



QUARTERLY STATEMENT

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

Family Heritage Life Insurance Company of America

NAIC Group Code.....0290, 0290 (Current Period) (Prior Period)	NAIC Company Code..... 77968	Employer's ID Number..... 34-1626521
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated/Organized..... August 22, 1989	Commenced Business..... November 17, 1989	
Statutory Home Office	6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529 440-922-5200 <i>(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)</i>	
Mail Address	P. O. Box 470608..... Cleveland OH US 44147-3529 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529 440-922-5200 <i>(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)</i>	
Internet Web Site Address	www.FamilyHeritageLife.com	
Statutory Statement Contact	John A. Wise <i>(Name)</i> acctdept@familyheritagelife.com <i>(E-Mail Address)</i>	440-922-5200 <i>(Area Code) (Telephone Number) (Extension)</i> 440-922-5120 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. Kenneth J. Matson	President	2. Ronald L. Sarosy	Treasurer/Chief Financial Officer
3. Maria Burnett #	Assistant Secretary	4. Jeffrey S. Morris	Actuary
OTHER			
David S. Cochrane	Senior Vice President	Tony M. Martella #	Senior Vice President
R. Brian Mitchell #	Senior Vice President	Jeffrey S. Morris #	Senior Vice President
David K. Carlson	Vice President	Jeremy L. King #	Vice President
W. Michael Pressley	Vice President	Ronald L. Sarosy	Vice President
Joel P. Scarborough	Vice President	Eric W. Shanaberger	Vice President
Daniel T. Shelton	Vice President	Travis W. Korth	Assistant Vice President
Bret D. Mottl	Assistant Vice President	Tod K. Richardson #	Assistant Vice President
John A. Wise	Assistant Vice President	Maria Burnett #	Assistant Secretary
Carol A. McCoy	Assistant Secretary	Barbara S. Emig #	Appointed Actuary

DIRECTORS OR TRUSTEES

Ben W. Lutek	Kenneth J. Matson	Jeffrey S. Morris	Maria Burnett #
Frank M. Svoboda	Ronald L. Sarosy #		

State of..... Ohio
County of..... Cuyahoga

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) Kenneth J. Matson 1. (Printed Name) _____ President (Title)	_____ (Signature) Ronald L. Sarosy 2. (Printed Name) _____ Treasurer/Chief Financial Officer (Title)	_____ (Signature) Maria Burnett 3. (Printed Name) _____ Assistant Secretary (Title)
---	--	---

Subscribed and sworn to before me
This _____ day of _____

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.....	751,397,789		751,397,789	689,604,804
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....			.0	
3. Mortgage loans on real estate:				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$.....7,896,667), cash equivalents (\$.....2,813,922) and short-term investments (\$.....18,603).....	10,729,192		10,729,192	98,179
6. Contract loans (including \$.....0 premium notes).....	27,647		27,647	12,086
7. Derivatives.....			.0	
8. Other invested assets.....	15,520,641		15,520,641	7,851,524
9. Receivables for securities.....			.0	
10. Securities lending reinvested collateral assets.....			.0	
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	777,675,269	.0	777,675,269	697,566,593
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	5,870,300		5,870,300	4,698,640
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	4,503,229		4,503,229	3,857,686
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	17,321,801		17,321,801	4,444,571
15.3 Accrued retrospective premiums.....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	1,471,108		1,471,108	702,859
16.2 Funds held by or deposited with reinsured companies.....			.0	
16.3 Other amounts receivable under reinsurance contracts.....	58,267,910		58,267,910	45,770,945
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	510,662
18.2 Net deferred tax asset.....	60,394,000	44,087,000	16,307,000	17,452,000
19. Guaranty funds receivable or on deposit.....	211,652		211,652	86,835
20. Electronic data processing equipment and software.....	243,964	123,146	120,818	144,498
21. Furniture and equipment, including health care delivery assets (\$.....0).....	30,693	30,693	.0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
23. Receivables from parent, subsidiaries and affiliates.....			.0	
24. Health care (\$.....0) and other amounts receivable.....			.0	
25. Aggregate write-ins for other than invested assets.....	4,192,943	4,192,943	.0	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	930,182,869	48,433,782	881,749,087	775,235,289
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. Total (Lines 26 and 27).....	930,182,869	48,433,782	881,749,087	775,235,289

