
AMENDED FILING EXPLANATION

General Inverrogatory # 5 was changed to a NO response (party to a merger) and Note 26 Intercompany Poolintg Arrangements was completed (no change from previous years).



ANNUAL STATEMENT

For the Year Ended December 31, 2016
of the Condition and Affairs of the

BUCKEYE STATE MUTUAL INSURANCE COMPANY

NAIC Group Code.....46, 46 (Current Period) (Prior Period)	NAIC Company Code..... 16713	Employer's ID Number..... 31-6035649
Organized under the Laws of OH Incorporated/Organized..... January 28, 1897	State of Domicile or Port of Entry OH Commenced Business..... April 30, 1879	Country of Domicile US
Statutory Home Office	One Heritage Place..... Piqua OH US 45356-4888 (Street and Number) (City or Town, State, County and Zip Code)	
Main Administrative Office	One Heritage Place..... Piqua OH US..... 45356 (Street and Number) (City or Town, State, County and Zip Code)	937-778-5000 (Area Code) (Telephone Number)
Mail Address	One Heritage Place..... Piqua OH US 45356 (Street and Number or P. O. Box) (City or Town, State, County and Zip Code)	
Primary Location of Books and Records	One Heritage Place..... Piqua OH US 45356 (Street and Number) (City or Town, State, County and Zip Code)	937-778-5000 (Area Code) (Telephone Number)
Internet Web Site Address	http://www.buckeye-ins.com/	
Statutory Statement Contact	Robert E. Bornhorst (Name) rob.bornhorst@buckeye-ins.com (E-Mail Address)	937-778-5000 (Area Code) (Telephone Number) (Extension) 937-778-5019 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. John M. Brooks #	President & CEO	2. Lisa Lyn Wesner	VP & Secretary
3. Robert E. Bornhorst	Sr VP, Treasurer, & CFO	4.	
OTHER		OTHER	
Craig Allen Curcio	VP - Controller	Jon Allen Dehas #	VP - Claims
Steven Charles Moeller	VP - Sales & Marketing		

DIRECTORS OR TRUSTEES

Donald E. Benschneider	Robert W. Clark	Joel J. Guth #	John S. Haldeman II
James D. Rogers	Richard J. Seitz	J. MacAlpine Smith	William L. Sweet Jr.
Ralph F Thiele			

State of..... Ohio
County of.... Miami

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

(Signature) John M. Brooks	(Signature) Lisa Lyn Wesner	(Signature) Robert E. Bornhorst
1. (Printed Name) President & CEO	2. (Printed Name) VP & Secretary	3. (Printed Name) Sr VP, Treasurer, & CFO
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This _____ day of _____ 2017

a. Is this an original filing?
b. If no
1. State the amendment number
2. Date filed
3. Number of pages attached

Yes [X] No []

NOTES TO FINANCIAL STATEMENTS**Note 1 – Summary of Significant Accounting Policies and Going Concern****A. Accounting Practices**

The accompanying financial statements of Buckeye State Mutual Insurance Company (The Company) have been prepared on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

The state of Ohio requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual subject to any deviations prescribed or permitted by the Ohio Insurance Department.

	SSAP #	F/S Page	F/S Line #	2016	2015
NET INCOME					
(1) BUCKEYE STATE MUTUAL INSURANCE COMPANY state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ (2,012,225)	\$ 1,965,710
(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)	XXX	XXX	XXX	\$ (2,012,225)	\$ 1,965,710
SURPLUS					
(5) BUCKEYE STATE MUTUAL INSURANCE COMPANY state basis (Page 3, line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 21,055,691	\$ 22,976,566
(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)	XXX	XXX	XXX	\$ 21,055,691	\$ 22,976,566

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

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. It also requires estimates in the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

C. Accounting Policy

Premiums are earned over the terms of the related policies and reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance assumed. Expenses incurred in connection with acquiring new insurance business, including acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds not backed by other loans are stated at amortized value using the interest method. Non-investment grade bonds are stated at the lower of amortized value or fair value.
3. Common stocks, other than investments in stocks of subsidiaries and affiliates, are stated at market.
4. Redeemable preferred stocks are stated at amortized value. Perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower of amortized value or fair value.
5. The Company does not have any mortgage loans.
6. Loan-backed securities are stated at amortized value. The retrospective adjustment method is used to value all loan-backed securities. Non-investment grade loan-backed securities are stated at the lower of amortized value or fair value.
7. Insurance subsidiary (Home and Farm Insurance Company) is stated at statutory equity value. Non-insurance subsidiaries (Hetuck Insurance Agency and Marias Technology, Inc.) are stated at statutory equity value.
8. The Company does not have any joint ventures or partnerships.
9. The Company does not carry any derivatives.
10. The Company does not anticipate investment income as a factor in premium deficiency calculations.
11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports, and an amount based on past experience for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates, and while management believes the amount is adequate, the ultimate liability may be in excess or less than the amount provided. The methods for making such estimates and for establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.
12. The Company has not modified its capitalization policy from the prior period.

