



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

# QUARTERLY STATEMENT

AS OF MARCH 31, 2016  
OF THE CONDITION AND AFFAIRS OF THE

## WESTERN RESERVE MUTUAL CASUALTY COMPANY

NAIC Group Code	0207 (Current Period)	0207 (Prior Period)	NAIC Company Code	26131	Employer's ID Number	34-0613930
Organized under the Laws of	Ohio		State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States					
Incorporated/Organized	06/29/1937		Commenced Business	07/30/1937		
Statutory Home Office	1685 Cleveland Road (Street and Number)		Wooster, OH, US 44691-0036 (City or Town, State, Country and Zip Code)			
Main Administrative Office	1685 Cleveland Road (Street and Number)		Wooster, OH, US 44691-0036 (City or Town, State, Country and Zip Code)		330-262-9060 (Area Code) (Telephone Number)	
Mail Address	1685 Cleveland Road (Street and Number or P.O. Box)		Wooster, OH, US 44691-0036 (City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	1685 Cleveland Road (Street and Number)		Wooster, OH, US 44691-0036 (City or Town, State, Country and Zip Code)		330-262-9060-2437 (Area Code) (Telephone Number)	
Internet Web Site Address	www.wrg-ins.com					
Statutory Statement Contact	Christopher M Racz, CPA (Name)		330-262-9060-2446 (Area Code) (Telephone Number) (Extension)			
	Christopher Racz@wrg-ins.com (E-Mail Address)		330-264-7822 (Fax Number)			

### OFFICERS

Name	Title	Name	Title
KEVIN W. DAY	PRESIDENT AND SECRETARY - CHIEF EXECUTIVE OFFICER	MICHAEL A. SHUTT	VICE PRESIDENT AND TREASURER -CHIEF FINANCIAL OFFICER

### OTHER OFFICERS

GREGORY A. BRUNN	VICE PRESIDENT-CHIEF MARKETING & UNDERWRITING OFFICER	GARY W. GWENN	VICE PRESIDENT-CHIEF CLAIMS OFFICER
GREGORY J. OWEN	VICE PRESIDENT-CHIEF INFORMATION OFFICER		

### DIRECTORS OR TRUSTEES

KEVIN W. DAY	JEFFREY P. HASTINGS	RONALD E. HOLTMAN	JOHN P. MURPHY
C. MICHAEL REARDON	EDDIE L. STEINER	FLOYD A. TROUTEN III	KENNETH L. VAGNINI

State of ..... Ohio .....

County of ..... Wayne ..... ss

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.

KEVIN W. DAY  
PRESIDENT AND SECRETARY -CHIEF  
EXECUTIVE OFFICERMICHAEL A. SHUTT  
VICE PRESIDENT AND TREASURER -CHIEF  
FINANCIAL OFFICERa. Is this an original filing? Yes  No 

b. If no:

1. State the amendment number

2. Date filed

3. Number of pages attached

Subscribed and sworn to before me this  
11th day of May, 2016Michele Young, Notary Public  
August 15, 2019

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	96,927,949	0	96,927,949	97,880,477
2. Stocks:				
2.1 Preferred stocks .....	0	0	0	0
2.2 Common stocks .....	52,841,116	302,765	52,538,351	51,975,714
3. Mortgage loans on real estate:				
3.1 First liens .....	0	0	0	0
3.2 Other than first liens .....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....	7,059,444	0	7,059,444	7,115,080
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....	0	0	0	0
5. Cash (\$ ..... (19,439,991) ), cash equivalents (\$ ..... 0 ) and short-term investments (\$ ..... 3,040,226 ) .....	..(16,399,765)	0	(16,399,765)	..(13,711,856)
6. Contract loans (including \$ ..... premium notes) .....	0	0	0	0
7. Derivatives .....	0	0	0	0
8. Other invested assets .....	8,286,300	1,853,209	6,433,091	6,380,912
9. Receivables for securities .....	0	0	0	0
10. Securities lending reinvested collateral assets .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	148,715,044	2,155,974	146,559,070	149,640,326
13. Title plants less \$ ..... charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	993,746	0	993,746	969,578
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	31,031,392	157,737	30,873,655	30,016,804
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	0	0	0	0
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	15,392	0	15,392	10,623
16.2 Funds held by or deposited with reinsured companies .....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	0	0	0	0
17. Amounts receivable relating to uninsured plans .....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0	599,688
18.2 Net deferred tax asset .....	3,253,653	0	3,253,653	2,829,482
19. Guaranty funds receivable or on deposit .....	0	0	0	0
20. Electronic data processing equipment and software .....	12,760,181	10,782,675	1,977,506	1,394,753
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	264,624	264,624	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	18,791	0	18,791	32,910
24. Health care (\$ ..... ) and other amounts receivable .....	0	0	0	0
25. Aggregate write-ins for other-than-invested assets .....	118,394	118,394	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	197,171,217	13,479,404	183,691,813	185,494,164
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0	0
28. Total (Lines 26 and 27) .....	197,171,217	13,479,404	183,691,813	185,494,164
<b>DETAILS OF WRITE-INS</b>				
1101. .....	0	0	0	0
1102. .....	0	0	0	0
1103. .....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0	0
2501. Prepaid Expense .....	118,394	118,394	0	0
2502. .....	0	0	0	0
2503. .....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	118,394	118,394	0	0

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 5,776,457 )	24,918,160	25,578,034
2. Reinsurance payable on paid losses and loss adjustment expenses	0	0
3. Loss adjustment expenses	5,383,974	5,383,973
4. Commissions payable, contingent commissions and other similar charges	1,607,028	2,754,764
5. Other expenses (excluding taxes, licenses and fees)	2,197,384	3,804,939
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,253,523	945,283
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	788,428	0
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	36,744,991	36,843,699
10. Advance premium	893,435	653,890
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	217,579	283,308
13. Funds held by company under reinsurance treaties	0	0
14. Amounts withheld or retained by company for account of others	883,440	1,676,896
15. Remittances and items not allocated	0	0
16. Provision for reinsurance (including \$ certified)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Derivatives	0	0
21. Payable for securities	0	0
22. Payable for securities lending	0	0
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	0	943,984
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	74,887,941	78,868,769
27. Protected cell liabilities	0	0
28. Total liabilities (Lines 26 and 27)	74,887,941	78,868,769
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	0	0
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	0	0
34. Gross paid in and contributed surplus	0	0
35. Unassigned funds (surplus)	108,803,872	106,625,394
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$ )	0	0
36.2 shares preferred (value included in Line 31 \$ )	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	108,803,872	106,625,394
38. Totals (Page 2, Line 28, Col. 3)	183,691,813	185,494,164
<b>DETAILS OF WRITE-INS</b>		
2501. Other Liabilities		943,984
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	943,984
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		0
3202.		0
3203.		0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ 23,110,677 )	24,192,114	25,854,431	100,992,476
1.2 Assumed (written \$ 19,565,195 )	19,663,903	19,222,944	77,562,765
1.3 Ceded (written \$ 23,110,677 )	24,192,114	25,854,431	100,992,476
1.4 Net (written \$ 19,565,195 )	19,663,903	19,222,944	77,562,765
DEDUCTIONS:			
2. Losses incurred (current accident year \$ ):			
2.1 Direct	10,702,296	15,058,241	50,783,346
2.2 Assumed	8,233,403	9,634,981	40,267,610
2.3 Ceded	10,702,296	15,058,241	50,783,346
2.4 Net	8,233,403	9,634,981	40,267,610
3. Loss adjustment expenses incurred	1,867,862	1,769,725	8,161,084
4. Other underwriting expenses incurred	6,354,041	5,903,287	25,299,082
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	16,455,305	17,307,993	73,727,776
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	3,208,598	1,914,951	3,834,989
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	933,694	825,698	3,569,404
10. Net realized capital gains (losses) less capital gains tax of \$ 43,551	84,540	1,037,652	(811,083)
11. Net investment gain (loss) (Lines 9 + 10)	1,018,234	1,863,350	2,758,321
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ 17,123 )	(17,123)	(20,809)	(88,215)
13. Finance and service charges not included in premiums	289,281	302,600	1,178,538
14. Aggregate write-ins for miscellaneous income	400	400	429
15. Total other income (Lines 12 through 14)	272,557	282,191	1,090,752
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	4,499,389	4,060,492	7,684,061
17. Dividends to policyholders	0	0	0
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	4,499,389	4,060,492	7,684,061
19. Federal and foreign income taxes incurred	1,344,565	712,764	2,979,119
20. Net income (Line 18 minus Line 19)(to Line 22)	3,154,824	3,347,728	4,704,943
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	106,625,394	106,201,929	106,201,929
22. Net income (from Line 20)	3,154,824	3,347,728	4,704,943
23. Net transfers (to) from Protected Cell accounts	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 139,460	270,716	(1,204,763)	(2,623,071)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	563,631	13,076	2,181,063
27. Change in nonadmitted assets	(1,810,693)	(471,311)	(3,847,414)
28. Change in provision for reinsurance	0	0	0
29. Change in surplus notes	0	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0	0
31. Cumulative effect of changes in accounting principles	0	0	0
32. Capital changes:			
32.1 Paid in	0	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0	0
32.3 Transferred to surplus	0	0	0
33. Surplus adjustments:			
33.1 Paid in	0	0	0
33.2 Transferred to capital (Stock Dividend)	0	0	0
33.3 Transferred from capital	0	0	0
34. Net remittances from or (to) Home Office	0	0	0
35. Dividends to stockholders	0	0	0
36. Change in treasury stock	0	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	7,944
38. Change in surplus as regards policyholders (Lines 22 through 37)	2,178,478	1,684,730	423,465
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	108,803,872	107,886,659	106,625,394
<b>DETAILS OF WRITE-INS</b>			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. <b>TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)</b>	0	0	0
1401. Other Income (Expense)	400	400	429
1402.	0	0	0
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. <b>TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)</b>	400	400	429
3701. Change in Surplus Due to Prior Period Adjustment (see Footnote 2)			7,944
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. <b>TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)</b>	0	0	7,944

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	18,838,891	18,372,196	77,026,943
2. Net investment income.....	1,015,403	818,482	4,196,628
3. Miscellaneous income.....	272,557	282,191	1,090,752
4. Total (Lines 1 to 3).....	20,126,851	19,472,870	82,314,322
5. Benefit and loss related payments.....	8,898,046	8,642,015	38,266,314
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	10,633,867	9,943,393	32,576,733
8. Dividends paid to policyholders.....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	200,000	3,323,348
10. Total (Lines 5 through 9).....	19,531,913	18,785,408	74,166,395
11. Net cash from operations (Line 4 minus Line 10).....	594,938	687,461	8,147,927
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	3,057,024	2,037,574	13,238,916
12.2 Stocks.....	686,843	8,529,396	15,003,503
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	376,387	119,206	544,028
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	55,636	55,635	4,006,296
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	4,175,890	10,741,811	32,792,743
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	2,254,441	4,234,382	16,111,516
13.2 Stocks.....	760,851	7,729,646	19,942,597
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	1,250,000	2,200,000	2,680,000
13.6 Miscellaneous applications.....	0	1	4,006,296
13.7 Total investments acquired (Lines 13.1 to 13.6).....	4,265,292	14,164,029	42,740,409
14. Net increase (or decrease) in contract loans and premium notes.....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(89,402)	(3,422,218)	(9,947,666)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	(3,193,445)	(1,841,605)	(5,303,380)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(3,193,445)	(1,841,605)	(5,303,380)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(2,687,909)	(4,576,362)	(7,103,119)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	(13,711,856)	(6,608,737)	(6,608,737)
19.2 End of period (Line 18 plus Line 19.1).....	(16,399,765)	(11,185,099)	(13,711,856)

