



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2016
OF THE CONDITION AND AFFAIRS OF THE
Westfield Insurance Company

NAIC Group Code 0228, 0228 NAIC Company Code 24112 Employer's ID Number 34-6516838
(Current Period) (Prior Period)

Organized under the Laws of Ohio, State of Domicile or Port of Entry Ohio

Country of Domicile US

Incorporated/Organized July 12, 1929 Commenced Business July 19, 1929

Statutory Home Office One Park Circle, Westfield Center, Ohio, US 44251-5001
(Street and Number, City or Town, State, Country and Zip Code)

Main Administrative Office One Park Circle, Westfield Center, Ohio, US 44251-5001 330-887-0101
(Street and Number, City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P. O. Box 5001, Westfield Center, Ohio, US 44251-5001
(Street and Number or P. O. Box, City or Town, State, Country and Zip Code)

Primary Location of Books and Records One Park Circle, Westfield Center, Ohio, US 44251-5001 330-887-0101
(Street and Number, City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.westfieldgrp.com

Statutory Statement Contact Jeffrey Scott Gillentine 330-887-0101
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(E-Mail Address) (Fax Number)

OFFICERS

Edward James Largent, III# (Westfield Group President, CEO & Board Chairman)
Joseph Christian Kohmann (Group Finance Leader & Treasurer)
Frank Anthony Carrino (Group Legal Leader & Secretary)

OTHER

Dennis Paul Baus (National Surety Leader)
Bambi Ann Beshire (Group Finance & Accounting Leader)
Robert William Bowers (National Claims Leader)
Robyn Renee Hahn (Group Marketing & Communications Leader)
Terry Lee McClaskey, Jr# (Personal Lines Division Leader)
James Robert Merz (Group Actuarial & Analytics Leader)
Kristine Lynn Neate (National Underwriting Office Leader)
Martha Haskins Oakes (National Middle Market Leader)
Christopher Michael Paterakis (Group HR Leader)
Michael Joseph Prandi (Insurance Operations Leader)
Elizabeth Margaret Riczko (Group Underwriting & Product Leader)
Stuart Wayne Rosenberg (Group Administration Leader)
Peter Robert Schwanke (Group Risk Management Leader)
Stephen John Tien (Group IT Leader)
Craig David Welsh (Group Distribution Leader)
George Krieg Wiswesser (Group Investment Leader)

DIRECTORS OR TRUSTEES

Cheryl Lila Carlisle
Fariborz Ghadar
Gary Dean Hallman
Susan Jane Insley
John Patrick Lanigan, Jr#
Edward James Largent, III
Craig David Pfeiffer#
Billie Kay Rawot#
John Lewis Watson
Thomas Eldon Workman

State of Ohio }
County of Medina } SS

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

Edward James Largent, III#
Westfield Group President, CEO & Board Chairman

Joseph Christian Kohmann
Group Finance Leader & Treasurer

Frank Anthony Carrino
Group Legal Leader & Secretary

Subscribed and sworn to before me this 15th day of February, 2017

a. Is this an original filing? Yes (X) No ()

b. If no: 1. State the amendment number 2. Date filed 3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	1,421,895,807		1,421,895,807	1,373,521,325
2. Stocks (Schedule D):				
2.1 Preferred stocks				39,140,560
2.2 Common stocks	573,847,138		573,847,138	519,115,527
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 445,169 , Schedule E-Part 1) , cash equivalents (\$, Schedule E-Part 2) and short-term investments (\$ 2,094,537 , Schedule DA)	2,539,706		2,539,706	3,228,366
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	168,671,594		168,671,594	122,234,155
9. Receivables for securities	8,249		8,249	42,880
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	2,166,962,494		2,166,962,494	2,057,282,813
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	19,695,136		19,695,136	19,541,339
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	53,269,478	5,250,028	48,019,450	46,553,532
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 1,140,588 earned but unbilled premiums)	302,055,509	114,061	301,941,448	293,969,964
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	44,695,770	44,695,770		
21. Furniture and equipment , including health care delivery assets (\$)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent , subsidiaries and affiliates	63,938,880		63,938,880	56,005,631
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	139,012,120		139,012,120	121,073,618
26. Total assets excluding Separate Accounts , Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	2,789,629,387	50,059,859	2,739,569,528	2,594,426,897
27. From Separate Accounts , Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	2,789,629,387	50,059,859	2,739,569,528	2,594,426,897
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. COLI CSV	139,012,120		139,012,120	121,073,618
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	139,012,120		139,012,120	121,073,618

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	665,868,619	623,422,228
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Columnn 6)		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	211,867,576	211,329,748
4. Commissions payable, contingent commissions and other similar charges	66,205,432	65,790,017
5. Other expenses (excluding taxes, licenses and fees)	27,931,202	29,936,831
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	14,547,999	14,474,686
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	1,951,003	2,104,849
7.2 Net deferred tax liability	24,872,589	5,263,511
8. Borrowed money \$ 65,900,000 and interest thereon \$ 8,202	65,908,202	78,507,215
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 581,267,965 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	479,063,217	466,706,525
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	3,032,848	3,191,984
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including \$ certified) (Schedule F, Part 8)	18,429	
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		991,129
20. Derivatives		
21. Payable for securities	1,005,820	269,160
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities		
26. Total liabilities excluding protected cell liabilities (Line 1 through Line 25)	1,562,272,936	1,501,987,883
27. Protected cell liabilities		
28. Total liabilities (Line 26 and Line 27)	1,562,272,936	1,501,987,883
29. Aggregate write-ins for special surplus funds	224,564,966	172,540,329
30. Common capital stock	8,220,000	8,220,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus	67,267,015	67,267,015
35. Unassigned funds (surplus)	877,244,611	844,411,670
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Line 29 to Line 35, less Line 36) (Page 4, Line 39)	1,177,296,592	1,092,439,014
38. Totals (Page 2, Line 28, Column 3)	2,739,569,528	2,594,426,897
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)		
2901. General voluntary reserve	224,564,966	172,540,329
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Line 2901 through Line 2903 plus Line 2998) (Line 29 above)	224,564,966	172,540,329
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Line 3201 through Line 3203 plus Line 3298) (Line 32 above)		

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

STATEMENT OF INCOME

UNDERWRITING INCOME		1	2
		Current Year	Prior Year
1.	Premiums earned (Part 1, Line 35, Column 4)	964,792,508	943,274,017
DEDUCTIONS			
2.	Losses incurred (Part 2, Line 35, Column 7)	491,928,624	471,632,917
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	109,347,546	119,524,224
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2)	349,263,788	323,750,933
5.	Aggregate write-ins for underwriting deductions		
6.	Total underwriting deductions (Line 2 through Line 5)	950,539,958	914,908,074
7.	Net income of protected cells		
8.	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	14,252,550	28,365,943
INVESTMENT INCOME			
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17)	76,117,652	89,760,723
10.	Net realized capital gains (losses) less capital gains tax of \$ 3,473,011 (Exhibit of Capital Gains (Losses))	5,991,117	(2,080,516)
11.	Net investment gain (loss) (Line 9 plus Line 10)	82,108,769	87,680,207
OTHER INCOME			
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 3,478,558 , amount charged off \$ 4,404,983)	(926,425)	(1,027,000)
13.	Finance and service charges not included in premiums	2,672,878	2,979,776
14.	Aggregate write-ins for miscellaneous income	12,751,870	(3,844,939)
15.	Total other income (Line 12 through Line 14)	14,498,323	(1,892,163)
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 8 plus Line 11 plus Line 15)	110,859,642	114,153,987
17.	Dividends to policyholders	1,660,219	1,427,358
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	109,199,423	112,726,629
19.	Federal and foreign income taxes incurred	26,897,174	41,875,910
20.	Net income (Line 18 minus Line 19) (to Line 22)	82,302,249	70,850,719
CAPITAL AND SURPLUS ACCOUNT			
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	1,092,439,014	1,043,041,376
22.	Net income (from Line 20)	82,302,249	70,850,719
23.	Net transfers (to) from Protected Cell accounts		
24.	Change in net unrealized capital gains or (losses) less capital gains tax of \$ 18,048,057	33,976,580	(27,500,742)
25.	Change in net unrealized foreign exchange capital gain (loss)		
26.	Change in net deferred income tax	(1,561,021)	6,389,716
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3)	7,908,199	(342,055)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	(18,429)	
29.	Change in surplus notes		
30.	Surplus (contributed to) withdrawn from protected cells		
31.	Cumulative effect of changes in accounting principles		
32.	Capital changes:		
32.1	Paid in		
32.2	Transferred from surplus (Stock Dividend)		
32.3	Transferred to surplus		
33.	Surplus adjustments:		
33.1	Paid in		
33.2	Transferred to capital (Stock Dividend)		
33.3	Transferred from capital		
34.	Net remittances from or (to) Home Office		
35.	Dividends to stockholders	(37,750,000)	
36.	Change in treasury stock (Page 3, Line 36.1 and Line 36.2, Column 2 minus Column 1)		
37.	Aggregate write-ins for gains and losses in surplus		
38.	Change in surplus as regards policyholders for the year (Line 22 through Line 37)	84,857,578	49,397,638
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	1,177,296,592	1,092,439,014
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598.	Summary of remaining write-ins for Line 5 from overflow page		
0599.	Totals (Line 0501 through Line 0503 plus Line 0598) (Line 5 above)		
1401.	COLI CSV	12,747,776	(3,851,692)
1402.	Net other interest income	4,094	6,753
1403.			
1498.	Summary of remaining write-ins for Line 14 from overflow page		
1499.	Totals (Line 1401 through Line 1403 plus Line 1498) (Line 14 above)	12,751,870	(3,844,939)
3701.			
3702.			
3703.			
3798.	Summary of remaining write-ins for Line 37 from overflow page		
3799.	Totals (Line 3701 through Line 3703 plus Line 3798) (Line 37 above)		

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	967,475,393	952,767,454
2. Net investment income	99,050,953	111,699,296
3. Miscellaneous income	14,498,323	(1,892,164)
4. Total (Line 1 through Line 3)	1,081,024,669	1,062,574,586
5. Benefit and loss related payments	449,482,233	447,028,810
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	459,821,596	431,993,576
8. Dividends paid to policyholders	1,660,219	1,427,358
9. Federal and foreign income taxes paid (recovered) net of \$ 3,473,011 tax on capital gains (losses)	30,524,031	50,838,425
10. Total (Line 5 through Line 9)	941,488,079	931,288,169
11. Net cash from operations (Line 4 minus Line 10)	139,536,590	131,286,417
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	110,447,354	62,800,102
12.2 Stocks	110,950,015	38,286,657
12.3 Mortgage loans		
12.4 Real estate	206,956	
12.5 Other invested assets	24,341,203	20,385,233
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	771,291	89,589
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	246,716,819	121,561,581
13. Cost of investments acquired (long-term only):		
13.1 Bonds	180,270,038	113,918,326
13.2 Stocks	72,172,004	54,461,230
13.3 Mortgage loans		
13.4 Real estate	234,496	
13.5 Other invested assets	65,039,108	78,607,277
13.6 Miscellaneous applications		32,005
13.7 Total investments acquired (Line 13.1 through Line 13.6)	317,715,646	247,018,838
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(70,998,827)	(125,457,257)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds	(12,599,013)	(10,600,540)
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders	37,750,000	
16.6 Other cash provided (applied)	(18,877,410)	6,119,917
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(69,226,423)	(4,480,623)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	(688,660)	1,348,537
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	3,228,366	1,879,829
19.2 End of year (Line 18 plus Line 19.1)	2,539,706	3,228,366
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001		
20.0002		
20.0003		
20.0004		
20.0005		
20.0006		
20.0007		
20.0008		
20.0009		
20.0010		

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Column 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Column 5 Part 1A	4 Premiums Earned During Year (Columns 1 plus 2 minus 3)
1. Fire	8,171,100	4,206,570	4,144,140	8,233,530
2. Allied lines	8,286,052	4,157,480	4,218,237	8,225,295
3. Farmowners multiple peril	34,664,272	16,226,633	16,870,465	34,020,440
4. Homeowners multiple peril	129,985,120	67,465,773	69,451,193	127,999,700
5. Commercial multiple peril	201,071,983	94,788,333	96,701,657	199,158,659
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine	34,359,795	16,577,588	16,175,078	34,762,305
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims-made				
12. Earthquake	1,928,265	1,189,924	1,201,211	1,916,978
13. Group accident and health				
14. Credit accident and health (group and individual)				
15. Other accident and health				
16. Workers' compensation	54,808,273	27,992,783	25,479,351	57,321,705
17.1 Other liability - occurrence	67,312,469	34,145,204	34,909,031	66,548,642
17.2 Other liability - claims-made	810,809	377,430	374,147	814,092
17.3 Excess workers' compensation				
18.1 Products liability - occurrence	1,678,222	827,752	823,021	1,682,953
18.2 Products liability - claims-made				
19.1, 19.2 Private passenger auto liability	102,298,922	51,780,815	53,206,177	100,873,560
19.3, 19.4 Commercial auto liability	130,130,053	60,023,716	61,273,323	128,880,446
21. Auto physical damage	143,072,253	66,688,789	70,192,909	139,568,133
22. Aircraft (all perils)				
23. Fidelity	998,326	662,956	490,360	1,170,922
24. Surety	30,331,266	15,671,559	16,769,762	29,233,063
26. Burglary and theft	122,492	65,618	57,843	130,267
27. Boiler and machinery	(8,372)		(3,442)	(4,930)
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - Nonproportional Assumed Property	24,194,511	3,857,600	3,967,380	24,084,731
32. Reinsurance - Nonproportional Assumed Liability				
33. Reinsurance - Nonproportional Assumed Financial Lines	2,933,392		2,761,374	172,018
34. Aggregate write-ins for other lines of business				
35. TOTALS	977,149,203	466,706,523	479,063,217	964,792,509
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page				
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)				

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A-RECAPITULATION OF ALL PREMIUMS

Line of Business		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned but Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Columns 1 + 2 + 3 + 4
1.	Fire	4,144,140				4,144,140
2.	Allied lines	4,218,237				4,218,237
3.	Farmowners multiple peril	16,870,465				16,870,465
4.	Homeowners multiple peril	69,451,193				69,451,193
5.	Commercial multiple peril	96,701,631	26			96,701,657
6.	Mortgage guaranty					
8.	Ocean marine					
9.	Inland marine	16,175,078				16,175,078
10.	Financial guaranty					
11.1	Medical professional liability - occurrence					
11.2	Medical professional liability - claims-made					
12.	Earthquake	1,201,211				1,201,211
13.	Group accident and health					
14.	Credit accident and health (group and individual)					
15.	Other accident and health					
16.	Workers' compensation	25,478,099	1,252			25,479,351
17.1	Other liability - occurrence	34,909,019	12			34,909,031
17.2	Other liability - claims-made	374,147				374,147
17.3	Excess workers' compensation					
18.1	Products liability - occurrence	805,805	17,216			823,021
18.2	Products liability - claims-made					
19.1, 19.2	Private passenger auto liability	53,206,177				53,206,177
19.3, 19.4	Commercial auto liability	61,273,323				61,273,323
21.	Auto physical damage	70,192,909				70,192,909
22.	Aircraft (all perils)					
23.	Fidelity	448,331	42,029			490,360
24.	Surety	5,168,148	11,601,614			16,769,762
26.	Burglary and theft	57,816	27			57,843
27.	Boiler and machinery	(3,442)				(3,442)
28.	Credit					
29.	International					
30.	Warranty					
31.	Reinsurance - Nonproportional Assumed Property	3,967,380				3,967,380
32.	Reinsurance - Nonproportional Assumed Liability					
33.	Reinsurance - Nonproportional Assumed Financial Lines	2,761,374				2,761,374
34.	Aggregate write-ins for other lines of business					
35.	TOTALS	467,401,041	11,662,176			479,063,217
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through Line 37)					479,063,217
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Summary of remaining write-ins for Line 34 from overflow page					
3499.	Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)					

