



QUARTERLY STATEMENT

As of September 30, 2015
of the Condition and Affairs of the

Falls Lake National Insurance Company

NAIC Group Code.....3494, 3494 (Current Period) (Prior Period)	NAIC Company Code..... 31925	Employer's ID Number..... 42-1019055
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated/Organized..... February 6, 1974	Commenced Business..... February 21, 1974	
Statutory Home Office	52 East Gay Street..... Columbus OH US 43215 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	6131 Falls of Neuse Rd., Suite 306..... Raleigh NC US 27609 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	919-882-3500 <i>(Area Code) (Telephone Number)</i>
Mail Address	6131 Falls of Neuse Rd., Suite 306..... Raleigh NC US 27609 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	6131 Falls of Neuse Rd., Suite 306..... Raleigh NC US 27609 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	919-882-3500 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.fallslakeins.com	
Statutory Statement Contact	Aileen K. Celentano <i>(Name)</i> accounting@stonewoodins.com <i>(E-Mail Address)</i>	919-882-3536 <i>(Area Code) (Telephone Number) (Extension)</i> 888-698-7290 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. Steven J. Hartman	President/CEO	2. Thomas R. Fauerbach	Secretary/CFO
3. Michael E. Crow	Treasurer	4. Gregg T. Davis	Chairman

OTHER

Joseph R. Raia	Controller
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DIRECTORS OR TRUSTEES

Gregg T. Davis	Steven J. Hartman	Michael E. Crow	Thomas R. Fauerbach
Joseph R. Raia			

State of..... North Carolina
County of..... Wake

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) Steven J. Hartman 1. (Printed Name) President/CEO (Title)	_____ (Signature) Thomas R. Fauerbach 2. (Printed Name) Secretary/CFO (Title)	_____ (Signature) Michael E. Crow 3. (Printed Name) Treasurer (Title)
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Subscribed and sworn to before me
This 11th day of November

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

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	19,802,366	.0	19,802,366	6,798,070
2. Stocks:				
2.1 Preferred stocks.....	1,958,760	.0	1,958,760	.0
2.2 Common stocks.....	28,719,072	.0	28,719,072	40,323,931
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 (\$....4,845,193), cash equivalents (\$.....0 and short-term investments (\$....329,489).....	5,174,682	.0	5,174,682	2,254,068
6. Contract loans (including \$.....0 premium notes).....	.0	.0	.0	.0
7. Derivatives.....	.0	.0	.0	.0
8. Other invested assets.....	.0	.0	.0	.0
9. Receivables for securities.....	.0	.0	.0	.0
10. Securities lending reinvested collateral assets.....	.0	.0	.0	.0
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	55,654,880	.0	55,654,880	49,376,069
13. Title plants less \$.....0 charged off (for Title insurers only).....	.0	.0	.0	.0
14. Investment income due and accrued.....	100,154	.0	100,154	20,737
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	21,776,629	276,281	21,500,348	17,964,065
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	6,971,739	.0	6,971,739	9,185,861
15.3 Accrued retrospective premiums.....	.0	.0	.0	.0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	13,586,923	.0	13,586,923	10,160,891
16.2 Funds held by or deposited with reinsured companies.....	191,405,349	.0	191,405,349	176,294,270
16.3 Other amounts receivable under reinsurance contracts.....	.0	.0	.0	.0
17. Amounts receivable relating to uninsured plans.....	.0	.0	.0	.0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	5,800	.0	5,800	303,982
18.2 Net deferred tax asset.....	2,159,970	1,301,842	858,128	857,976
19. Guaranty funds receivable or on deposit.....	.0	.0	.0	.0
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	167,407
24. Health care (\$.....0) and other amounts receivable.....	.0	.0	.0	.0
25. Aggregate write-ins for other than invested assets.....	.0	.0	.0	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	291,661,444	1,578,123	290,083,321	264,331,258
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	.0	.0	.0	.0
28. Total (Lines 26 and 27).....	291,661,444	1,578,123	290,083,321	264,331,258

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.....	.0	.0	.0	.0
2502.....	.0	.0	.0	.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).....	.0	.0	.0	.0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$...3,513,990).....	12,834,900	11,706,425
2. Reinsurance payable on paid losses and loss adjustment expenses.....	13,677,412	10,888,240
3. Loss adjustment expenses.....	8,051,408	7,682,312
4. Commissions payable, contingent commissions and other similar charges.....	2,223,393	2,781,557
5. Other expenses (excluding taxes, licenses and fees).....	257,470	290,065
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	1,154,694	874,476
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	.0	.0
7.2 Net deferred tax liability.....	.0	.0
8. Borrowed money \$.....0 and interest thereon \$.....0.....	.0	.0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....49,232,484 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act.....	4,410,748	3,818,601
10. Advance premium.....	.0	.0
11. Dividends declared and unpaid:		
11.1 Stockholders.....	.0	.0
11.2 Policyholders.....	.0	.0
12. Ceded reinsurance premiums payable (net of ceding commissions).....	25,202,209	20,144,134
13. Funds held by company under reinsurance treaties.....	169,795,678	155,810,651
14. Amounts withheld or retained by company for account of others.....	27,747	21,813
15. Remittances and items not allocated.....	1,164,368	.0
16. Provision for reinsurance (including \$.....0 certified).....	.0	667,000
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.....	1,946	21,553
20. Derivatives.....	.0	.0
21. Payable for securities.....	.0	.0
22. Payable for securities lending.....	.0	.0
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.....	94,843	69,018
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	238,896,816	214,775,845
27. Protected cell liabilities.....	.0	.0
28. Total liabilities (Lines 26 and 27).....	238,896,816	214,775,845
29. Aggregate write-ins for special surplus funds.....	.0	.0
30. Common capital stock.....	4,200,000	4,200,000
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.....	38,558,551	38,558,551
35. Unassigned funds (surplus).....	8,427,954	6,796,862
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).....	51,186,505	49,555,413
38. Totals (Page 2, Line 28, Col. 3).....	290,083,321	264,331,258

DETAILS OF WRITE-INS

2501. Deferred ceding commission.....	.0	42,308
2502. Policyholder deposits.....	94,843	26,710
2503. ....	.0	.0
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).....	94,843	69,018
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

