



QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2016
OF THE CONDITION AND AFFAIRS OF THE

CINCINNATI LIFE INSURANCE COMPANY

NAIC Group Code	00244	00244	NAIC Company Code	76236	Employer's ID Number	31-1213778
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio			State of Domicile or Port of Entry	Ohio	
Country of Domicile	United States					
Incorporated/Organized	07/02/1987			Commenced Business	02/01/1988	
Statutory Home Office	6200 SOUTH GILMORE ROAD			FAIRFIELD, OH, US 45014-5141		
	(Street and Number)			(City or Town, State, Country and Zip Code)		
Main Administrative Office	6200 SOUTH GILMORE ROAD		FAIRFIELD, OH, US 45014-5141		513-870-2000	
	(Street and Number)		(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	6200 SOUTH GILMORE ROAD		FAIRFIELD, OH, US 45014-5141			
	(Street and Number or P.O. Box)		(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	6200 SOUTH GILMORE ROAD		FAIRFIELD, OH, US 45014-5141		513-870-2000	
	(Street and Number)		(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	WWW.CINFIN.COM					
Statutory Statement Contact	JOSEPH DAVID WURZELBACHER			513-870-2000-4902		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	JOE_WURZELBACHER@CINFIN.COM			513-603-5500		
	(E-mail Address)			(FAX Number)		

OFFICERS

Name	Title	Name	Title
STEVEN JUSTUS JOHNSTON #	CEO & PRESIDENT	MICHAEL JAMES SEWELL	CFO & SENIOR VICE PRESIDENT
TODD HANCOCK PENDERY	TREASURER & VICE PRESIDENT	ROGER ANDREW BROWN #	COO & SENIOR VICE PRESIDENT

OTHER OFFICERS

KENNETH WILLIAM STECHER	CHAIRMAN OF THE BOARD	JACOB FERDINAND SCHERER JR.	EXECUTIVE VICE PRESIDENT
BRAD ERIC BEHRINGER	SENIOR VICE PRESIDENT	TERESA CURRIN CRACAS	SENIOR VICE PRESIDENT
THERESA ANN HOFFER #	SENIOR VICE PRESIDENT	MARTIN FRANCIS HOLLENBECK	SENIOR VICE PRESIDENT
JOHN SCOTT KELLINGTON	SENIOR VICE PRESIDENT	LISA ANNE LOVE	SENIOR VICE PRESIDENT
GLENN DOUGLAS NICHOLSON	SENIOR VICE PRESIDENT	TIMOTHY LEE TIMMEL	SENIOR VICE PRESIDENT
MICHAEL RAY ABRAMS	VICE PRESIDENT	ANN STAUFFER BINZER #	VICE PRESIDENT
DAVID LEWIS BURBRINK	VICE PRESIDENT	MICHAEL KEDRICK DOCKERY #	VICE PRESIDENT
WILLIAM JAMES GEIER	VICE PRESIDENT	SCOTT ALAN GILLIAM	VICE PRESIDENT
		BRENT ALEXANDER HARDESTY III #	VICE PRESIDENT
SEAN MICHAEL GIVLER #	VICE PRESIDENT	MICHELLE LYNN KYLE #	VICE PRESIDENT
THOMAS CHRISTOPHER HOGAN	VICE PRESIDENT	RICHARD LOUIS MATHEWS	VICE PRESIDENT
HELEN KYRIOS	VICE PRESIDENT	DENNIS EUGENE MCDANIEL	VICE PRESIDENT
RICHARD PARKS MATSON	VICE PRESIDENT	MICHAEL KEVIN O'CONNOR	VICE PRESIDENT
FRANCIS TIMOTHY OBERMEYER	VICE PRESIDENT	GREGORY DALE SCHMIDT	VICE PRESIDENT
THOMAS JOSEPH SCHEID	VICE PRESIDENT	DOUGLAS WAYNE STANG	VICE PRESIDENT
STEVEN ANTHONY SOLORIA	VICE PRESIDENT	TODD EDWARD TAYLOR	VICE PRESIDENT
BRETT JOSEPH STARR	VICE PRESIDENT	GERALD LEE VARNEY	VICE PRESIDENT
MONTGOMERY LEE TROTTIER	VICE PRESIDENT	MARK ALAN WELSH	VICE PRESIDENT
MICHAEL BERNARD WEDIG	VICE PRESIDENT		
BRIAN KEITH WOOD	VICE PRESIDENT		

DIRECTORS OR TRUSTEES

WILLIAM FORREST BAHL	GREGORY THOMAS BIER	ROGER ANDREW BROWN	MARTIN FRANCIS HOLLENBECK
STEVEN JUSTUS JOHNSTON	WILLIAM RODNEY MCMULLEN	MARTIN JOSEPH MULLEN	GLENN DOUGLAS NICHOLSON
DAVID PUTNAM OSBORN	JACOB FERDINAND SCHERER JR	JOHN JEFFERSON SCHIFF JR	THOMAS REID SCHIFF
MICHAEL JAMES SEWELL	KENNETH WILLIAM STECHER	TIMOTHY LEE TIMMEL	LARRY RUSSELL WEBB #

State ofOHIO.....

County ofBUTLER.....

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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.

STEVEN JUSTUS JOHNSTON CEO & PRESIDENT	MICHAEL JAMES SEWELL CFO & SENIOR VICE PRESIDENT	TODD HANCOCK PENDERY TREASURER & VICE PRESIDENT
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a. Is this an original filing? Yes [X] No []

b. If no:

1. State the amendment number

2. Date filed

3. Number of pages attached

KAREN S. DONNER, NOTARY PUBLIC
OCTOBER 26, 2019

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE 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	3,097,240,498		3,097,240,498	3,017,001,097
2. Stocks:				
2.1 Preferred stocks	5,046,800		5,046,800	5,046,800
2.2 Common stocks			0	0
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$107,963,506), cash equivalents (\$0) and short-term investments (\$0)	107,963,506		107,963,506	44,485,820
6. Contract loans (including \$ premium notes)	29,587,076	399,401	29,187,675	29,740,881
7. Derivatives	0		0	0
8. Other invested assets	62,837,457		62,837,457	44,676,604
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	3,302,675,337	399,401	3,302,275,936	3,140,951,201
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	39,568,497		39,568,497	39,145,033
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	6,196,751	3,143	6,193,608	7,227,591
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	119,117,190		119,117,190	113,935,404
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	2,437,216		2,437,216	5,740,616
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts	1,073,409		1,073,409	1,588,521
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	90,581,202	64,291,260	26,289,942	27,176,703
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	433,438	433,438	0	0
21. Furniture and equipment, including health care delivery assets (\$)	3,528	3,528	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates	4,162,369		4,162,369	3,088,947
24. Health care (\$) and other amounts receivable	782,875	782,875	0	0
25. Aggregate write-ins for other-than-invested assets	1,454,484	112,893	1,341,591	1,500,366
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	3,568,486,295	66,026,538	3,502,459,757	3,340,354,383
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	741,489,241		741,489,241	726,482,544
28. Total (Lines 26 and 27)	4,309,975,536	66,026,538	4,243,948,998	4,066,836,927
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
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. SEPARATE ACCOUNTS MANAGEMENT FEE RECEIVABLE	1,298,704		1,298,704	1,454,832
2502. PREPAID EXPENSES	52,321	52,321	0	0
2503. GUARANTY FUNDS	28,975		28,975	28,975
2598. Summary of remaining write-ins for Line 25 from overflow page	74,484	60,572	13,912	16,559
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,454,484	112,893	1,341,591	1,500,366