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

#### A. Accounting Practices

The financial statements of Western Reserve Mutual Casualty Company (WRMCC) are presented on the basis of accounting principles prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company for determining its solvency under Ohio Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures Manual* (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

The financial statements of the Company are presented solely on the basis of accounting principles prescribed by the Ohio Department of Insurance. As such, there are no increases or decreases to net income nor surplus on a statutory accounting basis as shown by the reconciliation below:

	State of Domicile	2016	2015
<b><u>NET INCOME</u></b>			
(1) WRMCC state basis (Page 4, Line 20, Columns 1 & 2)	Ohio	\$ 3,154,824	\$ 4,704,943
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:		—	—
(3) State Permitted Practices that increase/(decrease) NAIC SAP:		—	—
(4) NAIC SAP (1-2-3=4)		<u>\$ 3,154,824</u>	<u>\$ 4,704,943</u>
<b><u>SURPLUS</u></b>			
(5) WRMCC state basis (Page 3, Line 37, Columns 1 & 2)	Ohio	\$ 108,803,872	\$ 106,625,394
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:		—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP:		—	—
(8) NAIC SAP (5-6-7=8)		<u>\$ 108,803,872</u>	<u>\$ 106,625,394</u>

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

No significant changes.

#### C. Accounting Policy

No significant changes.

#### D. Going Concern

Not applicable.

### 2. Accounting Changes and Corrections of Errors

Not applicable.

### 3. Business Combinations and Goodwill

#### A. Statutory Purchase Method

Not applicable.

#### B. Statutory Merger

Not applicable.

#### C. Impairment Loss

Not applicable.

### 4. Discontinued Operations

Not applicable.

### 5. Investments

#### A. Mortgage Loans, including Mezzanine Real Estate Loans

Not applicable.

#### B. Debt Restructuring

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

- C. Reverse Mortgages  
Not applicable.
- D. Loan-Backed Securities  
Not applicable.
- E. Repurchase Agreements and/or Securities Lending Transactions  
Not applicable.
- F. Real Estate  
Not applicable.
- G. Low-income Housing Tax Credits (LIHTC)  
Not applicable.
- H. Restricted Assets  
Not applicable.
- I. Working Capital Finance Investments  
Not applicable.
- J. Offsetting and Netting of Assets and Liabilities  
Not applicable.
- K. Structured Notes  
Not applicable.
- 6. Joint Ventures, Partnerships and Limited Liability Companies**  
No significant changes.
- 7. Investment Income**  
No significant changes.
- 8. Derivative Instruments**  
No significant changes.
- 9. Income Taxes**

A. The components of the net deferred tax asset/(liability) at March 31, 2016 and December 31, 2015 are as follows:

1.

	03/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$ 9,041,721	\$ 1,579,720	\$ 10,621,441
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a – 1b)	9,041,721	1,579,720	10,621,441
(d) Deferred Tax Assets Nonadmitted	—	—	—
(e) Subtotal Net Deferred Tax Asset (1c – 1d)	9,041,721	1,579,720	10,621,441
(f) Deferred Tax Liabilities	(504,951)	(6,862,837)	(7,367,788)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e – 1f)	<u>\$ 8,536,770</u>	<u>\$ (5,283,117)</u>	<u>\$ 3,253,653</u>

## NOTES TO FINANCIAL STATEMENTS

	12/31/2015		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Gross Deferred Tax Assets	\$ 8,395,655	\$ 1,629,618	\$ 10,025,274
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a – 1b)	8,395,656	1,629,618	10,025,274
(d) Deferred Tax Assets Nonadmitted	—	—	—
(e) Subtotal Net Deferred Tax Asset (1c – 1d)	8,395,656	1,629,618	10,025,274
(f) Deferred Tax Liabilities	(472,176)	(6,723,616)	(7,195,792)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e – 1f)	<u>\$ 7,923,479</u>	<u>\$ (5,093,997)</u>	<u>\$ 2,829,482</u>

	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$ 646,066	\$ (49,899)	\$ 596,170
(b) Statutory Valuation Allowance Adjustments	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a – 1b)	646,066	(49,899)	596,170
(d) Deferred Tax Assets Nonadmitted	—	—	—
(e) Subtotal Net Deferred Tax Asset (1c – 1d)	646,066	(49,899)	596,170
(f) Deferred Tax Liabilities	(32,775)	(139,221)	(171,996)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e – 1f)	<u>\$ 613,291</u>	<u>\$ (189,120)</u>	<u>\$ 424,171</u>

### 2. Admission Calculation Components SSAP No. 101

	03/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$ 3,541,049	\$ —	\$ 3,541,049
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 Below)	1,960,698	—	1,960,698
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	1,960,698	—	1,960,698
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	15,535,907
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	<u>3,539,974</u>	<u>1,579,720</u>	<u>5,119,694</u>
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. (2(a) + 2(b) + 2(c))	<u>\$ 9,041,721</u>	<u>\$ 1,579,720</u>	<u>\$ 10,621,441</u>

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**NOTES TO FINANCIAL STATEMENTS**

	<b>12/31/2015</b>		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4+5) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$ 3,514,519	\$ —	\$ 3,514,519
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 Below)	1,951,452	—	1,951,452
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	1,951,452	—	1,951,452
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	15,360,174
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	2,929,684	1,629,619	4,559,303
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. (2(a) + 2(b) + 2(c))	<u>\$ 8,395,655</u>	<u>\$ 1,629,619</u>	<u>\$ 10,025,274</u>
	<b>Change</b>		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$ 26,530	\$ —	\$ 26,530
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation (The Lesser of 2(b)1 and 2(b)2 Below)	9,246	—	9,246
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.	9,246	—	9,246
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	(271,292)
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	610,290	(49,899)	560,394
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. (2(a) + 2(b) + 2(c))	<u>\$ 646,066</u>	<u>\$ (49,899)</u>	<u>\$ 596,170</u>
3.			
	<b>2016</b>		<b>2015</b>
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	15%	15%	
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b) 2 Above.	\$103,572,714	\$102,401,159	

## NOTES TO FINANCIAL STATEMENTS

### 4. Impact of Tax-Planning Strategies

		03/31/2016	
		(1)	(2)
		Ordinary	Capital
(a)	Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1.	Adjusted Gross DTAs Amount From Note 9A1(c)	\$ 9,041,721	\$ 1,579,720
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e)	\$ 9,041,721	\$ 1,579,720
4.	Percentage of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0%	0%
		12/31/2015	
		(3)	(4)
		Ordinary	Capital
(a)	Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1.	Adjusted Gross DTAs Amount From Note 9A1(c)	\$ 8,395,655	\$ 1,629,619
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e)	\$ 8,395,655	\$ 1,629,619
4.	Percentage of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because of The Impact Of Tax Planning Strategies	0%	0%
		Change	
		(5)	(6)
		(Col 1-3)	(Col 2-4)
		Ordinary	Capital
(a)	Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.		
1.	Adjusted Gross DTAs Amount From Note 9A1(c)	\$ 646,066	\$ (49,899)
2.	Percentage of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	0%	0%
3.	Net Admitted Adjusted Gross DTAs Amount from Note 9A1(c)	\$ 646,066	\$ (49,899)
4.	Percentage of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	0%	0%
(b)	Does the Company's tax-planning strategies include the use of reinsurance? Yes _____ No <u>X</u>		

B. The Company has no temporary differences for which deferred tax liabilities are not recognized.

## NOTES TO FINANCIAL STATEMENTS

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

	(1) 03/31/2016	(2) 12/31/2015	(3) (Col 1-2) Change
1. Current Income Tax			
(a) Federal	\$ 1,344,565	\$ 2,979,119	\$ (1,634,554)
(b) Foreign	\$ —	\$ —	\$ —
(c) Subtotal	\$ 1,344,565	\$ 2,979,119	\$ (1,634,554)
(d) Federal income tax on net capital gains	\$ 43,551	\$ (417,831)	\$ 461,381
(e) Utilization of operating loss carry-forwards	\$ —	\$ —	\$ —
(f) Other	\$ —	\$ —	\$ —
(g) Federal and foreign income taxes incurred	<u>\$ 1,388,116</u>	<u>\$ 2,561,288</u>	<u>\$ (1,173,173)</u>
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 362,706	\$ 362,706	\$ —
(2) Unearned premium reserve	\$ 2,498,659	\$ 2,505,372	\$ (6,713)
(3) Policyholder reserves	\$ —	\$ —	\$ —
(4) Investments	\$ —	\$ —	\$ —
(5) Deferred acquisition costs	\$ —	\$ —	\$ —
(6) Policyholder dividends accrual	\$ —	\$ —	\$ —
(7) Fixed Assets/prepaid expense	\$ 4,102,977	\$ 3,491,274	\$ 611,703
(8) Compensation and benefits accrual	\$ 319,284	\$ 317,153	\$ 2,131
(9) Pension accrual	\$ 190,825	\$ 192,238	\$ (1,413)
(10) Receivables – nonadmitted	\$ 377,081	\$ 377,081	\$ —
(11) Net operating loss carry-forward	\$ —	\$ —	\$ —
(12) Tax credit carry-forward	\$ —	\$ —	\$ —
(13) Other (including items <5% of total ordinary tax assets):			
(14) Salvage and subrogation anticipated	\$ 793,688	\$ 793,688	\$ —
(15) Software capitalized	\$ 325,548	\$ 311,675	\$ 13,873
(16) Other	<u>\$ 70,954</u>	<u>\$ 44,468</u>	<u>\$ 26,485</u>
(99) Subtotal	<u>\$ 9,041,721</u>	<u>\$ 8,395,655</u>	<u>\$ 646,066</u>
(b) Statutory valuation allowance adjustment	\$ —	\$ —	\$ —
(c) Nonadmitted	\$ —	\$ —	\$ —
(d) Admitted ordinary deferred tax assets (2a99 – 2b – 2c)	<u>\$ 9,041,721</u>	<u>\$ 8,395,655</u>	<u>\$ 646,066</u>
(e) Capital:			
(1) Investments	\$ —	\$ —	\$ —
(2) Net capital loss carry-forward	\$ —	\$ —	\$ —
(3) Real estate	\$ —	\$ —	\$ —
(4) Other (including items <5% of total capital tax assets):			
(5) Unrealized capital losses for impaired securities	\$ 1,572,920	\$ 1,622,818	\$ (49,898)
(6) Other	<u>\$ 6,800</u>	<u>\$ 6,800</u>	<u>\$ —</u>
(99) Subtotal	<u>\$ 1,579,720</u>	<u>\$ 1,629,619</u>	<u>\$ (49,898)</u>
(f) Statutory valuation allowance adjustment	\$ —	\$ —	\$ —
(g) Nonadmitted	\$ —	\$ —	\$ —
(h) Admitted capital deferred tax assets (2e99 – 2f – 2g)	<u>\$ 1,579,720</u>	<u>\$ 1,629,619</u>	<u>\$ (49,898)</u>
(i) Admitted deferred tax assets (2d + 2h)	<u>\$ 10,621,441</u>	<u>\$ 10,025,174</u>	<u>\$ 596,170</u>
3. Deferred Tax Liabilities:			
(a) Ordinary:			
(1) Investments	\$ (209,400)	\$ (209,993)	\$ 593
(2) Fixed assets	\$ —	\$ —	\$ —
(3) Deferred and uncollected premium	\$ —	\$ —	\$ —
(4) Policyholder reserves	\$ —	\$ —	\$ —
(5) Other (including items <5% of total ordinary tax liabilities):			
(6) Accumulated amortization software	\$ (197,578)	\$ (180,434)	\$ (17,143)
(7) Other	<u>\$ (97,974)</u>	<u>\$ (81,750)</u>	<u>\$ (16,224)</u>
(99) Subtotal	<u>\$ (504,951)</u>	<u>\$ (472,176)</u>	<u>\$ (26,388)</u>
(b) Capital:			
(1) Investments	\$ —	\$ —	\$ —
(2) Real estate	\$ —	\$ —	\$ —
(3) Other (including items <5% of total capital tax liabilities):			
(4) Unrealized capital gains	\$ (6,862,837)	\$ (6,723,616)	\$ (139,222)
(99) Subtotal	<u>\$ (6,862,837)</u>	<u>\$ (6,723,616)</u>	<u>\$ (139,222)</u>
(c) Deferred tax liabilities (3a99 + 3b99)	<u>\$ (7,367,788)</u>	<u>\$ (7,195,792)</u>	<u>\$ (171,996)</u>
4. Net deferred tax assets/liabilities (2i – 3c)	<u>\$ 3,253,653</u>	<u>\$ 2,829,482</u>	<u>\$ 424,171</u>