DETAILS OF WRITE-INS

1101.....			.0	
1102.....			.0	
1103.....			.0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	.0	.0	.0	.0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	.0	.0	.0	.0
2501. Agent Balances.....	3,747,897	3,747,897	.0	
2502. Prepaid Expenses.....	404,549	404,549	.0	
2503. Other Assets Non-Admitted.....	40,497	40,497	.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).....	4,192,943	4,192,943	.0	.0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....26,949,140 less \$.....0 included in Line 6.3 (including \$.....23,607,530 Modco Reserve).....	26,949,140	7,191,809
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	694,676,631	625,782,538
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....		
4. Contract claims:		
4.1 Life.....	2,231,108	1,127,859
4.2 Accident and health.....	16,650,086	15,149,604
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums.....	26,232	15,637
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....		
9.3 Other amounts payable on reinsurance, including \$.....13,708 assumed and \$.....24,137,277 ceded.....	24,150,985	17,357,477
9.4 Interest Maintenance Reserve.....	3,300,362	3,826,065
10. Commissions to agents due or accrued - life and annuity contracts \$.....24,600, accident and health \$.....807,800 and deposit-type contract funds \$.....0.....	832,400	815,900
11. Commissions and expense allowances payable on reinsurance assumed.....	30,481,359	28,201,160
12. General expenses due or accrued.....	4,024,277	3,914,054
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	648,503	1,040,282
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	105,069	
15.2 Net deferred tax liability.....		
16. Unearned investment income.....		
17. Amounts withheld or retained by company as agent or trustee.....	4	
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....		
19. Remittances and items not allocated.....	446,700	440,930
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....		
22. Borrowed money \$.....0 and interest thereon \$.....0.....		
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve.....	2,685,580	2,376,040
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....		
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....		
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	620,766	589,168
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	807,829,202	707,828,523
27. From Separate Accounts statement.....		
28. Total liabilities (Lines 26 and 27).....	807,829,202	707,828,523
29. Common capital stock.....	2,556,950	2,556,950
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus.....	32,646,050	32,646,050
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	38,716,885	32,203,766
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	71,362,935	64,849,816
38. Totals of Lines 29, 30 and 37.....	73,919,885	67,406,766
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	881,749,087	775,235,289

DETAILS OF WRITE-INS

2501. Unclaimed Property.....	620,766	589,168
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	620,766	589,168
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

SUMMARY OF OPERATIONS

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts.....	193,935,694	166,433,457	237,029,155
2. Considerations for supplementary contracts with life contingencies.....			
3. Net investment income.....	24,516,139	21,479,889	29,174,877
4. Amortization of Interest Maintenance Reserve (IMR).....	906,389	987,693	1,316,924
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....			
6. Commissions and expense allowances on reinsurance ceded.....	87,207,105	38,051,810	66,560,186
7. Reserve adjustments on reinsurance ceded.....	5,688,950	316,805	531,958
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....			
8.2 Charges and fees for deposit-type contracts.....			
8.3 Aggregate write-ins for miscellaneous income.....	12,500	9,973	12,973
9. Totals (Lines 1 to 8.3).....	312,266,777	227,279,627	334,626,073
10. Death benefits.....	390,000	258,148	391,859
11. Matured endowments (excluding guaranteed annual pure endowments).....			
12. Annuity benefits.....			
13. Disability benefits and benefits under accident and health contracts.....	40,257,450	37,159,137	49,874,848
14. Coupons, guaranteed annual pure endowments and similar benefits.....			
15. Surrender benefits and withdrawals for life contracts.....	28,190	27,574	43,439
16. Group conversions.....			
17. Interest and adjustments on contract or deposit-type contract funds.....	15	1	3
18. Payments on supplementary contracts with life contingencies.....			
19. Increase in aggregate reserves for life and accident and health contracts.....	88,651,424	63,711,432	87,538,790
20. Totals (Lines 10 to 19).....	129,327,079	101,156,292	137,848,939
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	38,640,610	35,690,131	48,199,766
22. Commissions and expense allowances on reinsurance assumed.....	86,198,222	37,455,804	65,656,965
23. General insurance expenses.....	17,498,655	17,618,725	23,361,981
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	3,926,304	3,583,164	4,830,829
25. Increase in loading on deferred and uncollected premiums.....	14,068,193	10,831,260	25,487,723
26. Net transfers to or (from) Separate Accounts net of reinsurance.....			
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	289,659,063	206,335,376	305,386,203
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	22,607,714	20,944,251	29,239,870
30. Dividends to policyholders.....			
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	22,607,714	20,944,251	29,239,870
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	9,758,297	8,816,010	11,257,986
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	12,849,417	12,128,241	17,981,884
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$....(12,566) (excluding taxes of \$....57,469 transferred to the IMR).....	(44,903)	75,694	75,694
35. Net income (Line 33 plus Line 34).....	12,804,514	12,203,935	18,057,578
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year.....	67,406,766	66,904,702	66,904,702
37. Net income (Line 35).....	12,804,514	12,203,935	18,057,578
38. Change in net unrealized capital gains (losses) less capital gains tax of \$....(115,000).....	(214,874)	(10,322)	(9,322)
39. Change in net unrealized foreign exchange capital gain (loss).....			
40. Change in net deferred income tax.....	(1,060,000)	2,799,000	2,374,000
41. Change in nonadmitted assets.....	8,250,019	(3,692,231)	(2,446,612)
42. Change in liability for reinsurance in unauthorized and certified companies.....			
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....			
44. Change in asset valuation reserve.....	(309,540)	(345,130)	(515,580)
45. Change in treasury stock.....			
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....			
47. Other changes in surplus in Separate Accounts Statement.....			
48. Change in surplus notes.....			
49. Cumulative effect of changes in accounting principles.....			
50. Capital changes:			
50.1 Paid in.....			
50.2 Transferred from surplus (Stock Dividend).....			
50.3 Transferred to surplus.....			
51. Surplus adjustment:			
51.1 Paid in.....			
51.2 Transferred to capital (Stock Dividend).....			
51.3 Transferred from capital.....			
51.4 Change in surplus as a result of reinsurance.....			
52. Dividends to stockholders.....	(12,957,000)	(11,858,000)	(16,958,000)
53. Aggregate write-ins for gains and losses in surplus.....	0	0	0
54. Net change in capital and surplus (Lines 37 through 53).....	6,513,119	(902,748)	502,064
55. Capital and surplus as of statement date (Lines 36 + 54).....	73,919,885	66,001,954	67,406,766
DETAILS OF WRITE-INS			
08.301. Misc Income.....	12,500	9,973	12,973
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	12,500	9,973	12,973
2701.			
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0
5301.			
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 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.....	166,347,909	153,717,822	207,002,862
2. Net investment income.....	13,640,545	8,548,157	12,873,619
3. Miscellaneous income.....	87,211,975	22,670,201	38,585,271
4. Total (Lines 1 through 3).....	267,200,429	184,936,180	258,461,752
5. Benefit and loss related payments.....	38,846,450	36,631,628	50,083,721
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	144,316,939	79,904,286	113,649,842
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	9,130,000	8,750,000	11,710,000
10. Total (Lines 5 through 9).....	192,293,389	125,285,914	175,443,563
11. Net cash from operations (Line 4 minus Line 10).....	74,907,040	59,650,266	83,018,189
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	7,782,025	71,043,057	73,043,057
12.2 Stocks.....			
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			
12.7 Miscellaneous proceeds.....			
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	7,782,025	71,043,057	73,043,057
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	59,772,312	83,201,887	132,631,961
13.2 Stocks.....			
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....	7,792,650	5,051,770	7,137,410
13.6 Miscellaneous applications.....			
13.7 Total investments acquired (Lines 13.1 to 13.6).....	67,564,962	88,253,657	139,769,371
14. Net increase or (decrease) in contract loans and premium notes.....	15,561	4,589	8,732
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(59,798,498)	(17,215,189)	(66,735,046)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....	12,957,000	11,858,000	16,958,000
16.6 Other cash provided (applied).....	8,479,471	(3,229,652)	(3,676,434)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(4,477,529)	(15,087,652)	(20,634,434)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	10,631,013	27,347,425	(4,351,291)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	98,179	4,449,470	4,449,470
19.2 End of period (Line 18 plus Line 19.1).....	10,729,192	31,796,895	98,179