NOTES TO FINANCIAL STATEMENTS

D. Going Concern

Not applicable

Note 2 – Accounting Changes and Corrections of Errors

A. Accounting changes Other than Codification and Correction of Errors

Not applicable

Note 3 – Business Combinations and Goodwill

A. Statutory Purchase Method

Not applicable

B. Statutory Merger

Not applicable

C. Impairment Loss

Not applicable

Note 4 – Discontinued Operations

A. Discontinued Operation Disposed of or Classified as Held for Sale

Not applicable

B. Change in Plan of Sale of Discontinued Operation

Not applicable

C. Nature of any Significant Continuing Involvement with Discontinued Operations After Disposal

Not applicable

D. Equity Interest Retained in the Discontinued Operation After Disposal

Not applicable

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

Not applicable

B. Debt Restructuring

Not applicable

C. Reverse Mortgages

Not applicable(

NOTES TO FINANCIAL STATEMENTS

D. Loan-Backed Securities

(1)

		1	2	3
(2)		Amortized Cost Basis Before Other-than-Temporary Impairment	Other-than-Temporary Impairment Recognized in Loss	Fair Value 1 – 2
OTTI recognized 1st Quarter				
a.	Intent to sell	\$	\$	\$
b.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis			
c.	Total 1st Quarter	\$	\$	\$
OTTI recognized 2nd Quarter				
d.	Intent to sell	\$	\$	\$
e.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis			
f.	Total 2nd Quarter	\$	\$	\$
OTTI recognized 3rd Quarter				
g.	Intent to sell	\$	\$	\$
h.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis			
i.	Total 3rd Quarter	\$	\$	\$
OTTI recognized 4th Quarter				
j.	Intent to sell	\$	\$	\$
k.	Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis			
l.	Total 4th Quarter		\$	
m.	Annual aggregate total	XXX	\$	XXX

(3) Recognized OTTI securities

CUSIP	Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
	\$	\$	\$	\$	\$	
Total			\$			

(4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains):

a.	The aggregate amount of unrealized losses:	1.	Less than 12 Months	\$	102,920
		2.	12 Months or Longer	\$	18,675
b.	The aggregate related fair value of securities with unrealized losses:	1.	Less than 12 Months	\$	6,136,713
		2.	12 Months or Longer	\$	389,153

(5) Not applicable

E. Repurchase Agreements and/or Securities Lending Transactions

Not applicable

F. Real Estate

Not applicable

G. Investments in Low-Income Housing Trade Credits (LIHTC)

Not applicable

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Not applicable

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not applicable

NOTES TO FINANCIAL STATEMENTS

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

Not applicable

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Not applicable

I. Working Capital Finance Investments

Not applicable

J. Offsetting and Netting of Assets and Liabilities

Not applicable

K. Structured Notes

Not applicable

L. 5* Securities

Not applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

A. Detail for Those Greater than 10% of Admitted Assets

Not applicable

B. Writedowns for impairments

Not applicable

Note 7 – Investment Income

A. Accrued Investment Income

Not applicable

B. Amounts Nonadmitted

Not applicable

Note 8 – Derivative Instruments

Not applicable

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2016			2015			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 7,952,280	\$ 83,033	\$ 8,035,313	\$ 7,112,511	\$ 132,744	\$ 7,245,255	\$ 839,769	\$ (49,711)	\$ 790,058
b. Statutory valuation allowance adjustment	4,759,560		4,759,560	2,860,000		2,860,000	1,899,560		1,899,560
c. Adjusted gross deferred tax assets (1a-1b)	3,192,720	83,033	3,275,753	4,252,511	132,744	4,385,255	(1,059,791)	(49,711)	(1,109,502)
d. Deferred tax assets nonadmitted	1,030,627		1,030,627	1,513,941		1,513,941	(483,314)		(483,314)
e. Subtotal net admitted deferred tax asset (1c-1d)	2,162,093	83,033	2,245,126	2,738,570	132,744	2,871,314	(576,477)	(49,711)	(626,188)
f. Deferred tax liabilities	153,632	312,325	465,957	135,096	230,667	365,763	18,536	81,658	100,194
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 2,008,461	\$ (229,292)	\$ 1,779,169	\$ 2,603,474	\$ (97,923)	\$ 2,505,551	\$ (595,013)	\$ (131,369)	\$ (726,382)

NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components

	2016			2015			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$	\$	\$	\$ 31,995	\$	\$ 31,995	\$ (31,995)	\$	\$ (31,995)
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:	1,779,169		1,779,169	2,451,549	22,007	2,473,556	(672,380)	(22,007)	(694,387)
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	1,779,169		1,779,169	2,451,388	22,007	2,473,395	(672,219)	(22,007)	(694,226)
Adjusted gross deferred tax assets allowed per limitation threshold						3,056,443			(3,056,443)
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	382,924	83,033	465,957	255,026	110,737	365,763	127,898	(27,704)	100,194
d. Deferred tax assets admitted as the result of application of SSAP 101.									
Total (2(a)+2(b)+2(c))	\$ 2,162,093	\$ 83,033	\$ 2,245,126	\$ 2,738,570	\$ 132,744	\$ 2,871,314	\$ (576,477)	\$ (49,711)	\$ (626,188)

3. Other Admissibility Criteria

		2016	2015
a.	Ratio percentage used to determine recovery period and threshold limitation amount	410.000%	439.000%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 19,180,334	\$ 20,376,284

NOTES TO FINANCIAL STATEMENTS

4. 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.