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 \$...32,286,864).....	25,780,273	5,527,825	13,215,078
1.2 Assumed..... (written \$...66,590,936).....	61,518,348	46,883,944	66,384,960
1.3 Ceded..... (written \$...90,144,897).....	79,157,864	46,243,363	70,812,089
1.4 Net..... (written \$...8,732,903).....	8,140,757	6,168,406	8,787,949
DEDUCTIONS:			
2. Losses incurred (current accident year \$...3,789,003):			
2.1 Direct.....	18,296,226	3,603,211	9,017,176
2.2 Assumed.....	22,469,984	11,366,726	16,424,935
2.3 Ceded.....	37,763,621	13,447,344	23,202,948
2.4 Net.....	3,002,589	1,522,593	2,239,163
3. Loss adjustment expenses incurred.....	2,318,010	1,941,690	2,718,727
4. Other underwriting expenses incurred.....	2,417,673	2,445,995	3,093,600
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	7,738,272	5,910,278	8,051,490
7. Net income of protected cells.....	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	402,485	258,128	736,459
INVESTMENT INCOME			
9. Net investment income earned.....	183,812	49,409	66,804
10. Net realized capital gains (losses) less capital gains tax of \$...1,785.....	3,315	0	0
11. Net investment gain (loss) (Lines 9 + 10).....	187,127	49,409	66,804
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$...443).....	(443)	(25)	(27)
13. Finance and service charges not included in premiums.....	654	211	347
14. Aggregate write-ins for miscellaneous income.....	0	0	0
15. Total other income (Lines 12 through 14).....	211	186	320
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	589,823	307,723	803,583
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).....	589,823	307,723	803,583
19. Federal and foreign income taxes incurred.....	204,567	65,417	172,672
20. Net income (Line 18 minus Line 19) (to Line 22).....	385,256	242,306	630,911
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	49,555,413	47,741,085	47,741,085
22. Net income (from Line 20).....	385,256	242,306	630,911
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 \$.....0.....	854,965	1,330,961	1,891,079
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
26. Change in net deferred income tax.....	112,853	(18,574)	(98,617)
27. Change in nonadmitted assets.....	(388,982)	(131,886)	27,955
28. Change in provision for reinsurance.....	667,000	30,000	(637,000)
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.....	0	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.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	1,631,092	1,452,807	1,814,328
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	51,186,505	49,193,892	49,555,413
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.	0	0	0
1402.	0	0	0
1403.	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	0	0	0
3701.	0	0	0
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).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	12,192,537	2,427,088	3,978,960
2. Net investment income.....	117,359	54,454	66,085
3. Miscellaneous income.....	211	186	320
4. Total (Lines 1 through 3).....	12,310,107	2,481,728	4,045,365
5. Benefit and loss related payments.....	17,622,053	8,246,722	10,790,505
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	4,677,128	977,692	1,490,812
8. Dividends paid to policyholders.....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$..... 1,785 tax on capital gains (losses).....	(91,830)	6,515	87,222
10. Total (Lines 5 through 9).....	22,207,351	9,230,929	12,368,539
11. Net cash from operations (Line 4 minus Line 10).....	(9,897,244)	(6,749,201)	(8,323,174)
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	81,407	0	0
12.2 Stocks.....	12,500,000	2,406	0
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	5,100	0	0
12.7 Miscellaneous proceeds.....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	12,586,507	2,406	0
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	13,098,667	0	0
13.2 Stocks.....	1,998,936	2,406	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	15,097,603	2,406	0
14. Net increase or (decrease) in contract loans and premium notes.....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(2,511,096)	0	0
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	15,328,954	7,846,845	9,993,635
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	15,328,954	7,846,845	9,993,635
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).....	2,920,614	1,097,644	1,670,461
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	2,254,068	583,607	583,607
19.2 End of period (Line 18 plus Line 19.1).....	5,174,682	1,681,251	2,254,068
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001	0	0	0

NOTES TO FINANCIAL STATEMENTS**Note 1 - Summary of Significant Accounting Policies**

A. Accounting Practices

The financial statements of Falls Lake National Insurance Company ("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 purposes of determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners ("NAIC") *Accounting Practices and Procedures Manual* (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Ohio. The Insurance Commissioner has the right to permit other specific practices that deviate from prescribed practices.

	State of Domicile	2015	2014
NET INCOME			
(1) Falls Lake National Insurance Company state basis (Page 4, Line 20, Columns 1 & 3)	OH	385,256	630,911
(2) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(3) State Permitted Practices that increase/decrease NAIC SAP		0	0
(4) NAIC SAP (1 – 2 – 3 = 4)	OH	385,256	630,911
SURPLUS			
(5) Falls Lake National Insurance Company state basis (Page 3, line 37, Columns 1 & 2)	OH	51,186,505	49,555,413
(6) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(7) State Permitted Practices that increase/decrease NAIC SAP		0	0
(8) NAIC SAP (5 – 6 – 7 = 8)	OH	51,186,505	49,555,413

C. Accounting Policy

- (4) Preferred stocks are stated at fair value.
- (6) The Company does not invest in loan-backed securities.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans – Not applicable.
- B. Debt Restructuring – Not applicable.
- C. Reverse Mortgages – Not applicable.
- D. Loan-Backed Securities – The Company does not invest in loan-backed securities.
- E. Repurchase Agreements and/or Securities Lending Transactions – The Company does not participate in repurchase agreements or securities lending activities.
 - (3) Collateral Received
 - b. Not applicable.
- F. Real Estate – Not applicable.
- G. Investments in Low-Income Housing Tax Credits – Not applicable.
- H. Restricted Assets – No significant change.

NOTES TO FINANCIAL STATEMENTS

- I. Working Capital Finance Investments – The Company does not have working capital finance investments.
- (2) Not applicable
- (3) Not applicable
- J. Offsetting and Netting of Assets and Liabilities – Not applicable.
- K. Structured Notes -- Not applicable

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

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

A., C. - H., K. and L. No significant change.

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

On March 23, 2015, the Company received an extraordinary distribution of \$12,500,000 from its wholly owned subsidiary, Stonewood Insurance Company (NAIC #11828). The transaction was recorded by Stonewood Insurance as a reduction to gross paid in and contributed surplus; and by Falls Lake National as a reduction to the booked basis in its subsidiary.