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

20.0001			
---------------	--	--	--

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life.....			
2. Ordinary life insurance.....	2,086,145	1,588,249	2,094,315
3. Ordinary individual annuities.....			
4. Credit life (group and individual).....			
5. Group life insurance.....			
6. Group annuities.....			
7. A&H - group.....	6,200,302	4,642,101	6,445,946
8. A&H - credit (group and individual).....			
9. A&H - other.....	159,905,829	149,033,419	200,619,461
10. Aggregate of all other lines of business.....	.0	.0	.0
11. Subtotal.....	168,192,276	155,263,769	209,159,722
12. Deposit-type contracts.....			
13. Total.....	168,192,276	155,263,769	209,159,722

DETAILS OF WRITE-INS

1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page.....	.0	.0	.0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	.0	.0	.0

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

A. Accounting Practices

	State of Domicile	2015	2014
NET INCOME			
(1) Family Heritage Life Insurance Company of America state basis (Page 4, Line 35, Columns 1 & 2)	OH	12,804,514	18,057,578
(2) State Prescribed Practices that increase/decrease NAIC SAP			
(3) State Permitted Practices that increase/decrease NAIC SAP			
(4) NAIC SAP (1 – 2 – 3 = 4)	OH	12,804,514	18,057,578
SURPLUS			
(5) Family Heritage Life Insurance Company of America state basis (Page 3, line 38, Columns 1 & 2)	OH	73,919,885	67,406,766
(6) State Prescribed Practices that increase/decrease NAIC SAP			
(7) State Permitted Practices that increase/decrease NAIC SAP			
(8) NAIC SAP (5 – 6 – 7 = 8)	OH	73,919,885	67,406,766

C. Accounting Policy
6. - Not applicable**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

D. Loan-Backed Securities - 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

The Company borrowed \$1,000,000 from its ultimate parent, Torchmark Corporation, on May 13, 2015 at an interest rate of 3.25%. The borrowings were repaid in full on May 18, 2015. Total interest paid was \$451.

The Company borrowed \$4,000,000 from its ultimate parent, Torchmark Corporation, on June 12, 2015 at an interest rate of 3.25%. The borrowings were repaid in full on June 23, 2015. Total interest paid was \$3,972.

During the quarter the Company sold agent balances of \$9,849,761 to its ultimate parent, Torchmark Corporation. The Company will repurchase this amount over the next twelve months.

Note 11 - Debt

Not applicable.

NOTES TO FINANCIAL STATEMENTS**Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

No significant change.

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

Dividends on company stock are paid as declared by its Board of Directors and are subject to regulations of the State of Ohio.

	<u>DECLARED</u>	<u>PAID</u>
\$1,099,000 ordinary dividend	03/16/2015	03/27/2015
\$1,458,000 ordinary dividend	03/31/2015	04/13/2015
\$5,200,000 ordinary dividend	05/22/2015	06/05/2015
\$5,200,000 ordinary dividend	08/21/2015	09/03/2015

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

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

No significant change.

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

No significant change.

Note 20 - Fair Value

A.

(1) Fair Value Measurements at Reporting Date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Bonds - Municipals		320,654		320,654
Total		320,654		320,654

During the quarter, two municipal bonds were downgraded to a NAIC 6FE, resulting in them being measured and reported at fair value on the statement of financial position as of 9/30/15. Their fair value is categorized as Level 2. During the quarter, the Company did not have any transfers between Levels 1 and 2 for assets measured and reported at fair value on the statement of financial position. Transfers between levels are recognized at the end of the reporting period in which they occur.