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$2,969,213,642 less \$included in Line 6.3 (including \$ Modco Reserve)	2,969,213,642	2,832,845,304
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	16,263,158	16,623,168
3. Liability for deposit-type contracts (including \$ Modco Reserve)	172,013,443	176,207,802
4. Contract claims:		
4.1 Life	20,405,752	21,922,542
4.2 Accident and health	1,400,812	1,541,037
5. Policyholders' dividends \$ and coupons \$ due and unpaid		0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco).....	74	75
6.2 Dividends not yet apportioned (including \$ Modco).....		0
6.3 Coupons and similar benefits (including \$ Modco).....		0
7. Amount provisionally held for deferred dividend policies not included in Line 6		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$25,120 accident and health premiums	2,064,521	1,314,660
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		0
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act.....		0
9.3 Other amounts payable on reinsurance, including \$ assumed and \$14,311,679 ceded.....	14,311,679	16,666,509
9.4 Interest Maintenance Reserve	8,121,618	9,747,024
10. Commissions to agents due or accrued-life and annuity contracts \$2,655,011 , accident and health \$25,405 and deposit-type contract funds \$	2,680,416	3,237,963
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued	3,746,604	3,531,386
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	712,287	1,297,232
15.1 Current federal and foreign income taxes, including \$850,899 on realized capital gains (losses).....	1,834,679	89,924
15.2 Net deferred tax liability		0
16. Unearned investment income	520,055	546,615
17. Amounts withheld or retained by company as agent or trustee	1,579,758	807,158
18. Amounts held for agents' account, including \$18,429 agents' credit balances	18,429	384
19. Remittances and items not allocated	1,338,006	1,819,959
20. Net adjustment in assets and liabilities due to foreign exchange rates		0
21. Liability for benefits for employees and agents if not included above		0
22. Borrowed money \$ and interest thereon \$		0
23. Dividends to stockholders declared and unpaid		0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	28,250,593	18,749,372
24.02 Reinsurance in unauthorized and certified (\$) companies.....	866	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers.....		0
24.04 Payable to parent, subsidiaries and affiliates	322,846	359,620
24.05 Drafts outstanding		0
24.06 Liability for amounts held under uninsured plans		0
24.07 Funds held under coinsurance		0
24.08 Derivatives	0	0
24.09 Payable for securities	32,000,000	0
24.10 Payable for securities lending.....		0
24.11 Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	24,104,295	24,691,925
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	3,300,903,533	3,131,999,657
27. From Separate Accounts statement	741,489,241	726,482,544
28. Total liabilities (Lines 26 and 27)	4,042,392,774	3,858,482,201
29. Common capital stock	3,000,000	3,000,000
30. Preferred capital stock		0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes		0
33. Gross paid in and contributed surplus	1,000,000	1,000,000
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	197,556,224	204,354,726
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		0
36.2 shares preferred (value included in Line 30 \$)		0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	198,556,224	205,354,726
38. Totals of Lines 29, 30 and 37	201,556,224	208,354,726
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	4,243,948,998	4,066,836,927
DETAILS OF WRITE-INS		
2501. RETAINED ASSET LIABILITY.....	23,531,699	24,270,117
2502. PAYABLES CLEARING.....	483,328	329,757
2503. ACCOUNTS PAYABLE - LONG TERM CARE	64,487	67,270
2598. Summary of remaining write-ins for Line 25 from overflow page	24,780	24,780
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	24,104,295	24,691,925
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	205,894,412	185,451,583	250,060,189
2. Considerations for supplementary contracts with life contingencies	264,955	179,768	279,814
3. Net investment income	119,185,998	114,789,622	154,137,743
4. Amortization of Interest Maintenance Reserve (IMR)	3,819,861	2,823,519	4,102,626
5. Separate Accounts net gain from operations excluding unrealized gains or losses		0	0
6. Commissions and expense allowances on reinsurance ceded	3,675,500	3,934,720	5,703,704
7. Reserve adjustments on reinsurance ceded		0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	3,871,401	3,876,481	5,358,066
8.2 Charges and fees for deposit-type contracts		0	0
8.3 Aggregate write-ins for miscellaneous income	0	0	0
9. Totals (Lines 1 to 8.3)	336,712,126	311,055,692	419,642,143
10. Death benefits	80,506,906	69,260,997	100,957,306
11. Matured endowments (excluding guaranteed annual pure endowments)	123,418	69,083	98,107
12. Annuity benefits	49,483,505	43,534,437	63,375,917
13. Disability benefits and benefits under accident and health contracts	1,521,210	1,796,643	2,249,565
14. Coupons, guaranteed annual pure endowments and similar benefits		0	0
15. Surrender benefits and withdrawals for life contracts	13,722,797	12,808,450	16,330,519
16. Group conversions		0	0
17. Interest and adjustments on contract or deposit-type contract funds	6,464,458	7,871,518	10,113,656
18. Payments on supplementary contracts with life contingencies	278,099	272,363	358,006
19. Increase in aggregate reserves for life and accident and health contracts	136,077,826	124,215,812	164,159,202
20. Totals (Lines 10 to 19)	288,178,218	259,829,303	357,642,277
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	30,464,191	28,100,284	37,925,881
22. Commissions and expense allowances on reinsurance assumed		0	0
23. General insurance expenses	27,750,612	25,907,048	34,939,114
24. Insurance taxes, licenses and fees, excluding federal income taxes	5,548,292	5,169,063	6,771,830
25. Increase in loading on deferred and uncollected premiums	(3,834,981)	(975,283)	(177,166)
26. Net transfers to or (from) Separate Accounts net of reinsurance	(6,425,827)	(252,361)	(6,477,046)
27. Aggregate write-ins for deductions	0	0	953
28. Totals (Lines 20 to 27)	341,680,506	317,778,054	430,625,843
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(4,968,380)	(6,722,362)	(10,983,700)
30. Dividends to policyholders	74	39	39
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(4,968,454)	(6,722,401)	(10,983,740)
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(2,185,219)	(4,087,932)	(5,586,176)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(2,783,235)	(2,634,469)	(5,397,564)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$(2,952,137) (excluding taxes of \$875,616 transferred to the IMR)	4,813,602	(3,473,638)	(6,091,758)
35. Net income (Line 33 plus Line 34)	2,030,367	(6,108,107)	(11,489,322)
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	208,354,726	223,454,028	223,454,028
37. Net income (Line 35)	2,030,367	(6,108,107)	(11,489,322)
38. Change in net unrealized capital gains (losses) less capital gains tax of \$		0	0
39. Change in net unrealized foreign exchange capital gain (loss)		0	0
40. Change in net deferred income tax	(3,471,988)	252,446	1,712,088
41. Change in nonadmitted assets	4,075,709	(1,441,870)	(4,064,985)
42. Change in liability for reinsurance in unauthorized and certified companies	(866)	(784)	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease		0	0
44. Change in asset valuation reserve	(9,501,221)	(1,485,325)	(1,359,349)
45. Change in treasury stock		0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period		0	0
47. Other changes in surplus in Separate Accounts Statement		0	0
48. Change in surplus notes		0	0
49. Cumulative effect of changes in accounting principles		0	0
50. Capital changes:			
50.1 Paid in		0	0
50.2 Transferred from surplus (Stock Dividend)		0	0
50.3 Transferred to surplus		0	0
51. Surplus adjustment:			
51.1 Paid in		0	0
51.2 Transferred to capital (Stock Dividend)		0	0
51.3 Transferred from capital		0	0
51.4 Change in surplus as a result of reinsurance		0	0
52. Dividends to stockholders		0	0
53. Aggregate write-ins for gains and losses in surplus	69,498	91,726	102,267
54. Net change in capital and surplus (Lines 37 through 53)	(6,798,502)	(8,691,914)	(15,099,302)
55. Capital and surplus as of statement date (Lines 36 + 54)	201,556,224	214,762,114	208,354,726
DETAILS OF WRITE-INS			
08.301.		0	0
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	0	0	0
2701. INCREASE/(DECREASE) IN RETIRED LIVES RESERVE		0	953
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0	953
5301. PRE-1992 WHOLE LIFE DEFICIENCY RESERVE	69,498	91,726	102,267
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	69,498	91,726	102,267

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	204,241,654	184,655,121	247,290,953
2. Net investment income	117,071,733	112,703,841	151,040,414
3. Miscellaneous income	8,218,140	8,387,296	11,072,082
4. Total (Lines 1 to 3)	329,531,528	305,746,259	409,403,449
5. Benefit and loss related payments	143,990,762	127,231,072	178,309,299
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	(6,425,827)	(252,361)	(6,477,046)
7. Commissions, expenses paid and aggregate write-ins for deductions	64,627,633	60,126,861	79,395,986
8. Dividends paid to policyholders	74	75	75
9. Federal and foreign income taxes paid (recovered) net of \$ (1,516,733) tax on capital gains (losses).....	(6,006,495)	(1,779,329)	(1,476,171)
10. Total (Lines 5 through 9)	196,186,147	185,326,317	249,752,143
11. Net cash from operations (Line 4 minus Line 10)	133,345,380	120,419,941	159,651,306
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	604,206,004	274,664,017	343,878,080
12.2 Stocks	8,052	0	0
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	2,000,000	11,500,000
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	32,000,000	29,337,015	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	636,214,056	306,001,032	355,378,080
13. Cost of investments acquired (long-term only):			
13.1 Bonds	677,801,766	439,094,183	509,986,773
13.2 Stocks	0	0	0
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	18,276,579	0	0
13.6 Miscellaneous applications	0	0	10,250,000
13.7 Total investments acquired (Lines 13.1 to 13.6)	696,078,345	439,094,183	520,236,773
14. Net increase (or decrease) in contract loans and premium notes	(1,655,407)	949,029	611,105
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(58,208,882)	(134,042,181)	(165,469,798)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(10,627,640)	(12,544,279)	(17,262,256)
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied).....	(1,031,176)	2,663,007	2,123,475
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(11,658,816)	(9,881,272)	(15,138,782)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	63,477,683	(23,503,511)	(20,957,274)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	44,485,824	65,443,098	65,443,098
19.2 End of period (Line 18 plus Line 19.1)	107,963,506	41,939,587	44,485,824

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS			
	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial life	52,351	60,785	78,141
2. Ordinary life insurance	207,067,309	196,826,720	267,694,895
3. Ordinary individual annuities	36,451,293	25,774,844	34,966,420
4. Credit life (group and individual)		0	0
5. Group life insurance	2,254,686	2,037,257	2,797,329
6. Group annuities		0	0
7. A & H - group	1,334,870	1,038,807	1,425,218
8. A & H - credit (group and individual)		0	0
9. A & H - other	3,994,590	4,253,129	5,514,469
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	251,155,099	229,991,543	312,476,471
12. Deposit-type contracts	242,270	229,000	229,000
13. Total	251,397,369	230,220,543	312,705,471
DETAILS OF WRITE-INS			
1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Total (Lines 1001 through 1003 plus 1098) (Line 10 above)	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

- A. Accounting Policies – The financial statements of the Cincinnati Life Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance. The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners’ (NAIC) *Accounting Practices and Procedures* manual, (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the State of Ohio.