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

See Note 10.B.

Note 11 - Debt

No significant change

- B. FHLB (Federal Home Loan Bank) Agreements -- The Company does not have any FHLB (Federal Home Loan Bank) Agreements.

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

No significant change.

- A. Defined Benefit Plan -- The Company does not have a defined benefit plan.

(4) Not applicable

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

At September 30, 2015, the Company's surplus as regards policyholders was \$51,186,505.

Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below at September 30, 2015 is as follows:

- a. Cumulative net unrealized gains/(losses), net of tax of \$-0-, \$5,449,421.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

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

A. Transfer of Receivables Reported as Sales -- Not applicable.

B. Transfer and Servicing of Financial Assets -- Not applicable.

(2)

- a. Not applicable.
- b. Not applicable.
- c. Not applicable.

(4)

- a. Not applicable
- b. Not applicable.

C. Wash Sales

(1) Not applicable

(2) Not applicable

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

No significant change.

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

Name and Address of Managing General Agent or Third Party Administrator	FEIN Number	Exclusive Contract	Types of Business Written	Types of Authority Granted	Total Direct Premiums Written/Produced By
Rocky Mountain Insurance Services LLC, 5051 Journal Center Blvd NE, Albuquerque, NM 87109	84-1440132	YES	Property, CMP, General Liability, Commercial Auto	U,B,P,CA,C	9,705
Midwestern Insurance Alliance, LLC, P.O. Box 436909, Louisville, KY 40253-6909	45-4348276	YES	Workers' Compensation	U,B,P,CA,C	6,089
AE Underwriters Agency, Inc., 444 Madison Ave., Suite 501, New York, NY 10022	46-3127467	NO	Commercial Package	U,B,P,CA,C	3,687
Total	XXX	XXX	XXX	XXX	19,481

Note 20 - Fair Value

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

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

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

The Company attempts to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. There are three levels of inputs that may be used to measure fair value: (1) Level 1: quoted price (unadjusted) in active markets for identical assets, (2) Level 2: inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the instrument, and (3) Level 3: inputs to the valuation methodology are unobservable for the asset or liability.

Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date.

NOTES TO FINANCIAL STATEMENTS

To measure fair value, the Company obtains quoted market prices for its investment securities. If a quoted market price is not available, the Company uses prices of similar securities. Values for U.S. Treasury and publicly traded equity securities are generally based on Level 1 inputs which use the market approach valuation technique. The values for all other bonds (including state and municipal securities and obligations of U.S. government corporations and agencies) generally incorporate significant Level 2 inputs using the market approach and income approach valuation techniques. There have been no changes in the Company's use of valuation techniques during 2015. There were no transfers between Level 1 and Level 2 or between Level 2 and Level 3 during 2015.

(1) Fair Value Measurements at Reporting Date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Bonds are reported at amortized cost	0	0	0	0
Preferred Stock	0	1,958,760	0	1,958,760
Short-term investments are carried at amortized cost	0	0	0	0
Total	0	1,958,760	0	1,958,760

Liabilities at Fair Value	Level 1	Level 2	Level 3	Total
Not applicable	0	0	0	0
Total	0	0	0	0

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

a. Assets	Beginning Balance at Period	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 Period
Not applicable	0	0	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0	0	0

b. Liabilities	Beginning Balance at Period	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 Period
Not applicable	0	0	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	0	0	0

(3) The Company has a policy to recognize transfers between levels at the beginning of the reporting period.

(4) See narrative above for Level 2 valuation techniques. The Company does not have any Level 3 assets.

(5) The Company does not own derivative assets or liabilities.

B. Other Fair Value Disclosures -- Not applicable.

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	19,952,455	19,802,366	4,950,252	15,002,203	0	0
Preferred Stock	1,958,760	1,958,760	0	1,958,760	0	0
Short Term Investments	329,489	329,489	149,541	179,948	0	0

D. Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Not applicable	0	0.000		

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

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

NOTES TO FINANCIAL STATEMENTS

- (1) Not applicable.
(2) Not applicable.
(3) Not applicable.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

The following table provides an analysis of the change in loss and loss adjustment expense reserves net of reinsurance recoverables for the indicated periods:

	<u>9/30/2015</u>	<u>12/31/2014</u>
Reserves, Net of Reinsurance Recoverables at		
Beginning of Year	\$ 19,388,737	\$ 18,722,122
Add: Provision of Claims Occurring During:		
Current Year	6,617,772	7,357,734
Prior Years	(1,297,172)	(2,399,844)
Incurred Losses/Expenses	<u>5,320,600</u>	<u>4,957,890</u>
Deduct: Payments for Claims Occurring During:		
Current Year	878,966	930,562
Prior Years	2,944,064	3,360,713
	<u>3,823,030</u>	<u>4,291,275</u>
Reserves, net of Reins Recoverables at End of Period	<u>\$ 20,886,307</u>	<u>\$ 19,388,737</u>

Reserves for incurred losses and LAE attributable to insured events of prior years, decreased by approximately \$1,297,000 in 2015, resulting primarily from other liability and products liability - claims made lines of business. This change is the result of an ongoing analysis of recent development trends and additional information regarding individual claims.

Note 26 - Intercompany Pooling Arrangements

No significant change.

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

Note 29 - Participating Policies

No significant change.

Note 30 - Premium Deficiency Reserves

No significant change.

Note 31 - High Deductibles

No significant change.

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

No significant change.

Note 33 - Asbestos/Environmental Reserves

No significant change.

Note 34 - Subscriber Savings Accounts

No significant change.

Note 35 - Multiple Peril Crop Insurance

No significant change.

Note 36 - Financial Guaranty Insurance

No significant change.

B. Schedule of Insured Financial Obligations at the End of the Period -- Not applicable

NOTES TO FINANCIAL STATEMENTS

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES****GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes No
- 1.2 If yes, has the report been filed with the domiciliary state? Yes No
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes No
- 2.2 If yes, date of change: _____

- 3.1 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 and 1A. Yes No
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes No
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
Not applicable
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
Not applicable	0	

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? If yes, attach an explanation. Yes No N/A

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2014
- 6.2 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
- 6.3 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). 03/04/2013

- 6.4 By what department or departments?
Ohio Department of Insurance
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with the Department? Yes No N/A
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No N/A
- 7.1 Has this 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

- 7.2 If yes, give full information:
Not applicable
- 8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes No

- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
Not applicable
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes No

- 8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
Not applicable					

- 9.1 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.