- (2) As of quarter-end, the Company did not have any securities categorized as Level 3 that are measured and reported at fair value on the statement of financial position.
- (3) During the quarter, the Company did not have any transfers into or out of Level 3 for assets measured and reported at fair value on the statement of financial position.
- (4) The majority of the Company's securities are not actively traded and direct quotes are not generally available. Management therefore determines the fair values of filing exempt securities after consideration of data provided by third-party pricing services, independent broker/dealers, and the SVO. Prices provided by third-party pricing services are not binding offers but are estimated exit values. They are based on observable market data inputs which can vary by security type. Such inputs include benchmark yields, available trades, broker/dealer quotes, issuer spreads, benchmark securities, bids, offers, and other market data. Where possible, these prices were corroborated against other independent sources. When corroborated prices produce small variations, the close correlation indicates observable inputs, and the median value of the prices obtained from the vendors is used. When corroborated prices present greater variations, additional analysis is required to determine which value is the most appropriate. When only one price is available, it is used if based on observable inputs and analysis confirms that it is appropriate. All fair value measurements based on prices determined with observable market data are reported as Level 1 or Level 2 measurements.

NOTES TO FINANCIAL STATEMENTS

When third-party vendor prices are not available, the Company attempts to obtain at least three quotes from broker/dealers for each security. When at least three quotes are obtained, and the standard deviation of such quotes is less than 3%, (suggesting that the independent quotes were likely derived using similar observable inputs), the Company uses the average quote and classifies the measurement as Level 2. When the standard deviation is 3% or greater, or the Company cannot obtain three quotes, then additional information and management judgment are required to establish the fair value. The measurement is then classified as Level 3. The Company uses information and valuation techniques deemed appropriate for determining the point within the range of reasonable fair value estimates that is most representative of fair value under current market conditions

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	791,213,978	751,397,789		759,028,864	32,185,114	
Other invested asset - Guaranteed LIHTC	98,682	98,682			98,682	
Other invested asset - Surplus Notes	14,562,908	14,928,149		14,562,908		
Contract loans	27,647	27,647				27,647
Cash, cash equivalents, and short-term investments	10,729,192	10,729,192	10,729,192			

D. Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Contract loans	27,647	Various	Various	Quoted market price not available

Note 21 - Other Items

A, B, D, E, F, G - Not applicable

C. Other disclosures and unusual items

Effective 03/01/2015, Optimum Re Insurance Company (NAIC #88099) replaced Munich American Reinsurance Company (NAIC #66346) through a novation as the Company's ceded life reinsurer for certain life policies. The original 2007 effective dates remain and no changes in terms were made to the treaties.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

E. Risk Sharing Provisions of the Affordable Care Act

- (1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions **NO**
The Company was only subject to the Transitional Reinsurance Fee contributions

NOTES TO FINANCIAL STATEMENTS

(2) Impact of Risk Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year:

a. Permanent ACA Risk Adjustment Program		AMOUNT
Assets		
1.	Premium adjustments receivable due to ACA Risk Adjustment	0
Liabilities		
2.	Risk adjustment user fees payable for ACA Risk Adjustment	0
3.	Premium adjustments payable due to ACA Risk Adjustment	0
Operations (Revenue & Expenses)		
4.	Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	0
5.	Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	0
b. Transitional ACA Reinsurance Program		
Assets		
1.	Amounts recoverable for claims paid due to ACA Reinsurance	0
2.	Amounts recoverable for claims unpaid due to ACA Reinsurance (contra liability)	0
3.	Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	0
Liabilities		
4.	Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	0
5.	Ceded reinsurance premiums payable due to ACA Reinsurance	0
6.	Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	6,750
Operations (Revenue & Expenses)		
7.	Ceded reinsurance premiums due to ACA Reinsurance	0
8.	Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	0
9.	ACA Reinsurance contributions – not reported as ceded premium	0
c. Temporary ACA Risk Corridors Program		
Assets		
1.	Accrued retrospective premium due to ACA Risk Corridors	0
Liabilities		
2.	Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	0
Operations (Revenue & Expenses)		
3.	Effect of ACA Risk Corridors on net premium income (paid/received)	0
4.	Effect of ACA Risk Corridors on change in reserves for rate credits	0

(3) Roll forward of prior year ACA Risk Sharing Provisions for the following asset (gross of any nonadmission) and liability balances along with the reasons for adjustments to prior year balance:

		Accrued During the Prior Year on Business Written Before December 31 of the Prior Year		Received or Paid as of the Current Year on Business Written Before December 31 of the Prior Year		Differences		Adjustments			Unsettled Balances as of the Reporting Date	
		1	2	3	4	Prior Year Accrued Less Payments (Col. 1-3)	Prior Year Accrued Less Payments (Col. 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col. 1-3+7)	Cumulative Balance from Prior Years (Col. 2-4+8)
		Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Ref	Receivable	(Payable)
a.	Permanent ACA Risk Adjustment Program											
	1. Premium adjustments receivable										A	
	2. Premium adjustments (payable)										B	
	3. Subtotal ACA Permanent Risk Adjustment Program											
b.	Transitional ACA Reinsurance Program											
	1. Amounts recoverable for claims paid										C	
	2. Amounts recoverable for claims unpaid (contra liability)										D	
	3. Amounts receivable relating to uninsured plans										E	
	4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premiums										F	
	5. Ceded reinsurance premiums payable										G	
	6. Liability for amounts held under uninsured plans		(12,474)		(12,474)						H	
	7. Subtotal ACA Transitional Reinsurance Program		(12,474)		(12,474)							
c.	Temporary ACA Risk Corridors Program											
	1. Accrued retrospective premium										I	
	2. Reserve for rate credits or policy experience rating refunds										J	
	3. Subtotal ACA Risk Corridors Program											
d.	Total for ACA Risk Sharing Provisions		(12,474)		(12,474)							

NOTES TO FINANCIAL STATEMENTS

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events or prior years developed as anticipated during 2014. See Schedule H - Part 3 and the Five Year Historical Data. Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, no significant trends or unanticipated events were noted in 2014. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.