	<u>STATE OF DOMICILE</u>	<u>2016</u>	<u>2015</u>
<u>NET INCOME</u>			
(1) Company state basis (Page 4, Line 35, Columns 1 & 2)	Ohio	\$2,030,367	(\$11,489,322)
(2) State Prescribed Practices that increase/(decrease) NAIC SAP	Ohio	0	0
(3) State Permitted Practices that increase/(decrease) NAIC SAP	Ohio	0	0
(4) NAIC SAP (1-2-3=4)	Ohio	\$2,030,367	(\$11,489,322)
<u>SURPLUS</u>			
(5) Company state basis (Page 3, Line 38, Columns 1 & 2)	Ohio	\$201,556,224	\$208,354,726
(6) State Prescribed Practices that increase/(decrease) NAIC SAP	Ohio	0	0
(7) State Permitted Practices that increase/(decrease) NAIC SAP	Ohio	0	0
(8) NAIC SAP (5-6-7=8)	Ohio	\$201,556,224	\$208,354,726

- B. Use of Estimates in the Preparation of the Financial Statements – The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates

- C. Accounting Policies – The Company uses the following accounting policies:

1. Not applicable
2. Bonds are stated at amortized cost using the scientific method
3. Not applicable
4. Preferred Stocks are stated at book value
5. Not applicable
6. Not applicable
7. Not applicable
8. The Company’s investment in limited liability entities is reported on the underlying audited GAAP equity of the investee.
9. Not applicable
10. Not applicable
11. Unpaid accident and health losses include an amount determined from individual case estimates and an amount based on historic experience, for pending losses and losses incurred but not reported. Such liabilities are based on assumptions and estimates, and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the reserves established. The reserve factors used to establish the resulting liabilities are periodically reviewed and any adjustments are reflected in the period determined.
12. The Company has not modified its capitalization policy from the prior period

- D. Going Concern – As of September 30, 2016 management’s evaluation of The Cincinnati Life Insurance Company determined there was no going concerns to report.

2. Accounting Changes and Corrections of Errors – No Change

3. Business Combinations and Goodwill – No Change

4. Discontinued Operations – No Change

5. Investments

- A. Mortgage Loans – No Change
- B. Debt Restructuring – No Change
- C. Reverse Mortgages – No Change
- D. Loan – Backed Securities
1. Not Applicable.
 2. Not Applicable.
 3. Not Applicable.
 4. Not Applicable.
 5. Not Applicable.
- E. Repurchase Agreements – No Change
- F. Real Estate
1. Real Estate Improvement – None
 2. Real Estate Held for Sale – None
 3. Change in Plan of Sale – None
 4. Retail Land Sales – None
 5. Real Estate with Participating Loan Features – None
- G. Low Income Housing Tax Credits
1. The Cincinnati Life Insurance Company holds an investment in a low income housing tax credit which reduces the company’s premium tax liability in Missouri and Georgia. The investment is required to be held through 2028 and the credit will expire at that time.
 2. The Company received no tax credits or benefits during 2016.
 3. The balance of the investment recognized in the September 30th, 2016 balance sheet is \$2,924.
 4. We are not aware that the investment is subject to any regulatory reviews.
 5. The investment does not exceed 10% of non-admitted assets
 6. There was no impairment during 2016.
 7. There were no write-downs or loss of tax credits in 2016.
- H. Restricted Assets – No Change
- I. Working Capital Finance Investments – No Change
- J. Offsetting and Netting of Assets and Liabilities – No Change
- K. Structured Notes – None

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.
- B. The Company has no impairments to report in relation to joint ventures, partnerships or limited liability companies

7. Investment Income – No Change

8. Derivative Instruments – No Change

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

NOTES TO THE FINANCIAL STATEMENTS

9 - Income Taxes

A. Components of Deferred Tax Assets (DTAs) and Deferred Tax Liabilities (DTLs):

1.

	2016		
	Ordinary	Capital	Total
(a) Gross deferred tax assets	\$ 89,917,020	\$ 867,832	\$ 90,784,852
(b) Statutory valuation allowance	-	-	-
(c) Adjusted gross deferred tax assets (1a - 1b)	89,917,020	867,832	90,784,852
(d) Deferred Tax Assets Nonadmitted	64,291,260	-	64,291,260
(e) Subtotal Net Admitted Deferred Tax Asset (1c- 1d)	25,625,760	867,832	26,493,592
(f) Deferred Tax Liabilities	\$ 203,650	\$ -	\$ 203,650
(g) Net admitted deferred tax asset/(liability) (1e - 1f)	\$ 25,422,110	\$ 867,832	\$ 26,289,942

	2015		
	Ordinary	Capital	Total
(a) Gross deferred tax assets	\$ 88,557,864	\$ 5,708,308	\$ 94,266,172
(b) Statutory valuation allowance	-	-	-
(c) Adjusted gross deferred tax assets (1a - 1b)	88,557,864	5,708,308	94,266,172
(d) Deferred Tax Assets Nonadmitted	66,876,487	-	66,876,487
(e) Subtotal Net Admitted Deferred Tax Asset (1c- 1d)	21,681,377	5,708,308	27,389,685
(f) Deferred Tax Liabilities	\$ 212,984	\$ -	\$ 212,984
(g) Net admitted deferred tax asset/(liability) (1e - 1f)	\$ 21,468,393	\$ 5,708,308	\$ 27,176,701

	Change		
	Ordinary	Capital	Total
(a) Gross deferred tax assets	\$ 1,359,156	\$ (4,840,476)	\$ (3,481,320)
(b) Statutory valuation allowance	-	-	-
(c) Adjusted gross deferred tax assets (1a - 1b)	1,359,156	(4,840,476)	(3,481,320)
(d) Deferred Tax Assets Nonadmitted	(2,585,227)	-	(2,585,227)
(e) Subtotal Net Admitted Deferred Tax Asset (1c- 1d)	3,944,383	(4,840,476)	(896,093)
(f) Deferred Tax Liabilities	\$ (9,334)	\$ -	\$ (9,334)
(g) Net admitted deferred tax asset/(liability) (1e - 1f)	\$ 3,953,717	\$ (4,840,476)	\$ (886,759)

2.

	2016		
	Ordinary	Capital	Total
SSAP 101, paragraphs 11.a., 11.b., and 11.c.:			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	-	-	-
(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)	25,422,110	867,832	26,289,942
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	25,422,110	867,832	26,289,942
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	26,289,942	26,289,942	26,289,942
(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	203,650	-	203,650
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No.101 Total (2(a)+2(b)+2(c))	25,625,760	867,832	26,493,592

	2015		
	Ordinary	Capital	Total
SSAP 101, paragraphs 11.a., 11.b., and 11.c.:			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	-	-	-
(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)	21,468,393	5,708,308	27,176,701
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	21,468,393	5,708,308	27,176,701
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	27,176,701	27,176,701	27,176,701
(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	212,984	-	212,984
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No.101 Total (2(a)+2(b)+2(c))	21,681,377	5,708,308	27,389,685

	Change		
	Ordinary	Capital	Total
SSAP 101, paragraphs 11.a., 11.b., and 11.c.:			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	-	-	-
(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)	3,953,717	(4,840,476)	(886,759)
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	3,953,717	(4,840,476)	(886,759)
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	(886,759)	(886,759)	(886,759)
(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	(9,334)	-	(9,334)
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No.101 Total (2(a)+2(b)+2(c))	3,944,383	(4,840,476)	(896,093)

3.

	2016 Percentage	2015 Percentage
(a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount	557%	556%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b) 2 above	200,276,517	199,927,432

NOTES TO THE FINANCIAL STATEMENTS

4.

	2016		
	Ordinary	Capital	Total
Impact of Tax Planning Strategies			
(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)	89,917,020	867,832	90,784,852
2. Percentage of Adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	25,625,760	867,832	26,493,592
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	4.69%	11.29%	15.98%
(b) The Company's tax-planning strategies did not include the use of reinsurance-related tax planning strategies.			

	2015		
	Ordinary	Capital	Total
Impact of Tax Planning Strategies			
(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)	88,557,864	5,708,308	94,266,172
2. Percentage of Adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	21,681,377	5,708,308	27,389,685
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.00%	15.45%	15.45%
(b) The Company's tax-planning strategies did not include the use of reinsurance-related tax planning strategies.			

	Change		
	Ordinary	Capital	Total
Impact of Tax Planning Strategies			
(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)	1,359,156	(4,840,476)	(3,481,320)
2. Percentage of Adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.00%	0.00%	0.00%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	3,944,383	(4,840,476)	(896,093)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	4.69%	-4.16%	0.53%
(b) The Company's tax-planning strategies did not include the use of reinsurance-related tax planning strategies.			

B. Unrecognized DTLs

Not applicable

C. Current Tax and Change in Deferred Tax

1. Current income tax:

	2016	2015	Change
(a) Federal	\$ (2,185,219)	\$ (5,586,176)	\$ 3,400,957
(b) Foreign	-	-	-
(c) Subtotal	(2,185,219)	(5,586,176)	3,400,957
(d) Federal Income Tax on capital gains/(losses)	(2,076,521)	2,307,555	(4,384,076)
(e) Utilization of capital loss carryforwards	-	-	-
(f) Other	-	-	-
Federal income taxes incurred	\$ (4,261,740)	\$ (3,278,621)	\$ (983,119)

2. Deferred tax assets

	September 30, 2016	December 31, 2015	Change
(a) Ordinary			
(1) Life and health reserves	\$ 53,435,244	\$ 52,929,642	\$ 505,602
(2) DAC	34,125,338	32,865,010	1,260,328
(3) Nonadmitted assets	607,347	1,129,016	(521,669)
(4) Other, net	1,749,091	1,634,196	114,895
(99) Subtotal	\$ 89,917,020	\$ 88,557,864	\$ 1,359,156
(b) Statutory valuation allowance adj	-	-	-
(c) Nonadmitted	64,291,260	66,876,487	(2,585,227)
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 25,625,760	\$ 21,681,377	\$ 3,944,383
(e) Capital			
(1) Investments	\$ 867,832	\$ 5,708,308	\$ (4,840,476)
(2) Unrealized losses on investments	-	-	-
(99) Subtotal	\$ 867,832	\$ 5,708,308	\$ (4,840,476)
(f) Statutory valuation allowance adj	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99-2f-2g)	\$ 867,832	\$ 5,708,308	\$ (4,840,476)
(i) Admitted deferred tax assets (2d + 2h)	\$ 26,493,592	\$ 27,389,685	\$ (896,093)