## NOTES TO FINANCIAL STATEMENTS

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. Among the more significant book to tax adjustments were the following:

	<u>03/31/2016</u>	<u>Effective Tax Rate</u>
Provision computed at statutory rate	\$ 1,544,600	34.0%
Tax exempt interest	(76,909)	(1.7%)
Dividends received deduction	(59,044)	(1.3%)
Change in deferred tax on nonadmitted assets	(611,703)	(13.5%)
Other	27,553	0.6%
<b>Total</b>	<b><u>\$ 824,497</u></b>	<b><u>18.1%</u></b>
 Federal and foreign income taxes incurred	 \$ 1,344,565	 29.6%
Tax on capital gains (losses)	43,551	1.0%
Change in net deferred income taxes	<u>(563,619)</u>	<u>(12.4%)</u>
<b>Total statutory income taxes</b>	<b><u>\$ 824,497</u></b>	<b><u>18.2%</u></b>

E. Carry-forwards, recoverable taxes, and IRC §6603 deposits:

- (1) As of March 31, 2016, the Company had no net operating loss or net capital loss carry-forwards available for tax purposes.
- As of March 31, 2016, the Company had no alternative minimum tax (AMT) credit carry-forwards.
- (2) As of March 31, 2016, the Company had federal income taxes incurred available for recoupment in the event of future net losses in the amount of \$4,658,660.
- (3) The Company has no deposits reported as admitted assets under IRC §6603 as March 31, 2016.

F. The Company files an individual federal income tax return.

### 10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

- A. Not applicable.
- B. Not applicable.
- C. Not applicable.
- D. At March 31, 2016 there was an intercompany receivable of \$22,647 due from its Subsidiaries and Affiliates. The intercompany balances due from and/or due to its Subsidiaries and Affiliates are reimbursed quarterly on an as made basis.
- E. Not applicable.
- F. No significant change.
- G. No significant change.
- H. Not applicable.
- I. Not applicable.
- J. Not applicable.
- K. Not applicable.
- L. No significant change.

### 11. Debt

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

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

#### A. Defined Benefit Plan

The Company has a non-qualified, unfunded, directors' retirement plan and a retiree healthcare plan. The retiree health care plan was closed to new participants. The directors' retirement plan was terminated July 1, 2015 with payout of vested benefit balances scheduled to occur in July 2016. The related liabilities and expenses are not material to the Company's financial position.

The Company also has a non-qualified voluntary deferred compensation plan for senior executive officers. The plan allows for deferral of payouts from the Annual Cash Bonus Plan and Performance Share Plan for Key Executives. As of March 31, 2016 and December 31, 2015, amounts held for these deferrals were \$.8 million and \$1.6 million, respectively.

#### B. Investment Policies and Strategies

Not applicable.

#### C. Fair Value of Plan Assets

Not applicable.

#### D. Basis of Rates of Returns on Assets

Not applicable.

#### E. Defined Contribution Plans

No significant changes.

#### F. Multiemployer Plans

Not applicable.

#### G. Consolidated/Holding Company Plans

Not applicable.

#### H. Postemployment Benefits and Compensated Absences

Not applicable.

#### I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not applicable.

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

(1) Not applicable.

(2) Not applicable.

(3) Not applicable.

(4) Not applicable.

(5) Not applicable.

(6) Not applicable.

(7) Not applicable.

(8) Not applicable.

(9) Not applicable.

(10) The portion of unassigned funds (surplus) represented by cumulative unrealized gains net of losses before tax is \$20.2 million and \$15.9 million at March 31, 2016 and December 31, 2015, respectively.

(11) Not applicable.

(12) Not applicable.

(13) Not applicable.

## NOTES TO FINANCIAL STATEMENTS

### 14. Liabilities, Contingencies and Assessments

- A. Contingent Commitments  
Not applicable.
- B. Assessments  
No significant changes.
- C. Gain Contingencies  
Not applicable.
- D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits  
No significant changes.
- E. Product Warranties  
Not applicable.
- F. Joint and Several Liabilities  
Not applicable.
- G. All Other Contingencies  
Not applicable.

### 15. Leases

No significant changes.

### 16. Information about Financial Instruments With Off-Balance-Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Not applicable.

### 17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities

- A. Transfers of Receivables Reported as Sales  
Not applicable.
- B. Transfer and Servicing of Financial Assets  
Not applicable.
- C. Wash Sales  
Not applicable.

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

- A. ASO Plans  
Not applicable.
- B. ASC Plans  
Not applicable.
- C. Medicare or Similarly Structured Cost Based Reimbursement Contract  
Not applicable.

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

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

### 20. Fair Value Measurements

A. The Company's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by FASB ASC 820 (SFAS No. 157), *Fair Value Measurements*. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are as follows:

*Level 1:*

Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.

*Level 2:*

Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.

*Level 3:*

Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

(1) Fair Value Measurements at March 31, 2016:

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	\$ —	\$ —	\$ —	\$ —
Total Perpetual Preferred Stocks	—	—	—	—
Common Stock:				
Mutual Funds	17,045,679			17,045,679
Industrial and Misc	35,377,424	—	115,248	35,492,672
Total Common Stocks	52,423,103	—	115,248	52,538,351
Other Invested Assets	—	6,433,091	—	6,433,091
Total assets at fair value	<u>\$ 52,423,103</u>	<u>\$ 6,433,091</u>	<u>\$ 115,248</u>	<u>\$ 58,971,442</u>
b. Liabilities at fair value:				
Not applicable.				

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	\$ —	\$ —	\$ —	\$ —
Total Perpetual Preferred Stocks	—	—	—	—
Common Stock:				
Mutual Funds	446,697	—	—	446,697
Industrial and Misc	51,413,770	—	115,247	51,529,017
Total Common Stocks	51,860,467	—	115,247	51,975,714
Other Invested Assets	—	6,380,912	—	6,380,912
Total assets at fair value	<u>\$ 51,860,467</u>	<u>\$ 6,380,912</u>	<u>\$ 115,247</u>	<u>\$ 58,356,626</u>
b. Liabilities at fair value:				
Not applicable.				

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**NOTES TO FINANCIAL STATEMENTS**

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

	Beginning Balance at 01/01/2016	Transfers In/(out) Level 3	Total Gains/(Losses) Included in Net Income	Total Gains/(Losses) Included in Surplus	Purchases (Sales)	Ending Balance at 03/31/2016
a. Assets:						
Common Stock:						
Industrial and Misc	\$ 115,248	\$ —	\$ —	\$ —	\$ —	\$ 115,248
Other Invested Assets	—	—	—	—	—	—
Total Assets	<u>\$ 115,248</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 115,248</u>
b. Liabilities:						
Not applicable.						

(3) The Company's policy is to recognize transfers in and out as of the end of the reporting period.

(4) As of March 31, 2016, the reported fair value of the entity's investments categorized within Level 3 of the fair value hierarchy is as follows:

**Common Stocks** – The Company holds an investment in NAMIC common stock.

B. Not applicable.

C. Fair Value of All Financial Instruments:

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 101,394,412	\$ 96,927,949	\$ 7,600,535	\$ 93,793,877	\$ —	\$ —
Perpetual Preferred Stock	—	—	—	—	—	—
Common Stock	52,538,351	52,538,351	52,423,103	—	115,248	—
Other Invested Assets	6,433,091	6,433,091	—	6,433,091	—	—

D. The Company has no assets for which it was not practicable to estimate fair value.

**21. Other Items**

A. Extraordinary Items

Not applicable.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures and Unusual Items

Not applicable.

D. Business Interruption Insurance Recoveries

Not applicable.

E. State Transferable and Non-Transferable Tax Credits

Not applicable.

F. Subprime Mortgage Related Risk Exposure

Not applicable.

**22. Events Subsequent**

Type I – Recognized Subsequent Events:

Subsequent events have been considered through May 13, 2016 for the statutory statement issued on May 13, 2016 for the quarter ending March 31, 2016. No Type I events were identified that would have a material effect on the financial condition of the Company.

Type II – Nonrecognized Subsequent Events:

Subsequent events have been considered through May 13, 2016 for the statutory statement issued on May 13, 2016 for the quarter ending March 31, 2016. No Type II events were identified that would have a material effect on the financial condition of the Company.

## NOTES TO FINANCIAL STATEMENTS

### 23. Reinsurance

- A. Unsecured Reinsurance Recoverables  
Not applicable.
- B. Reinsurance Recoverable in Dispute  
Not applicable.
- C. Reinsurance Assumed and Ceded  
No significant changes.
- D. Uncollectible Reinsurance  
No significant changes.
- E. Commutation of Ceded Reinsurance  
Not applicable.
- F. Retroactive Reinsurance  
Not applicable.
- G. Reinsurance Accounted for as a Deposit  
Not applicable.
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements  
Not applicable.
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation  
Not applicable.

