequent to June 30, 2015, that may have a material effect upon the Company's financial statements. Subsequent events were evaluated through October 23, 2015, the date these amended statutory financial statements were available to be issued.

23. Reinsurance - No significant change.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

F. Risk Sharing Provisions of the Affordable Care Act (ACA)

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)? NO

The Company did not write any accident and health insurance premiums which are subject to the ACA risk sharing provisions. No amounts are included in the financial statements for any of the risk sharing programs for the period ending June 30, 2015.

25. Change in Incurred Losses and Loss Adjustment Expenses - No significant change.

26. Intercompany Pooling Arrangements - None.

27. Structured Settlements - No significant change.

28. Health Care Receivables - None.

29. Participating Policies - None.

30. Premium Deficiency Reserves - No significant change.

31. High Deductibles - None.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses - None.

33. Asbestos/Environmental Reserves - No significant change.

34. Subscriber Savings Accounts - None.

35. Multiple Peril Crop Insurance - None.

36. Financial Guaranty Insurance - No significant change.