



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2016
OF THE CONDITION AND AFFAIRS OF THE

FARMERS INSURANCE OF COLUMBUS, INC.

NAIC Group Code 0069 0069 NAIC Company Code 36889 Employer's ID Number 31-0956373
(Current) (Prior)

Organized under the Laws of Ohio State of Domicile or Port of Entry OH
Country of Domicile United States of America

Incorporated/Organized 04/05/1979 Commenced Business 06/08/1979

Statutory Home Office 2500 Farmers Drive, Suite 200 Columbus, OH, US 43235
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 2500 Farmers Drive, Suite 200
(Street and Number)
Columbus, OH, US 43235 614-602-3046
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P.O. Box 4402 Woodland Hills, CA, US 91365
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 2500 Farmers Drive, Suite 200
(Street and Number)
Columbus, OH, US 43235 323-932-3441
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.farmers.com

Statutory Statement Contact Joseph Hammond 323-932-3441
(Name) (Area Code) (Telephone Number)
joseph_hammond@farmersinsurance.com 323-930-4266
(E-mail Address) (FAX Number)

OFFICERS

President James Andrew Reser # Vice President, Treasurer Ronald Gregory Myhan
Secretary Doren Eugene Hohl

OTHER

Maite Irakoze Baur #, Vice President Keith George Daly, Vice President Victoria Louise McCarthy, Vice President
James Leslie Nutting, Vice President and Actuary

DIRECTORS OR TRUSTEES

Gisselle Maria Acevedo # Thomas George Allen # Keith George Daly #
Ronald Lee Marrone Donald Eugene Rodriguez

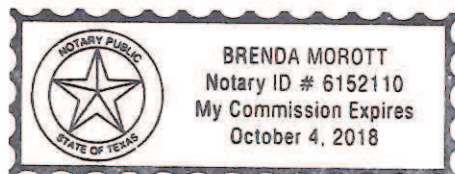
State of Texas SS:
County of Rockwall

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.

James Andrew Reser Doren Eugene Hohl Ronald Gregory Myhan
President Secretary Vice President, Treasurer

Subscribed and sworn to before me this 2nd day of February 2017
Brenda Morott

- 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.....



State of California
County of Los Angeles

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

Subscribed and sworn to (or affirmed) before me on this
15th day of February, 2017, by
Date Month Year

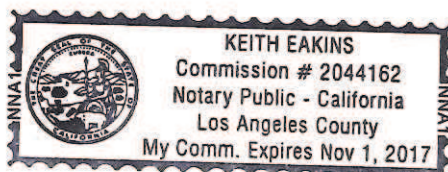
(1) Doren Eugene Hohl
Name of Signer

proved to me on the basis of satisfactory evidence to be the person who appeared before me,

and
(2) Ronald Gregory Myhan
Name of Signer

proved to me on the basis of satisfactory evidence to be the person who appeared before me.

Keith Eakins
Signature of Notary Public



Place Notary Stamp Above

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	223,400,945		223,400,945	226,637,459
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 (less \$				
encumbrances)				
4.2 Properties held for the production of income (less				
\$				
encumbrances)				
4.3 Properties held for sale (less \$				
encumbrances)				
5. Cash (\$3,869,210 , Schedule E - Part 1), cash equivalents				
(\$, Schedule E - Part 2) and short-term				
investments (\$, Schedule DA)	3,869,210		3,869,210	2,660,706
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivable for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	227,270,155		227,270,155	229,298,165
13. Title plants less \$ charged off (for Title insurers				
only)				
14. Investment income due and accrued	1,257,497		1,257,497	1,078,136
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	2,518,460	591,246	1,927,213	1,492,565
15.2 Deferred premiums and agents' balances and installments booked but				
deferred and not yet due (including \$243,847				
earned but unbilled premiums)	24,914,200		24,914,200	22,975,721
15.3 Accrued retrospective premiums (\$) and				
contracts subject to redetermination (\$)	12,358		12,358	16,394
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	6,082,877		6,082,877	6,436,671
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	7,017,151	777,264	6,239,888	6,621,905
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
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	278,956		278,956	879,343
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	485,796		485,796	416,820
26. Total assets excluding Separate Accounts, Segregated Accounts and				
Protected Cell Accounts (Lines 12 to 25)	269,837,450	1,368,510	268,468,939	269,215,721
27. From Separate Accounts, Segregated Accounts and Protected Cell				
Accounts				
28. Total (Lines 26 and 27)	269,837,450	1,368,510	268,468,939	269,215,721
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Business-owned life insurance - cash value	485,796		485,796	416,820
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	485,796		485,796	416,820

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	70,404,729	68,490,096
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)	8,681,585	8,534,848
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	18,130,960	17,561,901
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	167,477	135,215
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,738,601	1,691,751
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$37,796,769 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)	58,535,067	62,241,592
10. Advance premium	1,551,762	1,585,114
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	30,766	30,766
12. Ceded reinsurance premiums payable (net of ceding commissions)	6,139,690	6,044,054
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)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates		
20. Derivatives		
21. Payable for securities	370,668	
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	901,844	972,083
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	166,653,149	167,287,419
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	166,653,149	167,287,419
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	1,000,000	1,000,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus	61,550,000	61,550,000
35. Unassigned funds (surplus)	39,265,791	39,378,302
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39)	101,815,791	101,928,302
38. TOTALS (Page 2, Line 28, Col. 3)	268,468,939	269,215,721
DETAILS OF WRITE-INS		
2501. Deferred Agent/DM compensation liability	570,142	487,109
2502. Accounts payable	301,605	428,613
2503. Pooled share of unauthorized reinsurance	30,098	56,361
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	901,844	972,083
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above)		

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	151,324,892	151,833,948
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7)	92,143,557	88,811,580
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	15,567,989	15,114,390
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	49,201,637	51,339,230
5. Aggregate write-ins for underwriting deductions	(36,206)	(60,857)
6. Total underwriting deductions (Lines 2 through 5)	156,876,976	155,204,343
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(5,552,084)	(3,370,395)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	3,404,821	3,657,510
10. Net realized capital gains or (losses) less capital gains tax of \$ 6,665 (Exhibit of Capital Gains (Losses))	13,096	2,405,974
11. Net investment gain (loss) (Lines 9 + 10)	3,417,916	6,063,484
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 6,059 amount charged off \$ 1,060,883)	(1,054,824)	(1,102,417)
13. Finance and service charges not included in premiums	2,258,672	2,306,035
14. Aggregate write-ins for miscellaneous income	174,697	(179,166)
15. Total other income (Lines 12 through 14)	1,378,545	1,024,453
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(755,624)	3,717,542
17. Dividends to policyholders	8,014	4,699
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)	(763,638)	3,712,842
19. Federal and foreign income taxes incurred	(1,003,104)	101,405
20. Net income (Line 18 minus Line 19)(to Line 22)	239,466	3,611,438
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	101,928,302	98,339,403
22. Net income (from Line 20)	239,466	3,611,438
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 375	695	677
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	(259,212)	(113,783)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3)	(42,769)	96,485
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles	(76,954)	
32. Capital changes:		
32.1 Paid in		
32.2 Transferred from surplus (Stock Dividend)		
32.3 Transferred to surplus		
33. Surplus adjustments:		
33.1 Paid in		
33.2 Transferred to capital (Stock Dividend)		
33.3 Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus	26,263	(5,918)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	(112,512)	3,588,899
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	101,815,791	101,928,302
DETAILS OF WRITE-INS		
0501. Pooled share of LAD program income	(36,206)	(60,857)
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above)	(36,206)	(60,857)
1401. Miscellaneous income/(expense)	179,568	(174,483)
1402. Premiums for business-owned life insurance	(4,871)	(4,683)
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above)	174,697	(179,166)
3701. Pooled share of unauthorized reinsurance	26,263	(5,918)
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above)	26,263	(5,918)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	145,391,222	153,245,096
2. Net investment income	3,906,693	4,056,899
3. Miscellaneous income	1,378,545	1,024,453
4. Total (Lines 1 through 3)	150,676,459	158,326,448
5. Benefit and loss related payments	89,728,393	80,971,440
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	64,212,256	66,073,869
8. Dividends paid to policyholders	8,014	4,699
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	(996,439)	1,327,923
10. Total (Lines 5 through 9)	152,952,224	148,377,932
11. Net cash from operations (Line 4 minus Line 10)	(2,275,765)	9,948,516
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	36,513,280	127,571,842
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	370,666	
12.8 Total investment proceeds (Lines 12.1 to 12.7)	36,883,946	127,571,842
13. Cost of investments acquired (long-term only):		
13.1 Bonds	33,937,167	134,366,750
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	33,937,167	134,366,750
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)	2,946,779	(6,794,908)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	537,490	(866,006)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	537,490	(866,006)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	1,208,504	2,287,602
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	2,660,706	373,104
19.2 End of period (Line 18 plus Line 19.1)	3,869,210	2,660,706

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

--	--	--

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	3,721,023	2,576,488	2,420,408	3,877,103
2.	Allied lines	2,952,547	1,830,144	1,821,645	2,961,047
3.	Farmowners multiple peril	9	30	39	
4.	Homeowners multiple peril	42,116,690	24,422,574	23,732,666	42,806,599
5.	Commercial multiple peril	10,620,705	6,552,935	5,411,873	11,761,767
6.	Mortgage guaranty				
8.	Ocean marine	365,547	427,048	180,822	611,772
9.	Inland marine	411,982	580,837	195,675	797,143
10.	Financial guaranty				
11.1	Medical professional liability - occurrence				
11.2	Medical professional liability - claims-made				
12.	Earthquake	271,340	134,676	140,018	265,998
13.	Group accident and health				
14.	Credit accident and health (group and individual)				
15.	Other accident and health				
16.	Workers' compensation	3,046,043	1,622,378	1,301,159	3,367,262
17.1	Other liability - occurrence	2,217,332	1,239,032	1,239,675	2,216,689
17.2	Other liability - claims-made				
17.3	Excess workers' compensation				
18.1	Products liability - occurrence	1,064	675	466	1,274
18.2	Products liability - claims-made				
19.1, 19.2	Private passenger auto liability	48,598,129	12,601,248	12,733,062	48,466,314
19.3, 19.4	Commercial auto liability	1,811,427	979,338	838,031	1,952,735
21.	Auto physical damage	31,477,409	9,269,230	8,515,237	32,231,402
22.	Aircraft (all perils)				
23.	Fidelity	7,261	348	258	7,351
24.	Surety	(5)	32	6	21
26.	Burglary and theft	101	92	60	133
27.	Boiler and machinery	(238)	4,488	3,967	282
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance - nonproportional assumed property				
32.	Reinsurance - nonproportional assumed liability				
33.	Reinsurance - nonproportional assumed financial lines				
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	147,618,367	62,241,592	58,535,067	151,324,892
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Summary of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)				

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	2,420,408				2,420,408
2.	Allied lines	1,821,645				1,821,645
3.	Farmowners multiple peril	39				39
4.	Homeowners multiple peril	23,732,645	20			23,732,666
5.	Commercial multiple peril	5,411,873				5,411,873
6.	Mortgage guaranty					
8.	Ocean marine	180,822				180,822
9.	Inland marine	195,675				195,675
10.	Financial guaranty					
11.1	Medical professional liability - occurrence					
11.2	Medical professional liability - claims-made					
12.	Earthquake	140,018				140,018
13.	Group accident and health					
14.	Credit accident and health (group and individual)					
15.	Other accident and health					
16.	Workers' compensation	1,301,159				1,301,159
17.1	Other liability - occurrence	1,239,569	106			1,239,675
17.2	Other liability - claims-made					
17.3	Excess workers' compensation					
18.1	Products liability - occurrence	466				466
18.2	Products liability - claims-made					
19.1, 19.2	Private passenger auto liability	12,733,062				12,733,062
19.3, 19.4	Commercial auto liability	838,031				838,031
21.	Auto physical damage	8,513,818	1,419			8,515,237
22.	Aircraft (all perils)					
23.	Fidelity	258				258
24.	Surety	6				6
26.	Burglary and theft	60				60
27.	Boiler and machinery	3,967				3,967
28.	Credit					
29.	International					
30.	Warranty					
31.	Reinsurance - nonproportional assumed property					
32.	Reinsurance - nonproportional assumed liability					
33.	Reinsurance - nonproportional assumed financial lines					
34.	Aggregate write-ins for other lines of business					
35.	TOTALS	58,533,522	1,545			58,535,067
36.	Accrued retrospective premiums based on experience					
37.	Earned but unbilled premiums					
38.	Balance (Sum of Line 35 through 37)					58,535,067
DETAILS OF WRITE-INS						
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Summary of remaining write-ins for Line 34 from overflow page					
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)					

(a) State here basis of computation used in each case Daily 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 Cols. 1+2+3-4-5
			2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1.	Fire		3,721,023				3,721,023
2.	Allied lines	624,895	2,952,547		622,681	2,214	2,952,547
3.	Farmowners multiple peril		9				9
4.	Homeowners multiple peril	17,123,221	42,116,690		17,123,221		42,116,690
5.	Commercial multiple peril	1,910,537	10,620,705		1,910,537		10,620,705
6.	Mortgage guaranty						
8.	Ocean marine		365,547				365,547
9.	Inland marine	239,598	411,982		239,598		411,982
10.	Financial guaranty						
11.1	Medical professional liability - occurrence						
11.2	Medical professional liability - claims-made						
12.	Earthquake	54,155	271,340		54,155		271,340
13.	Group accident and health						
14.	Credit accident and health (group and individual)						
15.	Other accident and health						
16.	Workers' compensation		3,046,043				3,046,043
17.1	Other liability - occurrence		2,217,332				2,217,332
17.2	Other liability - claims-made						
17.3	Excess workers' compensation						
18.1	Products liability - occurrence		1,064				1,064
18.2	Products liability - claims-made						
19.1, 19.2	Private passenger auto liability	56,160,570	48,598,129		56,160,570		48,598,129
19.3, 19.4	Commercial auto liability		1,811,427				1,811,427
21.	Auto physical damage	41,690,387	31,477,409		41,690,387		31,477,409
22.	Aircraft (all perils)						
23.	Fidelity		7,261				7,261
24.	Surety		(5)				(5)
26.	Burglary and theft		101				101
27.	Boiler and machinery		(238)				(238)
28.	Credit						
29.	International						
30.	Warranty						
31.	Reinsurance - nonproportional assumed property	XXX					
32.	Reinsurance - nonproportional assumed liability	XXX					
33.	Reinsurance - nonproportional assumed financial lines	XXX					
34.	Aggregate write-ins for other lines of business						
35.	TOTALS	117,803,363	147,618,367		117,801,148	2,214	147,618,367
DETAILS OF WRITE-INS							
3401.	.....					
3402.	.....					
3403.	.....					
3498.	Summary of remaining write-ins for Line 34 from overflow page						
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)						

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

If yes: 1. The amount of such installment premiums \$
 2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4				
Line of Business		Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A , Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire		2,288,372		2,288,372	478,498	427,530	2,339,340	60.3
2.	Allied lines	28,059	989,935	28,059	989,935	183,244	205,908	967,272	32.7
3.	Farmowners multiple peril					1	14	(12)	
4.	Homeowners multiple peril	5,304,998	23,869,274	5,304,998	23,869,274	9,436,183	9,827,775	23,477,682	54.8
5.	Commercial multiple peril	754,604	6,313,792	754,604	6,313,792	8,334,400	8,628,939	6,019,253	51.2
6.	Mortgage guaranty								
8.	Ocean marine		302,061		302,061	166,311	168,479	299,893	49.0
9.	Inland marine	77,401	133,134	77,401	133,134	181,859	182,715	132,278	16.6
10.	Financial guaranty								
11.1	Medical professional liability - occurrence					23,089	32,809	(9,720)	
11.2	Medical professional liability - claims-made		1,920		1,920	19,696	61,761	(40,146)	
12.	Earthquake		3,796		3,796	8,525	4,539	7,782	2.9
13.	Group accident and health		46		46	(1)	(225)	270	
14.	Credit accident and health (group and individual)								
15.	Other accident and health					(5)		(5)	
16.	Workers' compensation		1,706,410		1,706,410	9,544,956	9,743,882	1,507,483	44.8
17.1	Other liability - occurrence		709,575		709,575	2,438,259	2,125,687	1,022,147	46.1
17.2	Other liability - claims-made								
17.3	Excess workers' compensation								
18.1	Products liability - occurrence		315		315	4,343	2,003	2,655	208.5
18.2	Products liability - claims-made								
19.1, 19.2	Private passenger auto liability	30,929,287	31,544,249	30,929,287	31,544,249	34,989,478	32,948,726	33,585,001	69.3
19.3, 19.4	Commercial auto liability		1,200,284		1,200,284	2,418,843	2,523,531	1,095,596	56.1
21.	Auto physical damage	22,720,311	21,163,428	22,720,311	21,163,428	2,167,727	1,596,641	21,734,514	67.4
22.	Aircraft (all perils)								
23.	Fidelity					7,711	7,806	(94)	(1.3)
24.	Surety		2,423		2,423	(98)	10	2,315	11,177.2
26.	Burglary and theft		6		6	21	30	(2)	(1.8)
27.	Boiler and machinery		(97)		(97)	1,686	1,536	53	18.8
28.	Credit								
29.	International								
30.	Warranty								
31.	Reinsurance - nonproportional assumed property	XXX							
32.	Reinsurance - nonproportional assumed liability	XXX							
33.	Reinsurance - nonproportional assumed financial lines	XXX							
34.	Aggregate write-ins for other lines of business								
35.	TOTALS	59,814,660	90,228,924	59,814,660	90,228,924	70,404,729	68,490,096	92,143,557	60.9
DETAILS OF WRITE-INS									
3401.	.....							
3402.	.....							
3403.	.....							
3498.	Summary of remaining write-ins for Line 34 from overflow page								
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)								

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
Line of Business		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire		182,160		182,160		296,339		478,498	93,328
2.	Allied lines		52,124		52,124	73,663	131,120	73,663	183,244	59,451
3.	Farmowners multiple peril						1		1	
4.	Homeowners multiple peril	992,447	3,323,713	992,447	3,323,713	1,841,561	6,112,470	1,841,561	9,436,183	2,192,508
5.	Commercial multiple peril	53,911	3,203,611	53,911	3,203,611	294,576	5,130,789	294,576	8,334,400	3,585,255
6.	Mortgage guaranty									
8.	Ocean marine		146,018		146,018		20,293		166,311	10,454
9.	Inland marine		159,887		159,887	14,849	21,972	14,849	181,859	7,524
10.	Financial guaranty									
11.1	Medical professional liability - occurrence		17,957		17,957		5,132		23,089	14,775
11.2	Medical professional liability - claims-made		(1,156)		(1,156)		20,851		19,696	6,177
12.	Earthquake		6,188		6,188		2,337		8,525	39,043
13.	Group accident and health						(1)		(a) (1)	
14.	Credit accident and health (group and individual)									
15.	Other accident and health						(5)		(a) (5)	
16.	Workers' compensation		3,286,536		3,286,536		6,258,420		9,544,956	1,977,555
17.1	Other liability - occurrence		849,828		849,828		1,588,431		2,438,259	361,111
17.2	Other liability - claims-made									
17.3	Excess workers' compensation									
18.1	Products liability - occurrence		199		199		4,144		4,343	2,838
18.2	Products liability - claims-made									
19.1, 19.2	Private passenger auto liability	23,456,450	16,697,743	23,456,450	16,697,743	14,039,526	18,291,735	14,039,526	34,989,478	8,580,604
19.3, 19.4	Commercial auto liability		1,098,749		1,098,749		1,320,094		2,418,843	574,741
21.	Auto physical damage		109,088		109,088	3,083,697	2,058,639	3,083,697	2,167,727	620,566
22.	Aircraft (all perils)									
23.	Fidelity						7,711		7,711	4,803
24.	Surety						(98)		(98)	(88)
26.	Burglary and theft		8		8		13		21	9
27.	Boiler and machinery		3		3		1,683		1,686	307
28.	Credit									
29.	International									
30.	Warranty									
31.	Reinsurance - nonproportional assumed property	XXX				XXX				
32.	Reinsurance - nonproportional assumed liability	XXX				XXX				
33.	Reinsurance - nonproportional assumed financial lines	XXX				XXX				
34.	Aggregate write-ins for other lines of business									
35.	TOTALS	24,502,808	29,132,657	24,502,808	29,132,657	19,347,871	41,272,073	19,347,871	70,404,729	18,130,960
DETAILS OF WRITE-INS										
3401.	.....								
3402.	.....								
3403.	.....								
3498.	Summary of remaining write-ins for Line 34 from overflow page									
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)									

(a) Including \$ 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	2,976,054			2,976,054
1.2 Reinsurance assumed	15,567,989			15,567,989
1.3 Reinsurance ceded	13,316,501			13,316,501
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	5,227,542			5,227,542
2. Commission and brokerage:				
2.1 Direct excluding contingent		13,847,933		13,847,933
2.2 Reinsurance assumed, excluding contingent		12,166,405		12,166,405
2.3 Reinsurance ceded, excluding contingent		14,434,183		14,434,183
2.4 Contingent - direct		586,250		586,250
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded				
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		12,166,405		12,166,405
3. Allowances to managers and agents		674,478		674,478
4. Advertising		2,608,333		2,608,333
5. Boards, bureaus and associations		370,312		370,312
6. Surveys and underwriting reports		1,370,888		1,370,888
7. Audit of assureds' records		43,142		43,142
8. Salary and related items:				
8.1 Salaries	5,406,307	14,094,771	85,787	19,586,865
8.2 Payroll taxes	506,039	1,047,182	6,879	1,560,101
9. Employee relations and welfare	2,412,441	4,723,306	703	7,136,449
10. Insurance	41,077	103,200		144,277
11. Directors' fees		37,230		37,230
12. Travel and travel items	361,999	468,123	10,276	840,398
13. Rent and rent items	308,858	1,478,745	9	1,787,612
14. Equipment	222,737	1,004,288	271	1,227,296
15. Cost or depreciation of EDP equipment and software	147,748	2,407,232		2,554,981
16. Printing and stationery	22,459	101,859	10,050	134,369
17. Postage, telephone and telegraph, exchange and express	234,308	1,230,224	98	1,464,630
18. Legal and auditing	178,272	154,520	69	332,861
19. Totals (Lines 3 to 18)	9,842,246	31,917,835	114,142	41,874,223
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		4,285,549		4,285,549
20.2 Insurance department licenses and fees		224,070		224,070
20.3 Gross guaranty association assessments		3,997		3,997
20.4 All other (excluding federal and foreign income and real estate)	4,814	57,963		62,777
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	4,814	4,571,579		4,576,393
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses	493,387	545,818	5,192	1,044,397
25. Total expenses incurred	15,567,989	49,201,637	119,334 (a)	64,888,960
26. Less unpaid expenses - current year	18,130,960	1,906,078		20,037,039
27. Add unpaid expenses - prior year	17,561,901	1,826,966		19,388,866
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	14,998,929	49,122,524	119,334	64,240,788
DETAILS OF WRITE-INS				
2401. Miscellaneous IT-related ULAE expenses	493,387			493,387
2402. Miscellaneous IT-related agent network expenses		514,955		514,955
2403. Charitable contributions		30,862		30,862
2498. Summary of remaining write-ins for Line 24 from overflow page			5,192	5,192
2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above)	493,387	545,818	5,192	1,044,397

(a) Includes management fees of \$ 27,339,098 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) .....1,752,467	.....1,787,180
1.1	Bonds exempt from U.S. tax	(a) .....1,320,834	.....1,462,790
1.2	Other bonds (unaffiliated)	(a) .....263,561	.....266,253
1.3	Bonds of affiliates	(a) .....	.....
2.1	Preferred stocks (unaffiliated)	(b) .....	.....
2.11	Preferred stocks of affiliates	(b) .....	.....
2.2	Common stocks (unaffiliated) .....	.....	.....
2.21	Common stocks of affiliates .....	.....	.....
3.	Mortgage loans	(c) .....	.....
4.	Real estate	(d) .....	.....
5	Contract loans .....	.....	.....
6	Cash, cash equivalents and short-term investments	(e) .....7,928	.....7,928
7	Derivative instruments	(f) .....	.....
8.	Other invested assets .....	.....	.....
9.	Aggregate write-ins for investment income .....	.....4	.....4
10.	Total gross investment income	3,344,794	3,524,155
11.	Investment expenses .....	.....	(g) .....119,334
12.	Investment taxes, licenses and fees, excluding federal income taxes .....	.....	(g)
13.	Interest expense .....	.....	(h)
14.	Depreciation on real estate and other invested assets .....	.....	(i)
15.	Aggregate write-ins for deductions from investment income .....	.....	.....
16.	Total deductions (Lines 11 through 15) .....	.....	.....119,334
17.	Net investment income (Line 10 minus Line 16) .....	.....	3,404,821
DETAILS OF WRITE-INS			
0901.	Misc Investment Income .....	.....4	.....4
0902.	.....	.....	.....
0903.	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....	.....
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....4	.....4
1501.	.....	.....	.....
1502.	.....	.....	.....
1503.	.....	.....	.....
1598.	Summary of remaining write-ins for Line 15 from overflow page .....	.....	.....
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) .....	.....	.....