### 24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable.

### 25. Changes in Incurred Losses and Loss Adjustment Expense

Reserves as of December 31, 2015 were \$31.0 million. During 2016, \$5.6 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$24.8 million as a result of re-estimation of unpaid claims and claim adjusting expenses. Therefore, there has been a \$.6 million favorable prior year development from December 31, 2015 to March 31, 2016. Favorable development in auto physical damage, homeowner, farmowner, other property and other liability lines of insurance, were offset, in part, by unfavorable development in commercial auto liability and commercial multi-peril lines of insurance. The re-estimation is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. The estimates are not affected by prior year loss development on retrospectively rated policies, as the Company does not write this type of policy.

### 26. Intercompany Pooling Agreements

No significant changes.

### 27. Structured Settlements

Not applicable.

### 28. Health Care Receivables

Not applicable.

### 29. Participating Policies

Not applicable.

### 30. Premium Deficiency Reserves

No significant changes.

### 31. High Deductibles

Not applicable.

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

No significant changes.

## NOTES TO FINANCIAL STATEMENTS

### 33. Asbestos/Environmental Reserves

A. Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses? Yes ( ) No (x)

B. Not applicable.

C. Not applicable.

D. Does the Company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses? Yes (x) No ( )

	2012	2013	2014	2015	2016
(1) Direct –					
1) Beginning reserves:	\$ 10	\$ 10	\$ 62	\$ 32	\$ 32
2) Incurred losses and loss adjustment expense:	28	69	28	0	0
3) Calendar year payments for losses and loss adjustment expenses:	<u>8</u>	<u>36</u>	<u>58</u>	<u>0</u>	<u>0</u>
4) Ending reserves:	<u><u>\$ 30</u></u>	<u><u>\$ 62</u></u>	<u><u>\$ 32</u></u>	<u><u>\$ 32</u></u>	<u><u>\$ 32</u></u>
(2) Assumed Reinsurance –					
1) Beginning reserves:	\$ —	\$ —	\$ —	\$ —	\$ —
2) Incurred losses and loss adjustment expense:	—	—	—	—	—
3) Calendar year payments for losses and loss adjustment expenses:	—	—	—	—	—
4) Ending reserves:	<u><u>\$ —</u></u>				
	<u><u>2012</u></u>	<u><u>2013</u></u>	<u><u>2014</u></u>	<u><u>2015</u></u>	<u><u>2016</u></u>
(3) Net of Ceded Reinsurance –					
1) Beginning reserves:	\$ 10	\$ 30	\$ 62	\$ —	\$ —
2) Incurred losses and loss adjustment expense:	28	40	(62)	—	—
3) Calendar year payments for loss and loss adjustment expenses:	<u>8</u>	<u>7</u>	—	—	—
4) Ending reserves:	<u><u>\$ 30</u></u>	<u><u>\$ 62</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

The Company's exposure to environmental losses arises from the sale of general liability insurance. The Company estimates the full impact of the environmental exposure by establishing full case basis reserves on all known losses and computing incurred but not reported losses based on previous experience. The Company's estimate of the environmental related losses for each of the five most recent years after intercompany pooling are displayed above.

E. State the amount of ending reserves for Bulk + IBNR included in D (Loss & LAE):

(1) Direct Basis:	\$ —
(2) Assumed Reinsurance Basis:	\$ —
(3) Net of Ceded Reinsurance Basis:	\$ —

F. State the amount of ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR):

(1) Direct Basis:	\$ —
(2) Assumed Reinsurance Basis:	\$ —
(3) Net of Ceded Reinsurance Basis:	\$ —

### 34. Subscriber Savings Accounts

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

**35. Multiple Peril Crop Insurance**

Not applicable.

**36. Financial Guaranty Insurance**

Not applicable.

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES  
GENERAL**

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? ..... Yes [ ] No [X]

1.2 If yes, has the report been filed with the domiciliary state? ..... Yes [ ] No [ ]

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [X]

2.2 If yes, date of change: .....

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? ..... Yes [X] No [ ]

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

3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? ..... Yes [ ] No [X]

3.3 If the response to 3.2 is yes, provide a brief description of those changes.

.....

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

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

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? ..... Yes [ ] No [X] NA [ ]

If yes, attach an explanation.

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

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. ..... 12/31/2011

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). ..... 11/26/2012

6.4 By what department or departments?

Ohio.....

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? ..... Yes [ ] No [ ] NA [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [X] No [ ] NA [ ]

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [X]

7.2 If yes, give full information:

.....

8.1 Is the company a subsidiary of a bank holding company regulated 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
.....	.....	.....	.....	.....	.....

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY****GENERAL INTERROGATORIES**

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? .....  Yes [X]  No [ ]

- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

.....

9.2 Has the code of ethics for senior managers been amended? .....  Yes [ ]  No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

.....

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

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

.....

**FINANCIAL**

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ 18,791

**INVESTMENT**

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

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

.....

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ .....	\$ .....
14.22 Preferred Stock .....	\$ .....	\$ .....
14.23 Common Stock .....	\$ ..... 296,327	\$ ..... 302,765
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ ..... 296,327	\$ ..... 302,765
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ .....	\$ .....

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

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

If no, attach a description with this statement.

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**GENERAL INTERROGATORIES**

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

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

17. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? ..... Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
Northern Trust.....	Chicago, IL.....

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
Eaton Vance Management.....	Two International Place Boston, MA 02110.....	Not accounted for by Northern Trust.....

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address
154425.....	Harvest Fund Advisors.....	100 W, Lancaster Ave. Second Floor Wayne, PA 19087.....

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

18.2 If no, list exceptions:

.....

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

# **GENERAL INTERROGATORIES**

## **PART 2 - PROPERTY & CASUALTY INTERROGATORIES**

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

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

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? ..... Yes [ ] No [X]  
3.2 If yes, give full and complete information thereto.

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

#### 4.2 If yes, complete the following schedule:

## 5. Operating Percentages:

5.1 A&H loss percent.....	0.0	%
5.2 A&H cost containment percent .....	0.0	%
5.3 A&H expense percent excluding cost containment expenses.....	0.0	%

6.1 Do you act as a custodian for health savings accounts?..... Yes [ ] No [X]  
6.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$ \_\_\_\_\_  
6.3 Do you act as an administrator for health savings accounts?..... Yes [ ] No [X]  
6.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$ \_\_\_\_\_

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

## **SCHEDULE F - CEDED REINSURANCE**

Showing All New Reinsurers - Current Year to Date

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama	AL.	N.	0	0	0	0	0
2. Alaska	AK.	N.	0	0	0	0	0
3. Arizona	AZ.	N.	0	0	0	0	0
4. Arkansas	AR.	N.	0	0	0	0	0
5. California	CA.	N.	0	0	0	0	0
6. Colorado	CO.	N.	0	0	0	0	0
7. Connecticut	CT.	N.	0	0	0	0	0
8. Delaware	DE.	N.	0	0	0	0	0
9. Dist. Columbia	DC.	N.	0	0	0	0	0
10. Florida	FL.	N.	0	0	0	0	0
11. Georgia	GA.	N.	0	0	0	0	0
12. Hawaii	HI.	N.	0	0	0	0	0
13. Idaho	ID.	N.	0	0	0	0	0
14. Illinois	IL.	L	0	0	0	0	0
15. Indiana	IN.	L	6,669,469	6,920,393	4,265,845	3,584,750	9,709,948
16. Iowa	IA.	N.	0	0	0	0	0
17. Kansas	KS.	N.	0	0	0	0	0
18. Kentucky	KY.	N.	0	0	0	0	0
19. Louisiana	LA.	N.	0	0	0	0	0
20. Maine	ME.	N.	0	0	0	0	0
21. Maryland	MD.	N.	0	0	0	0	0
22. Massachusetts	MA.	N.	0	0	0	0	0
23. Michigan	MI.	N.	0	0	0	0	0
24. Minnesota	MN.	N.	0	0	0	0	0
25. Mississippi	MS.	N.	0	0	0	0	0
26. Missouri	MO.	N.	0	0	0	0	0
27. Montana	MT.	N.	0	0	0	0	0
28. Nebraska	NE.	N.	0	0	0	0	0
29. Nevada	NV.	N.	0	0	0	0	0
30. New Hampshire	NH.	N.	0	0	0	0	0
31. New Jersey	NJ.	N.	0	0	0	0	0
32. New Mexico	NM.	N.	0	0	0	0	0
33. New York	NY.	N.	0	0	0	0	0
34. No. Carolina	NC.	N.	0	0	0	0	0
35. No. Dakota	ND.	N.	0	0	0	0	0
36. Ohio	OH.	L	16,441,208	17,091,248	7,572,657	8,271,859	26,470,862
37. Oklahoma	OK.	N.	0	0	0	0	0
38. Oregon	OR.	N.	0	0	0	0	0
39. Pennsylvania	PA.	N.	0	0	0	0	0
40. Rhode Island	RI.	N.	0	0	0	0	0
41. So. Carolina	SC.	N.	0	0	0	0	0
42. So. Dakota	SD.	N.	0	0	0	0	0
43. Tennessee	TN.	L	0	0	0	0	0
44. Texas	TX.	N.	0	0	0	0	0
45. Utah	UT.	N.	0	0	0	0	0
46. Vermont	VT.	N.	0	0	0	0	0
47. Virginia	VA.	N.	0	0	0	0	0
48. Washington	WA.	N.	0	0	0	0	0
49. West Virginia	WV.	N.	0	0	0	0	0
50. Wisconsin	WI.	N.	0	0	0	0	0
51. Wyoming	WY.	N.	0	0	0	0	0
52. American Samoa	AS.	N.	0	0	0	0	0
53. Guam	GU.	N.	0	0	0	0	0
54. Puerto Rico	PR.	N.	0	0	0	0	0
55. U.S. Virgin Islands	VI.	N.	0	0	0	0	0
56. Northern Mariana Islands	MP.	N.	0	0	0	0	0
57. Canada	CAN.	N.	0	0	0	0	0
58. Aggregate Other Alien	OT.	XXX	0	0	0	0	0
59. Totals	(a)	4	23,110,677	24,011,641	11,838,502	11,856,609	36,180,810
<b>DETAILS OF WRITE-INS</b>		XXX					
58001.		XXX					
58002.		XXX					
58003.		XXX					
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0
58999.	TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0