	12/31/2016		12/31/2015		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 3,192,720	\$ 83,033	\$ 4,252,511	\$ 132,744	\$ (1,059,791)	\$ (49,711)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	%	%	%	%	%	%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 2,162,093	\$ 83,033	\$ 2,738,570	\$ 132,744	\$ (576,477)	\$ (49,711)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	%	%	%	%	%	%

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2016	2 2015	3 (Col 1-2) Change
a. Federal	\$	\$	\$
b. Foreign			
c. Subtotal	\$	\$	\$
d. Federal income tax on net capital gains			
e. Utilization of capital loss carry-forwards			
f. Other	18,981	31,722	(12,741)
g. Federal and Foreign income taxes incurred	\$ 18,981	\$ 31,722	\$ (12,741)

2. Deferred Tax Assets

	1 2016	2 2015	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 99,307	\$ 119,496	\$ (20,189)
2. Unearned premium reserve	1,348,455	1,264,103	84,352
3. Policyholder reserves			
4. Investments			
5. Deferred acquisition costs			
6. Policyholder dividends accrual			
7. Fixed assets	480,244	359,055	121,189
8. Compensation and benefits accrual	501,657	432,130	69,527
9. Pension accrual	593,404	622,084	(28,680)
10. Receivables - nonadmitted			
11. Net operating loss carry-forward	4,759,560	4,102,963	656,597
12. Tax credit carry-forward	90,074	71,093	18,981
13. Other (including items <5% of total ordinary tax assets)	79,579	141,587	(62,008)
99. Subtotal	\$ 7,952,280	\$ 7,112,511	\$ 839,769
b. Statutory valuation allowance adjustment	4,759,560	2,860,000	1,899,560
c. Nonadmitted	1,030,627	1,513,941	(483,314)
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 2,162,093	\$ 2,738,570	\$ (576,477)
e. Capital:			
1. Investments	\$	\$ 16,067	\$ (16,067)
2. Net capital loss carry-forward			
3. Real estate			
4. Other (including items <5% of total capital tax assets)	83,033	116,677	(33,644)
99. Subtotal	\$ 83,033	\$ 132,744	\$ (49,711)
f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99-2f-2g)	83,033	132,744	(49,711)
i. Admitted deferred tax assets (2d+2h)	\$ 2,245,126	\$ 2,871,314	\$ (626,188)

NOTES TO FINANCIAL STATEMENTS

3. Deferred Tax Liabilities

	1 2016	2 2015	3 (Col 1-2) Change
a. Ordinary:			
1. Investments	\$	\$	\$
2. Fixed assets			
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (including items <5% of total ordinary tax liabilities)	153,632	135,096	18,536
99. Subtotal	\$ 153,632	\$ 135,096	\$ 18,536
b. Capital:			
1. Investments	\$ 312,325	\$ 230,667	\$ 81,658
2. Real estate			
3. Other (including items <5% of total capital tax liabilities)			
99. Subtotal	312,325	230,667	81,658
c. Deferred tax liabilities (3a99+3b99)	\$ 465,957	\$ 365,763	\$ 100,194
4. Net Deferred Tax Assets (2i - 3c)	\$ 1,779,169	\$ 2,505,551	\$ (726,382)

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	\$ -677,703	%
Proration of tax exempt investment income	5,549	%
Tax exempt income deduction	-6,373	%
Dividends received deduction	-30,618	%
Disallowable travel and entertainment	13,929	%
Other permanent differences		%
Temporary Differences:		
Change in non admitted DTA	\$ -99,061	%
Change in pension plan	28,680	%
Total capital DTAs		%
Total capital DTLs		%
Other:		
Statutory valuation allowance adjustment	\$ 1,865,917	%
Accrual adjustment – prior year		%
Other	-3,011	%
Totals	\$ 1,097,309	%
Federal and foreign income taxes incurred	18,981	%
Realized capital gains (losses) tax		%
Change in net deferred income taxes	1,078,328	%
Total statutory income taxes	\$ 1,097,309	%

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

At December 31, 2016, the Company had unused operating loss carryforwards available to offset against future taxable income.

Year	Amount	Expiration
2016	\$1,739,440	2035
2015	190,717	2034
2014	66,622	2033
2013	9,578,326	2032
2012	2,354,402	2031
2011	69,199	2030

did not have any unused operating loss carryforwards available to offset against future taxable income.

The following is income tax expense for 2016 and 2015 that is available for recoupment in the event of future net losses:

Year	Amount
2016	\$
2015	\$ 50,703

The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F.

Consolidated Federal Income Tax Return

The Company does not file a consolidated tax return.