- (a) Includes \$92,398 accrual of discount less \$773,631 amortization of premium and less \$181,335 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds .....	.....19,042	.....	.....19,042	.....	.....
1.1	Bonds exempt from U.S. tax .....	.....	.....	.....	.....	.....
1.2	Other bonds (unaffiliated) .....	.....718	.....	.....718	.....1,070	.....
1.3	Bonds of affiliates .....	.....	.....	.....	.....	.....
2.1	Preferred stocks (unaffiliated) .....	.....	.....	.....	.....	.....
2.11	Preferred stocks of affiliates .....	.....	.....	.....	.....	.....
2.2	Common stocks (unaffiliated) .....	.....	.....	.....	.....	.....
2.21	Common stocks of affiliates .....	.....	.....	.....	.....	.....
3.	Mortgage loans .....	.....	.....	.....	.....	.....
4.	Real estate .....	.....	.....	.....	.....	.....
5.	Contract loans .....	.....	.....	.....	.....	.....
6.	Cash, cash equivalents and short-term investments .....	.....	.....	.....	.....	.....
7.	Derivative instruments .....	.....	.....	.....	.....	.....
8.	Other invested assets .....	.....	.....	.....	.....	.....
9.	Aggregate write-ins for capital gains (losses) .....	.....	.....	.....	.....	.....
10.	Total capital gains (losses)	19,760	.....	19,760	1,070	.....
DETAILS OF WRITE-INS						
0901.	.....	.....	.....	.....	.....	.....
0902.	.....	.....	.....	.....	.....	.....
0903.	.....	.....	.....	.....	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page .....	.....	.....	.....	.....	.....
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....	.....	.....	.....	.....	.....

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
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	591,246	670,908	79,661
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
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	777,264	654,834	(122,430)
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
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 (Lines 12 to 25)	1,368,510	1,325,742	(42,769)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	1,368,510	1,325,742	(42,769)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)			

NOTES TO FINANCIAL STATEMENTS

Note #	Description	Page #
1	Summary of Significant Accounting Policies	14.1
2	Accounting Changes and Corrections of Errors	14.2
3	Business Combinations and Goodwill	14.3
4	Discontinued Operations	14.3
5	Investments	14.3
6	Joint Ventures, Partnerships and Limited Liability Companies	14.4
7	Investment Income	14.5
8	Derivative Instruments	14.5
9	Income Taxes	14.5
10	Information Concerning Parent, Subsidiaries, Affiliates and other Related Parties	14.11
11	Debt	14.11
12	Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans	14.12
13	Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations	14.15
14	Liabilities, Contingencies and Assessments	14.16
15	Leases	14.17
16	Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk	14.17
17	Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities	14.17
18	Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans	14.17
19	Direct Premium Written/Produced by Managing General Agents/Third Party Administrators	14.18
20	Fair Value Measurements	14.18
21	Other Items	14.20
22	Events Subsequent	14.29
23	Reinsurance	14.29
24	Retrospectively Rated Contracts and Contracts Subject to Redetermination	14.31
25	Change in Incurred Losses and Loss Adjustment Expenses	14.31
26	Intercompany Pooling Arrangements	14.31
27	Structured Settlements	14.32
28	Health Care Receivables	14.32
29	Participating Policies	14.32
30	Premium Deficiency Reserves	14.33
31	High Deductibles	14.33
32	Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expense	14.33
33	Asbestos/Environmental Reserves	14.34
34	Subscriber Savings Accounts	14.36
35	Multiple Peril Crop Insurance	14.36
36	Financial Guaranty Insurance	14.36

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices

The financial statements of Farmers Insurance of Columbus, Inc. (“the Company”) are presented on the basis of accounting practices prescribed or permitted by the Insurance Department of the state of Ohio (“DOI”).

The Company recognizes only statutory accounting practices prescribed or permitted by the state of Ohio (the “State”) for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures Manual (the “Codification”), version effective January 1, 2001 and subsequently amended (“NAIC SAP”) has been adopted as a component of prescribed or permitted practices by the State. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices. The Company did not utilize any permitted practices during the years presented.

A reconciliation of the Company’s net income and surplus between NAIC SAP and practices prescribed by the State of Ohio for year-to-date December 31, 2016 and the year ended December 31, 2015 is shown below:

	SSAP #	F/S Page	F/S Line #	2016	2015
NET INCOME					
(1) California basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 239,466	\$ 3,611,438
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:				-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP:	XXX	XXX	XXX	-	-
(4) NAIC SAP (1-2-3=4)				\$ 239,466	\$ 3,611,438
SURPLUS					
(5) California basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 101,815,791	\$ 101,928,302
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:				-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP:				-	-
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$ 101,815,791	\$ 101,928,302

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

The preparation of financial statements in conformity with statutory accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums are earned pro rata over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Ceded unearned premium reserves under the All Lines reinsurance agreements (see Note 21C) are calculated based on a quota share percentage of the underlying pro-rata direct unearned premium reserves.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments include all investments whose maturities, at the time of acquisition, are greater than three months and less than one year and are stated at amortized cost, which approximates fair value.
- (2-4) Bonds not backed by other loans are generally carried at amortized cost or the lower of amortized cost or fair value depending on their NAIC designation. Bond premium or discount is amortized using the interest method.

Unaffiliated common stocks are carried at NAIC market value. The change in the stated value is recorded as a change in net unrealized capital gains or losses, a component of unassigned funds.

Redeemable preferred stocks are carried at amortized cost or at the lower of amortized cost or fair value, depending on their NAIC designation. Redeemable preferred stock premium or discount is amortized using the interest method. Non-redeemable preferred stocks are carried at market value or the lower of cost or fair value based on their NAIC designation.

NOTES TO FINANCIAL STATEMENTS

The Company recognizes other-than-temporary impairment losses on investments when the decline in fair value specific to an issuer's fundamental credit difficulties, or a non-interest related decline, is deemed to be other than temporary. There are a number of assumptions and estimates inherent in evaluating impairments specific to an issuer's fundamental credit difficulties, or non-interest related decline, and determining if they are other than temporary, including: 1) The Company's ability and intent to retain the investment for a period of time sufficient to allow for an anticipated recovery in value; 2) the recoverability of principal and interest; 3) the length of time and extent to which the fair value has been less than amortized cost for bonds or cost for unaffiliated common and preferred stocks; 4) the financial condition, near-term and long-term prospects of the issue or issuer, including relevant industry conditions and trends, and implications of rating agency actions and offering prices; and 5) the specific reasons that a security is in a significant unrealized loss position, including market conditions which could affect access to liquidity. Interest rate related impairments are deemed other than temporary when the Company has the intent to sell an investment, at the reporting date, before recovery of the cost of the investment.

- (5) The Company has no mortgage loans.
- (6) Mortgage-backed bonds and structured securities are stated at either amortized cost or the lower of amortized cost or market value. Premiums and discounts on mortgage-backed securities and structured securities are amortized using the retrospective method, except for interest-only mortgage-backed securities, which are amortized using the prospective method.

Loan-backed securities with evidence of deterioration of credit quality for which it is probable that the company will be unable to collect all contractually required payments receivable, are written down to the present value of expected cash flows to be received.
- (7) The Company has no investments in subsidiaries, controlled, and affiliated ("SCA") companies.
- (8) The Company has no ownership interest in joint ventures, partnerships or limited liability companies.
- (9) Investments in derivative instruments, including warrants, are carried at fair value with the corresponding unrealized gain or loss flowing through unassigned funds. Realized gain or loss is reported in the net realized capital gain or loss line of the statement of operations. As of December 31, 2016 the Company did not have investments in derivatives.
- (10) The Company utilizes anticipated investment income in the calculation of premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums. The Company evaluates the need for a premium deficiency reserve on a line of business level for all books. At December 31, 2016 and 2015, the Company had not established any premium deficiency reserves based on this calculation.
- (11) Reserves for losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported ("IBNR"). Such liabilities are necessarily based on assumptions and estimates 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 reserves are continually reviewed and any adjustments are reflected in the period determined.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) Not applicable as the Company does not write any medical insurance with prescription drug coverage.

D. Going Concern

Management has evaluated the reporting entity's ability to continue as a going concern, and is satisfied that it has adequate resources to enable it to continue in business for the foreseeable future.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

In 2016, the Farmers P&C Companies discontinued the discounting of non-California case loss reserves for workers' compensation claims on a tabular basis which utilized the National Council on Compensation Insurance Table at 3.5%. This change in accounting principle was made to strategically align results with the emerging trends in the overall territory wide workers compensation book of business along with cost benefit considerations. As a result of this change, the Company's pooled share totaled \$0.1 million and is reflected as a direct charge to surplus through the cumulative effect of changes in accounting principles in the accompanying financial statements.

NOTES TO FINANCIAL STATEMENTS

Effective January 1, 2015, the NAIC made substantive revisions to SSAP No. 40R “Real Estate Investments” regarding the reporting and disclosure of all single property real estate. This revision establishes guidance for the reporting of all single property real estate that is wholly owned (100%) by a single reporting entity in an LLC as a Schedule A item in the financial statements, if certain specific criteria are met. Under the revised guidance, a single real estate property investment that is wholly-owned by a limited liability company (“LLC”) that is directly and wholly owned by the reporting entity is to be captured as a real estate investment and reported on Schedule A – Real Estate. Prior to this revision, such single property real estate investments are required to be reported in Schedule BA per SSAP No. 48— Joint Ventures, Partnerships and Limited Liability Companies. All Real Estate owned through an LLC not meeting the criteria stated in this revision shall continue to be reported on Schedule BA – Other Long-Term Invested Assets. This revision and its adoption did not have any material impact on the Company's statutory financial statements.

3. BUSINESS COMBINATIONS AND GOODWILL

A. Statutory Purchase Method

Not applicable.

B. Statutory Merger

Not applicable.

C. Impairment Loss

Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans

Not applicable.

B. Debt Restructuring

Not applicable.

C. Reverse Mortgages

Not applicable.

D. Loan-Backed Securities

- (1) Prepayment assumptions were obtained from an external securities information service and are consistent with the current interest rate and economic environment.
- (2) Not applicable.
- (3) None.
- (4) All impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains) (in thousands):

a. The aggregate amount of unrealized losses:		
	1. Less than 12 months	(\$529)
	2. 12 months or Longer	(\$12,790)
b. The aggregate related fair value of securities with unrealized losses:		
	1. Less than 12 months	\$42,539
	2. 12 months or Longer	\$185,880

- (5) All loan-backed and structured securities were reviewed to determine if there were any indications of potential other-than-temporary impairment. If any indication of other-than-temporary impairment existed, then a cash flow and credit support analysis were performed. If it was determined that the company was to received less than 100% contractual cash flows, an other-than-temporary impairment was measured and taken in accordance with SSAP No. 43R.

NOTES TO FINANCIAL STATEMENTS

E. Repurchase Agreements and/or Securities Lending Transactions

Not applicable.

F. Real Estate

Not applicable.

G. Low-Income Housing Tax Credits

None.

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross Restricted							8	Percentage			
	Current Year					6			7		9	10
	1	2	3	4	5							
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity	Total	Total From Prior Year	Increase/ Decrease		Total Current Year Admitted Restricted	Gross Restricted to Total Asset	Admitted Restricted to Total Admitted Assets	
a. Subject to contractual obligation for which liability is not shown												
b. Collateral held under security lending agreements												
c. Subject to repurchase agreements												
d. Subject to reverse repurchase agreements												
e. Subject to dollar repurchase agreements												
f. Subject to dollar reverse repurchase agreements												
g. Placed under option contracts												
h. Letter stock or securities restricted as to sale												
i. On deposit with states	647,412	-	-	-	647,412	655,686	(8,274)	647,412	0.24%	0.24%		
j. On deposit with other regulatory bodies												
k. Pledged as collateral not captured in other categories												
l. Other restricted assets												
m. Total Restricted Assets	647,412	-	-	-	647,412	655,686	(8,274)	647,412	0.24%	0.24%		

(2) Details of Assets Pledged as Collateral Not Captured in Other Categories

None.

(3) Detail of Other Restricted Assets

None.

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

None.

I. Working Capital Finance Investments

Not Applicable.

J. Offsetting and Netting of Assets and Liabilities

Not Applicable.

K. Structured Notes

Not Applicable.

L. 5* Securities

None.

6. JOINT VENTURES, PARTNERSHIPS, AND LIMITED LIABILITY COMPANIES

A. Not applicable.

B. Not applicable.

NOTES TO FINANCIAL STATEMENTS

7. INVESTMENT INCOME

- A. Investment income due and accrued with amounts over 90 days past due is non-admitted.
- B. The Company had no investment income due and accrued excluded from surplus at both December 31, 2016 and 2015.

8. DERIVATIVE INSTRUMENTS

Not applicable.

9. INCOME TAXES

A. Deferred Tax Asset/ (Liability)

1. The components of the net deferred tax assets/(liability) at December 31 are as follows:

	12/31/2016			12/31/2015		
	(1)	(2)	(3)	(4)	(5)	(6)
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total
(a) Gross Deferred Tax Assets	\$ 7,051,644	\$ 68,683	\$ 7,120,327	\$ 7,377,500	\$ 115,774	\$ 7,493,274
(b) Statutory Valuation Allowance Adjustments	-	-	-	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	7,051,644	68,683	7,120,327	7,377,500	115,774	7,493,274
(d) Deferred Tax Assets Nonadmitted	777,264	-	777,264	654,834	-	654,834
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	6,274,380	68,683	6,343,063	6,722,666	115,774	6,838,440
(f) Deferred Tax Liabilities	28,836	74,338	103,174	87,064	129,472	216,536
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 6,245,544	\$ (5,655)	\$ 6,239,889	\$ 6,635,602	\$ (13,698)	\$ 6,621,904

	Change		
	(7)	(8)	(9)
	(Col 1-4)	(Col 2-5)	(Col 7+8)
	Ordinary	Capital	Total
(a) Gross Deferred Tax Assets	\$ (325,856)	\$ (47,091)	\$ (372,947)
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	(325,856)	(47,091)	(372,947)
(d) Deferred Tax Assets Nonadmitted	122,430	-	122,430
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	(448,286)	(47,091)	(495,377)
(f) Deferred Tax Liabilities	(58,228)	(55,134)	(113,362)
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ (390,058)	\$ 8,043	\$ (382,015)

NOTES TO FINANCIAL STATEMENTS

2.

12/31/2016			12/31/2015		
(1)	(2)	(3)	(4)	(5)	(6)
Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total

Admission Calculation Components SSAP No. 101

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$	-	\$	68,683	\$	68,683	\$	1,799,201	\$	115,774	\$	1,914,975
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b) 2 Below)		6,171,205		-		6,171,205		4,706,929		-		4,706,929
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.		6,171,205		-		6,171,205		4,706,929		-		4,706,929
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.		---		---		14,501,862		---		---		14,342,562
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities		103,175		-		103,175		216,536		-		216,536
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$	6,274,380	\$	68,683	\$	6,343,063	\$	6,722,666	\$	115,774	\$	6,838,440

Change		
(7)	(8)	(9)
(Col 1-4)	(Col 2-5)	(Col 7+8)
Ordinary	Capital	Total

Admission Calculation Components SSAP No. 101

(a) Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks.	\$	(1,799,201)	\$	(47,091)	\$	(1,846,292)
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b) 2 Below)		1,464,276		-		1,464,276
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date.		1,464,276		-		1,464,276
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.		---		---		-
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount Of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities		(113,361)		-		(113,361)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	\$	(448,286)	\$	(47,091)	\$	(495,377)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

NOTES TO FINANCIAL STATEMENTS

	2016	2015
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	768%	739%
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above	\$ 95,575,902	\$ 95,306,398

4.

12/31/2016				12/31/2015				Change				
(1)		(2)		(3)		(4)		(5) (Col 1-3)		(6) (Col 2-4)		
Ordinary		Capital		Ordinary		Capital		Ordinary		Capital		
Impact of Tax-Planning Strategies												
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage												
1. Adjusted Gross DTAs Amount From Note 9A1(c)	\$	7,051,644	\$	68,683	\$	7,377,500	\$	115,774	\$	(325,856)	\$	(47,091)
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies		0.0%		0.0%		0.0%		0.0%		0.0%		0.0%
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1(e)	\$	6,274,380	\$	68,683	\$	6,722,666	\$	115,774	\$	(448,286)	\$	(47,091)
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies		0.0%		0.0%		0.0%		0.0%		0.0%		0.0%

(b) Does the company's tax-planning strategies include the use of reinsurance? Yes [] No [X]

B. Deferred Tax Liabilities Not Recognized

The Company is currently recognizing all deferred tax liabilities.

C. Current and Deferred Income Taxes

Current income taxes incurred consist of the following major components:

	(1)	(2)	(3)
	12/31/2016	12/31/2015	(Col 1-2) Change
1. Current income tax			
(a) Federal	\$ (1,003,104)	\$ 101,405	\$ (1,104,509)
(b) Foreign	<u>-</u>	<u>-</u>	<u>-</u>
(c) Subtotal	(1,003,104)	101,405	(1,104,509)
(d) Federal income tax on net capital gains	6,665	1,226,518	(1,219,853)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other - Attorney-in-fact credit	<u>-</u>	<u>-</u>	<u>-</u>
(g) Federal and foreign income taxes incurred	<u>\$ (996,439)</u>	<u>\$ 1,327,923</u>	<u>\$ (2,324,362)</u>

NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets:

(a) Ordinary

(1) Discounting of unpaid losses	\$ 1,311,745	\$ 1,417,155	\$ (105,410)
(2) Unearned premium reserve	4,225,196	4,465,799	(240,603)
(3) Policyholder reserves	-	-	-
(4) Investments	23,865	52,507	(28,642)
(5) Deferred acquisition costs	-	-	-
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefit accrual	199,550	170,488	29,062
(9) Pension accrual	2,100	-	2,100
(10) Receivables - nonadmitted	206,936	234,818	(27,882)
(11) Net Operating Loss Carryover	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other (including items <5% of total ordinary tax assets)	24,491	40,097	(15,606)
(14) Other assets - non admitted	-	-	-
(15) Intangible Assets	-	-	-
(16) Accrued expenses	407,971	373,348	34,623
(17) Post retirement accrual	522,758	473,071	49,687
(18) Guarantee Fund Asset (Receivable)	-	-	-
(18) Guarantee Fund Assessment	-	-	-
(19) Litigation Accrual	127,032	150,217	(23,185)
(99) Subtotal	7,051,644	7,377,500	(325,856)

(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	777,264	654,834	122,430

(d) Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 6,274,380	\$ 6,722,666	\$ (448,286)
--	--------------	--------------	--------------

(e) Capital:

(1) Investments	\$ 4,477	\$ 4,851	\$ (374)
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other (including items <5% of total capital tax assets)	-	(1)	1
(5) Investment write downs	64,206	110,924	(46,718)
(99) Subtotal	68,683	115,774	(47,091)

(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-

(h) Admitted capital deferred tax assets (2e99-2f-2g)	68,683	115,774	(47,091)
---	--------	---------	----------

(i) Admitted deferred tax assets (2d+2h)	\$ 6,343,063	\$ 6,838,440	\$ (495,377)
--	--------------	--------------	--------------

NOTES TO FINANCIAL STATEMENTS

	(1)	(2)	(3)
	12/31/2016	12/31/2015	(Col 1-2) Change
3. Deferred tax liabilities:			
(a) Ordinary			
(1) Investments	\$ -	\$ -	\$ -
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
(5) Other (including items <5% of total ordinary tax liabilities)	28,836	30,220	(1,384)
(6) Pension liabilities	-	-	-
(7) BOLI /ICOLI	-	56,844	(56,844)
(8) Guaranty Funds Receivable	-	-	-
(99) Subtotal	<u>\$ 28,836</u>	<u>\$ 87,064</u>	<u>\$ (58,228)</u>
(b) Capital:			
(1) Investments	\$ 74,338	\$ 129,472	\$ (55,134)
(2) Real estate	-	-	-
(3) Other (including items <5% of total capital tax liabilities)	-	-	-
(99) Subtotal	<u>\$ 74,338</u>	<u>\$ 129,472</u>	<u>\$ (55,134)</u>
(c) Deferred tax liabilities (3a99 + 3b99)	<u>\$ 103,174</u>	<u>\$ 216,536</u>	<u>\$ (113,362)</u>
4. Net deferred tax assets/liabilities (2i - 3c)	<u>\$ 6,239,889</u>	<u>\$ 6,621,904</u>	<u>\$ (382,015)</u>
5. The change in net deferred income taxes is composed of the following at December 31, 2016 and December 31, 2015 are as follows:			

	(1)	(2)	(3)
	12/31/2016	12/31/2015	(Col 1-2) Change
Adjusted gross deferred tax assets	\$ 7,120,327	\$ 7,493,274	\$ (372,947)
Total deferred tax liabilities	<u>103,174</u>	<u>216,536</u>	<u>(113,362)</u>
Net deferred tax asset	7,017,153	7,276,738	(259,585)
Tax effect of unrealized (gains) losses			(374)
Change in net deferred income tax (charge)/benefit			<u>\$ (259,211)</u>

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

Among the more significant book to tax adjustments were the following:

	(1)	
	12/31/2016	Effective Tax Rate
Provision computed at statutory rate	\$ (264,938)	35.00%
Tax-exempt interest	(511,977)	67.64%
Dividend received deduction	-	0.00%
15% exemption adjustment	76,797	(10.15%)
Unallowable deductions	39,970	(5.28%)
BOLI /ICOLI	(73,988)	9.77%
LLC Income	-	0.00%
LLC change in deferred taxes	-	0.00%
Prior year under/(over) accrual of income taxes	(30,972)	4.09%
Change in nonadmitted assets	27,882	(3.68%)
Other	(1)	0.00%
Total	<u>\$ (737,228)</u>	<u>97.39%</u>
Federal income tax incurred/(benefit)	\$ (1,003,104)	132.52%
Tax on capital gains/(losses)	6,665	(0.88%)
Less: Change in net deferred income tax	<u>259,211</u>	<u>(34.24%)</u>
Total statutory income taxes	<u>\$ (737,228)</u>	<u>97.39%</u>

NOTES TO FINANCIAL STATEMENTS

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

- 1. When available, the Company utilizes net operating loss carry forwards to offset taxable income under the terms of the tax sharing agreement. As of December 31, 2016, the Company did not have any net operating loss carry forwards. Certain net operating loss carry forwards, as well as tax goodwill amortization, are subject to an annual limitation under Internal Revenue Code section 382.
- 2. The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses as of December 31, 2016 and December 31, 2015 :

	<u>Amount</u>	
Current year	\$ -	
First preceding year	1,212,603	
3. Deposits admitted under Internal Revenue Service Code Section 6603		None

F. Consolidated Federal Income Tax Return

- 1. The Company's federal income tax return is consolidated with the following entities, with Farmers Insurance Exchange as the parent company.

Farmers Insurance Exchange	Hawaii Insurance Consultants Ltd.
American Pacific Insurance Company, Inc.	20th Insurance Services, Inc.
Bristol West Casualty Insurance Company	Insurance Data Systems, G.P.
Bristol West Holdings, Inc.	Mid-Century Insurance Company
Bristol West Insurance Company	Mid-Century Insurance Company of Texas
Bristol West Insurance Services of California, Inc.	Illinois Farmers Insurance Company
Bristol West Insurance Services of Texas, Inc.	Security National Insurance Company
Bristol West Insurance Services, Inc. of Florida	Texas Farmers Insurance Company
Bristol West Preferred Insurance Company	Western Star Insurance Services, Inc.
BWIS of Nevada, Inc.	21st Century Advantage Insurance Company
Coast National General Agency, Inc.	21st Century Assurance Company
Coast National Holding Company	21st Century Auto Insurance Company of New Jersey
Coast National Insurance Company	21st Century Casualty Company
Farmers Insurance Company of Idaho	21st Century Centennial Insurance Company
Farmers Insurance Company of Oregon	21st Century Indemnity Insurance Company
Farmers Insurance Company, Inc.	21st Century Insurance & Financial Services
Farmers Insurance Hawaii, Inc.	21st Century Insurance Company
Farmers Insurance of Columbus, Inc	21st Century Insurance Company of the Southwest
Farmers New Century Insurance Company	21st Century Insurance Group
Farmers Specialty Insurance Company	21st Century National Insurance Company
FCOA, LLC	21st Century North America Insurance Company
Kraft Lake Insurance Agency Inc.	21st Century Pacific Insurance Company
Foremost Express Insurance Agency, Inc.	21st Century Pinnacle Insurance Company
Foremost Financial Services Corporation	21st Century Preferred Insurance Company
Foremost Insurance Company Grand Rapids, Michigan	21st Century Premier Insurance Company
Foremost Lloyds of Texas	21st Century Security Insurance Company
Foremost Property and Casualty Insurance Company	21st Century Superior Insurance Company
Foremost Signature Insurance Company	50th State Risk Management Services, Inc.
GP, LLC	
2. Farmers Insurance Exchange ("FIE") and its eligible affiliates have executed a tax-sharing agreement whereby FIE receives from its affiliates the tax they would pay if they had filed separate returns and pays to the affiliates amounts for any tax benefits reported. Any expense or benefit so derived is recognized in the respective affiliate's current year tax provision. Intercompany tax balances are settled monthly based on estimates with the final settlement made annually within 30 days after the return has been filed.	