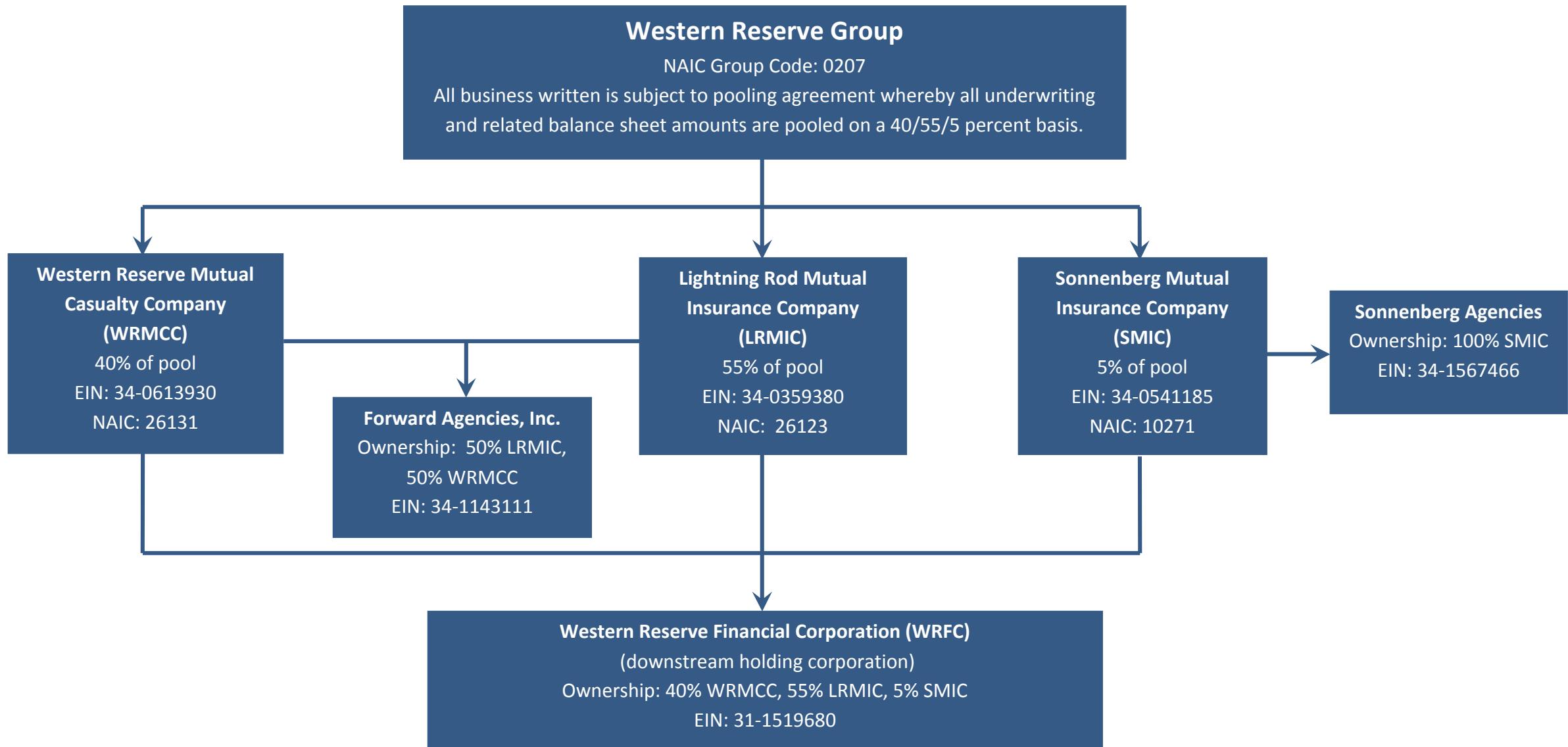
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**

**PART 1 – ORGANIZATIONAL CHART**



**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**SCHEDULE Y**  
**PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

2

Asterisk	Explanation

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**PART 1 - LOSS EXPERIENCE**

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire	807,119	177,974	22.1	38.7
2. Allied lines	437,708	358,451	81.9	77.9
3. Farmowners multiple peril	0	0	0.0	0.0
4. Homeowners multiple peril	4,794,539	1,417,779	29.6	62.2
5. Commercial multiple peril	3,332,375	784,963	23.6	51.8
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine	253,339	85,746	33.8	(2.8)
10. Financial guaranty	0	0	0.0	0.0
11.1 Medical professional liability -occurrence		0	0.0	0.0
11.2 Medical professional liability -claims made		0	0.0	0.0
12. Earthquake	4,513	0	0.0	0.0
13. Group accident and health		0	0.0	0.0
14. Credit accident and health		0	0.0	0.0
15. Other accident and health		0	0.0	0.0
16. Workers' compensation	354,891	273,505	77.1	8.6
17.1 Other liability occurrence	808,703	20,019	2.5	0.2
17.2 Other liability-claims made	3,443	0	0.0	0.0
17.3 Excess Workers' Compensation	26,284	(7,000)	(26.6)	24.9
18.1 Products liability-occurrence		0	0.0	0.0
18.2 Products liability-claims made		0	0.0	0.0
19.1,19.2 Private passenger auto liability	6,529,909	3,851,565	59.0	71.0
19.3,19.4 Commercial auto liability	979,112	362,518	37.0	34.1
21. Auto physical damage	5,804,490	3,368,476	58.0	60.0
22. Aircraft (all perils)		0	0.0	0.0
23. Fidelity		0	0.0	0.0
24. Surety		0	0.0	0.0
26. Burglary and theft	8,763	0	0.0	15.8
27. Boiler and machinery	46,926	8,300	17.7	0.0
28. Credit		0	0.0	0.0
29. International		0	0.0	0.0
30. Warranty		0	0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
<b>TOTALS</b>	<b>24,192,114</b>	<b>10,702,296</b>	<b>44.2</b>	<b>58.2</b>
<b>DETAILS OF WRITE-INS</b>				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
<b>3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0.0</b>

**PART 2 - DIRECT PREMIUMS WRITTEN**

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date	
1. Fire	749,857	749,857	724,417	
2. Allied lines	406,684	406,684	403,592	
3. Farmowners multiple peril	0	0	0	
4. Homeowners multiple peril	3,849,268	3,849,268	3,970,461	
5. Commercial multiple peril	3,509,278	3,509,278	3,176,407	
6. Mortgage guaranty	0	0	0	
8. Ocean marine	0	0	0	
9. Inland marine	247,063	247,063	217,517	
10. Financial guaranty	0	0	0	
11.1 Medical professional liability-occurrence	0	0	0	
11.2 Medical professional liability-claims made	0	0	0	
12. Earthquake	4,510	4,510	4,358	
13. Group accident and health	0	0	0	
14. Credit accident and health	0	0	0	
15. Other accident and health	0	0	0	
16. Workers' compensation	424,949	424,949	387,530	
17.1 Other liability occurrence	830,348	830,348	809,318	
17.2 Other liability-claims made	3,672	3,672	2,316	
17.3 Excess Workers' Compensation	0	0	0	
18.1 Products liability-occurrence	12,045	12,045	16,683	
18.2 Products liability-claims made	0	0	0	
19.1,19.2 Private passenger auto liability	6,312,761	6,312,761	7,162,537	
19.3,19.4 Commercial auto liability	1,069,811	1,069,811	951,147	
21. Auto physical damage	5,622,693	5,622,693	6,125,107	
22. Aircraft (all perils)	0	0	0	
23. Fidelity	0	0	0	
24. Surety	0	0	0	
26. Burglary and theft	9,669	9,669	10,063	
27. Boiler and machinery	58,069	58,069	50,188	
28. Credit	0	0	0	
29. International	0	0	0	
30. Warranty	0	0	0	
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	
34. Aggregate write-ins for other lines of business	0	0	0	
<b>TOTALS</b>	<b>23,110,677</b>	<b>23,110,677</b>	<b>24,011,641</b>	
<b>DETAILS OF WRITE-INS</b>				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0	0
<b>3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**PART 3 (000 omitted)**

**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2016 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened and Open as of Prior Year End	8 Q.S. Date IBNR Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2013 + Prior .....	5,948	639	6,587	733	3	736	4,731	11	467	5,209	(484)	(158)	(642)
2. 2014 .....	7,360	517	7,877	775	11	786	6,159	18	480	6,657	(426)	(8)	(434)
3. Subtotals 2014 + prior .....	13,308	1,156	14,464	1,508	14	1,522	10,890	29	947	11,866	(910)	(166)	(1,076)
4. 2015.....	12,855	3,643	16,498	4,149	(18)	4,131	10,878	172	1,848	12,898	2,172	(1,641)	531
5. Subtotals 2015 + prior .....	26,163	4,799	30,962	5,657	(4)	5,653	21,768	201	2,795	24,764	1,262	(1,807)	(545)
6. 2016.....	XXX	XXX	XXX	XXX	5,109	5,109	XXX	3,623	1,916	5,539	XXX	XXX	XXX
7. Totals .....	26,163	4,799	30,962	5,657	5,105	10,762	21,768	3,824	4,711	30,303	1,262	(1,807)	(545)
Prior Year-End Surplus As Regards Policy-holders											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
8. Surplus As Regards Policy-holders	106,625										1.	4.8	2.
											(37.7)	3.	(1.8)
											Col. 13, Line 7 Line 8		
											4.		(0.5)

# STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

### Response

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

### **Explanation:**

- 1.
- 2.
- 3.

### **Bar Code:**

1.  2 6 1 3 1 2 0 1 6 4 9 0 0 0 0 0 1
2.  2 6 1 3 1 2 0 1 6 4 5 5 0 0 0 0 0 1
3.  2 6 1 3 1 2 0 1 6 3 6 5 0 0 0 0 0 1

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STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE A – VERIFICATION**

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	.7,115,080	.7,337,621
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other-than-temporary impairment recognized		0
8. Deduct current year's depreciation	55,635	222,541
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	.7,059,445	.7,115,080
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	.7,059,445	.7,115,080

**SCHEDULE B – VERIFICATION**

Mortgage Loans

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

**NONE**

**SCHEDULE BA – VERIFICATION**

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	.7,360,507	.5,530,377
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	.1,250,000	.2,680,000
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)	.52,180	(305,842)
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals	.376,387	.544,028
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	.8,286,300	.7,360,507
12. Deduct total nonadmitted amounts	.1,853,209	.979,596
13. Statement value at end of current period (Line 11 minus Line 12)	6,433,091	6,380,911

**SCHEDULE D – VERIFICATION**

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	.150,152,519	.147,701,244
2. Cost of bonds and stocks acquired	.3,015,292	.36,054,113
3. Accrual of discount	10,951	.63,590
4. Unrealized valuation increase (decrease)	.357,995	(3,668,509)
5. Total gain (loss) on disposals	.128,091	.2,777,382
6. Deduct consideration for bonds and stocks disposed of	.3,743,867	.28,242,420
7. Deduct amortization of premium	151,897	.526,586
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other-than-temporary impairment recognized		.4,006,295
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	.149,769,084	.150,152,519
11. Deduct total nonadmitted amounts	.302,765	.296,328
12. Statement value at end of current period (Line 10 minus Line 11)	149,466,319	149,856,191