- 9.11 If the response to 9.1 is No, please explain:
Not applicable
- 9.2 Has the code of ethics for senior managers been amended? Yes No

- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
Not applicable

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

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

Not applicable

FINANCIAL

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

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

Not applicable

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0

13. Amount of real estate and mortgages held in short-term investments: \$ 0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No []

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$ 0	\$ 0
14.22 Preferred Stock	0	0
14.23 Common Stock	40,323,931	28,719,072
14.24 Short-Term Investments	0	0
14.25 Mortgage Loans on Real Estate	0	0
14.26 All Other	0	0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$ 40,323,931	\$ 28,719,072
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$ 0	\$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

Not applicable

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0

16.3 Total payable for securities lending reported on the liability page: \$ 0

17. 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 []

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

1 Name of Custodian(s)	2 Custodian Address
SunTrust Bank	P.O. Box 465 Atlanta, GA 30302

17.2 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)
Not applicable		

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
Not applicable			Not applicable

17.5 Identify all investment advisors, broker/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	2 Name(s)	3 Address
Not applicable	Gen Re-New England Asset Management, Inc.	74 Batterson Park Rd., Farmington, CT 06032

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

18.2 If no, list exceptions:

Not applicable

GENERAL INTERROGATORIES (continued)

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [X] N/A []
 If yes, attach an explanation.

No Change

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

If yes, attach an explanation.

Not applicable

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto:

Not applicable

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
Not applicable	0.000	0.000	0	0	0	0	0	0	0	0
Total	XXX	XXX	0	0	0	0	0	0	0	0

5.1 Operating Percentages:

5.1 A&H loss percent 0.000%

5.2 A&H cost containment percent 0.000%

5.3 A&H expense percent excluding cost containment expenses 0.000%

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

6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

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

6.4 If yes, please provide the amount of funds administered as of the reporting date. \$ 0

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
All Other Insurers						
00000.....	AA-3194128.....	Allied World Assurance Co Ltd.....	BMU.....	Unauthorized....	.....0.....	.....
10677.....	31-0542366.....	CINCINNATI INS CO.....	OH.....	Authorized.....	.....0.....	.....

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL.....L.....		96,821	95,218	10,746	(120)	49,345	17,091
2. Alaska.....AK.....L.....		0	0	0	0	0	0
3. Arizona.....AZ.....L.....		1,542,222	137,672	224,238	0	686,229	6,404
4. Arkansas.....AR.....L.....		361,083	298,266	55,249	30,622	346,469	42,295
5. California.....CA.....N.....		0	0	0	0	0	0
6. Colorado.....CO.....L.....		726,818	135,426	26,027	12,891	21,691	1,168
7. Connecticut.....CT.....N.....		0	0	0	0	0	0
8. Delaware.....DE.....L.....		0	0	0	0	0	0
9. District of Columbia.....DC.....L.....		0	0	0	0	0	0
10. Florida.....FL.....L.....		500,323	(26)	2,140	2,500	12,611	8,397
11. Georgia.....GA.....L.....		680,827	76,698	24,804	(3,575)	75,965	13,686
12. Hawaii.....HI.....L.....		0	0	0	0	0	0
13. Idaho.....ID.....L.....		0	0	0	0	0	0
14. Illinois.....IL.....L.....		1,756,675	751,047	181,517	13,368	628,832	122,227
15. Indiana.....IN.....L.....		1,838,043	527,206	226,133	147,631	719,531	166,780
16. Iowa.....IA.....L.....		161,044	160,442	26,291	0	98,468	14,444
17. Kansas.....KS.....L.....		333,737	7,298	0	0	29,595	159
18. Kentucky.....KY.....L.....		510,881	409,233	212,267	19,335	498,357	105,115
19. Louisiana.....LA.....L.....		2,931	0	1,960	0	16,404	0
20. Maine.....ME.....N.....		0	0	0	0	0	0
21. Maryland.....MD.....L.....		690,435	118,936	64,490	2,691	282,164	14,929
22. Massachusetts.....MA.....L.....		237,212	46,660	0	0	38,264	5,302
23. Michigan.....MI.....L.....		0	0	0	0	0	0
24. Minnesota.....MN.....L.....		0	0	0	0	0	0
25. Mississippi.....MS.....L.....		589,111	244,839	100,579	0	208,833	34,937
26. Missouri.....MO.....L.....		399,092	95,100	6,005	0	41,058	18,262
27. Montana.....MT.....L.....		0	0	0	0	0	0
28. Nebraska.....NE.....L.....		273,593	16,220	15,125	0	51,195	2,902
29. Nevada.....NV.....L.....		703,855	97,790	90,093	0	477,222	8,986
30. New Hampshire.....NH.....L.....		0	0	0	0	0	0
31. New Jersey.....NJ.....L.....		2,840,903	452,684	105,286	0	861,044	125,284
32. New Mexico.....NM.....L.....		4,490,961	4,549,929	1,317,083	58,360	2,983,290	228,710
33. New York.....NY.....L.....		3,780,453	686,126	260,628	0	1,643,754	167,221
34. North Carolina.....NC.....L.....		51,429	39,333	1,513	0	22,917	6,505
35. North Dakota.....ND.....L.....		272,145	437,792	147,772	0	70,886	5,411
36. Ohio.....OH.....L.....		11,756	445,200	6,816	0	1,030,165	67,361
37. Oklahoma.....OK.....L.....		244,167	666,713	58,370	18,972	357,722	190,129
38. Oregon.....OR.....L.....		103,618	0	0	0	44,334	0
39. Pennsylvania.....PA.....L.....		1,204,860	202,607	94,634	4,093	346,886	29,415
40. Rhode Island.....RI.....L.....		428,573	214,678	116,115	0	169,087	50,347
41. South Carolina.....SC.....L.....		84,556	90,875	31,054	(1,013)	67,056	18,582
42. South Dakota.....SD.....L.....		0	0	0	0	0	0
43. Tennessee.....TN.....L.....		268,735	187,143	32,168	0	482,849	21,316
44. Texas.....TX.....L.....		6,402,398	5,060,557	1,445,565	493,065	8,485,739	1,382,148
45. Utah.....UT.....L.....		572,899	444,821	58,817	0	32,288	5,733
46. Vermont.....VT.....L.....		0	0	0	0	32,425	0
47. Virginia.....VA.....L.....		123,133	26,075	6,815	0	0	4,338
48. Washington.....WA.....L.....		0	0	0	0	0	0
49. West Virginia.....WV.....L.....		1,575	0	0	0	89	0
50. Wisconsin.....WI.....L.....		0	0	0	0	0	0
51. Wyoming.....WY.....L.....		0	0	0	0	0	0
52. American Samoa.....AS.....N.....		0	0	0	0	0	0
53. Guam.....GU.....N.....		0	0	0	0	0	0
54. Puerto Rico.....PR.....N.....		0	0	0	0	0	0
55. US Virgin Islands.....VI.....N.....		0	0	0	0	0	0
56. Northern Mariana Islands.....MP.....N.....		0	0	0	0	0	0
57. Canada.....CAN.....N.....		0	0	0	0	0	0
58. Aggregate Other Alien.....OT.....XXX.....		0	0	0	0	0	0
59. Totals.....(a).....48.....		32,286,864	16,722,558	4,950,300	798,820	20,912,764	2,885,584