3. Deferred tax liabilities

	September 30, 2016	December 31, 2015	Change
(a) Ordinary			
(1) Other, net	\$ 203,650	\$ 212,984	\$ (9,334)
(99) Subtotal	\$ 203,650	\$ 212,984	\$ (9,334)
(b) Capital			
(1) Unrealized gains on investments	\$ -	\$ -	\$ -
(99) Subtotal	\$ -	\$ -	\$ -
(c) Deferred tax liabilities (3a99 + 3b99)	\$ 203,650	\$ 212,984	\$ (9,334)

4. Net deferred tax assets/liabilities (2i-3c) \$ 26,289,942 \$ 27,176,701 \$ (886,759)

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

NOTES TO THE FINANCIAL STATEMENTS

The change in net deferred income taxes is comprised of the following (this analysis is exclusive of nonadmitted assets as the Change in Nonadmitted Assets is reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):			
	September 30, 2016	December 31, 2015	Change
Total deferred tax assets	\$ 90,784,852	\$ 94,266,172	\$ (3,481,320)
Total deferred tax liabilities	203,650	212,984	(9,334)
Net deferred tax asset(liability)	\$ 90,581,202	\$ 94,053,188	\$ (3,471,986)
Tax effect of unrealized (gains)/losses			-
Change in net deferred income tax (charge)/benefit			\$ (3,471,986)

	December 31, 2015	December 31, 2014	Change
Total deferred tax assets	\$ 94,266,172	\$ 92,643,491	\$ 1,622,681
Total deferred tax liabilities	212,984	302,389	(89,405)
Net deferred tax asset(liability)	\$ 94,053,188	\$ 92,341,102	\$ 1,712,086
Tax effect of unrealized (gains)/losses			-
Change in net deferred income tax (charge)/benefit			\$ 1,712,086

D. Reconciliation of Federal income Tax Rate to Actual Effective Rate

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. The significant items causing this difference are as follows:			
	As of September 30, 2016		
Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	\$ (36,918)	\$ (12,921)	35.00%
Amortization of IMR	(3,819,861)	(1,336,951)	3621.41%
Dividends received deduction	-	-	0.00%
Other items permanent in nature	109,856	38,449	-104.15%
Total	\$ (3,746,923)	\$ (1,311,423)	3552.26%
Federal income taxes incurred expense/(benefit)	\$ (6,243,483)	\$ (2,185,219)	5919.12%
Tax on capital gains/(losses)	(5,932,917)	(2,076,521)	5624.68%
Change in net deferred income tax charge/(benefit)	9,919,960	3,471,986	-9404.59%
Change in nonadmitted excluding deferred tax asset	(1,490,483)	(521,669)	1413.05%
Total statutory income taxes	\$ (3,746,923)	\$ (1,311,423)	3552.26%

	As of December 31, 2015		
Description	Amount	Tax Effect	Effective Tax Rate
Income before taxes	\$ (9,937,916)	\$ (3,478,271)	35.00%
Amortization of IMR	(4,102,626)	(1,435,919)	14.45%
Dividends received deduction	-	-	0.00%
Other items permanent in nature	164,802	57,681	-0.58%
Total	\$ (13,875,740)	\$ (4,856,509)	48.87%
Federal income taxes incurred expense/(benefit)	\$ (15,960,503)	\$ (5,586,176)	56.21%
Tax on capital gains/(losses)	6,593,014	2,307,555	-23.22%
Change in net deferred income tax charge/(benefit)	(4,891,674)	(1,712,086)	17.23%
Change in nonadmitted excluding deferred tax asset	383,423	134,198	-1.35%
Total statutory income taxes	\$ (13,875,740)	\$ (4,856,509)	48.87%

E. Operating Loss and Tax Credit Carryforwards

(1) At September 30, 2016, the Company had net operating loss and tax credit carryforwards of:	\$ -
(2) At September 30, 2016, the Company had capital loss carryforwards of:	\$ -

(3) The following is income tax expense for the current and prior years that is available for recoupment in the event of future net losses:				
Year	Ordinary	Capital	Total	
2016	\$ -	\$ -	\$ -	-
2015	-	-	-	-
2014	-	-	-	-
Total	\$ -	\$ -	\$ -	-

(4) Deposits admitted under Internal Revenue Code Section 6603:	\$ -
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F. Consolidated Federal Income Tax Return

(1) The Company's federal income tax return is consolidated with the following entities:

Cincinnati Financial Corporation (Parent)
The Cincinnati Insurance Company
The Cincinnati Casualty Company
The Cincinnati Indemnity Company
The Cincinnati Specialty Underwriters Insurance Company
CFC Investment Company
CSU Producer Resources, Inc.

(2) The method of allocation between the Company is subject to a written agreement, approved by the Board of Directors, whereby allocation is made primarily on a separate return basis, with the company receiving a current benefit for losses generated to the extent federal taxes are reduced for the consolidated tax group. Furthermore, taxes allocations are computed without regard to any amount attributable to any minimum tax arising under Code Section 55 or minimum tax credit arising under Code Section 53.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company did not have tax contingencies under the principles of SSAP No. 5, *Liabilities, Contingencies and Impairment of Assets*. This is subject to change but it is not expected to significantly increase in the 12 month period following the balance sheet date. The Company is primarily subject to examination by U.S. federal and various U.S. state and local tax authorities. The statute of limitations for federal tax purposes have closed for tax years 2011 and earlier. The statute of limitations for state income tax purposes has closed for tax years 2011 and earlier. There are no U.S. federal or state returns under examination.

NOTES TO THE FINANCIAL STATEMENTS

10. **Information Concerning Parent, Subsidiaries and Affiliates** – At September 30,2016, The Company reports \$4,162,369 as amounts receivable from the Parent Company, The Cincinnati Insurance Company, and from affiliated companies, Cincinnati Specialty Underwriters Insurance Company, CFC Investment Company and CSU Producer Resources, Inc. Also at September 30, 2016, the Company reported \$322,846 as amounts due to the ultimate parent Cincinnati Financial Corporation. The terms of the settlement require that these amounts be settled within 30 days.
11. **Debt**

A. Capital Notes – None

B. All Other Debt – None
12. **Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans**

A. Defined Benefit Plan – None

B. Defined Benefit Plan Investment Strategy – None

C. Defined Benefit Plan Fair Value – None

D. Defined Benefit Plan Rate of Return - None

E. Defined Contribution Plan – None

F. Multi-Employer Plans – None

G. Consolidated/Holding Company Plans – The Company participates in a qualified, noncontributory defined benefit pension plan sponsored by Cincinnati Financial Corporation, an affiliate. The Company has no legal obligations for benefits under these plans. Cincinnati Financial Corporation allocates amounts to the Company based on the percentage of participants on the Company’s payroll. The Company’s share of net expense for the qualified pension plan during the quarter ending September 30, 2016, was \$408,320 and \$555,066 at September 30, 2015.

H. Postemployment Benefits and Compensated Absences – None

I. Impact on Medicare Modernization Act on Postretirement Benefits - None
13. **Capital and Surplus, Shareholders’ Dividend Restrictions and Quasi-Reorganizations – No Change**
14. **Contingencies**

A. In accordance with our investment in limited liabilities we have \$2,800,000 due in additional capital contribution as of September 30, 2016.

B. Assessments – None

C. Gain Contingencies – None

D. Claim Related Extra Contractual Obligation and Bad Faith Losses – None

E. Joint and Several Liabilities – None

F. All Other Liabilities - None
15. **Leases – No Change**
16. **Off-Balance Sheet Risk – No Change**
17. **Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. None

B. None

C. None
18. **Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans – No Change**
19. **Direct Premium Written/Produced by Managing General Agents/Third Party Administrators** – The Cincinnati Life Insurance Company has direct written long term care premiums of \$1,916,648 and \$1,150,171 in direct premiums on certain closed blocks of life and health business through a third party administrator. This total through our third party administrators is not equal to or greater than 5% of surplus.
20. **Fair Value Measurements**

A. None

B. None

C. Fair Value within Fair Value Hierarchy
- | <u>Type of Financial Instrument</u> | <u>Aggregate Fair Value</u> | <u>Admitted Assets</u> | <u>(Level 1)</u> | <u>(Level 2)</u> | <u>(Level 3)</u> | <u>Not Practicable (Carrying Value)</u> |
|-------------------------------------|-----------------------------|------------------------|------------------|------------------|------------------|---|
| Bonds | 3,297,477,622 | 3,097,240,498 | 257,656 | 3,280,102,441 | 17,117,525 | |
| Common Stock | | | | | | |
| Perpetual Preferred Stock | 9,404,250 | 5,046,800 | | 9,404,250 | | |
| Mortgage Loans | | | | | | |
- D. None
21. **Other Items**

A. Not Applicable

B. Not Applicable

C. Not Applicable

D. Not Applicable

E. Not Applicable

F. Not Applicable

G. Not Applicable

H. Not Applicable
22. **Events Subsequent – None**
23. **Reinsurance – No Change**
24. **Retrospectively Rated Contracts & Contract Subject to Redetermination – Not Applicable**
25. **Change in Incurred Losses and Loss Adjustment Expenses** – Reserves for prior year incurred accident and health losses are periodically updated based on the result of ongoing analysis of recent loss development trends. The resulting adjustments in prior year loss development have been immaterial.
26. **Intercompany Pooling – No Change**
27. **Structured Settlements – No Change**
28. **Health Care Receivables – No Change**
29. **Participating Policies – No Change**
30. **Premium Deficiency Reserves – No Change**
31. **Reserves for Life Contracts and Deposit Type Contracts – No Change**
32. **Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics – No Change**
33. **Premium and Annuity Considerations Deferred and Uncollected – No Change**

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE
COMPANY

NOTES TO THE FINANCIAL STATEMENTS

34. Separate Accounts

- A. Separate Account Activity – No Change
- B. General Nature and Characteristics of Separate Account Business – No Change
- C. Reconciliation of Net Transfers To or (From) Separate Accounts

1. Transfers as reported in the Summary of Operations of the Separate Accounts Statement:	
Transfers to Separate Accounts (Page 4, Line 1.4)	\$0
Transfers from Separate Accounts (Page 4, Line 10)	\$6,425,827
Net transfers to or (From) Separate Accounts (a) – (b)	(\$6,425,827)
2. Reconciling Adjustments – None	
3. Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement	
(1c) + (2) = (Page 4, Line 26)	(\$6,425,827)

D.