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 - Reserves for Life Contracts and Annuity Contracts

No significant change.

Note 32 - Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

No significant change.

Note 33 - Premiums and Annuity Considerations Deferred and Uncollected

No significant change.

Note 34 - Separate Accounts

No significant change.

Note 35 - Loss/Claim Adjustment Expenses

No significant change.

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 [X]
- 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 [X]
- 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 [X] No []
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.

- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 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
	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 [X] N/A []

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2011
- 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). 06/03/2013

- 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 [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 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 [X]
- 7.2 If yes, give full information:

- 8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 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

- 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 [X] No []
 - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.

- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

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).

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:

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 [] No [X]

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	0	0
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)	\$ 0	\$ 0
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.

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
Bank of New York Mellon	One Wall Street, 14th Floor, New York, NY 10286

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)

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

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
106442	Prudential Private Placement Investor, LP	Three Gateway, 18th Floor, Newark, NJ 07102
108928	BlackRock Investment Management, LLC	40 East 52nd Street, New York, NY 10022

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:

Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES (continued)

PART 2 - LIFE & HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

	Amount	
1.1 Long-term mortgages in good standing		
1.11 Farm mortgages.....	\$.....	
1.12 Residential mortgages.....	\$.....	
1.13 Commercial mortgages.....	\$.....	
1.14 Total mortgages in good standing.....	\$.....	0
1.2 Long-term mortgages in good standing with restructured terms		
1.21 Total mortgages in good standing with restructured terms.....	\$.....	
1.3 Long-term mortgage loans upon which interest is overdue more than three months		
1.31 Farm mortgages.....	\$.....	
1.32 Residential mortgages.....	\$.....	
1.33 Commercial mortgages.....	\$.....	
1.34 Total mortgages with interest overdue more than three months.....	\$.....	0
1.4 Long-term mortgage loans in process of foreclosure		
1.41 Farm mortgages.....	\$.....	
1.42 Residential mortgages.....	\$.....	
1.43 Commercial mortgages.....	\$.....	
1.44 Total mortgages in process of foreclosure.....	\$.....	0
1.5 Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$.....	0
1.6 Long-term mortgages foreclosed, properties transferred to real estate in current quarter		
1.61 Farm mortgages.....	\$.....	
1.62 Residential mortgages.....	\$.....	
1.63 Commercial mortgages.....	\$.....	
1.64 Total mortgages foreclosed and transferred to real estate.....	\$.....	0
2. Operating Percentages:		
2.1 A&H loss percent.....	.....	66.1
2.2 A&H cost containment percent.....	.....
2.3 A&H expense percent excluding cost containment expenses.....	.....	35.6
3.1 Do you act as a custodian for health savings accounts?.....	Yes [] No [X]	
3.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$.....	
3.3 Do you act as an administrator for health savings accounts?.....	Yes [] No [X]	
3.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$.....	

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsuer Rating
------------------------------	-------------------	------------------------	------------------------	----------------------------------	--------------------------------------	---------------------------	---	--

NONE

Family Heritage Life Insurance Company of America SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