DETAILS OF WRITE-INS

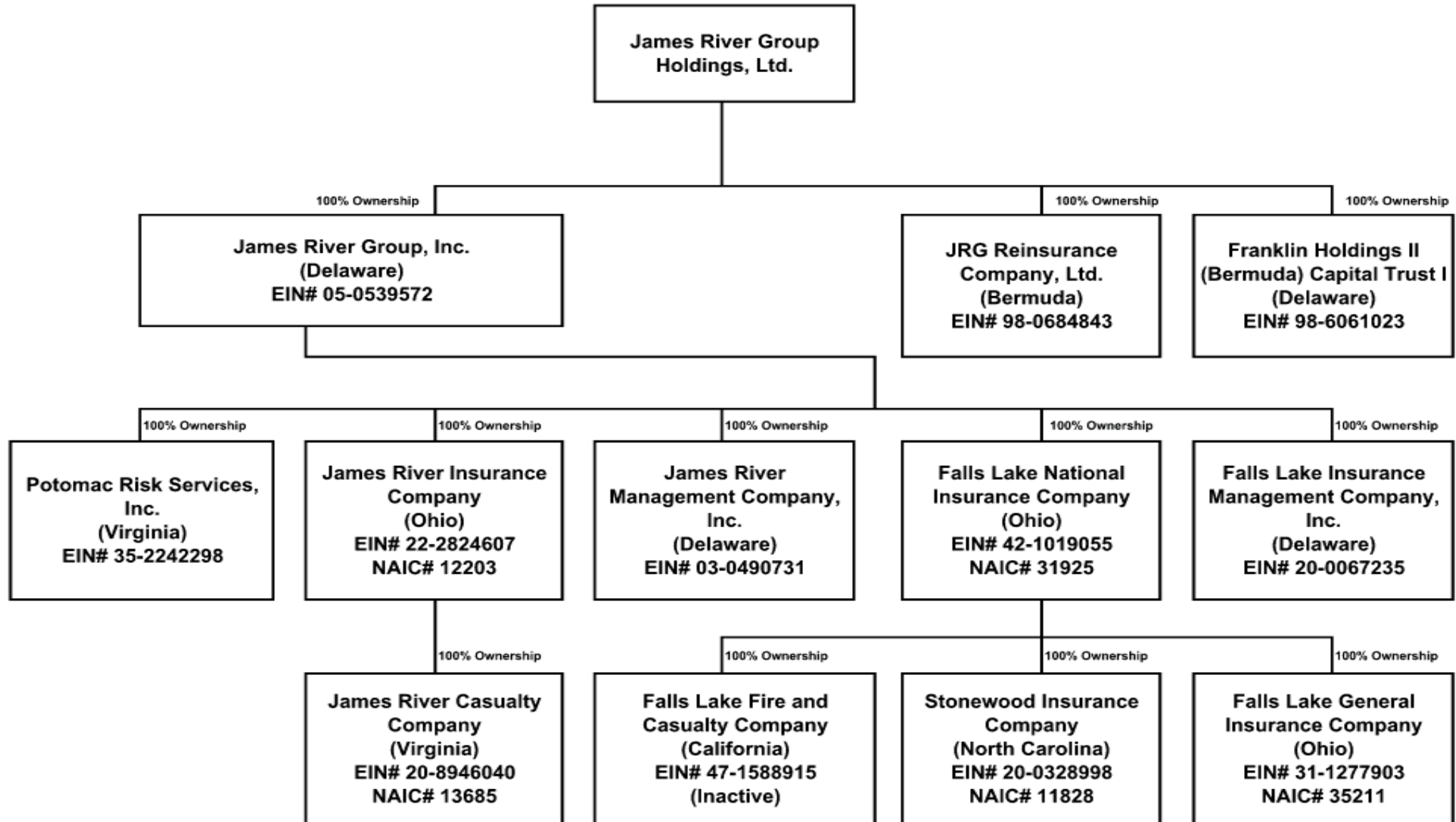
58001.....	XXX.....	0	0	0	0	0	0
58002.....	XXX.....	0	0	0	0	0	0
58003.....	XXX.....	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page....	XXX.....	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above).....	XXX.....	0	0	0	0	0	0

(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.