(a) State here basis of computation used in each case.
Daily Pro-Rata

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B-PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Columns 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	14,647,499	8,171,099	291,444	14,790,032	148,912	8,171,098
2. Allied lines	25,751,584	8,286,053	120,353	14,851,080	11,020,857	8,286,053
3. Farmowners multiple peril	65,971,340	34,664,272		64,193,096	1,778,244	34,664,272
4. Homeowners multiple peril	73,816,761	129,985,120	607,097	70,350,861	4,072,997	129,985,120
5. Commercial multiple peril	352,612,999	201,071,983		331,790,975	20,822,024	201,071,983
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine	52,454,773	34,359,795		51,163,503	1,291,270	34,359,795
10. Financial guaranty						
11.1 Medical professional liability - occurrence						
11.2 Medical professional liability - claims-made						
12. Earthquake	1,859,170	1,928,264		1,422,641	436,529	1,928,264
13. Group accident and health						
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation	66,406,509	54,808,273	420,209	62,391,994	4,434,724	54,808,273
17.1 Other liability - occurrence	122,644,730	67,312,469	1,480	103,729,866	18,916,344	67,312,469
17.2 Other liability - claims-made	2,917,317	810,808		1,311,012	1,606,305	810,808
17.3 Excess workers' compensation						
18.1 Products liability - occurrence	2,867,472	1,678,222		2,867,472		1,678,222
18.2 Products liability - claims-made						
19.1, 19.2 Private passenger auto liability	63,011,767	102,298,922		59,105,343	3,906,424	102,298,922
19.3, 19.4 Commercial auto liability	227,189,572	130,130,053	1,198,209	225,712,954	2,674,828	130,130,052
21. Auto physical damage	135,958,589	143,072,253	8,583	134,990,609	976,563	143,072,253
22. Aircraft (all perils)						
23. Fidelity	1,624,443	998,326		1,624,443		998,326
24. Surety	35,332,220	30,331,266		33,154,888	2,177,332	30,331,266
26. Burglary and theft	199,580	122,493	383	199,963		122,493
27. Boiler and machinery	6,267,163	(8,373)		(15,506)	6,282,668	(8,372)
28. Credit						
29. International						
30. Warranty						
31. Reinsurance - Nonproportional Assumed Property	X X X	24,194,510				24,194,510
32. Reinsurance - Nonproportional Assumed Liability	X X X					
33. Reinsurance - Nonproportional Assumed Financial Lines	X X X	2,933,392				2,933,392
34. Aggregate write-ins for other lines of business						
35. TOTALS	1,251,533,488	977,149,200	2,647,758	1,173,635,226	80,546,021	977,149,199
DETAILS OF WRITE-INS						
3401.						
3402.						
3403.						
3498. Summary of remaining write-ins for Line 34 from overflow page						
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes () No (X)
If yes: 1. The amount of such installment premiums \$
2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5	6	7	8
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 plus 2 minus 3)	Net Losses Unpaid Current Year (Part 2A, Column 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Columns 4 plus 5 minus 6)	Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
1. Fire	5,403,008	2,647,673	5,554,748	2,495,933	684,137	454,059	2,726,011	33.1
2. Allied lines	9,798,357	4,128,572	9,828,518	4,098,411	1,017,857	837,449	4,278,819	52.0
3. Farmowners multiple peril	23,528,154	12,610,482	23,528,154	12,610,482	4,915,219	2,785,523	14,740,178	43.3
4. Homeowners multiple peril	32,985,361	55,003,524	33,245,811	54,743,074	17,462,560	19,631,055	52,574,579	41.1
5. Commercial multiple peril	160,674,795	86,872,488	160,674,795	86,872,488	147,477,246	134,641,252	99,708,482	50.1
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine	30,482,898	12,496,620	30,482,898	12,496,620	10,030,563	3,502,968	19,024,215	54.7
10. Financial guaranty								
11.1 Medical professional liability - occurrence								
11.2 Medical professional liability - claims-made								
12. Earthquake								
13. Group accident and health								
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation	44,404,309	35,388,002	44,879,017	34,913,294	97,247,835	107,723,247	24,437,882	42.6
17.1 Other liability - occurrence	45,694,616	22,344,114	45,694,616	22,344,114	103,671,811	95,021,848	30,994,077	46.6
17.2 Other liability - claims-made	193,500	9,912	193,500	9,912	549,066	545,932	13,046	1.6
17.3 Excess workers' compensation								
18.1 Products liability - occurrence	1,562,566	847,269	1,562,566	847,269	10,738,707	11,606,089	(20,113)	(1.2)
18.2 Products liability - claims-made								
19.1, 19.2 Private passenger auto liability	43,113,921	59,841,778	43,113,921	59,841,778	71,913,865	68,513,134	63,242,509	62.7
19.3, 19.4 Commercial auto liability	136,207,333	75,682,380	136,849,786	75,039,927	168,750,343	147,889,541	95,900,729	74.4
21. Auto physical damage	74,791,595	75,716,812	74,793,071	75,715,336	11,322,933	10,749,107	76,289,162	54.7
22. Aircraft (all perils)					270	270		
23. Fidelity	782,733	420,110	782,733	420,110	3,660,073	1,278,212	2,801,971	239.3
24. Surety	(879,635)	1,650,605	(879,635)	1,650,605	2,379,610	5,199,327	(1,169,112)	(4.0)
26. Burglary and theft	143,506	79,097	143,643	78,960	3,421	25,699	56,682	43.5
27. Boiler and machinery	2,779,785		2,779,785					
28. Credit								
29. International								
30. Warranty								
31. Reinsurance - Nonproportional Assumed Property	X X X	5,303,919		5,303,919	13,991,498	13,017,515	6,277,902	26.1
32. Reinsurance - Nonproportional Assumed Liability	X X X							
33. Reinsurance - Nonproportional Assumed Financial Lines	X X X				51,605		51,605	30.0
34. Aggregate write-ins for other lines of business								
35. TOTALS	611,666,802	451,043,357	613,227,927	449,482,232	665,868,619	623,422,227	491,928,624	51.0
DETAILS OF WRITE-INS								
3401.								
3402.								
3403.								
3498. Summary of remaining write-ins for Line 34 from overflow page								
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred But Not Reported (Columns 1 plus 2 minus 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded	Net Losses Unpaid (Columns 4 plus 5 plus 6 minus 7)	Net Unpaid Loss Adjustment Expenses
1. Fire	960,936	582,119	1,001,944	541,111	259,564	143,026	259,564	684,137	138,098
2. Allied lines	1,042,103	583,400	1,050,716	574,787	794,738	443,070	794,738	1,017,857	141,426
3. Farmowners multiple peril	6,786,647	3,647,239	6,786,647	3,647,239	2,348,111	1,267,980	2,348,111	4,915,219	702,654
4. Homeowners multiple peril	8,503,065	13,249,029	8,638,863	13,113,231	2,392,479	4,349,329	2,392,479	17,462,560	2,764,542
5. Commercial multiple peril	163,284,543	85,793,635	163,284,543	85,793,635	108,997,063	61,683,611	108,997,063	147,477,246	96,013,051
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine	17,739,030	9,059,417	17,739,030	9,059,417	1,459,855	971,145	1,459,855	10,030,562	856,398
10. Financial guaranty									
11.1 Medical professional liability - occurrence									
11.2 Medical professional liability - claims-made									
12. Earthquake									30
13. Group accident and health								(a)	
14. Credit accident and health (group and individual)								(a)	
15. Other accident and health									
16. Workers' compensation	79,723,545	60,358,726	81,710,604	58,371,667	57,024,188	40,136,429	58,284,450	97,247,834	17,092,846
17.1 Other liability - occurrence	55,276,186	29,894,832	55,279,585	29,891,433	131,649,426	73,780,378	131,649,426	103,671,811	27,680,340
17.2 Other liability - claims-made	895,500	485,972	895,500	485,972	116,840	63,094	116,840	549,066	85,405
17.3 Excess workers' compensation									
18.1 Products liability - occurrence	3,914,258	2,205,810	3,914,258	2,205,810	14,531,278	8,532,898	14,531,278	10,738,708	5,382,177
18.2 Products liability - claims-made									
19.1, 19.2 Private passenger auto liability	63,635,106	53,151,386	63,635,106	53,151,386	11,653,708	18,762,479	11,653,708	71,913,865	17,136,474
19.3, 19.4 Commercial auto liability	164,388,956	91,464,882	165,132,375	90,721,463	140,128,499	78,345,009	140,444,628	168,750,343	38,194,950
21. Auto physical damage	4,712,923	4,783,986	4,712,959	4,783,950	7,849,431	6,539,702	7,850,150	11,322,933	1,834,416
22. Aircraft (all perils)		270		270				270	
23. Fidelity	976,328	543,417	976,328	543,417	5,087,754	3,116,656	5,087,754	3,660,073	630,158
24. Surety	303,704	109,360	303,704	109,360	2,750,229	2,270,250	2,750,229	2,379,610	3,214,006
26. Burglary and theft	1,250	746	1,296	700	4,454	2,722	4,454	3,422	605
27. Boiler and machinery	1,183,214		1,183,214						
28. Credit									
29. International									
30. Warranty									
31. Reinsurance - Nonproportional Assumed Property	X X X	2,585,546		2,585,546	X X X	11,405,952		13,991,498	
32. Reinsurance - Nonproportional Assumed Liability	X X X				X X X				
33. Reinsurance - Nonproportional Assumed Financial Lines	X X X				X X X	51,605		51,605	
34. Aggregate write-ins for other lines of business									
35. TOTALS	573,327,294	358,499,772	576,246,672	355,580,394	487,047,617	311,865,335	488,624,727	665,868,619	211,867,576
DETAILS OF WRITE-INS									
3401.									
3402.									
3403.									
3498. Summary of remaining write-ins for Line 34 from overflow page									
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)									

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct	62,988,475			62,988,475
1.2 Reinsurance assumed	38,541,476			38,541,476
1.3 Reinsurance ceded	63,279,529			63,279,529
1.4 Net claim adjustment services (Line 1.1 plus Line 1.2 minus Line 1.3)	38,250,422			38,250,422
2. Commission and brokerage:				
2.1 Direct excluding contingent		173,924,615		173,924,615
2.2 Reinsurance assumed excluding contingent		141,953,169		141,953,169
2.3 Reinsurance ceded excluding contingent		174,325,466		174,325,466
2.4 Contingent - direct		32,217,709		32,217,709
2.5 Contingent - reinsurance assumed		30,343,123		30,343,123
2.6 Contingent - reinsurance ceded		32,217,709		32,217,709
2.7 Policy and membership fees				
2.8 Net commission and brokerage (Line 2.1 plus Line 2.2 minus Line 2.3 plus Line 2.4 plus Line 2.5 minus Line 2.6 plus Line 2.7)		171,895,441		171,895,441
3. Allowances to manager and agents		1,558,546		1,558,546
4. Advertising		1,402,253		1,402,253
5. Boards, bureaus and associations	1,364,289	4,724,612		6,088,901
6. Surveys and underwriting reports		4,480,304		4,480,304
7. Audit of assureds' records		409,231		409,231
8. Salary and related items:				
8.1 Salaries	30,673,744	58,530,424	1,299,466	90,503,634
8.2 Payroll taxes	2,214,479	4,074,441	77,147	6,366,067
9. Employee relations and welfare	9,429,903	16,682,934	399,557	26,512,394
10. Insurance	537	1,618,186	(62)	1,618,661
11. Directors' fees				
12. Travel and travel items	2,095,273	3,409,142	30,357	5,534,772
13. Rent and rent items	2,818,528	6,041,006	78,469	8,938,003
14. Equipment	416,481	1,522,374	(3,025)	1,935,830
15. Cost or depreciation of EDP equipment and software	5,145,916	2,846,966	11,576	8,004,458
16. Printing and stationery	248,772	883,204	12,812	1,144,788
17. Postage, telephone and telegraph, exchange and express	741,792	2,567,724	126,327	3,435,843
18. Legal and auditing	392,626	2,581,012	130,787	3,104,425
19. Totals (Line 3 through Line 18)	55,542,340	113,332,359	2,163,411	171,038,110
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ 26,144		20,160,189		20,160,189
20.2 Insurance department licenses and fees		819,569		819,569
20.3 Gross guaranty association assessments		(28,790)		(28,790)
20.4 All other (excluding federal and foreign income and real estate)		894,973		894,973
20.5 Total taxes, licenses and fees (Line 20.1 plus Line 20.2 plus Line 20.3 plus Line 20.4)		21,845,941		21,845,941
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	15,554,784	42,190,047	1,175,441	58,920,272
25. Total expenses incurred	109,347,546	349,263,788	3,338,852	(a) 461,950,186
26. Less unpaid expenses - current year	211,867,576	105,216,486	3,468,147	320,552,209
27. Add unpaid expenses - prior year	211,329,748	106,964,576	3,236,961	321,531,285
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Line 25 minus Line 26 plus Line 27 minus Line 28 plus Line 29)	108,809,718	351,011,878	3,107,666	462,929,262
DETAILS OF WRITE-INS				
2401. Electronic data processing service	7,349,425	28,389,297	473,629	36,212,351
2402. Management fee	2,155,504	6,534,917	623,427	9,313,848
2403. Donations		5,602,949		5,602,949
2498. Summary of remaining write-ins for Line 24 from overflow page	6,049,855	1,662,884	78,385	7,791,124
2499. Totals (Line 2401 through Line 2403 plus Line 2498) (Line 24 above)	15,554,784	42,190,047	1,175,441	58,920,272

(a) Includes management fees of \$ 9,313,848 to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U. S. Government bonds	(a) 9,859,261	9,560,787
1.1 Bonds exempt from U. S. tax	(a) 5,394,162	5,758,047
1.2 Other bonds (unaffiliated)	(a) 34,854,628	34,849,443
1.3 Bonds of affiliates		
2.1 Preferred stocks (unaffiliated)	(b) 25,704	25,704
2.11 Preferred stocks of affiliates	(b) 259,503	259,503
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates	22,092,105	22,185,675
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 12,069	12,069
7. Derivative instruments	(f)	
8. Other invested assets	7,314,441	7,314,441
9. Aggregate write-ins for investment income	236,974	236,083
10. Total gross investment income	80,048,847	80,201,752
11. Investment expenses		(g) 3,338,852
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h) 745,248
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		4,084,100
17. Net investment income (Line 10 minus Line 16)		76,117,652
DETAILS OF WRITE-INS		
0901. Westfield Credit Corp Loan	236,974	236,083
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	236,974	236,083
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		
(a) Includes \$ 242,633 accrual of discount less \$ 23,098,544 amortization of premium and less \$ 871,035 paid for accrued interest on purchases.	(f) Includes \$ accrual of discount less \$ amortization of premium.	
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.	(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.	
(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.	(h) Includes \$ interest on surplus notes and \$ interest on capital notes.	
(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.	(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.	
(e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.		

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U. S. Government bonds					
1.1 Bonds exempt from U. S. tax	375,970		375,970		
1.2 Other bonds (unaffiliated)	1,031,739		1,031,739		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)	130,879	(90,240)	40,639		
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	12,774,629	(2,512,314)	10,262,315	44,066,108	
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate	(8,780)	(18,760)	(27,540)		
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets	1,166,325	(3,385,320)	(2,218,995)	7,958,529	
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	15,470,762	(6,006,634)	9,464,128	52,024,637	
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)					

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1) , cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Line 1 to Line 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	5,250,028	5,180,974	(69,054)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	114,061	105,845	(8,216)
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	44,695,770	52,681,239	7,985,469
21. Furniture and equipment, including health care delivery assets			
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other-than-invested assets			
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	50,059,859	57,968,058	7,908,199
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Line 26 and Line 27)	50,059,859	57,968,058	7,908,199
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)			
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)			

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

General Notes

1. Summary of Significant Accounting Policies and Going Concern -

A. Accounting Practices

The financial statements of Westfield Insurance Company (the 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 (SAP) 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.

The Company has not implemented any prescribed or permitted accounting practices by the State of Ohio that differ from those found in NAIC SAP.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below:

	SSAP #	F/S Page	F/S Line #	2016	2015
NET INCOME					
(1) Westfield Insurance Company state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 82,302,249	\$ 70,850,719
(2) State Prescribed Practices that increase / (decrease) NAIC SAP				0	0
(3) State Permitted Practices that increase / (decrease) NAIC SAP				0	0
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	<u>\$ 82,302,249</u>	<u>\$ 70,850,719</u>
SURPLUS					
(5) Westfield Insurance Company state basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 1,177,296,592	\$ 1,092,439,014
(6) State Prescribed Practices that increase / (decrease) NAIC SAP				0	0
(7) State Permitted Practices that increase / (decrease) NAIC SAP				0	0
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	<u>\$ 1,177,296,592</u>	<u>\$ 1,092,439,014</u>

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

The preparation of financial statements in conformity with SAP 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 Policy

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance.

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

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are reported in the same manner as similar long-term investments per Statements of Statutory Accounting Principles (SSAP) No. 2.
- (2) Bonds not backed by other loans are stated at amortized cost using the scientific interest method per SSAP No. 26.
- (3) Common stocks are stated at market per SSAP No. 30, except for investments in stocks of uncombined subsidiaries in which the Company has an interest of 20% or more, which are carried on the equity basis per SSAP No. 97.
- (4) Redeemable preferred stocks, which have underlying characteristics of debt, are stated at amortized cost. Perpetual preferred stocks are stated at cost. Preferred stocks with NAIC designations 3 - 6 are stated at the lower of cost, amortized cost, or fair value in accordance with SSAP No. 32.
- (5) The Company does not hold any mortgage loans.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities. If a security has been written down due to an other-than-temporary impairment, the prospective adjustment method is used subsequent to the loss recognition in accordance with SSAP No. 43R.
- (7) The Company has no subsidiaries, controlled or affiliated company investments as of December 31, 2016.
- (8) The Company has non-controlling ownership interests in partnerships. Those with underlying characteristics of common stock are carried at market value per SSAP No. 30. The remaining partnership investments are in private limited partnerships which are recorded at cost and adjusted for the Company's proportional share of the entity's audited GAAP earnings and other equity adjustments less any distributions received per SSAP No. 48.
- (9) The Company does not invest in derivative instruments.
- (10) The Company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums.
- (11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily 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 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. The Company has limited exposure to asbestos and environmental claims and management believes the reserve for such claims is adequate.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Pharmaceutical rebate receivables are applicable to health insurance entities. The Company does not offer health insurance policies.

D. Going Concern

Management continuously monitors the Company's financial results and compliance with regulatory requirements and finds no reason to expect the Company to not continue as a going concern.

2. Accounting Changes and Corrections of Errors-

The Company did not have any material changes in accounting principles or correction of errors during the year.

3. Business Combinations and Goodwill- Not applicable

4. Discontinued Operations-

No events or transactions occurred during the year that would give rise to discontinued operations.

5. Investments-

A. Mortgage Loans, including Mezzanine Real Estate Loans

The Company does not invest in mortgage loans. No mezzanine real estate loans are held.

B. Debt Restructuring

The Company is not a creditor for any loans that have been restructured.

C. Reverse Mortgages

The Company does not invest in reverse mortgages.

D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi class mortgage-backed / asset-backed securities were obtained from broker dealer survey values or internal estimates. The Company used Interactive Data Corp. in determining the market value of its loan-backed securities.

(2-3) No other-than-temporary impairments have been recognized on loan-backed securities.

(4) Impaired loan-backed securities for which an other-than-temporary impairment has not been recognized as of December 31, 2016 are summarized below:

Less than 12 Months		12 Months or Longer		Total	
Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
\$ 111,033,180	\$ (2,884,490)	\$ 0	\$ 0	\$ 111,033,180	\$ (2,884,490)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

- (5) In concluding that the impairments are not other-than-temporary, the Company has considered the following general categories of information:
- Length of time and extent to which the fair value has been less than cost
 - Issuer credit quality
 - Industry sector considerations
 - General interest rate environment
 - Probability of collecting future cash flows
- E. Repurchase Agreements and/or Securities Lending Transactions
The Company does not have any investments in repurchase agreements or securities lending.
- F. Real Estate
- (1) a. On April 8, 2016, the Company purchased a real estate asset with the intent to resell on the open market. At the time of purchase, the Company impaired the value of the asset and classified it as "held for sale". The amount of impairment was based on historical resale experience and current market conditions.
- b. The Company determines a fair value based on market appraisals, adjusted for average selling costs, and market conditions. The Company recorded the following impairment total during 2016.

Parcel	Description			Fair Value	Impairment
9707	DWELLING & LAND	West Hartford	CT	\$ 215,736	\$ 18,760
				Total	\$ 18,760

- c. The aggregate impairment loss is reported under the Statement of Income, line 10, "Net realized capital gains (losses) less capital gains tax".
- (2) a. On June 9, 2016, the Company sold the asset and recorded the following relocation related real estate sale transaction.