1	States, Etc.	Active Status	Direct Business Only						
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts	
			2 Life Insurance Premiums	3 Annuity Considerations					
1.	Alabama.....	AL	L	28,935		2,217,302		2,246,237	
2.	Alaska.....	AK	L	140		32,452		32,592	
3.	Arizona.....	AZ	L	32,587		3,018,377		3,050,964	
4.	Arkansas.....	AR	L	72,297		5,484,318		5,556,615	
5.	California.....	CA	L	25,775		3,051,115		3,076,890	
6.	Colorado.....	CO	L	16,017		4,998,647		5,014,664	
7.	Connecticut.....	CT	L	42		10,292		10,334	
8.	Delaware.....	DE	L	1,027		169,751		170,778	
9.	District of Columbia.....	DC	L			10,657		10,657	
10.	Florida.....	FL	L	30,484		2,517,652		2,548,136	
11.	Georgia.....	GA	L	45,891		6,266,623		6,312,514	
12.	Hawaii.....	HI	L			30,408		30,408	
13.	Idaho.....	ID	L	990		674,005		674,995	
14.	Illinois.....	IL	L	40,156		8,402,258		8,442,414	
15.	Indiana.....	IN	L	8,804		6,464,102		6,472,906	
16.	Iowa.....	IA	L	9,247		2,910,768		2,920,015	
17.	Kansas.....	KS	L	16,108		5,201,936		5,218,044	
18.	Kentucky.....	KY	L	39,510		4,777,743		4,817,253	
19.	Louisiana.....	LA	L	6,409		3,336,382		3,342,791	
20.	Maine.....	ME	L	651		210,173		210,824	
21.	Maryland.....	MD	L	2,090		835,600		837,690	
22.	Massachusetts.....	MA	L	924		24,110		25,034	
23.	Michigan.....	MI	L	1,606		783,167		784,773	
24.	Minnesota.....	MN	L	9,588		4,796,221		4,805,809	
25.	Mississippi.....	MS	L	3,365		599,025		602,390	
26.	Missouri.....	MO	L	35,681		4,466,945		4,502,626	
27.	Montana.....	MT	L	6,458		1,410,303		1,416,761	
28.	Nebraska.....	NE	L	12,215		5,739,683		5,751,898	
29.	Nevada.....	NV	L	11,218		999,762		1,010,980	
30.	New Hampshire.....	NH	L	8,471		487,666		496,137	
31.	New Jersey.....	NJ	L	2,823		20,551		23,374	
32.	New Mexico.....	NM	L	13,929		1,441,082		1,455,011	
33.	New York.....	NY	N					0	
34.	North Carolina.....	NC	L	76,643		5,475,655		5,552,298	
35.	North Dakota.....	ND	L	3,628		903,690		907,318	
36.	Ohio.....	OH	L	49,707		14,506,601		14,556,308	
37.	Oklahoma.....	OK	L	12,361		2,489,788		2,502,149	
38.	Oregon.....	OR	L	3,930		594,290		598,220	
39.	Pennsylvania.....	PA	L	10,385		2,146,096		2,156,481	
40.	Rhode Island.....	RI	L			54,562		54,562	
41.	South Carolina.....	SC	L	17,309		1,774,496		1,791,805	
42.	South Dakota.....	SD	L	6,166		3,981,207		3,987,373	
43.	Tennessee.....	TN	L	58,934		3,107,890		3,166,824	
44.	Texas.....	TX	L	873,613		35,385,431		36,259,044	
45.	Utah.....	UT	L			2,695,045		2,695,045	
46.	Vermont.....	VT	L	3,453		35,769		39,222	
47.	Virginia.....	VA	L	47,541		3,531,389		3,578,930	
48.	Washington.....	WA	L	56,187		2,105,144		2,161,331	
49.	West Virginia.....	WV	L	40,557		2,056,315		2,096,872	
50.	Wisconsin.....	WI	L	7,596		1,771,371		1,778,967	
51.	Wyoming.....	WY	L	7,797		2,014,368		2,022,165	
52.	American Samoa.....	AS	N					0	
53.	Guam.....	GU	N					0	
54.	Puerto Rico.....	PR	L			4,802		4,802	
55.	US Virgin Islands.....	VI	N					0	
56.	Northern Mariana Islands.....	MP	N					0	
57.	Canada.....	CAN	N					0	
58.	Aggregate Other Alien.....	OT	XXX	0	0	0	0	0	0
59.	Subtotal.....	(a)	51	1,759,245	0	166,022,985	0	167,782,230	0
90.	Reporting entity contributions for employee benefit plans.....	XXX						0	
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX						0	
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	XXX						0	
93.	Premium or annuity considerations waived under disability or other contract provisions.....	XXX						0	
94.	Aggregate other amounts not allocable by State.....	XXX		0	0	0	0	0	0
95.	Totals (Direct Business).....	XXX		1,759,245	0	166,022,985	0	167,782,230	0
96.	Plus Reinsurance Assumed.....	XXX		61,722,099				61,722,099	
97.	Totals (All Business).....	XXX		63,481,344	0	166,022,985	0	229,504,329	0
98.	Less Reinsurance Ceded.....	XXX		61,791,320		1,391,116		63,182,436	
99.	Totals (All Business) less Reinsurance Ceded.....	XXX		1,690,024	0	164,631,869	0	166,321,893	0

DETAILS OF WRITE-INS

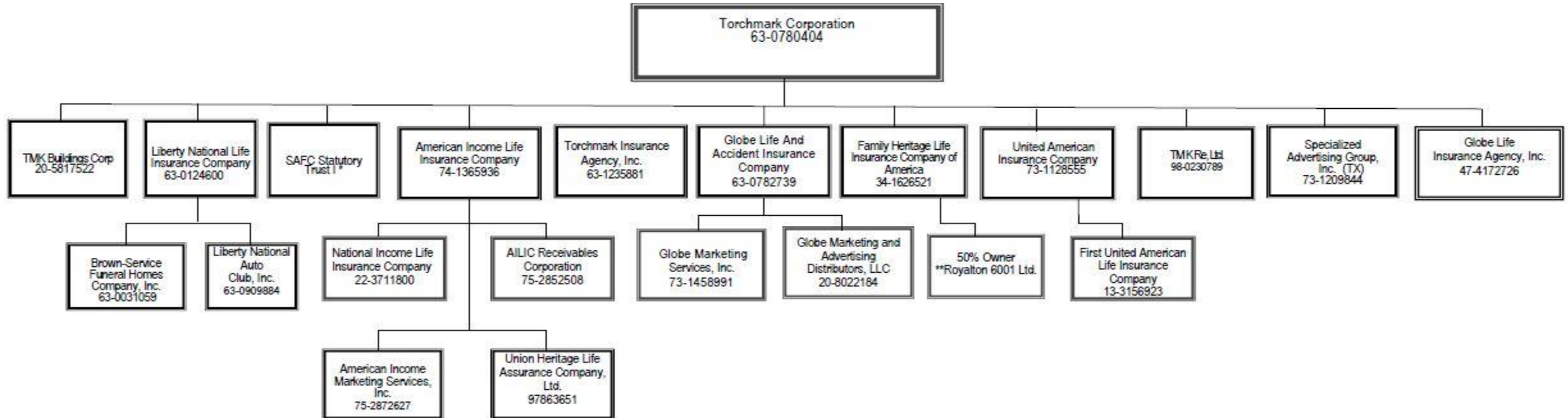
58001.	.....	XXX						0	
58002.	.....	XXX						0	
58003.	.....	XXX						0	
58998.	Summary of remaining write-ins for line 58 from overflow page.....	XXX		0	0	0	0	0	0
58999.	Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	XXX		0	0	0	0	0	0
9401.	.....	XXX						0	
9402.	.....	XXX						0	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