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

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART



Q11

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
Members														
0.....		00000...	98-0585280..	0.....	0001620459	OQ.....	James River Group Holdings, Ltd.....	BMU.....	UIP.....			.....0.000		0.....
0.....		00000...	05-0539572..	0.....			James River Group, Inc.....	DE.....	UDP.....	James River Group Holdings, Ltd.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
0.....		00000...	98-0684843..	0.....			JRG Reinsurance Company, Ltd.....	BMU.....	IA.....	James River Group Holdings, Ltd.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
0.....		00000...	98-6061023..	0.....			Franklin Holdings II (Bermuda) Capital Trust I.....	DE.....	NIA.....	James River Group Holdings, Ltd.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
0.....		00000...	35-2242298..	0.....			Potomac Risk Services Inc.....	VA.....	NIA.....	James River Group, Inc.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	12203...	22-2824607..	0.....			James River Insurance Company.....	OH.....	IA.....	James River Group, Inc.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
0.....		00000...	03-0490731..	0.....			James River Management Company.....	DE.....	NIA.....	James River Group, Inc.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	13685...	20-8946040..	0.....			James River Casualty Company.....	VA.....	IA.....	James River Insurance Company.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	31925...	42-1019055..	0.....			Falls Lake National Insurance Company.....	OH.....	RE.....	James River Group, Inc.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
0.....		00000...	20-0067235..	0.....			Falls Lake Insurance Management Company, Inc..	DE.....	NIA.....	James River Group, Inc.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	00000...	47-1588915..	0.....			Falls Lake Fire and Casualty Company.....	CA.....	DS.....	Falls Lake National Insurance Company.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	11828...	20-0328998..	0.....			Stonewood Insurance Company.....	NC.....	DS.....	Falls Lake National Insurance Company.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....
3494.....	James River Insurance Group.....	35211...	31-1277903..	0.....			Falls Lake General Insurance Company.....	OH.....	DS.....	Falls Lake National Insurance Company.....	Ownership.....	...100.000	James River Group Holdings, Ltd.....	0.....

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....	10,677	10,230	95.8	4.8
2. Allied lines.....	16,470	(622)	(3.8)	4.7
3. Farmowners multiple peril.....	0	0	0.0	0.0
4. Homeowners multiple peril.....	0	0	0.0	0.0
5. Commercial multiple peril.....	4,885,911	3,879,695	79.4	41.9
6. Mortgage guaranty.....	0	0	0.0	0.0
8. Ocean marine.....	0	0	0.0	0.0
9. Inland marine.....	617,688	(45,509)	(7.4)	4.7
10. Financial guaranty.....	0	0	0.0	0.0
11.1. Medical professional liability - occurrence.....	0	0	0.0	0.0
11.2. Medical professional liability - claims-made.....	0	0	0.0	0.0
12. Earthquake.....	0	0	0.0	0.0
13. Group accident and health.....	0	0	0.0	0.0
14. Credit accident and health.....	0	0	0.0	0.0
15. Other accident and health.....	0	0	0.0	0.0
16. Workers' compensation.....	6,537,244	3,562,124	54.5	53.2
17.1 Other liability-occurrence.....	2,366,815	61,373	2.6	10.5
17.2 Other liability-claims made.....	803	343	42.7	57.8
17.3 Excess workers' compensation.....	0	0	0.0	0.0
18.1 Products liability-occurrence.....	285,320	(16,504)	(5.8)	4.7
18.2 Products liability-claims made.....	0	0	0.0	0.0
19.1, 19.2 Private passenger auto liability.....	323	6,478	2,005.6	(26,861.5)
19.3, 19.4 Commercial auto liability.....	9,418,900	9,062,331	96.2	90.5
21. Auto physical damage.....	1,593,436	1,751,396	109.9	145.1
22. Aircraft (all perils).....	0	0	0.0	0.0
23. Fidelity.....	385	(28)	(7.3)	4.4
24. Surety.....	0	0	0.0	0.0
26. Burglary and theft.....	25	(1)	(4.0)	0.0
27. Boiler and machinery.....	46,276	24,920	53.9	58.1
28. Credit.....	0	0	0.0	0.0
29. International.....	0	0	0.0	0.0
30. Warranty.....	0	0	0.0	0.0
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0.0	0.0
35. Totals.....	25,780,273	18,296,226	71.0	65.2
DETAILS OF WRITE-INS				
3401.....	0	0	0.0	0.0
3402.....	0	0	0.0	0.0
3403.....	0	0	0.0	0.0
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....	9,081	20,220	4,385
2. Allied lines.....	5,635	26,356	9,963
3. Farmowners multiple peril.....	0	0	0
4. Homeowners multiple peril.....	0	0	0
5. Commercial multiple peril.....	1,915,572	6,061,121	2,725,946
6. Mortgage guaranty.....	0	0	0
8. Ocean marine.....	0	0	0
9. Inland marine.....	341,443	752,770	533,441
10. Financial guaranty.....	0	0	0
11.1. Medical professional liability - occurrence.....	0	0	0
11.2. Medical professional liability - claims made.....	0	0	0
12. Earthquake.....	0	0	0
13. Group accident and health.....	0	0	0
14. Credit accident and health.....	0	0	0
15. Other accident and health.....	0	0	0
16. Workers' compensation.....	3,933,758	8,887,284	2,968,196
17.1 Other liability-occurrence.....	1,343,603	2,567,304	1,905,748
17.2 Other liability-claims made.....	1,192	2,221	307
17.3 Excess workers' compensation.....	0	0	0
18.1 Products liability-occurrence.....	142,854	267,711	200,849
18.2 Products liability-claims made.....	0	0	0
19.1 19.2 Private passenger auto liability.....	323	323	(26)
19.3 19.4 Commercial auto liability.....	5,417,921	11,927,425	6,570,913
21. Auto physical damage.....	862,954	1,708,116	1,726,274
22. Aircraft (all perils).....	0	0	0
23. Fidelity.....	331	315	378
24. Surety.....	0	0	0
26. Burglary and theft.....	250	249	0
27. Boiler and machinery.....	23,154	65,449	76,184
28. Credit.....	0	0	0
29. International.....	0	0	0
30. Warranty.....	0	0	0
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0
35. Totals.....	13,998,071	32,286,864	16,722,558
DETAILS OF WRITE-INS			
3401.....	0	0	0
3402.....	0	0	0
3403.....	0	0	0
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2015 Loss and LAE Payments on Claims Reported as of Prior Year-End	2015 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2015 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2012 + Prior.....	2,507	6,440	8,947	1,395	160	1,555	2,290	66	4,694	7,050	1,178	(1,520)	(343)
2. 2013.....	695	3,320	4,015	560	84	644	611	79	2,264	2,954	476	(893)	(417)
3. Subtotals 2013 + Prior.....	3,202	9,760	12,962	1,954	244	2,198	2,901	144	6,958	10,004	1,654	(2,414)	(760)
4. 2014.....	948	5,479	6,427	573	173	746	665	138	4,341	5,144	289	(827)	(538)
5. Subtotals 2014 + Prior.....	4,149	15,239	19,389	2,527	417	2,944	3,566	282	11,299	15,148	1,944	(3,241)	(1,297)
6. 2015.....	XXX	XXX	XXX	XXX	879	879	XXX	939	4,800	5,739	XXX	XXX	XXX
7. Totals.....	4,149	15,239	19,389	2,527	1,296	3,823	3,566	1,221	16,100	20,886	1,944	(3,241)	(1,297)
8. Prior Year-End's Surplus As Regards Policyholders	49,555												
											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....46.8 %	2. ....(21.3)%	3. ....(6.7)%
													Col. 13, Line 7 Line 8
													4. ....(2.6)%