Parcel	Description			Disposal Date	Realized Profit (Loss) on Sale
9707	DWELLING & LAND	West Hartford	CT	06/09/2016	\$ (27,540)
				Total	\$ (27,540)

- b. The aggregate gain/ (loss) is reported under the Statement of Income, line 10, "Net realized capital gains (losses) less capital gains tax".
- (3) Changes to Plan of Sale- Not applicable
- (4) Retail Land Sales Operations- Not applicable
- (5) Real Estate Investments with Participating Mortgage Loan Features- Not applicable
- G. Investments in low-income housing tax credits (LIHTC)
The Company does not invest in any low income housing which qualifies for tax credits.
- H. Restricted Assets
- (1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted										Current Year			
	Current Year					6	7	8	9	Percentage				
	1	2	3	4	5					10	11			
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase / (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)			
a. Subject to contractual obligation for which liability is not shown	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0.00%	0.00%			
b. Collateral held under security lending agreements	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
c. Subject to repurchase agreements	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
d. Subject to reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
e. Subject to dollar repurchase agreements	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
f. Subject to dollar reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
g. Placed under option contracts	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
h. Letter stock or securities restricted as to sale -														
i. FHLB capital stock	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
j. FHLB capital stock	5,685,900	0	0	0	5,685,900	5,615,800	70,100	0	5,685,900	0.20%	0.21%			
k. On deposit with states	7,296,128	0	0	0	7,296,128	11,805,481	(4,509,353)	0	7,296,128	0.26%	0.27%			
l. On deposit with other regulatory bodies	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
m. Pledged as collateral to FHLB (including assets backing funding agreements)	133,857,257	0	0	0	133,857,257	159,135,758	(25,278,501)	0	133,857,257	4.80%	4.89%			
n. Pledged as collateral not captured in other categories	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
o. Other restricted assets	0	0	0	0	0	0	0	0	0	0.00%	0.00%			
p. Total Restricted Assets	\$ 146,839,285	\$ 0	\$ 0	\$ 0	\$ 146,839,285	\$ 176,557,039	\$ (29,717,754)	\$ 0	\$ 146,839,285	5.26%	5.37%			
(a) Subset of column 1														
(b) Subset of column 3														
(c) Column 5 divided by Asset Page, Column 1, Line 28														
(d) Column 9 divided by Asset Page, Column 3, Line 28														

- (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
- (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
The Company does not hold any working capital finance investments.
- J. Offsetting and Netting of Assets and Liabilities
The Company does not hold any investments involving offsetting and netting of assets and liabilities.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

- K. Structured Notes
Structured notes held by the Company as of December 31, 2016 are summarized below:

CUSIP Identification	Actual Cost	Fair Value	Book / Adjusted Carry Value	Mortgage- Referenced Security (YES / NO)
06053E888	\$3,000,000	\$3,600,000	\$ 3,000,000	NO
Total	\$3,000,000	\$3,600,000	\$ 3,000,000	XXX

- L. 5* Securities
5* securities held by the Company as of December 31, 2016 are summarized below:

Investment	Number of 5* Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds - AC	1	0	\$ 9,396,123	\$ 0	\$ 9,396,123	\$ 0
(2) Bonds - FV	0	0	0	0	0	0
(3) LB&SS - AC	0	0	0	0	0	0
(4) LB&SS - FV	0	0	0	0	0	0
(5) Preferred Stock - AC	0	0	0	0	0	0
(6) Preferred Stock - FV	0	0	0	0	0	0
(7) Total (1+2+3+4+5+6)	1	0	\$ 9,396,123	\$ 0	\$ 9,396,123	\$ 0

AC - Amortized Cost FV - Fair Value

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 recognized an impairment of \$579,005 on its investment in New York Life Investment Management Mezzanine Partners II, LP. The impairment amount recognized represents the Company's pro rata share of three underlying investments which the partnership has written down.
- The Company recognized an impairment of \$232,968 on its investment in Northstar Mezzanine Capital Partners V, LP. The impairment amount recognized represents the Company's pro rata share of an underlying investment which the partnership has written down.
- The Company recognized an impairment of \$531,864 on its investment in Brookside Mezzanine Fund III, LP. The impairment amount recognized represents the Company's pro rata share of an underlying investment which the partnership has written down.
- The Company recognized an impairment of \$133,214 on its investment in IDG Ventures USA III, LP. The impairment amount recognized represents the Company's pro rata share of an underlying investment which the partnership has written down.
7. Investment Income-
- The Company did not exclude any due and accrued income from surplus.
8. Derivative Instruments-
- The Company does not hold derivative instruments.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

9. Income Taxes-
- A The components of the net deferred tax assets/ (liability) for the current reporting period are as follows:

1

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustment
- (c) Adjusted gross deferred tax assets (1a-1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax asset (1c-1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/ (Net admitted deferred tax liability) (1e-1f)

12/31/2016		
(1)	(2)	(3)
Ordinary	Capital	(Col 1 + 2) Total
\$ 88,197,541	\$ 13,993,731	\$ 102,191,272
0	0	0
88,197,541	13,993,731	102,191,272
0	0	0
88,197,541	13,993,731	102,191,272
44,160,445	82,903,416	127,063,861
\$ 44,037,096	\$ (68,909,685)	\$ (24,872,589)

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustment
- (c) Adjusted gross deferred tax assets (1a-1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax asset (1c-1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/ (Net admitted deferred tax liability) (1e-1f)

12/31/2015		
(4)	(5)	(6)
Ordinary	Capital	(Col 4 + 5) Total
\$ 82,880,074	\$ 17,104,630	\$ 99,984,704
0	0	0
82,880,074	17,104,630	99,984,704
0	0	0
82,880,074	17,104,630	99,984,704
41,249,427	63,998,788	105,248,215
\$ 41,630,647	\$ (46,894,158)	\$ (5,263,511)

- (a) Gross deferred tax assets
- (b) Statutory valuation allowance adjustment
- (c) Adjusted gross deferred tax assets (1a-1b)
- (d) Deferred tax assets nonadmitted
- (e) Subtotal net admitted deferred tax asset (1c-1d)
- (f) Deferred tax liabilities
- (g) Net admitted deferred tax asset/ (Net admitted deferred tax liability) (1e-1f)

Change		
(7)	(8)	(9)
(Col 1 - 4) Ordinary	(Col 2 - 5) Capital	(Col 7 + 8) Total
\$ 5,317,467	\$ (3,110,899)	\$ 2,206,568
0	0	0
5,317,467	(3,110,899)	2,206,568
0	0	0
5,317,467	(3,110,899)	2,206,568
2,911,018	18,904,628	21,815,646
\$ 2,406,449	\$ (22,015,527)	\$ (19,609,078)

- 2 Admission calculation components SSAP No. 101:

- (a) Federal Income taxes paid in prior years recoverable through loss carrybacks
- (b) Adjusted gross DTA expected to be realized (excluding the amount of DTA from 2 (a) above) after application of the threshold limitation (lesser of 2 (b) 1 and 2 (b) 2 below)
- 1 Adjusted gross DTA expected to be realized following BS date
- 2 Adjusted gross DTA allowed per limitation threshold
- (c) Adjusted gross DTA (excluding the amount of DTA from 2 (a) and 2 (b) above) offset by gross DTL
- (d) Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2 (a) +2 (b) +2 (c))

12/31/2016		
(1)	(2)	(3)
Ordinary	Capital	(Col 1 + 2) Total
\$ 67,456,768	\$ 3,936,033	\$ 71,392,801
3,116,437	0	3,116,437
3,116,437	0	3,116,437
XXX	XXX	176,594,489
17,624,336	10,057,698	27,682,034
\$ 88,197,541	\$ 13,993,731	\$ 102,191,272

- (a) Federal Income taxes paid in prior years recoverable through loss carrybacks
- (b) Adjusted gross DTA expected to be realized (excluding the amount of DTA from 2 (a) above) after application of the threshold limitation (lesser of 2 (b) 1 and 2 (b) 2 below)
- 1 Adjusted gross DTA expected to be realized following BS date
- 2 Adjusted gross DTA allowed per limitation threshold
- (c) Adjusted gross DTA (excluding the amount of DTA from 2 (a) and 2 (b) above) offset by gross DTL
- (d) Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2 (a) +2 (b) +2 (c))

12/31/2015		
(4)	(5)	(6)
Ordinary	Capital	(Col 4 + 5) Total
\$ 50,320,412	\$ 9,698,176	\$ 60,018,588
11,623,781	0	11,623,781
11,623,781	0	11,623,781
XXX	XXX	155,963,666
(556,173)	28,898,241	28,342,068
\$ 61,388,020	\$ 38,596,417	\$ 99,984,437

- (a) Federal Income taxes paid in prior years recoverable through loss carrybacks
- (b) Adjusted gross DTA expected to be realized (excluding the amount of DTA from 2 (a) above) after application of the threshold limitation (lesser of 2 (b) 1 and 2 (b) 2 below)
- 1 Adjusted gross DTA expected to be realized following BS date
- 2 Adjusted gross DTA allowed per limitation threshold
- (c) Adjusted gross DTA (excluding the amount of DTA from 2 (a) and 2 (b) above) offset by gross DTL
- (d) Deferred tax assets admitted as the result of application of SSAP No. 101. Total (2 (a) +2 (b) +2 (c))

Change		
(7)	(8)	(9)
(Col 1 - 4) Ordinary	(Col 2 - 5) Capital	(Col 7 + 8) Total
\$ 17,136,356	\$ (5,762,143)	\$ 11,374,213
(8,507,344)	0	(8,507,344)
(8,507,344)	0	(8,507,344)
XXX	XXX	20,630,823
18,180,509	(18,840,543)	(660,034)
\$ 26,809,521	\$ (24,602,686)	\$ 2,206,835

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

3		2016	2015
(a)	Ratio percentage used to determine recovery period and threshold limitation amount	921.6%	932.4%
(b)	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2 (b) 2 above	\$ 1,177,296,592	\$ 1,039,757,775

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			
	(1) Ordinary Percent	(2) Capital Percent	(3) (Col 1 + 2) Total Percent
1 Adjusted gross DTAs amounts from note 9A1 (c)	\$ 88,197,541	\$ 13,993,731	\$ 102,191,272
2 Percentage of adjusted gross DTAs attributable to the impact of tax planning strategies	0.0%	0.0%	0.0%
3 Net admitted adjusted gross DTAs amount from note 9A1 (e)	\$ 88,197,541	\$ 13,993,731	\$ 102,191,272
4 Percentage of net admitted adjusted gross DTAs admitted because of the impact of tax planning strategies	0.0%	0.0%	0.0%

				12/31/2015				
				(4)	(5)	(6)		
				Ordinary	Capital	(Col 4 + 5)		
				Percent	Percent	Total		
				Percent		Percent		
1	Adjusted gross DTAs amounts from note 9A1 (c)		\$	82,880,074	\$	17,104,630	\$	99,984,704
2	Percentage of adjusted gross DTAs attributable to the impact of tax planning strategies			0.0%		0.0%		0.0%
3	Net admitted adjusted gross DTAs amount from note 9A1 (e)		\$	82,880,074	\$	17,104,630	\$	99,984,704
4	Percentage of net admitted adjusted gross DTAs admitted because of the impact of tax planning strategies			0.0%		0.0%		0.0%

		Change		
		(7) (Col 1 - 4) Ordinary Percent	(8) (Col 2 - 5) Capital Percent	(9) (Col 7 + 8) Total Percent
1	Adjusted gross DTAs amounts from note 9A1 (c)	\$ 5,317,467	\$ (3,110,899)	\$ 2,206,568
2	Percentage of adjusted gross DTAs attributable to the impact of tax planning strategies	0.0%	0.0%	0.0%
3	Net admitted adjusted gross DTAs amount from note 9A1 (e)	\$ 5,317,467	\$ (3,110,899)	\$ 2,206,568
4	Percentage of net admitted adjusted gross DTAs admitted because of the impact of tax planning strategies	0.0%	0.0%	0.0%

(b) Does the Company's tax planning strategies include the use of reinsurance? Yes _____ No X

B Deferred tax liabilities that are not recognized:

There are no temporary differences for which deferred tax liabilities are not recognized.

C

1 Current income taxes incurred consist of the following major components:

(a) Federal	\$ 29,936,917	\$ 39,505,605	\$ (9,568,688)
(b) Foreign	107,160	108,648	(1,488)
(c) Subtotal	30,044,077	39,614,253	(9,570,176)
(d) Federal income tax on net capital gain	(3,473,011)	1,120,278	(4,593,289)
(e) Utilization of capital loss carryforward	0	0	0
(f) Other	326,108	1,141,379	(815,271)
(g) Federal and foreign income taxes incurred	\$ 26,897,174	\$ 41,875,910	\$ (14,978,736)

2 The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

	(1)	(2)	(Col 1 - 2)
	12/31/2016	12/31/2015	Change
Deferred tax assets:			
(a) Ordinary deferred tax assets:			
1 Discounting of Unpaid Losses	\$ 10,404,660	\$ 10,825,889	\$ (421,229)
2 Unearned premium reserve	34,610,375	33,745,407	864,968
3 Investments	14,525	14,525	0
4 Guarantee fund accrual	0	0	0
5 Salvage and subrogation	6,731,047	6,123,729	607,318
6 Fixed assets	25,493,671	21,492,053	4,001,618
7 Compensation and Benefits Accrual	0	0	0
8 Pension accrual	10,877,408	10,593,539	283,869
9 Other assets (including item <5% of total)	65,855	84,932	(19,077)
(99) Subtotal	88,197,541	82,880,074	5,317,467
(b) Statutory valuation allowance adjustment	0	0	0
(c) Nonadmitted ordinary deferred tax assets	0	0	0
(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	88,197,541	82,880,074	5,317,467
(e) Capital deferred tax assets:			
1 Investments	11,175,221	13,715,826	(2,540,605)
2 Net capital loss carryforward	0	0	0
3 Fixed assets	0	0	0
4 Other assets (including item <5% of total)	2,818,510	3,388,804	(570,294)
(99) Subtotal	13,993,731	17,104,630	(3,110,899)
(f) Statutory valuation allowance adjustment	0	0	0
(g) Nonadmitted capital deferred tax assets	0	0	0
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	13,993,731	17,104,630	(3,110,899)
(i) Admitted deferred tax assets (2d + 2h)	\$ 102,191,272	\$ 99,984,704	\$ 2,206,568

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

3	Deferred tax liabilities:			
	(a) Ordinary deferred tax liabilities			
	1 Investments	\$ 153,780	\$ 348,015	\$ (194,235)
	2 Fixed assets	37,779,536	36,261,495	1,518,041
	3 Deferred and uncollected premiums	4,856,841	3,177,909	1,678,932
	4 Deferred compensation	0	0	0
	5 Other liabilities (including item <5% of total)	1,370,288	1,462,008	(91,720)
	(99) Subtotal	44,160,445	41,249,427	2,911,018
	(b) Capital deferred tax liabilities			
	1 Unrealized gain/ (losses)	81,035,188	62,987,131	18,048,057
	2 Investments	1,868,228	1,011,657	856,571
	3 Real estate	0	0	0
	4 Other liabilities (including item <5% of total)	0	0	0
	(99) Subtotal	82,903,416	63,998,788	18,904,628
	(c) Deferred tax liabilities (3a99 + 3b99)	\$ 127,063,861	\$ 105,248,215	\$ 21,815,646
4	Net admitted deferred tax asset/ (liability) (2i - 3c)	\$ (24,872,589)	\$ (5,263,511)	\$ (19,609,078)

5 The change in deferred income taxes reported in surplus before consideration of nonadmitted assets is comprised of the following components:

	12/31/2016	12/31/2015	Change
Net deferred tax asset (liability)	\$ (24,872,589)	\$ (5,263,511)	\$ (19,609,078)
Tax-effect of unrealized gains and losses	(81,035,188)	(62,987,131)	(18,048,057)
Net tax effect without unrealized gains and losses	\$ 56,162,599	\$ 57,723,620	\$ (1,561,021)
Change in deferred income tax			\$ (1,561,021)

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

	12/31/2016	12/31/2015
1 Income taxes incurred , gross of capital gains tax (benefit)	\$ 30,370,185	\$ 40,755,632
2 Change in deferred income tax (without tax on unrealized gains and losses)	1,561,021	(6,389,716)
3 Total income tax reported	\$ 31,931,206	\$ 34,365,916
4 Statutory income before taxes, gross of capital gains tax (benefit)	112,672,434	111,606,351
	35%	35%
5 Expected income tax expense (benefit) at 35% statutory rate	39,435,352	39,062,223
6 Increase (decrease) in actual tax reported resulting from:		
a. Dividend received deduction	\$ (2,774,957)	\$ (2,561,971)
b. Nondeductible expenses for meals, penalties, and lobbying	446,821	312,725
c. Tax exempt income	(6,876,994)	(1,129,278)
d. Prior period adjustment	432,904	37,485
e. Deferred tax benefit (expense) on nonadmitted assets	881,630	(1,542,232)
f. Deferred tax benefit (expense) on retirement liability	0	0
g. Appreciation on donated property	0	0
h. IRC 832 (b) (5) adjustment	764,911	726,082
i. Other	(378,461)	(539,118)
7 Total federal income tax reported	\$ 31,931,206	\$ 34,365,916

E Operating loss carryforward

- 1 As of the end of the current period , there are no operating loss or tax credit carryforwards available for tax purposes.
- 2 The amount of federal income taxes incurred that are available for recoupment in the event of future net losses are:

	Ordinary	Capital	Total
2016	\$ 26,463,906	\$ 3,473,011	\$ 29,936,917
2015	\$ 40,992,862	\$ 0	\$ 40,992,862
2014	\$ 0	\$ 7,423,488	\$ 7,423,488

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

F Consolidated Federal Income Tax Return

1 The Company's federal income tax return is consolidated with its affiliates. Ohio Farmers Insurance Company (OFIC) is the parent company of the consolidated return. The following subsidiaries will be included in the consolidated federal income tax return:

Westfield Insurance Company	Westfield Services, Inc.
Westfield National Insurance Company	Westfield Bancorp., Inc.
American Select Insurance Company	Westfield Bank, FSB
Old Guard Insurance Company	Westfield Credit Corp.
Westfield Management Company	COIN Financial, Inc.

2 Each company in the consolidation has agreed to share any tax or recovery of tax based on their individual taxable income or loss. Each company's current taxable income or loss will be adjusted by any prior taxable income or loss which can be carried forward to the current year.

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

A. The Company is owned and operated by its parent company , OFIC .

B. On June 14, 2016, Westfield Bancorp, Inc. redeemed its 18,875 shares of preferred stock held by the Company for \$37,750,000.

On June 14, 2016, the Company paid a common stock dividend to its parent , OFIC , in the amount of \$37,750,000.

On June 9, 2016, the Company and Westfield Bank FSB ("Bank") executed a fixed term loan participation agreement in the amount of \$9,798,806. As the named participant , the Company's percentage of participation interest was 89.1% of the total loan amount of \$10,998,806. The Company may sell , transfer , encumber or assign any of its rights or responsibilities under the agreement without the prior consent of Bank .