NOTES TO FINANCIAL STATEMENTS**G. Federal or Foreign Federal Income Tax Contingencies**

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**A. A. Nature of Relationships**

All outstanding shares of the Hetuck Insurance Agency are owned by Buckeye State Mutual Insurance Company domiciled in the state of Ohio. The Company also owns 100% of Home and Farm Insurance Company (35-1630739, NAIC 17639) and 100% of the outstanding shares of Marias Technology, Inc. As a result of the merger previous merger, Buckeye became the 100% owner of Global Insurance Company (57-0519295, NAIC 20168). During 2015, Global Insurance Company merged with Home and Farm Insurance Company, with Home and Farm being the surviving entity.

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

The Company no transactions.

C. Change in Terms of Intercompany Arrangements

There were no changes in the intercompany management and service arrangements.

D. Amounts Due to or from Related Parties

At December 31, 2016, the Company reported \$168 due to Hetuck Insurance Agency, \$118,809 due from Home and Farm Insurance Company, and \$0 due to Marias Technology, Inc. Intercompany balances are settled within 90 days.

E. Guarantees or Contingencies for Related Parties

Not applicable

F. Management, Service Contracts, Cost Sharing Arrangements

The Company has agreed to provide certain management and data processing services to its wholly-owned subsidiaries. The Parent has agreed to provide certain management services to all members of the group.

G. Nature of Relationship that Could Affect Operations

All outstanding shares of the Hetuck Insurance Agency are owned by Buckeye State Mutual Insurance Company domiciled in the state of Ohio. The Company also owns 100% of Home and Farm Insurance Company (35-1630739, NAIC 17639), and Marias Technology, Inc. (31-0972651).

H. Amount Deducted for Investment in Upstream Company

Not applicable

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

The Company owns 100% of Home and Farm Insurance Company. This common stock is recorded at its statutory equity value of \$6,946,395.

J. Writedown for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies

Not applicable

K. Investment in a Foreign Insurance Subsidiary

Not applicable

L. Investment in a Downstream Noninsurance Holding Company

Not applicable

M. All SCA Investments**(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)**

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities	%			
Total SSAP No. 97 8a Entities	XXX	\$	\$	\$
b. SSAP No. 97 8b(ii) Entities	%			
Total SSAP No. 97 8b(ii) Entities	XXX	\$	\$	\$
c. SSAP No. 97 8b(iii) Entities				
Marias Technology	100.000 %	738,968	738,968	
Total SSAP No. 97 8b(iii) Entities	XXX	\$ 738,968	\$ 738,968	\$
d. SSAP No. 97 8b(iv) Entities	%			
Total SSAP No. 97 8b(iv) Entities	XXX	\$	\$	\$
e. Total SSAP No. 97 8b Entities (exception 8b(i) entities) (b + c + d)	XXX	\$ 738,968	\$ 738,968	\$
f. Aggregate Total (a + e)	XXX	\$ 738,968	\$ 738,968	\$

NOTES TO FINANCIAL STATEMENTS

(2) NAIC Filing Response Information

SCA Entity (Should be the same entities as shown in M(1) above)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	Code**
a. SSAP No. 97 8a Entities						
Total SSAP No. 97 8a Entities	XXX	XXX	\$	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities						
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	\$	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities						
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	\$	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities						
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (exception 8b(i) entities) (b + c + d)	XXX	XXX	\$	XXX	XXX	XXX
f. Aggregate Total (a + e)	XXX	XXX	\$	XXX	XXX	XXX

* S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing

** I – Immaterial or M – Material

N. Investment in Insurance SCAs

(1)

(2)

SCA Entity (Investments in Insurance SCA Entities)	Monetary Effect on NAIC SAP		Amount of Investment	
	Net Income Increase (Decrease)	Surplus Increase (Decrease)	Per Audited Statutory Equity	If the Insurance SCA Had Completed Statutory Financial Statements*
	\$	\$	\$	\$

* Per AP&P Manual (without permitted or prescribed practices)

(3)

Note 11 – Debt

A. Capital Notes

Not applicable

B. FHLB (Federal Home Loan Bank) Agreements

(1)

(2) FHLB Capital Stock

a. Aggregate Totals

1. Current Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$ 107,700	\$ 107,700	\$
(b) Membership Stock – Class B			
(c) Activity Stock			
(d) Excess Stock			
(e) Aggregate Total (a+b+c+d)	\$ 107,700	\$ 107,700	\$
(f) Actual or estimated borrowing capacity as determined by the insurer		XXX	XXX

2. Prior Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$ 107,700	\$ 107,700	\$
(b) Membership Stock – Class B			
(c) Activity Stock			
(d) Excess Stock			
(e) Aggregate Total (a+b+c+d)	\$ 107,700	\$ 107,700	\$
(f) Actual or estimated borrowing capacity as determined by the insurer		XXX	XXX

NOTES TO FINANCIAL STATEMENTS

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

Membership Stock	1 Current Year Total (2+3+4+5+6)	2 Not Eligible for Redemption	Eligible for Redemption			
			3 Less than 6 Months	4 6 Months to Less Than 1 Year	5 1 to Less Than 3 Years	6 3 to 5 Years
1. Class A	\$ 107,700	\$	\$	\$ 107,700	\$	\$
2. Class B	\$	\$	\$	\$	\$	\$