Q14

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

- 1.
- 2.
- 3.
- 4.

Bar Code:



NONE

Falls Lake National Insurance Company
SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Current year change in encumbrances.....	0	0
4. Total gain (loss) on disposals.....	0	0
5. Deduct amounts received on disposals.....	0	0
6. Total foreign exchange change in book/adjusted carrying value.....	0	0
7. Deduct current year's other than temporary impairment recognized.....	0	0
8. Deduct current year's depreciation.....	0	0
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	0	0
10. Deduct total nonadmitted amounts.....	0	0
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	0	0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....	0	0
10. Deduct current year's other than temporary impairment recognized.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Total valuation allowance.....	0	0
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....	0	0
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	0
2.2 Additional investment made after acquisition.....	0	0
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	0	0
8. Deduct amortization of premium and depreciation.....	0	0
9. Total foreign exchange change in book/adjusted carrying value.....	0	0
10. Deduct current year's other than temporary impairment recognized.....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Deduct total nonadmitted amounts.....	0	0
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	47,122,001	45,231,374
2. Cost of bonds and stocks acquired.....	15,097,603	0
3. Accrual of discount.....	7,688	9,032
4. Unrealized valuation increase (decrease).....	854,965	1,891,079
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration for bonds and stocks disposed of.....	12,581,407	0
7. Deduct amortization of premium.....	20,652	9,484
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	50,480,198	47,122,001
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	50,480,198	47,122,001

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

	1	2	3	4	5	6	7	8
NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	21,366,759	6,840,566	8,063,886	(11,584)	17,535,609	21,366,759	20,131,855	7,017,967
2. NAIC 2 (a).....	0	0	0	0	0	0	0	0
3. NAIC 3 (a).....	0	0	0	0	0	0	0	0
4. NAIC 4 (a).....	0	0	0	0	0	0	0	0
5. NAIC 5 (a).....	0	0	0	0	0	0	0	0
6. NAIC 6 (a).....	0	0	0	0	0	0	0	0
7. Total Bonds.....	21,366,759	6,840,566	8,063,886	(11,584)	17,535,609	21,366,759	20,131,855	7,017,967
PREFERRED STOCK								
8. NAIC 1.....	0	0	0	196,320	0	0	196,320	0
9. NAIC 2.....	1,556,881	0	0	(184,741)	1,594,395	1,556,881	1,372,140	0
10. NAIC 3.....	389,100	0	0	1,200	395,700	389,100	390,300	0
11. NAIC 4.....	0	0	0	0	0	0	0	0
12. NAIC 5.....	0	0	0	0	0	0	0	0
13. NAIC 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	1,945,981	0	0	12,779	1,990,095	1,945,981	1,958,760	0
15. Total Bonds and Preferred Stock.....	23,312,740	6,840,566	8,063,886	1,195	19,525,704	23,312,740	22,090,615	7,017,967

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(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	.....329,489	.....XXX.....	.....329,489	.....0	.....0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	.....219,897	.....154,556
2. Cost of short-term investments acquired.....	.....14,487,862	.....1,915,808
3. Accrual of discount.....	.....39	.....2
4. Unrealized valuation increase (decrease).....	.....0	.....0
5. Total gain (loss) on disposals.....	.....5,101	.....0
6. Deduct consideration received on disposals.....	.....14,380,966	.....1,850,291
7. Deduct amortization of premium.....	.....2,444	.....178
8. Total foreign exchange change in book/adjusted carrying value.....	.....0	.....0
9. Deduct current year's other than temporary impairment recognized.....	.....0	.....0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	.....329,489	.....219,897
11. Deduct total nonadmitted amounts.....	.....0	.....0
12. Statement value at end of current period (Line 10 minus Line 11).....	.....329,489	.....219,897

**Sch. DB-Pt A-Verification
NONE**

**Sch. DB-Pt B-Verification
NONE**

**Sch. DB-Pt C-Sn 1
NONE**

**Sch. DB-Pt C-Sn 2
NONE**

**Sch. DB-Verification
NONE**

**Sch. E-Verification
NONE**

**Sch. A-Pt 2
NONE**

**Sch. A-Pt 3
NONE**

**Sch. B-Pt 2
NONE**

**Sch. B-Pt 3
NONE**

**Sch. BA-Pt 2
NONE**

**Sch. BA-Pt 3
NONE**

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired During the Current Quarter

