



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2015
OF THE CONDITION AND AFFAIRS OF THE

Motorists Commercial Mutual Insurance Company

NAIC Group Code	0291 (Current)	0291 (Prior)	NAIC Company Code	13331	Employer's ID Number	41-0299900
Organized under the Laws of	Ohio			State of Domicile or Port of Entry		OH
Country of Domicile	United States of America					
Incorporated/Organized	05/25/1899			Commenced Business		01/04/1900
Statutory Home Office	471 East Broad Street (Street and Number)			Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)		
Main Administrative Office	471 East Broad Street (Street and Number)			Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)		
	Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)			614-225-8211 (Area Code) (Telephone Number)		
Mail Address	471 East Broad Street (Street and Number or P.O. Box)			Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	471 East Broad Street (Street and Number)			Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)		
	Columbus , OH, US 43215 (City or Town, State, Country and Zip Code)			614-225-8211 (Area Code) (Telephone Number)		
Internet Website Address	MotoristsGroup.com					
Statutory Statement Contact	Joel B. Kratzer (Name)			614-225-8327 (Area Code) (Telephone Number)		
	Accounting@MotoristsGroup.com (E-mail Address)			614-225-8330 (FAX Number)		

OFFICERS

President & CEO	David Lynn Kaufman	Treasurer & CFO	Susan Elizabeth Haack
Secretary	Anne Bridges King		

OTHER

DIRECTORS OR TRUSTEES		
John Jacob Bishop	Larry Lee Forrester	Susan Elizabeth Haack
Sandra Werth Harbrecht	David Lynn Kaufman	David William Lemon
Robert Lee McCracken	Thomas Charles Ogg	Robert Charles Smith
Charles Donovan Stapleton	Robert Lynn Western	Michael Lee Wiseman

State of	Ohio	SS:
County of	Franklin	

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

David L. Kaufman Chief Executive Officer	Anne B. King Secretary	Susan E. Haack Treasurer
Subscribed and sworn to before me this	a. Is this an original filing?	Yes [X] No []
17th day of February, 2016	b. If no,	
	1. State the amendment number.....	
	2. Date filed	
	3. Number of pages attached.....	

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	182,130,334		182,130,334	179,728,599
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	58,440,999	102,987	58,338,012	60,802,849
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$				
encumbrances)				
4.2 Properties held for the production of income (less				
\$ encumbrances)				
4.3 Properties held for sale (less \$				
encumbrances)				
5. Cash (\$2,323,981 , Schedule E - Part 1), cash equivalents				
(\$0 , Schedule E - Part 2) and short-term				
investments (\$4,355,173 , Schedule DA)	6,679,154		6,679,154	6,290,830
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	25,499,308		25,499,308	22,592,990
9. Receivable for securities	66,302		66,302	9,016
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	272,816,097	102,987	272,713,110	269,424,285
13. Title plants less \$ charged off (for Title insurers				
only)				
14. Investment income due and accrued	1,753,027		1,753,027	1,680,786
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	10,516,201		10,516,201	10,899,275
15.2 Deferred premiums and agents' balances and installments booked but				
deferred and not yet due (including \$88,200				
earned but unbilled premiums)	15,409,452	9,800	15,399,652	15,751,768
15.3 Accrued retrospective premiums (\$) and				
contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5,043,894		5,043,894	2,617,065
16.2 Funds held by or deposited with reinsured companies	37,038,625		37,038,625	36,678,515
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	4,000,002		4,000,002	3,899,971
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	9,454		9,454	19,986
21. Furniture and equipment, including health care delivery assets				
(\$0)	4,260	4,260		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	476,724		476,724	991,944
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	28,685,844	28,007,908	677,936	900,758
26. Total assets excluding Separate Accounts, Segregated Accounts and				
Protected Cell Accounts (Lines 12 to 25)	375,753,580	28,124,955	347,628,625	342,864,353
27. From Separate Accounts, Segregated Accounts and Protected Cell				
Accounts				
28. Total (Lines 26 and 27)	375,753,580	28,124,955	347,628,625	342,864,353
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Pooled general expenses receivable	543,836		543,836	717,468
2502. Equities and deposits in pools and associations	134,100		134,100	183,290
2503. Prepaid pension	27,887,615	27,887,615		
2598. Summary of remaining write-ins for Line 25 from overflow page	120,293	120,293		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	28,685,844	28,007,908	677,936	900,758

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	77,304,649	75,472,111
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	6,711,182	7,123,670
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	19,072,366	18,840,608
4. Commissions payable, contingent commissions and other similar charges	5,326,667	4,950,261
5. Other expenses (excluding taxes, licenses and fees)	1,488,348	1,479,911
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,270,450	1,217,989
7.1 Current federal and foreign income taxes (including \$453,521 on realized capital gains (losses))	219,383	356,467
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$16,257,078 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)	60,756,728	61,557,973
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	993,826	1,207,051
12. Ceded reinsurance premiums payable (net of ceding commissions)	3,918,387	4,185,297
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	17,553,727	16,920,121
14. Amounts withheld or retained by company for account of others	218,522	211,865
15. Remittances and items not allocated	82,325	8,222
16. Provision for reinsurance (including \$0 certified) (Schedule F, Part 8)	392,774	262,657
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	227,568	595,748
20. Derivatives		
21. Payable for securities	99,691	156,372
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,897,413	2,084,384
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	197,534,005	196,630,707
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	197,534,005	196,630,707
29. Aggregate write-ins for special surplus funds		
30. Common capital stock		
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	150,094,619	146,233,647
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	150,094,619	146,233,647
38. TOTALS (Page 2, Line 28, Col. 3)	347,628,625	342,864,353
DETAILS OF WRITE-INS		
2501. Pooled general expenses payable	1,545,225	1,833,022
2502. Reinsurance assumed overhead payable	178,989	87,465
2503. Obligations in pools and associations	74,774	69,769
2598. Summary of remaining write-ins for Line 25 from overflow page	98,425	94,128
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	1,897,413	2,084,384
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)		

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4).....	133,536,899	132,224,653
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	69,063,939	69,686,764
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	16,999,568	14,893,378
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	49,808,437	49,046,862
5. Aggregate write-ins for underwriting deductions		(167)
6. Total underwriting deductions (Lines 2 through 5)	135,871,944	133,626,836
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(2,335,045)	(1,402,183)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	7,738,605	6,693,028
10. Net realized capital gains or (losses) less capital gains tax of \$ 964,845 (Exhibit of Capital Gains (Losses))	(2,577,322)	2,905,954
11. Net investment gain (loss) (Lines 9 + 10)	5,161,283	9,598,982
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 3,445 amount charged off \$ 22,975)	(19,530)	(152,101)
13. Finance and service charges not included in premiums	1,074,444	1,333,667
14. Aggregate write-ins for miscellaneous income	(2,811)	33,631
15. Total other income (Lines 12 through 14)	1,052,103	1,215,198
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	3,878,341	9,411,996
17. Dividends to policyholders	727,277	954,479
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)	3,151,064	8,457,517
19. Federal and foreign income taxes incurred	(122,963)	143,348
20. Net income (Line 18 minus Line 19)(to Line 22)	3,274,027	8,314,169
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	146,233,647	140,916,547
22. Net income (from Line 20)	3,274,027	8,314,169
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (618,668) 	731,910	(2,204,485)
25. Change in net unrealized foreign exchange capital gain (loss)	(45,573)	(132,551)
26. Change in net deferred income tax	(518,637)	(1,169,458)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	365,534	218,490
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(130,117)	290,934
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus	183,829	
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	3,860,973	5,317,099
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	150,094,619	146,233,647
DETAILS OF WRITE-INS		
0501. Change in premium deficiency reserve		(167)
0502. 		
0503. 		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)		(167)
1401. Miscellaneous income or expense	4,397	34,078
1402. Penalties and assessments	(29)	(600)
1403. Gain / (loss) on sale of assets other than securities	(7,179)	154
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	(2,811)	33,631
3701. Prior period income/(expense) adjustment	183,829	
3702. 		
3703. 		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)	183,829	

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	131,237,075	132,544,727
2. Net investment income	8,915,131	7,973,563
3. Miscellaneous income	1,052,103	1,215,198
4. Total (Lines 1 through 3)	141,204,309	141,733,487
5. Benefit and loss related payments	67,818,601	67,749,135
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	66,168,399	64,241,797
8. Dividends paid to policyholders	940,502	1,144,043
9. Federal and foreign income taxes paid (recovered) net of \$639,195 tax on capital gains (losses)	978,966	1,272,205
10. Total (Lines 5 through 9)	135,906,468	134,407,179
11. Net cash from operations (Line 4 minus Line 10)	5,297,840	7,326,307
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	35,214,663	24,306,430
12.2 Stocks	6,562,747	15,061,055
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets	871,205	1,907,173
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	(56,976)	125,790
12.8 Total investment proceeds (Lines 12.1 to 12.7)	42,591,639	41,400,448
13. Cost of investments acquired (long-term only):		
13.1 Bonds	38,336,620	32,471,892
13.2 Stocks	4,246,268	12,618,015
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets	5,701,793	2,064,713
13.6 Miscellaneous applications	56,680	(156,372)
13.7 Total investments acquired (Lines 13.1 to 13.6)	48,341,362	46,998,248
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(5,749,723)	(5,597,800)
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		
16.6 Other cash provided (applied)	840,206	974,258
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	840,206	974,258
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	388,324	2,702,765
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	6,290,830	3,588,065
19.2 End of period (Line 18 plus Line 19.1)	6,679,154	6,290,830

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

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ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	1,645,920	914,676	852,478	1,708,118
2.	Allied lines	1,593,399	890,831	857,183	1,627,047
3.	Farmowners multiple peril	1,269,854	589,575	599,094	1,260,336
4.	Homeowners multiple peril	22,365,073	13,381,269	12,248,511	23,497,831
5.	Commercial multiple peril	14,301,463	7,415,141	7,669,688	14,046,916
6.	Mortgage guaranty				
8.	Ocean marine	51,003	28,010	26,852	52,160
9.	Inland marine	3,658,238	1,831,329	1,893,118	3,596,450
10.	Financial guaranty				
11.1	Medical professional liability - occurrence				
11.2	Medical professional liability - claims-made				
12.	Earthquake	345,631	187,059	186,714	345,976
13.	Group accident and health				
14.	Credit accident and health (group and individual)				
15.	Other accident and health	461	21		482
16.	Workers' compensation	10,021,160	4,647,297	4,289,794	10,378,663
17.1	Other liability - occurrence	15,384,778	6,554,704	7,446,306	14,493,177
17.2	Other liability - claims-made	89,605			89,605
17.3	Excess workers' compensation				
18.1	Products liability - occurrence	1,219,947	474,960	544,693	1,150,215
18.2	Products liability - claims-made				
19.1, 19.2	Private passenger auto liability	21,570,300	7,915,739	7,406,347	22,079,692
19.3, 19.4	Commercial auto liability	15,690,494	7,080,525	7,572,867	15,198,153
21.	Auto physical damage	21,594,880	9,269,001	8,769,697	22,094,184
22.	Aircraft (all perils)				
23.	Fidelity	194,610	87,555	93,283	188,883
24.	Surety	(1)	36	10	25
26.	Burglary and theft	177,826	81,838	83,179	176,484
27.	Boiler and machinery	191,781	118,606	121,347	189,041
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance - nonproportional assumed property	1,081,963	80,194	74,283	1,087,874
32.	Reinsurance - nonproportional assumed liability	287,268	9,608	21,286	275,591
33.	Reinsurance - nonproportional assumed financial lines				
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	132,735,655	61,557,973	60,756,728	133,536,900
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Summary of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)				

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	852,478				852,478
2.	Allied lines	857,183				857,183
3.	Farmowners multiple peril	599,094				599,094
4.	Homeowners multiple peril	12,248,511				12,248,511
5.	Commercial multiple peril	7,669,688				7,669,688
6.	Mortgage guaranty					
8.	Ocean marine	26,852				26,852
9.	Inland marine	1,893,118				1,893,118
10.	Financial guaranty					
11.1	Medical professional liability - occurrence					
11.2	Medical professional liability - claims-made					
12.	Earthquake	186,714				186,714
13.	Group accident and health					
14.	Credit accident and health (group and individual)					
15.	Other accident and health					
16.	Workers' compensation	4,289,794				4,289,794
17.1	Other liability - occurrence	7,446,306				7,446,306
17.2	Other liability - claims-made					
17.3	Excess workers' compensation					
18.1	Products liability - occurrence	544,693				544,693
18.2	Products liability - claims-made					
19.1, 19.2	Private passenger auto liability	7,406,347				7,406,347
19.3, 19.4	Commercial auto liability	7,572,867				7,572,867
21.	Auto physical damage	8,769,697				8,769,697
22.	Aircraft (all perils)					
23.	Fidelity	93,283				93,283
24.	Surety	10				10
26.	Burglary and theft	83,179				83,179
27.	Boiler and machinery	121,347				121,347
28.	Credit					
29.	International					
30.	Warranty					
31.	Reinsurance - nonproportional assumed property	74,283				74,283
32.	Reinsurance - nonproportional assumed liability	21,286				21,286
33.	Reinsurance - nonproportional assumed financial lines					
34.	Aggregate write-ins for other lines of business					
35.	TOTALS	60,756,728				60,756,728
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through 37)					60,756,728
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Summary of remaining write-ins for Line 34 from overflow page					
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)					