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
13. Current Year Total General and Protected Cell Total Collateral Pledged (Lines 2+3)	\$	\$	\$
14. Current Year General Account Total Collateral Pledged	\$	\$	\$
15. Current Year Protected Cell Total Collateral Pledged	\$	\$	\$
16. Prior Year Total General and Protected Cell Total Collateral Pledged	\$	\$	\$

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount Borrowed at Time of Maximum Collateral
1. Current Year Total General and Protected Cell Total Collateral Pledged (Lines 2+3)	\$	\$	\$
2. Current Year General Account Total Collateral Pledged	\$	\$	\$
3. Current Year Protected Cell Total Collateral Pledged	\$	\$	\$
4. Prior Year Total General and Protected Cell Total Collateral Pledged	\$	\$	\$

(4) Borrowing from FHLB

a. Amount as of the Reporting Date

1. Current Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Reserves Established
(a) Debt	\$	\$	\$	XXX
(b) Funding Agreements				\$
(c) Other				XXX
(d) Aggregate Total (a+b+c)	\$	\$	\$	\$

2. Prior Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Reserves Established
(a) Debt	\$	\$	\$	XXX
(b) Funding Agreements				\$
(c) Other				XXX
(d) Aggregate Total (a+b+c)	\$	\$	\$	\$

b. Maximum Amount During Reporting Period (Current Year)

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
1. Debt	\$	\$	\$
2. Funding Agreements			
3. Other			
4. Aggregate Total (Lines 1+2+3)	\$	\$	\$

c. FHLB – Prepayment Obligations

	Does the Company have Prepayment Obligations under the Following Arrangements (YES/NO)
1. Debt	
2. Funding Agreements	
3. Other	

NOTES TO FINANCIAL STATEMENTS**Note 12 – Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans****A. Defined Benefit Plan**

The Company maintains an unfunded pension plan covering a previously retired employee. Accrued benefits for this plan of \$68,343 are based upon the actuarially determined life of the participant. The Company implemented an Executive Retirement Plan during 2000. The purpose of the plan is to provide supplemental retirement benefits to corporate officers. The annual deferred compensation amounts are a fixed percentage of each officer's annual salary. All amounts payable under the plan will remain the property of Buckeye until paid to the participant or designated beneficiary. Total amounts paid into the plan were \$89,374 and \$84,881 for 2016 and 2015, respectively.

The Company, due to the merger with Middle Georgia Mutual, assumed a defined benefit plan. The following information relates to this plan.

(1)	Change in Benefit Obligation		Overfunded		Underfunded	
	a.	Pension Benefits	2016	2015	2016	2015
1.	Benefit obligation at beginning of year	\$	\$	\$ 4,748,108	\$ 5,043,608	
	Service cost					
	Interest cost			200,416		198,074
	Continuation by plan participants					
	Actuarial gain (loss)			64,917		(256,481)
	Foreign currency exchange rate changes					
	Benefits paid			244,206		237,093
	Plan amendments					
	Business combinations, divestitures, curtailments, settlements and special termination benefits					
	Benefit obligation at end of year	\$	\$	\$ 4,769,235	\$ 4,748,108	
		Overfunded		Underfunded		
b.	Postretirement Benefits	2016	2015	2016	2015	
1.	Benefit obligation at beginning of year	\$	\$	\$	\$	
	Service cost					
	Interest cost					
	Continuation by plan participants					
	Actuarial gain (loss)					
	Foreign currency exchange rate changes					
	Benefits paid					
	Plan amendments					
	Business combinations, divestitures, curtailments, settlements and special termination benefits					
	Benefit obligation at end of year	\$	\$	\$	\$	
		Overfunded		Underfunded		
c.	Special or Contractual Benefits per SSAP No. 11	2016	2015	2016	2015	
1.	Benefit obligation at beginning of year	\$	\$	\$	\$	
	Service cost					
	Interest cost					
	Continuation by plan participants					
	Actuarial gain (loss)					
	Foreign currency exchange rate changes					
	Benefits paid					
	Plan amendments					
	Business combinations, divestitures, curtailments, settlements and special termination benefits					
	Benefit obligation at end of year	\$	\$	\$	\$	

NOTES TO FINANCIAL STATEMENTS

(2)	Change in plan assets	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
		2016	2015	2016	2015	2016	2015
a.	Fair value of plan assets at beginning of year	\$ 2,918,450	\$ 3,032,297	\$	\$	\$	\$
b.	Actual return on plan assets	192,500	(41,981)				
c.	Foreign currency exchange rate changes						
d.	Reporting entity contribution	157,186	165,227				
e.	Plan participants' contributions						
f.	Benefits paid	244,206	237,093				
g.	Business combinations, divestitures and settlements						
h.	Fair value of plan assets at end of year	\$ 3,023,930	\$ 2,918,450	\$	\$	\$	\$