1 Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue and Special Assessment									
162393	EP 3 CHATTANOOGA TN ELEC REVENUE		07/23/2015	MERRILL LYNCH		293,287	250,000	0	1FE
313226	YH 8 FEDERAL HOME LN MTG CORP #V81612		06/30/2015	WELLS FARGO FINANCIAL		(5,308)	(5,155)	(7)	1FE
46613S	DG 2 JEA FL ELEC SYS REVENUE		07/08/2015	JP MORGAN SECURITIES INC		288,412	250,000	0	1FE
575896	PS 8 MASSACHUSETTS ST PORT AUTH		07/09/2015	SALOMON SMITH BARNEY		346,020	300,000	0	1FE
592647	BC 4 MET WASHINGTON DC ARPTS AUTH A		07/01/2015	MORGAN STANLEY & CO		280,353	250,000	0	1FE
65887P	RU 1 NORTH DAKOTA ST PUBLIC FIN AUT		07/10/2015	JP MORGAN SECURITIES INC		468,052	400,000	0	1FE
3199999. Total Bonds - U.S. Special Revenue and Special Assessment						1,670,816	1,444,845	(7)	XXX
Bonds - Industrial and Miscellaneous									
002824	AZ 3 ABBOTT LABORATORIES		07/01/2015	RBC CAPITAL MARKETS		395,760	400,000	2,600	1FE
14041N	DT 5 CAPITAL ONE MULTI-ASSET EXECUT 07-A5 A5		07/01/2015	FTN FINANCIAL SECURITIES CORP		397,687	400,000	55	1FE
17305E	FF 7 CITIBANK CREDIT CARD ISSUANCE 13-A7 A7		07/23/2015	FTN FINANCIAL SECURITIES CORP		351,066	350,000	108	1FE
24422E	SY 6 JOHN DEERE CAPITAL CORP		07/09/2015	GOLDMAN SACHS		249,790	250,000	0	1FE
254683	BF 1 DISCOVER CARD EXECUTION NOTE T 13-A6 A6		07/01/2015	FTN FINANCIAL SECURITIES CORP		250,625	250,000	95	1FE
254683	BG 9 DISCOVER CARD EXECUTION NOTE T 14-A1 A1		08/20/2015	BARCLAYS CAPITAL		250,508	250,000	35	1FE
494368	BS 1 KIMBERLY-CLARK CORP		08/03/2015	GOLDMAN SACHS		249,892	250,000	0	1FE
57636Q	AA 2 MASTERCARD INC		07/09/2015	VARIOUS		402,917	400,000	2,289	1FE
665772	CM 9 NORTHERN STATES PWR-MINN		08/04/2015	MORGAN STANLEY & CO		249,540	250,000	0	1FE
74456Q	AX 4 PUB SVC ELEC & GAS		07/13/2015	WELLS FARGO FINANCIAL		421,548	400,000	5,872	1FE
751212	AB 7 RALPH LAUREN CORP		08/13/2015	GOLDMAN SACHS		249,488	250,000	0	1FE
797440	BN 3 SAN DIEGO G & E		08/03/2015	KEY BANC CAPITAL MARKETS		412,160	400,000	5,700	1FE
904764	AR 8 UNILEVER CAPITAL CORP		07/28/2015	JP MORGAN SECURITIES INC		248,553	250,000	0	1FE
91324P	CM 2 UNITEDHEALTH GROUP INC		07/20/2015	JP MORGAN SECURITIES INC		249,850	250,000	0	1FE
3899999. Total Bonds - Industrial and Miscellaneous						4,379,384	4,350,000	16,754	XXX
8399997. Total Bonds - Part 3						6,050,200	5,794,845	16,747	XXX
8399999. Total Bonds						6,050,200	5,794,845	16,747	XXX
9999999. Total Bonds, Preferred and Common Stocks						6,050,200	XXX	16,747	XXX

QE04

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For eig n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Design- ation or Market Indicator (a)
Bonds - U.S. Government																					
912828 NP 1	UNITED STATES TREASURY NOTES.....		07/31/2015	MATURITY.....		52,000	52,000	53,073	52,130	0	(130)	0	(130)	0	52,000	0	0	0	910	07/31/2015	1FE.....
0599999. Total Bonds - U.S. Government.....						52,000	52,000	53,073	52,130	0	(130)	0	(130)	0	52,000	0	0	0	910	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
3132L6 YH 8	FEDERAL HOME LN MTG CORP #V81612.....		09/01/2015	PAYDOWN.....		12,571	12,571	12,944	0	0	0	0	0	12,571	0	0	0	53	04/01/2045	1FE.....	
3138EP UV 4	FEDERAL NATIONAL MTG ASSOC #AL6895.....		09/01/2015	PAYDOWN.....		5,612	5,612	5,874	0	0	(1)	0	(1)	5,612	0	0	0	41	05/01/2045	1FE.....	
3138Y4 WA 3	FEDERAL NATIONAL MTG ASSOC #AX3340.....		09/01/2015	PAYDOWN.....		1,675	1,675	1,757	0	0	0	0	0	1,675	0	0	0	10	02/01/2045	1FE.....	
3138YR QX 9	FEDERAL NATIONAL MTG ASSOC #AZ0469.....		09/01/2015	PAYDOWN.....		9,549	9,549	10,015	0	0	(3)	0	(3)	9,549	0	0	0	71	05/01/2045	1FE.....	
3199999. Total Bonds - U.S. Special Revenue and Special Assessment.....						29,407	29,407	30,590	0	0	(4)	0	(4)	29,407	0	0	0	175	XXX	XXX	
8399997. Total Bonds - Part 4.....						81,407	81,407	83,663	52,130	0	(134)	0	(134)	81,407	0	0	0	1,085	XXX	XXX	
8399999. Total Bonds.....						81,407	81,407	83,663	52,130	0	(134)	0	(134)	81,407	0	0	0	1,085	XXX	XXX	
9999999. Total Bonds, Preferred and Common Stocks.....						81,407	XXX	83,663	52,130	0	(134)	0	(134)	81,407	0	0	0	1,085	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

QE05

**Sch. DB-Pt A-Sn 1
NONE**

**Sch. DB-Pt B-Sn 1
NONE**

**Sch. DB-Pt D-Sn 1
NONE**

**Sch. DB-Pt D-Sn 2
NONE**

**Sch. DL-Pt. 1
NONE**

**Sch. DL-Pt. 2
NONE**

Falls Lake National Insurance Company

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
Key Bank..... Cleveland, OH.....		.....0.000	.....0	.....0	.....3,243,184	.....3,864,920	.....4,841,218	XXX
0199998. Deposits in.....1 depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories.....	XXX	XXX	.....0	.....0	.....3,975	.....3,975	.....3,975	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....0	.....0	.....3,247,159	.....3,868,895	.....4,845,193	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....0	.....0	.....3,247,159	.....3,868,895	.....4,845,193	XXX
0599999. Total Cash.....	XXX	XXX	.....0	.....0	.....3,247,159	.....3,868,895	.....4,845,193	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
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NONE

QE13