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

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN						
Line of Business	1	Reinsurance Assumed		Reinsurance Ceded		6
	Direct Business (a)	2	3	4	5	Net Premiums Written Cols. 1+2+3-4-5
1. Fire	8,753	1,645,920	10,780	18,946	587	1,645,920
2. Allied lines	6,139	1,593,399	3,181	8,909	411	1,593,399
3. Farmowners multiple peril		1,269,854				1,269,854
4. Homeowners multiple peril	51,893	22,365,073	9,420	60,499	814	22,365,073
5. Commercial multiple peril	7,108,389	14,301,463		6,604,028	504,361	14,301,463
6. Mortgage guaranty						
8. Ocean marine		51,003				51,003
9. Inland marine	2,621,557	3,658,238		2,442,036	179,521	3,658,238
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake	26,379	345,631	113	24,436	2,056	345,631
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health	2,539	461		2,539		461
16. Workers' compensation	1,026,503	10,021,160	62,487	1,062,735	26,255	10,021,160
17.1 Other liability - occurrence	5,802,089	15,384,778	229	4,957,895	844,423	15,384,778
17.2 Other liability - claims-made		89,605				89,605
17.3 Excess workers' compensation						
18.1 Products liability - occurrence	839,404	1,219,947		837,945	1,459	1,219,947
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability		21,570,300				21,570,300
19.3, 19.4 Commercial auto liability	11,589,713	15,690,494	513,310	12,081,337	21,686	15,690,494
21. Auto physical damage	5,558,279	21,594,880	220,150	5,423,972	354,457	21,594,880
22. Aircraft (all perils)						
23. Fidelity		194,610				194,610
24. Surety		(1)		0	0	(1)
26. Burglary and theft	472,354	177,826	2	471,490	866	177,826
27. Boiler and machinery	638,148	191,781		(18,274)	656,422	191,781
28. Credit						
29. International						
30. Warranty						
31. Reinsurance - nonproportional assumed property	XXX	1,081,963				1,081,963
32. Reinsurance - nonproportional assumed liability	XXX	287,268				287,268
33. Reinsurance - nonproportional assumed financial lines	XXX					
34. Aggregate write-ins for other lines of business						
35. TOTALS	35,752,139	132,735,655	819,672	33,978,492	2,593,318	132,735,655
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

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

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4				
Line of Business		Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A , Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire	5,188	1,021,601	10,791	1,015,999	224,282	206,803	1,033,478	60.5
2.	Allied lines	4,577	766,161	5,631	765,107	45,824	110,541	700,390	43.0
3.	Farmowners multiple peril		585,849		585,849	43,202	208,525	420,526	33.4
4.	Homeowners multiple peril	45,693	11,622,820	49,867	11,618,647	3,341,660	3,150,136	11,810,171	50.3
5.	Commercial multiple peril	4,821,359	7,899,362	4,821,359	7,899,362	5,180,891	4,614,615	8,465,638	60.3
6.	Mortgage guaranty								
8.	Ocean marine		18,971		18,971	2,589	1,504	20,056	38.5
9.	Inland marine	946,477	1,016,406	946,477	1,016,406	135,605	165,975	986,037	27.4
10.	Financial guaranty								
11.1	Medical professional liability - occurrence								
11.2	Medical professional liability - claims-made								
12.	Earthquake								
13.	Group accident and health								
14.	Credit accident and health (group and individual)								
15.	Other accident and health	1,849	342	1,849	342	92	(134)	569	118.0
16.	Workers' compensation	3,057,690	5,635,053	3,378,532	5,314,211	17,359,655	18,431,470	4,242,396	40.9
17.1	Other liability - occurrence	863,067	3,368,737	863,221	3,368,583	13,674,215	12,862,634	4,180,164	28.8
17.2	Other liability - claims-made		15,722		15,722			15,722	17.5
17.3	Excess workers' compensation								
18.1	Products liability - occurrence	417,024	231,785	417,024	231,785	1,469,532	1,662,992	38,325	3.3
18.2	Products liability - claims-made								
19.1, 19.2	Private passenger auto liability	1,684	13,717,859	1,684	13,717,859	14,868,285	15,355,732	13,230,413	59.9
19.3, 19.4	Commercial auto liability	7,473,806	7,901,984	7,720,267	7,655,523	14,766,492	12,835,788	9,586,227	63.1
21.	Auto physical damage	3,434,244	13,317,225	3,587,920	13,163,549	867,221	185,070	13,845,700	62.7
22.	Aircraft (all perils)								
23.	Fidelity	(2,460)	30,838	(2,460)	30,838	41,625	10,360	62,103	32.9
24.	Surety	1,300	241	1,300	241	23,298	9,420	14,118	55,627.5
26.	Burglary and theft	55,797	55,772	55,797	55,772	18,593	27,311	47,054	26.7
27.	Boiler and machinery	21,674	(10,863)	21,674	(10,863)	21,232	16,583	(6,215)	(3.3)
28.	Credit								
29.	International								
30.	Warranty								
31.	Reinsurance - nonproportional assumed property	XXX	932,730	500,806	431,924	1,242,614	1,261,324	413,213	38.0
32.	Reinsurance - nonproportional assumed liability	XXX	335,576		335,576	3,977,739	4,355,462	(42,147)	(15.3)
33.	Reinsurance - nonproportional assumed financial lines	XXX							
34.	Aggregate write-ins for other lines of business								
35.	TOTALS	21,148,967	68,464,172	22,381,737	67,231,402	77,304,649	75,472,111	69,063,939	51.7
DETAILS OF WRITE-INS									
3401.	.....							
3402.	.....							
3403.	.....							
3498.	Summary of remaining write-ins for Line 34 from overflow page								
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
Line of Business		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire		162,331		162,331		61,951		224,282	9,260
2.	Allied lines		31,386		31,386		14,438		45,824	7,836
3.	Farmowners multiple peril		43,300		43,300		(98)		43,202	(516)
4.	Homeowners multiple peril		2,450,908		2,450,908		890,753		3,341,660	544,622
5.	Commercial multiple peril	820,900	2,705,222	820,900	2,705,222	7,678,932	2,475,669	7,678,932	5,180,891	936,064
6.	Mortgage guaranty									
8.	Ocean marine		2,589		2,589				2,589	415
9.	Inland marine	84,673	99,715	84,673	99,715	27,000	35,890	27,000	135,605	22,899
10.	Financial guaranty									
11.1	Medical professional liability - occurrence									
11.2	Medical professional liability - claims-made									
12.	Earthquake									
13.	Group accident and health								(a)	
14.	Credit accident and health (group and individual)									
15.	Other accident and health		(820)		(820)	5,000	913	5,000	(a)	92
16.	Workers' compensation	14,462,305	13,076,124	17,899,991	9,638,438	3,448,155	10,888,830	6,615,768	17,359,655	2,739,113
17.1	Other liability - occurrence	2,554,392	7,169,355	2,554,392	7,169,355	4,365,430	6,504,860	4,365,430	13,674,215	7,244,252
17.2	Other liability - claims-made									
17.3	Excess workers' compensation									
18.1	Products liability - occurrence	1,282,899	604,641	1,282,899	604,641	4,621,211	864,891	4,621,211	1,469,532	1,544,611
18.2	Products liability - claims-made									
19.1, 19.2	Private passenger auto liability	699	10,420,147	699	10,420,147		4,448,139		14,868,285	2,781,243
19.3, 19.4	Commercial auto liability	9,742,690	9,544,013	10,095,999	9,190,704	7,114,437	5,734,283	7,272,932	14,766,492	3,429,967
21.	Auto physical damage	174,382	666,291	174,356	666,317	87,000	204,167	90,263	867,221	(290,197)
22.	Aircraft (all perils)									
23.	Fidelity		40,145		40,145		1,480		41,625	4,297
24.	Surety	125,000	23,125	125,000	23,125	1,000	173	1,000	23,298	11,243
26.	Burglary and theft		6,475		6,475	61,000	12,118	61,000	18,593	3,546
27.	Boiler and machinery	15,000	21,232	15,000	21,232				21,232	2,593
28.	Credit									
29.	International									
30.	Warranty									
31.	Reinsurance - nonproportional assumed property	XXX	1,270,164	644,838	625,327	XXX	1,816,871	1,199,584	1,242,614	23,075
32.	Reinsurance - nonproportional assumed liability	XXX	1,093,351		1,093,351	XXX	2,884,388		3,977,739	58,044
33.	Reinsurance - nonproportional assumed financial lines	XXX				XXX				
34.	Aggregate write-ins for other lines of business									
35.	TOTALS	29,262,940	49,429,694	33,698,747	44,993,888	27,409,165	36,839,715	31,938,119	77,304,649	19,072,366
DETAILS OF WRITE-INS										
3401.	.....								
3402.	.....								
3403.	.....								
3498.	Summary of remaining write-ins for Line 34 from overflow page									
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)									

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

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	1,737,856			1,737,856
1.2 Reinsurance assumed	4,857,124			4,857,124
1.3 Reinsurance ceded	1,804,650			1,804,650
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	4,790,330			4,790,330
2. Commission and brokerage:				
2.1 Direct excluding contingent		5,119,053		5,119,053
2.2 Reinsurance assumed, excluding contingent		21,841,175		21,841,175
2.3 Reinsurance ceded, excluding contingent		5,149,921		5,149,921
2.4 Contingent - direct		1,332,329		1,332,329
2.5 Contingent - reinsurance assumed		3,473,650		3,473,650
2.6 Contingent - reinsurance ceded		1,332,329		1,332,329
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		25,283,957		25,283,957
3. Allowances to managers and agents		342		342
4. Advertising		661,900		661,900
5. Boards, bureaus and associations	53,118	776,257		829,375
6. Surveys and underwriting reports		1,600,532		1,600,532
7. Audit of assureds' records		15,830		15,830
8. Salary and related items:				
8.1 Salaries	5,383,031	8,471,119	5,138	13,859,287
8.2 Payroll taxes	410,491	642,773	397	1,053,662
9. Employee relations and welfare	2,012,468	3,048,771	4,225	5,065,464
10. Insurance	43,237	78,216		121,453
11. Directors' fees	83,949	164,470	474	248,893
12. Travel and travel items	400,548	636,016	0	1,036,563
13. Rent and rent items	712,141	908,832	530	1,621,503
14. Equipment	769,114	1,581,319	19,746	2,370,179
15. Cost or depreciation of EDP equipment and software	319,552	498,181		817,732
16. Printing and stationery	53,749	108,477	859	163,085
17. Postage, telephone and telegraph, exchange and express	310,159	863,518	1,326	1,175,004
18. Legal and auditing	37,502	97,818	296,257	431,578
19. Totals (Lines 3 to 18)	10,589,059	20,154,372	328,952	31,072,383
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$(793)		2,932,329		2,932,329
20.2 Insurance department licenses and fees		157,604		157,604
20.3 Gross guaranty association assessments		22,185		22,185
20.4 All other (excluding federal and foreign income and real estate)		90,012		90,012
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		3,202,129		3,202,129
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	1,620,179	1,167,979		2,788,158
25. Total expenses incurred	16,999,568	49,808,437	328,952 (a)	67,136,957
26. Less unpaid expenses - current year	19,072,366	7,994,344	91,120	27,157,830
27. Add unpaid expenses - prior year	18,840,608	7,563,856	84,305	26,488,768
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	16,767,810	49,377,949	322,136	66,467,895
DETAILS OF WRITE-INS				
2401. Other unallocated expenses	1,093,956			1,093,956
2402. Consulting fees	314,982	595,573		910,555
2403. Data services	133,168	130,869		264,038
2498. Summary of remaining write-ins for Line 24 from overflow page	78,072	441,537		519,609
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	1,620,179	1,167,979		2,788,158

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

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....462,982	.....404,755
1.1	Bonds exempt from U.S. tax	(a) .....1,642,007	.....1,723,031
1.2	Other bonds (unaffiliated)	(a) .....3,264,525	.....3,265,341
1.3	Bonds of affiliates	(a) .....	.....
2.1	Preferred stocks (unaffiliated)	(b) .....	.....
2.11	Preferred stocks of affiliates	(b) .....	.....
2.2	Common stocks (unaffiliated) .....	.....1,602,646	.....1,648,243
2.21	Common stocks of affiliates .....	.....	.....
3.	Mortgage loans	(c) .....	.....
4.	Real estate	(d) .....	.....
5	Contract loans .....	.....	.....
6	Cash, cash equivalents and short-term investments	(e) .....7,385	.....8,121
7	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	.....	.....1,011,778
9.	Aggregate write-ins for investment income .....	.....6,485	.....6,289
10.	Total gross investment income	6,986,030	8,067,557
11.	Investment expenses		(g) .....328,952
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income .....		.....
16.	Total deductions (Lines 11 through 15) .....		.....328,952
17.	Net investment income (Line 10 minus Line 16)		7,738,605
DETAILS OF WRITE-INS			
0901.	Security lending income .....	.....4,073	.....3,876
0902.	Prior year income .....	.....2,412	.....2,412
0903.	.....	
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	6,485	6,289
1501.	.....	
1502.	.....	
1503.	.....	
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		

- (a) Includes \$126,545 accrual of discount less \$1,368,496 amortization of premium and less \$60,706 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$0 investment expenses and \$0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds	327,543		327,543	(103,968)	
1.1	Bonds exempt from U.S. tax	132,675		132,675		
1.2	Other bonds (unaffiliated)	165,479		165,479		
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)					
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)	1,786,226	(108,887)	1,677,339	(3,374,697)	
2.21	Common stocks of affiliates				1,554,781	
3.	Mortgage loans					
4.	Real estate					
5.	Contract loans					
6.	Cash, cash equivalents and short-term investments					
7.	Derivative instruments					
8.	Other invested assets	(163,120)	(3,752,703)	(3,915,823)	2,037,125	(45,573)
9.	Aggregate write-ins for capital gains (losses)	310		310		
10.	Total capital gains (losses)	2,249,113	(3,861,590)	(1,612,477)	113,242	(45,573)
DETAILS OF WRITE-INS						
0901.	Litigation proceeds	310		310		
0902.	.....				
0903.	.....				
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	310		310		

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks	102,987	97,206	(5,781)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens.....			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)	102,987	97,206	(5,781)
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection			
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	9,800	6,026	(3,774)
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets	4,260	7,455	3,195
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	28,007,908	28,379,802	371,894
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	28,124,955	28,490,489	365,534
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	28,124,955	28,490,489	365,534
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Prepaid pension	27,887,615	28,276,610	388,995
2502. Prepaid expenses	65,923	45,472	(20,451)
2503. Automobiles	39,880	46,618	6,738
2598. Summary of remaining write-ins for Line 25 from overflow page	14,490	11,102	(3,388)
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	28,007,908	28,379,802	371,894

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

This statement has been completed in accordance with the accounting practices and procedures prescribed or permitted by the National Association of Insurance Commissioners (NAIC) and the State of Ohio. A reconciliation of the company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below:

Net Income	State of		
	Domicile	2015	2014
(1) Motorists Commercial Mutual Insurance Company state basis	OH	3,274,027	8,314,169
(2) State Prescribed Practices that increase/(decrease) NAIC SAP	OH	-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP	OH	-	-
(4) NAIC SAP	OH	3,274,027	8,314,169
Surplus			
(5) Motorists Commercial Mutual Insurance Company state basis	OH	150,094,619	146,233,647
(6) State Prescribed Practices that increase/(decrease) NAIC SAP	OH	-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP	OH	-	-
(8) NAIC SAP	OH	150,094,619	146,233,647

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

The preparation of financial statements in conformity with Statutory Accounting Principles as described in the *NAIC Annual Statement Instructions* and the *Accounting Practices and Procedures Manual* requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of the premiums written. Such reserves are computed using the daily method for direct business and are based on reports received from ceding companies and/or pools for assumed business.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the company uses the following accounting policies:

- 1) Short-term investments are stated at amortized cost.
- 2) Bonds not backed by other loans are stated at amortized cost using the scientific amortization method.
- 3) Common stocks are valued at market. However, investments in stocks of uncombined subsidiaries and affiliates in which the company has an interest of 20% or more are valued using the equity basis.
- 4) Preferred stocks are stated in accordance with the guidance provided in SSAP No. 32: Investments in Preferred Stock.
- 5) The company does not have any mortgage loans.
- 6) Loan-backed securities are stated in accordance with the guidance provided in SSAP No. 43R: Loan-backed and Structured Securities. The retrospective adjustment method is used to value these securities.
- 7) The company owns 30% of the common stock of Motorists Life Insurance Company, a life insurer, and 100% of the common stock of MCM Agency, Inc., an insurance broker. Motorists Life Insurance Company is valued on an equity basis as described in Part 5, Section 2ciB1 of the *Securities Valuation Handbook*. MCM Agency, Inc. is valued on an equity basis as described in Part 5, Section 2ciB2 of the *Securities Valuation Handbook*.
- 8) The company has investments in limited partnerships and limited liability companies. In accordance with SSAP No. 48: Joint Ventures, Partnerships and Limited Liability Companies, the investments are recorded using the equity method of accounting based on the underlying audited U.S. GAAP equity values of the holdings. The company also has partnership investments in low income housing tax credit properties. In accordance with SSAP No. 93: Accounting for Low Income Housing Tax Credit Property Investments, the investments are reported at amortized cost.
- 9) The company does not hold any derivative securities.
- 10) The company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53: Property/Casualty Contracts – Premiums.
- 11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount based on past experience for losses incurred but not reported (IBNR). Such liabilities are necessarily based on assumptions and estimates. While management believes the amounts are adequate, the ultimate liabilities may be in excess of or less than the amounts provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.
- 12) The company modified its capitalization policy to include internal effort costs for two select categories; Computer Software Developed or Modified for Internal Use and Website Development.
- 13) The company does not have any pharmaceutical rebate receivables to report.

2. Accounting Changes and Corrections of Errors

In 2015, Wilson Mutual Insurance Company, an intercompany reinsurance pool participant, became aware of unrecorded liability of \$602,782 related to its involuntary participation in the Wisconsin Insurance Plan for calendar years 2010 through 2013. The recognition of this omission is reflected as a prior period adjustment in the aggregate write-in for gains and losses in surplus (Page 4, column 1, line 37). Motorists Commercial's pool share of this adjustment is a loss of \$106,743.

In 2015, the company also corrected its accounting for several prior year cash distributions received from Park Street Capital Private Equity Fund VIII, LP. The correction involved earnings totaling \$290,572 distributed during calendar years 2010 through 2014 which were inadvertently recorded as principal returns. This correction is reflected as a prior period adjustment in the aggregate write-in for gains and losses in surplus (Page 4, column 1, line 37).

3. Business Combinations and Goodwill

The company did not have any business combination or goodwill transactions during the periods reported.

4. Discontinued Operations

The company did not discontinue any of its operations during the periods reported.

5. Investments

- A. The company did not have any mortgage loans or mezzanine real estate loans during the periods reported.
- B. The company was not involved in any debt restructuring during the periods reported.
- C. The company did not have any reverse mortgages during the periods reported.

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

D. Loan-Backed Securities

- 1) Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from market data vendors or broker dealer values.
- 2) The company did not hold any loan-backed securities with other-than-temporary recognized losses.
- 3) The company did not hold any loan-backed securities with current year other-than-temporary recognized losses.
- 4) The financial impact of the company's impaired securities (fair value is less than cost or amortized cost) for which other-than-temporary impairments have not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains) is listed below:
- a. The aggregate amount of unrealized losses:

1.	Less than 12 months	130,969
2.	12 months or longer	118,135

- b. The aggregate related fair value of securities with unrealized losses:

1.	Less than 12 months	11,334,488
2.	12 months or longer	4,968,099

- 5) The company performed an analysis of loan-backed securities and determined that exposure to credit risk was not a factor and did not warrant any other-than-temporary impairments.

E. The company did not have any repurchase agreements or relevant securities lending transactions during the periods reported.

F. The company did not have any investments in real estate during the periods reported.

G. The company invested in a low income housing tax credit (LIHTC) fund during 2015.

- 1) As of December 31, 2015, the company's LIHTC investments had 3 years of unexpired tax credits remaining. There is not a required holding period for the LIHTC investments.
- 2) As of the date of this publication, there were not any underlying properties in the LIHTC funds known to be under regulatory review.
- 3) In aggregate, the company's LIHTC investments did not exceed 10% of total admitted assets during 2015.
- 4) The company did not recognize any impairment losses on LIHTC investments during 2015.
- 5) The company did not make any write-downs or reclassifications due to forfeitures, ineligibility of low income housing tax credits, or other reasons during 2015.

H. Restricted Assets

- 1) The company held restricted assets as listed below:

Restricted Asset Category	Gross Restricted							Percentage		
	Current Year					6	7	8	9	10
	1	2	3	4	5					
	Total General Account (G/A)	Supporting Protected Cell Account Activity (a)	Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (Col 1+3)	Total From Prior Year	Increase / (Decrease) (Col 5-6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	-	-	-	-	-	-	-	-	-	-
b. Collateral held under security lending agreements	-	-	-	-	-	-	-	-	-	-
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	-	-
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	-	-
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	-	-
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	-	-
g. Placed under option contracts	-	-	-	-	-	-	-	-	-	-
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-	-	-	-
i. FHLB capital stock	-	-	-	-	-	-	-	-	-	-
j. On deposit with states	12,767,010	-	-	-	12,767,010	12,477,421	289,589	12,767,010	3.40%	3.68%
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-	-	-	-
l. Pledged as collateral to FHLB (including assets backing funding agreement(s))	-	-	-	-	-	-	-	-	-	-
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	-	-
n. Other restricted assets	-	-	-	-	-	-	-	-	-	-
o. Total Restricted Assets	12,767,010	-	-	-	12,767,010	12,477,421	289,589	12,767,010	3.40%	3.68%

- 2) The company did not have any assets pledged as collateral not captured in other categories.

- 3) The company did not have any other restricted assets.

I. The company was not involved in any Working Capital Finance Investments during the periods reported.

J. As of December 31, 2015, the company was not involved in any Offsetting and Netting of Assets and Liabilities during the periods reported.

NOTES TO FINANCIAL STATEMENTS

K. The company held structured notes as listed below:

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage- Referenced Security (YES/NO)
037833AN0	750,000	749,363	750,000	NO
12514AAE1	707,499	690,780	675,167	YES
25152RVZ2	250,000	248,400	250,000	NO
38376GM80	956,641	1,051,640	960,547	YES
912810FD5	404,579	384,465	394,485	NO
912810FH6	530,197	530,672	502,903	NO
912810FQ6	194,628	199,426	192,724	NO
912810FR4	1,635,602	1,434,455	1,589,254	NO
912810FS2	537,715	532,547	537,698	NO
912810PS1	344,752	340,853	343,581	NO
912810PV4	2,018,168	1,735,455	1,967,044	NO
912810PZ5	331,075	328,089	330,106	NO
912810QF8	219,343	265,594	237,717	NO
912810QP6	353,561	347,201	354,608	NO
912810QV3	446,160	425,368	452,680	NO
912810RA8	470,804	402,701	486,916	NO
912810RF7	386,775	373,894	386,422	NO
912810RL4	231,839	211,404	234,417	NO
912828B25	1,088,666	1,058,056	1,091,184	NO
912828C99	616,901	605,443	616,600	NO
912828GD6	469,586	483,408	499,444	NO
912828GX2	456,446	407,525	420,520	NO
912828H45	1,031,249	1,006,394	1,031,652	NO
912828HN3	375,059	409,788	412,646	NO
912828JE1	503,941	570,947	565,597	NO
912828JX9	370,493	351,672	358,674	NO
912828K33	458,880	451,206	463,457	NO
912828LA6	527,538	590,578	576,545	NO
912828MF4	739,613	714,565	734,129	NO
912828NM8	1,004,773	963,998	1,002,435	NO
912828PP9	940,370	896,729	933,583	NO
912828QV5	723,687	716,980	730,866	NO
912828SA9	1,058,444	977,584	1,067,825	NO
912828SQ4	967,188	930,118	961,648	NO
912828TE0	2,717,917	2,507,072	2,734,528	NO
912828UH1	769,148	706,382	782,111	NO
912828UX6	821,947	811,262	814,562	NO
912828VM9	997,181	998,411	998,329	NO
912828WU0	376,103	361,500	377,273	NO
912828XL9	386,242	377,263	386,049	NO
92936CAJ8	3,787,395	4,120,425	3,769,616	YES
Total	31,958,107	31,269,611	31,975,543	XXX

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The company did not have any investments in joint ventures, partnerships, or limited liability companies that exceeded 10% of admitted assets during the periods reported.
- B. The company recognized an other-than-temporary impairment write-down on the following LLC investment. The fair value was obtained from statements and performance disclosures provided by the investment manager.

	Impairment	Fair Value
BlackRock Enhanced Commodity Municipal Fund, LLC	3,696,192	7,603,808

7. Investment Income

- A. The company did not exclude any due and accrued investment income from surplus during the periods reported.
- B. The total amount excluded was \$0.

8. Derivative Instruments

The company did not own derivative financial instruments during the periods reported.

9. Income Taxes

- A. The components of the company's deferred tax assets (DTAs) and deferred tax liabilities (DTLs) and the change between the years are as follows:

		12/31/2015			12/31/2014			Change		
		Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
1										
a	Gross Deferred Tax Assets	10,054,281	178,315	10,232,596	10,525,114	197,402	10,722,516	(470,833)	(19,087)	(489,920)
b	Statutory Valuation Allowance Adjustment	-	-	-	-	-	-	-	-	-
c	Adjusted Gross Deferred Tax Assets(1a-1b)	10,054,281	178,315	10,232,596	10,525,114	197,402	10,722,516	(470,833)	(19,087)	(489,920)
d	Deferred Tax Assets Nonadmitted	-	-	-	-	-	-	-	-	-
e	Subtotal Net Deferred Tax Assets(Liabilities) (1c-1d)	10,054,281	178,315	10,232,596	10,525,114	197,402	10,722,516	(470,833)	(19,087)	(489,920)
f	Deferred Tax Liabilities	123,129	6,109,465	6,232,594	94,412	6,728,133	6,822,545	28,717	(618,668)	(589,951)
g	Net Admitted Deferred Tax Assets(Liabilities) (1e-1f)	9,931,152	(5,931,150)	4,000,002	10,430,702	(6,530,731)	3,899,971	(499,550)	599,581	100,031
2										
	Admission Calculation Components	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a	Federal income taxes paid in prior years recoverable through loss carrybacks (11a)	1,997,094	112,339	2,109,433	1,376,230	90,897	1,467,127	620,864	21,442	642,306
b	Adjusted gross DTAs expected to be realized after application of the threshold limitations (Lesser of 11bi or 11bii below)	7,044,717	-	7,044,717	8,013,452	-	8,013,452	(968,735)	-	(968,735)
1	Adjusted gross DTAs expected to be realized following the balance sheet date (11bi)	7,044,717	-	7,044,717	8,013,452	-	8,013,452	(968,735)	-	(968,735)
2	Adjusted gross DTAs allowed per limitation threshold (11bii)	21,951,972	-	21,951,972	21,320,962	-	21,320,962	631,010	-	631,010
c	Adjusted gross DTAs offset by gross DTLs (11c)	1,012,470	65,976	1,078,446	1,135,432	106,505	1,241,937	(122,962)	(40,529)	(163,491)
d	DTAs Admitted as the result of application of SSAP No. 101 (Total 2a+2b+2c)	10,054,281	178,315	10,232,596	10,525,114	197,402	10,722,516	(470,833)	(19,087)	(489,920)
3										
	Disclosure of ratios used for threshold limitation	2015	2014							
a	ExDTA ACL RBC % used to determine recovery period and threshold limitation amount in 2(b) above	843	788							
b	Amount of adjusted capital and surplus used to determine recovery period threshold limitation in 2(b)2 above	147,849,225	144,552,867							
4										
	Impact of Tax Planning Strategies On the Determination of	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital	
a	Adjusted Gross DTAs in 1(c) above	10,054,281	178,315	10,525,114	197,402	(470,833)	(19,087)			
	% of Total Adjusted Gross DTAs	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%			
	Net Admitted Adjusted Gross DTAs in 1(e) above	10,054,281	178,315	10,525,114	197,402	(470,833)	(19,087)			
	% of Total Net Admitted Adjusted Gross DTAs	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%			
b	Does the company's tax-planning strategies include the use of reinsurance?	Yes			No			X		

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NOTES TO FINANCIAL STATEMENTS

- B. There were no temporary differences for which deferred tax liabilities were not recognized.
- C. Current income taxes incurred consist of the following major components:

	12/31/2015	12/31/2014	Change
Current Income Tax			
Federal	(122,963)	143,348	(266,311)
Foreign	-	-	-
Subtotal	(122,963)	143,348	(266,311)
Federal income tax on net capital gains	964,845	1,524,417	(559,572)
Utilization of capital loss carry-forward	-	-	-
Other	-	-	-
Federal and foreign income taxes incurred	841,882	1,667,765	(825,883)