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

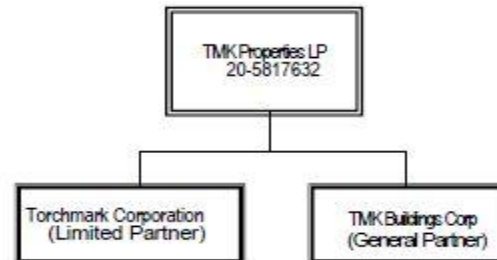
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

(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



Company	State of Domicile
AILIC RECEIVABLES Corporation (ARC)	Indiana
American Income Life Insurance Company (AIL)	Indiana
American Income Marketing Services Inc. (AIMS)	Texas
Brown-Service Funeral Homes Company, Inc. (Brown-Service)	Alabama
Family Heritage Life Insurance Company of America	Ohio
First United American Life Insurance Company (First UA)	New York
Globe Life Insurance Agency, Inc.	Texas
Globe Life and Accident Insurance Company (Globe)	Nebraska
Globe Marketing Services, Inc. (Globe Marketing)	Oklahoma
Liberty National Auto Club, Inc. (Auto Club)	Alabama
Liberty National Life Insurance Company (LNLI)	Nebraska
National Income Life Insurance Company (NLI/CO)	New York
Specialized Advertising Group, Inc.	Texas
TMK Buildings Corporation (TRC)	Texas
TMK Re, Ltd. (TMK Re)	Bermuda
Torchmark Corporation (TMK)	Delaware
Torchmark Insurance Agency, Inc. (TIA)	Alabama
Union Heritage Life Assurance Company Limited	Ireland
United American Life Insurance Company (UA)	Nebraska



*Special purpose business trust whose obligations were assumed by Torchmark in the acquisition of Family Heritage, common securities of which are owned by Torchmark and preferred securities publicly held. **Limited liability company, in which Family Heritage has a 50% interest, which leases home office property to Family Heritage; remaining 50% interest held by an unaffiliated entity.

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														
	Torchmark Corporation.....		63-0780404..		0000320335	NYSE.....	Torchmark Corporation.....	DE.....	UDP.....					
			20-5817522..				TMK Buildings Corp.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			20-5817632..				TMK Properties LLP.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	99.000	Torchmark Corporation.....	
			98-0230789..				TMK RE Ltd.....	BMU.....	NIA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			63-1235881..				Torchmark Insurance Agency, Inc.....	AL.....	NIA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			73-1209844..				Specialized Marketing Group, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			47-4172726..				Globe Life Insurance Agency, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	77968..	34-1626521..				Family Heritage Life Insurance Company of America	OH.....	RE.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
							Royalton 6001Ltd. (Joint Venture).....	OH.....	DS.....	Family Heritage Life Insurance Company of America	Ownership.....	50.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	65331..	63-0124600..				Liberty National Life Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			63-0031059..				Brown-Service Funeral Homes Company Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
			63-0909884..				Liberty National Auto Club, Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	91472..	63-0782739..	1610611..			Globe Life and Accident Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
			73-1458991..				Globe Marketing Services, Inc.....	OK.....	NIA.....	Globe Life and Accident Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
			20-8022184..				Globe Marketing and Advertising Distributors, LLC.....	DE.....	NIA.....	Globe Life and Accident Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	60577..	74-1365936..	1102198..			American Income Life Insurance Company.....	IN.....	IA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	10093..	22-3711800..				National Income Life Insurance Company.....	NY.....	IA.....	American Income Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
			75-2852508..				ALLIC Receivables Corporation.....	IN.....	NIA.....	American Income Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
			75-2872627..				American Income Marketing Services, Inc.....	TX.....	NIA.....	American Income Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
							Union Heritage Life Assurance Company Limited.....	IRL.....	IA.....	American Income Life Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	92916..	73-1128555..				United American Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	100.000	Torchmark Corporation.....	
0290.....	Torchmark Corporation.....	74101..	13-3156923..				First United American Life Insurance Company.....	NY.....	IA.....	United American Insurance Company.....	Ownership.....	100.000	Torchmark Corporation.....	

013

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 the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	NO

Explanations:

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.
- 7.