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

The Company received preferred dividend distributions from Westfield Bancorp, Inc. as follows:

June 13, 2016	\$ 93,858
March 17, 2016	165,645
December 17, 2015	130,356
September 17, 2015	155,096
June 18, 2015	128,940
March 19, 2015	153,586

- C. The Company has made no changes in methods of establishing terms.
- D. Affiliated Balances due to and from the Company at 12/31/2016 and 12/31/2015 respectively were:

	12/31/2016	12/31/2015
Ohio Farmers Insurance Company	\$ 10,934,140	\$ 0
Westfield Credit Corp.*	53,004,740	56,005,631
Affiliated Receivable	\$ 63,938,880	\$ 56,005,631
Ohio Farmers Insurance Company	\$ 0	\$ 991,129
Affiliated Payable	\$ 0	\$ 991,129

*Westfield Credit Corp. is not part of the intercompany pooling arrangement.

Every ninety (90) days the affiliated balances are reviewed and settled in either cash or the transfer of securities.

- E. Guarantees or Undertakings, Written or Otherwise
The Company has given commitments to affiliated companies. The details of these commitments are described in Note 14 A-1.
- F. The Company does not have any management or non-GAAP cost sharing arrangements with any affiliated insurers.
- G. The Company is owned and operated by its parent company, OFIC.
- H. The Company holds no shares of an upstream parent.
- I. The Company did not have any investments in subsidiaries or affiliates that exceeded 10% of its admitted assets.
- J. The Company did not recognize any impairment write down for its investments in Subsidiary, Controlled or Affiliated Companies during the statement period.
- K. The Company has no investment in a foreign insurance subsidiary.
- L. The Company does not hold an investment in a downstream non-insurance holding company.
- M. All SCA Investments
The Company did not have any investments in Subsidiary, Controlled or Affiliated Companies.
- N. Investment in Insurance SCAs- Not applicable

11. Debt-

- A. Holding Company Obligations- Not applicable
- B. Federal Home Loan Bank Agreements (FHLB)
- (1) The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, the Company has borrowed funds in the form of both revolving lines of credit and fixed term LIBOR based advance instruments. It is part of the Company's strategy to utilize these funds for general business purposes. The Company has determined the maximum borrowing capacity to be \$143,655,766 based on the FHLB Additional Borrowing Capacity statement published at the time of this report.
- (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	\$ 0	\$ 0	\$ 0
(b) Membership Stock - Class B	3,113,311	3,113,311	0
(c) Activity Stock	2,572,589	2,572,589	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	5,685,900	5,685,900	0
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	141,984,005	XXX	XXX

2. Prior Year-end

	1 Total 2+3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock - Class A	\$ 0	\$ 0	\$ 0
(b) Membership Stock - Class B	3,043,265	3,043,265	0
(c) Activity Stock	2,572,535	2,572,535	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	5,615,800	5,615,800	0
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	170,183,069	XXX	XXX

b. Membership Stock (Class A and B) Eligible for Redemption

Membership Stock	Current Year Total	Not Eligible for Redemption	Less Than 6 Months	6 months to Less Than 1 Year	1 to Less Than 3 Years	3 to 5 Years
1. Class A	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2. Class B	3,113,311	3,113,311	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

1. Current Year Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	\$ 148,882,968	\$ 133,857,257	\$ 65,900,000

2. Current Year General Account

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	\$ 148,882,968	\$ 133,857,257	\$ 65,900,000

3. Current Year Protected Cell Accounts - Not applicable

4. Prior Year-end Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	\$ 177,535,175	\$ 159,135,758	\$ 78,500,000

b. Maximum Amount Pledged During Reporting Period

1. Current Year Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	\$ 180,581,585	\$ 143,595,000	\$ 78,500,000

2. Current Year General Account

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	\$ 180,581,585	\$ 143,595,000	\$ 78,500,000

3. Current Year Protected Cell Accounts - Not applicable

4. Prior Year-end Total General and Protected Cell Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	\$ 179,668,463	\$ 159,564,104	\$ 83,900,000

(4) Borrowing from FHLB

a. Amount as of the Reporting Date

1. Current Year

	1 Total 2+3	2 General Account	3 Protected Cell Accounts	4 Funding Agreements Reserves Established
(a) Debt	\$ 65,900,000	\$ 65,900,000	\$ 0	XXX
(b) Funding Agreements	0	0	0	0
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	65,900,000	65,900,000	0	0

2. Prior Year-end

	1 Total 2+3	2 General Account	3 Protected Cell Accounts	4 Funding Agreements Reserves Established
(a) Debt	\$ 78,500,000	\$ 78,500,000	\$ 0	XXX
(b) Funding Agreements	0	0	0	0
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	78,500,000	78,500,000	0	0

b. Maximum Amount during Reporting Period (Current Year)

	1 Total 2+3	2 General Account	3 Protected Cell Accounts
1. Debt	\$ 78,500,000	\$ 78,500,000	\$ 0
2. Funding Agreements	0	0	0
3. Other	0	0	0
4. Aggregate Total (Lines 1+2+3)	78,500,000	78,500,000	0

Does the company have prepayment obligations under the following arrangements (YES/NO) ?

c. FHLB - Prepayment Obligations

1. Debt
2. Funding Agreements
3. Other
- No
- Not applicable
- Not applicable

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

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

A. Defined Benefit Pension Plan and Postretirement (Other) Benefit Plans

The Company's parent, OFIC, sponsors a non-contributory defined benefit pension plan covering U. S. employees. As of December 31, 2016, there was accrued, in accordance with actuarially determined amounts with an offset to the pension cost accrual for the incremental asset amortization, amounts representing the present value of future benefit obligations.

A summary of assets, obligations and assumptions of the Pension and Other Postretirement Benefit Plans is as follows at December 31, 2016 and 2015:

(1) Change in benefit obligation

a. Pension Benefits

	Overfunded		Underfunded	
	2016	2015	2016	2015
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 393,075,422	\$ 402,180,271
2. Service cost	0	0	12,731,705	13,375,654
3. Interest cost	0	0	18,804,532	17,605,281
4. Contribution by plan participants	0	0	0	0
5. Actuarial (gain) loss	0	0	21,836,924	(27,705,280)
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	(13,121,798)	(12,380,504)
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 433,326,785	\$ 393,075,422

b. Postretirement Benefits

	Overfunded		Underfunded	
	2016	2015	2016	2015
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 39,221,158	\$ 41,474,321
2. Service cost	0	0	812,666	926,940
3. Interest cost	0	0	1,781,121	1,732,127
4. Contribution by plan participants	0	0	1,559,633	1,433,849
5. Actuarial (gain) loss	0	0	2,521,726	(2,685,245)
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	(3,964,843)	(3,660,834)
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 41,931,461	\$ 39,221,158

c. Nonqualified Benefits

	Overfunded		Underfunded	
	2016	2015	2016	2015
1. Benefit obligation at beginning of year	\$ 0	\$ 0	\$ 83,998,588	\$ 74,198,334
2. Service cost	0	0	1,607,070	14,104,622
3. Interest cost	0	0	3,890,358	3,660,110
4. Contribution by plan participants	0	0	0	0
5. Actuarial (gain) loss	0	0	4,950,046	(3,501,056)
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	(5,129,689)	(4,463,422)
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	\$ 0	\$ 0	\$ 89,316,373	\$ 83,998,588

(2) Change in plan assets

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
a. Fair value of plan assets at beginning of year	\$ 322,473,675	\$ 327,296,652	\$ 28,622,308	\$ 31,109,814	\$ 0	\$ 0
b. Actual return on plan assets	34,572,170	(4,542,473)	2,276,026	(125,766)	0	0
c. Foreign currency exchange rate changes	0	0	0	0	0	0
d. Reporting entity contribution	14,000,000	12,100,000	176,983	165,245	5,129,689	4,463,422
e. Plan participants' contributions	0	0	1,559,633	1,433,849	0	0
f. Benefits paid	(13,121,798)	(12,380,504)	(4,264,843)	(3,960,834)	(5,129,689)	(4,463,422)
g. Business combinations, divestitures, and settlements	0	0	0	0	0	0
h. Fair value of plan assets at end of year	\$ 357,924,047	\$ 322,473,675	\$ 28,370,107	\$ 28,622,308	\$ 0	\$ 0

(3) Funded status

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
Overfunded:						
a. Assets (nonadmitted)						
1. Prepaid benefit costs	\$ 51,772,444	\$ 50,591,040	\$ 1,260,813	\$ 2,299,571	\$ 0	\$ 0
2. Overfunded plan assets	(51,772,444)	(50,591,040)	(1,260,813)	(2,299,571)	0	0
3. Total assets (nonadmitted)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Underfunded:						
b. Liabilities recognized						
1. Accrued benefit costs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 63,691,386	\$ 61,655,671
2. Liability for benefits	75,402,738	70,601,747	13,561,354	9,885,189	25,624,987	22,342,917
3. Total liabilities recognized	\$ 75,402,738	\$ 70,601,747	\$ 13,561,354	\$ 9,885,189	\$ 89,316,373	\$ 83,998,588
c. Unrecognized liabilities	\$ 0	\$ 0	\$ 0	\$ 713,661	\$ 0	\$ 0

(4) Components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
a. Service cost	\$ 12,731,705	\$ 13,375,654	\$ 812,666	\$ 926,940	\$ 1,607,070	\$ 14,104,622
b. Interest cost	18,804,532	17,605,281	1,781,121	1,732,127	3,890,358	3,660,110
c. Expected return on plan assets	(27,250,542)	(27,904,296)	(2,296,734)	(2,399,864)	0	0
d. Transition asset or obligation	0	0	0	0	0	0
e. Gains and losses	7,991,834	8,252,309	269,024	286,381	1,055,966	1,489,251
f. Prior service cost or credit	541,067	843,017	343,646	188,658	612,010	612,010
g. Gain or loss recognized due to a settlement or curtailment	0	0	0	0	0	0
h. Total net periodic benefit cost	\$ 12,818,596	\$ 12,171,965	\$ 909,723	\$ 734,242	\$ 7,165,404	\$ 19,865,993

(5) Amounts in unassigned (funds) surplus recognized as components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
a. Items not yet recognized as a component of net periodic cost - prior year	\$ (121,192,787)	\$ (125,546,624)	\$ (12,898,421)	\$ (13,426,259)	\$ (22,342,917)	\$ (27,945,234)
b. Net transition asset or obligation recognized	0	0	0	0	0	0
c. Net prior service cost or credit arising during the year	0	0	0	0	0	0
d. Net prior service cost or credit recognized	541,067	843,017	343,646	188,658	612,010	612,010
e. Net gain or loss arising during the year	(14,515,296)	(4,741,489)	(2,536,416)	52,799	(4,950,046)	3,501,056
f. Net gain or loss recognized	7,991,834	8,252,309	269,024	286,381	1,055,966	1,489,251
g. Items not yet recognized as a component of net periodic cost - current year	\$ (127,175,182)	\$ (121,192,787)	\$ (14,822,167)	\$ (12,898,421)	\$ (25,624,987)	\$ (22,342,917)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

(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		Nonqualified Benefits	
	2017	2016	2017	2016	2017	2016
a. Net transition asset or obligation	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b. Net prior service cost or credit	530,703	541,067	413,732	343,646	612,010	612,010
c. Net recognized gains and losses	7,577,894	7,577,466	443,705	294,302	1,119,968	802,739

(7) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
a. Net transition asset or obligation	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
b. Net prior service cost or credit	1,510,348	2,051,415	5,045,326	5,388,972	4,575,240	5,187,250
c. Net recognized gains and losses	125,664,834	119,141,372	9,776,841	7,509,449	21,049,747	17,155,667
d. Total amounts in unassigned funds (surplus)	\$ 127,175,182	\$ 121,192,787	\$ 14,822,167	\$ 12,898,421	\$ 25,624,987	\$ 22,342,917

(8) Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31:

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	2016	2015	2016	2015	2016	2015
a. Weighted-average discount rate	4.66%	4.25%	4.62%	4.22%	4.55%	4.17%
b. Expected long-term rate of return on plan assets	8.35%	8.45%	8.35%	8.00%	NA	NA
c. Rate of compensation increase*	3.00%	3.50%	NA	NA	3.00%	3.50%

Weighted-average assumptions used to determine projected benefit obligations as of Dec. 31:

d. Weighted average discount rate	4.30%	4.66%	4.25%	4.62%	4.22%	4.55%
e. Rate of compensation increase	3.00%	3.00%	NA	NA	3.00%	3.00%

* Rate of compensation increase assumed to be 3.5% for 2015 and 3.0% for 2016+.

For measurement purposes, a 6.50% annual rate of increase in the per capita cost of covered health care benefits was assumed for 2016 (6.75% for 2015). The rate is assumed to increase to 7.50% for 2017, then decrease gradually to 5.00% for 2027, and remain at that level thereafter.

The measurement date (annual valuation) used to determine other postretirement benefit measurements for postretirement benefit plans that make up at least the majority of plan assets and benefit obligation is December 31 (based on January 1 participant data). The fair market value of assets is measured and updated as of December 31.

(9) The amount of the accumulated benefit obligation for the defined benefit Pension Plan was \$382,138,664 for 2016 and \$348,893,992 for 2015. The amount of the accumulated benefit obligation for the Nonqualified Plan was \$85,854,083 for 2016 and \$79,759,914 for 2015.

(10) In addition to pension benefits, OFIC provides certain health care and life insurance benefits for retired employees and their eligible dependents via the Ohio Farmers Insurance Company Group Health Benefit Plan and Ohio Farmers Insurance Company Group Life Insurance Plan (Postretirement Benefit Plans). Employees who meet the requirements for retirement and other eligibility prerequisites are eligible for these benefits. OFIC's future obligation for annual medical and dental costs is generally limited to between \$1,500 and \$6,500 per covered individual based on age and years of service. New employees hired on January 1, 2002 or after are not eligible for the postretirement benefits under the OFIC Group Health Benefit Plan.

The OFIC Group Life Plan provides a flat \$15,000 postretirement life insurance benefit for all current and future retirees. The cost of postretirement benefits is accrued during the years after retirement eligibility occurs.

OFIC also sponsors a nonqualified Supplemental Executive Retirement Plan (SERP) and Supplemental Executive Retirement Compensation Plan (SERC). The SERP and SERC, which are unfunded, provide benefits to eligible senior leadership positions based on average earnings, years of service, and age at retirement.

(11) Due to the caps in OFIC's postretirement health care plan, assumed health care cost trend rates have a limited effect on the amounts reported for the health care plans. A one-percentage-point change in assumed health care cost trend rates, including the effects of Medicare Part D subsidies, would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
a. Effect on total of service cost and interest cost components	\$ (13,883)	\$ 12,012
b. Effect on postretirement benefit obligation	\$ (215,107)	\$ 195,358

(12) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

Year(s)	Pension	Postretirement	Nonqualified	Total
a. 2017	\$ 14,587,914	\$ 2,437,689	\$ 5,254,990	\$ 22,280,593
b. 2018	15,666,708	2,410,366	5,338,482	23,415,556
c. 2019	16,777,584	2,369,352	5,302,652	24,449,588
d. 2020	17,853,620	2,332,235	5,262,441	25,448,296
e. 2021	18,898,449	2,292,510	5,215,791	26,406,750
f. 2022 through 2026	110,545,191	11,049,543	25,715,605	147,310,339

(13) OFIC may not have any regulatory pension plan contribution requirements for 2017; however, OFIC currently intends to make a voluntary contribution of approximately \$15,800,000 to the defined benefit pension plan with reference to OFIC's contribution funding guidelines.

OFIC's contribution funding guidelines address the contribution and funding limitations as adjusted by the Pension Protection Act Of 2006. The guidelines provide that OFIC will generally contribute an amount equal to the value of benefits earned each year regardless of whether or not a minimum contribution is required with an option to not fund in years where a minimum contribution is not projected during the subsequent five (5) years. Minimum required contributions are made at the direction of the Benefits Administration Committee (BAC) and will always be funded. Contributions in excess of the minimum required contribution are at the final discretion of the BAC.

OFIC's postretirement health care plan is contributory, with participants' contributions adjusted annually; the life insurance plan is non-contributory.

(14) Securities, Insurance Contracts, and other Employer Transactions - Not applicable.

(15) Prior service cost is amortized on a straight-line basis over participants' average future service, not on a weighted-average basis.

(16) Substantive commitment used as basis for accounting for the benefit obligation - Not applicable.

(17) Cost of providing special or contractual termination benefits recognized during the period - Not applicable.

(18) Explanation of significant change in the benefit obligation or plan assets not otherwise apparent - Not applicable.

(19) The amount and timing of plan assets expected to be returned in the next twelve months: None

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

(20) The following provides the status of OFIC’s pension and postretirement plans as of December 31, 2012 and at the transition date, January 1, 2013:

	Pension Benefits		Postretirement Benefits		Nonqualified Benefits	
	12/31/2012	1/1/2013	12/31/2012	1/1/2013	12/31/2012	1/1/2013
Accumulated Benefit Obligation	\$ (295,144,322)	\$ (297,581,648)	\$ 0	\$ 0	\$ (59,077,576)	\$ (59,077,576)
Projected Benefit Obligation	(335,430,908)	(335,430,908)	(27,572,255)	(27,572,255)	(59,077,576)	(59,077,576)
Plus: Non-vested liability	0	(4,265,542)	0	(12,987,136)	0	0
Total Projected Benefit Obligation	(335,430,908)	(339,696,450)	(27,572,255)	(40,559,391)	(59,077,576)	(59,077,576)
Plan assets at fair value	262,328,515	262,328,515	28,414,149	28,414,149	0	0
Funded status	(73,102,393)	(77,367,935)	841,894	(12,145,242)	(59,077,576)	(59,077,576)
Additional minimum liability	(32,815,807)	0	0	0	(15,038,563)	0
Prior service cost (credit)	4,441,508	0	(6,607,330)	0	587,585	0
Unrecognized losses (gains)	119,774,393	0	11,395,891	0	14,450,978	0
Total unrecognized items	\$ 124,215,901	\$ 0	\$ 4,788,561	\$ 0	\$ 15,038,563	\$ 0
Unrecognized remaining transition liability	0	(42,114,802)	0	(10,930,718)	0	0
Overfunded plan assets (liability for benefits)	51,113,508	(35,253,133)	5,630,455	(1,214,524)	(44,039,013)	(59,077,576)
		\$ (77,367,935)		\$ (12,145,242)		\$ (59,077,576)

(21) On January 1, 2013, OFIC adopted SSAP No. 92, Accounting for Postretirement Benefits Other Than Pensions - A Replacement of SSAP No. 14 and SSAP No. 102, Accounting for Pensions - A Replacement of SSAP No. 89.