G. Federal or Foreign Federal Income Tax Loss Contingencies

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

NOTES TO FINANCIAL STATEMENTS

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES, AND OTHER RELATED PARTIES

A.B.C. The Company had no material related party transactions during 2016 and 2015 that would require disclosure.

D. At December 31, 2016 and 2015, the Company reported \$0.3 million and \$0.9 million due from affiliates, respectively. The terms of settlement require that these amounts be settled within 45 days.

E. There are no guarantees or undertakings, written or otherwise, for the benefit of an affiliate (see Note 14A).

F. Certain members of the Farmers Property and Casualty Companies (the “Farmers P&C Companies”) participate in an intercompany reinsurance agreement in which they share in the net premiums and ultimate losses of affiliates. With FIE as the lead company, the Farmers P&C Companies, except Farmers Reinsurance Company, AIG/21st affiliates (effective July 1, 2009), and the Bristol West Insurance affiliates (which only cede 90%), cede all of their direct and assumed personal business and business insurance to FIE, which then retrocedes a share of the business back to the participants according to their respective participation percentages (see Note 26). Effective July 1, 2008, Coast National Insurance Company cedes all of its direct and assumed personal business and business insurance to FIE. In addition, effective January 1, 2010, both Bristol West Casualty Insurance Company and Bristol West Insurance Company, cede 100% of their direct business to FIE, while Bristol West Preferred Insurance Company and Security National Insurance Company cede 100% of their direct business to FIE effective December 31, 2010. Finally, effective December 31, 2010, the 95% Retrocession reinsurance agreement between the Farmers Insurance Exchange and the Foremost Insurance Company, Grand Rapids was cancelled on a cut-off basis. For the year ended December 31, 2016, the Company assumed \$147.6 million in net premiums written, \$151.3 million in net premiums earned, and \$92.1 million in net losses incurred, as result of its participation in the intercompany reinsurance agreement.

FIE has a service agreement with the Company. Under the terms of this agreement, FIE provides various services to the Company as are necessary and appropriate for the Company to discharge its obligations to its policyholders, shareholders and regulators. This agreement broadly encompasses, claims adjustment services, investment management services, preparation of insurance policies, billing and collections, and other administrative services.

G. At December 31, 2016 and 2015, all outstanding shares of the Company were owned by FIE.

The Company is one of the Farmers P&C Companies, which is comprised of Farmers Insurance Exchange, Fire Insurance Exchange, Truck Insurance Exchange, Mid-Century Insurance Company, Farmers New Century Insurance Company, Mid-Century Insurance Company of Texas, Texas Farmers Insurance Company, Illinois Farmers Insurance Company, Farmers Insurance Company, Inc., Farmers Insurance Company of Arizona, Farmers Insurance Company of Idaho, Farmers Insurance Company of Oregon, Farmers Insurance Company of Washington, Farmers Insurance of Columbus, Inc., Civic Property and Casualty Company, Exact Property and Casualty Company, Neighborhood Spirit Property and Casualty Company, Farmers Texas County Mutual Insurance Company, Farmers Reinsurance Company, Foremost Insurance Company Grand Rapids, Michigan, Foremost Property and Casualty Insurance Company, Farmers Specialty Insurance Company, Foremost Signature Insurance Company, Foremost County Mutual Insurance Company, Foremost Lloyds of Texas, Bristol West Casualty Insurance Company, Bristol West Insurance Company, Bristol West Preferred Insurance Company, Coast National Insurance Company, and Security National Insurance Company. Others are: 21st Century North America Insurance Company, 21st Century Centennial Insurance Company, 21st Century Premier Insurance Company, 21st Century Security Insurance Company, Farmers Insurance Hawaii, Inc., 21st Century Superior Insurance Company, 21st Century Advantage Insurance Company, 21st Century Preferred Insurance Company, 21st Century Pinnacle Insurance Company, 21st Century Indemnity Insurance Company, 21st Century National Insurance Company, 21st Century Auto Insurance Company of New Jersey, American Pacific Insurance Company, Inc., 21st Century Pacific Insurance Company, 21st Century Assurance Company, 21st Century Insurance Company, 21st Century Casualty Company, and 21st Century Insurance Company of the Southwest. For more details on ownership, see Schedule Y.

H. The Company does not own shares of an upstream intermediate or ultimate parent, which are applicable under Section 4(B)(b)(x) of the NAIC Valuation of Securities manual.

I. The Company had no investments in an individual Subsidiary, Controlled, or Affiliated entity (“SCA”) that exceeded 10% of its admitted assets at both December 31, 2016 and 2015.

J. The Company did not recognize any impairment write down on investments in SCA’s during the years ended December 31, 2016 and 2015.

K. The Company does not have any investments in foreign insurance companies.

L. The Company does not hold any investments in downstream noninsurance holding companies.

M. The Company has no investments in downstream non-insurance holding company that are valued using the look-through method.

N. Not applicable as the Company does not have any SCA’s.

11. DEBT

Not applicable.

NOTES TO FINANCIAL STATEMENTS

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

A. Defined Benefit Plans

Postretirement Benefits

The Company and certain of the Farmers P&C Companies, provide certain postretirement benefits to retired employees. The postretirement medical benefits plan is a contributory defined benefit plan for employees who were retired or who were eligible for early retirement as of January 1, 1991, and is a contributory defined dollar plan for all other employees retiring after January 1, 1991. Currently, access to a retiree medical plan is available to retiring employees age 55 or older with five or more years of service, and a subsidy toward payment of retiree medical premiums is provided to retiring employees age 55 or older with ten or more years of service. A retiree life insurance benefit is no longer offered to retiring employees; although some retirees retain a life insurance benefit under legacy provisions. In addition, except for Hawaii, the current plan no longer offers an employer sponsored post-65 medical benefit plan. For retirees who retired before 1991, the plan provides annual premium reimbursement of \$2,800 each for retiree and covered spouse. The premium reimbursement amount increase by 5% each year thereafter. For retirees who retired between January 1, 1991 and December 31, 2009, the plan provides annual premium reimbursement of \$1,500 each for retiree and covered spouse.

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

(1) Change in benefit obligation

a. Pension Benefits

None.

b. Postretirement Benefits

		Underfunded	
		2016	2015
1	Benefit obligation at beginning of year	131,634,326	138,259,778
	Adoption of SSAP #92 for 2013		
2	Service cost	7,779,730	9,229,607
3	Interest cost	4,732,279	5,203,272
4	Contribution by plan participants	969,954	650,487
5	Actuarial (gain) /loss	3,841,439	(18,118,597)
6	Foreign currency exchange rate changes		
7	Benefits paid	(3,571,703)	(3,590,221)
8	Plan amendments	-	-
	Business combinations, divestitures, curtailments,		
9	settlements and special termination benefits	-	-
10	Benefit obligation at end of year	145,386,025	131,634,326

c. Postemployment & Compensated Absence Benefits

None

(2) Change in plan assets

		Postretirement Benefits	
		2016	2015
a.	Fair value of plan assets at beginning of year	-	-
b.	Actual return on plan assets	-	-
c.	Foreign currency exchange rate changes	-	-
d.	Reporting entity Employer contribution	2,601,749	2,939,734
e.	Plan participants' contributions	969,954	650,487
f.	Benefits paid	(3,571,703)	(3,590,221)
g.	Business combinations, divestitures and settlements	-	-
h.	Fair value of plan assets at end of year	-	-

(3) Funded Status

NOTES TO FINANCIAL STATEMENTS

Postretirement Benefits		
	2016	2015
Overfunded:		
a. Assets (nonadmitted)		
1 Prepaid benefit costs	-	-
2 Overfunded plan assets	-	-
3 Total assets (nonadmitted)	-	-
Underfunded:		
b. Liabilities recognized		
1 Accrued benefit costs	(145,386,025)	(131,634,326)
2 Liability for pension benefits	-	-
3 Total liabilities recognized	(145,386,025)	(131,634,326)
c. Unrecognized liabilities	-	-

(4) Components of net periodic cost

Postretirement Benefits		
	2016	2015
a. Service cost	7,779,730	9,229,607
b. Interest cost	4,732,279	5,203,272
c. Expected return on plan assets		
d. Transition asset or obligation		
e. Gains and losses	(870,813)	
f. Prior service cost or credit	4,216,332	4,216,332
g. Gain or loss recognized due to a settlement or curtailment	-	-
h. Total net periodic benefit cost	15,857,528	18,649,211

(5) Other amounts recognized in unassigned funds/(surplus).

Postretirement Benefits		
	2016	2015
a. Items not yet recognized as a component of net periodic cost – prior year	(9,685,869)	12,649,060
b. Net transition asset or obligation recognized		
c. Net prior service cost or credit arising during the period		
d. Net prior service cost or credit recognized	(4,216,332)	(4,216,332)
e. Net gain and loss arising during the period	870,813	
f. Net gain and loss recognized	3,841,439	(18,118,597)
g. Items not yet recognized as a component of net periodic cost – current year	(9,189,949)	(9,685,869)

(6) Amounts in unassigned funds (surplus) expected to be recognized in the next fiscal year as components of net periodic benefit cost.

Postretirement Benefits		
	2016	2015
a. Net transition asset or obligation	-	-
b. Net prior service cost or credit	4,216,332	4,216,332
c. Net recognized gains and losses	(409,545)	(864,020)

(7) Amounts not yet recognized in net periodic benefit cost.

Postretirement Benefits		
	2016	2015
a. Net transition asset or obligation	-	-
b. Net prior service cost or credit	10,420,049	14,636,381
c. Net recognized gains and losses	(19,609,998)	(24,322,250)

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

NOTES TO FINANCIAL STATEMENTS

		2016	2015
a.	Weighted-average discount rate	4.14%	3.70%
b.	Expected long-term rate of return on plan assets	N/A	N/A
c.	Rate of compensation increase	N/A	N/A

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

		2016	2015
d.	Weighted-average discount rate	3.94%	4.11%
e.	Rate of compensation increase	N/A	N/A

- (9) The amount of the accumulated benefit obligation for defined benefit pension plans under statutory accounting was \$145.4 million for the current year and \$131.6 million for the prior year.
- (10) In 2016 and 2015 there were no material changes to the Farmers P&C Companies Postretirement Welfare Plan. Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plan. The health care cost trend rate for participants who retired before January 1, 1991 was 7.0% during 2016, graded down to 5.0% in 2021.
- (11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plan. A one point change in assumed health care cost trend rates would have the following effects:

	1% Increase	1% Decrease
a. Effect on total of service and interest cost components	30,657	(44,384)
b. Effect on postretirement benefit obligation	561,106	(714,131)

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

	Year(s)	Amount
a.	2017	\$6,527,137
b.	2018	7,716,499
c.	2019	8,915,970
d.	2020	9,661,451
e.	2021	10,140,473
f.	2022-2026	57,477,538

- (13) The Farmers P&C Companies’ currently plans to make contributions to the postretirement benefits plan of \$6.5 million in 2017. The Company’s share of this postretirement benefit contribution is \$6,000.

The Farmers P&C Companies’ total benefit obligation under statutory accounting at the end of 2016 and 2015 was \$145.4 million and \$131.6 million, respectively. The Company’s share of this postretirement benefit obligation was \$1.5 million and \$1.3 million at December 31, 2016 and 2015, respectively. The total funded status for the Farmers P&C Companies was \$154.6 million and \$141.3 million, respectively. The Company’s share was \$1.5 million and \$1.4 million at December 31, 2016 and 2015, respectively.

B. Description of Investment Policies

Not applicable.

C. Fair Value of Plan Assets

Not applicable.

D. Rate of Return Assumptions

Not applicable

E. Defined Contribution Plans

Not applicable.

NOTES TO FINANCIAL STATEMENTS

F. Multi-employer Plans

Not applicable.

G. Consolidated/Holding Company Plans

Pension Plan

FIE and certain of the Farmers P&C Companies participate in two non-contributory retirement plans (the “Regular Plan” and the “Restoration Plan”) sponsored by Farmers Group, Inc. (“FGI”). The Regular Plan covers substantially all employees of the Farmers P&C Companies and FGI and its subsidiaries who have reached age 21 and have rendered one year of service. Benefits are based on years of service and the employee’s compensation during the last five years of employment. The Restoration Plan provides supplemental retirement benefits for certain key employees of the Farmers P&C Companies and FGI and its subsidiaries. Information regarding the Regular and Restoration Plans’ funded status is not developed separately. FIE has no legal obligation for benefits under this plan.

For the 2015-2016 and 2014-2015 plan years, the minimum required contribution did not exceed the full funding limitation under the Internal Revenue Code. As a result, as of year-to-date December 31, 2016, the Farmers P&C Companies, FGI and its subsidiaries made total contributions to the Plans of \$225.0 million, of which \$114.6 million came from the Farmers P&C Companies. The Company’s share of the Farmers P&C Companies’ contributions was \$1.1 million in 2016. In 2015, the Farmers P&C Companies, FGI and its subsidiaries made total contributions to the Plans of \$225.0 million, of which \$110.6 million came from the Farmers P&C Companies. The Company’s share of the Farmers P&C Companies’ contributions was \$1.1 million in 2015.

Effective January 1, 2009, FIE and certain of the Farmers P&C Companies began participating in a third non-contributory retirement plan (“Cash Balance Program”) also sponsored by FGI. The Cash Balance Program covers new hires, effective January 1, 2009, and all employees who are not grandfathered under the Regular Plan as of December 31, 2008. Vested employees who are age 40 and over or who have 10 or more years of service as of December 31, 2008 are grandfathered in the Regular Plan. Under the Cash Balance Program, FGI and the Farmers P&C Companies will make regular contributions based on a percentage of base pay. The contributions vary based on age and length of service. In addition, the Cash Balance Program has a minimum annual return of 5.0%. Employees, who are vested under the Regular Plan as of December 31, 2008, under the age of 40 and have fewer than 10 years of service, will receive transitional contributions to maximize the benefit under the Cash Balance Program.

Short Term Incentive Program

Effective January 1, 2009, FIE and certain of the Farmers P&C Companies, participate in a new Short Term Incentive Program (“STIP”) and a 401(k) Savings Plan sponsored by FGI. These two plans replaced the previous Farmers P&C Companies’ Deferred Profit Sharing and Cash Profit Sharing plans that were discontinued effective January 1, 2009. The STIP is a performance-based plan that provides employees an annual incentive pay based on the achievement of certain Farmers P&C Companies’ goals and individual employee performance. The Company’s share of expense under this plan was \$1.1 million and \$1.0 million as of December 31, 2016 and 2015, respectively.

401(k) Savings Plan

Effective January 1, 2009, FIE and certain of the Farmers P&C Companies, participate in a 401(k) Savings Program sponsored by FGI. Contributions are made by eligible employees up to the yearly maximums allowable as defined by the Internal Revenue Service. FIE and certain Farmers Companies will match eligible employees’ contributions up to 6.0% of earned base pay. All eligible employees are 100% vested in the 401(k) Savings Plan. The Company’s share of expense under this plan was \$0.4 million and \$0.4 million as of December 31, 2016 and 2015, respectively.

H. Postemployment Benefits and Compensated Absences

Compensated Absences

The Company does not accrue for compensated absences due to immateriality.

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

(1-5) The Company had 10,000 shares of \$100 par value common stock authorized, and 10,000 shares issued and outstanding at December 31, 2016 and 2015.

(6) No restrictions have been placed on unassigned funds.

(7) The Company does not have advances to surplus.

(8) The Company does not hold stock for special purposes.

NOTES TO FINANCIAL STATEMENTS

- (9) The Company does not have any special surplus funds balances.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and (losses) were (\$8.3) thousand and (\$9.0) thousand at December 31, 2016 and 2015, respectively.
- (11) The Company has not issued any surplus notes.
- (12-13) The Company has not undergone any quasi-reorganizations.

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments

Not applicable.

B. Assessments

- (1) The Company receives periodic assessments from certain states to reimburse policyholders and claimants of insolvent carriers. Depending on the guidelines established by each state, these assessments are expensed, recouped from policyholders, or utilized as credits against premium taxes. Premium tax credits are realized between 3 to 10 years depending on the guidelines established by each state.

The Company had no material guaranty fund assessment accrued in 2016 and 2015.

- (2) Not applicable.

C. Gain Contingencies

None.

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

The Company paid the following amounts during 2016 to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits:

	Direct
Claims related ECO and bad faith losses paid	\$45,000

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during 2016:

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

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

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

E. Product Warranties

None.

F. Joint and Several Liabilities

None.

NOTES TO FINANCIAL STATEMENTS

G. All Other Contingencies

Litigation

Certain of the Farmers P&C Companies are defendants in certain lawsuits arising in the normal course of business, which are in various stages of development. Some of these matters seek punitive as well as compensatory damages. While it is not possible to predict the outcome of these matters with certainty, management believes that their ultimate disposition will not have a material effect on the Company’s financial position or results of operations. In addition, certain of the Farmers P&C Companies are, from time to time, involved as parties in various governmental and administrative proceedings.

California Earthquake Authority

Fire is a participant in the California Earthquake Authority (“CEA”) on behalf of the Farmers P&C Companies. The CEA was established by the California Legislature to provide earthquake insurance to the owners of residential property in the state of California. Insurers who elect to participate in the program are liable for a portion of aggregate losses up to \$1.9 billion, contingent on losses exceeding a specified limit. Effective March 16, 2016, the latest date for which information was available, the Farmers P&C Companies’ residential earthquake insurance market share was 12.32%, and its respective share of this contingent liability was \$233.4 million at December 31, 2016. In the case of a triggering event, and based on its intercompany reinsurance participation of 1.00%, the Company’s share of this contingent liability before external reinsurance would be \$2.3 million. As of December 31, 2016, a triggering event has not occurred, and, therefore, no provision has been made in the accompanying financial statements for any liability or loss that may result from a catastrophic earthquake event.

15. LEASES

A. Lessee Operating Leases

Not applicable.

B. Lessor Leases

Not applicable.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

Not applicable.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales

Not applicable.

B. Transfer and Servicing of Financial Assets

Not applicable.

C. Wash Sales

The Company had no wash sale transactions in the periods presented that require disclosure.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

A. ASO Plans

Not applicable.

B. ASC Plans

Not applicable.

C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not applicable.

NOTES TO FINANCIAL STATEMENTS

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable.

20. FAIR VALUE MEASUREMENTS

A. Inputs Used For Assets Measured At Fair Value

1. Fair Value Measurements by Levels 1, 2 and 3

The Company has categorized its assets that are measured at fair value into the three-level fair value hierarchy as reflected in the table below.

Level 1 - are liquid investments traded in active markets and valued based on unadjusted quoted prices. Assets in this category are preferred and common stock securities.

Level 2 - The securities that fall into this category are bonds, preferred stocks, common stocks and call options which are not exchange traded. These securities are valued based upon models with observable inputs - for example market interest rates, credit spreads etc. They may have been determined by independent pricing services using observable inputs.

NOTES TO FINANCIAL STATEMENTS

Level 3 - are investments valued based upon models with "significant" non-observable inputs (assumptions). Such assumptions can be about loss severities, prepayment speed, interest rate volatilities, earnings forecast, comparables sales etc.

(1)	(2)	(3)	(4)	(5)
Description for each class of asset or liability	Level 1	Level 2	Level 3	Total
a. Assets at Fair Value				
Perpetual Preferred stock				
Industrial and Misc	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	\$ -	\$ -	\$ -	\$ -
Bonds				
U.S. Governments	-	-	-	-
Industrial and Misc	-	-	185,880	185,880
Hybrid Securities	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Bonds	\$ -	\$ -	\$ 185,880	\$ 185,880
Common Stock				
Industrial and Misc	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Common Stocks	\$ -	\$ -	\$ -	\$ -
Derivatives				
Warrants	-	-	-	-
Total Derivatives	\$ -	\$ -	\$ -	\$ -
Real Estate Joint Venture Interest - Unaff				
Mortgage Loans Joint Venture Interest - Unaff	-	-	-	-
Other - Unaffiliated	-	-	-	-
Total Assets at Fair Value	\$ -	\$ -	\$ 185,880	\$ 185,880

2. Rollforward of Level 3

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(12)
	Balance at 01/01/16	Transfers into Level 3	Transfers out of Level 3	Total Gains / (Losses) included in Net Income	Total Gains / (Losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Balance at 12/31/16
Residential mortgage backed securities	\$ 224,301	\$ -	\$ -	\$ (2,253)	\$ 1,070	\$ -	\$ -	\$ (37,238)	-	\$ 185,880
Commercial mortgage backed securities	-	-	-	-	-	-	-	-	-	-
Asset backed securities	-	-	-	-	-	-	-	-	-	-
Other Bonds	-	-	-	-	-	-	-	-	-	-
Preferred Stock	-	-	-	-	-	-	-	-	-	-
Common Stock	-	-	-	-	-	-	-	-	-	-
Real estate joint venture interest - Unaff.	-	-	-	-	-	-	-	-	-	-
Mortgage Loans Joint Venture Interest - Unaff	-	-	-	-	-	-	-	-	-	-
Other joint-venture interest - Unaff.	-	-	-	-	-	-	-	-	-	-
Total	\$ 224,301	\$ -	\$ -	\$ (2,253)	\$ 1,070	\$ -	\$ -	\$ (37,238)	\$ -	\$ 185,880

3. Policy on Transfers In and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an investment to be transferred in or out of Level 3.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

Bonds and/or Common stocks carried at fair value categorized as Level 3 were valued using unobservable inputs. These unobservable inputs reflect our own assumptions about the criteria that market participants would use in pricing these assets (including assumptions about risk). These assumptions were based on the best information available in the circumstances.

NOTES TO FINANCIAL STATEMENTS

5. Derivative Fair Values

None.

B. Other Fair Value Disclosures

None.

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

All Investment Assets at Fair Value as of December 31, 2016:

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
a. Assets At Fair Value						
Bonds	\$ 224,094,095	\$ 223,400,945	\$ -	\$ 223,865,676	\$ 228,419	\$ -
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	-	-	-	-
Real Estate	-	-	-	-	-	-
Cash, Cash Equivalents and Short-Term	3,869,210	3,869,210	3,869,210	-	-	-
Receivable for Securities	-	-	-	-	-	-
Derivative Instruments	-	-	-	-	-	-
Securities Lending	-	-	-	-	-	-
Mortgage Loans - Unaffiliated	-	-	-	-	-	-
Mortgage Loan Joint Venture Interest-Unaffiliated	-	-	-	-	-	-
Other Joint-Venture Interest Unaffiliated	-	-	-	-	-	-
Surplus Debentures, etc - Affiliated	-	-	-	-	-	-
Other Class Unaffiliated	-	-	-	-	-	-
Fixed or Variable Rate - Bonds - Unaffiliated	-	-	-	-	-	-
Total Assets at Fair Value	\$ 227,963,305	\$ 227,270,155	\$ 3,869,210	\$ 223,865,676	\$ 228,419	\$ -
b. Liabilities At Fair Value						
Payable for securities	370,668	370,668	370,668	-	-	-
Total Liabilities at Fair Value	\$ 370,668	\$ 370,668	\$ 370,668	\$ -	\$ -	\$ -

D. Reasons Not Practical to Estimate Fair Values

None.

21. OTHER ITEMS

A. Unusual or Infrequent Items

None.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures

Auto Physical Damage Quota Share Agreement

FIE and certain of the Farmers P&C Companies participate in an Auto Physical Damage Quota Share Agreement which has been amended over the years.

Effective, January 1, 2014, the Farmers P& C Companies ceded \$1.0 billion of gross written premiums to the participating reinsurers, with 10% of ceded APD premium (\$100.0 million) assumed by Farmers Re; 80.0% (\$800.0 million) by Zurich; and the remaining 10% (\$100.0 million) by Swiss Reinsurance America Corporation (“Swiss Re”), a third party reinsurer. This agreement provided for the ceding commission for acquisition expenses ranging between 27.1% and 29.1% and the ceding commission for unallocated loss adjustment expenses ranging between 8.0% and 10.0%, both based on a previous five-year average experience. In addition, Farmers Re, Zurich, and Swiss Re assume a quota share percentage of ultimate net losses sustained by the Farmers P&C Companies in their APD lines of business. The APD agreement can be cancelled after 90 days’ notice by any of the parties.