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE D - PART 1B**

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a).....	96,012,732	7,107,205	6,912,791	(1,447,103)	94,760,043	0	0	96,012,732
2. NAIC 2 (a).....	3,921,895			1,286,236	5,208,131	0	0	3,921,895
3. NAIC 3 (a).....	0				0	0	0	0
4. NAIC 4 (a).....	0				0	0	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds.....	99,934,627	7,107,205	6,912,791	(160,847)	99,968,174	0	0	99,934,627
<b>PREFERRED STOCK</b>								
8. NAIC 1.....	0				0	0	0	0
9. NAIC 2.....	0				0	0	0	0
10. NAIC 3.....	0				0	0	0	0
11. NAIC 4.....	0				0	0	0	0
12. NAIC 5.....	0				0	0	0	0
13. NAIC 6.....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock.....	99,934,627	7,107,205	6,912,791	(160,847)	99,968,195	0	0	99,934,627

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ ..... ; NAIC 2 \$ ..... ;

NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

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**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**SCHEDULE DA - PART 1**

**Short-Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	3,040,226	XXX	3,040,226	134	

**SCHEDULE DA - VERIFICATION**

**Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	2,054,149	6,902,324
2. Cost of short-term investments acquired .....	4,852,764	40,838,505
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....	3,866,687	45,686,680
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other-than-temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	3,040,226	2,054,149
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	3,040,226	2,054,149

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

Schedule E - Verification

**NONE**

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

## **SCHEDULE BA - PART 2**

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

## **SCHEDULE BA - PART 3**

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/ Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income	
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V. (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.							
<b>Fixed or Variable Interest Rate Investments that have the Underlying Characteristics of - Other - Unaffiliated</b>																				
000000-00-0.....	#1251 Associates LLC.....	Wooster.....	OH.....	Principal payment.....	05/26/2010.....	03/31/2016.....	268,893.....					0.....		241,500.....	241,500.....				0.....	3,332.....
000000-00-0.....	Volldico / Encore.....	Wooster.....	OH.....	Principal payment.....	10/31/2010.....	03/31/2016.....	596,803.....					0.....		78,020.....	78,020.....				0.....	7,490.....
000000-00-0.....	The Allen Thomas Group.....	Medina.....	OH.....	Principal Payment.....	03/15/2013.....	03/31/2016.....	80,450.....					0.....		4,555.....	4,555.....				0.....	1,210.....
000000-00-0.....	The Vaughn Insurance Agency.....	Orville.....	OH.....	Principal Payment.....	09/04/2013.....	03/31/2016.....	33,449.....					0.....		33,450.....	33,450.....				0.....	364.....
000000-00-0.....	Buell Agency.....	Massillon.....	OH.....	Principal Payment.....	01/28/2016.....	03/31/2016.....	0.....					0.....		10,054.....	10,054.....				0.....	.7,310.....
000000-00-0.....	Hughes Agency.....	Lebanon.....	IN.....	Principal Payment.....	01/29/2016.....	03/31/2016.....	0.....					0.....		8,808.....	8,808.....				0.....	.4,125.....
<b>1199999 - Fixed or Variable Interest Rate Investments that have the Underlying Characteristics of - Other Fixed Income - Unaffiliated</b>																				
4499999 - Subtotals - Unaffiliated							979,595.....	0.....	0.....	0.....	0.....	0.....	0.....	376,387.....	376,387.....	0.....	0.....	0.....	0.....	23,831.....
4599999 - Subtotals - Affiliated							979,595.....	0.....	0.....	0.....	0.....	0.....	0.....	376,387.....	376,387.....	0.....	0.....	0.....	0.....	23,831.....
4699999 Totals							979,595.....	0.....	0.....	0.....	0.....	0.....	0.....	376,387.....	376,387.....	0.....	0.....	0.....	0.....	23,831.....

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## STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

## SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator <sup>(a)</sup>
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
.082887-PB-0.....	Benton Cnty WA Sch Dist #17.....		.03/16/2016.....	D A Davidson & Co.....		.527,510	.500,000		.1FE
.105314-PH-5.....	Brandon Valley Sch Dis SD.....		.02/25/2016.....	D A Davidson & Co.....		.622,665	.500,000		.1FE
.118295-CX-0.....	Buckeye Valley OH LSD Delaware Cnt.....		.02/05/2016.....	Fifth Third Securities, Inc.....		.305,805	.300,000		.1FE
.480687-BL-7.....	Joplin MO Schools.....		.03/30/2016.....	Raymond James & Associates, Inc.....		.416,348	.400,000		.1FE
.736560-MP-5.....	Portland ME GO Bds.....		.03/02/2016.....	Raymond James & Associates, Inc.....		.382,113	.300,000		.1FE
<b>2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>							2,254,441	2,000,000	0 XXX
<b>8399997 - Subtotals - Bonds - Part 3</b>							2,254,441	2,000,000	0 XXX
<b>8399999 - Subtotals - Bonds</b>							2,254,441	2,000,000	0 XXX
<b>Common Stocks - Industrial and Miscellaneous</b>									
.02079K-30-5.....	Alphabet Inc Cap Stk CL A.....		.03/23/2016.....	Northern Trust.....	.137,000	.103,755			L
.030975-10-6.....	Amerigas Partners LP MLP.....		.03/03/2016.....	Harvest Investment Manager.....	.355,000	.14,479			L
.03673L-10-3.....	Antero Midstream Partners LP MLP.....		.03/30/2016.....	Harvest Investment Manager.....	.254,000	.5,293			L
.096627-10-4.....	Boardwalk Pipeline Partners LP.....		.03/30/2016.....	Harvest Investment Manager.....	.525,000	.6,749			L
.118230-10-1.....	Buckey Partners LP MLP.....		.03/30/2016.....	Harvest Investment Manager.....	.395,000	.25,409			L
.16411R-20-8.....	Cheniere Energy Inc Com.....		.03/03/2016.....	Harvest Investment Manager.....	.708,000	.25,654			L
.16411W-10-8.....	Cheniere Energy Partners Higs LLC.....		.03/03/2016.....	Harvest Investment Manager.....	.139,000	.2,393			L
.16411W-10-1.....	Cheniere Energy Partners LP.....		.03/10/2016.....	Harvest Investment Manager.....	.518,000	.12,689			L
.198280-10-9.....	Columbia Pipeline Group Inc.....		.03/03/2016.....	Harvest Investment Manager.....	.324,000	.5,854			L
.198281-10-7.....	Columbia Pipeline Partners MLP LP.....		.03/03/2016.....	Harvest Investment Manager.....	.276,000	.4,603			L
.22758A-10-5.....	CrossAmerica Partners LP Unit Ltd.....		.03/15/2016.....	Harvest Investment Manager.....	.7,000	.169			L
.23311P-10-0.....	DCP Midstream Partners LP.....		.03/30/2016.....	Harvest Investment Manager.....	.68,000	.1,829			L
.29250R-10-6.....	Enbridge Energy Partners LP MLP.....		.03/30/2016.....	Harvest Investment Manager.....	1,111,000	.18,421			L
.29273V-10-0.....	Energy Transfer Equity LP MLP.....		.01/08/2016.....	Harvest Investment Manager.....	1,180,000	.11,994			L
.29273R-10-9.....	Energy Transfer Partners LP MLP.....		.03/03/2016.....	Harvest Investment Manager.....	.436,000	.12,719			L
.371927-10-4.....	Genesis Energy LP MLP.....		.03/15/2016.....	Harvest Investment Manager.....	1,661,000	.44,872			L
.49456B-10-1.....	Kinder Morgan Inc Del Comm.....		.02/17/2016.....	Harvest Investment Manager.....	.345,000	.5,516			L
.55336V-10-0.....	MPLX LP Com MLP.....		.03/03/2016.....	Harvest Investment Manager.....	.635,000	.17,084			L
.62913M-10-7.....	NGL Energy Partners LP.....		.01/08/2016.....	Harvest Investment Manager.....	.290,000	.3,519			L
.67058H-10-2.....	Nustar Energy LP MLP.....		.02/17/2016.....	Harvest Investment Manager.....	.105,000	.3,508			L
.682680-10-3.....	Oneok Inc Com Stk.....		.02/17/2016.....	Harvest Investment Manager.....	.218,000	.4,769			L
.68268N-10-3.....	Oneok Partners LP MLP.....		.02/26/2016.....	Harvest Investment Manager.....	.184,000	.5,018			L
.718546-10-4.....	Phillips 66 Com Stk.....		.03/15/2016.....	Harvest Investment Manager.....	.504,000	.43,163			L
.72657A-10-8.....	Plains GP Hldgs LP CL A MLP.....		.03/15/2016.....	Harvest Investment Manager.....	.427,000	.3,191			L
.762819-10-0.....	Rice Midstream Partners LP MLP.....		.03/15/2016.....	Harvest Investment Manager.....	.104,000	.1,409			L
.81663A-10-5.....	Semgroup Corp CL A.....		.03/15/2016.....	Harvest Investment Manager.....	.178,000	.22,682			L
.864482-10-4.....	Suburban Propane Partners LP.....		.03/30/2016.....	Harvest Investment Manager.....	.243,000	.6,467			L
.876126-10-1.....	Targa Resources Corp.....		.02/17/2016.....	Stock Merger.....	1,608,280	.42,530			L
.89353D-10-7.....	Transcanada Corp.....		.03/30/2016.....	Harvest Investment Manager.....	.659,000	.24,226			L
.92826C-83-9.....	Visa Inc Com CL A.....		.03/23/2016.....	Northern Trust.....	1,408,000	.103,961			L
.Y9384M-10-1.....	VTII Energy Partners LP MLP.....		.01/22/2016.....	Harvest Investment Manager.....	.22,000	.358			L
.958254-10-4.....	Westn Gas Partners LP MLP.....		.01/28/2016.....	Harvest Investment Manager.....	.59,000	.1,911			L
.962166-10-4.....	Weyerhaeuser Co.....		.02/22/2016.....	Stock Merger.....	7,400,000	.142,586			L
.969457-10-0.....	Williams Co Inc.....		.03/03/2016.....	Harvest Investment Manager.....	.1,145,000	.21,505			L
.96949L-10-5.....	Williams Partners LP MLP NEW.....		.03/30/2016.....	Harvest Investment Manager.....	.504,000	.10,568			L
<b>9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)</b>							760,851	XXX	0 XXX
<b>9799997 - Subtotals - Common Stocks - Part 3</b>							760,851	XXX	0 XXX
<b>9799999 - Subtotals - Common Stocks</b>							760,851	XXX	0 XXX
<b>9899999 - Subtotals- Preferred and Common Stocks</b>							760,851	XXX	0 XXX
<b>9999999 Totals</b>							3,015,292	XXX	0 XXX