Deferred income tax assets and liabilities consist of the following major components:

	12/31/2015	12/31/2014	Change
Deferred tax assets:			
a Ordinary			
Discounting of unpaid losses	2,906,116	3,425,827	(519,711)
Unearned premium reserve	4,131,458	4,185,942	(54,484)
Investments	7,993	7,993	-
Policyholders dividends accruals	337,901	410,397	(72,496)
Fixed Assets	19,808	19,568	240
Compensation and benefit accruals	90,705	89,362	1,344
Minimum Pension Liability	-	-	-
Nonadmitted Assets	65,688	54,691	10,997
Net operating loss and contribution carry-forward	-	-	-
Foreign tax, LIHC and AMT credit carry-forward	2,439,466	2,298,646	140,820
Other	55,145	32,688	22,457
99 Subtotal	10,054,281	10,525,114	(470,833)
b Statutory Valuation Allowance adjustment	-	-	-
c Nonadmitted	-	-	-
d Admitted ordinary deferred tax assets (2a99-2b-2c)	10,054,281	10,525,114	(470,833)
e Capital			
Investments	178,315	197,402	(19,087)
Net capital loss carry-forward	-	-	-
99 Subtotal	178,315	197,402	(19,087)
f Statutory Valuation Allowance adjustment	-	-	-
g Nonadmitted	-	-	-
h Admitted capital deferred tax assets (2e99-2f-2g)	178,315	197,402	(19,087)
i Admitted deferred tax assets (2d+2h)	10,232,596	10,722,516	(489,920)
Deferred Tax Liabilities:			
a Ordinary			
Investments	123,129	94,412	28,717
Fixed Assets	-	-	-
Other	-	-	-
99 Subtotal	123,129	94,412	28,717
b Capital			
Investments	6,109,465	6,728,133	(618,668)
Other	-	-	-
99 Subtotal	6,109,465	6,728,133	(618,668)
c Deferred tax liabilities (3a99+3b99)	6,232,584	6,822,545	(589,961)
Net deferred tax assets/liabilities (2i-3c)	4,000,002	3,899,971	100,031

- D. The company's income tax incurred and change in deferred income tax differs from the amount obtained by applying the federal statutory rate of 35% to income before income taxes as follows:

	12/31/2015	12/31/2014	Effective Tax Rate	
Current income taxes incurred	841,882	1,667,765		
Change in deferred income tax	518,637	1,169,458		
(without tax on unrealized gains and losses)				
Total income tax reported	1,360,519	2,837,223		
Income before taxes	4,115,909	9,981,934		
Expected income tax expense (benefit) at 35% statutory rate	1,440,568	3,493,677	35.0%	35.0%
Increase (decrease) in actual tax resulting from:				
a) Tax exempt interest net of proration	(497,481)	(449,622)	-12.1%	-4.5%
b) Dividends received deduction net of proration	(88,836)	(88,886)	-2.2%	-0.9%
c) Change in deferred tax benefit on nonadmitted assets	124,282	51,155	3.0%	0.5%
d) Low income housing and foreign tax credits	(217,371)	(235,753)	-5.3%	-2.4%
e) Affiliated dividends due	-	-	0.0%	0.0%
f) Recognized partnership income	325,894	(702,819)	7.9%	-7.0%
g) Retro Pooling / Prior year AIG settlement	-	585,277	0.0%	5.9%
h) Rate Differential	(41,159)	(99,819)	-1.0%	-1.0%
i) Treasury Inflation Protection securities	(35,349)	75,937	-0.9%	0.8%
j) Nondeductible expenses	1,279	4,090	0.0%	0.0%
k) Change in Valuation Allowance	-	-	0.0%	0.0%
l) Provision to return adjustment	389,243	260,762	9.5%	2.6%
m) Other	(40,550)	(56,775)	-1.0%	-0.6%
Total income tax reported	1,360,519	2,837,223	33.1%	28.4%

- E. 1) As of December 31, 2015, the company had the following tax credits carry-forwards:

Low income housing credit carry-forwards	Origination Year	Expiration Year	Amount
	2009	2029	211,382
	2010	2030	211,017
	2011	2031	184,373
	2012	2032	243,606
	2013	2033	207,686
	2014	2034	207,009
	2015	2035	217,355
	Total		1,482,428
Foreign tax credit carry-forwards	Origination Year	Expiration Year	Amount
	2008	2018	5,641
	2009	2019	9,393
	2010	2020	20,863
	2011	2021	21,937
	2012	2022	748
	2013	2023	16,192
	2014	2024	900
	2015	2025	16
	Total		75,690
Research & experimentation credit carry-forwards	Origination Year	Expiration Year	Amount
	2013	2033	6
	2014	2034	94
	Total		100

The company has an alternative minimum tax credit carryover in the amount of \$881,248. It does not have an expiration date.

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NOTES TO FINANCIAL STATEMENTS

- 2) The amount of federal income taxes incurred that are available for recoupment in the event of future net losses are as follows:

2015 (current year)	513,419
2014 (current year - 1)	1,596,014
2013 (current year - 2)	-

- 3) The company did not have any deposits admitted under Section 6603 of the Internal Revenue Service (IRS) Code as of December 31, 2015.

- F. 1) The Company's federal income tax return was consolidated with the following entities:

MCM Insurance Agency, Inc.
MCM Insurance Agency, Inc. of MA

- 2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled annually when the federal income tax return is filed.

- G. As of December 31, 2015, the company did not have any federal or foreign income tax loss contingencies.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. - C. On August 31, 2014, Motorists Mutual Insurance Company purchased a 100% interest in Consumers Insurance Group, Inc. and its wholly-owned subsidiary, Consumers Insurance USA, Inc. The transaction was accounted for as a statutory purchase at a cost of \$32,371,923 with goodwill in the amount of \$17,174,689. On October 20, 2014, Motorists Mutual Insurance Company contributed \$10,000,000 of paid-in-capital to Consumers Insurance USA via Consumers Insurance Group. On December 18, 2014, Consumers Insurance USA became a participant in The Motorists Insurance Group's intercompany pooling arrangement. The integration was applied retroactively to January 1, 2014, and The Group's intercompany pooling agreement was amended accordingly. For more information on the intercompany pooling arrangement, refer to Note 26.

On January 2, 2011, Phenix Mutual Fire Insurance Company sold its 44.8% equity interest in N.E. Corporation, the parent of Casco Indemnity Company, to Ohio Mutual Insurance Company for \$3,824,316 and realized a net capital gain of \$60,511. Per the terms of the sale agreement, Phenix deposited \$448,000 of its proceeds in an escrow account. The funds, which were nonadmitted in Phenix Mutual's financial statements, provided Ohio Mutual protection against adverse loss reserve development and other contractual obligations. The escrow account was settled on May 29, 2014. Of the \$448,000 deposit, \$347,719 was transferred to Ohio Mutual for reserve development and the balance was released to Phenix. The settlement resulted in a net realized capital loss of \$347,719, a \$448,000 reduction in nonadmitted assets, and \$139 of interest earnings, which increased surplus by \$100,420 in 2014.

- D. As of December 31, 2015, and 2014, the company reported net amounts due from/(due to) affiliates of \$249,156 and \$396,196, respectively. All amounts were settled within 60 days.
- E. The company did not have any guarantees or undertakings for the benefit of an affiliate or related party that resulted in a material contingent exposure to the company or any related parties during the periods reported.
- F. During the periods reported, the company had a management arrangement with Motorists Mutual Insurance Company, an Ohio-based affiliate, whereby Motorists provided management services to the company. The company had a separate agreement with Motorists Service Corporation (MSC), a wholly owned subsidiary of Motorists, whereby MSC delivered staffing services to the company. The company also had an arrangement with its affiliates whereby costs for common facilities and support services were shared.
- G. The company is a mutual property/casualty insurer and an affiliate of The Motorists Insurance Group. Motorists Mutual Insurance Company is the ultimate controlling entity of The Group through an interlocking board of directors.
- H. The company did not own any shares, directly or indirectly, of an upstream intermediate entity or ultimate parent during the periods reported.
- I. The company did not have any investments in subsidiary, controlled, or affiliated entities that exceed 10% of admitted assets during the periods reported.
- J. The company did not recognize any impairment write-downs for investments in subsidiary, controlled, or affiliated entities during the periods reported.
- K. The company did not have any investments in foreign insurance subsidiaries during the periods reported.
- L. The company did not have any investments in downstream non-insurance holding companies during the periods reported.

11. Debt

- A. The company did not have any capital notes or other debt obligations outstanding during the periods reported.
- B. The company did not have any Federal Home Loan Bank agreements in place during the periods reported.

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

- A-D. The company participated in a defined benefit pension plan sponsored by an affiliate, Motorists Mutual Insurance Company, during the periods reported.
- E. The company participated in an incentive savings plan sponsored by an affiliate, Motorists Mutual Insurance Company, during the periods reported. Motorists Mutual contributed up to a maximum of 3% of each associate's compensation and allocated amounts to the company based on a cost sharing arrangement. The company's shares of the contributions to the plan were \$51,097 and \$51,133 for 2015 and 2014, respectively.
- F. The company did not participate in any multi-employer plans during the periods reported.
- G. The company participated in a non-contributory defined benefit pension plan sponsored by an affiliate, Motorists Mutual Insurance Company, during the periods reported. The company did not have any legal obligation for benefits under this plan. Motorists Mutual allocated amounts to the company based on a cost sharing arrangement. Under this arrangement, the company incurred periodic pension costs of \$338,995 in 2015 and \$184,139 in 2014.
- H. The company's financial records include adequate accruals for all post-employment benefit obligations and compensated absences.
- I. The company did not sponsor or participate in any post-retirement benefits plans during the periods reported.

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

- 1) Information concerning capital stock is not applicable. The company is a mutual property/casualty insurer.
- 2) Information concerning preferred stock is not applicable. The company is a mutual property/casualty insurer.
- 3) Information concerning stock dividends is not applicable. The company is a mutual property/casualty insurer.
- 4) Information concerning stock dividend payments is not applicable. The company is a mutual property/casualty insurer.
- 5) Information concerning stock dividends is not applicable. The company is a mutual property/casualty insurer.
- 6) There were not any restrictions on the company's surplus during the periods reported.
- 7) There were not any advances to surplus to disclose for the periods reported.
- 8) The company did not hold any stock for special purposes during the periods reported.
- 9) The company did not have any special surplus funds to disclose for the periods reported.
- 10) As of December 31, 2015, the portion of unassigned funds (surplus) represented by cumulative unrealized gains (net of deferred FIT) was \$13,647,502.
- 11) The company did not have any surplus debentures or similar obligations to disclose for the periods reported.
- 12) Information concerning quasi-reorganization is not applicable.
- 13) Information concerning quasi-reorganization is not applicable.

14. Liabilities, Contingencies and Assessments

- A. Contingent Commitments
- 1) At December 31, 2015, the company had outstanding commitments associated with joint venture interests totaling \$4,363,697.

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NOTES TO FINANCIAL STATEMENTS

2) The aforementioned commitments are not reflected as liabilities in the accompanying financial statement. The figure presented represents the sum of the company's maximum potential outlays related to the commitments. Other details are provided below:

(1)	(2)	(3)	(4)	(5)
Nature and circumstances of guarantee and key attributes, including date and duration of agreement	Liability recognition of guarantee	Ultimate financial statement impact if action under the guarantee is required	Maximum potential amount of future payments (undiscounted)	Current status of payment or performance risk of guarantee
Adams Street 2012 Global Fund LP		Increase in other invested assets	1,768,400	All current capital calls have been funded.
HarbourVest Partners, LLC		Increase in other invested assets	2,527,797	All current capital calls have been funded.
Park Street Capital Private Equity Fund LP		Increase in other invested assets	67,500	All current capital calls have been funded.
Total			4,363,697	

3) Details regarding the impact these commitments had or could potentially have on the company's financial statements are provided below:

a. Aggregate Maximum Potential of Future Payments of all Guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal total of Column 4 for (2) above.)	4,363,697
b. Current Liability Recognized in F/S	
1. Noncontingent Liabilities	-
2. Contingent Liabilities	-
c. Ultimate Financial Statement Impact if action under the guarantee is required.	
1. Investments in SCA	-
2. Joint Venture	4,363,697
3. Dividends to Stockholders (capital contribution)	-
4. Expense	-
5. Other	-
6. Total (Should equal (3)a.)	4,363,697

B. Assessments

The company is subject to guaranty fund and other assessments by the states in which it conducts business. Guaranty fund assessments are accrued upon notification of the insolvency. Other assessments are recognized 1) when assessed by a state, 2) when premiums are written for premium-based assessments, or 3) when losses are incurred for loss-based assessments. Incurred assessments are subject to the intercompany pooling arrangement described in Note 26. The company's net paid guaranty fund assessments totaled \$32,055 and \$1,704 for the years ended December 31, 2015, and 2014, respectively. The company's net accrued liabilities for guaranty funds were \$150,482 and \$160,253 as of December 31, 2015, and 2014, respectively. Per the accounting practices and procedures prescribed by the company's state of domicile, receivables for premium tax credits are not reflected in the accompanying financial statements.

C. Gain Contingencies

The company did not have any material gain contingencies to disclose for the periods reported.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

The company did not make any direct payments to settle claims related extra contractual obligations (ECO) or bad faith claims stemming from lawsuits in the current reporting period.

E. Product Warranties

The company did not have any contingent liabilities associated with product warranties to disclose for the periods reported.

F. Joint and Several Liabilities

The company did not have any joint and several liabilities exposure to disclose for the periods reported.

G. All Other Contingencies

The company did not have any other contingent liabilities arising from litigation, income taxes, or other matters that were material in nature. All assets that the company considered to be impaired were valued at market prior to the closing of the company's financial records. The potential for losses associated with uncollectible receivable balances is not material to the company's financial position. Premium balances over 90 days past due are recorded as nonadmitted assets.

15. Leases

A. Leasing Arrangements

- 1) The company leases computer-related equipment under various operating lease arrangements and has entered into various agreements for information technology-related services through December 2021. The expenses for these commitments for 2015 and 2014 were \$136,397 and \$774,354, respectively.
- 2) As of December 31, 2015, the company had aggregate commitments of \$598,873. Commitments for the next five years are as follows:

<u>Fiscal Year</u>	<u>Commitment</u>
2016	237,931
2017	73,155
2018	69,931
2019	70,267
2020	72,580

- 3) The company was not involved in sale-leaseback transactions during the periods reported.