Effective January 1, 2015, the APD agreement was amended such that Farmers Re, Zurich, and Swiss Reinsurance Company Ltd (“Swiss Zurich”) assumed 7.14% (\$50.0 million), 64.29% (\$450.0 million), and 28.57% (\$200.0 million)

NOTES TO FINANCIAL STATEMENTS

of the total \$700.0 million ceded annual premiums, respectively. In addition to this change, the agreement provided for the ceding commission for acquisition expenses of 27.7% and the ceding commission unallocated loss adjustment expenses of 10%

The Company's share of ceded premiums was \$0.0 million and \$7.0 million for December 31, 2016 and 2015, respectively. Ceded incurred losses and loss adjustment expenses totaled \$0.0 million and \$5.1 million for the years ended December 31, 2016 and 2015, respectively. The Company's share of the total experience commission income was \$0.0 million and \$1.9 million for the years ended December 31, 2016 and 2015, respectively.

The APD agreement was not renewed in 2016.

All Lines Quota Share Reinsurance Agreement

Certain of the Farmers P&C Companies participate in an All Lines Quota Share agreement (the "All Lines Agreement") with Farmers Re, Zurich, and Swiss Re which has been amended over the years.

Effective December 31, 2015, the All Lines Quota Share agreement was amended and the participation ratio was increased from 14% to 20%. In addition to this change, Farmers Re was removed as a participant in the agreement and Transatlantic Reinsurance Company ("Trans Re") and Ariel Re Bermuda Limited ("Ariel Re") were added as new participants to the treaty, prospectively, on the same terms as Swiss Zurich and Zurich. Under the All Lines agreement, which amended the 14.0% All Lines agreement in effect since December 31, 2014, Zurich, Swiss Zurich Re, Trans Re, and Ariel Re now assume a 8.0%, 7.0%, 4% and 1% respective quota share of the premiums written and the ultimate net losses sustained in all lines of business written by the Farmers P&C Companies. In addition, under the All Lines agreement, the Farmers P&C Companies catastrophe losses are subject to a maximum of \$1.3 billion. The All Lines agreement, which can be terminated after 90 days notice by any of the parties, also provides for the Farmers P&C Companies to receive a ceding commission of 26.7% of premiums for acquisition expenses, 8.2% of premiums for unallocated loss adjustment expense and 5.3% of premiums for other expenses. As a result, unearned premiums totaling \$69.9 million each, were transferred from Farmers Re and Zurich, respectively, to the Farmers Exchanges as a result of their decreased participation in the All Lines agreement effective December 31, 2015. In addition, the Farmers Exchanges remitted \$18.7 million each, of reinsurance commissions to Farmers Re and Zurich, respectively, for acquisition expenses due to their decreased participation in the All Lines agreement. Effective simultaneously with the reduction of Farmers Re and Zurich's quota share participation, the Farmers P&C Companies in turn transferred unearned premiums totaling \$209.8 million, \$279.8 million, and \$69.9 million to Swiss Zurich, Trans Re and Ariel Re, respectively, as a result of their increased participation in the agreement. In addition, Swiss Zurich, Trans Re, and Ariel Re remitted \$56.2 million, \$74.7 million, and \$18.7 million, respectively, in reinsurance commissions to the Farmers P&C Companies as a result of the change in the All Lines quota share agreement effective December 31, 2015.

Effective December 31, 2016, the All Lines Quota Share agreement was amended and the participation ratio was increased by 4% from 20% to 24%. In addition to this change, Hannover Rusk SE ("Hannover Re") and Catlin Reinsurance Switzerland Limited ("Catlin Re") were added as new participants to the treaty, prospectively, on the same terms as Zurich, Trans Re and Ariel Re while the ceding commission for unallocated loss adjustment expense decreased from 8.2% to 8.1%. The ceding commission for other expenses remained at 5.3%. Under the All Lines agreement, which amended the 20.0% All Lines agreement in effect since December 31, 2015, Zurich, Swiss Zurich Re, Trans Re, Ariel Re, Hannover Re, and Catlin Re now assume a 8.0%, 7.0%, 4%, 1%, 2% and 2%, respective quota share of the premiums written and the ultimate net losses sustained in all lines of business written by the Farmers P&C Companies. In addition, under the All Lines agreement, the Farmers P&C Companies catastrophe losses are subject to a provisional maximum of \$1.25 billion that will depend on loss experience and recoveries at a specified rate for each year. Based on the results for 2016, the total catastrophe recoveries was \$1.24 billion. The All Lines agreement, which can be terminated after 90 days notice by any of the parties, also provides for the Farmers P&C Companies to receive a ceding commission of 26.7% of premiums for acquisition expenses. As a result, unearned premiums totaling \$156.2 million each, were transferred from the Farmers Exchanges, to Hannover Re and Catlin Re, respectively, as a result of their participation in the All Lines agreement effective December 31, 2016. In addition, the Hannover Re and Catlin Re remitted \$41.7 million each, of reinsurance commissions to Farmers Exchanges, respectively, for acquisition expenses due to their participation in the All Lines agreement.

Based on the results for 2016 and 2015, the Company's share of recoveries were \$26.8 million and \$17.1 million, respectively. For the years ended December 31, 2016 and 2015, the Company's share of ceded premiums earned were \$38.0 million and \$24.7 million, respectively. The Company's share of ceding commissions was \$13.4 million and \$9.1 million for the years ended December 31, 2016 and 2015, respectively.

Commercial Independent Agency Quota Share Reinsurance Contract

NOTES TO FINANCIAL STATEMENTS

On July 1, 2016, FIE and certain of the Farmers P&C Companies entered into a quota share reinsurance agreement with Hannover Ruck Se ("Hannover Re"), a third party reinsurer domiciled in Switzerland. This agreement provided for a cession of the quota share of the premiums written and the ultimate net losses sustained in all of the commercial independent agency block of business written by Farmers P&C Companies after the All lines quota share reinsurance agreement has been applied. This agreement, which can be terminated after 90 days notice by any of the parties, also provides for the Farmers P&C Companies to receive a provisional ceding commission of 48.5%, with additional experience commissions potentially payable depending on loss experience. Unearned premiums totaling \$88.0 million were transferred from the Farmers Exchanges to Hannover Re as a result of this commercial independent agency quota share reinsurance contract. In addition, Hannover Re remitted \$42.7 million of reinsurance commissions to Farmers Exchanges, for acquisition expenses due to this agreement.

Based on results for 2016, the Company's share of ceded premiums earned, recoveries, and ceding commissions were \$0.8 million, \$0.4 million, and \$0.8 million, respectively.

Texas Attorney General Premium Litigation

On August 5, 2002, the Texas Attorney General and Texas Department of Insurance ("TDI") initiated a legal action against FIE, Fire and certain of their affiliates, which alleged certain improprieties in the pricing of a portion of their homeowners insurance policies written in the state of Texas. On December 18, 2002, the parties executed a Settlement Agreement, which, when approved by the court, will provide for certain rate reductions and refunds to Texas policyholders. No fines or penalties are included, and there is no admission of wrongdoing. The settlement also allows FIE and Fire, which had previously sent notices terminating all of their homeowner policies, to continue operating in the homeowner's insurance market in Texas. The timetable for final court approval of the settlement is unclear. Certain additional parties intervened in the approval process, objecting to the settlement. The settlement did receive preliminary approval from the trial court, but the interveners sought and obtained a ruling from the Court of Appeals on January 21, 2005 that the settlement could not proceed as a class action settlement because the Attorney General did not have authority to settle the case in that manner. The Texas Supreme Court accepted review of this matter and held on April 27, 2007 that the Attorney General did have the necessary authority to settle the case as a class action. The matter was remanded to the Court of Appeals, which affirmed the certification of the settlement class and has remanded the matter to the trial court for final determination of the fairness of the settlement. The trial court has granted preliminary and final approval to the settlement. The case has been settled within the prior established reserve amount. A small reserve amount remains for some administrative expenses based on applicable accounting procedures.

Uninsured and Underinsured Election Forms

Farmers Insurance Company of Arizona is a defendant in a putative class action filed in New Mexico. Plaintiffs allege that UM/UIM rejection and election forms used in New Mexico do not comply with New Mexico law. Plaintiffs seek unspecified damages, or otherwise seek to require defendant to reopen and readjust the claims of the plaintiff class members. A class was certified for settlement purposes only that included all Farmers-related entities writing in New Mexico; the settlement has received preliminary and final approval and will be on a claims-made basis. The settlement amounts are being paid out to class members. Management has established a provision based on applicable accounting procedures.

Personal Injury Protection Billing Case

This is a putative Florida class action brought by medical providers. Plaintiffs allege that defendant 21st Century Security Insurance Company (formerly known as New Hampshire Indemnity Company) improperly took fee schedule reductions from personal injury protection billings without policy language authorizing same. Florida status allows use of a fee schedule to apply to medical provider bills. Plaintiff, however, alleges that use of the fee schedule is improper unless the policy specifically states that a fee schedule will be used. The case has settled. Management has established a reserve based on applicable accounting procedures.

Diminished Auto Value Case

Farmers Insurance Exchange and Farmers Insurance Company of Washington are defendants in this class action in Washington that alleges that Farmers failed to pay for "diminished value" after automobile accidents. The court has granted plaintiffs' motion for class certification. Class action certification and case has settled on a claims made basis. Management has established a provision based on applicable accounting procedures.

Short Rate Premium case

Farmers Insurance Exchange and Mid Century Insurance Company are defendants in this class action in California that alleges that Farmers improperly returned unearned premium on a short rate basis (rather than a pro rata basis) to insureds who cancelled their insurance coverage prior to expiration of their policies. The trial court granted plaintiff's motion for summary judgment, and entered a judgment against defendants. The case is on appeal. Management has established a provision based on applicable accounting procedures.

NOTES TO FINANCIAL STATEMENTS

Farmers Agency Force Deferred Compensation Plan

FIE and certain of the Farmers P&C Companies have established a tax-deferred savings plan for their agents and district managers which allowed eligible participants to defer up to 50% of their auto new commissions into a deferred compensation program. To be eligible to participate in the plan, a full-time agent must have completed six months of service and qualifying participants are vested 100% on their accrued benefit at all times. This Plan is not subject to ERISA and is not intended to be a qualified plan.

The program is administered by TBG Financial, a third party administrator, and the maximum qualifying deferred amount allowed in any plan year per each participating Sponsor is \$5.0 million. Fund balances are monitored monthly and investment earnings in the deferred compensation liability account are credited (or debited) to the account balances. The investment earnings/(losses) in the deferred compensation liability account were \$0.1 million and (\$7,000) at December 31, 2016 and 2015, respectively.

Business Owned Life Insurance

In conjunction with the Farmers Agency Force Deferred Compensation Plan, FIE and certain of the Farmers P&C Companies purchased a Variable Group Life insurance policy for certain employees, with FIE named as beneficiary. The policy provides a life insurance benefit of \$50,000 at no cost to those qualifying officers and employees who voluntarily chose to become insured. There are no cash surrender values for the participating employees. The cash surrender value of the policy was reported as an asset on the balance sheet of FIE. At December 31, 2016, the investment earnings/(losses) and insurance expenses were \$48,000 and \$4,900, respectively. At December 31, 2015, the investment earnings/(losses) and insurance expenses were (\$5,000) and \$5,000, respectively.

There are no policyholders' funds allocated to the premiums of this group insurance policy.

NOTES TO FINANCIAL STATEMENTS

Additional Schedule P Data

The following summary, as reported in columns 13 through 24 in the Company’s 2016 Schedule P- Part I, presents net unpaid losses, defense and cost containment expense (“DCC”) and adjusting and other expense (“AO”) reserves for accident years 2006, 2005, 2004, 2003, 2002, 2001 and prior for each line of business reported (in thousands):

Schedule P Part 1 - Summary						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 362	\$ 541	\$ 6	\$ 96	\$ 82	\$ 1,087
2002	71	507	1	61	28	668
2003	125	132	4	31	25	318
2004	79	251	1	57	26	414
2005	223	184	3	66	35	510
2006	<u>94</u>	<u>221</u>	<u>2</u>	<u>66</u>	<u>33</u>	<u>415</u>
Total	<u>\$ 953</u>	<u>\$ 1,837</u>	<u>\$ 17</u>	<u>\$ 377</u>	<u>\$ 229</u>	<u>\$ 3,413</u>

Schedule P Part 1A - Homeowners/Farmowners						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 7	\$ 1	\$ 0	\$ 9	\$ 0	\$ 17
2002	1	0	(0)	(0)		1
2003	26	0	0	0	0	26
2004	2	0	0	0	0	2
2005	5	0		0	0	5
2006	<u>13</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>13</u>
Total	<u>\$ 53</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ 9</u>	<u>\$ 0</u>	<u>\$ 63</u>

Schedule P Part 1B - Private Passenger Auto Liability/Medical						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ (201)	\$ (3)	\$ 0	\$ 0	\$ 0	\$ (205)
2002	(56)	319	0	26	2	290
2003	2	10	0	2	2	17
2004	4	12		1	2	20
2005	8	11		1	3	23
2006	<u>7</u>	<u>14</u>	<u>0</u>	<u>3</u>	<u>3</u>	<u>27</u>
Total	<u>\$ (236)</u>	<u>\$ 363</u>	<u>\$ 0</u>	<u>\$ 33</u>	<u>\$ 12</u>	<u>\$ 172</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1C - Commercial Auto/Truck Liability/Medical						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 1	\$ 5	\$ 0	\$ 5	\$ 0	\$ 11
2002	0	2	0	(1)	0	2
2003	(1)	3	(0)	1	0	2
2004	0	(8)		(1)	0	(9)
2005	1	1	0	1	0	3
2006	<u>0</u>	<u>2</u>	<u>0</u>	<u>2</u>	<u>0</u>	<u>4</u>
Total	<u>\$ 1</u>	<u>\$ 5</u>	<u>\$ 0</u>	<u>\$ 7</u>	<u>\$ 1</u>	<u>\$ 13</u>

Schedule P Part 1D - Workers' Compensation						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 327	\$ 485	\$ 3	\$ 47	\$ 68	\$ 930
2002	65	158	1	15	20	259
2003	97	124	1	13	18	253
2004	69	138	0	13	18	239
2005	205	125	1	13	23	367
2006	<u>68</u>	<u>151</u>	<u>1</u>	<u>13</u>	<u>19</u>	<u>253</u>
Total	<u>\$ 830</u>	<u>\$ 1,182</u>	<u>\$ 6</u>	<u>\$ 116</u>	<u>\$ 167</u>	<u>\$ 2,302</u>

Schedule P Part 1E - Commerical Multiple Peril						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 3	\$ 106	\$ 1	\$ 69	\$ 10	\$ 188
2002	0	24	0	18	5	47
2003	2	32	1	16	4	55
2004	3	9	1	26	5	45
2005	2	46	2	47	9	105
2006	<u>5</u>	<u>53</u>	<u>1</u>	<u>46</u>	<u>10</u>	<u>115</u>
Total	<u>\$ 15</u>	<u>\$ 270</u>	<u>\$ 5</u>	<u>\$ 223</u>	<u>\$ 42</u>	<u>\$ 555</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1F - Section 1 - Medical Malpractice - Occurrence						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 1	\$ 3	\$ 2	\$ 1	\$ 1	\$ 7
2002	0	1		1	0	3
2003		1	3	1	0	5
2004	0	0	0	1	0	2
2005				1	0	2
2006	_____	_____	_____	_____	_____	_____
Total	<u>\$ 1</u>	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 7</u>	<u>\$ 1</u>	<u>\$ 19</u>

Schedule P Part 1F - Section 2 - Medical Malpractice - Claims Made						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 1	\$ 18	\$ 0	\$ 0	\$ 3	\$ 23
2002		2		0	0	2
2003	(2)	1	0	0	0	(1)
2004		0		0	0	0
2005				0	0	0
2006	_____	_____	_____	_____	_____	_____
Total	<u>\$ (1)</u>	<u>\$ 21</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3</u>	<u>\$ 24</u>

Schedule P Part G - Special Liability						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 76	\$ (0)	\$ 0	\$ (0)	\$ 0	\$ 76
2002	53	0		0	0	53
2003		0		0	0	0
2004	0	0	0	0	0	0
2005	(0)	0		0	0	0
2006	0	0	_____	0	0	0
Total	<u>\$ 129</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 129</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P Part 1H - Section 1 - Other Liability						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ (0)	\$ (78)	\$ 0	\$ (36)	\$ 0	\$ (113)
2002	1	1	0	1	0	3
2003	1	(38)	0	(2)	0	(40)
2004	0	99	0	15	0	115
2005	2	1	0	1	0	5
2006	<u>0</u>	<u>2</u>	<u></u>	<u>2</u>	<u>0</u>	<u>4</u>
Total	<u>\$ 4</u>	<u>\$ (13)</u>	<u>\$ 0</u>	<u>\$ (19)</u>	<u>\$ 2</u>	<u>\$ (26)</u>

Schedule P Part 1I - Special Property						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 149	\$ 0	\$ (0)	\$ (0)	\$ 0	\$ 149
2002	7	0	(0)	0	0	7
2003		0	0	0	0	0
2004	(0)	0		0	0	0
2005		0		0	0	0
2006	<u>0</u>	<u>0</u>	<u></u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 156</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 156</u>

Schedule P - Part 1J - Auto Physical Damage						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 0	\$ 3	\$ 0	\$ 1	\$ 0	\$ 4
2002	(0)	(0)		0	0	(0)
2003	0	(0)	0	0	0	(0)
2004	0	(0)	0	0	0	(0)
2005	0	(1)		0	0	(0)
2006	<u>(0)</u>	<u>(1)</u>	<u></u>	<u>0</u>	<u>0</u>	<u>(1)</u>
Total	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ 3</u>

NOTES TO FINANCIAL STATEMENTS

Schedule P - Part 1K - Section 1 - Fidelity/Surety						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2002		0		0	0	0
2003		0		0	0	0
2004		0		0	0	0
2005		0		0	0	0
2006	_____	0	_____	0	0	0
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1</u>

Schedule P - Part 1L - Other (Including Credit, Accident and Health)						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2002						
2003						
2004						
2005						
2006	_____	_____	_____	_____	_____	_____
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Schedule P - Part 1R - Section 1 - Products Liability - Occurrence						
Accident Year	Net Losses Unpaid		Net DCC Unpaid		AO Unpaid	Total Net Losses, DCC & AO Unpaid
	Case	Bulk & IBNR	Case	Bulk & IBNR		
2001 & prior	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1
2002		0		0	0	0
2003		0		0	0	0
2004		0		0	0	0
2005		0		0	0	0
2006	_____0	_____0	_____	_____0	_____0	_____0
Total	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2</u>

D. Business Interruption Insurance Recoveries

None.

NOTES TO FINANCIAL STATEMENTS

E. State Transferable and Non-Transferable Tax Credits

None.

F. Subprime Mortgage Related Risk Exposure

- (1) Generally, direct and indirect subprime exposures were identified based upon consideration of the following types of features: 1) Interest rate above prime to borrowers that did not qualify for prime rate loans. 2) Borrowers with low credit ratings (FICO scores). 3) Interest only or negative amortizing loans. 4) Unconventionally high initial loan-to-value ratios. 5) Unusually low initial payments based on a fixed introductory rate that expires after a short initial period and then adjusts to an unusually high rate based upon a variable index rate plus a margin. 6) Borrowers with less than conventional documentation of their income and/or net assets. 7) Very high or no limits on how much the payment amount or the interest rate may increase or reset periods. 8) Include substantial prepayment penalties and or prepayment penalties that extend beyond the initial interest rate adjustment.
- (2) The Company does not have direct exposure through investments in subprime mortgage loans.
- (3) The Company has the following direct exposure through other investments as of December 31, 2016:

	Actual Cost	Book Adjusted Carrying Value	Fair Value	Other-than- temporary impairment
a. Residential mortgage backed securities	\$ 133,825	\$ 113,917	\$ 113,388	\$ (76,941)
b. Commercial mortgage backed securities				
c. Collateralized debt obligations				
d. Structured securities				
e. Equity investments in SCAs				
f. Other assets				
g. Total	\$ 133,825	\$ 113,917	\$ 113,388	\$ (76,941)

- (4) The Company does not have underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Insurance-Linked Securities

None.

22. EVENTS SUBSEQUENT

Subsequent events have been considered through February 15, 2017 for these statutory financial statements, which were issued on February 15, 2017. There were no events occurring subsequent to the end of the year that merited recognition or disclosure in these statements.

23. REINSURANCE

A. Unsecured Reinsurance Recoverables

The Company had unsecured aggregate recoverables for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with the following reinsurers, authorized or unauthorized, that exceeded 3% of the Company’s policyholder surplus at December 31, 2016 (in thousands):

NAIC Group Code	Federal Identification Number	Reinsurer	2016	2015
0069	95-2575893	Farmers Insurance Exchange	98,637	90,096

B. Reinsurance Recoverable in Dispute

None.

NOTES TO FINANCIAL STATEMENTS

C. Reinsurance Assumed and Ceded

(1) The maximum amount of return commission which would have been due reinsurers if they, or the Company, or a receiver, had canceled all insurance assumed as of the end of the periods covered by this annual statement with the return of the unearned premiums is as follows:

2016	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 58,535,067	\$ 19,018,043	\$ 37,796,769	\$ 11,408,955	\$ 20,738,298	\$ 7,609,089
All other	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 58,535,067</u>	<u>\$ 19,018,043</u>	<u>\$ 37,796,769</u>	<u>\$ 11,408,955</u>	<u>\$ 20,738,298</u>	<u>\$ 7,609,089</u>
Direct unearned premium reserve			<u>\$ 37,796,769</u>			
2015	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 62,241,592	\$ 20,874,585	\$ 37,699,977	\$ 11,809,141	\$ 24,541,614	\$ 9,065,444
All other	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$ 62,241,592</u>	<u>\$ 20,874,585</u>	<u>\$ 37,699,977</u>	<u>\$ 11,809,141</u>	<u>\$ 24,541,614</u>	<u>\$ 9,065,444</u>
Direct unearned premium reserve			<u>\$ 37,699,977</u>			

(2) The Company has no additional or return commissions, predicated on loss experience or any other form of profit sharing arrangements, in this annual statement as a result of existing contractual arrangements.

(3) The Company does not have protected cells.

D. Uncollectible Reinsurance

None.

E. Commutation of Ceded Reinsurance

None.

F. Retroactive Reinsurance

None.

G. Reinsurance Accounted for as a Deposit

None.

H. Transfer of Property and Casualty Run-off Agreements

None.

I. Certified Reinsurance Downgraded or Status Subject to Revocation

None.

NOTES TO FINANCIAL STATEMENTS

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

- A. Mid Century Insurance Company ("Mid Century"), one of the Farmers P&C Companies, has one workers' compensation policy with Farmers Group Inc. ("FGI"), which is subject to retrospective rating features. Mid Century estimates the accrued retrospective premium adjustment through the review of the individual retrospectively rated risk and by comparing case basis loss development with that anticipated in the policy contract to arrive at the best estimate of return or additional retrospective premium. The total accrued retrospective premiums receivable was recorded at \$1.2 million and \$1.6 million for the years ended December 31, 2016 and 2015, respectively. The Company's share of the accrued retrospective premiums receivable totaled \$12,000 and \$16,000 for the years ended December 31, 2016 and 2015, respectively. This policy was cancelled effective January 1, 2011 and in run-off.
- B. The Company records accrued retrospective premium as an adjustment to written premium.
- C. The amount of net premiums written subject to retrospective rating features for the years ended December 31, 2016 and 2015 for Mid Century was (\$0.7) million and \$2.9 million, respectively. As of December 31, 2016, the Company's share was (\$7,000), which was (0.2%) of the Company's total net workers' compensation premiums written of \$3.1 million. As of December 31, 2015, the Company's share was \$29,000, which was 0.8% of the Company's total net workers' compensation premiums written of \$3.7 million.
- D. The Company had no medical loss ratio rebates at both December 31, 2016 and 2015.
- E. The Company had no non-admitted retrospective premiums at both December 31, 2016 and 2015.

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have increased by \$0.6 million as of December 31, 2016, as a result of re-estimation of unpaid losses and loss adjustment expenses principally on the private passenger auto, auto physical damage and special property lines of insurance. This was partially offset by a decrease in commercial multiple peril, homeowners and other liability lines of insurance. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased and decreased as additional information becomes known regarding individual claims.