(3)	Funded status	Pension Benefits		Postretirement Benefits	
		2016	2015	2016	2015
Overfunded:					
a.	Assets (nonadmitted)				
1.	Prepaid benefit costs	\$	\$	\$	\$
2.	Overfunded plans assets				
3.	Total assets (nonadmitted)	\$	\$	\$	\$
Underfunded:					
b.	Liabilities recognized				
1.	Accrued benefits costs	\$ 4,769,235	\$ 4,748,108	\$	\$
2.	Liability for pension benefits	(3,023,930)	(2,918,450)		
3.	Total liabilities recognized	\$ 1,745,305	\$ 1,829,658	\$	\$
c.	Unrecognized liabilities	\$	\$	\$	\$

(4)	Components of net periodic benefit cost	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
		2016	2015	2016	2015	2016	2015
a.	Service cost	\$	\$	\$	\$	\$	\$
b.	Interest cost	200,416	198,074				
c.	Expected return on plan assets	(216,412)	(225,803)				
d.	Transition asset or obligation	55,218	54,923				
e.	Gains and losses	51,150	51,150				
f.	Prior service cost or credit		(4,525)				
g.	Gain or loss recognized due to a settlements curtailment						
h.	Total net periodic benefit cost	\$ 90,372	\$ 73,819	\$	\$	\$	\$

(5)	Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost	Pension Benefits		Postretirement Benefits	
		2016	2015	2016	2015
a.	Items not yet recognized as a component of net periodic cost – prior year	\$	\$	\$	\$
b.	Net transition asset or obligation recognized				
c.	Net prior service cost or credit arising during the period	51,150	102,300		
d.	Net prior service cost or credit recognized				
e.	Net gain and loss arising during the period	2,112,277	2,078,666		
f.	Net gain and loss recognized				
g.	Items not yet recognized as a component of net periodic cost – current year	\$ 2,163,427	\$ 2,180,966	\$	\$
(6)	Amounts in unassigned funds (surplus) expected to be recognized in the next fiscal year as components of net periodic benefit cost	Pension Benefits		Postretirement Benefits	
		2016	2015	2016	2015

NOTES TO FINANCIAL STATEMENTS

a.	Net transition asset or obligations	\$	\$	\$	\$
b.	Net prior service cost or credit	51,150	51,150		
c.	Net recognized gains and losses	\$ 60,396	\$ 55,218	\$	\$
(7)	Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost			Postretirement Benefits	
			2016	2015	2016
a.	Net transition asset or obligations	\$	\$	\$	\$
b.	Net prior service cost or credit	51,150	51,150		
c.	Net recognized gains and losses	\$ 55,218	\$ 54,923	\$	\$
(8)	Weighted-average assumptions used to determine net periodic benefit cost as of December 31			2016	2015
a.	Weighted-average discount rate			4.140%	4.000%
b.	Expected long-term rate of return on plan assets			7.500%	7.500%
c.	Rate of compensation increase			%	%
	Weighted-average assumptions used to determine projected benefit obligations as of December 31				
d.	Weighted-average discount rate			%	%
e.	Rate of compensation increase			%	%
(11)	Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects:			1 Percentage Point Increase	1 Percentage Point Decrease
a.	Effect on total of service and interest cost components	\$	\$		
b.	Effect on postretirement benefit obligation	\$	\$		
(12)	The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the year indicated:				
	Year(s)	Amount			
a.	2016	\$ 252,070			
b.	2017	\$ 256,692			
c.	2018	\$ 261,688			
d.	2019	\$ 266,501			
e.	2020	\$ 271,077			
f.	2021 through 20	\$ 1,416,847			

B. Investment Policies and Strategies

In recognition of the difficulty in predicting the direction of the market or future state of the economy, the Plan's assets will be prudently diversified. In addition to asset classes, the Plan will be diversified among managers/funds and investment styles. The purpose of this approach is to incorporate prudent diversification within the Plan, enhancing expected returns and/or reducing the risk of the total portfolio.

The Plan may include liability-matching assets. The primary purpose of these assets is to gain duration exposure similar to that of the Plan liabilities and better match the credit exposure and asset quality with the discount rate used to value the Plan liabilities. As funded status changes, Plan asset allocation may change to better match duration and interest rate risk of Plan liabilities.

C. Fair Value of Plan Assets

(1) Fair Value Measurements of Plans Assets at Reporting Date

Description for each class of plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Mutual Fund - Bond	\$ 742,709	\$	\$	\$ 742,709
Mutual Fund - Bond	721,472			721,472
Mutual Fund - 500 Index	792,072			792,072
Mutual Fund - International Stock Index	747,920			747,920
Cash	19,758			19,758
Total Plan Assets	\$ 3,023,931	\$	\$	\$ 3,023,931

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

Description for each class of plan assets	Beginning Balance at 1/1/2016	Transfers into Level 3	Transfers out of Level 3	Return on Assets Still Held	Return on Assets Sold	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2016
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Total Plan Assets	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

D. Basis Used to Determine Expected Long-Term Rate-of-Return

Equity return expectations are based on current dividend yields, assuming long-term earnings growth and inflation. Fixed income return expectations are based on current yields.

NOTES TO FINANCIAL STATEMENTS**E. Defined Contribution Plans**

The Company sponsors a retirement plan pursuant to section 401(k) of the Internal Revenue Code for all active employees. The Company makes a supplemental contribution of \$25 per month for each employee contributing at least 1% of gross pay to the plan. The Company also matches 50% of the first 8% of gross pay. The Company's contributions to the plan were \$135,878 and \$138,781 for 2016 and 2015, respectively.