35. Loss/Claim Adjustment Expense – No Change

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

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

Yes ☐ No ☒
- 2.2

If yes, date of change:
- 3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes ☒ 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 ☒
- 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 ☒
- 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	2	3
Name of Entity	NAIC Company Code	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 ☒ 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.

12/31/2014
- 6.2

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

12/31/2014
- 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).

10/06/2015
- 6.4

By what department or departments?

STATE OF 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 ☒
- 6.6

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

Yes ☒ 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 ☒
- 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 ☒
- 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 ☒
- 8.4

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

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

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?
(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.

Yes [X] No []

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:.....\$4,008,296

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 [X] No []

11.2

If yes, give full and complete information relating thereto:
SEVERAL BONDS ARE ON DEPOSIT WITH STATES OR OTHER REGULATORY BODIES PURSUANT TO REGULATORY GUIDELINES

12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:\$18,276,579

13.

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

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	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$18,276,579	\$18,276,579
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$18,276,579
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$18,276,579	\$18,276,579

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.

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	2
Name of Custodian(s)	Custodian Address
FIFTH THIRD BANK.....	PO BOX 630900 CINCINNATI, OHIO 45263-0900.....

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

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

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

1	2	3	4
Old Custodian	New Custodian	Date of Change	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	2	3
Central Registration Depository	Name(s)	Address

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

- 18.2 If no, list exceptions:
- SEE ATTACHED PAGE 8.3.....

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

GENINTPT1 - Attachment

Question 18.2 If no, list exceptions

The following bonds do not meet all of the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office.

Cusip	Description	Par	Book Adjusted Carry Value	SVO Rating
00855@AC8	AGREE REALTY CORPORATION	4,000,000.00	4,000,000.00	2Z
04317@AR9	ARTHUR J GALLAGHER & CO	4,000,000.00	4,000,000.00	2Z
N7891*AB8	AVR AFVALVERWERKING	2,300,000.00	2,300,000.00	2Z
Q2759@AC3	CONSOLIDATED PRESS HOLDINGS PRIVATE	5,000,000.00	5,000,000.00	2Z
23314#AQ2	DCT INDUSTRIAL TRUST INC	4,000,000.00	4,000,000.00	2Z
Q3915*AD2	FLETCHER BUILDING LIMITED	1,000,000.00	1,000,000.00	2Z
P4368#AC1	FORTIS TCI LIMITED	1,600,000.00	1,600,000.00	2Z
390905AB3	GREAT SOUTHERN BANCORP	4,000,000.00	4,000,000.00	2Z
N6777#AF6	OVERSEAS ASST FIN BV PRIVATE	571,428.59	571,428.59	2Z
862121A@9	STORE CAPITAL CORPORATION REIT	1,700,000.00	1,700,000.00	2Z
G8967#AQ6	TRITON CONTAINER LTD	5,000,000.00	5,000,000.00	2Z
		33,171,428.59	33,171,428.59	

GENERAL INTERROGATORIES
PART 2 - LIFE & HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:	¹ Amount
1.1 Long-Term Mortgages in Good Standing	
1.11 Farm Mortgages	\$
1.12 Residential Mortgages	\$
1.13 Commercial Mortgages	\$
1.14 Total Mortgages in Good Standing	\$ <u>0</u>
1.2 Long-Term Mortgages in Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing with Restructured Terms.....	\$
1.3 Long-Term Mortgage Loans upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages	\$
1.32 Residential Mortgages	\$
1.33 Commercial Mortgages	\$
1.34 Total Mortgages with Interest Overdue more than Three Months.....	\$ <u>0</u>
1.4 Long-Term Mortgage Loans in Process of Foreclosure	
1.41 Farm Mortgages	\$
1.42 Residential Mortgages	\$
1.43 Commercial Mortgages	\$
1.44 Total Mortgages in Process of Foreclosure.....	\$ <u>0</u>
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2).....	\$ <u>0</u>
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages	\$
1.62 Residential Mortgages	\$
1.63 Commercial Mortgages	\$
1.64 Total Mortgages Foreclosed and Transferred to Real Estate	\$ <u>0</u>
2. Operating Percentages:	
2.1 A&H loss percent.....%
2.2 A&H cost containment percent%
2.3 A&H expense percent excluding cost containment expenses.....%
3.1 Do you act as a custodian for health savings accounts?.....	Yes [] No [X]
3.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$
3.3 Do you act as an administrator for health savings accounts?.....	Yes [] No [X]
3.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

SCHEDULE S – CEDED REINSURANCE

Showing All New Reinsurance Treaties – Current Year to Date

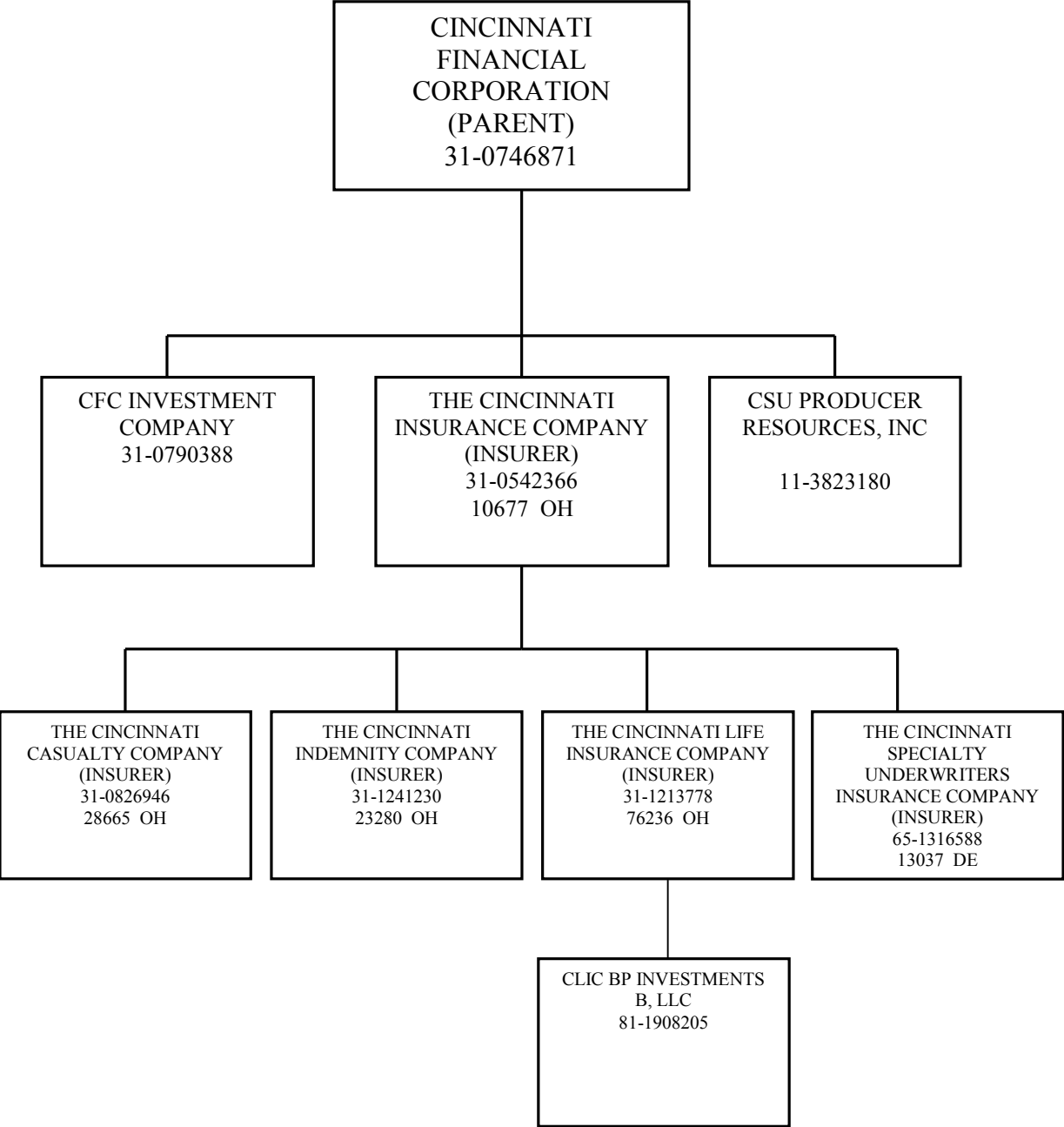
[illegible]