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company and certain of the Farmers P&C Companies participate in an intercompany reinsurance program (the "Intercompany Program"), with FIE as the lead company, pursuant to which each participant assumes a proportionate share of the Farmers P&C Companies' results from FIE based on their respective participation percentages (see table below). FIE is also a participant in various other reinsurance contracts with affiliates, which occur prior to the Intercompany Program.

First, FIE under 100% quota share reinsurance agreements assumes the business written, net of non-affiliated reinsurance, by all of the Farmers P&C Companies, excluding Farmers Re. Next, FIE under a quota share auto physical damage ("APD") reinsurance agreement cedes APD business to Farmers Re and Zurich (see note 21C). Subsequent to this, FIE cedes 20.0% of all lines of business to Farmers Re and Zurich under the All Lines agreement. Finally, FIE retrocedes the remaining business of the Farmers P&C Companies to the insurers participating in the Intercompany Program according to their respective participation percentages.

NOTES TO FINANCIAL STATEMENTS

The reinsurance participants and their respective participation percentages are as follows:

Participant	NAIC Company Code	State of Domicile	Participation Percentage	
			2016	2015
Farmers Insurance Exchange	21652	California	51.75%	51.75%
Fire Insurance Exchange	21660	California	7.50%	7.50%
Mid-Century Insurance Company	21687	California	16.00%	16.00%
Truck Insurance Exchange	21709	California	7.75%	7.75%
Farmers New Century Insurance Company	10806	Illinois	0.75%	0.75%
Texas Farmers Insurance Company	21695	Texas	1.00%	1.00%
Illinois Farmers Insurance Company	21679	Illinois	0.75%	0.75%
Farmers Insurance Company, Inc.	21628	Kansas	0.75%	0.75%
Farmers Insurance Company of Idaho	21601	Idaho	0.75%	0.75%
Farmers Insurance Company of Oregon	21636	Oregon	7.00%	7.00%
Farmers Insurance Company of Washington	21644	Washington	2.00%	2.00%
Farmers Insurance of Columbus, Inc.	36889	Ohio	1.00%	1.00%
Civic Property and Casualty Company	10315	California	1.00%	1.00%
Exact Property and Casualty Company	10318	California	1.00%	1.00%
Neighborhood Spirit Property and Casualty Company	10317	California	1.00%	1.00%

In addition, there are certain Farmers P&C Companies that cede their business to FIE but do not participate in the Intercompany Program. These companies consist of: Farmers Insurance Company of Arizona, Mid-Century Insurance Company of Texas, and Farmers Texas County Mutual Insurance Company. Others are: Bristol West Casualty Insurance Company, Bristol West Insurance Company, Bristol West Preferred Insurance Company, Coast National Insurance Company, and Security National Insurance Company. The subsidiaries of FIC, Grand Rapids: Foremost Property and Casualty Insurance Company, Farmers Specialty Insurance Company, Foremost Signature Insurance Company; and FIC, Grand Rapids’ affiliates: Foremost County Mutual Insurance Company and Foremost Lloyds of Texas cede their business to FIC, Grand Rapids prior to FIC, Grand Rapids’ cession to FIE. Finally, the affiliates of 21st Century North America Insurance Company (“21CNAI”) cede their business to 21CNAI prior to 21CNAI’s cession to FIE and entities involved are: 21st Century Centennial Insurance Company, 21st Century Premier Insurance Company, 21st Century Security Insurance Company, Farmers Insurance Hawaii, Inc., 21st Century Superior Insurance Company, 21st Century Advantage Insurance Company, 21st Century Preferred Insurance Company, 21st Century Pinnacle Insurance Company, 21st Century Indemnity Insurance Company, 21st Century National Insurance Company, 21st Century Auto Insurance Company of New Jersey, American Pacific Insurance Company, Inc., 21st Century Pacific Insurance Company, 21st Century Assurance Company, 21st Century Insurance Company, 21st Century Casualty Company, and 21st Century Insurance Company of the Southwest.

The Company reported \$4.6 million and \$5.5 million due to affiliates at December 31, 2016 and 2015, respectively, resulting from its participation in the intercompany reinsurance pooling agreement.

27. STRUCTURED SETTLEMENTS

Not applicable.

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

NOTES TO FINANCIAL STATEMENTS

30. PREMIUM DEFICIENCY RESERVES

The Company utilizes anticipated investment income in the calculation of premium deficiency reserves, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums. The Company evaluates the need for a premium deficiency reserve on a line of business level for all books. The Company evaluated the need to record a premium deficiency reserve as of the end of the current year and determined that no additional reserve was required. This evaluation was completed on February 09, 2017. As of December 31, 2016 and 2015, the Company had not established any premium deficiency reserves based on this calculation.

	2016	2015
1. Liability carried for premium deficiency reserves \$	\$ 0	\$ 0
2. Date of the most recent evaluation of this liability	02/09/2017	02/05/2016
3. Was anticipated investment income utilized in the calculation?	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	

31. HIGH DEDUCTIBLES

Not applicable.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

In 2016, the Farmers P&C Companies discontinued the discounting of non-California case loss reserves for workers’ compensation claims on a tabular basis which utilized the National Council on Compensation Insurance Table at 3.5%. This change in accounting principle was made to strategically align results with the emerging trends in the overall territory wide workers compensation book of business along with cost benefit considerations. As a result of this change, the Company’s pooled share totaled \$0.1 million and is reflected as a direct charge to surplus through the cumulative effect of changes in accounting principles in the accompanying financial statements.

The Company’s share of discounted reserves was \$0.0 million and \$0.1 million for the years ended December 31, 2016 and 2015, respectively. In 2016 and 2015, the Company did not discount unpaid loss adjustment expenses.

A. Tabular Discount

Schedule P Lines of Business	2016		2015	
	Tabular Discount Included in		Tabular Discount Included in	
	Schedule P Part 1*		Schedule P Part 1*	
	1	2	1	2
	Case	IBNR	Case	IBNR
1. Homeowners/Farmowners				
2. Private Passenger Auto Liability/Medical				
3. Commercial Auto/Truck Liability/Medical				
4. Workers’ Compensation	\$ 0		\$ 76,954	
5. Commercial Multiple Peril				
6. Medical Professional Liability – occurrence				
7. Medical Professional Liability – claims-made				
8. Special Liability				
9. Other Liability – occurrence				
10. Other Liability – claims-made				
11. Special Property				
12. Auto Physical Damage				
13. Fidelity, Surety				
14. Other (including Credit, Accident & Health)				
15. International				
16. Reinsurance Nonproportional Assumed Property				
17. Reinsurance Nonproportional Assumed Liability				
18. Reinsurance Nonproportional Assumed Financial Lines				
19. Products Liability – occurrence				
20. Products Liability – claims-made				
21. Financial Guaranty/Mortgage Guaranty				
22. Warranty				
23. Total	\$ 0		\$ 76,954	

* Must exclude medical loss reserves and all loss adjustment expense reserves.

B. Nontabular Discount

None.

NOTES TO FINANCIAL STATEMENTS

33. ASBESTOS/ENVIRONMENTAL RESERVES

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

The Company has exposure to environmental, asbestos, and other toxic claims that losses arises from the sale of general liability insurance. The Company estimates the full impact of the asbestos exposures by establishing full case reserves on all known losses and computing incurred but not reported (“IBNR”) losses based on previous experience.

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

(1) Direct:

	2012	2013	2014	2015	2016
a. Beginning reserves:	\$ 32,703	\$ 25,248	\$ 22,970	\$ 22,500	\$ 13,033
b. Incurred losses and loss adjustment expenses:	\$ (5,214)	\$ (2,127)	\$ (434)	\$ (9,290)	\$ 7,610
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 2,241</u>	<u>\$ 150</u>	<u>\$ 37</u>	<u>\$ 177</u>	<u>\$ 400</u>
d. Ending reserves:	<u><u>\$ 25,248</u></u>	<u><u>\$ 22,970</u></u>	<u><u>\$ 22,500</u></u>	<u><u>\$ 13,033</u></u>	<u><u>\$ 20,243</u></u>
Amounts represent the Company's pooled share of the total Farmers P&C Companies' exposure as per the terms of the intercompany reinsurance program.					

(2) Assumed Reinsurance:

The Company has no asbestos-related exposure resulting from the assumption of unaffiliated reinsurance.

(3) Net of Ceded Reinsurance:

	2012	2013	2014	2015	2016
a. Beginning reserves:	\$ 32,703	\$ 25,248	\$ 22,970	\$ 22,500	\$ 13,033
b. Incurred losses and loss adjustment expenses:	\$ (5,214)	\$ (2,127)	\$ (434)	\$ (9,290)	\$ 7,610
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 2,241</u>	<u>\$ 150</u>	<u>\$ 37</u>	<u>\$ 177</u>	<u>\$ 400</u>
d. Ending reserves:	<u><u>\$ 25,248</u></u>	<u><u>\$ 22,970</u></u>	<u><u>\$ 22,500</u></u>	<u><u>\$ 13,033</u></u>	<u><u>\$ 20,243</u></u>

- B. The Company recorded the following amounts for IBNR and/or bulk reserves related to asbestos claims at December 31, 2016:

	2016	2015
(1) Direct:	\$ 17,364	\$ 11,972
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 17,364	\$ 11,972

- C. The Company recorded the following amounts for loss adjustment expenses for case, IBNR and/or bulk reserves related to asbestos claims at December 31, 2016:

NOTES TO FINANCIAL STATEMENTS

	2016	2015
(1) Direct:	\$ 9,532	\$ 7,069
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 9,532	\$ 7,069

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:

(1) Direct:

	2012	2013	2014	2015	2016
a. Beginning reserves:	\$ 630,400	\$ 501,385	\$ 362,089	\$ 239,887	\$ 288,512
b. Incurred losses and loss adjustment expenses:	\$ (67,494)	\$ 26,255	\$ (47,217)	\$ 107,836	\$ (27,495)
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 61,521</u>	<u>\$ 165,551</u>	<u>\$ 74,984</u>	<u>\$ 59,211</u>	<u>\$ 31,657</u>
d. Ending reserves:	<u>\$ 501,385</u>	<u>\$ 362,089</u>	<u>\$ 239,887</u>	<u>\$ 288,512</u>	<u>\$ 229,361</u>
Amounts represent the Company's pooled share of the total Farmers P&C Companies' exposure as per the terms of the intercompany reinsurance program.					

(2) Assumed Reinsurance:

The Company has no environmental-related exposure resulting from the assumption of unaffiliated reinsurance.

(3) Net of Ceded Reinsurance:

	2012	2013	2014	2015	2016
a. Beginning reserves:	\$ 630,399	\$ 501,373	\$ 362,089	\$ 239,887	\$ 288,492
b. Incurred losses and loss adjustment expenses:	\$ (67,505)	\$ 23,286	\$ (44,237)	\$ 107,796	\$ (27,475)
c. Calendar year payments for losses and loss adjustment expenses:	<u>\$ 61,521</u>	<u>\$ 162,570</u>	<u>\$ 77,965</u>	<u>\$ 59,191</u>	<u>\$ 31,657</u>
d. Ending reserves:	<u>\$ 501,373</u>	<u>\$ 362,089</u>	<u>\$ 239,887</u>	<u>\$ 288,492</u>	<u>\$ 229,361</u>

E. The Company recorded the following amounts for IBNR and/or bulk reserves related to environmental claims at December 31, 2016:

NOTES TO FINANCIAL STATEMENTS

	2016	2015
(1) Direct:	\$ 209,932	\$ 250,699
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 209,932	\$ 250,699

F. The Company recorded the following amounts for loss adjustment expenses for case, IBNR and/or bulk reserves related to environmental claims at December 31, 2016:

	2016	2015
(1) Direct:	\$ 110,385	\$ 128,541
(2) Assumed Reinsurance:	None	None
(3) Net of Ceded Reinsurance:	\$ 110,385	\$ 128,531

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1

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

Yes [X] No []

1.2

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

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

1.3

State Regulating?

Ohio

2.1

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

Yes [] No [X]

2.2

If yes, date of change:

3.1

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

12/31/2013

3.2

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

12/31/2013

3.3

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

06/17/2015

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?
4.12 renewals?

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

4.2

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

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

5.1

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

Yes [] No [X]

5.2

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

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

6.1

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

Yes [] No [X]

6.2

If yes, give full information:

7.1

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

Yes [] No [X]

7.2

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

1	2
Nationality	Type of Entity

GENERAL INTERROGATORIES

- 8.1

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

Yes [] No [X]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

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

Yes [X] No []
- 8.4

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

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
BFP Securities, LLC	St. Louis, Missouri				YES
Farmers Financial Solutions, LLC	Agoura Hills, California				YES

9.

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

Price Waterhouse Cooper LLP, 350 S. Grand Ave., Los Angeles, CA 90071
- 10.1

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

Yes [] No [X]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
- 10.3

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

Yes [] No [X]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
- 10.5

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

Yes [X] No [] N/A []
- 10.6

If the response to 10.5 is no or n/a, please explain
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

James Nutting, FCAS, MAAA, 6301 Owensmouth Ave., Woodland Hills, Ca. 91367, Actuary of Farmers Insurance Group
- 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?

Not Applicable
- 13.2

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

Yes [] No [X]
- 13.3

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

Yes [] No [X]
- 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?

Yes [X] No []
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:
- 14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3

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

Yes [] No [X]
- 14.31

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

GENERAL INTERROGATORIES

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

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes ☒ 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 ☒ No ☐
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes ☒ 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 ☒
- 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 the 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)\$
- 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 ☒
- 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 ☒
- 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 ☒ No ☐
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$278,956

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes ☒ No ☐
- 24.02 If no, give full and complete information relating thereto
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes ☐ No ☐ N/A ☒
- 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 ☒
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes ☐ No ☐ N/A ☒
- 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 ☒

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

GENERAL INTERROGATORIES

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

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	
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	\$	
		25.28 On deposit with states	\$	647,412
		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	\$	
		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? Yes [] No [] N/A [X]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

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

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

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

1 Name of Custodian(s)	2 Custodian's Address
JP Morgan Morgan Chase Bank N.A.	4 Metro Tech Center 4th Floor., Mail Code: NY1-C543, Brooklyn, NY 11245

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

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

GENERAL INTERROGATORIES

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
Deutsche Investment Management Americas, Inc.	U.....
.....

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 [X] No []

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 [X] No []

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 Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
104518	Deutsche Investment Management Americas, Inc.	CZ83K4EEEX8QVCT3B128	U.S. Securities and Exchange Commission	NO.....
.....

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 [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		

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

1 Name of Mutual Fund (from above table)	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
.....

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	223,400,945	224,094,095	693,151
30.2 Preferred stocks			
30.3 Totals	223,400,945	224,094,095	693,151

30.4 Describe the sources or methods utilized in determining the fair values:
For the majority of securities, in determining fair market value, quotes were obtained from third party sources. If quotes from these sources were not available, a broker estimate was utilized. Any few instances where a broker estimate was not available, the market value was analytically determined.

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:
.....

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$58,516

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

1 Name	2 Amount Paid
INSURANCE SERVICES OFFICE, INC.	36,645
.....

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

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
.....
.....

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

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
.....
.....

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 Item (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:

1

Current Year

2

Prior Year

2.1

Premium Numerator

.....

2.2

Premium Denominator

.....

2.3

Premium Ratio (2.1/2.2)

.....

2.4

Reserve Numerator

.....

2.5

Reserve Denominator

.....

2.6

Reserve Ratio (2.4/2.5)

.....

3.1

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

Yes [] No [X]

3.2

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

3.21

Participating policies

\$ _____

3.22

Non-participating policies

\$ _____

4.

For mutual reporting Entities and Reciprocal Exchanges Only:

4.1

Does the reporting entity issue assessable policies?

Yes [] No []

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 []

5.22

As a direct expense of the exchange.....

Yes [] No [] N/A []

5.3

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

.....

5.4

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

Yes [] No []

5.5

If yes, give full information

.....

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.1

What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
Purchase reinsurance protection for workers' compensation business or policies.

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 Company licenses catastrophe modeling software from outside vendors specializing in these products. Based on these models, California Earthquake and Texas Hurricane have been identified as having the most significant potential for large losses.

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?
Various catastrophe mitigation actions including but not limited to joining the California Earthquake Authority and the Company has purchased catastrophe reinsurance protection.

6.4

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

Yes [X] No []

6.5

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

7.1

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

Yes [] No [X]

7.2

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

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 [] No []

8.1

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

Yes [] No [X]

8.2

If yes, give full information
.....

9.1

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

Yes [] No [X]

9.2

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

Yes [] No [X]

9.3

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

9.4

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

Yes [] No [X]

9.5

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

9.6

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

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

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 []

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

11.1

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

Yes [] No [X]

11.2

If yes, give full information

12.1

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

12.11 Unpaid losses

\$

10,407

12.12 Unpaid underwriting expenses (including loss adjustment expenses)

\$

1,951

12.2

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

\$

12.3

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

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

12.4

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

12.41 From

%

12.42 To

%

12.5

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

Yes [] No [X]

12.6

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

12.61 Letters of credit

\$

12.62 Collateral and other funds

\$

13.1

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

\$

75,000

13.2

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

Yes [] No [X]

13.3

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

3

14.1

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

Yes [] No [X]

14.2

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

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 []

14.4

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

Yes [] 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:

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? Yes [] No [X]

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

17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$	
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 - P art 3 and excluded from Schedule F - Part 5, not included above.

17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5	\$	
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 funds administered as of the reporting date. \$

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE FARMERS INSURANCE OF COLUMBUS, INC.

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 Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	111,834,566	111,168,931	107,683,436	116,611,053	127,304,776
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	81,443,438	75,906,809	70,190,917	73,340,592	80,975,086
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	72,136,470	76,844,782	76,048,696	74,681,537	77,510,469
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	7,257	7,730	6,912	38,595	41,686
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)			3		
6. Total (Line 35)	265,421,730	263,928,252	253,929,964	264,671,776	285,832,018
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	55,673,996	58,114,641	55,877,658	55,825,262	57,641,627
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	38,834,402	34,898,551	29,999,230	28,542,336	29,603,229
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	53,102,713	56,286,023	54,739,164	51,962,743	51,266,230
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	7,257	7,730	6,912	38,595	41,686
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)			3		
12. Total (Line 35)	147,618,367	149,306,946	140,622,968	136,368,936	138,552,772
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(5,552,084)	(3,370,395)	(2,057,179)	(2,177,778)	(5,771,285)
14. Net investment gain or (loss) (Line 11)	3,417,916	6,063,484	5,223,335	5,577,643	6,515,567
15. Total other income (Line 15)	1,378,545	1,024,453	862,479	843,059	1,618,168
16. Dividends to policyholders (Line 17)	8,014	4,699	5,752	9,694	8,403
17. Federal and foreign income taxes incurred (Line 19)	(1,003,104)	101,405	1,398,015	1,142,340	410,989
18. Net income (Line 20)	239,466	3,611,438	2,624,868	3,090,889	1,943,057
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	268,468,939	269,215,721	258,896,616	254,752,501	256,331,352
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	1,927,213	1,492,565	2,296,749	2,457,523	2,140,343
20.2 Deferred and not yet due (Line 15.2)	24,914,200	22,975,721	25,201,331	21,826,306	25,233,961
20.3 Accrued retrospective premiums (Line 15.3)	12,358	16,394	24,128	23,911	52,277
21. Total liabilities excluding protected cell business (Page 3, Line 26)	166,653,149	167,287,419	160,557,213	159,334,945	163,714,054
22. Losses (Page 3, Line 1)	70,404,729	68,490,096	62,017,868	62,157,532	64,612,946
23. Loss adjustment expenses (Page 3, Line 3)	18,130,960	17,561,901	17,243,925	17,184,106	17,382,592
24. Unearned premiums (Page 3, Line 9)	58,535,067	62,241,592	64,768,593	59,971,971	60,847,339
25. Capital paid up (Page 3, Lines 30 & 31)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
26. Surplus as regards policyholders (Page 3, Line 37)	101,815,791	101,928,302	98,339,403	95,417,556	92,617,298
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(2,275,765)	9,948,516	4,626,686	5,406,261	1,527,596
Risk-Based Capital Analysis					
28. Total adjusted capital	101,815,791	101,928,302	98,339,403	95,417,556	92,617,298
29. Authorized control level risk-based capital	12,441,299	12,897,559	12,222,151	11,607,269	10,695,648
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0					
30. Bonds (Line 1)	98.3	98.8	99.8	99.9	98.9
31. Stocks (Lines 2.1 & 2.2)					
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	1.7	1.2	0.2	0.1	1.1
35. Contract loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 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, Col. 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1)					
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47					
49. Total Investment in Parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0)					

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)	695	677	1,313	8,022	116,712
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	(112,512)	3,588,899	2,921,847	2,800,258	2,405,922
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	66,092,041	66,324,391	66,065,318	76,313,056	76,905,321
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)	47,404,442	42,378,402	40,349,079	45,089,426	51,768,173
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	36,544,632	34,794,917	35,788,425	41,935,464	46,785,756
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	2,469	1,373	5,452	18,723	19,120
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
59. Total (Line 35)	150,043,584	143,499,083	142,208,275	163,356,669	175,478,369
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	35,162,753	34,466,640	32,181,859	34,378,800	34,432,500
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)	24,578,671	19,825,618	16,104,930	16,504,503	17,165,198
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	30,485,030	28,045,721	26,996,351	29,790,126	29,045,986
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	2,469	1,373	5,452	18,723	19,120
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
65. Total (Line 35)	90,228,924	82,339,352	75,288,591	80,692,152	80,662,803
Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	60.9	58.5	55.3	57.0	60.2
68. Loss expenses incurred (Line 3)	10.3	10.0	10.2	10.1	11.0
69. Other underwriting expenses incurred (Line 4)	32.5	33.8	36.0	34.5	33.1
70. Net underwriting gain (loss) (Line 8)	(3.7)	(2.2)	(1.5)	(1.6)	(4.2)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0)	32.4	33.7	34.2	34.1	31.5
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	71.2	68.4	65.5	67.1	71.2
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0)	145.0	146.5	143.0	142.9	149.6
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	1,315	1,490	409	213	(953)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)	1.3	1.5	0.4	0.2	(1.1)
Two Year Loss Development (000 omitted)					
76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	2,578	1,679	603	(788)	(3,500)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0)	2.6	1.8	0.7	(0.9)	(3.8)

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

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

(\$000 OMITTED)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1 Direct and Assumed	2 Ceded	3 Net (1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported Direct and Assumed
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9)	
1. Prior.....	XXX	XXX	XXX	302	100	58	0	18		15	277	XXX
2. 2007.....	144,225	20,787	123,438	79,661	10,847	3,195	251	12,036	1,498	4,796	82,296	XXX
3. 2008.....	150,604	28,444	122,160	99,286	23,930	3,762	1,153	12,892	2,033	4,522	88,825	XXX
4. 2009.....	163,520	61,851	101,669	89,513	33,904	3,806	1,394	14,015	5,008	4,890	67,029	XXX
5. 2010.....	167,595	61,010	106,584	92,193	32,729	3,812	1,328	15,833	4,937	6,114	72,844	XXX
6. 2011.....	181,228	35,794	145,434	108,413	19,150	4,096	587	17,497	2,605	6,774	107,665	XXX
7. 2012.....	186,735	50,006	136,729	108,156	27,127	4,167	870	16,004	4,084	6,815	96,247	XXX
8. 2013.....	187,015	49,771	137,244	100,142	25,401	3,244	686	14,575	4,097	5,889	87,778	XXX
9. 2014.....	185,275	49,449	135,826	91,851	23,537	2,510	527	13,668	3,860	5,892	80,105	XXX
10. 2015.....	188,699	36,865	151,834	89,920	17,067	1,490	247	14,105	2,787	6,251	85,414	XXX
11. 2016.....	195,177	43,852	151,325	71,994	15,632	562	164	10,124	3,128	3,994	63,758	XXX
12. Totals	XXX	XXX	XXX	931,433	229,423	30,702	7,206	140,767	34,036	55,952	832,238	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13	14	15	16	17	18	19	20	21	22			
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded			
1. Prior.....	1,081	128	3,362	1,525	17	0	377	(1)	229		16	3,413	XXX
2. 2007.....	186	5	420	154	4		80	0	42		8	572	XXX
3. 2008.....	237	7	614	154	9		121	1	55		7	873	XXX
4. 2009.....	413	7	706	159	7		186	2	77		9	1,221	XXX
5. 2010.....	473	16	881	175	13		238	2	101		25	1,513	XXX
6. 2011.....	936	3	1,210	223	26		370	7	143		34	2,452	XXX
7. 2012.....	1,548	323	1,737	489	43	9	539	114	224		57	3,156	XXX
8. 2013.....	2,619	531	2,475	662	51	10	820	171	418		124	5,009	XXX
9. 2014.....	4,567	924	4,151	1,039	61	12	1,385	286	796		259	8,698	XXX
10. 2015.....	8,928	1,262	8,371	1,452	58	8	2,420	356	1,610		570	18,309	XXX
11. 2016.....	14,478	3,126	30,496	7,119	67	23	3,448	815	5,913		3,167	43,319	XXX
12. Totals	35,466	6,333	54,422	13,150	355	62	9,983	1,754	9,608		4,274	88,536	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred /Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. Prior.....	XXX	XXX	XXX	XXX	XXX	XXX			XXX	2,790	623
2. 2007.....	95,623	12,755	82,868	66.3	61.4	67.1			1.0	447	125
3. 2008.....	116,975	27,277	89,698	77.7	95.9	73.4			1.0	690	184
4. 2009.....	108,724	40,474	68,250	66.5	65.4	67.1			1.0	953	268
5. 2010.....	113,545	39,187	74,358	67.7	64.2	69.8			1.0	1,163	350
6. 2011.....	132,691	22,575	110,117	73.2	63.1	75.7			1.0	1,920	532
7. 2012.....	132,418	33,015	99,403	70.9	66.0	72.7			1.0	2,473	683
8. 2013.....	124,345	31,558	92,787	66.5	63.4	67.6			1.0	3,901	1,108
9. 2014.....	118,988	30,184	88,804	64.2	61.0	65.4			1.0	6,754	1,944
10. 2015.....	126,902	23,179	103,723	67.3	62.9	68.3			1.0	14,585	3,724
11. 2016.....	137,083	30,006	107,077	70.2	68.4	70.8			1.0	34,728	8,591
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	70,405	18,131