B. The company did not act as a lessor in business activities or participate in leveraged leases during the periods reported.

16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

The company did not have any investments in financial instruments with off-balance sheet risk during the periods reported.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. The company did not have any transfers of receivables reported as sales during the periods reported.

B. Transfer and Servicing of Financial Assets

- 1) As of December 31, 2015, the company was not involved in any securities lending programs.
- 2) The company did not have any servicing assets or servicing liabilities to disclose for the periods reported.
- 3) The company did not have any servicing assets or servicing liabilities to disclose for the periods reported.
- 4) The company did not obtain any assets or incur any liabilities due to the transfer of financial assets during the periods reported.
- 5) The company did not securitize any financial assets during the periods reported.
- 6) The company was not involved in any transfers of receivables during the periods reported.
- 7) The company did not have any repurchase or reverse repurchase agreements during the periods reported.

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C. Wash Sales
In the course of the company's asset management, there were not any securities sales and reacquisitions made within 30 days of the sale date to enhance the yield on the investment portfolio.

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

The company did not serve as an Administrative Services Only (ASO) or as an Administrative Services Contract (ASC) plan administrator during the periods reported.

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

The company did not write any direct premiums through managing general agents or third party administrators during the periods reported.

20. Fair Value Measurements

A. Fair Value Hierarchy

1) Information regarding assets measured at fair value on a recurring basis is provided below:

Fair Value Measurements at December 31, 2015				
Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Perpetual Preferred stock				
Industrial and Misc	-	-	-	-
Parents, Subsidiaries and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	-	-	-	-
Bonds				
U.S. Governments	-	-	-	-
Industrial and Misc	-	-	-	-
Hybrid Securities	-	-	-	-
Parents, Subsidiaries and Affiliates	-	-	-	-
Total Bonds	-	-	-	-
Common Stock				
Industrial and Misc	39,761,169	-	45,144	39,806,313
Parents, Subsidiaries and Affiliates	-	-	18,634,685	18,634,685
Total Common Stocks	39,761,169	-	18,679,829	58,440,998
Other invested assets	-	-	24,744,627	24,744,627
Total assets at fair value	39,761,169	-	43,424,456	83,185,625
b. Liabilities at fair value				
Total liabilities at fair value	-	-	-	-

2) Information regarding assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) is provided below:

	Beginning balance at 01/01/2015	Transfers into Level 3	Transfers out of Level 3	Total gains or losses included in Net Income (realized)	Total gains or losses included in Surplus (unrealized)	Purchases	Issuances	Sales	Settlements	Ending balance at 12/31/2015
a. Assets										
Preferred Stock	-	-	-	-	-	-	-	-	-	-
Fixed Maturities	-	-	-	-	-	-	-	-	-	-
Common Stock										
Industrial and Misc	41,532	-	-	-	3,442	-	170	-	-	45,144
Parents, Subsidiaries and Affiliates	17,004,905	-	-	-	1,629,781	-	-	-	-	18,634,685
Other Invested Assets	21,675,189	-	-	(3,752,703)	1,991,552	5,701,793	-	(871,205)	-	24,744,627
Total Assets	38,721,625	-	-	(3,752,703)	3,624,775	5,701,793	170	(871,205)	-	43,424,457
b. Liabilities										
Total Liabilities	-	-	-	-	-	-	-	-	-	-

- 3) The company did not recognize any transfers into or out of the Level 3 classification during the reporting period. The company's policy is to recognize transfers of this nature on the actual date of the event or change in circumstances that caused the transfer.
- 4) The company valued common stocks using the equity method. Other invested assets were valued using equity statements from the respective fund managers.
- 5) The company does not hold any derivative assets or liabilities.

B. The company did not have any other assets measured at fair value.

C. Fair Value Measurement:

Type of Financial Instrument	Aggregate Fair Value		(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
	Value	Admitted Assets				
Bonds	185,692,358	182,130,334		185,692,358		
Common Stock	58,440,998	58,338,011	39,761,169		18,679,829	
Other Invested Assets	25,499,309	25,499,309			24,744,627	754,682
	269,632,665	265,967,655	39,761,169	185,692,358	43,424,456	754,682

D. Not Practicable to Estimate Fair Value:

	Effective			
	Carrying Value	Interest Rate	Maturity Date	Explanation
Other Invested Assets				
Low Income Housing	754,682	n/a	n/a	Asset is not a marketable financial instrument

21. Other Items

- A. Extraordinary Items
The company did not have any extraordinary items to disclose for the periods reported.
- B. Troubled Debt Restructuring: Debtors
The company did not have any transactions related to troubled debt restructurings during the periods reported.

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C. Other Disclosures and Unusual Items

- 1) The company elected to use rounding in the reporting of amounts in this statement.
- 2) The table below summarizes the company's net unpaid loss and loss adjustment expense reserves for accident years 2001 through 2005 and prior for all applicable statutory categories reported in Schedule P, Part 1, columns 13 through 24 of the Annual Statement. All amounts shown are in thousands.

Schedule P Category	Loss Year	Case Basis	Bulk & IBNR	Def & Cost Containment	Adjusting & Other Exp	Salvage & Subrogation	Loss & Exp Total Unpaid
Part 1A	Prior	1	-	0	2	-	3
Homeowners/	2001	-	-	-	-	-	-
Farmowners	2002	(7)	-	(0)	-	-	(7)
	2003	2	-	0	0	-	2
	2004	2	-	0	0	-	3
	2005	-	-	-	2	-	2
Total		(1)	-	(0)	4	-	2
Part 1B	Prior	110	-	1	6	-	117
Private Passenger	2001	(2)	-	-	-	-	(2)
Auto Liability/Medical	2002	-	-	-	-	-	-
	2003	2	-	0	0	-	3
	2004	4	-	0	0	-	4
	2005	-	1	0	0	-	1
Total		114	1	2	6	-	122
Part 1 C	Prior	10	-	6	0	-	16
Commercial Auto/	2001	(0)	-	(0)	-	-	(0)
Truck Liability/Medical	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	10	77	41	2	-	130
Total		20	77	46	2	-	146
Part 1D	Prior	2,762	1,019	129	144	-	4,054
Workers' Compensation	2001	(52)	4	(1)	0	-	(49)
	2002	23	8	1	1	-	34
	2003	93	9	3	5	-	110
	2004	69	11	3	4	-	87
	2005	13	561	21	24	-	618
Total		2,908	1,614	156	177	-	4,855
Part 1E	Prior	70	-	7	4	-	80
Commercial	2001	(1)	-	(0)	-	-	(1)
Multiple Peril	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	1	-	0	0	-	1
	2005	-	1,327	146	95	-	1,568
Total		69	1,327	152	99	-	1,648
Part 1F, Section 1	Prior	-	-	-	-	-	-
Medical Malpractice	2001	-	-	-	-	-	-
	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	-	-	-	-	-	-
Total		-	-	-	-	-	-
Part 1G	Prior	0	-	-	-	-	0
Special Liability	2001	-	-	-	-	-	-
	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	-	-	-	-	-	-
Total		0	-	-	-	-	0
Part 1H, Section 1	Prior	287	290	204	23	-	805
Other Liability	2001	5	-	5	1	-	10
	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	14	-	3	0	-	17
	2005	15	595	270	30	-	910
Total		320	885	482	54	-	1,742
Part 1I	Prior	0	-	-	-	-	0
Special Property	2001	(0)	-	(0)	-	-	(0)
	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	-	-	-	-	-	-
Total		(0)	-	(0)	-	-	(0)

NOTES TO FINANCIAL STATEMENTS

Schedule P Category	Loss Year	Case Basis	Bulk & IBNR	Def & Cost Containment	Adjusting & Other Exp	Salvage & Subrogation	Loss & Exp Total Unpaid
Part 1J	Prior	1	-	0	-	-	1
Auto Physical	2001	(1)	-	(0)	-	-	(2)
Damage	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	1	-	0	-	-	1
Total		0	-	(0)	-	-	0
Part 1K	Prior	-	-	-	-	-	-
Fidelity/Surety	2001	-	-	-	-	-	-
	2002	-	-	-	-	-	-
	2003	-	-	-	-	-	-
	2004	-	-	-	-	-	-
	2005	-	-	-	-	-	-
Total		-	-	-	-	-	-
Part 1N	Prior	71	87	3	-	-	162
Reinsurance	2001	-	-	-	-	-	-
Nonproportional	2002	-	1	-	-	-	1
Assumed Property	2003	-	1	-	-	-	1
	2004	-	3	-	-	-	3
	2005	-	10	-	-	-	10
Total		71	103	3	-	-	178
Part 1O	Prior	180	206	7	-	-	394
Reinsurance	2001	56	65	2	-	-	123
Nonproportional	2002	42	98	3	-	-	143
Assumed Liability	2003	39	112	3	-	-	153
	2004	133	109	5	-	-	246
	2005	132	147	5	-	-	285
Total		582	737	26	-	-	1,345
Part 1R, Section 1	Prior	85	-	146	53	-	283
Products Liability	2001	1	-	1	0	-	2
	2002	1	-	1	0	-	2
	2003	1	-	2	1	-	4
	2004	-	-	-	-	-	-
	2005	-	221	376	137	-	733
Total		88	221	526	191	-	1,026

- D. Business Interruption Insurance Recoveries
There were not any business interruption insurance recoveries received during the periods reported.
- E. State Transferable and Non-transferable Tax Credits
The company did not have any state transferable or non-transferable tax credits to disclose for the periods reported.
- F. Subprime-Mortgage-Related Risk Exposure
The company did not hold any investments with subprime mortgage related risk exposure during the periods reported.

22. Events Subsequent

There were not any events that occurred subsequent to the closing of the company's financial records that would materially impact the financial information presented.

23. Reinsurance

- A. Unsecured Reinsurance Recoverables
As of December 31, 2015, the company had unsecured aggregate recoverables for losses paid and unpaid (including IBNR), loss adjustment expenses, and unearned premium with a reinsurer that exceeded 3% of the company's surplus. The reinsurer and the associated recoverable balance are listed below:

Company Name	NAIC Number	Federal ID	Amount Recoverable
Motorists Mutual Insurance Company	14621	31-4259550	76,326,717

- B. Reinsurance Recoverable in Dispute
As of December 31, 2015, the company did not have any reinsurance recoverable amounts in dispute from any one reinsurer that exceeded 5% of policyholder surplus.
- C. Reinsurance Assumed and Ceded

- 1) The maximum amount of return commission that would have been due reinsurers if they or the company had cancelled all of the company's reinsurance or if the company or a receiver had cancelled all of the company's assumed contracts as of December 31, 2015, with the return of the unearned premium reserve is illustrated below:

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	60,756,728	9,923,271	15,816,961	2,275,698	44,939,767	7,647,573
b. All Other	370,140	6,468	440,117	82,390	(69,977)	(75,922)
c. Total	61,126,868	9,929,740	16,257,078	2,358,088	44,869,790	7,571,651
d. Direct Unearned Premium Reserve		15,886,938				

- 2) The company's contingent commissions associated with existing contractual arrangements are illustrated below:

	Direct	Assumed	Ceded	Net
a. Contingent Commission	1,353,579	3,676,087	1,353,579	3,676,087
b. Sliding Scale Adjustments	-	-	-	-
c. Other Profit Commission Arrangements	-	-	-	-
d. Total	1,353,579	3,676,087	1,353,579	3,676,087

- 3) Information concerning protected cells is not applicable.

- D. Uncollectible Reinsurance
There were not any reinsurance balances written off as uncollectible during the year.

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NOTES TO FINANCIAL STATEMENTS

- E. Commutation of Ceded Reinsurance
The company did not commute any ceded reinsurance balances during the year.
- F. Retroactive Reinsurance
The company did not have any retroactive reinsurance contracts in place during the periods reported.
- G. Reinsurance Accounted for as a Deposit
The company did not have any agreements in place that required reinsurance to be accounted for as a deposit during the periods reported.
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements
The company did not enter into any special run-off agreements.
- I. Certified Reinsurer Downgraded or Status Subject to Revocation
The company has never been classified as a certified reinsurer, and its records do not reflect any certified reinsurers that experienced a rating downgrade or are subject to revocation action.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The company did not have any retrospectively rated contracts or contracts subject to redetermination in place during the periods reported.

25. Changes in Incurred Losses and Loss Adjustment Expenses

Reserves for the company's incurred losses and loss adjustment expenses (after intercompany pooling) attributable to insured events of prior years reflect favorable development totaling \$5,257,315. The development can be attributed primarily to the re-estimation of unpaid losses and loss adjustment expenses in the workers' compensation, private passenger auto liability, other liability, auto physical damage, homeowners, and products liability lines of business. The favorable development in these lines was partially offset by further losses in the commercial multiple peril and commercial auto liability lines of business. The changes reflected in these lines were generally the result of recent development trends. Since the company did not have any retrospectively rated contracts in place during the periods reported, there were not any premium adjustments made as a result of this loss and loss adjustment expense development.

26. Intercompany Pooling Arrangements

Motorists Mutual Insurance Company (NAIC #14621) and its affiliates; Consumers Insurance USA, Inc. (NAIC #10204), Motorists Commercial Mutual Insurance Company (NAIC #13331), Iowa American Insurance Company (NAIC #31577), Iowa Mutual Insurance Company (NAIC #14338), MICO Insurance Company (NAIC #40932), Phenix Mutual Fire Insurance Company (NAIC #23175), and Wilson Mutual Insurance Company (NAIC #19950), participated in an intercompany pooling arrangement covering premiums, losses, and underwriting expenses for all lines during the year. Related finance and service charge income, agent and premium balance charge-offs, deficiency reserves, and policyholder dividends were also subject to the pooling arrangement. The participation percentages for each company were as follows: 68.5% for Motorists Mutual, 3.0% for Consumers Insurance, 18.5% for Motorists Commercial, 1.0% for Iowa American, 3.0% for Iowa Mutual, 0.0% for MICO, 3.0% for Phenix Mutual, and 3.0% for Wilson Mutual.