SCHEDULE T – PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories								
States, Etc.	1	Direct Business Only						
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 Through 5	7 Deposit - Type Contracts	
		2 Life Insurance Premiums	3 Annuity Considerations					
1. Alabama	AL	L	3,627,565	345,734	71,090	4,044,389		
2. Alaska	AK	L	34,009			34,009		
3. Arizona	AZ	L	1,996,558	151,450	13,643	2,161,650		
4. Arkansas	AR	L	2,012,780	136,069	3,367	2,152,216		
5. California	CA	L	5,475,114	112,882	11,499	5,599,495		
6. Colorado	CO	L	1,501,600	178,190	7,304	1,687,094		
7. Connecticut	CT	L	490,238		1,823	492,061		
8. Delaware	DE	L	333,017	51,700	2,062	386,779		
9. District of Columbia	DC	L	93,883		3,754	97,638		
10. Florida	FL	L	5,343,914	473,791	117,674	5,935,379		
11. Georgia	GA	L	10,471,369	143,141	261,772	10,876,281		
12. Hawaii	HI	L	32,669			32,669		
13. Idaho	ID	L	715,507	152,586	1,395	869,489		
14. Illinois	IL	L	13,023,848	2,790,776	359,272	16,173,896		54,644
15. Indiana	IN	L	13,102,002	2,605,166	194,462	15,901,630		
16. Iowa	IA	L	8,211,534	3,413,769	93,891	11,719,194		
17. Kansas	KS	L	3,103,923	1,172,549	20,504	4,296,975		
18. Kentucky	KY	L	7,156,202	133,037	190,218	7,479,457		
19. Louisiana	LA	L	690,345		1,186	691,531		
20. Maine	ME	L	167,261			167,261		
21. Maryland	MD	L	2,523,265	462,991	38,753	3,025,010		
22. Massachusetts	MA	L	511,108		7,212	518,320		
23. Michigan	MI	L	10,459,878	1,920,086	318,434	12,698,398		
24. Minnesota	MN	L	7,697,491	3,962,631	67,055	11,727,177		
25. Mississippi	MS	L	381,056	300	1,189	382,545		
26. Missouri	MO	L	6,336,305	916,688	49,015	7,302,008		
27. Montana	MT	L	1,251,495	510	4,038	1,256,043		
28. Nebraska	NE	L	1,620,461	61,754	7,883	1,690,099		
29. Nevada	NV	L	366,552	238,889	11,747	617,188		
30. New Hampshire	NH	L	314,230	5,500	3,619	323,350		
31. New Jersey	NJ	L	535,135		107	535,242		
32. New Mexico	NM	L	308,258	610,550	9,034	927,842		
33. New York	NY	N	299,562	4,800	2,018	306,379		
34. North Carolina	NC	L	9,637,361	85,711	184,056	9,907,127		
35. North Dakota	ND	L	1,135,591	624,020	6,835	1,766,447		
36. Ohio	OH	L	35,547,370	3,348,652	1,035,520	39,931,542		37,626
37. Oklahoma	OK	L	740,081	24,000	3,032	767,113		
38. Oregon	OR	L	785,632	26,715	1,397	813,744		
39. Pennsylvania	PA	L	15,158,084	5,041,740	248,057	20,447,882		
40. Rhode Island	RI	L	57,863			57,863		
41. South Carolina	SC	L	3,175,509	18,538	90,624	3,284,670		
42. South Dakota	SD	L	1,002,657	256,306	1,746	1,260,709		
43. Tennessee	TN	L	7,469,739	4,051,037	111,258	11,632,034		150,000
44. Texas	TX	L	6,590,778	683,834	27,115	7,301,727		
45. Utah	UT	L	1,507,288	34,725	16,874	1,558,887		
46. Vermont	VT	L	336,252		2,226	338,478		
47. Virginia	VA	L	3,411,383	167,907	89,223	3,668,513		
48. Washington	WA	L	1,790,818	44,048	11,532	1,846,398		
49. West Virginia	WV	L	1,872,849	351,496	48,248	2,272,593		
50. Wisconsin	WI	L	7,119,206	1,647,025	206,854	8,973,086		
51. Wyoming	WY	L	178,025		3,019	181,044		
52. American Samoa	AS	N				0		
53. Guam	GU	N				0		
54. Puerto Rico	PR	N	2,192			2,192		
55. US Virgin Islands	VI	N				0		
56. Northern Mariana Islands	MP	N				0		
57. Canada	CAN	N	25,044			25,044		
58. Aggregate Other Alien	OT	XXX	3,763	0	0	3,763		0
59. Subtotal	(a) XXX	50	207,735,621	36,451,293	3,962,636	248,149,550		242,270
90. Reporting entity contributions for employee benefits plans	XXX		2,091,869		1,309,327	3,401,195		
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					0		
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0		
93. Premium or annuity considerations waived under disability or other contract provisions	XXX					0		
94. Aggregate other amounts not allocable by State	XXX		0	0	0	0		0
95. Totals (Direct Business)	XXX		209,827,490	36,451,293	5,271,963	251,550,746		242,270
96. Plus Reinsurance Assumed	XXX		8,458			8,458		
97. Totals (All Business)	XXX		209,835,948	36,451,293	5,271,963	251,559,204		242,270
98. Less Reinsurance Ceded	XXX		44,213,299		3,369,205	47,582,504		
99. Totals (All Business) less Reinsurance Ceded	XXX		165,622,649	36,451,293	1,902,758	203,976,700		242,270
DETAILS OF WRITE-INS								
58001. GBR United Kingdom	XXX		2,699			2,699		
58002. MEX Mexico	XXX		1,064			1,064		
58003.	XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0		0
58999. Total (Lines 58001 through 58003 + 58998) (Line 58 above)	XXX		3,763	0	0	3,763		0
9401.	XXX							
9402.	XXX							
9403.	XXX							
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0		0
9499. Total (Lines 9401 through 9403 + 9498) (Line 94 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.

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



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

Asterisk	Explanation

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanation:

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

Bar Code:

1.



7 6 2 3 6 2 0 1 6 4 9 0 0 0 0 0 3

2.



7 6 2 3 6 2 0 1 6 3 6 5 0 0 0 0 3

3.



7 6 2 3 6 2 0 1 6 4 4 5 0 0 0 0 3

4.



7 6 2 3 6 2 0 1 6 4 4 6 0 0 0 0 3

5.



7 6 2 3 6 2 0 1 6 4 4 7 0 0 0 0 3

6.



7 6 2 3 6 2 0 1 6 4 4 8 0 0 0 0 3

7.



OVERFLOW PAGE FOR WRITE-INS

LQ002 Additional Aggregate Lines for Page 02 Line 25.
*ASSETS

	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 – 2)	December 31 Prior Year Net Admitted Assets
2504. AGENTS' BALANCES.....	34,326	34,326	0	0
2505. TUITION REIMBURSEMENT RECEIVABLE.....	36,557	22,646	13,912	16,559
2506. TRAVEL ADVANCES.....	3,600	3,600	0	
2597. Summary of remaining write-ins for Line 25 from Page 02	74,484	60,572	13,912	16,559

LQ003 Additional Aggregate Lines for Page 03 Line 25.
*LIAB

	1	2
	Current Statement Date	December 31 Prior Year
2504. RETIRED LIVES RESERVE.....	24,780	24,780
2597. Summary of remaining write-ins for Line 25 from Page 03	24,780	24,780

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
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		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	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

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	44,676,604	56,386,740
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	10,935,117	0
2.2 Additional investment made after acquisition	7,344,386	0
3. Capitalized deferred interest and other		0
4. Accrual of discount	7,796	14,162
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		11,500,000
8. Deduct amortization of premium and depreciation	126,447	224,297
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)	62,837,457	44,676,604
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	62,837,457	44,676,604

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	3,022,047,897	2,853,111,160
2. Cost of bonds and stocks acquired	677,801,766	509,986,773
3. Accrual of discount	4,336,365	6,309,460
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals	4,923,483	7,122,301
6. Deduct consideration for bonds and stocks disposed of	604,206,004	343,866,584
7. Deduct amortization of premium	2,616,210	4,527,240
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other-than-temporary impairment recognized		6,087,973
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	3,102,287,298	3,022,047,896
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	3,102,287,298	3,022,047,896

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE 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
BONDS								
1. NAIC 1 (a).....	1,215,729,759	113,420,505	148,176,646	7,202,895	1,257,882,633	1,215,729,759	1,188,176,513	1,319,894,190
2. NAIC 2 (a).....	1,573,718,032	98,570,840	40,054,592	33,220,678	1,449,545,045	1,573,718,032	1,665,454,957	1,443,912,557
3. NAIC 3 (a).....	234,731,465	2,972,100	340,876	(39,472,050)	286,793,578	234,731,465	197,890,640	222,886,957
4. NAIC 4 (a).....	44,908,600			(734,959)	33,774,468	44,908,600	44,173,641	26,307,393
5. NAIC 5 (a).....	1,481,011		1,624,145	1,687,881	0	1,481,011	1,544,746	0
6. NAIC 6 (a).....	1,428,001			(1,428,001)	2,640,365	1,428,001	0	4,000,000
7. Total Bonds	3,071,996,868	214,963,445	190,196,259	476,443	3,030,636,088	3,071,996,868	3,097,240,498	3,017,001,097
PREFERRED STOCK								
8. NAIC 1	0				0	0	0	0
9. NAIC 2	5,046,800				5,046,800	5,046,800	5,046,800	5,046,800
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.....	5,046,800	0	0	0	5,046,800	5,046,800	5,046,800	5,046,800
15. Total Bonds & Preferred Stock	3,077,043,668	214,963,445	190,196,259	476,443	3,035,682,888	3,077,043,668	3,102,287,298	3,022,047,897

(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 \$

Schedule DA - Part 1

NONE

Schedule DA - Verification

NONE

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 SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