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

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 For- eign Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/Adjusted Carrying Value	10 Unrealized Valuation Increase/ (Decrease)	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)					
										11	12	13	14	15												
<b>Bonds - U.S. Governments</b>																										
30250R-AA-2...	FDIC 2010-R1 TR CTF CI	1-144A	03/25/2016	PRINCIPAL RECEIPT				.42,194	.42,194	.42,194	.42,194										.0	.136	.05/25/2050	1		
36295P-6H-0...	GNMA Pool #6768/2	03/15/2016	PRINCIPAL RECEIPT					.3,167	.3,167	.3,195	.3,185										.0	.20	.03/15/2023	1		
831641-E3-0...	SBA SBIC 2010-10A 1 CMO	03/10/2016	PRINCIPAL RECEIPT					.55,708	.55,708	.60,722	.59,182										.0	.0	.03/10/2020	1		
831641-EZ-4...	SBA SBIC 2013-10B CL1	03/10/2016	PRINCIPAL RECEIPT					.52,549	.52,549	.54,843	.54,293										.0	.955	.09/10/2023	1		
912828-EW-6...	U.S Treasury Note	02/16/2016	MATURITY					.400,000	.400,000	.379,094	.399,662										.0	.9,000	.02/15/2016	1		
<b>0599999 - Bonds - U.S. Governments</b>								.553,618	.553,618	.540,047	.558,516												11,252	XXX	XXX	
<b>Bonds - U.S. States, Territories and Possessions</b>																										
419780-AB-4...	Hawaii St Ser DI GO UT...	03/01/2016	CALLED @ 100.0000000...					.500,000	.500,000	.543,800	.501,058										.0	.12,500	.03/01/2017	1FFE		
644682-X0-4...	New Hampshire St Cap Impt UT GO	03/01/2016	MATURITY					.500,000	.500,000	.508,845	.500,207										.0	.8,750	.03/01/2016	1FFE		
<b>1799999 - Bonds - U.S. States, Territories and Possessions</b>								1,000,000	1,000,000	1,052,645	1,001,265												21,250	XXX	XXX	
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>																										
25009X-FN-0...	Des Moines IA Series A...	03/01/2016	CALLED @ 100.0000000...					.25,000	.25,000	.25,000	.25,000										.0	.0	.15	.06/01/2022	1FFE	
<b>2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>								.25,000	.25,000	.25,000	.25,000										.0	.0	15	XXX	XXX	
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																										
3128W1-LA-5...	FHLMC (Gold) Pool #G12221	03/15/2016	PRINCIPAL RECEIPT					.2,665	.2,665	.2,665	.2,665										.0	.0	.20	.06/01/2021	1	
31335H-5P-4...	FHLMC (Gold) Pool #C90854	03/15/2016	PRINCIPAL RECEIPT					.2,261	.2,261	.2,269	.2,267										.0	.0	.18	.09/01/2024	1	
31294K-K5-3...	FHLMC (Gold) Pool #E01216	03/15/2016	PRINCIPAL RECEIPT					.2,520	.2,520	.2,539	.2,520										.0	.0	.19	.10/01/2021	1	
3128W1-BB-4...	FHLMC (Gold) Pool #G11934	03/15/2016	PRINCIPAL RECEIPT					.391	.391	.390	.392										.0	.0	.2	.04/01/2016	1	
3128W1-PA-1...	FHLMC (Gold) Pool #G12317	03/15/2016	PRINCIPAL RECEIPT					.2,048	.2,048	.2,048	.2,048										.0	.0	.15	.08/01/2021	1	
3128W0-N9-4...	FHLMC (Gold) Pool #J19416	03/15/2016	PRINCIPAL RECEIPT					.11,451	.11,451	.11,765	.11,733									.0	.0	.46	.06/01/2027	1		
3137AP-BD-1...	FHLMC CM0 4033 EB	03/15/2016	PRINCIPAL RECEIPT					.11,668	.11,668	.11,639	.11,633									.0	.0	.29	.10/15/2036	1		
3126F-Y9-3...	FHLMC Pool #281636	03/15/2016	PRINCIPAL RECEIPT					.18,142	.18,142	.17,734	.17,748									.0	.0	.52	.08/01/2043	1		
3128S2-QQ-7...	FHLMC Pool #G16363	03/15/2016	PRINCIPAL RECEIPT					.4,127	.4,127	.4,318	.4,314									.0	.0	.29	.09/01/2042	1		
31371L-JU-4...	FNIM Gtd Mtg Pool #255075	03/25/2016	PRINCIPAL RECEIPT					.3,460	.3,460	.3,459	.3,457									.0	.0	.31	.02/01/2024	1		
31402R-GM-5...	FNMA Pool #735604	03/25/2016	PRINCIPAL RECEIPT					.4,779	.4,779	.4,794	.4,780									.0	.0	.36	.06/01/2020	1		
3136A1-4P-7...	FNMA CM0 TR-2011-126	03/25/2016	PRINCIPAL RECEIPT					.12,178	.12,178	.12,209	.12,208								.0	.0	.0	.35	.08/25/2040	1		
3136A2-VK-6...	FNMA DUS Pool #466396	03/25/2016	PRINCIPAL RECEIPT					.6,778	.6,778	.6,778	.6,778									.0	.0	.0	.25	.06/25/2040	1	
31381P-C9-7...	FNMA DUS Pool #466396	03/25/2016	PRINCIPAL RECEIPT					.1,382	.1,382	.1,385	.1,383									.0	.0	.0	.11/01/2020	1		
31371L-XW-4...	FNMA Gtd Mtg Pool #25549	03/25/2016	PRINCIPAL RECEIPT					.3,522	.3,522	.3,502	.3,504									.0	.0	.0	.32	.10/01/2024	1	
31416X-HY-9...	FNMA Gtd Mtg Pool #AB2046	03/25/2016	PRINCIPAL RECEIPT					.12,036	.12,036	.11,833	.11,859									.0	.0	.0	.53	.01/01/2026	1	
31418A-LY-2...	FNMA Gtd Mtg Pool #MA1242	03/25/2016	PRINCIPAL RECEIPT					.9,811	.9,811	.10,252	.10,254									.0	.0	.0	.57	.11/01/2042	1	
31418A-V5-4...	FNMA Gtd Mtg Pool #MA1535	03/25/2016	PRINCIPAL RECEIPT					.14,557	.14,557	.14,548	.14,566									.0	.0	.0	.40	.08/01/2023	1	
31418A-WS-3...	FNMA Gtd Mtg Pool #MA1556	03/25/2016	PRINCIPAL RECEIPT					.10,436	.10,436	.10,358	.10,383									.0	.0	.0	.48	.08/01/2028	1	
31371K-2X-8...	FNMA Pool #254690	03/25/2016	PRINCIPAL RECEIPT					.1,804	.1,804	.1,791	.1,793									.0	.0	.0	.13	.04/01/2023	1	
31385W-SB-6...	FNMA Pool #555014	03/25/2016	PRINCIPAL RECEIPT					.2,654	.2,654	.2,679	.2,653									.0	.0	.0	.21	.11/01/2017	1	
3136A1-6Y-6...	AB	03/25/2016	PRINCIPAL RECEIPT					.50,573	.50,573	.52,059	.51,505									.0	.0	.0	.502	.08/25/2021	1	
3136AE-24-2...	FNMA TR 2013-70 CL-VA	03/25/2016	PRINCIPAL RECEIPT					.10,234	.10,234	.10,758	.10,724									.0	.0	.0	.43	.08/25/2026	1	
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>								199,476	199,476	201,771	201,174												0	1,172	XXX	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																										
17275R-AC-6...	Cisco Systems Inc GLB	02/22/2016	MATURITY					.500,000	.500,000	.511,015	.500,241									.0	.0	.0	.13,760	.02/22/2016	1FFE	
59217G-AD-1...	Metropolitan Life Global Int 144A	01/11/2016	MATURITY					.500,000	.500,000	.499,250	.499,992									.0	.0	.0	.7,813	.01/11/2016	1FFE	
771196-AS-1...	Roche Holdings Inc 144A	03/24/2016	CALLED @ 112.7570000...					.78,930	.70,000	.80,741	.74,733									.0	.0	.0	.2,100	.03/01/2019	1FFE	
83088G																										