Each company recognized facultative and treaty reinsurance cessions with unaffiliated reinsurers prior to the administration of the intercompany pooling agreement. As the lead insurer, Motorists Mutual assumed all net premiums, losses, loss adjustment expenses, and underwriting expenses and then ceded each pool participant its share of the pool. Underwriting-related balance sheet items such as premiums receivable, installments, reinsurance assumed premium receivables and loss payables, reinsurance ceded premium payables and loss receivables, general expense receivables and payables, funds held balances, advanced premiums, and outstanding drafts were also pooled.

As of December 31, 2015, the company reported a pooling-related balance of \$1,849,640 receivable from Motorists Mutual Insurance Company.

27. Structured Settlements

- A. The company has purchased annuities for structured settlements under which the claimant is the payee, but for which the company is contingently liable. Details are provided below:

<u>Loss Reserves Eliminated by Annuities</u>	<u>Unrecorded Loss Contingencies</u>
6,649,798	11,400,308

- B. As of December 31, 2015, there were amounts in excess of 1% of the company's surplus due for annuities from three individual life insurance companies associated with purchased annuities for which the company did not receive a release of liability from the claimant. These life insurance companies and the associated contingent liabilities are listed in the table below:

<u>Life Insurance Company and Location</u>	<u>Licensed in State of Domicile</u>	<u>Statement Value (Present Value)</u>
American International Life Insurance Company New York, New York	Yes	4,850,478
CIGNA Retirement and Investment Company Hartford, Connecticut	Yes	1,927,427
Genworth Life and Annuity Insurance Company Richmond, Virginia	Yes	2,541,292

28. Health Care Receivables

The company did not have any health care receivables to disclose for the periods reported.

29. Participating Policies

The company did not write policies with participating contracts during the periods reported.

30. Premium Deficiency Reserves

Details regarding the premium deficiency reserve reported by the company as of December 31, 2015, are provided below:

1) Liability carried for premium deficiency reserves	\$ 0
2) Date of the most recent evaluation of this liability	January 6, 2016
3) Was anticipated investment income utilized in the calculation?	Yes

31. High Deductibles

The company did not have any unpaid claims on policies with high deductibles to disclose for the periods reported.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

The company did not discount loss and loss adjustment expense reserves during the periods reported.

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33. Asbestos/Environmental Reserves

A. The company had exposure to asbestos losses during the periods reported. Direct exposure arose from the sale of general liability and commercial multiple peril business. The company also had exposure through its unaffiliated reinsurance assumed operations and an intercompany pooling arrangement (reference Note 26). The company estimates the impact of its direct exposure by establishing case reserves on all known losses and by computing IBNR losses based on previous experience. The company relies on case and IBNR reserves established by Inpoint Services to measure its exposure from unaffiliated reinsurance assumed operations:

	(1)	(2)	(3)	(4)	(5)
	2011	2012	2013	2014	2015
1) Direct Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	2,504,048	2,183,539	2,341,138	2,377,948	2,260,601
b. Incurred losses and loss adjustment expenses	146,035	353,813	289,362	199,150	101,036
c. Calendar year loss and loss adj. expense payments	466,544	196,214	252,552	316,497	249,419
d. Ending Reserves (incl Case, Bulk & IBNR)	2,183,539	2,341,138	2,377,948	2,260,601	2,112,218
2) Assumed Reinsurance Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	748,099	446,012	423,056	522,636	475,685
b. Incurred losses and loss adjustment expenses	(229,744)	5,224	124,498	(13,886)	(86)
c. Calendar year loss and loss adj. expense payments	72,343	28,180	24,918	33,065	22,975
d. Ending Reserves (incl Case, Bulk & IBNR)	446,012	423,056	522,636	475,685	452,624
3) Net of Ceded Reinsurance Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	2,878,621	2,508,475	2,703,562	2,874,264	2,706,038
b. Incurred losses and loss adjustment expenses	86,922	210,904	400,279	152,780	102,433
c. Calendar year loss and loss adj. expense payments	457,068	15,817	229,577	321,006	247,655
d. Ending Reserves (incl Case, Bulk & IBNR)	2,508,475	2,703,562	2,874,264	2,706,038	2,560,816

B. The amount of ending reserves for Bulk and IBNR included in "A" (Loss and LAE):

1) Direct Basis	1,898,342
2) Assumed Reinsurance Basis	256,594
3) Net of Ceded Reinsurance Basis	2,152,273

C. The amount of ending reserves for loss adjustment expenses included in "A" (Case, Bulk + IBNR):

1) Direct Basis	395,266
2) Assumed Reinsurance Basis	13,933
3) Net of Ceded Reinsurance Basis	407,868

D. The company had exposure to environmental losses during the periods reported. Direct exposure arose from the sale of general liability, commercial auto liability, and commercial multiple peril business. The company also had exposure through its unaffiliated reinsurance assumed operations and an intercompany pooling arrangement (reference Note 26). The company estimates the impact of its direct exposure by establishing case reserves on all known losses and by computing IBNR losses based on previous experience. The company relies on case and IBNR reserves established by Inpoint Services to measure its exposure from unaffiliated reinsurance assumed operations:

	(1)	(2)	(3)	(4)	(5)
	2011	2012	2013	2014	2015
1) Direct Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	375,762	678,890	1,031,987	964,219	782,347
b. Incurred losses and loss adjustment expenses	386,833	452,838	(7,092)	(49,475)	101,804
c. Calendar year loss and loss adj. expense payments	83,705	99,741	60,676	132,397	43,698
d. Ending Reserves (incl Case, Bulk & IBNR)	678,890	1,031,987	964,219	782,347	840,453
2) Assumed Reinsurance Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	84,684	74,807	75,715	86,627	94,137
b. Incurred losses and loss adjustment expenses	(3,778)	1,850	14,069	12,335	(19,703)
c. Calendar year loss and loss adj. expense payments	6,099	942	3,157	4,825	18,430
d. Ending Reserves (incl Case, Bulk & IBNR)	74,807	75,715	86,627	94,137	56,004
3) Net of Ceded Reinsurance Basis:					
a. Beginning Reserves (incl Case, Bulk & IBNR)	457,740	728,269	1,087,765	1,034,507	852,209
b. Incurred losses and loss adjustment expenses	360,333	459,961	7,568	(45,533)	95,720
c. Calendar year loss and loss adj. expense payments	89,804	100,465	60,826	136,765	62,828
d. Ending Reserves (incl Case, Bulk & IBNR)	728,269	1,087,765	1,034,507	852,209	885,101

E. The amount of ending reserves for bulk and IBNR included in "D" (Loss and LAE):

1) Direct Basis	711,823
2) Assumed Reinsurance Basis	30,980
3) Net of Ceded Reinsurance Basis	735,293

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

F.	The amount of ending reserves for loss adjustment expenses included in "D" (Case, Bulk + IBNR):	
1)	Direct Basis	269,620
2)	Assumed Reinsurance Basis	5,661
3)	Net of Ceded Reinsurance Basis	271,526

34. **Subscriber Savings Accounts**

Information concerning subscriber savings accounts is not applicable.

35. **Multiple Peril Crop Insurance**

The company did not write multiple peril crop insurance during the periods reported.

36. **Financial Guaranty Insurance**

The company did not write financial guaranty insurance during the periods reported.

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes [X] No []

1.2

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

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

1.3

State Regulating?

Ohio

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [] No [X]

2.2

If yes, date of change:

3.1

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

12/31/2013

3.2

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

12/31/2013

3.3

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

11/07/2014

3.4

By what department or departments?
Ohio Department of Insurance

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

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

3.6

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

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

4.1

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

Yes [] No [X]
Yes [] No [X]

4.2

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

Yes [] No [X]
Yes [] No [X]

5.1

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

Yes [] No [X]

5.2

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

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

6.1

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

Yes [] No [X]

6.2

If yes, give full information:

7.1

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

Yes [] No [X]

7.2

If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1	2
Nationality	Type of Entity

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, 41 South High Street, Columbus, Ohio 43215
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.6 If the response to 10.5 is no or n/a, please explain
.....
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Peter A. Weisenberger, FCAS, Assistant Vice President, Actuarial Services and Appointed Actuary, Motorists Mutual Insurance Company, 471 East Broad Street, Columbus, Ohio 43215
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved
- 12.13 Total book/adjusted carrying value\$
- 12.2 If, yes provide explanation:
.....
13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [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.
- 14.11 If the response to 14.1 is No, please explain:
.....
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers\$0

20.12 To stockholders not officers\$0

20.13 Trustees, supreme or grand (Fraternal Only)\$
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers\$0

20.22 To stockholders not officers\$0

20.23 Trustees, supreme or grand (Fraternal Only)\$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Rented from others\$

21.22 Borrowed from others\$

21.23 Leased from others\$

21.24 Other\$
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment\$

22.22 Amount paid as expenses\$

22.23 Other amounts paid\$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:\$0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [] No [X]
- 24.02 If no, give full and complete information relating thereto
Securities held on deposit with states.
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs.\$
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs.\$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

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

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	0
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	0
24.103	Total payable for securities lending reported on the liability page.	\$	0

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03).

Yes [X] No []

25.2	If yes, state the amount thereof at December 31 of the current year:	25.21 Subject to repurchase agreements	\$	0
		25.22 Subject to reverse repurchase agreements	\$	0
		25.23 Subject to dollar repurchase agreements	\$	0
		25.24 Subject to reverse dollar repurchase agreements	\$	0
		25.25 Placed under option agreements	\$	0
		25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$	0
		25.27 FHLB Capital Stock	\$	0
		25.28 On deposit with states	\$	12,767,010
		25.29 On deposit with other regulatory bodies	\$	0
		25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$	0
		25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$	0
		25.32 Other	\$	0

25.3 For category (25.26) provide the following:

1	2	3
Nature of Restriction	Description	Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

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

If no, attach a description with this statement.

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

Yes [] No [X]

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

\$

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

Yes [X] No []

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

1	2
Name of Custodian(s)	Custodian's Address
BNY Mellon	500 Grant Street One Mellon Center, Suite #1035, Pittsburgh, PA 15258

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

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

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

Yes [] No [X]

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

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

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

1	2	3
Central Registration Depository Number(s)	Name	Address
110638	Diamond Hill Capital Management	325 John H McConnell Blvd, Suite #200, Columbus, OH 43215
		74 Batterson Park Rd, Pondview Corporate Center, Farmington, CT 06032
105900	General Re-New England Asset Management, Inc.	50 South La Salle Street, Chicago, IL 60603
105780	Northern Trust Investments, N.A.	One Financial Center, Floor #44, Boston, MA 02111
109846	HarbourVest	One Federal Street, 24th Floor, Boston, MA 02110
115443	Park Street	11100 Santa Monica Blvd, Suite #2000, Los Angeles, CA 90025
153966	Crescent Capital Group, LP	101 Barclay Street, 20th Floor West, New York, NY 10286
38642	BNY Mellon Alternative Investment Services	One North Wacker Dr, Suite #2200, Chicago, IL 60606
109358	Adams Street Partners, LLC	

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

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

29.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adjusted Carrying Value
00769G-53-5	LSV Small Cap Value Fund	2,848,296
04314H-75-8	Artisan Small Cap Fund	2,262,708
04314H-85-7	Artisan Intl Val Fund	14,589,426
78467Y-10-7	SPDR S&P MidCap 400 ETF Tr	767,201
29.2999 - Total		20,467,631

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

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation
LSV Small Cap Value Fund	Hancock Holding Company	35,034	09/30/2015
LSV Small Cap Value Fund	Endurance Specialty Holdings Ltd	34,464	09/30/2015
LSV Small Cap Value Fund	Apollo Commercial Real Estate Finance Inc	30,192	09/30/2015
LSV Small Cap Value Fund	Select Income REIT	29,622	09/30/2015
LSV Small Cap Value Fund	Portland General Electric Co	29,337	09/30/2015
Artisan Small Cap Fund	Acuity Brands Inc	122,639	09/30/2015
Artisan Small Cap Fund	DexCom Inc	121,281	09/30/2015
Artisan Small Cap Fund	AthenaHealth Inc	77,158	09/30/2015
Artisan Small Cap Fund	Ultimate Software Group Inc	73,312	09/30/2015
Artisan Small Cap Fund	Guidewire Software Inc	70,596	09/30/2015
Artisan Intl Val Fund	Compass Group PLC	706,128	09/30/2015
Artisan Intl Val Fund	UBS Group AG	643,394	09/30/2015
Artisan Intl Val Fund	Arch Capital Group Ltd	628,804	09/30/2015
Artisan Intl Val Fund	ING Groep N.V.	582,118	09/30/2015
Artisan Intl Val Fund	Royal Bank of Scotland Group (The) PLC	582,118	09/30/2015
SPDR S&P MidCap 400 ETF Tr	Jarden Corporation Common Stock	6,138	12/30/2015
SPDR S&P MidCap 400 ETF Tr	Extra Space Storage Inc Common Stock	5,677	12/30/2015
SPDR S&P MidCap 400 ETF Tr	Acuity Brands Inc	5,294	12/30/2015
SPDR S&P MidCap 400 ETF Tr	Alaska Air Group, Inc	5,294	12/30/2015
SPDR S&P MidCap 400 ETF Tr	Federal Realty Investment Trust	5,294	12/30/2015

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	186,485,507	190,047,531	3,562,023
30.2 Preferred stocks			
30.3 Totals	186,485,507	190,047,531	3,562,023

30.4 Describe the sources or methods utilized in determining the fair values:
Fair market values are obtained using an external pricing service, BNY Mellon; or using an external investment service, S&P.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [X] No []

32.2 If no, list exceptions:
.....

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$759,107

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Insurance Services Office Inc .....	.....552,919
.....

34.1 Amount of payments for legal expenses, if any?\$1,938

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
C.T. Corporation .....	.....1,136
.....

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

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
.....
.....

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1

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

Yes [X] No []

1.2

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

\$ 2,651

1.3

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

\$ 0

1.31 Reason for excluding
.....

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$ 0

1.5

Indicate total incurred claims on all Medicare Supplement Insurance.