In accordance with SSAP No. 92 and 102, management has recognized all of the remaining transition liability during 2016. Below is a recap of the transition liability activity:

	Pension	Postretirement	Nonqualified	Total
Transition liability at 1/1/2013	\$ 128,481,443	\$ 17,775,697	\$ 15,038,563	\$ 161,295,703
Transition liability recognized at adoption	(86,366,641)	(6,844,979)	(15,038,563)	(108,250,183)
Unrecorded transition liability at 1/1/2013	42,114,802	10,930,718	0	53,045,520
Required offset due to actuarial gains	(42,114,802)	(7,735,210)	0	(49,850,012)
Unrecorded transition liability at 12/31/2013	0	3,195,508	0	3,195,508
Transition liability recognized during 2014	0	(1,214,524)	0	(1,214,524)
Unrecorded transition liability at 12/31/2014	0	1,980,984	0	1,980,984
Transition liability recognized during 2015	0	(1,214,524)	0	(1,214,524)
Required offset due to actuarial gains	0	(52,799)	0	(52,799)
Unrecorded transition liability at 12/31/2015	0	713,661	0	713,661
Recognition of minimum transition liability	0	(713,661)	0	(713,661)
Unrecorded transition liability at 12/31/2016	\$ 0	\$ 0	\$ 0	\$ 0

B. Plan asset information

The defined benefit pension plan asset allocation as of the measurement date, December 31, and the target allocation, and the target asset allocations, presented as a percentage of total plan assets were as follows:

	2016	2015	Target Allocation
a. Debt Securities	38.0%	43.0%	35.0% - 45.0%
b. Equity Securities	61.0%	56.0%	55.0% - 65.0%
c. Real Estate	0.0%	0.0%	0.0%
d. Other	1.0%	1.0%	0.0%
e. Total	100.0%	100.0%	

OFIC’s policy of investment is based on a standard plan and formula. The investment plan and formula states that all assets of the pension trust except dividends and interest received from portfolio securities will be a part of the investment fund (formula). The investment fund will normally consist of debt instruments, including those of governments, government agencies and publicly owned corporations and properly diversified number of common and/or preferred stocks of publicly owned corporations. The investment fund will be divided between these two normal portions. The debt instruments comprise the Bond Fund and shall be considered normal when it is 40% of the investment fund and is generally maintained in a range of 35.0% to 45.0% of the fund. The equities comprise the Stock Fund and shall be considered normal when it is 60% of the investment fund and is generally maintained in a range of 55.0% to 65.0% of the fund. The measurement date for these funds is December 31, annually.

The investments fund portfolio will have the following overall characteristics:

- (1) Complies with provisions of the Ohio Farmers Pension Trust Investment Plan and Formula
- (2) Above average financial quality
- (3) Broadly diversified
- (4) Liquidity requirements minimal
- (5) Fully invested (minimal cash reserves)
- (6) Growing investment income
- (7) Long term time horizon

Additionally the following constraints are placed on individual investments within the portfolio. In the case of equity investments, no equity shall be held unless:

- (1) Dividends are paid (except in the case of mutual funds), and
- (2) Foreign common stock may not exceed 15% of the common stock portfolio.

In the case of debt instruments, no debt shall be held unless:

- (1) Straight bonds will have a duration range of 7-10 years and be of BBB-/AAA quality,
- (2) Foreign bonds may not exceed 15% of the bond fund, and
- (3) Convertible bonds may not exceed 20% of the bond fund and be of BBB- or higher quality, unless company is held in other portfolios.

The funds shall be managed by the BAC, utilizing investment advice provided under an agreement with OFIC. The BAC annually reviews the investment plan and formula.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

C. (1) Fair Value Measurements of Plan Assets at December 31, 2016

Description for each class of Pension Plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Common stocks:				
Consumer discretionary	\$ 17,572,179	\$ 0	\$ 0	\$ 17,572,179
Consumer staples	26,462,902	0	0	26,462,902
Energy	17,934,093	0	0	17,934,093
Financials	23,667,263	0	0	23,667,263
Health care	25,124,209	0	0	25,124,209
Industrials	24,193,250	0	0	24,193,250
Information technology	24,525,930	0	0	24,525,930
Materials	6,655,210	0	0	6,655,210
Money managers	12,160,046	0	0	12,160,046
Telecommunication services	6,480,220	0	0	6,480,220
Utilities	2,459,500	0	0	2,459,500
Mutual funds	31,266,330	0	0	31,266,330
Money market fund	0	1,603,490	0	1,603,490
Fixed income securities:				
U. S. Government and agency obligations	24,706,816	27,534,279	0	52,241,095
Other Government obligations	0	3,884,400	0	3,884,400
Corporate bonds	0	50,066,623	0	50,066,623
Mortgage-backed securities	0	28,260,715	0	28,260,715
Other types of investments:				
Conditional participation certificates of deposit *	0	554,440	0	554,440
Total Pension Plan Assets	\$ 243,207,948	\$ 111,903,947	\$ 0	\$ 355,111,895

Description for each class of Postretirement Plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Mutual funds	\$ 5,419,449	\$ 0	\$ 0	\$ 5,419,449
Money market fund	0	17,445	0	\$ 17,445
OFIC Group Health Benefit 401 (h) :				
Mutual Funds	23,164,705	0	0	23,164,705
Money market fund	0	31	0	31
Total Postretirement Plan Assets	\$ 28,584,154	\$ 17,476	\$ 0	\$ 28,601,630

* This category includes various conditional participation certificates (CPCDs) for which total return is dependent upon performance of either an index, equity or commodity basket. These securities are FDIC insured and principal protected.

Fair Value Measurements of Plan Assets at December 31, 2015

Description for each class of Pension Plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Common stocks:				
Consumer discretionary	\$ 15,644,915	\$ 0	\$ 0	\$ 15,644,915
Consumer staples	26,242,471	0	0	26,242,471
Energy	9,747,521	0	0	9,747,521
Financials	18,209,570	0	0	18,209,570
Health care	26,409,296	0	0	26,409,296
Industrials	18,854,536	0	0	18,854,536
Information technology	19,026,790	0	0	19,026,790
Materials	5,503,980	0	0	5,503,980
Money managers	10,573,591	0	0	10,573,591
Real Estate Investment Trust	1,231,880	0	0	1,231,880
Telecommunication services	4,906,620	0	0	4,906,620
Utilities	1,473,885	0	0	1,473,885
Preferred stocks:				
Energy	347,640	0	0	347,640
Mutual funds	21,056,568	0	0	21,056,568
Money market fund	0	1,240,064	0	1,240,064
Fixed income securities:				
U. S. Government and agency obligations	31,538,227	20,451,265	0	51,989,492
Other Government obligations	0	3,873,690	0	3,873,690
Corporate bonds	0	56,447,165	0	56,447,165
Mortgage-backed securities	0	24,655,815	0	24,655,815
Other types of investments:				
Conditional participation certificates of deposit *	0	2,067,550	0	2,067,550
Total Pension Plan Assets	\$ 210,767,490	\$ 108,735,549	\$ 0	\$ 319,503,039

Description for each class of Postretirement Plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Mutual funds	\$ 5,289,704	\$ 0	\$ 0	\$ 5,289,704
OFIC Group Health Benefit 401 (h) :				
Mutual Funds	23,596,824	0	0	23,596,824
Total Postretirement Plan Assets	\$ 28,886,528	\$ 0	\$ 0	\$ 28,886,528

* This category includes various conditional participation certificates (CPCDs) for which total return is dependent upon performance of either an index, equity or commodity basket. These securities are FDIC insured and principal protected.

- (2) There were no fair value measurements of plan assets that used significant unobservable inputs (Level 3) in 2016 or 2015.
- (3) OFIC determines the fair value of its defined benefit pension plan and postretirement plan assets with a three-level hierarchy for fair value measurements that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity (observable inputs) and the reporting entity's own assumptions about market participant assumptions developed based on the best information available in the circumstances (unobservable inputs). The hierarchy level assigned to each security is based on management's assessment of the transparency and reliability of the inputs used in the valuation of such instruments at the measurement date.

OFIC's policy for determining when a transfer between levels is required is based upon change in the inputs used to determine fair value measurement. If an input changes, OFIC evaluates the new input(s) and makes the determination whether or not a transfer between levels is appropriate. If an asset or liability is transferred between levels, it is OFIC's policy to record the transfer as of the beginning of the reporting period in which the transfer occurs.

There were no transfers into or out of Level 1, 2 or 3 during 2016 or 2015.

D. Long-Term Rates of Return

The long-term rates of return were determined using a combination of actual results and published market data. The rates are within the high and low ends of an expected return range. The low end of the range was calculated by multiplying the percentage of portfolio composition of each asset category by published historical return data for the category. The high end of the range was calculated by combining the published market data with actual historical returns for the pension plan weighting the percentages, 80% published and 20% historical.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

The investment approach for Postretirement Benefit Plans follows the same conservative investment strategies as for the Pension Plan. In light of the shorter duration, however, more emphasis is placed on investments that provide a stable return to fund more current needs.

E. Defined Contribution Plan

The Company's employees are covered by a qualified defined contribution pension plan (under IRC Section 401 (k)) sponsored by OFIC. The plan began operation on January 1, 2000, in accordance with "Safe Harbor" Treasury regulations.

Contributions of three percent (3%) of each employee's eligible compensation are made during the year. The Company's non-elective contribution for the plan was \$2,583,245 and \$2,405,139 for 2016 and 2015, respectively.

At December 31, 2016, the total fair market value of the defined contribution plan assets was \$254,838,364, including unrealized gains and losses and participant loans.

F. Multiemployer Plans- Not applicable

G. Consolidated/Holding Company Plans- Not applicable

H. Post-employment Benefits and Compensated Absences- Not applicable

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

- (1) Pre-adoption note regarding existence of Act - Not applicable
- (2) Effects of the Subsidy in Measuring the Net Postretirement Benefit Cost - Not applicable
- (3) Gross benefit payments and the amount of the subsidy for the period:

	2016	2015
Medical	\$ 1,241,437	\$ 1,278,648
Prescription	2,250,482	1,885,887
Dental premiums	324,416	322,387
Life insurance premiums	224,972	216,167
Administration fees	219,883	251,817
ACA transitional reinsurance contribution	3,653	5,928
Gross benefits paid	\$ 4,264,843	\$ 3,960,834

Future gross benefit payments are estimated to be at approximately the same level.

Subsidy received during calendar year (for plan years 2014 and 2013, respectively)	\$ 295,002	\$ 288,984
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Expected subsidy receivable (for plan years 2016/2015 and 2015/2014, respectively)	\$ 600,000	\$ 588,984
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13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations-

- (1-10) The Company is 100% owned and operated by its parent, OFIC. Dividend restrictions are provided by the Insurance Regulations of the Ohio Revised Code. The Company does not have any cumulative unrealized gains or losses in unassigned funds.
- (11) Surplus Notes- Not applicable
- (12-13) Quasi-Reorganizations- Not applicable

14. Liabilities, Contingencies and Assessments-

A. Contingent Commitments

- (1) At December 31, 2016, the Company had unfunded commitments of \$172,919,021 related to its investments in limited partnerships and limited liability companies.

On January 15, 2013, both the Company and OFIC gave Westfield Bank and Westfield Bancorp, Inc. a shared commitment effective January 1, 2013 through December 31, 2017 to provide additional capital up to \$6,000,000. On June 14, 2016, the Company terminated its participation in this joint agreement.

On August 13, 2015, the Company entered into a 48 month revolving line of credit with Westfield Credit Corp. to provide borrowing capacity up to \$100,000,000. The outstanding balance and accrued interest at December 31, 2016 and December 31, 2015 was \$65,900,000 and \$56,000,000 and \$942 and \$544 respectively. The Company foresees no circumstances which would prevent its ability to evaluate and honor advance requests from Credit.

- (2) The Company was not a guarantor of any obligations as of December 31, 2016.
- (3) The Company has no guarantee obligations as of December 31, 2016.

B. Assessments

- (1) On March 24, 2016 the Company received notification of the insolvency of Affirmative Insurance Company; on May 23, 2016 the Company received notification of the insolvency of Lumbermens Underwriting Alliance; and on December 31, 2016 the Company received notification of a new insolvency and the information available indicates it is probable an assessment will be imposed. It is expected that these insolvencies will result in retrospective premium-based guaranty fund assessments against the Company of \$37,897 that have been charged to operations in the current period.

The Company has accrued \$2,423,589 for guaranty fund and other assessments. This represents management's best estimates on the information received from the states in which the Company writes business and may change due to many factors including the Company's share in the ultimate cost of current insolvencies.

- | | | |
|--------|----------------------------------------------------------------------------------------------------|-----------|
| (2) a. | Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end | \$ 27,045 |
| b. | Decreases current year: Premium tax offsets expired | \$ 3,937 |
| c. | Increases current year: Premium tax offsets added | \$ 3,036 |
| d. | Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end | \$ 26,144 |

C. Gain contingencies- Not applicable

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

The Company paid the following amounts in the current year to settle claims related extra contractual obligations (ECO) or bad faith claims stemming from lawsuits:

	Direct
Claims related ECO and bad faith losses paid during the reporting period	\$ 17,500

The number of claims where amounts were paid to settle claims related to ECO or bad faith claims resulting from lawsuits during the reporting period were as follows:

(a) 0-25 Claims	(b) 26-50 Claims	(c) 51-100 Claims	(d) 101-500 Claims	(e) More than 500 Claims
X				

Indicate whether claim count information is disclosed per claim or per claimant.

- (f) Per Claim [X] (g) Per Claimant []

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

- E. Product Warranties- Not applicable
- F. Joint and Several Liabilities- Not applicable
- G. All Other Contingencies
Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes, and other matters are not considered material in relation to the financial position of the Company. There are no contingent liabilities arising from litigation.
- At December 31, 2016 and 2015, the Company had admitted assets of \$349,960,898 and \$340,523,496, respectively, in accounts receivable for Agents' Balances or Uncollected Premiums. The Company routinely assesses the collectability of these receivables. Based upon company experience, less than 1% of the balance may become uncollectible and the potential loss is not material to the Company's financial condition.

15. Leases-
The Company does not have any material lease obligations.
16. Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk-
The Company does not invest in financial instruments with off-balance-sheet risk.
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities-
- A. Transfer of Receivables Reported as Sales
The Company has not sold or transferred any receivables to any other parties.
- B. Transfer and Servicing of Financial Assets- Not applicable
- C. Wash Sales
The Company did not have any wash sales involving transactions for securities with a NAIC designation of 3 or below.
18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans- Not applicable
19. Direct Premium Written / Produced by Managing General Agents / Third Party Administrators- Not applicable
20. Fair Value Measurements-
- A. For assets that are measured and reported at fair value in the statement of financial position after initial recognition, the valuation techniques and the inputs used to develop those measurements are as follows:
- Level 1 - Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.
- Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.
- Level 3 - Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

The Company has no liabilities that are measured at fair value in the statement of financial position.

(1) Fair Value Measurements at December 31, 2016

Description	(Level 1)	(Level 2)	(Level 3)	Total
Assets at Fair Value:				
Common Stock				
Industrial and Miscellaneous	\$ 446,275,006	\$ 0	\$ 0	\$ 446,275,006
Mutual Funds	127,572,132	0	0	127,572,132
Total Common Stocks	\$ 573,847,138	\$ 0	\$ 0	\$ 573,847,138
Other Invested Assets				
Joint Venture, Ptr or LLC, char. of Com Stks - Unaffiliated	\$ 9,754,062	\$ 0	\$ 0	\$ 9,754,062
Total Other Invested Assets	\$ 9,754,062	\$ 0	\$ 0	\$ 9,754,062
Total Assets at Fair Value	\$ 583,601,200	\$ 0	\$ 0	\$ 583,601,200

- (2) At December 31, 2016, the Company held no investments in assets or liabilities measured and reported at fair value that were classified as Level 3.
- (3) The Company's policy for determining when transfers between levels is required is based upon change in the inputs used to determine fair value measurement. If an input changes, the Company evaluates the new input (s) and makes the determination whether or not a transfer between levels is appropriate. If an asset or liability is transferred between levels, it is the Company's policy to record the transfer as of the beginning of the quarter in which the transfer occurs. The Company held no assets or liabilities categorized as Level 1, 2 or 3 during the reporting period that were transferred into or out of the level categorization held at January 1, 2016.
- (4) As of December 31, 2016, the Company held no investments in assets or liabilities measured and reported at fair value that were classified as Level 2 or Level 3. Historically, fair values in the Level 2 category are provided by independent pricing services. Where independent pricing services provide fair values, the Company has obtained an understanding of the methods, models and inputs used in pricing and has controls in place to validate that amounts provided represent current fair values. Estimated fair values of investments categorized as Level 3 generally include inputs for which no readily observable inputs are available and require management judgment.
- (5) As of December 31, 2016, the Company had no holdings classified as either a derivative asset or liability.
- B. Combining Fair Value Information- Not required
- C. The method (s) and significant assumptions used to estimate the fair value of the financial instruments are as follows:

Investment Securities - Fair values for bonds are based on the values prescribed by an independent pricing service or from brokers. For bonds that are not actively traded, estimated fair values are based on values of bonds of comparable yield and credit quality. The fair values for common stocks are based on quoted market prices, where available, which are provided to the Company by an independent pricing service.

Short-term investments, Receivables for securities, Uncollected premiums and agents' balances in the course of collection, Deferred premiums, agents' balances and installments booked but deferred and not yet due, Borrowed money, and Payable for securities - The carrying amounts reported as admitted assets or liabilities for these financial instruments approximate their fair values due to the short-term nature of these financial instruments. For long term borrowed funds, fair value is determined by termination value.

Other Invested Assets - The estimated fair value of publicly traded limited partnerships is based on the values prescribed by an independent pricing service.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets or Liabilities	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
a. Financial Assets:						
Bonds	\$ 1,501,071,147	\$ 1,421,895,807	\$ 221,917,792	\$ 1,272,791,303	\$ 6,362,052	\$ 0
Common stocks	573,847,138	573,847,138	573,847,138	0	0	0
Short-term investments	2,094,537	2,094,537	0	2,094,537	0	0
Other invested assets	9,754,062	9,754,062	9,754,062	0	0	0
Receivables for securities	8,249	8,249	0	8,249	0	0
Uncollected premiums and agents' balances in the course of collection	48,019,450	48,019,450	0	48,019,450	0	0
Deferred premiums, agents' balances and installments booked but deferred and not yet due	301,941,448	301,941,448	0	301,941,448	0	0
b. Financial Liabilities:						
Borrowed money	\$ 65,911,098	\$ 65,908,202	\$ 0	\$ 65,911,098	\$ 0	\$ 0
Payable for securities	1,005,820	1,005,820	0	1,005,820	0	0

D. Fair Value Estimating- Not applicable

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
The Company had no business interruption insurance recoveries in 2016.