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.....	34,207	31,866	31,509	29,931	29,569	29,030	29,439	29,271	29,160	29,107	(53)	(164)
2. 2007.....	75,476	73,625	72,684	72,483	72,428	72,301	72,325	72,278	72,243	72,298	55	20
3. 2008.....	XXX	84,028	80,567	79,280	78,991	78,858	78,856	78,863	78,792	78,796	4	(68)
4. 2009.....	XXX	XXX	62,169	59,726	59,035	59,060	59,081	59,014	59,157	59,170	14	157
5. 2010.....	XXX	XXX	XXX	64,522	63,390	63,192	63,293	63,318	63,364	63,366	2	48
6. 2011.....	XXX	XXX	XXX	XXX	94,842	94,860	94,474	94,526	94,942	95,087	145	561
7. 2012.....	XXX	XXX	XXX	XXX	XXX	86,247	86,294	86,881	87,020	87,265	245	384
8. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	80,859	80,878	81,623	81,894	272	1,016
9. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	77,583	77,803	78,209	406	625
10. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	90,570	90,796	226	XXX
11. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	94,167	XXX	XXX
12. Totals											1,315	2,578

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment
	1	2	3	4	5	6	7	8	9	10		
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016		
1. Prior.....	000	11,690	18,180	21,331	23,045	23,787	24,792	25,224	25,643	25,903	XXX	XXX
2. 2007.....	40,878	59,452	65,274	68,543	70,125	70,892	71,322	71,467	71,608	71,758	XXX	XXX
3. 2008.....	XXX	48,419	65,608	71,399	74,808	76,585	77,351	77,600	77,823	77,965	XXX	XXX
4. 2009.....	XXX	XXX	34,479	47,707	52,237	54,942	57,100	57,712	57,686	58,022	XXX	XXX
5. 2010.....	XXX	XXX	XXX	33,190	49,669	55,775	59,547	61,154	61,410	61,948	XXX	XXX
6. 2011.....	XXX	XXX	XXX	XXX	55,850	77,794	85,606	89,743	91,638	92,772	XXX	XXX
7. 2012.....	XXX	XXX	XXX	XXX	XXX	49,970	70,175	77,653	82,068	84,327	XXX	XXX
8. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	47,884	66,212	73,425	77,300	XXX	XXX
9. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	45,487	63,664	70,297	XXX	XXX
10. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	52,621	74,096	XXX	XXX
11. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	56,762	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
1. Prior.....	21,110	12,563	8,788	5,571	4,288	3,426	3,203	2,829	2,436	2,214
2. 2007.....	24,282	8,053	4,411	2,202	1,368	824	610	510	396	346
3. 2008.....	XXX	23,733	9,180	4,590	2,491	1,416	943	859	656	580
4. 2009.....	XXX	XXX	18,293	6,587	3,581	2,097	1,184	791	976	731
5. 2010.....	XXX	XXX	XXX	19,768	7,250	3,875	1,956	1,231	1,197	942
6. 2011.....	XXX	XXX	XXX	XXX	24,771	8,941	4,727	2,317	1,703	1,350
7. 2012.....	XXX	XXX	XXX	XXX	XXX	22,940	8,018	4,897	2,480	1,673
8. 2013.....	XXX	XXX	XXX	XXX	XXX	XXX	20,398	7,390	4,192	2,462
9. 2014.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,972	7,712	4,211
10. 2015.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,103	8,983
11. 2016.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,009

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories									
States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	N							
2. Alaska	AK	N							
3. Arizona	AZ	N							
4. Arkansas	AR	N							
5. California	CA	Q							
6. Colorado	CO	N							
7. Connecticut	CT	N							
8. Delaware	DE	N							
9. District of Columbia	DC	N							
10. Florida	FL	N							
11. Georgia	GA	N							
12. Hawaii	HI	N							
13. Idaho	ID	N							
14. Illinois	IL	N							
15. Indiana	IN	N							
16. Iowa	IA	N							
17. Kansas	KS	N							
18. Kentucky	KY	N							
19. Louisiana	LA	N							
20. Maine	ME	N							
21. Maryland	MD	N							
22. Massachusetts	MA	N							
23. Michigan	MI	L							
24. Minnesota	MN	N							
25. Mississippi	MS	N							
26. Missouri	MO	N							
27. Montana	MT	N							
28. Nebraska	NE	N							
29. Nevada	NV	N							
30. New Hampshire	NH	N							
31. New Jersey	NJ	N							
32. New Mexico	NM	N							
33. New York	NY	N							
34. North Carolina	NC	N							
35. North Dakota	ND	N							
36. Ohio	OH	L	117,803,363	117,706,571	59,814,660	67,809,840	43,850,679	1,296,414	
37. Oklahoma	OK	N							
38. Oregon	OR	N							
39. Pennsylvania	PA	N							
40. Rhode Island	RI	N							
41. South Carolina	SC	N							
42. South Dakota	SD	N							
43. Tennessee	TN	N							
44. Texas	TX	N							
45. Utah	UT	N							
46. Vermont	VT	N							
47. Virginia	VA	N							
48. Washington	WA	N							
49. West Virginia	WV	N							
50. Wisconsin	WI	N							
51. Wyoming	WY	N							
52. American Samoa	AS	N							
53. Guam	GU	N							
54. Puerto Rico	PR	N							
55. U.S. Virgin Islands	VI	N							
56. Northern Mariana Islands	MP	N							
57. Canada	CAN	N							
58. Aggregate other alien ..	OT	XXX							
59. Totals	(a) 2	117,803,363	117,706,571		59,814,660	67,809,840	43,850,679	1,296,414	
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX								
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX								

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

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

Premiums are assigned to the states in which the risk is located.

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

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF FARMERS INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
145 Great Road, LLC	81-4674724	N/A	DE	Mid-Century Insurance Company	100.00000
17885 Von Karman, LLC	47-3820947	N/A	CA	Mid-Century Insurance Company	100.00000
21st Century Advantage Insurance Company	22-3398993	25232	MN	21st Century North America Insurance Company	100.00000
21st Century Assurance Company	13-3551577	44245	DE	Farmers Insurance Exchange	80.00000
21st Century Assurance Company	13-3551577	44245	DE	Fire Insurance Exchange	10.00000
21st Century Assurance Company	13-3551577	44245	DE	Truck Insurance Exchange	10.00000
21st Century Auto Insurance Company of New Jersey	22-3337475	10184	NJ	21st Century Centennial Insurance Company	100.00000
21st Century Casualty Company	95-4136306	36404	CA	21st Century Insurance Group	100.00000
21st Century Centennial Insurance Company	23-2044095	34789	PA	Farmers Insurance Exchange	80.00000
21st Century Centennial Insurance Company	23-2044095	34789	PA	Fire Insurance Exchange	10.00000
21st Century Centennial Insurance Company	23-2044095	34789	PA	Truck Insurance Exchange	10.00000
21st Century Indemnity Insurance Company	13-1967524	43974	PA	21st Century Premier Insurance Company	100.00000
21st Century Insurance and Financial Services, Inc.	51-0283170	N/A	DE	Farmers Insurance Exchange	80.00000
21st Century Insurance and Financial Services, Inc.	51-0283170	N/A	DE	Fire Insurance Exchange	10.00000
21st Century Insurance and Financial Services, Inc.	51-0283170	N/A	DE	Truck Insurance Exchange	10.00000
21st Century Insurance Company	95-2565072	12963	CA	21st Century Insurance Group	100.00000
21st Century Insurance Company of the Southwest	86-0812982	10245	TX	21st Century Insurance Group	100.00000
21st Century Insurance Group	95-1935264	N/A	DE	Farmers Insurance Exchange	80.00000
21st Century Insurance Group	95-1935264	N/A	DE	Fire Insurance Exchange	10.00000
21st Century Insurance Group	95-1935264	N/A	DE	Truck Insurance Exchange	10.00000
21st Century National Insurance Company	13-3801089	36587	NY	21st Century Security Insurance Company	100.00000
21st Century North America Insurance Company	13-3333609	32220	NY	Farmers Insurance Exchange	80.00000
21st Century North America Insurance Company	13-3333609	32220	NY	Fire Insurance Exchange	10.00000
21st Century North America Insurance Company	13-3333609	32220	NY	Truck Insurance Exchange	10.00000
21st Century Pacific Insurance Company	02-0226203	23795	CO	Farmers Insurance Exchange	80.00000
21st Century Pacific Insurance Company	02-0226203	23795	CO	Fire Insurance Exchange	10.00000
21st Century Pacific Insurance Company	02-0226203	23795	CO	Truck Insurance Exchange	10.00000
21st Century Pinnacle Insurance Company	13-3922232	10710	NJ	21st Century North America Insurance Company	100.00000
21st Century Preferred Insurance Company	95-2743473	22225	PA	21st Century Centennial Insurance Company	100.00000
21st Century Premier Insurance Company	22-1721971	20796	PA	21st Century Centennial Insurance Company	100.00000
21st Century Security Insurance Company	02-0227294	23833	PA	Farmers Insurance Exchange	80.00000
21st Century Security Insurance Company	02-0227294	23833	PA	Fire Insurance Exchange	10.00000
21st Century Security Insurance Company	02-0227294	23833	PA	Truck Insurance Exchange	10.00000
21st Century Superior Insurance Company	95-4232263	43761	CA	21st Century North America Insurance Company	100.00000
2720 Fourth Ave, LLC	47-4944225	N/A	DE	Farmers Insurance Exchange	100.00000
384 Santa Trinita Ave LLC	81-0741455	N/A	DE	Fire Insurance Exchange	100.00000
3900 Indian Avenue, LLC	81-2487862	N/A	DE	Farmers Insurance Exchange	100.00000
460 Gibraltar Drive, LLC	81-4365602	N/A	DE	Truck Insurance Exchange	100.00000
50th State Risk Management Services, Inc.	99-0215429	N/A	HI	Hawaii Insurance Consultants, Ltd.	100.00000
5401 Wiles Road LLC	47-2591947	N/A	FL	Mid-Century Insurance Company	100.00000
600 Riverside Parkway, LLC	81-1746692	N/A	DE	Farmers Insurance Exchange	100.00000
922 W. Washington Blvd, LLC	47-3968324	N/A	IL	Mid-Century Insurance Company	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF FARMERS INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
American Pacific Insurance Company, Inc.	13-3953213	10805	HI	Farmers Insurance Hawaii, Inc.	100.00000
Bristol West Casualty Insurance Company	34-1893500	11034	OH	Coast National Insurance Company	100.00000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Farmers Insurance Exchange	42.00000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Fire Insurance Exchange	3.75000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Truck Insurance Exchange	6.75000
Bristol West Holdings, Inc.	13-3994449	N/A	DE	Mid-Century Insurance Company	47.50000
Bristol West Insurance Company	38-1865162	19658	OH	Coast National Insurance Company	100.00000
Bristol West Insurance Services of California, Inc.	65-0880876	N/A	CA	Bristol West Holdings, Inc.	100.00000
Bristol West Insurance Services of Texas, Inc.	75-2791620	N/A	TX	Bristol West Holdings, Inc.	100.00000
Bristol West Insurance Services, Inc. of Florida	65-0616769	N/A	FL	Bristol West Holdings, Inc.	100.00000
Bristol West Preferred Insurance Company	86-1174452	12774	MI	Bristol West Holdings, Inc.	100.00000
BWIS of Nevada, Inc.	65-0919338	N/A	NV	Bristol West Holdings, Inc.	100.00000
Civic Property and Casualty Company	95-4528269	10315	CA	Fire Insurance Exchange	80.00000
Civic Property and Casualty Company	95-4528269	10315	CA	Truck Insurance Exchange	20.00000
Coast National General Agency, Inc.	76-0543593	N/A	TX	Bristol West Holdings, Inc.	100.00000
Coast National Holding Company	33-0246699	N/A	CA	Bristol West Holdings, Inc.	100.00000
Coast National Insurance Company	33-0246701	25089	CA	Coast National Holding Company	100.00000
Exact Property and Casualty Company	95-4528266	10318	CA	Fire Insurance Exchange	80.00000
Exact Property and Casualty Company	95-4528266	10318	CA	Truck Insurance Exchange	20.00000
Farmers Financial Solutions, LLC	77-0530616	N/A	NV	FFS Holding, LLC	100.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Farmers Insurance Exchange	70.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Truck Insurance Exchange	20.00000
Farmers Insurance Company of Arizona	95-2626387	21598	AZ	Fire Insurance Exchange	10.00000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Farmers Insurance Exchange	80.00000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Fire Insurance Exchange	6.70000
Farmers Insurance Company of Idaho	95-2626385	21601	ID	Truck Insurance Exchange	13.30000
Farmers Insurance Company of Oregon	95-2655893	21636	OR	Farmers Insurance Exchange	80.00000
Farmers Insurance Company of Oregon	95-2655893	21636	OR	Truck Insurance Exchange	20.00000
Farmers Insurance Company of Washington	95-2655894	21644	WA	Fire Insurance Exchange	80.00000
Farmers Insurance Company of Washington	95-2655894	21644	WA	Truck Insurance Exchange	20.00000
Farmers Insurance Company, Inc.	48-0609012	21628	KS	Farmers Insurance Exchange	90.00000
Farmers Insurance Company, Inc.	48-0609012	21628	KS	Fire Insurance Exchange	10.00000
Farmers Insurance Exchange	95-2575893	21652	CA	Interinsurance Exchange (See Note 1)	
Farmers Insurance Hawaii, Inc.	22-2640040	28487	HI	Farmers Insurance Exchange	80.00000
Farmers Insurance Hawaii, Inc.	22-2640040	28487	HI	Fire Insurance Exchange	10.00000
Farmers Insurance Hawaii, Inc.	22-2640040	28487	HI	Truck Insurance Exchange	10.00000
Farmers Insurance of Columbus, Inc.	31-0956373	36889	OH	Farmers Insurance Exchange	100.00000
Farmers New Century Insurance Company	36-4165395	10806	IL	Illinois Farmers Insurance Company	100.00000
Farmers Services Insurance Agency	95-6048990	N/A	CA	Truck Insurance Exchange	100.00000
Farmers Specialty Insurance Company	59-2326047	43699	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
Farmers Texas County Mutual Insurance Company	74-1067657	24392	TX	County Mutual Company (See Note 2)	
FCOA, LLC	27-0342907	N/A	DE	Foremost Insurance Company Grand Rapids, Michigan	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF FARMERS INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
FFS Holding, LLC	77-0530617	N/A	NV	Mid-Century Insurance Company	100.00000
Fire Insurance Exchange	95-6235715	21660	CA	Interinsurance Exchange (See Note 3)	
Foremost County Mutual Insurance Company	38-1721730	29254	TX	County Mutual Company (See Note 4)	
Foremost Express Insurance Agency, Inc.	38-2505922	N/A	MI	FCOA, LLC	100.00000
Foremost Financial Services Corporation	73-0462770	N/A	DE	FCOA, LLC	100.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Farmers Insurance Exchange	80.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Fire Insurance Exchange	10.00000
Foremost Insurance Company Grand Rapids, Michigan	38-1407533	11185	MI	Truck Insurance Exchange	10.00000
Foremost Lloyds of Texas	75-1779175	41688	TX	Lloyds Company (See Note 5)	
Foremost Property and Casualty Insurance Company	35-1604635	11800	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
Foremost Signature Insurance Company	38-2430150	41513	MI	Foremost Insurance Company Grand Rapids, Michigan	100.00000
GP, LLC	65-1142050	N/A	DE	Bristol West Holdings, Inc.	100.00000
Hawaii Insurance Consultants, Ltd.	99-0083322	N/A	HI	Farmers Insurance Exchange	80.00000
Hawaii Insurance Consultants, Ltd.	99-0083322	N/A	HI	Fire Insurance Exchange	10.00000
Hawaii Insurance Consultants, Ltd.	99-0083322	N/A	HI	Truck Insurance Exchange	10.00000
Illinois Farmers Insurance Company	36-2661515	21679	IL	Farmers Insurance Exchange	100.00000
Insurance Data Systems, G.P.	65-0881673	N/A	FL	Bristol West Holdings, Inc.	99.90000
Insurance Data Systems, G.P.	65-0881673	N/A	FL	GP, LLC	0.10000
Kraft Lake Insurance Agency, Inc.	38-2336672	N/A	MI	FCOA, LLC	100.00000
Mid-Century Insurance Company	95-6016640	21687	CA	Farmers Insurance Exchange	80.00000
Mid-Century Insurance Company	95-6016640	21687	CA	Fire Insurance Exchange	12.50000
Mid-Century Insurance Company	95-6016640	21687	CA	Truck Insurance Exchange	7.50000
Mid-Century Insurance Company of Texas	74-2448744	28673	TX	Farmers Insurance Exchange	100.00000
Neighborhood Spirit Property and Casualty Company	95-4528264	10317	CA	Fire Insurance Exchange	80.00000
Neighborhood Spirit Property and Casualty Company	95-4528264	10317	CA	Truck Insurance Exchange	20.00000
Security National Insurance Company	65-0109120	33120	FL	Bristol West Holdings, Inc. (See Note 6)	75.00000
Security National Insurance Company	65-0109120	33120	FL	Insurance Data Systems, G.P.	25.00000
Texas Farmers Insurance Company	94-1663548	21695	TX	Farmers Insurance Exchange	86.28000
Texas Farmers Insurance Company	94-1663548	21695	TX	Mid Century Insurance Company	13.72000
Truck Insurance Exchange	95-2575892	21709	CA	Interinsurance Exchange (See Note 7)	
Western Star Insurance Services, Inc.	74-1593853	N/A	TX	FCOA, LLC	100.00000

The following are Zurich Insurance Group entities within NAIC Group Code "0212" and are not included in Farmers Insurance Group within NAIC Group Code "0069"