SCHEDULE BA - PART 2

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

1	2	Location		5	6	7	8	9	10	11	12	13
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Designation	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership
Joint, Partnership or Limited Liability Company Interests that have the Underlying Characteristics - Real Estate - Affiliated												
.000000-00-0.....	CLIC BP INVESTMENTS B. LLC.	FAIRFIELD,	OH.	CLIC BP INVESTMENTS B. LLC.		..04/15/2016		..10,932,193	..7,344,386			...100.000
1899999 - Joint, Partnership or Limited Liability Company Interests that have the Underlying Characteristics - Real Estate - Affiliated								10,932,193	7,344,386	0	0	XXX
Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated												
.000000-00-0.....	MIGA TAX CREDIT FUND I L.L.C.	COLUMBIA,	MO.	MISSOURI HOUSING MANAGEMENT LLC.		..09/30/2016		..2,924				...0.001
3399999 - Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated								2,924	0	0	0	XXX
4499999 – Subtotals - Unaffiliated								2,924	0	0	0	XXX
4599999 – Subtotals - Affiliated								10,932,193	7,344,386	0	0	XXX
4699999 Totals								10,935,117	7,344,386	0	0	XXX

SCHEDULE BA - PART 3

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

[illegible]

STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
385234-DL-0	MI GRAND BLANC CITY TXBL PENSN GO		09/08/2016	FIFTH THIRD BANK		355,000	355,000		1FE
557531-NH-9	MI MADISON HEIGHTS CITY GO		09/15/2016	FIFTH THIRD BANK		1,035,000	1,035,000		1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						1,390,000	1,390,000	0	XXX
Bonds - U.S. Special Revenue									
018100-DS-3	TX ALLEN CMNTY DEV CORP REVENUE		08/17/2016	STIFEL NICOLAUS		645,000	645,000		1FE
018100-DT-1	TX ALLEN CMNTY DEV CORP REVENUE		08/17/2016	STIFEL NICOLAUS		705,000	705,000		1FE
018100-DJ-8	TX ALLEN CMNTY DEV CORP REVENUE		08/17/2016	STIFEL NICOLAUS		500,000	500,000		1FE
066616-AL-7	CA BANNING REDEV AGY TX ALLOC REVENUE		09/23/2016	RAYMOND JAMES		1,000,000	1,000,000		1FE
143287-BY-5	IN CARMEL LOCAL PUB IMPT BOND BK REVENUE		07/21/2016	STIFEL NICOLAUS		1,000,000	1,000,000		1FE
143287-BZ-2	IN CARMEL LOCAL PUB IMPT BOND BK REVENUE		07/21/2016	STIFEL NICOLAUS		785,000	785,000		1FE
3134GA-LY-8	FREDDIE MAC		09/07/2016	CARIS & CO		7,000,000	7,000,000		1FE
3136G4-DA-8	FANNIE MAE		09/27/2016	CARIS & CO		5,000,000	5,000,000		1FE
3136G4-DL-4	FANNIE MAE		09/28/2016	CARIS & CO		16,000,000	16,000,000		1FE
3136G4-DY-6	FANNIE MAE		09/29/2016	CARIS & CO		5,000,000	5,000,000		1FE
3136G4-DZ-3	FANNIE MAE		09/29/2016	CARIS & CO		5,000,000	5,000,000		1FE
3136G4-ED-1	FANNIE MAE		09/29/2016	CARIS & CO		5,000,000	5,000,000		1FE
63948W-AK-8	ND RESEARCH & TECH ST UNIV REVENUE		07/15/2016	PIPER JAFFRAY		500,000	500,000		1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						48,135,000	48,135,000	0	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
00507V-AG-4	ACTIVISION BLIZZARD		09/14/2016	BANK OF AMERICA		1,997,560	2,000,000		2FE
00855@-AC-8	AGREE REALTY CORPORATION		07/28/2016	ADVANTUS CAPITAL		4,000,000	4,000,000		2Z
120568-AX-8	BUNGE LTD FINANCE CORP		08/10/2016	MORGAN STANLEY		1,998,140	2,000,000		2FE
172967-JT-9	CITIGROUP INC		08/05/2016	FTN FINANCIAL		3,175,890	3,000,000	22,000	2FE
22314#-AQ-2	DCT INDUSTRIAL TRUST INC		08/08/2016	ADVANTUS CAPITAL		4,000,000	4,000,000		2Z
268948-AB-2	EAGLE BANCORP INC		07/21/2016	SANDLER O'NEILL		4,000,000	4,000,000		2FE
320557-20-0	FIRST INTERNET BANCORP		09/27/2016	SANDLER O'NEILL		2,000,000	8,000,000		2FE
320867-AC-8	FIRST MIDWEST BANCORP		09/22/2016	GOLDMAN SACHS		2,972,100	3,000,000		3FE
38148T-NJ-4	GOLDMAN SACHS GROUP INC		08/10/2016	CARIS & CO		15,000,000	15,000,000		2FE
390905-AB-3	GREAT SOUTHERN BANCORP		08/09/2016	SANDLER O'NEILL		4,000,000	4,000,000		2Z
40075T-AA-0	GUARANTY BANCORP		07/13/2016	STIFEL NICOLAUS		1,000,000	1,000,000		2FE
436106-AA-6	HOLLYFRONTIER CORP		07/19/2016	WELLS FARGO		6,343,180	5,975,000	117,010	2FE
52472E-AA-7	LEGACYTEXAS FIN GRP		09/15/2016	JP MORGAN		1,985,000	2,000,000	33,306	2FE
577081-BA-9	MATTEL INC		08/02/2016	MERRILL LYNCH		1,997,640	2,000,000		2FE
59100U-AA-6	META FINANCIAL GROUP INC		08/10/2016	SANDLER O'NEILL		5,000,000	5,000,000		2FE
591751-AA-0	METROPOLITAN BANCGROUP		07/21/2016	SANDLER O'NEILL		2,000,000	2,000,000	7,583	2FE
594918-BR-4	MICROSOFT CORP		08/02/2016	BANK OF AMERICA		9,991,200	10,000,000		1FE
594918-BS-2	MICROSOFT CORP		08/02/2016	BANK OF AMERICA		2,377,728	2,400,000		1FE
60687Y-AE-9	MIZUHO FINANCIAL GROUP		09/07/2016	MIZUHO CO		7,000,000	7,000,000		1FE
631004-AA-6	NARRAGANSETT FINANCIAL		07/21/2016	SANDLER O'NEILL		2,000,000	2,000,000		2FE
65341T-AA-5	NEXBANK CAPITAL INC		08/31/2016	SANDLER O'NEILL		2,000,000	2,000,000	23,222	2FE
654740-AS-8	NISSAN MOTOR ACCEPTANCE		09/07/2016	CITIGROUP GLOBAL MARKETS		4,990,500	5,000,000		1FE
675232-AA-0	OCEANEERING INTL INC		07/13/2016	RW BAIRD		2,005,000	2,000,000	16,275	2FE
675234-AA-6	OCEANFIRST FINANCIAL CP		09/16/2016	SANDLER O'NEILL		2,000,000	2,000,000		2FE
67984W-AA-8	OLD LINE BANCSHARES INC		08/10/2016	SANDLER O'NEILL		3,000,000	3,000,000		2FE
740367-ES-2	PREFERRED BANK LA CALIF		09/30/2016	SANDLER O'NEILL		2,040,000	2,000,000	35,667	2FE
74368C-AE-4	PROTECTIVE LIFE GLOBAL		09/07/2016	BARCLAYS CAPITAL		8,000,000	8,000,000		1FE
754730-AE-9	RAYMOND JAMES FINANCIAL		07/07/2016	BANK OF AMERICA		1,996,820	2,000,000		2FE
75970E-AB-3	RENASANT CORP		08/17/2016	SANDLER O'NEILL		2,500,000	2,500,000		2FE
761402-BW-7	REVERE BANK		09/22/2016	HILLTOP SECURITIES		2,000,000	2,000,000		2FE
78419C-AK-0	SG COMMERCIAL MTGE SECURITIES TRUST		07/01/2016	SOCIETE GENERALE		1,029,957	1,000,000	1,967	1FE
812502-AA-0	SEASIDE NATIONAL BK & TR		08/29/2016	STEPHENS INC		3,000,000	3,000,000		2FE
8426EP-AA-6	SOUTHERN CO GAS CAPITAL		09/08/2016	MIZUHO CO		999,220	1,000,000		2FE
84470P-AC-3	SOUTHSIDE BANCSHARES INC		09/14/2016	SANDLER O'NEILL		4,000,000	4,000,000		2FE
86765B-AT-6	SUNOCO LOGISTICS PARTNER		07/07/2016	MIZUHO CO		1,495,440	1,500,000		2FE
89679E-AA-0	TRIUMPH BANCORP INC		09/28/2016	SANDLER O'NEILL		3,000,000	3,000,000		2FE
94974B-FY-1	WELLS FARGO & COMPANY		08/02/2016	FTN FINANCIAL		7,551,320	7,000,000	49,428	1FE
97650W-AF-5	WINTRUST FINANCIAL CORP		09/20/2016	SANDLER O'NEILL		2,045,000	2,000,000	27,778	2FE
00084D-AM-2	ABN AMRO BANK NV	R	09/13/2016	MORGAN STANLEY		4,993,300	5,000,000		1FE