E. State Transferable and Non-transferable Tax Credits
The Company does not have state transferable or non-transferable tax credits.

F. Subprime-Mortgage-Related Risk Exposure

(1) The subprime lending sector is the sector of the mortgage lending industry which lends to borrowers who do not qualify for prime market interest rates because of poor or insufficient credit history. The term also applies to paper taken on property that cannot be sold on the primary market, including loans on certain types of investment properties and certain types of self-employed individuals.

For purposes of this disclosure, subprime exposure is defined as the potential for financial loss through direct investment, or underwriting risk associated with the risk from the subprime lending sector. This includes any direct risk through investments in debt securities, asset backed or structured securities, hedge funds, subsidiaries and affiliates, and insurance product issuance. The Company views the following features as common characteristics of subprime mortgage loans:

- An interest rate above prime to borrowers who do not qualify for prime rate
- Borrowers with low credit ratings (FICO scores)
- Interest-only or negative amortizing loans
- Unconventionally high initial loan-to-value ratios
- Low initial payments based on a fixed introductory rate that expires after a short initial period, then adjusts to a variable rate plus a margin for the remaining term of the loan
- Borrowers with less than conventional documentation of their home and/or assets
- Very high or no limits on how much the payment amount or the interest rate may increase at reset periods, potentially causing a substantial increase in the monthly payment amount
- Include substantial prepayment penalties

The Company's strategy to manage or mitigate subprime exposure is to avoid making direct investments in, or insuring any of the sources of risk identified above.

(2) The Company has no direct exposure through investments in subprime mortgage loans.

(3) The Company has no direct exposure through other investments.

(4) The Company has no underwriting exposure to subprime mortgage related risk.

G. Insurance-Linked Securities (ILS) Contracts- Not applicable

22. Events Subsequent-

Subsequent events have been considered through February 15, 2017 for the statutory statements issued as of December 31, 2016. No events or transactions have occurred that would give rise to a Type I or Type II subsequent event.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

P & C Specific Notes

23. Reinsurance-
- A. Unsecured Reinsurance Recoverables
The Company has an intercompany recoverable with an affiliated company that has an unsecured aggregate recoverable for paid and unpaid losses , including IBNR, loss adjustment expenses , and unearned premium that exceeds 3% of the Company's policyholder surplus with the following reinsurer:

Ohio Farmers Insurance Company FEIN 34-0438190 \$ 1,881,572,477

- B. Reinsurance Recoverable in Dispute
The Company has no material recoverable to disclose.

- 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	\$ 479,063,217	\$ 69,398,316	\$ 571,872,213	\$ 80,911,759	\$ (92,808,996)	\$ (11,513,443)
b. All Other	1,281,274	193,975	9,395,752	965,031	(8,114,478)	(771,056)
c. TOTAL	\$ 480,344,491	\$ 69,592,291	\$ 581,267,965	\$ 81,876,790	\$ (100,923,474)	\$ (12,284,499)
d. Direct Unearned Premium Reserve			\$ 579,986,691			

- (2) The additional or return commission , predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements is accrued as follows:

REINSURANCE

	Direct	Assumed	Ceded	Net
a. Contingent Commission	\$ 0	\$ 0	\$ 253,536	\$ (253,536)
b. Sliding Scale Adjustments	0	0	0	0
c. Other Profit Commission Arrangements	0	0	0	0
d. TOTAL	\$ 0	\$ 0	\$ 253,536	\$ (253,536)

The above figures do not include the intercompany pooling of Agents' Contingent Commission in the Assumed and Ceded columns.

- (3) Protected Cells - Not applicable

- D. Uncollectible Reinsurance- Not applicable
- E. Commutation of Ceded Reinsurance- Not applicable
- F. Retroactive Reinsurance- Not applicable
- G. Reinsurance Accounted for as a Deposit- Not applicable
- H. Disclosures for the Transfer of Property and Casualty Run-off Agreements- Not applicable
- I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation- Not applicable
- J. Reinsurance Agreements Qualifying for Reinsurer Aggregation- Not applicable

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination- Not applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses-
Reserves as of December 31, 2015 were \$834.7 million. In calendar year 2016, \$262.7 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$541.2 million. Therefore, there has been a \$30.8 million favorable prior-year development from December 31, 2015 to December 31, 2016. The favorable development is principally from decreases in the estimates of loss and loss adjustment expenses for the following lines of business: workers compensation and auto physical damage. This change is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. The estimates are not affected by prior year loss development on retrospectively rated policies, as the Company does not write this type of policy.

26. Intercompany Pooling Arrangements-
- A. The lead company, OFIC, and its property-casualty companies participate in a single 100% reinsurance pooling arrangement. The following companies are participants:

Company	NAIC Number	Percent
Ohio Farmers Insurance Company	24104	19.0%
Westfield Insurance Company	24112	54.0%
Westfield National Insurance Company	24120	13.0%
American Select Insurance Company	19992	5.0%
Old Guard Insurance Company	17558	9.0%

- B. Each participating company shares in all lines and types of business.
- C. Any cession to non-affiliated reinsurers is prior to the cession of pooling business from the affiliated pool member to the lead company.
- D. All pool members have contractual right of direct recovery from the non-affiliated reinsurer per the terms of such reinsurance agreements.
- E. No discrepancies exist between pooled business entries on the assumed and ceded reinsurance schedule of the lead company and corresponding entries on the assumed and ceded reinsurance schedules of other pool participants.
- F. The Provision for Reinsurance is recorded on a direct basis.
- G. Affiliated Balances due to and from the Company at 12/31/2016 and 12/31/2015 respectively were:

	12/31/2016	12/31/2015
Ohio Farmers Insurance Company*	\$ 10,934,140	\$ 0
Westfield Credit Corp.	53,004,740	56,005,631
Affiliated Receivable	\$ 63,938,880	\$ 56,005,631
Ohio Farmers Insurance Company*	\$ 0	\$ 991,129
Affiliated Payable	\$ 0	\$ 991,129

*Ohio Farmers Insurance Company is included in the intercompany pooling arrangement.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

27. Structured Settlements-
- A. The amount of reserves no longer carried by the Company due to purchased annuities with the claimant as payee and the extent to which the reporting entity is contingently liable for such amounts as of December 31, 2016 is presented below:
- | | |
|----------------------------------------------|--------------------------------------|
| <u>Loss Reserves Eliminated by Annuities</u> | <u>Unrecorded Loss Contingencies</u> |
| \$ 7,649,049 | \$ 7,649,049 |
- B. The Company has purchased annuities of which the claimant is payee but for which the Company is contingently liable. However, the total value of all annuities due from any single life insurer does not equal or exceed 1% of the Company's policyholder surplus.
28. Health Care Receivables- Not applicable
29. Participating Policies- Not applicable
30. Premium Deficiency Reserves-
- | | |
|-------------------------------------------------------------------|------------|
| 1. Liability carried for premium deficiency reserves: | \$ 0 |
| 2. Date of the most recent evaluation of this liability: | 12/31/2016 |
| 3. Was anticipated investment income utilized in the calculation? | Yes |
31. High Deductibles-
- As of December 31, 2016, there is no reserve credit recorded for high deductibles, and also there is no amount billed or recoverable on paid claims.
32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses-
- The Company does not discount the liabilities for unpaid losses or unpaid loss adjustment expenses for Workers' Compensation or any other line of business.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

NOTES TO FINANCIAL STATEMENTS

33. Asbestos/Environmental Reserves-
The Company's exposure to asbestos and environmental claims arises from general liability and commercial multiple peril lines of business. The Company tries to estimate the full impact of the asbestos and environmental exposure by establishing full case basis reserves on all known claims and computing incurred but not reported losses based on market share tempered by previous experience. In addition, reserves are held for future allocated loss adjustment expenses including coverage dispute costs.

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

The Company's asbestos related losses (including coverage dispute costs) for each of the five most recent years were as follows after intercompany pooling:

(1) Direct Basis:		2012	2013	2014	2015	2016
a. Beginning reserves:	\$	24,582,991	\$ 23,918,943	\$ 23,075,138	\$ 18,356,893	\$ 17,004,371
b. Incurred losses and loss adjustment expense:		0	0	(3,240,000)	0	0
c. Calendar year payments for losses and loss adjustment expenses:		664,048	843,805	1,478,245	1,352,522	1,562,433
d. Ending reserves:	\$	23,918,943	\$ 23,075,138	\$ 18,356,893	\$ 17,004,371	\$ 15,441,938
(2) Assumed Reinsurance:						
a. Beginning reserves:	\$	0	\$ 0	\$ 0	\$ 0	\$ 0
b. Incurred losses and loss adjustment expense:		0	0	0	0	0
c. Calendar year payments for losses and loss adjustment expenses:		0	0	0	0	0
d. Ending reserves:	\$	0	\$ 0	\$ 0	\$ 0	\$ 0
(3) Net of Ceded Reinsurance:						
a. Beginning reserves:	\$	24,582,983	\$ 23,918,935	\$ 23,075,130	\$ 18,356,885	\$ 17,004,363
b. Incurred losses and loss adjustment expense:		0	0	(3,240,000)	0	0
c. Calendar year payments for losses and loss adjustment expenses:		664,048	843,805	1,478,245	1,352,522	1,562,427
d. Ending reserves:	\$	23,918,935	\$ 23,075,130	\$ 18,356,885	\$ 17,004,363	\$ 15,441,936

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

(1) Direct Basis:	\$ 12,446,216
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 12,446,216

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

(1) Direct Basis:	\$ 4,133,735
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 4,133,735

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

The Company's environmental related losses (including coverage dispute costs) for each of the five most recent years were as follows after intercompany pooling:

(1) Direct Basis:		2012	2013	2014	2015	2016
a. Beginning reserves:	\$	4,598,970	\$ 4,163,181	\$ 3,529,579	\$ 5,971,632	\$ 5,848,720
b. Incurred losses and loss adjustment expense:		0	0	3,240,000	0	0
c. Calendar year payments for losses and loss adjustment expenses:		435,789	633,602	797,947	122,912	134,159
d. Ending reserves:	\$	4,163,181	\$ 3,529,579	\$ 5,971,632	\$ 5,848,720	\$ 5,714,561
(2) Assumed Reinsurance:						
a. Beginning reserves:	\$	0	\$ 0	\$ 0	\$ 0	\$ 0
b. Incurred losses and loss adjustment expense:		0	0	0	0	0
c. Calendar year payments for losses and loss adjustment expenses:		0	0	0	0	0
d. Ending reserves:	\$	0	\$ 0	\$ 0	\$ 0	\$ 0
(3) Net of Ceded Reinsurance:						
a. Beginning reserves:	\$	4,598,969	\$ 4,163,181	\$ 3,529,578	\$ 5,971,631	\$ 5,848,719
b. Incurred losses and loss adjustment expense:		0	0	3,240,000	0	0
c. Calendar year payments for losses and loss adjustment expenses:		435,788	633,603	797,947	122,912	134,159
d. Ending reserves:	\$	4,163,181	\$ 3,529,578	\$ 5,971,631	\$ 5,848,719	\$ 5,714,560

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

(1) Direct Basis:	\$ 4,302,261
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 4,302,261

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

(1) Direct Basis:	\$ 3,008,092
(2) Assumed Reinsurance Basis:	\$ 0
(3) Net of Ceded Reinsurance Basis:	\$ 3,008,092

34. Subscriber Savings Accounts- Not applicable

35. Multiple Peril Crop Insurance- Not applicable

36. Financial Guaranty Insurance- Not applicable

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

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

Yes (X) No ()
- If yes, complete Schedule Y, Parts 1, 1A and 2.
- 1.2

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

Yes (X) No () N/A ()
- 1.3

State Regulating?

Ohio
- 2.1

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

Yes () No (X)
- 2.2

If yes, date of change:

.....
- 3.1

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

12/31/2012
- 3.2

State the as of date of 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.

12/31/2012
- 3.3

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

01/02/2014
- 3.4

By what department or departments?

Ohio
- 3.5

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

Yes () No () N/A (X)
- 3.6

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

Yes () No () N/A (X)
- 4.1

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

sales of new business?

Yes () No (X)
- 4.12

renewals?

Yes () No (X)
- 4.2

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

sales of new business?

Yes () No (X)
- 4.22

renewals?

Yes () No (X)
- 5.1

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

Yes () No (X)
- 5.2

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

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

- 6.1

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

Yes () No (X)
- 6.2

If yes, give full information:

.....
- 7.1

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

Yes () No (X)
- 7.2

If yes,
- 7.21

State the percentage of foreign control

..... %
- 7.22

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

1 Nationality	2 Type of Entity
------------------	---------------------

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes (X) No ()
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

Ohio Farmers Insurance Company
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes (X) No ()
- 8.4

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

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

Ohio Farmers Insurance Company	Westfield Center, Ohio	Yes	No	No	No
Westfield Bancorp., Inc.	Westfield Center, Ohio	Yes	No	No	No
Westfield Bank, FSB	Westfield Center, Ohio	No	Yes	No	No

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

KPMG LLP, 191 West Nationwide Blvd., Suite 500, Columbus, OH 43215

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule) , or substantially similar state law or regulation?

Yes () No (X)

10.2

If the response to 10.1 is yes, provide information related to this exemption:
.....

10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation , or substantially similar state law or regulation?

Yes () No (X)

10.4

If the response to 10.3 is yes, provide information related to this exemption:
.....

10.5

Has the reporting entity established an Audit Committee in compliance with domiciliary state insurance laws?

Yes (X) No () N/A ()

10.6

If the response to 10.5 is no or n/a, please explain:
.....

11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Scott Weinstein, FCAS, KPMG LLP, 303 Peachtree St., Suite 2000, Atlanta, GA 30308-3210

12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes () No (X)

12.11

Name of real estate holding company
.....

12.12

Number of parcels involved
.....

12.13

Total book/adjusted carrying value
\$

12.2

If yes, provide explanation
.....

13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....

13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes () No ()

13.3

Have there been any changes made to any of the trust indentures during the year?

Yes () No ()

13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes () No () N/A (X)

14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(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 ()

14.11

If the response to 14.1 is no, please explain:
.....

14.2

Has the code of ethics for senior managers been amended?

Yes () No (X)

14.21

If the response to 14.2 is yes, provide information related to amendment(s) .
.....

14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes () No (X)

14.31

If the response to 14.3 is yes, provide the nature of any waiver(s) .
.....

15.1

Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?

Yes (X) No ()

15.2

If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

043400036

WesBanco Bank, Inc.

Claim against principal named on Letter of Credit citing non-fulfillment of obligation

1,486,903

BOARD OF DIRECTORS

16.

Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof?

Yes (X) No ()

17.

Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?

Yes (X) No ()

18.

Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees that is in conflict or is likely to conflict with the official duties of such person?

Yes (X) No ()

FINANCIAL

19.

Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?

Yes () No (X)

20.1

Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11

To directors or other officers

\$

20.12

To stockholders not officers

\$

20.13

Trustees, supreme or grand (Fraternal only)

\$

20.2

Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21

To directors or other officers

\$

20.22

To stockholders not officers

\$

20.23

Trustees, supreme or grand (Fraternal only)

\$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

21.1

Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement?

Yes () No (X)

21.2

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

21.21

Rented from others

\$

21.22

Borrowed from others

\$

21.23

Leased from others

\$

21.24

Other

\$

22.1

Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments?

Yes () No (X)

22.2

If answer is yes:

22.21

Amount paid as losses or risk adjustment

\$

22.22

Amount paid as expenses

\$

22.23

Other amounts paid

\$

23.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes (X) No ()

23.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$ 10,934,140

INVESTMENT

24.01

Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)

Yes (X) No ()

24.02

If no, give full and complete information relating thereto:

24.03

For the security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
The Company has no securities lending agreements as of December 31, 2016.

24.04

Does the Company's security lending program meet the requirements for a conforming program as outlined in Risk-Based Capital Instructions?

Yes () No () N/A (X)

24.05

If answer to 24.04 is YES, report amount of collateral for conforming programs.

\$

24.06

If answer to 24.04 is NO, report amount of collateral for other programs.

\$

24.07

Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?

Yes () No () N/A (X)

24.08

Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?

Yes () No () N/A (X)

24.09

Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?

Yes () No () N/A (X)

24.10

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

24.101

Total fair value of reinvented collateral assets reported on Schedule DL, Parts 1 and 2

\$

24.102

Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$

24.103

Total payable for securities lending reported on the liability page

\$

25.1

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

Yes (X) No ()

25.2

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

25.21

Subject to repurchase agreements

\$

25.22

Subject to reverse repurchase agreements

\$

25.23

Subject to dollar repurchase agreements

\$

25.24

Subject to reverse dollar repurchase agreements

\$

25.25

Placed under option agreements

\$

25.26

Letter stock or securities restricted as to sale - excluding FHLB Capital Stock

\$

25.27

FHLB Capital Stock

\$ 5,685,900

25.28

On deposit with states

\$ 7,296,128

25.29

On deposit with other regulatory bodies

\$

25.30

Pledged as collateral - excluding collateral pledged to an FHLB

\$

25.31

Pledged as collateral to FHLB - including assets backing funding agreements

\$ 133,857,257

25.32

Other

\$

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
----------------------------	------------------	-------------

26.1

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

Yes () No (X)

26.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes () No () N/A (X)

27.1

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

Yes () No (X)

27.2

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

\$

28.

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

Yes (X) No ()

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Name of Custodian(s)	2 Custodian's Address
---------------------------	--------------------------

BNY Mellon..... One Wall Street, New York, NY 10286
Federal Home Loan Bank of Cincinnati..... PO Box 598, Cincinnati, OH 45201.....

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

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

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes () No (X)

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

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

28.05 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
---------------------------------	------------------

George Wiswesser .....	| .....
Ronald Stephonic .....	| .....
Krishna Patel .....	| .....
Scott Richter .....	| .....
Richard Nash .....	| .....
Chris Giampietro .....	| .....