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
17-40 Direct Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
2Plan Group Limited		N/A	GBR	Openwork Independent Solutions Limited	100.00000
2Plan Limited		N/A	GBR	2Plan Group Limited	100.00000
2Plan Wealth Management Limited		N/A	GBR	2Plan Group Limited	100.00000
307-309 Atlantic Avenue Acquisition LLC		N/A	DE	Zurich American Insurance Company	100.00000
ACN 000 141 051 Ltd.		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
ADAC Autoversicherung AG		N/A	DEU	Zurich GI Management Aktienfesellschaft (Deutschland)	51.00000
Afterland Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
AG Haus der Wirtschaft		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	8.16327
AIDE Asistencia Seguros y Reaseguros, S.A. - Sociedad Uniper		N/A	ESP	Zurich Insurance plc, Sucursal en Espana	100.00000
Albert Road 1 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Albert Road 2 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Allied Dunbar Asset Management plc		N/A	GBR	Allied Dunbar Assurance plc	99.99933
Allied Dunbar Asset Management plc		N/A	GBR	Zurich Trustee Company (UK) Limited	0.00067
Allied Dunbar Assurance plc		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	100.00000
Allied Dunbar Financial Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Allied Dunbar Healthcare Marketing Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Allied Dunbar International Fund Managers Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Allied Dunbar International Nominees Limited		N/A	GBR	Allied Dunbar International Fund Managers Limited	100.00000
Allied Dunbar Property Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Allied Dunbar Provident plc		N/A	GBR	Allied Dunbar Assurance plc	99.99988
Allied Dunbar Provident plc		N/A	GBR	Zurich Trustee Company (UK) Limited	0.00012
Allied Zurich Holdings Limited		N/A	JEY	Zurich Versicherungs-Gesellschaft AG	100.00000
Allied Zurich Limited		N/A	GBR	Zurich Insurance Group Ltd.	100.00000
American Guarantee and Liability Insurance Company	36-6071400	26247	NY	Zurich American Insurance Company	100.00000
American Zurich Insurance Company	36-3141762	40142	IL	Steadfast Insurance Company	100.00000
Anglo American Insurance Group (UK) Limited		N/A	GBR	Zurich Finance Company Ltd	100.00000
Ascent Underwriters Managers (Pty) Ltd		N/A	ZAF	Zurich Insurance Company South Africa Limited	100.00000
Ashdale Land and Property Company Limited		N/A	GBR	Zurich Insurance plc	100.00000
Associated Marine Insurers Agents Pty. Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Aust Office 1, LLC	36-4851720	N/A	DE	Zurich American Insurance Company	100.00000
Baden-Badener Versicherung Aktiengesellschaft		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Ballykilliane Holdings Limited		N/A	IRL	Zurich Insurance plc	100.00000
Bansabadell Pensiones, E.G.F.P, S.A.		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Societ	50.00000
Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros		N/A	ESP	Zurich Versicherungs-Gesellschaft AG	50.00000
Bansabadell Servicios Auxiliares De Seguros, S.L.		N/A	ESP	Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros	100.00000
Bansabadell Vida S.A. de Seguros y Reaseguros		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Societ	50.00000
Benefit Finance Partners, L.L.C.		N/A	DE	Zurich Benefit Finance LLC	50.00000
BFP Securities LLC	13-4097988	N/A	DE	Benefit Finance Partners, L.L.C.	100.00000
Bloomington Office LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Bloomington Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Bloomington Office MGP, LLC		N/A	DE	Bloomington Office MGP Manager, Inc	1.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Bloomington Office MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Blue Marble Micro Limited		N/A	GBR	Zürich Versicherungs-Gesellschaft AG	100.00000
Bonner Akademie Gesellschaft für DV- und Management-Training		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Bonnfinanz Aktiengesellschaft für Vermögensberatung und Verm		N/A	DEU	Deutscher Herold Aktiengesellschaft	100.00000
Bonus Pensionskassen Aktiengesellschaft		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	87.50000
BONUS Vorsorgekasse AG		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	50.00000
BOS Apt 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
BOS Apt 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
BOS Office 2 LLC		N/A	DE	Zurich American Insurance Company	100.00000
BOS Office 3, LLC	47-1046245	N/A	DE	Farmers New World Life Insurance Company	100.00000
BOS Retail 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Brinker Retail MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Bristlecourt Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Cayley Aviation Ltd.		N/A	BMU	Zurich Insurance Company Ltd, Bermuda Branch	100.00000
Centre Group Holdings (U.S.) Limited	13-4038482	N/A	DE	Zurich Finance Company Ltd	100.00000
Centre Insurance Company	13-2653231	34649	DE	Centre Solutions (U.S.) Limited	100.00000
Centre Kate Inc. 1	13-3973625	N/A	DE	Zurich Structured Finance, Inc.	100.00000
Centre Kate Inc. 2	13-3973626	N/A	DE	Zurich Structured Finance, Inc.	100.00000
Centre Life Insurance Company	04-1589940	80896	MA	Centre Solutions (U.S.) Limited	100.00000
Centre Reinsurance (U.S.) Limited	AA-3190673	N/A	BMU	Centre Group Holdings (U.S.) Limited	100.00000
Centre Reinsurance International Company		N/A	IRL	Centre Solutions (Bermuda) Limited	99.99848
Centre Reinsurance International Company		N/A	IRL	Zurich Finance Company AG	0.00152
Centre Solutions (Bermuda) Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
Centre Solutions (U.S.) Limited	AA-3190822	N/A	BMU	Centre Group Holdings (U.S.) Limited	100.00000
Centre Structured Inc. 1		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 2		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 3		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 4		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 5		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 6		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 7		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 8		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 9		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 10		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured Inc. 11		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 1		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 2		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 3		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 4		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 5		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 6		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LLC 7		N/A	VA	JFS/ZSF 1997 L.P.	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Centre Structured LLC 8		N/A	VA	JFS/ZSF 1997 L.P.	100.00000
Centre Structured LP 9		N/A	VA	JFS/ZSF 1997 L.P.	99.00000
Centre Structured LP 9		N/A	VA	Centre Structured Inc. 1	1.00000
Centre Structured LP 10		N/A	VA	JFS/ZSF 1997 L.P.	99.00000
Centre Structured LP 10		N/A	VA	Centre Structured Inc. 11	1.00000
Centre Structured LP 11		N/A	VA	JFS/ZSF 1997 L.P.	99.00000
Centre Structured LP 11		N/A	VA	Centre Structured Inc. 1	1.00000
CHI APT 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
CHI Industrial 1, LLC	47-4429730	N/A	DE	Farmers New World Life Insurance Company	100.00000
Chilena Consolidada Seguros de Vida S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	98.97703
Chilena Consolidada Seguros Generales S.A.	AA-2280100	N/A	CHL	Chilena Consolidada Seguros de Vida S.A.	7.40525
Chilena Consolidada Seguros Generales S.A.	AA-2280100	N/A	CHL	Inversiones Suizo Chilena S.A.	82.73165
City of London Insurance Company Limited		N/A	GBR	Eagle Star Insurance Company Limited	100.00000
COFITEM-COFIMUR		N/A	FRA	Zurich Versicherungs-Gesellschaft AG	12.40521
Collierville Center, LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Collierville MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Collierville Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Collierville Office MGP, LLC		N/A	DE	Collierville MGP Manager, Inc.	1.00000
Colonial American Casualty and Surety Company	52-1096670	34347	MD	Fidelity and Deposit Company of Maryland	100.00000
Community Trust Services Limited		N/A	GBR	Zurich Community Trust (UK) Limited	99.00000
Community Trust Services Limited		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	1.00000
Concisa Vorsorgeberatung und Management AG		N/A	AUT	Bonus Pensionskassen Aktiengesellschaft	100.00000
Concourse Skelmersdale Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
CP Holding Limited		N/A	VGB	Zurich Insurance Company Ltd, Bermuda Branch	100.00000
CREC (Birmingham), LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CREC (Durham), LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Crown Management Services Limited	13-3971194	N/A	DE	Zurich Finance Company Ltd	100.00000
CTH Affordable Housing Corporation		N/A	DE	Zurich Structured Finance, Inc.	100.00000
CTH Affordable Housing Investor, Inc.		N/A	DE	CTH Affordable Housing Corporation	100.00000
CTH WNC, Inc.		N/A	IL	CTH Affordable Housing Corporation	100.00000
CTH/Landmark SLP, Inc.		N/A	IL	CTH Affordable Housing Corporation	100.00000
Cursud N.V.		N/A	ANT	Zurich Versicherungs-Gesellschaft AG	100.00000
DA Deutsche Allgemeine Versicherung Aktiengesellschaft		N/A	DEU	Zurich GI Management Aktienfesellschaft (Deutschland)	100.00000
Dallas Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Dallas Office MGP, LLC		N/A	DE	Dallas Office MGP Manager, Inc.	1.00000
Dallas Office MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Dallas Tower LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
DB Vita S.A.		N/A	LUX	Deutscher Herold Aktiengesellschaft	25.00000
DC Apt 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
DC Industrial 1, LLC	46-4542195	N/A	DE	Farmers New World Life Insurance Company	100.00000
Delta Wetlands Properties		N/A	IL	KLMLP 2, LLC	90.00000
Delta Wetlands Properties		N/A	IL	KLMLP 3, LLC	10.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
DEN Retail 1 LLC	47-1387852	N/A	DE	Farmers New World Life Insurance Company	100.00000
Deutsche Zurich Pensiones, Entidad Gestora de Fondos de Pens		N/A	ESP	Zurich Vida, Compania de Seguros y Reaseguros, S.A. - Socied	50.00000
Deutscher Herold Aktiengesellschaft		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	79.82639
Deutscher Pensionsfonds Aktiengesellschaft		N/A	DEU	Deutscher Herold Aktiengesellschaft	74.90000
Deutsches Institut fur Altersvorsorge GmbH		N/A	DEU	Deutscher Herold Aktiengesellschaft	22.00000
Disability Management Services, Inc.	06-1427246	N/A	CT	Centre Group Holdings (U.S.) Limited	40.00000
Dunbar Assets Ireland		N/A	IRL	Zurich Finance Company Ltd	0.03664
Dunbar Assets Ireland		N/A	IRL	ZCMC II Holdings Limited	99.96335
Dunbar Assets plc		N/A	GBR	Dunbar Assets Ireland	100.00000
Dunbar Nominees Limited		N/A	GBR	Dunbar Assets plc	100.00000
Dunbar Sports and Social Club Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Eagle Star (Leasing) Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star (Malta) Limited		N/A	MLT	Zurich Assurance Ltd	100.00000
Eagle Star Computer Services Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star Direct (Camberley) Limited		N/A	GBR	Zurich Insurance Company (U.K.) Limited	100.00000
Eagle Star Direct Services Limited		N/A	GBR	Zurich UK General Services Limited	100.00000
Eagle Star Estates Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star European Life Assurance Company Limited		N/A	IRL	Zurich Life Assurance plc	100.00000
Eagle Star Executives Pension Trustee Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Eagle Star Farms Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star Forests Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star Group Holdings Limited		N/A	GBR	Eagle Star Holdings Limited	100.00000
Eagle Star Group Services Limited		N/A	GBR	Eagle Star Holdings Limited	100.00000
Eagle Star Holding Company of Ireland		N/A	IRL	Eagle Star Group Holdings Limited	0.00006
Eagle Star Holding Company of Ireland		N/A	IRL	Zurich Assurance Ltd	99.99994
Eagle Star Holdings Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Eagle Star Insurance Company Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Eagle Star Loans Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star Mortgages Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Eagle Star Securities Limited		N/A	GBR	Zurich Insurance plc	100.00000
Edilspettacolo SRL		N/A	ITA	Zurich Insurance Company Ltd - Rappresentanza Generale per I	35.71233
Empire Fire and Marine Insurance Company	47-6022701	21326	NE	Zurich American Insurance Company	100.00000
Empire Indemnity Insurance Company	73-6091717	21334	OK	Zurich American Insurance Company	100.00000
Employee Services Limited		N/A	GBR	Allied Dunbar Financial Services Limited	100.00000
Endsleigh Communications Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Developments Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh General Trading Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Independent Financial Services Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Insurance Services Limited		N/A	GBR	Endsleigh Limited	100.00000
Endsleigh Insurances (Brokers) Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Law Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Leasing Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Endsleigh Life & Pensions Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Endsleigh Pension Trustee Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Promotions Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Shopfitting Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Endsleigh Trustee Services Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
ES (Leeds) Nominee Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES (Walsall) Nominee Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Camberley Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Camberley Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Cannock Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Cannock Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Coventry Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Coventry Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Dudley Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Dudley Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Hoddesdon Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Hoddesdon Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Plympton Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Plympton Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Ramsgate Nominee 1 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ES Ramsgate Nominee 2 Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
ESI Financing Limited		N/A	GBR	Eagle Star Insurance Company Limited	0.00011
ESI Financing Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	99.99989
Euclid KY Annex, LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Euclid Office LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Euclid Warehouses LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Extremus Versicherung-Aktiengesellschaft		N/A	DEU	Zurich Insurance plc Niederlassung fur Deutschland	5.00000
Farmers Family Fund	45-3561769	N/A	CA	Farmers Group, Inc.	100.00000
Farmers Group, Inc.	95-0725935	N/A	NV	Zurich Versicherungs-Gesellschaft AG	87.90000
Farmers Group, Inc.	95-0725935	N/A	NV	Zurich Insurance Group Ltd.	12.10000
Farmers Life Insurance Company of New York	46-4261000	N/A	NY	Farmers New World Life Insurance Company	100.00000
Farmers New World Life Insurance Company	91-0335750	63177	WA	Farmers Group, Inc.	100.00000
Farmers Reinsurance Company	95-4650862	10873	CA	Farmers Group, Inc.	100.00000
Farmers Services Corporation		N/A	NV	Farmers Group, Inc.	100.00000
Farmers Services, LLC	35-2281892	N/A	DE	ZFUS Services, LLC	100.00000
Farmers Underwriters Association		N/A	CA	Farmers Group, Inc.	100.00000
Fidelity and Deposit Company of Maryland	13-3046577	39306	MD	Zurich American Insurance Company	100.00000
FIG Holding Company		N/A	CA	Farmers Group, Inc.	100.00000
FIG Leasing Co., Inc.		N/A	CA	Farmers Group, Inc.	100.00000
Figure Out Limited		N/A	GBR	2Plan Group Limited	100.00000
Fire Underwriters Association	95-2670247	N/A	CA	Farmers Group, Inc.	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Futuro de Bolivia S.A. Administradora de Fondos de Pensiones		N/A	BOL	Zurich Boliviana Seguros Personales S.A.	8.42193
Futuro de Bolivia S.A. Administradora de Fondos de Pensiones		N/A	BOL	Zurich South America Invest AB	71.57801
General Surety & Guarantee Co Limited		N/A	GBR	Zurich Insurance Company (U.K.) Limited	100.00000
Genevoise, Compagnie Immobiliere SA		N/A	CHE	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Groveswood Engineering Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Groveswood Property Holdings Limited		N/A	GBR	Eagle Star Holdings Limited	100.00000
Hawkcentral Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Herengracht Investments B.V		N/A	DEU	RE Curve Holding B.V.	100.00000
Home & Overseas Insurance Company Limited		N/A	GBR	Eagle Star Insurance Company Limited	100.00000
Hoplite Reinsurance Company of Vermont, Inc.	32-0478525	N/A	VT	Zurich Holding Company of America, Inc.	100.00000
HOU IND 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
HOU IND 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Independence Center Realty L.P.		N/A	DE	Philadelphia Investor, LLC	89.00000
INTEGRA Versicherungsdienst GmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	100.00000
Inversiones Suizo Chilena S.A.		N/A	CHL	Inversiones Suizo-Argentina S.A.	0.00001
Inversiones Suizo Chilena S.A.		N/A	CHL	Zurich Versicherungs-Gesellschaft AG	99.99999
Inversiones Suizo-Argentina S.A.		N/A	ARG	Zurich Lebensversicherungs-Gesellschaft AG	5.00400
Inversiones Suizo-Argentina S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	94.99600
Inversiones ZS America Dos Limitada		N/A	CHL	Inversiones ZS America SpA	100.00000
Inversiones ZS America SpA		N/A	CHL	Zurich Santander Insurance America, S.L.	100.00000
Inversiones ZS America Tres SpA		N/A	CHL	Zurich Santander Insurance America, S.L.	100.00000
Inversora Alpina Financiadora de Primas, C.A.		N/A	VEN	Zurich Seguros, S.A.	100.00000
Ipsley Street 1 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Ipsley Street 2 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Irish National Insurance Company p.l.c.		N/A	IRL	Zurich Insurance plc	99.99999
Isis S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	60.50140
Isis S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	39.49860
Jewell Insurance Agency Ltd		N/A	GBR	Woodstock Insurance Brokers Limited	100.00000
JFS/ZSF 1997 L.P.		N/A	VA	Zurich Structured Finance, Inc.	99.00000
JFS/ZSF 1998, L.P.		N/A	VA	Zurich Structured Finance, Inc.	99.00000
Kansas City Office LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Kansas Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Kansas Office MGP, LLC		N/A	DE	Kansas Office MGP Manager, Inc.	1.00000
Kansas Office MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Kennet Road 1 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Kennet Road 2 UK Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
KLMLP 2, LLC		N/A	DE	KLMLP, L.P.	100.00000
KLMLP 3, LLC		N/A	DE	KLMLP 2, LLC	100.00000
KLMLP, L.P.		N/A	DE	Zurich American Corporation	75.00000
Kono Insurance Limited		N/A	HKG	Zurich Versicherungs-Gesellschaft AG	100.00000
LA Office 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
LA Retail 1 LLC		N/A	DE	Zurich American Insurance Company	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Logobrook Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Manon Vision Co., Ltd.		N/A	THA	Centre Solutions (Bermuda) Limited	0.00057
Manon Vision Co., Ltd.		N/A	THA	Zurich Finance Company Ltd	0.00066
Manon Vision Co., Ltd.		N/A	THA	Zurich Versicherungs-Gesellschaft AG	99.99877
Maunalua Associates, Inc.		N/A	HI	Zurich American Corporation	100.00000
Medidata AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	8.85180
Mentionland Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Meritclass Investments Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
MI Administrators, LLC		N/A	DE	FIG Leasing Co., Inc.	100.00000
MIAMI INDUSTRIAL 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Miami Industrial 2, LLC		N/A	DE	Farmers New World Life Insurance Company	100.00000
Miami Office 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
MIAMI OFFICE 3, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Minas Brasil Promotora de Servicos S/A		N/A	BRA	Zurich Minas Brasil Seguros S.A,	100.00000
MSHQ, LLC		N/A	DE	JFS/ZSF 1998, L.P.	100.00000
Navigators and General Insurance Company Limited		N/A	GBR	Zurich Insurance plc	100.00000
Nearheath Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Omnis Investments Limited		N/A	GBR	Openwork Holdings Limited	90.00000
Openwork Access Limited		N/A	GBR	Openwork Holdings Limited	100.00000
Openwork Holdings Limited		N/A	GBR	Allied Zurich Holdings Limited	99.99265
Openwork Independent Solutions Limited		N/A	GBR	Openwork Holdings Limited	100.00000
Openwork Limited		N/A	GBR	Openwork Holdings Limited	100.00000
Openwork Market Solutions Limited		N/A	GBR	Openwork Holdings Limited	100.00000
Openwork Services Limited		N/A	GBR	Openwork Holdings Limited	100.00000
Orange Stone Company		N/A	IRL	Crown Management Services Limited	100.00000
Orion Rechtsschutz-Versicherung AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	78.00000
Parcelgate Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Perils AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	11.11111
Philly Office 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
POR Apt 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
POR Apt 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
POR Office 1, LLC	47-4054154	N/A	DE	Farmers New World Life Insurance Company	100.00000
Promatic Service Corporation (California)		N/A	CA	Farmers Group, Inc.	100.00000
Promatic Service Corporation (Nevada)		N/A	NV	Promatic Service Corporation (California)	100.00000
Protektor Lebensversicherungs-AG		N/A	DEU	Zurich Deutscher Herold Lebensversicherung Aktiengeselschaf	5.15838
PT Zurich Insurance Indonesia	AA-5360007	N/A	IDN	Zurich International (Bermuda) Ltd.	1.56878
PT Zurich Insurance Indonesia	AA-5360007	N/A	IDN	Zurich Versicherungs-Gesellschaft AG	97.09134
PT Zurich Topas Life		N/A	IDN	Zurich Versicherungs-Gesellschaft AG	80.00000
R3 FL Holdings, LLC		N/A	FL	Fidelity and Deposit Company of Maryland	100.00000
Raleigh/Durham Offices, L.P.		N/A	DE	Zurich Structured Finance, Inc.	99.00000
RE Curve Holding B.V.		N/A	DEU	Zurich Deutscher Herold Lebensversicherung Aktiengeselschaf	100.00000
Real Garant Espana S.L.		N/A	ESP	Real Garant GmbH Garantiesysteme	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Real Garant GmbH Garantiesysteme		N/A	DEU	Real Garant Versicherung Aktiengesellschaft	100.00000
Real Garant Versicherung Aktiengesellschaft		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Research Triangle MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Research Triangle Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Research Triangle Office MGP, LLC		N/A	DE	Research Triangle MGP Manager, Inc.	1.00000
REX-Germany-ZDHL S.C.S		N/A	LUX	REX-ZDHL S.C.S. SICAV-SIF	100.00000
REX Holding S.a.r.l.		N/A	LUX	REX-ZDHL S.C.S. SICAV-SIF	100.00000
Rex-Spain-ZDHL S.L.		N/A	ESP	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
REX-ZDHL GP S.a.r.l.		N/A	LUX	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
REX-ZDHL S.C.S. SICAV-SIF		N/A	LUX	Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	100.00000
Rural Community Insurance Company		39039	MN	Zurich American Insurance Company	100.00000
Rural Community Insurance Agency, Inc.		N/A	MN	Zurich American Insurance Company	100.00000
Sacramento Office MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
SAN DIEGO INDUSTRIAL 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
San Diego Retail 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Santander Rio Seguros S.A.		N/A	ARG	Inversiones ZS America SpA	4.00000
Santander Rio Seguros S.A.		N/A	ARG	Zurich Santander Insurance America, S.L.	96.00000
Santander Seguros Sociedad Anónima		N/A	URY	Zurich Santander Insurance America, S.L.	100.00000
Saudi National Insurance Company		N/A	BHR	Zurich Insurance Company Ltd (Bahrain Branch)	5.00000
Sceptre Trust Limited		N/A	BHS	Eagle Star Holdings Limited	0.00002
Sceptre Trust Limited		N/A	BHS	Eagle Star Insurance Company Limited	99.99998
SEA APARTMENT 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
SEA APARTMENT 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Seabrook Warehouse LP		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Seabrook Warehouse MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
Seabrook Warehouse MGP, LLC		N/A	DE	Seabrook Warehouse MGP Manager, Inc.	1.00000
Seabrook Warehouse MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Serviaide Assistencia e Servicos, Lda.		N/A	PRT	AIDE Assistencia Seguros y Reaseguros, S.A. - Sociedad Uniper	95.00001
Serviaide Assistencia e Servicos, Lda.		N/A	PRT	Serviaide, S.A. - Sociedad Unipersonal	4.99999
Serviaide, S.A. - Sociedad Unipersonal		N/A	ESP	AIDE Assistencia Seguros y Reaseguros, S.A. - Sociedad Uniper	100.00000
Servizurich S.A. - Sociedad Unipersonal		N/A	ESP	Zurich Insurance plc, Sucursal en Espana	100.00000
SF Apt 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
SF Industrial 1, LLC	46-4095281	N/A	DE	Farmers New World Life Insurance Company	100.00000
SF Office 1, LLC		N/A	DE	Zurich American Insurance Company	100.00000
SF Office 2, LLC		N/A	DE	Zurich American Insurance Company	100.00000
SF Office 4, LLC		N/A	DE	Zurich American Insurance Company	100.00000
Shire Park Limited		N/A	GBR	Zurich Assurance Ltd	12.41935
SOCIETE AVENUE LOUIS CASAI 86 SA		N/A	CHE	Zürich Lebensversicherungs-Gesellschaft AG	100.00000
Speigelhof Vastgoed B.V.		N/A	DEU	RE Curve Holding B.V.	100.00000
Steadfast Insurance Company	52-0981481	26387	DE	Zurich American Insurance Company	100.00000
Steadfast Santa Clarita Holdings LLC		N/A	DE	Steadfast Insurance Company	100.00000
Sterling ISA Managers (Nominees) Limited		N/A	GBR	Sterling ISA Managers Limited	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Sterling ISA Managers Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Sunley Homes Limited		N/A	GBR	Zurich Insurance plc	100.00000
Swiss Insurance Management (Hong Kong) Limited		N/A	HKG	Zurich Insurance Holdings (Hong Kong) Limited	99.50495
Swiss Insurance Management (Hong Kong) Limited		N/A	HKG	Zurich Services (Hong Kong) Limited	0.49505
TCS Loss Adjusters Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
TDG Tele Dienste GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Tennyson Insurance Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Timosa Limited		N/A	IRL	Zurich Life Assurance plc	100.00000
The Liverpool Reversionary Company Limited		N/A	GBR	Eagle Star Insurance Company Limited	100.00000
The Trust Company of Scotland Limited		N/A	GBR	Zurich Insurance plc	100.00000
The Zurich Services Corporation	36-3839542	N/A	IL	Zurich Holding Company of America, Inc.	100.00000
TopReport Schadenbesichtigungs GmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	14.28571
Truck Underwriters Association	95-2670330	N/A	CA	Farmers Group, Inc.	100.00000
Turegum Immobilien AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Universal Underwriters Insurance Company	43-1249228	41181	IL	Zurich American Insurance Company	100.00000
Universal Underwriters of Texas Insurance Company	36-3139101	40843	IL	Universal Underwriters Insurance Company	100.00000
Universal Underwriters Service Corporation	43-1269296	N/A	MO	Zurich Holding Company of America, Inc.	100.00000
Vehicle Dealer Solutions, Inc.	26-1282208	N/A	FL	The Zurich Services Corporation	100.00000
Winchester Land, LLC		N/A	FL	R3 FL Holdings, LLC	100.00000
Winn-Dixie MGP Manager, Inc.		N/A	DE	Zurich Structured Finance, Inc.	100.00000
Women on Wheels Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
Woodstock Insurance Brokers Limited		N/A	GBR	Endsleigh Insurance Services Limited	100.00000
World Travel Protection Canada Inc.		N/A	CAN	Zurich Canadian Holdings Limited	100.00000
Wren Investments Limited		N/A	GBR	Zurich Whiteley Trust Limited	100.00000
Wrightway Underwriting Limited		N/A	IRL	Ballykilliane Holdings Limited	100.00000
Z flex Gesellschaft fur Personaldienstleistungen mbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
ZCM (U.S.) Limited		N/A	DE	Zurich Finance Company Ltd	100.00000
ZCM Asset Holding Company (Bermuda) Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
ZCM Matched Funding Corp.		N/A	CYM	Zurich Capital Markets Inc.	100.00000
ZCMC II Holdings Limited		N/A	IRL	ZCM Asset Holding Company (Bermuda) Limited	0.20000
ZCMC II Holdings Limited		N/A	IRL	Zurich Financial Services EUB Holdings Limited	99.80000
ZFS Finance (USA) LLC II	81-0680889	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
ZFS Finance (USA) LLC V	77-0684542	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
ZFUS Services, LLC	20-5900744	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
ZGEE3 Limited		N/A	GBR	Zurich Insurance Company (U.K.) Limited	100.00000
ZNA Services, LLC	02-0802795	N/A	DE	ZFUS Services, LLC	100.00000
ZPC Capital Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
ZSF 00-1, Inc.		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF 02-1, Inc.		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF 99-4, Inc.		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF Apollo Corporation		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF/C1 MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
ZSF/C1 MGP, LLC		N/A	DE	ZSF/C1 MGP Manager, Inc	1.00000
ZSF/C1 MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF/C2 MGP, LLC		N/A	DE	Zurich Structured Finance, Inc.	99.00000
ZSF/C2 MGP Manager, Inc		N/A	DE	ZSF/CF2 MGP Manager, Inc.	1.00000
ZSF/C2 MGP Manager, Inc		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF Landmark Corporation		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF/Land Parcels LLC		N/A	DE	Zurich Structured Finance, Inc.	100.00000
ZSF Newport I Corporation		N/A	IL	CTH Affordable Housing Corporation	100.00000
ZSF/Bloomington, LLC		N/A	DE	Bloomington Office LP	100.00000
ZSF / Collierville, LLC		N/A	DE	Collierville Center, LP	100.00000
ZSF/Dallas Tower, LLC		N/A	DE	Dallas Tower LP	100.00000
ZSF/Kansas, LLC		N/A	DE	Kansas City Office LP	100.00000
ZSF KY Annex, LLC		N/A	DE	Euclid KY Annex, LP	100.00000
ZSF / Office NY, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF / Office NV, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF / Office FL, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF / Office KY, LLC		N/A	DE	Euclid Office LP	100.00000
ZSF/Research Gateway, LLC		N/A	DE	Raleigh/Durham Offices, L.P.	100.00000
ZSF/Seabrook, LLC		N/A	DE	Seabrook Warehouse LP	100.00000
ZSF/WD Fitzgerald, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Hammond, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Montgomery 31, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Jacksonville, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Opa Locka, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSF/WD Orlando, LLC		N/A	DE	Euclid Warehouses LP	100.00000
ZSFH LLC	36-3096373	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
ZSG Kfz-ZulassungsservicegesmbH		N/A	AUT	Zurich Versicherungs-Aktiengesellschaft	33.33333
ZSL Financing Limited		N/A	GBR	Zurich Holdings (UK) Limited	1.00000
ZSL Financing Limited		N/A	GBR	Zurich Specialties London Limited	99.00000
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Finanz-Gesellschaft AG	0.00002
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Investments Life S.p.A.	0.00002
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Lebensversicherungs-Gesellschaft AG	99.99990
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Versicherungs-Gesellschaft AG	0.00002
Zurich - Companhia de Seguros Vida S.A.		N/A	PRT	Zurich Vida, Compania de Seguros y Reaseguros, S.A. - Socied	0.00002
Zurich Administradora General de Fondos S.A.		N/A	CHL	Chilena Consolidada Seguros de Vida S.A.	99.97013
Zurich Administradora General de Fondos S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	0.02987
Zurich Advice Network Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich AFIN Mexico, S.A. DE C.V.		N/A	MEX	Zurich Compania de Sefuros, S.A.	0.00200
Zurich AFIN Mexico, S.A. DE C.V.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	99.99800
Zurich Agency Services Inc.	04-3126497	N/A	MA	Zurich Holding Company of America, Inc.	100.00000
Zurich Alternative Asset Management, LLC	86-1164252	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich America Latina Serviços Brasil Ltda.		N/A	BRA	Zurich Lebensversicherungs-Gesellschaft AG	0.01000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich America Latina Serviços Brasil Ltda.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	99.99000
Zurich American Corporation	36-6169781	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich American Insurance Company	36-4233459	16535	NY	Zurich Holding Company of America, Inc.	100.00000
Zurich American Insurance Company of Illinois	36-2781080	27855	IL	American Zurich Insurance Company	100.00000
Zurich American Life Insurance Company	36-3050975	90557	IL	Zurich American Corporation	100.00000
Zurich American Life Insurance Company of New York	27-4746162	14178	NY	Zurich American Life Insurance Company.	100.00000
Zurich Argentina Cia. de Seguros S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	55.46140
Zurich Argentina Cia. de Seguros S.A.	AA-2130022	N/A	ARG	Zurich Versicherungs-Gesellschaft AG	44.53611
Zurich Argentina Compañía de Seguros de Retiro S.A.	AA-2130022	N/A	ARG	Zurich Argentina Cia. de Seguros S.A.	46.64193
Zurich Argentina Compañía de Seguros de Retiro S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	53.35807
Zurich Asset Management Gerente de Fondos Comunes de Inversi		N/A	ARG	Inversiones Suizo-Argentina S.A.	89.99990
Zurich Asset Management Gerente de Fondos Comunes de Inversi		N/A	ARG	Isis S.A.	10.00010
Zurich Assurance (2004) plc		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich Assurance Ltd		N/A	GBR	Eagle Star Holdings Limited	100.00000
Zurich Australia Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Australian Insurance Limited	AA-1930995	N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Australian Insurance Properties Pty Limited		N/A	AUS	Zurich Australia Limited	40.00000
Zurich Australian Insurance Properties Pty Limited		N/A	AUS	Zurich Australian Insurance Limited	60.00000
Zurich Australian Superannuation Pty Limited		N/A	AUS	Zurich Financial Services Australia Limited	100.00000
Zurich Bank International Limited		N/A	GBR	Dunbar Assets Ireland	100.00000
Zurich Benefit Finance LLC	13-4186554	N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich Beteiligungs-Aktiengesellschaft (Deutschland)		N/A	DEU	Zurich IT Service AG Niederlassung fur Deutschland	82.61672
Zurich Beteiligungs-Aktiengesellschaft (Deutschland)		N/A	DEU	Zurich Leben Service AG Niederlassung fur Deutschland	17.38328
Zurich Building Control Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Canadian Holdings Limited		N/A	CAN	Zurich Insurance Company Ltd, Canadian Branch	68.81942
Zurich Canadian Holdings Limited		N/A	CAN	Zurich Versicherungs-Gesellschaft AG	31.18058
Zurich Brasil Capitalizacao S.A		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Capital Markets Inc.		N/A	DE	ZCM (U.S.) Limited	100.00000
Zurich Capital Markets Securities Inc.		N/A	DE	Zurich Capital Markets Inc.	100.00000
Zurich Colombia Seguros S.A.		N/A	COL	Zurich Versicherungs-Gesellschaft AG	94.90000
Zurich Colombia Seguros S.A.		N/A	COL	Zurich Lebensversicherungs-Gesellschaft AG	5.10000
Zurich Community Trust (UK) Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	50.00000
Zurich Community Trust (UK) Limited		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	50.00000
Zurich Compania de Reaseguros Argentina S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	5.00000
Zurich Compania de Reaseguros Argentina S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	95.00000
Zurich, Compañía de Seguros, S.A.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	99.88280
Zurich Computer Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Consultoria de Riesgos, C.A.		N/A	VEN	Zurich Seguros, S.A.	99.99000
Zurich Corredora de Bolsa S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	99.00030
Zurich Corredora de Bolsa S.A.		N/A	CHL	Zurich Investments Chile S.A.	0.99970
Zurich CZI Management Holding Ltd.	36-4412924	N/A	DE	Zurich Global Investment Management Inc.	100.00000
Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft		N/A	DEU	Deutscher Herold Aktiengesellschaft	67.54030