F. Multiemployer Plans

Not applicable

G. Consolidated/Holding Company Plans

Not applicable

H. Postemployment Benefits and Compensated Absences

The Company has no obligations to current or former employees for benefits after their employment but before their retirement.

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

Not applicable

Note 13 – Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**(1) Outstanding Shares**

Not applicable

(2) Dividend Rate on Preferred Stock

Not applicable

(3), (4), (5) Dividend Restrictions

Prior approval from the Ohio Insurance Department is required before dividends are paid.

(6) Unassigned Funds Restrictions

Not applicable

(7) Mutual Surplus Advances

Not applicable

(8) Company Stock held for Special Purposes

Not applicable

(9) Changes in Special Surplus Funds

Not applicable

(10) Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by unrealized gains and losses is: \$2,768,146

(11) The reporting entity issued the following surplus debentures or similar obligations:

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note*	Principal and/or Interest Paid Current Year	Total Principal and/or Interest Paid	Unapproved Principal and/or Interest	Date of Maturity
09/30/1994	5.500 %	\$ 700,000	\$ 700,000	\$ 38,605	\$ 1,108,584	\$	
03/31/1995	8.500	500,000	500,000	42,500	881,875		
09/15/2005	4.612	5,000,000	5,000,000	242,071	3,949,418		09/15/2035
Total	XXX	\$ 6,200,000	\$ 6,200,000	\$ 323,176	\$ 5,939,877	\$	XXX

* Total should agree with Page 3, Line 33.

(12), (13) Quasi Reorganization

Not applicable

NOTES TO FINANCIAL STATEMENTS**Note 14 – Liabilities, Contingencies and Assessments**

A. Contingent Commitments

Not applicable

B. Assessments

The company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of insolvencies. Other assessments should be accrued either at the time of assessments or in the case of premium based assessments, at the time the premiums were written, or, in the case of loss based assessments, at the time the losses are incurred.

The Company has accrued a liability for guaranty fund and other assessments of \$0 and a related premium tax benefit asset of \$1,031. These represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors, including the Company's share of the ultimate cost of current insolvencies.

C. Gain Contingencies

Not applicable

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

Not applicable

E. Product Warranties

Not applicable

F. Joint and Several Liabilities

Not applicable

G. All Other Contingencies

Lawsuits arise against the Company in the normal course of business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

Note 15 – Leases

A. Lessee Operating Lease

(1) Not applicable

(2)

a.	At January 1, 2016 the minimum aggregate rental commitments are as follows:	
	Year Ending December 31	Operating Leases
1.	2016	\$
2.	2017	\$
3.	2018	\$
4.	2019	\$
5.	2020	\$
6.	Total	\$

(3) The Company has not entered into any sales and leaseback arrangements

B. Revenue, Net Income or Assets with Respect to Leases

(1) For operating leases:

a. Not applicable

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

Not applicable

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

A. Transfers of Receivables Reported as Sales

Not applicable

B. Transfer and Servicing of Financial Assets

Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Wash Sales

(1) In the course of the Company's asset management, securities may be sold and reacquired within 30 days of the sale date to enhance the yield on the investments.

There were no securities with an NAIC designation 3 or below that were sold during the year and reacquired within 30 days of the sale

Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the 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

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

Not applicable

Note 20 – Fair Value Measurements

A.

(1) Fair Value Measurements at Reporting Date

Assets at Fair Value		Level 1	Level 2	Level 3	Total
Preferred Stock - Perpetual I&M	\$ 310,650	\$	\$	\$	\$ 310,650
Bonds - RMBS - I&M		130,610			130,610
Common Stock - I&M		326,719			326,719
Common Stock - Mutual Funds		5,686,212			5,686,212
Common Stock - PSA		7,728,341			7,728,341
Total	\$ 14,182,532	\$	\$	\$	\$ 14,182,532

Liabilities at Fair Value		Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$

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

a. Assets	Beginning Balance at 1/1/2016	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2016
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

b. Liabilities	Beginning Balance at 1/1/2016	Transfers Into Level 3	Transfers Out of Level 3	Total Gains and (Losses) Included in Net Income	Total Gains and (Losses) Included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2016
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

B. Not applicable

C. Not applicable

D. Not applicable

NOTES TO FINANCIAL STATEMENTS**Note 21 – Other Items**

A. Unusual or Infrequent Items

Not applicable

B. Troubled Debt Restructuring Debtors

Not applicable

C. Other Disclosures

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

(1)

In regards to the portfolio of fixed income securities, subprime mortgage related exposure represents approximately 0.06% of the total fair value of the portfolio. This portion of the portfolio contains unrealized losses of \$0 resulting from changes in asset values. Securities primarily backed by pools with the following characteristics calculated on a weighted average basis are identified as investments with subprime mortgage related risks:

- First lien mortgages where borrowers have FICO scores less than 650
- First lien mortgages with loan-to-value ratios greater than 95%
- Second lien mortgages where borrowers have FICO scores less than 675
- Borrowers with less than conventional documentation of their income and/or net assets and FICO scores less than 650

(2) Direct Exposure Through Investments in Subprime Mortgage Loans

Not applicable

(3) Direct Exposure Through Other Investments

		Actual Cost	Book/Adjusted Carrying Value (Excluding Interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
a.	Residential mortgage backed securities	\$ 18,772	\$ 18,986	\$ 19,110	\$
b.	Commercial mortgage backed securities				
c.	Collateralized debt obligations				
d.	Structured securities				
e.	Equity investments in SCAs*				
f.	Other assets				
g.	Total	\$ 18,772	\$ 18,986	\$ 19,110	\$

* These investments comprise % of the company's invested assets.