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? Yes () No (X)

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes () No (X)

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identified (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Field
---------------------------------------------	---------------------------------	------------------------------------	----------------------	--------------------------------------------------

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

29.2 If yes, complete the following schedule:

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
-------------------	--------------------------	-----------------------------------

47103C-35-7	JANUS TRITON FUND I	10,633,167
55272P-59-6	MFS MID CAP VALUE FUND I	12,847,162
66538B-68-5	NORTHERN LTS FUND ALTEGRIS/AACA OPPORTUNISTIC RE	5,469,613
77956Z-10-7	T ROWE PRICE NEW HORIZONS FUND, INC.	45,571,818
77957Q-10-3	T ROWE PRICE SMALL-CAP VALUE FUND, INC.	39,966,879
949915-48-2	WELLS FARGO SPECIAL MID CAP VALUE FUND	13,083,493
29.2999 - Total		127,572,132

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

1 Name of Mutual Fund (from question 29.2)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
-----------------------------------------------	-----------------------------------------------------	---------------------------------------------------------------------------------------	------------------------

JANUS TRITON FUND I	BLACKBAUD, INC.	190,414,279	06/30/2016
JANUS TRITON FUND I	BROADRIDGE FINANCIAL SOLUTIONS, INC.	155,167,785	06/30/2016
JANUS TRITON FUND I	SENSIENT TECHNOLOGIES CORP.	138,627,314	06/30/2016
JANUS TRITON FUND I	SS&C TECHNOLOGIES HOLDINGS, INC.	138,150,960	06/30/2016
JANUS TRITON FUND I	SERVICEMASTER GLOBAL HOLDINGS, INC.	128,530,160	06/30/2016
MFS MID CAP VALUE FUND I	NEWELL BRANDS, INC.	62,203,113	06/30/2016
MFS MID CAP VALUE FUND I	ALLISON TRANSMISSION HOLDINGS, INC.	61,116,087	06/30/2016
MFS MID CAP VALUE FUND I	NASDAQ, INC.	58,723,917	06/30/2016
MFS MID CAP VALUE FUND I	MEDICAL PROPERTIES TRUST, INC. REIT	53,479,911	06/30/2016
MFS MID CAP VALUE FUND I	HESS CORP.	53,236,460	06/30/2016
NORTHERN LTS FUND ALTEGRIS/AACA	NEW RESIDENTIAL INVESTMENT CORP.	8,078,850	09/30/2016
NORTHERN LTS FUND ALTEGRIS/AACA	NEWCASTLE INVESTMENT CORP.	8,072,184	09/30/2016
NORTHERN LTS FUND ALTEGRIS/AACA	ALEXANDRIA REAL ESTATE EQUITIES, INC.	7,254,959	09/30/2016
NORTHERN LTS FUND ALTEGRIS/AACA	QTS REALTY TRUST, INC.	7,240,450	09/30/2016
NORTHERN LTS FUND ALTEGRIS/AACA	MGM RESORTS INTERNATIONAL	7,065,739	09/30/2016
T ROWE PRICE NEW HORIZONS FUND, INC.	O'REILLY AUTOMOTIVE	390,193,000	09/30/2016
T ROWE PRICE NEW HORIZONS FUND, INC.	VAIL RESORTS	385,234,000	09/30/2016
T ROWE PRICE NEW HORIZONS FUND, INC.	SS&C TECHNOLOGIES HOLDINGS, INC.	346,841,000	09/30/2016
T ROWE PRICE NEW HORIZONS FUND, INC.	LIBERTY VENTURES, SERIES A	334,601,000	09/30/2016
T ROWE PRICE NEW HORIZONS FUND, INC.	BURLINGTON STORES	322,414,000	09/30/2016
T ROWE PRICE SMALL-CAP VALUE FUND	HOME BANCSHARES	113,677,000	09/30/2016
T ROWE PRICE SMALL-CAP VALUE FUND	BELDEN	97,352,000	09/30/2016
T ROWE PRICE SMALL-CAP VALUE FUND	PNM RESOURCES	90,016,000	09/30/2016
T ROWE PRICE SMALL-CAP VALUE FUND	ONE GAS	85,574,000	09/30/2016
T ROWE PRICE SMALL-CAP VALUE FUND	WESTERN ALLIANCE BANCORP	83,360,000	09/30/2016
WELLS FARGO SPECIAL MID CAP VALUE	FIDELITY NATIONAL INFO SERVICES, INC.	122,338,272	06/30/2016
WELLS FARGO SPECIAL MID CAP VALUE	TREEHOUSE FOODS, INC.	114,281,169	06/30/2016
WELLS FARGO SPECIAL MID CAP VALUE	MOLSON COORS BREWING COMPANY	103,446,888	06/30/2016
WELLS FARGO SPECIAL MID CAP VALUE	LOEWS, CORP.	102,293,555	06/30/2016
WELLS FARGO SPECIAL MID CAP VALUE	AMEREN, CORP.	98,096,943	06/30/2016

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-) , or Fair Value over Statement (+)
30.1 Bonds	\$ 1,423,990,344	\$ 1,503,165,685	\$ 79,175,341
30.2 Preferred stocks	\$	\$	\$
30.3 Totals.....	\$ 1,423,990,344	\$ 1,503,165,685	\$ 79,175,341

30.4 Describe the sources or methods utilized in determining the fair values:
Interactive Data Corp (IDC) , Bloomberg Financial Services
.....

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

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

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

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

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

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 5,150,488

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

1 Name	2 Amount Paid
INSURANCE SERVICES OFFICES INC.	\$ 2,859,435
.....	\$
.....	\$
.....	\$

34.1 Amount of payments for legal expenses, if any? \$ 2,308,019

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

1 Name	2 Amount Paid
FOX ROTHSCHILD LLP	\$ 1,266,114
.....	\$
.....	\$
.....	\$

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 134,551

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

1 Name	2 Amount Paid
US CHAMBER INSTITUTE FOR LEGAL REFORM	\$ 54,000
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1

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

Yes () No (X)

1.2

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

\$

1.3

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

\$

1.31

Reason for excluding:

1.4

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

\$

1.5

Indicate total incurred claims on all Medicare Supplement insurance.

\$

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$

1.62

Total incurred claims

\$

1.63

Number of covered lives

.....

All years prior to most current three years:

1.64

Total premium earned

\$

1.65

Total incurred claims

\$

1.66

Number of covered lives

.....

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$

1.72

Total incurred claims

\$

1.73

Number of covered lives

.....

All years prior to most current three years:

1.74

Total premium earned

\$

1.75

Total incurred claims

\$

1.76

Number of covered lives

.....

2. Health Test:

2.1

Premium Numerator

\$

2.2

Premium Denominator

\$ 964,792,508

2.3

Premium Ratio (Line 2.1/Line 2.2)

.....

2.4

Reserve Numerator

\$

2.5

Reserve Denominator

\$ 1,356,799,412

2.6

Reserve Ratio (Line 2.4/Line 2.5)

.....

1

Current Year

2

Prior Year

2.1

Premium Numerator

\$

2.2

Premium Denominator

\$ 943,274,020

2.3

Premium Ratio (Line 2.1/Line 2.2)

.....

2.4

Reserve Numerator

\$

2.5

Reserve Denominator

\$ 1,301,458,501

2.6

Reserve Ratio (Line 2.4/Line 2.5)

.....

3.1

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

Yes (X) No ()

3.2

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

3.21

Participating policies

\$ 8,266,966

3.22

Non-participating policies

\$ 1,243,266,524

4.

For Mutual reporting entities and Reciprocal Exchange only:

4.1

Does the reporting entity issue assessable policies?

Yes () No ()

4.2

Does the reporting entity issue non-assessable policies?

Yes () No ()

4.3

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

..... %

4.4

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

\$

5.

For Reciprocal Exchanges only:

5.1

Does the exchange appoint local agents?

Yes () No ()

5.2

If yes, is the commission paid:

5.21

Out of Attorney's-in-fact compensation

Yes () No () N/A (X)

5.22

As a direct expense of the exchange

Yes () No () N/A (X)

5.3

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

5.4

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

Yes () No ()

5.5

If yes, give full information.

6.1

What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?

Reinsurance protection was provided by two agreements: the Multiple Line Excess of Loss with two layers (\$4.5M x \$3M) and (\$7.5M x \$7.5M); and the Casualty Clash and Contingency Excess with two layers (\$15M x \$15M) and (\$30M x \$30M) totaling \$57M above a \$3M retention per occurrence.

6.2

Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:

The modeled all perils probable maximum loss at the 250 year return time is \$287M and includes hurricane, earthquake and severe convective storm. The locations of concentrations are southeastern PA, DE, GA and FL for hurricane; OH for severe convective storm; and IN, KY and OH for earthquake.

6.3

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

The property catastrophe reinsurance program consisted of four layers with varying retentions and one automatic reinstatement for additional premium. The total amount of coverage for a single loss occurrence was \$350 million excess of the Company's \$50 million net retention per loss occurrence.

16

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.4

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

Yes (X) No ()

6.5

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

7.1

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

Yes (X) No ()

7.2

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

1

7.3

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

Yes (X) No ()

8.1

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

Yes () No (X)

8.2

If yes, give full information.

9.1

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

Yes () No (X)

9.2

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

Yes () No (X)

9.3

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

9.4

Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

Yes () No (X)

9.5

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

9.6

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

Yes () No (X)
Yes () No (X)
Yes () No (X)

10.

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

Yes (X) No () N/A ()

11.1

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

Yes () No (X)

11.2

If yes, give full information.

12.1

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

12.11 Unpaid losses\$.....
12.12 Unpaid underwriting expenses (including loss adjustment expenses)\$.....

12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds:\$.....

12.3

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

Yes () No (X) N/A ()

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

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

12.41 From

12.42 To

%

%

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

Yes () No (X)

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

12.61 Letters of credit

12.62 Collateral and other funds

\$

\$

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

\$ 3,000,000

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

Yes (X) No ()

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

6

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

Yes (X) No ()

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

Ohio Farmers Insurance Company and its insurance subsidiaries are covered under each reinsurance contract.

14.3 If the answer to 14. 1 is yes, are the methods described in item 14. 2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes () No (X)

14.4 If the answer to 14. 3 is no, are the methods described in 14. 2 entirely contained in written agreements?

Yes (X) No ()

14.5 If the answer to 14. 4 is no, please explain:

15.1 Has the reporting entity guaranteed any financed premium accounts?

Yes () No (X)

15.2 If yes, give full information.

16.1 Does the reporting entity write any warranty business?

Yes () No (X)

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

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

* Disclose type of coverage:

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

Yes () No (X)

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

17.11	Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$
17.12	Unfunded portion of Interrogatory 17.11	\$
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$
17.14	Case reserves portion of Interrogatory 17.11	\$
17.15	Incurred but not reported portion of Interrogatory 17.11	\$
17.16	Unearned premium portion of Interrogatory 17.11	\$
17.17	Contingent commission portion of Interrogatory 17.11	\$

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

17.18	Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$
17.19	Unfunded portion of Interrogatory 17.18	\$
17.20	Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$
17.21	Case reserves portion of Interrogatory 17.18	\$
17.22	Incurred but not reported portion of Interrogatory 17.18	\$
17.23	Unearned premium portion of Interrogatory 17.18	\$
17.24	Contingent commission portion of Interrogatory 17.18	\$

18.1 Do you act as a custodian for health savings accounts?

Yes () No (X)

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

\$

18.3 Do you act as an administrator for health savings accounts?

Yes () No (X)

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

\$

FIVE-YEAR HISTORICAL DATA

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

	1 2016	2 2015	3 2014	4 2013	5 2012
Gross Premiums Written (Page 8, Part 1B, Columns 1, 2 and 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	843,696,012	866,659,252	867,251,618	842,690,253	813,400,047
2. Property lines (Lines 1, 2, 9, 12, 21 and 26)	427,231,915	426,211,265	421,847,282	403,302,203	383,985,479
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	864,988,362	873,224,092	876,387,887	851,606,412	819,055,851
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	68,286,255	62,513,855	58,449,335	54,822,780	56,105,919
5. Nonproportional reinsurance lines (Lines 31, 32 and 33)	27,127,902	20,800,809	24,918,149	36,820,334	40,165,803
6. Total (Line 35)	2,231,330,446	2,249,409,273	2,248,854,271	2,189,241,982	2,112,713,099
Net Premiums Written (Page 8, Part 1B, Column 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	357,038,746	357,783,763	350,682,997	336,293,518	321,806,177
8. Property lines (Lines 1, 2, 9, 12, 21 and 26)	195,939,956	189,992,963	183,115,891	172,175,595	162,209,332
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	365,713,003	357,497,474	350,191,636	333,447,507	316,834,359
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	31,329,592	29,260,060	26,943,326	25,974,071	26,754,642
11. Nonproportional reinsurance lines (Line 31, 32 and 33)	27,127,902	20,800,809	24,918,149	36,820,334	40,165,803
12. Total (Line 35)	977,149,199	955,335,069	935,851,999	904,711,025	867,770,313
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	14,252,550	28,365,943	19,266,729	40,694,697	2,654,353
14. Net investment gain (loss) (Line 11)	82,108,769	87,680,207	93,588,211	96,034,032	97,528,885
15. Total other income (Line 15)	14,498,323	(1,892,163)	10,446,323	14,809,748	11,272,021
16. Dividends to policyholders (Line 17)	1,660,219	1,427,358	1,205,727	758,357	1,001,947
17. Federal and foreign income taxes incurred (Line 19)	26,897,174	41,875,910	28,840,970	23,073,586	20,891,117
18. Net income (Line 20)	82,302,249	70,850,719	93,254,566	127,706,534	89,562,195
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Column 3)	2,739,569,528	2,594,426,897	2,536,054,216	2,450,520,897	2,243,144,674
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1)	48,019,450	46,553,532	47,813,592	44,038,014	42,473,456
20.2 Deferred and not yet due (Line 15.2)	301,941,448	293,969,964	289,030,134	284,088,786	262,165,338
20.3 Accrued retrospective premiums (Line 15.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,562,272,936	1,501,987,883	1,493,012,840	1,459,330,676	1,389,541,857
22. Losses (Page 3, Line 1)	665,868,619	623,422,228	598,818,121	610,906,025	612,468,557
23. Loss adjustment expenses (Page 3, Line 3)	211,867,576	211,329,748	203,299,994	195,212,133	186,758,438
24. Unearned premiums (Page 3, Line 9)	479,063,217	466,706,525	454,645,473	433,009,134	412,674,957
25. Capital paid up (Page 3, Line 30 and Line 31)	8,220,000	8,220,000	8,220,000	8,220,000	8,220,000
26. Surplus as regards policyholders (Page 3, Line 37)	1,177,296,592	1,092,439,014	1,043,041,376	991,190,221	853,602,817
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	139,536,590	131,286,417	105,947,292	115,070,412	69,153,932
Risk-Based Capital Analysis					
28. Total adjusted capital	1,177,296,592	1,092,439,014	1,043,041,376	991,190,221	853,602,817
29. Authorized control level risk-based capital	127,742,607	117,163,554	110,953,529	111,208,579	105,783,588
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Item divided by Page 2, Line 12, Column 3) x 100.0					
30. Bonds (Line 1)	65.6	66.8	67.3	67.4	67.8
31. Stocks (Line 2.1 and Line 2.2)	26.5	27.1	29.4	29.5	29.2
32. Mortgage loans on real estate (Line 3.1 and Line 3.2)					
33. Real estate (Lines 4.1, 4.2 and 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	0.1	0.2	0.1	0.3	0.2
35. Contact loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)	7.8	5.9	3.2	2.8	2.8
38. Receivables for securities (Line 9)					
39. Securities lending reinvested collateral assets (Line 10)					
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Schedule D, Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)		37,750,000	37,750,000	33,500,000	33,500,000
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 1)					
45. Affiliated short-term investments (Schedule DA Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Line 42 through Line 47		37,750,000	37,750,000	33,500,000	33,500,000
49. Total investment in parent included in Line 42 through Line 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0)		3.5	3.6	3.4	3.9

FIVE-YEAR HISTORICAL DATA
(Continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24)	33,976,580	(27,500,742)	(3,149,689)	46,912,916	18,898,864
52. Dividends to stockholders (Line 35)	(37,750,000)		(20,000,000)		(23,000,000)
53. Change in surplus as regards policyholders for the year (Line 38)	84,857,578	49,397,638	51,851,155	137,587,404	79,341,436
Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	465,289,700	479,199,518	470,346,846	433,438,202	419,462,824
55. Property lines (Lines 1, 2, 9, 12, 21 and 26)	215,688,138	209,079,039	233,470,840	198,650,449	212,506,534
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	374,454,589	402,566,913	448,962,403	401,973,506	461,686,136
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	1,973,813	388,492	8,168,916	12,671,346	19,656,190
58. Nonproportional reinsurance lines (Lines 31, 32, and 33)	5,303,919	1,189,602	12,063,661	616,679	32,130,350
59. Total (Line 35)	1,062,710,159	1,092,423,564	1,173,012,666	1,047,350,182	1,145,442,034
Net Losses Paid (Page 9, Part 2, Column 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 and 19.3, 19.4)	192,996,294	191,153,209	189,197,611	173,317,990	167,506,905
61. Property lines (Lines 1, 2, 9, 12, 21 and 26)	94,885,260	93,492,664	96,992,416	84,082,686	86,632,933
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 and 27)	154,226,044	162,354,996	182,864,491	159,661,159	181,852,986
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 and 34)	2,070,715	(1,161,660)	3,645,476	5,483,546	15,807,460
64. Nonproportional reinsurance lines (Lines 31, 32, and 33)	5,303,919	1,189,602	12,063,661	616,679	32,130,350
65. Total (Line 35)	449,482,232	447,028,811	484,763,655	423,162,060	483,930,634
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	51.0	50.0	51.7	47.7	53.3
68. Loss expenses incurred (Line 3)	11.3	12.7	11.8	12.1	11.6
69. Other underwriting expenses incurred (Line 4)	36.2	34.3	34.4	35.6	34.8
70. Net underwriting gain (loss) (Line 8)	1.5	3.0	2.1	4.6	0.3
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Line 4 plus Line 5 minus Line 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	34.3	34.1	32.5	33.2	33.0
72. Losses and loss expenses incurred to premiums earned (Page 4, Line 2 plus Line 3 divided by Page 4, Line 1 x 100.0)	62.3	62.7	63.5	59.8	64.9
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	83.0	87.4	89.7	91.3	101.7
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11)	(33,151)	(30,388)	(46,847)	(52,284)	(50,224)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Column 1 x 100.0)	(3.0)	(2.9)	(4.7)	(6.1)	(6.5)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Column 12)	(47,158)	(64,706)	(74,136)	(80,102)	(90,764)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Column 2 x 100.0)	(4.5)	(6.5)	(8.7)	(10.3)	(12.2)

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

Yes () No ()