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STATEMENT AS OF SEPTEMBER 30, 2016 OF THE CINCINNATI LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
474178-DU-1...	TD JEFFERSON & MADISON		09/01/2016	MATURITY.....		1,110,000	1,110,000	1,116,804	1,110,807		(807)		(807)		1,110,000			.0	38,850	09/01/2016	1FE
68608K-ZP-6...	CNTYS SCH DIST GO.....		08/01/2016	MATURITY.....		2,290,000	2,290,000	2,290,000	2,290,000				.0		2,290,000			.0	83,791	08/01/2016	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						3,400,000	3,400,000	3,406,804	3,400,807	0	(807)	0	(807)	0	3,400,000	0	0	0	122,641	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
3130A7-5X-9...	FEDERAL HOME LOAN BANK		07/29/2016	SECURITY CALLED BY ISSUER at 100.000.....		8,000,000	8,000,000	8,000,000					.0		8,000,000			.0	136,000	01/29/2031	1FE
313380-JD-0...	FEDERAL HOME LOAN BANK		07/07/2016	CALLED at 100.000.....		10,000,000	10,000,000	10,000,000	10,000,000				.0		10,000,000			.0	256,667	09/07/2027	1FE
313381-DM-4...	FEDERAL HOME LOAN BANK		07/18/2016	SECURITY CALLED BY ISSUER at 100.000.....		678,981	678,981	678,981	678,981				.0		678,981			.0	13,716	12/06/2032	1FE
313382-BG-7...	FEDERAL HOME LOAN BANK		07/15/2016	SECURITY CALLED BY ISSUER at 100.000.....		3,000,000	3,000,000	3,000,000	3,000,000				.0		3,000,000			.0	78,797	03/07/2028	1FE
3133EF-BE-6...	FEDERAL FARM CREDIT BANK		09/14/2016	SECURITY CALLED BY ISSUER at 100.000.....		5,000,000	5,000,000	5,000,000	5,000,000				.0		5,000,000			.0	175,000	09/14/2029	1FE
3133EG-FT-7...	FEDERAL FARM CREDIT BANK		09/16/2016	SECURITY CALLED BY ISSUER at 100.000.....		16,250,000	16,250,000	16,250,000					.0		16,250,000			.0	119,438	12/16/2030	1FE
3133EG-GV-1...	FEDERAL FARM CREDIT BANK		09/27/2016	SECURITY CALLED BY ISSUER at 100.000.....		14,800,000	14,800,000	14,800,000					.0		14,800,000			.0	105,450	03/27/2030	1FE
313660-F5-5...	FANNIE MAE.....		09/27/2016	SECURITY CALLED BY ISSUER at 100.000.....		11,500,000	11,500,000	11,500,000	11,500,000				.0		11,500,000			.0	379,500	09/27/2032	1FE
313660-TL-5...	FANNIE MAE.....		07/26/2016	SECURITY CALLED BY ISSUER at 100.000.....		10,000,000	10,000,000	9,985,000			168		168		9,985,168		14,832	14,832	75,000	07/26/2032	1FE
313660-TQ-4...	FANNIE MAE.....		08/06/2016	SECURITY CALLED BY ISSUER at 100.000.....		12,000,000	12,000,000	11,985,000			583		583		11,985,583		14,417	14,417	195,000	08/06/2032	1FE
313660-V8-1...	FANNIE MAE.....		07/29/2016	SECURITY CALLED BY ISSUER at 100.000.....		9,500,000	9,500,000	9,500,000	9,500,000				.0		9,500,000			.0	213,750	10/29/2027	1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						100,728,981	100,728,981	100,698,981	39,678,981	0	752	0	752	0	100,699,732	0	29,248	29,248	1,748,317	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
00206R-AY-8...	AT&T INC.		08/15/2016	MATURITY.....		3,000,000	3,000,000	2,990,190	2,998,711		1,289		1,289		3,000,000			.0	72,000	08/15/2016	2FE
00850L-AA-2...	AGRIBANK FCB.....		07/15/2016	SECURITY CALLED BY ISSUER at 100.000.....		1,000,000	1,000,000	1,000,000	1,000,000				.0		1,000,000			.0	91,250	07/15/2019	1FE
053807-AN-3...	AVNET INC.....		09/15/2016	MATURITY.....		1,000,000	1,000,000	995,450	999,574		426		426		1,000,000			.0	66,250	09/15/2016	2FE
06406H-BX-6...	BANK OF NEW YORK MELLON		07/28/2016	MATURITY.....		7,000,000	7,000,000	6,994,050	6,999,281		719		719		7,000,000			.0	161,000	07/28/2016	1FE
084670-BB-3...	BERKSHIRE HATHAWAY INC		08/15/2016	MATURITY.....		3,000,000	3,000,000	2,994,930	2,999,338		662		662		3,000,000			.0	66,000	08/15/2016	1FE
10513K-AA-2...	BRANCH BANKING & TRUST		09/15/2016	MATURITY.....		1,000,000	1,000,000	1,072,040	1,008,929		(8,929)		(8,929)		1,000,000			.0	56,250	09/15/2016	1FE
126650-BE-9...	CYS CAREMARK CORP.		08/15/2016	MATURITY.....		500,000	500,000	498,080	499,844		156		156		500,000			.0	30,629	08/15/2016	1FE
126650-BN-9...	CYS CAREMARK CORP.		07/27/2016	SECURITY CALLED BY ISSUER at 113.701.....		2,274,025	2,000,000	1,987,300	1,995,000		817		817		1,995,817		278,208	278,208	114,400	03/15/2019	2FE
126650-BY-5...	CYS PASS-THROUGH TRUST		09/10/2016	SINKING FUND REDEMPTION.....		7,243	7,243	7,243	7,243				.0		7,243			.0	286	01/10/2034	2FE
12811@-AC-6...	CALAMOS HOLDINGS LLC		07/28/2016	SECURITY CALLED BY ISSUER at 115.359.....		1,264,544	1,096,181	1,096,181	1,096,181				.0		1,096,181		168,363	168,363	75,756	07/15/2019	2
14754D-AG-5...	CASH AMERICA INTERNATIONAL		09/07/2016	SECURITY CALLED BY ISSUER at 107.735.....		3,232,039	3,000,000	3,000,000	3,000,000				.0		3,000,000		232,039	232,039	137,042	05/15/2018	2
18683K-AF-8...	CLIFFS NATURAL RESOURCES		09/16/2016	SECURITY CALLED BY ISSUER at 100.000.....		4,000,000	4,000,000	1,060,000	1,060,000		564,145		564,145		1,624,145		2,375,855	2,375,855	524,608	01/15/2018	5FE
30219G-AD-0...	EXPRESS SCRIPTS HOLDING		08/06/2016	SECURITY CALLED BY ISSUER at 100.984.....		5,049,215	5,000,000	4,951,250	4,988,494		6,076		6,076		4,994,570		54,644	54,644	129,188	02/15/2017	2FE
30225A-BJ-1...	EXTENDED STAY AMERICA TRUST		09/10/2016	MBS PAYDOWN.....		3,954,469	3,954,469	3,994,010	3,983,395		(28,926)		(28,926)		3,954,469			.0	87,715	12/05/2019	1FM
39121J-AH-3...	GREAT RIVER ENERGY		07/01/2016	CALLED at 100.000.....		152,000	152,000	152,000	152,000				.0		152,000			.0	6,807	07/01/2030	1FE
44106M-AM-4...	HOSPITALITY PROP TRUST		09/26/2016	SECURITY CALLED BY ISSUER at 100.000.....		10,000,000	10,000,000	4,611,390	8,639,015		794,296		794,296		9,433,310		566,690	566,690	579,688	03/15/2017	2FE
459200-GX-3...	IBM CORP.....		07/22/2016	MATURITY.....		3,000,000	3,000,000	2,982,840	2,997,996		2,004		2,004		3,000,000			.0	58,500	07/22/2016	1FE
466313-AE-3...	JABIL CIRCUIT INC.		07/15/2016	MATURITY.....		2,000,000	2,000,000	2,267,000	2,037,676		(37,676)		(37,676)		2,000,000			.0	155,000	07/15/2016	2FE
638585-AU-3...	BANK OF AMERICA CORP.		09/15/2016	MATURITY.....		2,000,000	2,000,000	1,987,680	1,999,168		832		832		2,000,000			.0	156,000	09/15/2016	2FE
69362B-AS-1...	PSEG POWER LLC.....		09/15/2016	MATURITY.....		6,650,000	6,650,000	7,286,056	6,722,430		(72,430)		(72,430)		6,650,000			.0	353,780	09/15/2016	1FE
75884R-AQ-6...	REGENCY CENTERS LP.....		08/12/2016	SECURITY CALLED BY ISSUER at 104.406.....		3,915,218	3,750,000	2,315,625	3,378,840		148,630		148,630		3,527,470		387,748	387,748	144,993	06/15/2017	2FE
806854-AA-3...	SCHLUMBERGER INVESTMENT	E	09/14/2016	MATURITY.....		2,000,000	2,000,000	1,996,500	1,999,487		513		513		2,000,000			.0	39,000	09/14/2016	1FE
91802M-AA-8...	UTILITY CONTRACT FUNDING		08/01/2016	SECURITY CALLED BY ISSUER at 100.000.....		340,093	340,093	365,600	347,484		(6,609)		(6,609)		340,876		(783)	(783)	14,924	10/01/2016	3FE
94106L-AX-7...	WASTE MANAGEMENT INC.		09/01/2016	MATURITY.....		2,000,000	2,000,000	1,999,820	1,999,975		25		25		2,000,000			.0	52,000	09/01/2016	1FE
949746-JE-2...	WELLS FARGO & CO.....		09/15/2016	MATURITY.....		1,000,000	1,000,000	1,060,820	1,000,403		(8,403)		(8,403)		1,000,000			.0	51,250	09/15/2016	1FE
25243Y-AJ-8...	DIAGEO CAPITAL PLC.....	F	09/30/2016	MATURITY.....		7,097,000	7,097,000	7,795,276	7,186,405		(89,405)		(89,405)		7,097,000			.0	390,335	09/30/2016	1FE

SCHEDULE D - PART 4

[illegible]

E05.1

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

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							
8699999 Total Cash Equivalents					0	0	0