Bar Code:



NONE

Family Heritage Life Insurance Company of America
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	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....		
5. Deduct amounts received on disposals.....		
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other than temporary impairment recognized.....		
8. Deduct current year's depreciation.....		
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.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

NONE

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

NONE

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.....	7,851,524	781,956
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	7,792,650	7,137,410
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....	278	
5. Unrealized valuation increase (decrease).....	(95,511)	109,678
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		125,000
8. Deduct amortization of premium and depreciation.....	28,300	52,520
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other than temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	15,520,641	7,851,524
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	15,520,641	7,851,524

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.....	689,604,804	615,251,173
2. Cost of bonds and stocks acquired.....	59,772,312	132,631,961
3. Accrual of discount.....	10,080,813	15,148,333
4. Unrealized valuation increase (decrease).....	(234,363)	
5. Total gain (loss) on disposals.....	323,217	(14,609)
6. Deduct consideration for bonds and stocks disposed of.....	7,782,025	73,043,057
7. Deduct amortization of premium.....	366,969	368,997
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	751,397,789	689,604,804
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	751,397,789	689,604,804

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).....	519,776,973	3,533,995		6,467,014	505,854,967	519,776,973	529,777,982	505,115,942
2. NAIC 2 (a).....	206,300,017	15,243,180		(6,196,363)	197,242,769	206,300,017	215,346,834	181,709,051
3. NAIC 3 (a).....	2,970,820			3,000,102	5,192,865	2,970,820	5,970,922	2,785,637
4. NAIC 4 (a).....					556,134			
5. NAIC 5 (a).....	555,580			(555,580)		555,580		
6. NAIC 6 (a).....				320,654			320,654	
7. Total Bonds.....	729,603,390	18,777,175	0	3,035,827	708,846,735	729,603,390	751,416,392	689,610,630
PREFERRED STOCK								
8. NAIC 1.....								
9. NAIC 2.....								
10. NAIC 3.....								
11. NAIC 4.....								
12. NAIC 5.....								
13. NAIC 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	729,603,390	18,777,175	0	3,035,827	708,846,735	729,603,390	751,416,392	689,610,630

QS102

(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.....	18,603	XXX.....	18,603	4	

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.....	5,826	48,298
2. Cost of short-term investments acquired.....	12,777	
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....		42,472
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	18,603	5,826
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	18,603	5,826

**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**

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	6,443,902	7,986,482
2. Cost of cash equivalents acquired.....		
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	3,629,980	1,542,580
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	2,813,922	6,443,902
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	2,813,922	6,443,902

Sch. A-Pt 2
NONE

Sch. A-Pt 3
NONE

Sch. B-Pt 2
NONE

Sch. B-Pt 3
NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Designation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made after Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
		3 City	4 State									
Surplus Debentures - Unaffiliated												
401378 AB 0	GUARDIAN LIFE INSURANCE CORP SUBORD 144A.....	NEW YORK.....	NY.....	Bank of America Merrill Lynch.....	1FE.....	09/14/2015....		2,883,450				
2399999. Total - Surplus Debentures - Unaffiliated.....								2,883,450	.0	.0	.0	.XXX.....
4499999. Subtotal - Unaffiliated.....								2,883,450	.0	.0	.0	.XXX.....
4699999. Totals.....								2,883,450	.0	.0	.0	.XXX.....

QE03

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Changes in Book/Adjusted Carrying Value						15 Book/Adjusting Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V. (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.						
NONE																			

SCHEDULE D - PART 3

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

1			3	4			6	7	8	9	10
Identification	Description		Foreign	Date Acquired	Name of Vendor		Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous											
126650	CM	0		07/13/2015	BARCLAYS CAPITAL			2,953,290	3,000,000		2FE
450636	AC	9		07/16/2015	BLACKROCK			3,000,000	3,000,000		2FE
50076Q	AN	6		07/08/2015	BANK OF AMERICA MERRILL LYNCH			3,586,830	3,000,000	83,417	2FE
43474T	AB	9	F	08/19/2015	GOLDMAN SACHS & CO			2,503,060	2,000,000	55,382	2FE
902118	BT	4	F	09/09/2015	SUNTRUST			3,519,670	3,500,000		1FE
Q9194*	AB	5	F	09/22/2015	PRUDENTIAL SECURITIES INC			3,200,000	3,200,000		2FE
3899999. Total Bonds - Industrial and Miscellaneous								18,762,850	17,700,000	138,799	XXX
8399997. Total Bonds - Part 3								18,762,850	17,700,000	138,799	XXX
8399999. Total Bonds								18,762,850	17,700,000	138,799	XXX
9999999. Total Bonds, Preferred and Common Stocks								18,762,850	XXX	138,799	XXX

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

QE04

**Sch. D-Pt 4
NONE**

**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**

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								
PNC - Checking.....	Cleveland, OH.....				.....499,689	.....693,150	.....884,642	XXX
American Founders Bank - Checking.....	Frankfort, KY.....				.....119,751	.....140,271	.....178,970	XXX
Wells Fargo Bank, N.A. - DDA & Cont. Disb.....	Cleveland, OH.....				.....(3,197,114)	.....(3,054,899)	.....6,716,241	XXX
Bank of New York Mellon.....	New York, NY.....		.....22		.....358,666	.....2,959,829	.....113,414	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....22	.....0	.....(2,219,008)	.....738,351	.....7,893,267	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....22	.....0	.....(2,219,008)	.....738,351	.....7,893,267	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	XXX	.....3,400	.....3,400	.....3,400	XXX
0599999. Total Cash.....	XXX	XXX	.....22	.....0	.....(2,215,608)	.....741,751	.....7,896,667	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
Sweep Accounts							
Wells Fargo - Stagecoach Sweep Preferred.....		.....09/24/2015	.....0.080	.....09/25/2015	.....2,813,922	.....300	.....4,390
8499999. Total - Sweep Accounts.....					.....2,813,922	.....300	.....4,390
8699999. Total - Cash Equivalents.....					.....2,813,922	.....300	.....4,390