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Ident- ification	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.								
03957U-10-0	Archrock Partners LP		03/15/2016	Harvest Investment Manager	63,000	.543	XXX	.776	.776				0		.776		(233)	(233)	(233)	36	XXX	L
096627-10-4	Boardwalk Pipeline Partners LP		03/15/2016	Harvest Investment Manager	.98,000	1,352	XXX	1,345					0		1,345		7	7	7	XXX		L
118230-10-1	Buckey Partners LP MLP		03/15/2016	Harvest Investment Manager	.106,000	6,889	XXX	7,058	.1,383				0		7,058		(169)	(169)	(169)	26	XXX	L
12508E-10-1	COK Global Inc.		03/23/2016	Northern Trust	4,613,000	210,326	XXX	.50,916	.218,979	(168,064)			(168,064)		.50,916		159,410	159,410	159,410	623	XXX	L
16411R-20-8	Cheniere Energy Inc Com		03/15/2016	Harvest Investment Manager	.22,000	.790	XXX	.815					0		.815		(25)	(25)	(25)	XXX		L
16411W-10-8	Cheniere Energy Partners Hlds LLC		03/15/2016	Harvest Investment Manager	.5,000	.85	XXX	.88					0		.88		(3)	(3)	(3)	XXX		L
16411G-10-1	Cheniere Energy Partners LP		03/15/2016	Harvest Investment Manager	.32,000	.921	XXX	.873					0		.873		.48	.48	.48	XXX		L
198280-10-9	Columbia Pipeline Group Inc.		03/21/2016	Harvest Investment Manager	.115,000	2,852	XXX	2,174					0		2,174		.678	.678	.678	XXX		L
198281-10-7	Columbia Pipeline Partners MLP LP		03/18/2016	Harvest Investment Manager	.183,000	2,480	XXX	3,265	.1,608				0		3,265		(785)	(785)	(785)	17	XXX	L
226344-20-8	Crestwood Equity		01/07/2016	Harvest Investment Manager	.254,500	4,697	XXX	.5,233	.5,289	(56)			(56)		.5,233		(535)	(535)	(535)	XXX		L
23311P-10-0	DCP Midstream Partners LP		03/15/2016	Harvest Investment Manager	.14,000	.340	XXX	.345	.345				0		.345		(6)	(6)	(6)	11	XXX	L
257454-10-8	Dominion Midstream Partners MLP		03/15/2016	Harvest Investment Manager	.10,000	.324	XXX	.307	.307				0		.307		.17	.17	.17	2	XXX	L
29250R-10-6	Enbridge Energy Partners LP MLP		03/15/2016	Harvest Investment Manager	.119,000	2,041	XXX	2,745	.2,745				0		2,745		(705)	(705)	(705)	69	XXX	L
29273V-10-0	Energy Transfer Equity LP MLP		03/15/2016	Harvest Investment Manager	.230,000	1,559	XXX	3,160	.3,160				0		3,160		(1,601)	(1,601)	(1,601)	66	XXX	L
29273R-10-9	Energy Transfer Partners LP MLP		03/15/2016	Harvest Investment Manager	.293,000	.8,059	XXX	.9,883	.9,883				0		.9,883		(1,824)	(1,824)	(1,824)	309	XXX	L
29336U-10-7	EnLink Midstream Partners LP MLP		03/15/2016	Harvest Investment Manager	.94,000	.945	XXX	1,559	1,559				0		1,559		(614)	(614)	(614)	37	XXX	L
293792-10-7	Enterprise Prods Partners LP MLP		03/15/2016	Harvest Investment Manager	.116,000	2,720	XXX	2,967	2,967				0		2,967		(247)	(247)	(247)	45	XXX	L
26885B-10-0	EOT Midstream Partners LP		03/15/2016	Harvest Investment Manager	.41,000	2,964	XXX	3,094					0		3,094		(130)	(130)	(130)	29	XXX	L
371927-10-4	Genesis Energy LP MLP		03/21/2016	Harvest Investment Manager	1,765,000	44,735	XXX	.63,986	.63,560	(520)			(520)		.63,986		(19,250)	(19,250)	(19,250)	1,133	XXX	L
435763-10-7	Holly Energy Partners LP		03/15/2016	Harvest Investment Manager	.19,000	.591	XXX	.592	.592				0		.592		0	0	0	11	XXX	L
49456B-10-1	Kinder Morgan Inc Del Comm		03/15/2016	Harvest Investment Manager	.61,000	1,092	XXX	1,055					0		1,055		.38	.38	.38	XXX		L
55608B-10-5	Macquarie Infrastructure Co LLC		03/15/2016	Harvest Investment Manager	.37,000	2,321	XXX	2,686	2,686				0		2,686		(365)	(365)	(365)	43	XXX	L
559080-10-6	Magellan Midstream Partners LP MLP		03/15/2016	Harvest Investment Manager	.5,000	.336	XXX	.340	.340				0		.340		(3)	(3)	(3)	4	XXX	L
55336V-10-0	MPLX LP Com MLP		03/15/2016	Harvest Investment Manager	.231,530	.6,390	XXX	.9,106	.9,106				0		.9,106		(2,716)	(2,716)	(2,716)	116	XXX	L
62913M-10-7	NGL Energy Partners LP		03/18/2016	Harvest Investment Manager	.176,000	1,381	XXX	2,136					0		2,136		(755)	(755)	(755)	113	XXX	L
665826-10-3	Northern Tier Energy LP MLP		03/15/2016	Harvest Investment Manager	.11,000	.255	XXX	.279	.284	(5)			(5)		.279		(24)	(24)	(24)	4	XXX	L
67058H-10-2	Nustar Energy LP MLP		03/15/2016	Harvest Investment Manager	.55,000	2,030	XXX	2,206	2,206				0		2,206		(175)	(175)	(175)	60	XXX	L
682680-10-3	Oneok Inc Com Stk		03/15/2016	Harvest Investment Manager	.7,000	.189	XXX	.153					0		.153		36	36	36	XXX		L
68268N-10-3	Oneok Partners LP MLP		03/15/2016	Harvest Investment Manager	.62,000	1,955	XXX	1,868	1,868				0		1,868		.87	.87	.87	49	XXX	L
69318Q-10-4	PBF Logistics LP MLP		03/15/2016	Harvest Investment Manager	.20,000	.373	XXX	.427	.427				0		.427		(54)	(54)	(54)	8	XXX	L
709311-10-4	Penitex Midstream Partners MLP		01/28/2016	Harvest Investment Manager	.420,000	5,163	XXX	5,406	5,431	(25)			(25)		5,406		(243)	(243)	(243)	XXX		L
718546-10-4	Phillips 66 Com Stk		02/03/2016	Harvest Investment Manager	.857,000	.67,339	XXX	.66,091	.70,103	(4,012)			(4,012)		.66,091		1,249	1,249	1,249	XXX		L
718549-20-7	Phillips 66 Partners LP MLP		02/16/2016	Harvest Investment Manager	.287,000	16,743	XXX	.17,272	.17,622	(349)			(349)		.17,272		(529)	(529)	(529)	131	XXX	L
726503-10-5	Plains All American Pipeline LP		03/21/2016	Harvest Investment Manager	.405,000	9,446	XXX	.9,357	.9,356	1			1		.9,357		.90	.90	.90	284	XXX	L
729251-10-8	Plum Creek Timber Co Inc		02/22/2016	Stock Merger	.4,625,000	142,586	XXX	142,586	220,705	(78,119)			(78,119)		142,586		0	0	0	XXX		L
81163A-10-5	Semgroup Corp CL A		01/26/2016	Harvest Investment Manager	1,485,000	30,147	XXX	.41,742	.42,857	(1,115)			(1,115)		.41,742		(11,595)	(11,595)	(11,595)	XXX		L
822634-10-1	Shell Midstream PA MLP		03/15/2016	Harvest Investment Manager	.79,000	2,566	XXX	3,095	3,280	(185)			(185)		3,095		(529)	(529)	(529)	17	XXX	L
849343-10-8	Sprague Resources LP MLP		03/15/2016	Harvest Investment Manager	.7,000	.128	XXX	.141	.141				0		.141		(13)	(13)	(13)	4	XXX	L
86448Z-10-4	Suburban Propane Partners LP		03/15/2016	Harvest Investment Manager	.7,000	.204	XXX	.202					0		.202		2	2	2	XXX		L
866142-10-2	Summit Midstream Partners LP		03/15/2016	Harvest Investment Manager	.412,000	5,312	XXX	7,717	7,717				0		7,717		(2,405)	(2,405)	(2,405)	237	XXX	L
86764L-10-8	Sunoco Logistics Partners LP		03/15/2016	Harvest Investment Manager	.32,000	.770	XXX	.822	.822				0		.822		(53)	(53)	(53)	15	XXX	L
874697-10-5	Tallgrass Energy partners LP MLP		03/15/2016	Harvest Investment Manager	.24,000	.890	XXX	.989	.989				0		.989		(99)	(99)	(99)	15	XXX	L
87612G-10-1	Targa Resources Corp		03/16/2016	VARIOUS	.391,280	10,690	XXX	.10,432					0		.10,432		258	258	258	XXX		L
87611X-10-5	Targa Resources Partners LP MLP		02/17/2016	Stock Merger	2,594,000	42,530	XXX	42,530	42,879	(349)			(349)		.42,530		0	0	0	2,140	XXX	L

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE D - PART 4**

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

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Design- ation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
Y8564M-10-5 88160T-10-7 163851-10-8 89353D-10-7	Teekay Long Partners LP MLP Tesoro Logistics LP MLP The Chemours Company Transcanada Corp		03/15/2016 03/15/2016 02/24/2016 03/15/2016	Harvest Investment Manager Harvest Investment Manager Northern Trust Harvest Investment Manager	40,000 55,000 2,000,000 30,000	.482 2,336 XXX 1,074	XXX XXX 3,018 XXX	.526 2,768 2,768 1,117	.526 2,768 0 0			0 0 0 0		.526 2,768 3,018 1,117		(44) (431) 6,352 (44)	(44) (431) 6,352 (44)	.6 43 XXX XXX	XXX XXX XXX XXX		
90290N-10-9 91914J-10-2 91914J-10-2 Y9384M-10-1 959310-20-5 960417-10-3 958254-10-4 969457-10-0 96949L-10-5	USA Compression Partners LP Valero Energy Partners LP MLP VTTI Energy Partners LP MLP Western Refining Logistics LP Westlake Chemical Partners LP MLP Westn Gas Partners LP MLP Williams Co Inc Williams Partners LP MLP NEW		03/15/2016 03/15/2016 03/15/2016 03/15/2016 03/15/2016 03/15/2016 03/15/2016 03/15/2016 03/15/2016	Harvest Investment Manager Harvest Investment Manager	30,000 207,000 9,958 27,000 62,000 17,000 17,000 178,000 117,000	.305 .345 XXX .503 .1,268 .288 .1,900 .3,148 .2,054	XXX XXX XXX XXX XXX XXX XXX XXX XXX	.345 10,454 10,683 .560 1,521 .377 .1,911 	.345 (229) ..(229) .560 1,521 		0 0 0 0 0 0 0 0 0		.345 10,454 (497) .560 1,521 .377 (89) 4,575 3,258	(39) (497) (497) (57) (253) (89) (10) (1,426) (1,204)	(39) (497) (497) (57) (253) (89) (10) (1,426) (1,204)	16 66 8 24 5 5 47 99	XXX XXX XXX XXX XXX XXX XXX XXX				
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					686,843	XXX	569,672	798,765	(260,729)	0	0	(260,729)	0	569,672	0	117,171	117,171	5,989	XXX	XXX	
9799997 - Subtotals - Common Stocks - Part 4					686,843	XXX	569,672	798,765	(260,729)	0	0	(260,729)	0	569,672	0	117,171	117,171	5,989	XXX	XXX	
9799999 - Subtotals - Common Stocks					686,843	XXX	569,672	798,765	(260,729)	0	0	(260,729)	0	569,672	0	117,171	117,171	5,989	XXX	XXX	
9899999 - Subtotals - Preferred and Common Stocks					686,843	XXX	569,672	798,765	(260,729)	0	0	(260,729)	0	569,672	0	117,171	117,171	5,989	XXX	XXX	
9999999 Totals					3,743,867	XXX	3,661,141	3,852,588	(260,729)	(7,719)	0	(268,448)	0	3,615,776	0	128,091	128,091	63,619	XXX	XXX	

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

E05.2

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**

STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY

**SCHEDULE E - PART 1 - CASH**

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
Fifth Third Bank.....Cincinnati, OH.....					1,230,553	2,330,351	5,463,503	XXX
First Merit Bank.....Akron, OH.....					(1,307,046)	(1,295,719)	(1,426,914)	XXX
First Merit Bank.....Akron, OH.....					(26,609)	(13,330)	1,557	XXX
First Merit Bank.....Akron, OH.....					1,867,970	2,754,212	76,209	XXX
JP Morgan Chase.....New York, NY.....					(27,664,434)	(27,270,276)	(24,741,877)	XXX
JPMorgan Chase.....New York, NY.....			1,067	0	2,718,584	2,018,585	1,619,059	XXX
Northern Trust.....Chicago, IL.....					(6,021)	(968,767)	(431,528)	XXX
0199998 Deposits in ..... depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX	XXX						XXX
0199999 Total Open Depositories	XXX	XXX	1,067	0	(23,187,003)	(22,444,944)	(19,439,991)	XXX
0399999 Total Cash on Deposit	XXX	XXX	1,067	0	(23,187,003)	(22,444,944)	(19,439,991)	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX				XXX
<b>0599999 Total</b>	<b>XXX</b>	<b>XXX</b>	<b>1,067</b>	<b>0</b>	<b>(23,187,003)</b>	<b>(22,444,944)</b>	<b>(19,439,991)</b>	<b>XXX</b>

**STATEMENT AS OF MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter							
1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year

**NONE**

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**SUPPLEMENT FOR THE QUARTER ENDING MARCH 31, 2016 OF THE WESTERN RESERVE MUTUAL CASUALTY COMPANY**

**DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT**

Year To Date For The Period Ended 2016

NAIC Group Code 0207

NAIC Company Code 26131

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$ 0	\$ 0	\$ 0

2. Commercial Multiple Peril (CMP) Packaged Policies

2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy? Yes [X] No [ ]

2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated? Yes [X] No [ ]

2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified: \$ .....1,195

2.32 Amount estimated using reasonable assumptions: \$ .....0

2.4 If the answer to question 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies. \$ .....0