\$ 849

1.6

Individual policies:

Most current three years:

1.61 Total premium earned \$ 0

1.62 Total incurred claims \$ 0

1.63 Number of covered lives

All years prior to most current three years

1.64 Total premium earned \$ 2,651

1.65 Total incurred claims \$ 849

1.66 Number of covered lives 1

1.7

Group policies:

Most current three years:

1.71 Total premium earned \$ 0

1.72 Total incurred claims \$ 0

1.73 Number of covered lives

All years prior to most current three years

1.74 Total premium earned \$ 0

1.75 Total incurred claims \$ 0

1.76 Number of covered lives

2.

Health Test:

1

Current Year

2

Prior Year

2.1 Premium Numerator 482 755

2.2 Premium Denominator 133,536,899 132,224,653

2.3 Premium Ratio (2.1/2.2) 0.000 0.000

2.4 Reserve Numerator 92 (113)

2.5 Reserve Denominator 163,844,924 162,994,362

2.6 Reserve Ratio (2.4/2.5) 0.000 0.000

3.1

Does the reporting entity issue both participating and non-participating policies?

Yes [] No [X]

3.2

If yes, state the amount of calendar year premiums written on:

3.21 Participating policies \$

3.22 Non-participating policies \$

4.

For mutual reporting Entities and Reciprocal Exchanges Only:

4.1

Does the reporting entity issue assessable policies?

Yes [] No [X]

4.2

Does the reporting entity issue non-assessable policies?

Yes [X] No []

4.3

If assessable policies are issued, what is the extent of the contingent liability of the policyholders?

%

4.4

Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.

\$ 0

5.

For Reciprocal Exchanges Only:

5.1

Does the Exchange appoint local agents?

Yes [] No []

5.2

If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation..... Yes [] No [] N/A []

5.22 As a direct expense of the exchange..... Yes [] No [] N/A []

5.3

What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?
.....

5.4

Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?

Yes [] No []

5.5

If yes, give full information
.....

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.1

What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
The company is a member of the Minnesota Workers' Compensation Reinsurance Association. In addition, the company has excess of loss reinsurance to protect itself.

6.2

Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
Profiling and probable maximum loss (PML) analysis on the exposures of The Motorists Insurance Group is performed by AON Re Services using the Risk Management Solutions (RMS) RiskLink catastrophe model. Analysis is performed for the perils of wind, hail, and earthquake. The PML arises from wind and hail. The major concentration of exposures is in Iowa on a direct basis and in Ohio on a net basis. Catastrophe excess of loss reinsurance is purchased to protect against excessive loss.

6.3

What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
The company has catastrophe excess of loss reinsurance to protect itself.

6.4

Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?

Yes [X] No []

6.5

If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.

7.1

Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)?

Yes [X] No []

7.2

If yes, indicate the number of reinsurance contracts containing such provisions:

1

7.3

If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?

Yes [X] No []

8.1

Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?

Yes [] No [X]

8.2

If yes, give full information

9.1

Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity.

Yes [] No [X]

9.2

Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.

Yes [] No [X]

9.3

If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4

Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

Yes [] No [X]

9.5

If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6

The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or,
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.

Yes [] No [X]
Yes [] No [X]
Yes [] No [X]

10.

If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?

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

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

11.1

Has the reporting entity guaranteed policies issued by any other entity and now in force?

Yes [] No [X]

11.2

If yes, give full information

12.1

If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses

\$

12.12 Unpaid underwriting expenses (including loss adjustment expenses)

\$

12.2

Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds

\$

12.3

If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?

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

12.4

If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From

%

12.42 To

%

12.5

Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves , including unpaid losses under loss deductible features of commercial policies?

Yes [] No [X]

12.6

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

12.61 Letters of credit

\$

12.62 Collateral and other funds

\$

13.1

Largest net aggregate amount insured in any one risk (excluding workers' compensation):

\$370,000

13.2

Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?

Yes [] No [X]

13.3

State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.

2

14.1

Is the company a cedant in a multiple cedant reinsurance contract?

Yes [X] No []

14.2

If yes, please describe the method of allocating and recording reinsurance among the cedants:
Premiums are allocated to cedant based on experience weighted earned premiums subject to the contract. Reinsurance recoveries are distributed based on each cedant's share of the aggregate losses subject to the contract.

14.3

If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes [] No [X]

14.4

If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?

Yes [X] No []

14.5

If the answer to 14.4 is no, please explain:

15.1

Has the reporting entity guaranteed any financed premium accounts?

Yes [] No [X]

15.2

If yes, give full information

16.1

Does the reporting entity write any warranty business?

Yes [] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home					
16.12 Products					
16.13 Automobile					
16.14 Other*					

* Disclose type of coverage:

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1

Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5?

Yes ☒ No ☐

Included but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

17.11

Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5

\$361,481

17.12

Unfunded portion of Interrogatory 17.11

\$34,324

17.13

Paid losses and loss adjustment expenses portion of Interrogatory 17.11

0

17.14

Case reserves portion of Interrogatory 17.11

0

17.15

Incurred but not reported portion of Interrogatory 17.11

\$361,481

17.16

Unearned premium portion of Interrogatory 17.11

0

17.17

Contingent commission portion of Interrogatory 17.11

0

Provide the following information for all other amounts included in Schedule F - P art 3 and excluded from Schedule F - Part 5, not included above.

17.18

Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5

0

17.19

Unfunded portion of Interrogatory 17.18

0

17.20

Paid losses and loss adjustment expenses portion of Interrogatory 17.18

0

17.21

Case reserves portion of Interrogatory 17.18

0

17.22

Incurred but not reported portion of Interrogatory 17.18

0

17.23

Unearned premium portion of Interrogatory 17.18

0

17.24

Contingent commission portion of Interrogatory 17.18

0

18.1

Do you act as a custodian for health savings accounts?

Yes ☐ No ☒

18.2

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

\$

18.3

Do you act as an administrator for health savings accounts?

Yes ☐ No ☒

18.4

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

\$

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

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

	1 2015	2 2014	3 2013	4 2012	5 2011
Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	83,810,020	83,672,780	75,846,893	70,946,185	61,700,980
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	37,943,580	40,765,482	35,623,067	33,367,624	30,973,148
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	45,987,024	47,187,939	46,113,115	44,424,547	41,641,038
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	197,610	185,340	195,134	209,419	281,683
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	1,369,231	1,582,844	2,013,676	2,573,819	2,499,324
6. Total (Line 35)	169,307,465	173,394,384	159,791,884	151,521,594	137,096,173
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	63,976,285	63,867,036	57,465,791	53,985,163	50,829,998
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	29,015,894	31,691,280	27,478,289	26,138,629	25,486,748
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	38,179,174	39,618,471	38,823,727	37,364,907	37,270,403
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	195,071	182,702	171,694	158,304	148,536
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	1,369,231	1,582,844	2,013,676	2,573,819	2,499,324
12. Total (Line 35)	132,735,655	136,942,334	125,953,177	120,220,821	116,235,008
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(2,335,045)	(1,402,183)	(3,934,050)	(8,349,854)	(13,944,734)
14. Net investment gain or (loss) (Line 11)	5,161,283	9,598,982	12,111,011	10,186,764	9,093,124
15. Total other income (Line 15)	1,052,103	1,215,198	636,507	581,071	9,699,295
16. Dividends to policyholders (Line 17)	727,277	954,479	1,526,317	1,422,356	1,641,299
17. Federal and foreign income taxes incurred (Line 19)	(122,963)	143,348	(1,721,653)	(2,651,477)	(65,587)
18. Net income (Line 20)	3,274,027	8,314,169	9,008,804	3,647,102	3,271,972
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	347,628,625	342,864,353	336,894,974	322,787,524	327,103,589
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	10,516,201	10,899,275	10,293,012	8,764,266	8,942,217
20.2 Deferred and not yet due (Line 15.2)	15,399,652	15,751,768	14,323,035	12,810,810	12,094,287
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	197,534,005	196,630,707	195,978,427	194,204,657	205,754,608
22. Losses (Page 3, Line 1)	77,304,649	75,472,111	77,495,336	78,785,206	81,585,105
23. Loss adjustment expenses (Page 3, Line 3)	19,072,366	18,840,608	20,246,342	20,870,956	23,114,960
24. Unearned premiums (Page 3, Line 9)	60,756,728	61,557,973	56,840,292	53,482,169	51,078,651
25. Capital paid up (Page 3, Lines 30 & 31)					
26. Surplus as regards policyholders (Page 3, Line 37)	150,094,619	146,233,647	140,916,547	128,582,867	121,348,980
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	5,297,840	7,326,307	5,925,885	(9,270,400)	(7,536,738)
Risk-Based Capital Analysis					
28. Total adjusted capital	151,849,227	148,452,838	142,885,065	130,038,312	122,357,857
29. Authorized control level risk-based capital	17,542,134	18,339,833	17,728,433	17,031,691	16,256,540
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30. Bonds (Line 1)	66.8	66.7	66.0	66.0	68.3
31. Stocks (Lines 2.1 & 2.2)	21.4	22.6	23.6	24.1	22.6
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	2.4	2.3	1.4	0.8	0.8
35. Contract loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)	9.4	8.4	9.0	9.0	8.3
38. Receivables for securities (Line 9)	0.0	0.0	0.1	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)					
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1).....					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)	18,634,685	17,004,905	16,442,468	16,934,051	16,120,779
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	18,634,685	17,004,905	16,442,468	16,934,051	16,120,779
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)	12.4	11.6	11.7	13.2	13.3

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2015	2 2014	3 2013	4 2012	5 2011
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	731,910	(2,204,485)	4,376,969	3,924,797	(2,461,182)
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	3,860,973	5,317,099	12,333,681	7,233,886	(2,785,244)
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	42,684,411	50,253,836	48,135,507	62,042,111	68,466,491
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	20,623,449	23,196,643	16,925,364	19,374,170	29,556,586
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	25,004,865	26,112,460	31,073,862	27,590,672	40,797,085
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	32,109	39,689	60,098	126,944	136,363
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)	1,268,306	1,090,401	1,451,725	1,687,839	4,453,534
59. Total (Line 35)	89,613,139	100,693,029	97,646,557	110,821,735	143,410,059
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	30,303,683	30,912,780	29,566,213	31,607,417	28,427,442
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	16,016,834	18,075,113	14,141,380	14,391,113	18,287,682
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	20,111,965	21,643,032	22,198,303	24,688,312	32,091,589
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	31,420	33,232	45,919	68,263	62,437
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)	767,499	1,045,832	1,378,489	1,445,304	1,649,380
65. Total (Line 35)	67,231,402	71,709,988	67,330,304	72,200,409	80,518,530
Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	51.7	52.7	53.9	58.9	65.8
68. Loss expenses incurred (Line 3)	12.7	11.3	13.0	12.0	12.1
69. Other underwriting expenses incurred (Line 4)	37.3	37.1	36.4	36.2	33.6
70. Net underwriting gain (loss) (Line 8)	(1.7)	(1.1)	(3.2)	(7.1)	(11.5)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	36.7	34.9	34.9	35.0	26.6
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	64.4	64.0	66.8	70.9	77.9
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	88.4	93.6	89.4	93.5	95.8
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	(3,771)	(4,087)	(1,324)	(2,155)	(5,021)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0).....	(2.6)	(2.9)	(1.0)	(1.8)	(4.0)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	(6,710)	(3,296)	(2,406)	(5,593)	(5,692)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	(4.8)	(2.6)	(2.0)	(4.5)	(4.9)

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

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	
1. Prior.....	XXX	XXX	XXX	1,600	1,186	303	53	34	6	65	692	XXX
2. 2006.....	131,667	6,231	125,435	66,238	2,529	4,186	214	10,497	60	2,832	78,118	XXX
3. 2007.....	131,895	5,470	126,425	70,797	2,538	4,773	58	10,613	31	3,727	83,557	XXX
4. 2008.....	134,141	5,873	128,268	87,515	10,070	5,433	57	11,831	71	3,287	94,582	XXX
5. 2009.....	136,782	5,611	131,171	82,525	4,190	5,270	311	10,722	45	3,225	93,970	XXX
6. 2010.....	139,711	5,305	134,406	79,694	2,005	4,394	62	11,528	6	3,675	93,543	XXX
7. 2011.....	134,070	5,867	128,203	89,996	7,102	3,471	54	12,299	83	3,658	98,528	XXX
8. 2012.....	131,931	6,551	125,380	70,978	2,831	2,780	17	11,951	37	3,175	82,824	XXX
9. 2013.....	135,913	6,360	129,553	62,659	1,893	1,675	2	11,769	1	3,135	74,208	XXX
10. 2014.....	139,833	7,609	132,225	61,058	731	968	0	11,524	1	2,919	72,818	XXX
11. 2015.....	140,868	7,331	133,537	42,176	739	564	0	9,884	3	1,538	51,882	XXX
12. Totals	XXX	XXX	XXX	715,238	35,813	33,816	828	112,653	346	31,236	824,720	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13	14	15	16	17	18	19	20	21	22			
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded				Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Direct and Assumed
1. Prior.....	9,929	5,757	5,125	160	0		1,397	4	533	0		11,063	XXX
2. 2006.....	464	185	316	1			128		30			753	XXX
3. 2007.....	448	37	382	34			112		53			924	XXX
4. 2008.....	558	2	487	87	1		214		103			1,275	XXX
5. 2009.....	946	6	800	149	3		233		131			1,958	XXX
6. 2010.....	2,013	1	865	59	4		459		229			3,510	XXX
7. 2011.....	2,744	106	1,196	76	5		608	1	271	0		4,641	XXX
8. 2012.....	3,525	65	1,947	80	36		1,017	6	527	2		6,899	XXX
9. 2013.....	5,837	186	3,031	116	27		1,538	8	871			10,994	XXX
10. 2014.....	8,944	1,968	6,198	950	16		2,462	290	1,424	915		14,921	XXX
11. 2015.....	20,504	2,607	13,890	215	9		3,792		4,066			39,439	XXX
12. Totals	55,913	10,920	34,238	1,927	101		11,961	309	8,237	916		96,377	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX			XXX	9,137	1,926
2. 2006.....	81,859	2,989	78,870	62.2	48.0	62.9			18.5	595	158
3. 2007.....	87,179	2,698	84,481	66.1	49.3	66.8			18.5	760	165
4. 2008.....	106,143	10,286	95,857	79.1	175.1	74.7			18.5	957	318
5. 2009.....	100,630	4,701	95,928	73.6	83.8	73.1			18.5	1,590	368
6. 2010.....	99,186	2,133	97,053	71.0	40.2	72.2			18.5	2,818	692
7. 2011.....	110,590	7,422	103,168	82.5	126.5	80.5			18.5	3,758	882
8. 2012.....	92,761	3,038	89,724	70.3	46.4	71.6			18.5	5,327	1,573
9. 2013.....	87,407	2,205	85,202	64.3	34.7	65.8			18.5	8,566	2,427
10. 2014.....	92,594	4,855	87,739	66.2	63.8	66.4			18.5	12,225	2,696
11. 2015.....	94,885	3,565	91,321	67.4	48.6	68.4			18.5	31,572	7,867
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	77,305	19,072