(4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage

Not applicable

G. Insurance-Linked Securities (ILS) Contracts

Not applicable

Note 22 – Events Subsequent

Not applicable

NOTES TO FINANCIAL STATEMENTS**Note 23 – Reinsurance****A. Unsecured Reinsurance Recoverables**

The Company does have an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with any individual reinsurers, authorized or unauthorized, that exceeds 3% of policyholders' surplus.

NAIC Code	Federal ID#	Name of Reinsurer	Amount
17639	35-1630739	Home and Farm Insurance Company	1,847,000
19453	13-5616275	Transatlantic Reinsurance Company	9,333,000

B. Reinsurance Recoverable in Dispute

The Company does not have reinsurance recoverables in dispute

C. Reinsurance Assumed and Ceded

(1)

	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 217,168	\$	\$ 1,011,381	\$	\$ (794,213)	\$
b. All Other			5,816,441	1,792,745	(5,816,441)	(1,792,745)
c. Total	\$ 217,168	\$	\$ 6,827,822	\$ 1,792,745	\$ (6,610,654)	\$ (1,792,745)
d. Direct Unearned Premium Reserves			\$ 25,826,899			

(2)

	Direct	Assumed	Ceded	Net
a. Contingent commission	\$	\$	\$	\$
b. Sliding scale adjustments				
c. Other profit commission arrangements				
d. Total	\$	\$	\$	\$

(3)

Protected Cell Name	Covered Exposure	Ultimate Exposure Amount	Fair Value of Assets as of December 31	Initial Contact Date of Securitization Instrument	Maturity Date of Securitized Instrument
		\$	\$		
Total	XXX	\$	\$	XXX	XXX

D. Uncollectible Reinsurance

The Company does not have any uncollectible reinsurance.

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

NOTES TO FINANCIAL STATEMENTS

- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
not applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation
Not applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

- A. Method Used to Estimate
Not applicable
- B. Recording of Retrospective Premiums
Not applicable
- C. Amount and Percent of Net Retrospective Premiums
Not applicable
- D. Medical Loss Ratio Rebates
Not applicable
- E. Calculation of Nonadmitted Accrual Retrospective Premiums
Not applicable
- F. Risk Sharing Provisions of the Affordable Care Act (ACA)
Not applicable

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2015 were \$10.284 million. As of December 31, 2016, \$5.817 million has been paid for incurred losses and loss adjusting expense attributable to insured events of prior years. Reserves remaining for prior years are now \$3.759 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on the auto physical damage, auto liability and homeowners & farmowners lines of insurance. Therefore, there has been a \$708,000 favorable prior year development since December 31, 2015 to December 31, 2016. The decrease is generally the result on ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. The Company does not have retrospectively rated policies.

Note 26 – Intercompany Pooling Arrangements

Buckeye State Mutual Insurance Company and its affiliate, Home and Farm Insurance Company are participants in an intercompany pooling arrangement whereby Home and Farm cedes 100% of its business to Buckeye.

The current pooling participants and each of their percentage participation in the pooled results are as follows:

Name of Insurer	NAIC Code	Percentage of Participation
Buckeye State Mutual Insurance Co.	16713	95%
Home and Farm Insurance Co.	17639	5%

Note 27 – Structured Settlements

- A. Reserve Released due to Purchase of Annuities
Not applicable
- B. Annuity Insurers with Balances Due Greater than 1% of Policyholders' Surplus
Not applicable

Note 28 – Health Care Receivables

Not applicable

Note 29 – Participating Policies

NOTES TO FINANCIAL STATEMENTS

Not applicable

Note 30 – Premium Deficiency Reserves

1.	Liability carried for premium deficiency reserve:	\$0
2.	Date of most recent evaluation of this liability:	December 31, 2016
3.	Was anticipated investment income utilized in the calculation?	Yes [] No [X]

Note 31 – High Deductibles

Not applicable

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

The Company does not discount unpaid losses or unpaid loss adjustment expenses.

Note 33 – Asbestos/Environmental Reserves

The Company has not been notified of any past or current insured for which significant exposure exists due to these types of claims. Therefore, the Company has no loss or loss adjustment expense reserves for asbestos or environmental liabilities.

Note 34 – Subscriber Savings Accounts

Not applicable

Note 35 – Multiple Peril Crop Insurance

Not applicable

Note 36 – Financial Guaranty Insurance

Not applicable