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	Number of Claims Reported - Direct and Assumed
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	X X X	X X X	X X X	4,613	1,059	1,456	76	581		289	5,515	X X X
2. 2007	920,291	70,336	849,955	422,693	18,763	30,268	583	47,348	6	15,992	480,957	X X X
3. 2008	1,008,233	118,567	889,666	606,273	90,485	33,559	1,147	47,200	10	19,195	595,389	X X X
4. 2009	817,765	38,085	779,680	397,618	10,203	32,458	976	45,110	20	16,846	463,986	X X X
5. 2010	833,574	37,137	796,437	445,647	6,412	32,939	422	47,996	14	19,242	519,732	X X X
6. 2011	857,963	43,935	814,028	604,961	60,111	34,818	2,317	54,540	19	22,410	631,872	X X X
7. 2012	902,372	47,372	855,000	475,442	27,175	27,756	1,455	55,712	23	18,276	530,256	X X X
8. 2013	934,380	50,003	884,377	416,666	15,013	25,602	658	57,802	28	17,731	484,370	X X X
9. 2014	966,961	52,746	914,216	431,470	15,475	17,275	601	63,934	20	19,618	496,582	X X X
10. 2015	997,284	54,010	943,274	352,391	11,887	7,662	225	69,151	56	15,626	417,035	X X X
11. 2016	1,018,936	54,144	964,793	252,936	11,690	2,381	181	52,115	19	9,965	295,542	X X X
12. Totals	X X X	X X X	X X X	4,410,709	268,274	246,172	8,642	541,488	217	175,191	4,921,237	X X X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded						Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding - Direct & Assumed
1.	32,966	13,934	20,400	230	1,174		8,125		3,782			52,283	X X X
2.	3,142	467	2,859	99	168		730		568			6,901	X X X
3.	3,430	718	3,701	97	240		1,349		551			8,456	X X X
4.	7,395	2,479	3,908	61	540		2,494		1,075			12,874	X X X
5.	6,372	145	5,360	81	648		3,028		1,061			16,243	X X X
6.	16,150	6,877	9,461	951	1,339		4,509	189	2,363			25,804	X X X
7.	16,700	807	12,792	1,404	2,399		6,285	297	2,687			38,355	X X X
8.	37,598	7,578	22,548	2,321	5,027		9,682	324	5,102			69,734	X X X
9.	57,328	1,671	34,002	3,043	10,011		16,707	405	9,811			122,739	X X X
10.	83,025	4,620	64,114	4,604	13,453		24,741	621	12,316			187,804	X X X
11.	134,958	4,189	150,690	6,655	18,289		27,655	864	16,658			336,543	X X X
12.	399,066	43,486	329,834	19,546	53,288		105,305	2,700	55,975			877,736	X X X

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter - Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	X X X	X X X	X X X	X X X	X X X	X X X			X X X	39,203	13,081
2.	507,775	19,918	487,857	55.2	28.3	57.4			54.0	5,434	1,466
3.	696,303	92,457	603,845	69.1	78.0	67.9			54.0	6,316	2,141
4.	490,598	13,739	476,860	60.0	36.1	61.2			54.0	8,764	4,110
5.	543,050	7,075	535,975	65.1	19.0	67.3			54.0	11,506	4,737
6.	728,141	70,465	657,677	84.9	160.4	80.8			54.0	17,782	8,022
7.	599,772	31,161	568,611	66.5	65.8	66.5			54.0	27,282	11,073
8.	580,027	25,922	554,104	62.1	51.8	62.7			54.0	50,247	19,487
9.	640,537	21,216	619,321	66.2	40.2	67.7			54.0	86,615	36,124
10.	626,853	22,014	604,839	62.9	40.8	64.1			54.0	137,915	49,889
11.	655,684	23,599	632,085	64.3	43.6	65.5			54.0	274,804	61,739
12.	X X X	X X X	X X X	X X X	X X X	X X X			X X X	665,869	211,868

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016	11 One Year	12 Two Year
1. Prior .....	..... 367,083	..... 354,452	..... 339,200	..... 327,702	..... 326,177	..... 324,758	..... 321,016	..... 323,413	..... 322,125	..... 319,176	..... (2,950)	..... (4,238)
2. 2007 .....	..... 506,392	..... 465,136	..... 455,092	..... 446,670	..... 443,086	..... 439,833	..... 438,445	..... 440,033	..... 439,844	..... 439,948	..... 103	..... (86)
3. 2008	X X X	..... 598,682	..... 593,532	..... 580,195	..... 568,552	..... 563,981	..... 561,014	..... 559,097	..... 556,922	..... 556,104	..... (818)	..... (2,993)
4. 2009	X X X	X X X	..... 482,524	..... 464,333	..... 448,893	..... 438,685	..... 433,467	..... 430,029	..... 430,573	..... 430,695	..... 122	..... 666
5. 2010	X X X	X X X	X X X	..... 536,623	..... 510,903	..... 497,501	..... 494,652	..... 490,909	..... 487,625	..... 486,933	..... (692)	..... (3,976)
6. 2011	X X X	X X X	X X X	X X X	..... 649,171	..... 631,800	..... 618,086	..... 608,962	..... 603,085	..... 600,793	..... (2,292)	..... (8,169)
7. 2012	X X X	X X X	X X X	X X X	X X X	..... 549,423	..... 527,017	..... 519,402	..... 513,846	..... 510,235	..... (3,610)	..... (9,166)
8. 2013	X X X	X X X	X X X	X X X	X X X	X X X	..... 520,474	..... 495,479	..... 495,445	..... 491,229	..... (4,216)	..... (4,250)
9. 2014	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 560,542	..... 548,014	..... 545,596	..... (2,418)	..... (14,946)
10. 2015	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 539,810	..... 523,428	..... (16,382)	X X X
11. 2016	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 563,331	X X X	X X X
12. Totals											..... (33,151)	..... (47,158)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	0 0 0	..... 110,323	..... 171,529	..... 199,206	..... 221,683	..... 236,253	..... 246,098	..... 256,646	..... 265,740	..... 270,674	X X X	X X X
2. 2007 .....	..... 233,807	..... 326,430	..... 370,564	..... 399,670	..... 413,225	..... 421,100	..... 426,347	..... 429,684	..... 430,972	..... 433,615	X X X	X X X
3. 2008	X X X	..... 293,367	..... 447,192	..... 488,862	..... 514,076	..... 530,968	..... 539,622	..... 544,752	..... 546,732	..... 548,199	X X X	X X X
4. 2009	X X X	X X X	..... 228,288	..... 315,742	..... 357,067	..... 385,026	..... 400,562	..... 409,039	..... 416,496	..... 418,897	X X X	X X X
5. 2010	X X X	X X X	X X X	..... 248,505	..... 353,574	..... 402,149	..... 437,460	..... 457,554	..... 467,407	..... 471,751	X X X	X X X
6. 2011	X X X	X X X	X X X	X X X	..... 319,077	..... 460,151	..... 509,910	..... 549,259	..... 565,239	..... 577,352	X X X	X X X
7. 2012	X X X	X X X	X X X	X X X	X X X	..... 260,564	..... 362,222	..... 418,072	..... 457,371	..... 474,567	X X X	X X X
8. 2013	X X X	X X X	X X X	X X X	X X X	X X X	..... 235,283	..... 337,425	..... 386,738	..... 426,597	X X X	X X X
9. 2014	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 276,762	..... 376,594	..... 432,669	X X X	X X X
10. 2015	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 246,173	..... 347,940	X X X	X X X
11. 2016	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 243,446	X X X	X X X

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2007	2 2008	3 2009	4 2010	5 2011	6 2012	7 2013	8 2014	9 2015	10 2016
1. Prior .....	..... 142,375	..... 112,478	..... 92,166	..... 74,273	..... 58,959	..... 51,376	..... 44,258	..... 40,704	..... 34,041	..... 28,295
2. 2007 .....	..... 119,696	..... 51,026	..... 35,251	..... 21,974	..... 13,647	..... 9,291	..... 6,690	..... 6,085	..... 4,643	..... 3,490
3. 2008	X X X	..... 114,851	..... 60,160	..... 35,041	..... 20,627	..... 13,082	..... 8,584	..... 7,892	..... 6,040	..... 4,952
4. 2009	X X X	X X X	..... 125,625	..... 63,975	..... 38,941	..... 22,865	..... 14,132	..... 8,536	..... 8,016	..... 6,341
5. 2010	X X X	X X X	X X X	..... 138,218	..... 62,289	..... 36,850	..... 22,733	..... 12,631	..... 10,729	..... 8,307
6. 2011	X X X	X X X	X X X	X X X	..... 155,896	..... 63,367	..... 42,806	..... 25,664	..... 15,592	..... 12,829
7. 2012	X X X	X X X	X X X	X X X	X X X	..... 145,739	..... 67,332	..... 44,182	..... 26,939	..... 17,377
8. 2013	X X X	X X X	X X X	X X X	X X X	X X X	..... 143,671	..... 69,365	..... 49,245	..... 29,585
9. 2014	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 138,972	..... 72,489	..... 47,261
10. 2015	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 151,122	..... 83,630
11. 2016	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	..... 170,827

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories

			1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
			Active Status	2	3	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
States, Etc.				Direct Premiums Written	Direct Premiums Earned						
1. Alabama	AL	L		2,225,391	2,294,605		1,628,412	390,053	1,237,484	118	
2. Alaska	AK	L		2,527	2,839			143	313		
3. Arizona	AZ	L		26,308,777	26,088,088	1,854	13,563,592	16,460,854	26,563,600	19,419	
4. Arkansas	AR	L		1,415,644	1,502,535		40,421	116,373	285,425	15	
5. California	CA	N					780	20,000	418,506		
6. Colorado	CO	L		26,630,023	26,163,712		14,492,727	18,027,842	17,918,488	31,631	
7. Connecticut	CT	L		811,349	810,897			117	1,927		
8. Delaware	DE	L		11,503,151	11,981,500		4,785,559	3,967,709	14,683,317	16,084	
9. Dist. Columbia	DC	L		746,489	662,867		74,177	10,767	93,362	52	
10. Florida	FL	L		138,067,304	136,922,362		70,929,711	93,383,087	144,898,363	80,413	
11. Georgia	GA	L		59,582,981	62,089,215	20,518	37,418,989	42,949,137	69,265,679	69,779	
12. Hawaii	HI	L		3,175	2,788			26	197		
13. Idaho	ID	L		101,864	106,372		52,445	(46,071)	37,799		
14. Illinois	IL	L		92,393,358	92,711,163	65,660	49,267,607	51,446,684	94,244,514	131,203	
15. Indiana	IN	L		55,799,382	57,337,558		29,744,112	24,900,381	49,100,298	161,170	
16. Iowa	IA	L		18,766,038	19,039,847	270,682	8,503,450	5,917,052	16,380,041	29,886	
17. Kansas	KS	L		432,607	364,949		50,421	(39,028)	98,563	28	
18. Kentucky	KY	L		44,754,516	45,267,020		27,627,281	34,962,882	46,788,167	74,193	
19. Louisiana	LA	L		529,277	524,357			8,208	54,992		
20. Maine	ME	L		7,200	6,754			327	880		
21. Maryland	MD	L		14,903,676	13,932,668	14,819	4,398,792	8,899,698	13,986,615	10,019	
22. Massachusetts	MA	L		468,505	445,151			1,149	2,489		
23. Michigan	MI	L		84,056,552	88,181,406		47,726,783	48,326,240	80,949,390	296,747	
24. Minnesota	MN	L		40,027,273	39,973,233	397,216	15,886,954	18,726,155	42,894,653	49,596	
25. Mississippi	MS	L		1,010,162	756,043		50,542	45,292	167,931		
26. Missouri	MO	L		1,524,216	1,577,660		1,396,336	1,188,197	974,055	918	
27. Montana	MT	L		135,420	83,765		7,300	1,699	34,788		
28. Nebraska	NE	L		796,801	805,800	773	238,335	(144,731)	389,349	29	
29. Nevada	NV	L		568,679	535,262		61,793	46,409	226,943	78	
30. New Hampshire	NH	L		11,503	9,989			682	1,217		
31. New Jersey	NJ	L		140,741	226,678		44,422	34,158	5,387		
32. New Mexico	NM	L		6,393,209	6,338,601	56	5,724,140	4,260,725	5,022,486	8,027	
33. New York	NY	L		454,405	405,871			8,978	39,079		
34. North Carolina	NC	L		26,041,330	25,880,105	18,112	15,334,043	14,821,973	24,912,594	(2,384)	
35. North Dakota	ND	L		520,884	598,976		20,512	39,330	257,344		
36. Ohio	OH	L		260,849,383	264,667,473		104,435,387	129,769,194	189,020,955	861,875	
37. Oklahoma	OK	L		544,335	677,702		191,235	(127,124)	314,516		
38. Oregon	OR	L		94,515	77,310						
39. Pennsylvania	PA	L		153,478,480	158,483,497	52,353	73,164,041	69,985,058	96,422,500	468,097	
40. Rhode Island	RI	L		42,425	42,481			31	371		
41. South Carolina	SC	L		16,182,153	16,638,171	5,463	6,522,524	8,761,066	13,207,376	13,607	
42. South Dakota	SD	L		781,838	802,206		37,179	62,824	433,557	48	
43. Tennessee	TN	L		53,395,304	53,129,509		23,010,723	22,751,878	46,440,462	118,590	
44. Texas	TX	L		8,958,472	8,059,114	643,947	1,827,542	1,092,274	2,610,273	149	
45. Utah	UT	L		552,628	502,631		18,558	53,012	87,427		
46. Vermont	VT	L		19,385	20,539			(41)	592		
47. Virginia	VA	L		16,433,793	16,932,306		7,617,682	9,450,166	17,345,662	12,310	
48. Washington	WA	L		414,156	342,140		4,004	34,165	46,875	35	
49. West Virginia	WV	L		73,606,550	76,820,346		42,422,274	39,563,732	36,862,909	214,192	
50. Wisconsin	WI	L		8,856,757	8,737,415	168,766	3,341,915	3,581,418	5,574,699	6,921	
51. Wyoming	WY	L		188,909	160,528		4,107	46,762	70,510	32	
52. American Samoa	AS	N									
53. Guam	GU	N									
54. Puerto Rico	PR	N									
55. U.S. Virgin Islands	VI	N									
56. Northern Mariana Islands	MP	N									
57. Canada	CAN	N									
58. Aggregate other alien	OT	X X X									
59. Totals	(a)	50		1,251,533,492	1,269,724,004	1,660,219	611,666,807	673,756,912	1,060,374,919	2,672,877	
DETAILS OF WRITE-INS											
58001.		X X X									
58002.		X X X									
58003.		X X X									
58998. Summary of remaining write-ins for Line 58 from overflow page		X X X									
58999. Totals (Line 58001 through 58003+58998) (Line 58 above)		X X X									

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

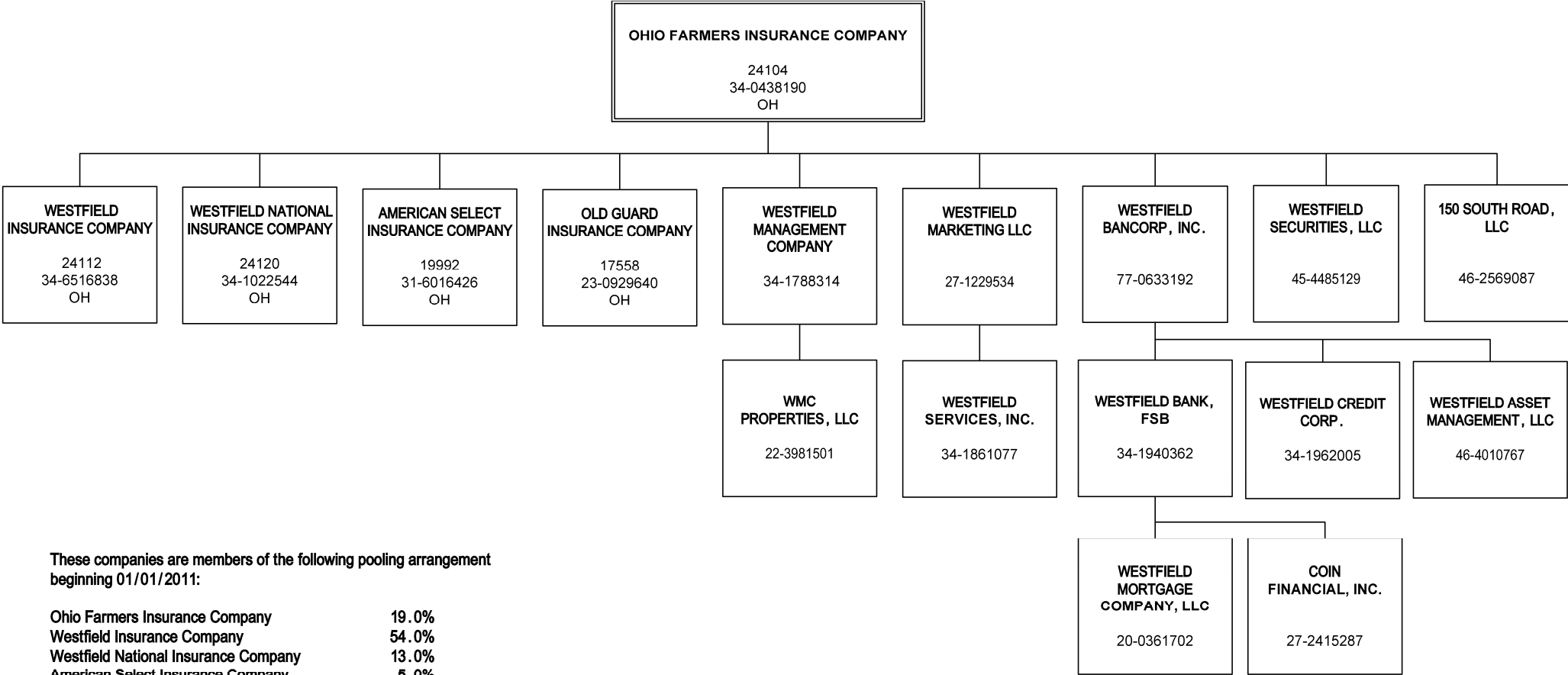
Explanation of basis of allocation of premiums by states, etc.

Inland Marine and Other Accident and Health - Residence of Insured

All Other Lines - Location of Risk

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

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE Westfield Insurance Company
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



These companies are members of the following pooling arrangement beginning 01/01/2011:

Ohio Farmers Insurance Company	19.0%
Westfield Insurance Company	54.0%
Westfield National Insurance Company	13.0%
American Select Insurance Company	5.0%
Old Guard Insurance Company	9.0%
Total	100.0%

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