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2006	2 2007	3 2008	4 2009	5 2010	6 2011	7 2012	8 2013	9 2014	10 2015	11 One Year	12 Two Year
1. Prior.....	53,952	50,952	50,625	50,285	50,392	50,581	50,799	51,608	51,321	51,039	(282)	(569)
2. 2006.....	72,620	70,633	69,622	69,332	68,757	68,520	68,478	68,300	68,388	68,404	16	104
3. 2007.....	XXX	77,397	75,119	74,521	74,011	74,130	74,004	73,909	73,939	73,847	(92)	(63)
4. 2008.....	XXX	XXX	85,897	85,957	85,097	84,425	84,395	84,154	84,090	83,994	(96)	(160)
5. 2009.....	XXX	XXX	XXX	86,788	86,058	83,977	84,753	84,610	85,019	85,121	101	511
6. 2010.....	XXX	XXX	XXX	XXX	89,776	87,879	86,826	86,890	85,869	85,302	(567)	(1,587)
7. 2011.....	XXX	XXX	XXX	XXX	XXX	93,097	91,725	91,239	91,044	90,682	(362)	(557)
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	79,649	78,371	77,664	77,284	(380)	(1,087)
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	75,864	73,524	72,563	(961)	(3,301)
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	76,855	75,707	(1,149)	XXX
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	77,374	XXX	XXX
12. Totals											(3,771)	(6,710)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015		
1. Prior.....	000	13,621	23,027	28,946	32,823	35,543	37,270	38,433	39,846	40,510	XXX	XXX
2. 2006.....	39,874	53,068	58,630	62,872	65,480	66,335	66,980	67,447	67,582	67,681	XXX	XXX
3. 2007.....	XXX	42,348	56,109	62,957	67,259	70,180	71,840	72,423	72,806	72,975	XXX	XXX
4. 2008.....	XXX	XXX	48,041	64,625	72,387	77,395	80,442	81,904	82,590	82,821	XXX	XXX
5. 2009.....	XXX	XXX	XXX	49,613	64,660	70,912	77,473	80,577	82,324	83,294	XXX	XXX
6. 2010.....	XXX	XXX	XXX	XXX	49,163	65,870	72,896	78,219	80,720	82,021	XXX	XXX
7. 2011.....	XXX	XXX	XXX	XXX	XXX	56,514	73,237	79,586	84,113	86,311	XXX	XXX
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	44,828	60,413	67,311	70,910	XXX	XXX
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	42,671	56,316	62,440	XXX	XXX
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	46,974	61,295	XXX	XXX
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	42,001	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1. Prior.....	28,823	19,005	14,303	11,501	9,826	9,011	8,433	7,316	6,799	6,357
2. 2006.....	17,428	9,849	5,389	3,093	1,688	1,065	812	543	501	443
3. 2007.....	XXX	19,308	10,886	5,995	3,337	1,742	1,136	709	577	460
4. 2008.....	XXX	XXX	19,509	11,835	6,159	3,349	1,927	1,098	745	614
5. 2009.....	XXX	XXX	XXX	20,203	12,311	6,041	3,665	1,749	1,120	884
6. 2010.....	XXX	XXX	XXX	XXX	22,051	11,574	6,076	3,476	2,095	1,265
7. 2011.....	XXX	XXX	XXX	XXX	XXX	19,224	9,817	5,252	2,881	1,727
8. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	17,258	9,137	4,990	2,878
9. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,150	8,426	4,445
10. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,236	7,420
11. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,467

ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

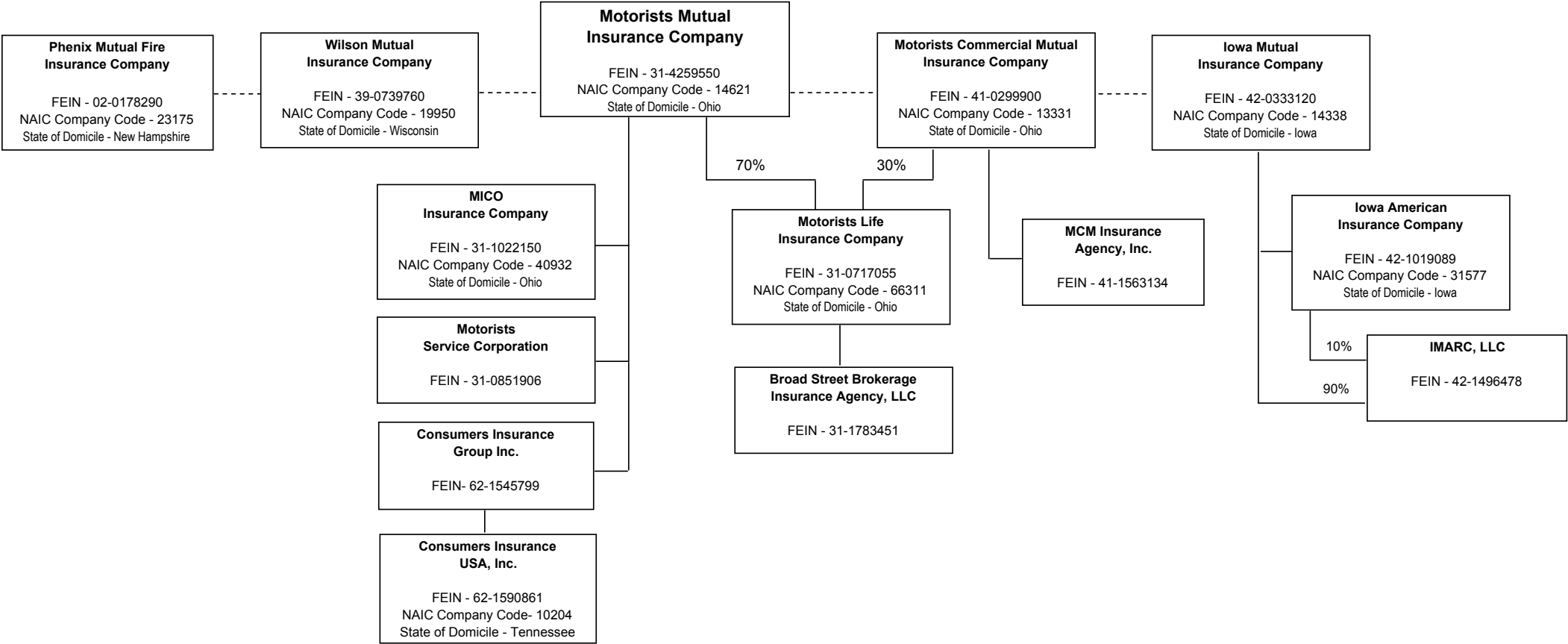
Allocated by States and Territories									
States, Etc.	1	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
		2	3						
	Active Status	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
1. Alabama	AL	N			12,984	36,580	690,738		
2. Alaska	AK	N	3		799	(26,975)	694		
3. Arizona	AZ	L			380,350	(60,367)	153,880		
4. Arkansas	AR	N							
5. California	CA	L	132		993,368	317,547	4,681,448		
6. Colorado	CO	L	31,524	22,255	165,918	65,446	263,909		
7. Connecticut	CT	L			1,220,476	261,965	1,201,671		
8. Delaware	DE	L			77,511	56,248	1,423,246		
9. District of Columbia	DC	L							
10. Florida	FL	N			41,722	61,656	197,802		
11. Georgia	GA	L			(3,600)	(82,788)	123,536		
12. Hawaii	HI	N							
13. Idaho	ID	L	315	314	(2,895)	45,491	99,704		
14. Illinois	IL	L	3,561,999	3,669,697	125,539	1,722,281	1,639,362	6,443,615	680
15. Indiana	IN	L	857,519	877,986	10,263	280,486	906,498	1,410,106	145
16. Iowa	IA	L	3,390,015	3,501,800	1,054	2,277,640	1,471,421	1,895,029	975
17. Kansas	KS	L	1,875	1,809	15,400	15,448	377		
18. Kentucky	KY	L	1,575,630	1,724,630		892,205	230,324	1,190,876	640
19. Louisiana	LA	N	275	365	15,150	(213,962)	703,965		
20. Maine	ME	L	1,085,775	1,076,675		311,040	571,775	1,032,243	75
21. Maryland	MD	L	9,428	9,201	115,760	(89,631)	131,651		
22. Massachusetts	MA	L	4,415,616	4,406,873	10	3,313,536	4,209,740	2,477,151	5,850
23. Michigan	MI	L	3,282,788	3,233,351	32,576	1,745,101	577,304	1,596,195	975
24. Minnesota	MN	L	1,666,264	1,840,999	27,435	747,995	233,933	4,334,458	780
25. Mississippi	MS	N					(35)		
26. Missouri	MO	L	10,200	11,794		2,078	(4,564)	20,232	
27. Montana	MT	N			17,172	40,737	125,241		
28. Nebraska	NE	L	1,986,213	1,696,209	44	455,969	501,962	386,472	
29. Nevada	NV	L				(1,345)	26,797	83,065	
30. New Hampshire	NH	L	2,254,496	2,249,300	31,905	636,689	537,157	2,250,113	321
31. New Jersey	NJ	L				200,112	(232,634)	738,930	
32. New Mexico	NM	L					781	2,701	
33. New York	NY	L	16,776	13,735		991,104	801,315	4,254,854	
34. North Carolina	NC	L	16,287	19,414		4,643	5,709	5,432	
35. North Dakota	ND	L					(337)	216	
36. Ohio	OH	L	3,109,364	3,406,057		1,674,231	1,315,134	1,447,596	1,605
37. Oklahoma	OK	L					(606)	339	
38. Oregon	OR	L			197,840	(157,975)	1,991,212		
39. Pennsylvania	PA	L	1,604,210	1,755,956	3,702	664,493	984,005	2,578,897	580
40. Rhode Island	RI	L	364,859	381,163		168,321	184,660	238,178	480
41. South Carolina	SC	L	261,216	262,921		32,547	58,069	80,372	90
42. South Dakota	SD	L	68,139	65,856		38,849	235,087	389,792	
43. Tennessee	TN	L	23,808	16,192			6,536	13,860	
44. Texas	TX	L	939,055	939,189		187	(770,790)	5,343,443	
45. Utah	UT	L		29	11,500	(810)	18,751		
46. Vermont	VT	L	735,083	714,504		131,170	170,270	387,845	90
47. Virginia	VA	L	3,755	3,751		28,557	(1,918)	601,109	45
48. Washington	WA	L	366	366		1,357	250,244	586,981	
49. West Virginia	WV	L	287,020	285,883		115,983	196,697	277,825	90
50. Wisconsin	WI	L	4,192,265	4,094,712	1,024	1,454,281	1,958,147	4,796,342	675
51. Wyoming	WY	L					0	13	
52. American Samoa	AS	N							
53. Guam	GU	N							
54. Puerto Rico	PR	N							
55. U.S. Virgin Islands	VI	N							
56. Northern Mariana Islands	MP	N							
57. Canada	CAN	N							
58. Aggregate other alien	OT	XXX							
59. Totals	(a)	43	35,752,139	36,283,119	233,552	21,148,967	16,330,655	56,672,105	14,096
DETAILS OF WRITE-INS									
58001.		XXX							
58002.		XXX							
58003.		XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX							
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX							

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

Explanation of basis of allocation of premiums by states, etc.

- Premiums are assigned to state based on the following methods:
- 1) the location of the risk for lines 1, 2, 4, 5, 9, 12, 16, 26, and 27
 - 2) the billing address for line 15
 - 3) the location of the insured's operation for lines 17 and 18
 - 4) the principal garaging location for lines 19 and 21
 - 5) the location of the employer for line 23
 - 6) the location of the obligee for line 24
- (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



ANNUAL STATEMENT FOR THE YEAR 2015 OF THE MOTORISTS COMMERCIAL MUTUAL INSURANCE COMPANY

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

		Current Year			Prior Year
		1	2	3	4
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
2504.	Prepaid expenses	65,923	65,923		
2505.	Automobiles	39,880	39,880		
2506.	Assessments paid in advance	9,566	9,566		
2507.	Employee advances	4,924	4,924		
2597.	Summary of remaining write-ins for Line 25 from overflow page	120,293	120,293		

Additional Write-ins for Liabilities Line 25

		1	2
		Current Year	Prior Year
2504.	Low income housing obligations	59,861	59,861
2505.	Miscellaneous liabilities	21,523	5,369
2506.	State surcharges payable	15,796	16,950
2507.	Escheatable funds	1,245	11,948
2597.	Summary of remaining write-ins for Line 25 from overflow page	98,425	94,128

Additional Write-ins for Underwriting and Investment Exhibit Part 3 Line 24

		1	2	3	4
		Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
2404.	Donations and contributions	114,689	134,126		248,816
2405.	Temporary labor	92,574	133,389		225,963
2406.	Reinsurance assumed overhead		170,365		170,365
2407.	Policy administration / servicing fees		3,657		3,657
2408.	Unallocated aggregate stop-loss recovery	(129,191)			(129,191)
2497.	Summary of remaining write-ins for Line 24 from overflow page	78,072	441,537		519,609

Additional Write-ins for Exhibit of Nonadmitted Assets Line 25

		1	2	3
		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
2504.	Assessments paid in advance	9,566	9,566	
2505.	Employee advances	4,924	1,536	(3,388)
2597.	Summary of remaining write-ins for Line 25 from overflow page	14,490	11,102	(3,388)

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