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Deutscher Herold Lebensversicherung Aktiengesellschaft	95-4773780	N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	32.45970
Zurich E&S Insurance Brokerage, Inc.		N/A	CA	Zurich American Insurance Company	100.00000
Zurich Employment Services Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Zurich Eurolife S.A.		N/A	LUX	Zurich Lebensversicherungs-Gesellschaft AG	90.00000
Zurich Eurolife S.A.		N/A	LUX	Zurich Versicherungs-Gesellschaft AG	10.00000
Zurich Fianzas Mexico, S.A.DE C.V.		N/A	MEX	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Finance (Bermuda) Ltd.		N/A	BMU	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Finance (Luxembourg) S.A.		N/A	LUX	Zurich Lebensversicherungs-Gesellschaft AG	0.08065
Zurich Finance (Luxembourg) S.A.		N/A	LUX	Zurich Versicherungs-Gesellschaft AG	99.91935
Zurich Finance (UK) plc		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.99800
Zurich Finance (UK) plc	AA-1930995	N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	0.00200
Zurich Finance Company Ltd		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Management Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Financial Services (Channel Islands) Limited		N/A	JEY	Zurich Financial Services (UKISA) Limited	99.90901
Zurich Financial Services (Channel Islands) Limited		N/A	JEY	Zurich Financial Services (UKISA) Nominees Limited	0.09099
Zurich Financial Services (Isle of Man) Group Services Limit		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (Isle of Man) Holdings Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (Isle of Man) Insurance Manager Lt		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services (UKISA) Group Services Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Zurich Financial Services (UKISA) Limited		N/A	GBR	Allied Zurich Holdings Limited	90.31559
Zurich Financial Services (UKISA) Limited	AA-0053640	N/A	GBR	Zurich Insurance plc	9.68441
Zurich Financial Services (UKISA) Nominees Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	100.00000
Zurich Financial Services Australia Limited		N/A	AUS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Financial Services EUB Holdings Limited		N/A	IRL	Zurich Finance Company Ltd	0.08333
Zurich Financial Services EUB Holdings Limited		N/A	IRL	Zurich Insurance Group Ltd.	99.91667
Zurich Financial Services UK Pension Trustee Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.00000
Zurich Finanz-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich F&I Reinsurance T&C Limited		N/A	TCA	Zurich Agency Services Inc.	0.00050
Zurich F&I Reinsurance T&C Limited		N/A	TCA	Universal Underwriters Service Corporation	99.99950
Zurich General Insurance Company (China) Limited		N/A	CHN	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich General Partner (Scotland) Ltd	04-3729755	N/A	GBR	Allied Zurich Holdings Limited	100.00000
Zurich GL Servicios Mexico, S.A. de C.V.		N/A	MEX	Zurich Vida, Compañía de Seguros, S.A.	95.00000
Zurich GL Servicios Mexico, S.A. de C.V.		N/A	MEX	Zurich Compañía de Seguros, S.A.	5.00000
Zurich Global Corporate UK Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Global Investment Management Inc.		N/A	DE	Zurich Holding Company of America, Inc.	100.00000
Zurich Global, Ltd.		N/A	BMU	Zurich Holding Company of America, Inc.	100.00000
Zurich Group Pension Services (UK) Ltd		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich GSG Limited		N/A	GBR	Zurich GSH Limited	100.00000
Zurich GSH Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Holding Company of America, Inc.		N/A	DE	Crown Management Services Limited	0.8200
Zurich Holding Company of America, Inc.	36-3096373	N/A	DE	Zurich Versicherungs-Gesellschaft AG	99.1800
Zurich Holding Ireland Limited		N/A	IRL	Zurich Versicherungs-Gesellschaft AG	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Holdings (UK) Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Immobilien Liegenschaftsverwaltungs-GesmbH		N/A	AUT	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich IMRE AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Independent Wealth Management Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Insurance (Taiwan) Ltd.	AA-5280035	N/A	TWN	Zurich Versicherungs-Gesellschaft AG	99.72633
Zurich Insurance Company (U.K.) Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Company Escritorio de Representacao no Bras		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Company Ltd., Beijing Representative Office		N/A	CHN	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Company Ltd., Representative Office Buenos Aires		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Group Ltd.		N/A	CHE	Board of Directors	
Zurich Insurance Holdings (Hong Kong) Limited		N/A	HKG	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Malaysia Berhad		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Insurance Middle East S.A.L.		N/A	LBN	Zurich Versicherungs-Gesellschaft AG	99.54134
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	25.07428
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Holding Ireland Limited	70.40509
Zurich Insurance plc	AA-1780059	N/A	IRL	Zurich Insurance Company Ltd - Rappresentanza Generale per I	4.52063
Zurich Insurance plc, Representative Office Buenos Aires		N/A	ARG	Zurich Insurance plc	100.00000
Zurich Intermediary Group Limited		N/A	GBR	Zurich Financial Services (UKISA) Limited	99.99995
Zurich Intermediary Group Limited		N/A	GBR	Zurich Financial Services (UKISA) Nominees Limited	0.00005
Zurich Internacional de Venezuela, C.A. de Corretaje de Reas		N/A	VEN	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich International (Bermuda) Ltd.	AA-3190185	N/A	BMU	Zurich Insurance Company Ltd, Bermuda Branch	29.26778
Zurich International (Bermuda) Ltd.	AA-3190185	N/A	BMU	Zurich Versicherungs-Gesellschaft AG	70.73222
Zurich International (UK) Limited	AA-1120018	N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich International Life Limited		N/A	GBR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich International Services (Luxembourg) S.A.		N/A	LUX	Zurich Eurolife S.A.	0.04000
Zurich International Services (Luxembourg) S.A.		N/A	LUX	Zurich Versicherungs-Gesellschaft AG	99.96000
Zurich International Solutions Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich Invest AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Investment Management AG		N/A	CHE	Farmers Group, Inc.	80.00000
Zurich Investment Management AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	20.00000
Zurich Investment Management Limited		N/A	AUS	Zurich Australia Limited	100.00000
Zurich Investment Services Limited		N/A	BMU	Zurich Finance Company Ltd	100.00000
Zurich Investment Services (UK) Limited		N/A	GBR	Allied Zurich Holdings Limited	100.00000
Zurich Investments Life S.p.A.		N/A	ITA	Zurich Insurance Company Ltd - Rappresentanza Generale per I	100.00000
Zurich Kunden Center GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich JVCompany Servicios Mexico, S.A. DE C.V.		N/A	MEX	Zurich Vida, Compania de Seguros, S.A.	0.00200
Zurich JVCompany Servicios Mexico, S.A. DE C.V.		N/A	MEX	Zurich Santander Seguros Mexico, S.A.	99.99800
Zurich Latin America Corporation	26-0530367	N/A	FL	The Zurich Services Corporation	100.00000
Zurich Latin America Holding S.L. - Sociedad Unipersonal		N/A	ESP	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Latin American Services S.A.		N/A	ARG	Inversiones Suizo-Argentina S.A.	6.32000
Zurich Latin American Services S.A.		N/A	ARG	Zurich Versicherungs-Gesellschaft AG	93.68000
Zurich Lebensversicherungs-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Leisure Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Life Assurance plc		N/A	IRL	Zurich Holding Ireland Limited	100.00000
Zurich Life Insurance Company Ltd., Representative office Buenos Aires		N/A	ARG	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Life Insurance (Singapore) Pte Ltd		N/A	SGP	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Management (Bermuda) Ltd		N/A	BMU	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Management Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Minas Brasil Seguros S.A.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Pension Trustees Ireland Limited		N/A	IRL	Zurich Insurance plc	50.00000
Zurich Pension Trustees Ireland Limited		N/A	IRL	Zurich Trustee Services Limited	50.00000
Zurich Pension Trustees Limited		N/A	GBR	Zurich Assurance Ltd	100.00000
Zurich Pensions Management Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Pensionskassen-Beratung AG		N/A	CHE	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Professional Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Project Finance (UK) Limited		N/A	GBR	Zürich Versicherungs-Gesellschaft AG	100.00000
Zurich Properties Pty Limited		N/A	AUS	Zurich Australia Limited	40.00056
Zurich Properties Pty Limited		N/A	AUS	Zurich Australian Insurance Limited	59.99944
Zurich Property Services Malaysia Sdn Bhd		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Realty, Inc.	30-0165071	N/A	MD	The Zurich Services Corporation	100.00000
Zurich Rechtsschutz-Schadenservice GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Reliable Insurance Limited		N/A	RUS	Zurich Versicherungs-Gesellschaft AG	99.90000
Zurich Reliable Insurance Limited		N/A	RUS	Zurich Versicherungs-Aktiengesellschaft	0.10000
Zurich Resseguradora Brasil S.A.		N/A	BRA	Zurich Versicherungs-Gesellschaft AG	99.99999.
Zurich Resseguradora Brasil S.A.		N/A	BRA	Zurich Lebensversicherungs-Gesellschaft AG	0.00001
Zurich Risk Consulting RU		N/A	RUS	Zurich Reliable Insurance	100.00000
Zurich Risk Management Services (India) Private Limited		N/A	IND	Zurich International (Bermuda) Ltd.	1.00000
Zurich Risk Management Services (India) Private Limited		N/A	IND	Zurich Versicherungs-Gesellschaft AG	99.00000
Zurich Risk Services Asia Pacific Sdn Bhd		N/A	MYS	Zurich Management Services Limited	100.00000
Zurich Roadside Assistance Malaysia Sdn Bhd		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Ruckversicherungs-Gesellschaft AG		N/A	CHE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Sacramento, Inc.		N/A	CA	JFS/ZSF 1998, L.P.	100.00000
Zurich Santander Brasil Seguros e Previdência S.A.		N/A	BRA	Zurich Latin America Holding S.L. - Sociedad Unipersonal	0.22007
Zurich Santander Brasil Seguros e Previdência S.A.		N/A	BRA	Zurich Santander Holding (Spain), S.L.	99.56848
Zurich Santander Brasil Seguros S.A.		N/A	BRA	Zurich Santander Brasil Seguros e Previdência S.A.	100.00000
Zurich Santander Holding (Spain), S.L.		N/A	ESP	Zurich Santander Insurance America, S.L.	100.00000
Zurich Santander Holding Dos (Spain), S.L.		N/A	ESP	Zurich Santander Insurance America, S.L.	100.00000
Zurich Santander Insurance America, S.L.		N/A	ESP	Zurich Latin America Holding S.L. - Sociedad Unipersonal	51.00000
Zurich Santander Seguros Argentina S.A.		N/A	ARG	Zurich Santander Insurance America, S.L.	96.00000
Zurich Santander Seguros Argentina S.A.		N/A	ARG	Inversiones ZS America SpA	4.00000
Zurich Santander Seguros de Vida Chile S.A.		N/A	CHL	Inversiones ZS America Dos Limitada	99.78173
Zurich Santander Seguros de Vida Chile S.A.		N/A	CHL	Inversiones ZS America SpA	0.21827
Zurich Santander Seguros Generales Chile S.A.		N/A	CHL	Inversiones ZS America Dos Limitada	99.50540
Zurich Santander Seguros Generales Chile S.A.		N/A	CHL	Inversiones ZS America SpA	0.49460

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP

PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Santander Seguros Mexico, S.A.		N/A	MEX	Inversiones ZS America SpA	0.00053
Zurich Santander Seguros Mexico, S.A.		N/A	MEX	Zurich Santander Insurance America, S.L.	99.99947
Zurich (Scotland) Limited Partnership		N/A	GBR	Zurich General Partner (Scotland) Ltd	100.00000
Zurich Seguros, S.A.	AA-2990865	N/A	VEN	Cursud N.V.	69.20833
Zurich Service GmbH		N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Service GmbH		N/A	DEU	Zurich Versicherungs-Aktiengesellschaft	100.00000
Zurich Services (Hong Kong) Limited		N/A	HKG	Swiss Insurance Management (Hong Kong) Limited	0.00286
Zurich Services (Hong Kong) Limited		N/A	HKG	Zurich Insurance Holdings (Hong Kong) Limited	99.99714
Zurich Services A.I.E.		N/A	ESP	AIDE Asistencia Seguros y Reaseguros, S.A. - Sociedad Uniper	0.00008
Zurich Services A.I.E.		N/A	ESP	Bansabadell Pensiones, E.G.F.P, S.A.	0.00008
Zurich Services A.I.E.		N/A	ESP	Bansabadell Seguros Generales, S.A. de Seguros y Reaseguros	0.00008
Zurich Services A.I.E.		N/A	ESP	Bansabadell Vida S.A. de Seguros y Reaseguros	0.00008
Zurich Services A.I.E.		N/A	ESP	Zurich Insurance plc, Sucursal en Espana	97.18393
Zurich Services A.I.E.		N/A	ESP	Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Socied	2.81550
Zurich Services US. LLC	35-2546417	N/A	DE	Farmers Group, Inc.	50.00000
Zurich Services US. LLC	35-2546417	N/A	DE	Zurich Holding Company of America, Inc.	50.00000
Zurich Servicios de Mexico, S.A. de. C.V.		N/A	MEX	Zurich Vida, Compania de Seguros, S.A.	90.00000
Zurich Servicios de Mexico, S.A. de. C.V.		N/A	MEX	Zurich, Compania de Seguros, S.A.	10.00000
Zurich Shared Services Ireland Limited		N/A	IRL	Zurich Holding Ireland Limited	100.00000
Zurich Shared Services S.A.		N/A	CHL	Inversiones Suizo Chilena S.A.	99.98667
Zurich Shared Services S.A.		N/A	CHL	Zurich Investments Chile S.A.	0.01333
Zurich Sigorta A.S.		N/A	TUR	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich South America Invest AB		N/A	SWE	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Specialties London Limited	AA-1120001	N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Structured Finance, Inc.		N/A	DE	Zurich Finance Company Ltd	100.00000
Zurich Takaful Malaysia Berhad (ZTMB)		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Technical and Consulting Services (Beijing) Co. Ltd.		N/A	CHN	Zurich Insurance Holdings (Hong Kong) Limited	100.00000
Zurich Technology Malaysia Sdn Bhd		N/A	MYS	Zurich Technology Services Malaysia Sdn Bhd	100.00000
Zurich Technology Services Malaysia Sdn Bhd		N/A	MYS	Zurich Versicherungs-Gesellschaft AG	100.00000
Zurich Training and Development Services Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Transitional Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Treasury Services Limited		N/A	IRL	Zurich Financial Services EUB Holdings Limited	100.00000
Zurich Trustee Company (UK) Limited		N/A	GBR	Allied Dunbar Assurance plc	100.00000
Zurich Trustee Services Limited		N/A	IRL	Zurich Life Assurance plc	100.00000
Zurich UK General Employee Services Limited		N/A	GBR	Zurich UK General Services Limited	100.00000
Zurich UK General Services Limited		N/A	GBR	Zurich Holdings (UK) Limited	100.00000
Zurich Versicherungs-Aktiengesellschaft	AA-1220080	N/A	AUT	Zurich Versicherungs-Gesellschaft AG	99.98125
Zurich Versicherungs-Gesellschaft AG	AA-1460190	N/A	CHE	Zurich Insurance Group Ltd.	100.00000
Zurich Vertriebs GmbH	AA-1340017	N/A	DEU	Zurich Beteiligungs-Aktiengesellschaft (Deutschland)	100.00000
Zurich Vida e Previdencia S.A.		N/A	BRA	Zurich Minas Brasil Seguros S.A,	100.00000
Zurich Vida, Compañía de Seguros y Reaseguros, S.A. - Socied	AA-1840022	N/A	ESP	Zurich Lebensversicherungs-Gesellschaft AG	100.00000
Zurich Vida, Compañía de Seguros, S.A.	AA-2734111	N/A	MEX	Zurich Versicherungs-Gesellschaft AG	100.00000

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF ZURICH INSURANCE GROUP
PART 1 - ORGANIZATIONAL CHART

Company	FEIN	NAIC	Domiciled	Ownership	%
Zurich Warranty Solutions, Inc.	36-4453190	N/A	IL	American Zurich Insurance Company	100.00000
Zurich Whiteley Investment Trust Limited		N/A	GBR	Zurich Insurance plc	100.00000
Zurich Whiteley Trust Limited		N/A	GBR	Zurich Whiteley Investment Trust Limited	100.00000

Note 1: Farmers Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Farmers Group, Inc., dba Farmers Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 2: Farmers Texas County Mutual Insurance Company, formed and organized pursuant to Chapter 912 of the Texas Insurance Code, is managed by Farmers Group, Inc., dba Farmers Underwriters Association

Note 3: Fire Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Fire Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 4: Foremost County Mutual Insurance Company is managed by Foremost Insurance Company Grand Rapids, Michigan.

Note 5: Foremost Lloyds of Texas underwriters are officers and/or directors of Foremost Insurance Company Grand Rapids, Michigan.

Note 6: Security National Insurance Company shares held by Bristol West Holdings, Inc. are voting shares, while those held by Insurance Data Systems, G.P. are non-voting shares.

Note 7: Truck Insurance Exchange, formed and organized pursuant to California Insurance Code Section 1280, et seq., is owned by its policyholders. Its attorney-in-fact, Truck Underwriters Association, which is a subsidiary of Zurich Insurance Group Ltd. (See also Schedule Y, Part 1A)

Note 8: Zurich Insurance Plc operates branches in the following countries: Italy (AA-1364106), Portugal (AA-1820001), Spain (AA-1840150), and United Kingdom (AA-1780059).

Note 9: Zurich Versicherungs-Aktiengesellschaft operates a branch in Germany (AA-1340017)

Note 10: Zurich Versicherungs-Gesellschaft AG also known as Zurich Insurance Company, Ltd operates branches in the following countries: Bermuda (AA-3190825), Canada (AA-1560999), Hong Kong (AA-5324112), Ireland (AA-1780042), Japan (AA-1584115), and Singapore (AA-5760036). It also operates a management entity Alpina International (AA-1460010) in Switzerland.

OVERFLOW PAGE FOR WRITE-INS

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

		1	2	3	4
		Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
2404.	Miscellaneous investment expenses			5,192	5,192
2497.	Summary of remaining write-ins for Line 24 from overflow page			5,192	5,192

ANNUAL STATEMENT BLANK

ALPHABETICAL INDEX

Assets	2
Cash Flow	5
Exhibit of Capital Gains (Losses)	12
Exhibit of Net Investment Income	12
Exhibit of Nonadmitted Assets	13
Exhibit of Premiums and Losses (State Page)	19
Five-Year Historical Data	17
General Interrogatories	15
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Notes To Financial Statements	14
Overflow Page For Write-ins	100
Schedule A - Part 1	E01
Schedule A - Part 2	E02
Schedule A - Part 3	E03
Schedule A - Verification Between Years	SI02
Schedule B - Part 1	E04
Schedule B - Part 2	E05
Schedule B - Part 3	E06
Schedule B - Verification Between Years	SI02
Schedule BA - Part 1	E07
Schedule BA - Part 2	E08
Schedule BA - Part 3	E09
Schedule BA - Verification Between Years	SI03
Schedule D - Part 1	E10
Schedule D - Part 1A - Section 1	SI05
Schedule D - Part 1A - Section 2	SI08
Schedule D - Part 2 - Section 1	E11
Schedule D - Part 2 - Section 2	E12
Schedule D - Part 3	E13
Schedule D - Part 4	E14
Schedule D - Part 5	E15
Schedule D - Part 6 - Section 1	E16
Schedule D - Part 6 - Section 2	E16
Schedule D - Summary By Country	SI04
Schedule D - Verification Between Years	SI03
Schedule DA - Part 1	E17
Schedule DA - Verification Between Years	SI10
Schedule DB - Part A - Section 1	E18
Schedule DB - Part A - Section 2	E19
Schedule DB - Part A - Verification Between Years	SI11
Schedule DB - Part B - Section 1	E20
Schedule DB - Part B - Section 2	E21
Schedule DB - Part B - Verification Between Years	SI11
Schedule DB - Part C - Section 1	SI12
Schedule DB - Part C - Section 2	SI13
Schedule DB - Part D - Section 1	E22
Schedule DB - Part D - Section 2	E23
Schedule DB - Verification	SI14
Schedule DL - Part 1	E24
Schedule DL - Part 2	E25
Schedule E - Part 1 - Cash	E26
Schedule E - Part 2 - Cash Equivalents	E27
Schedule E - Part 3 - Special Deposits	E28
Schedule E - Verification Between Years	SI15
Schedule F - Part 1	20
Schedule F - Part 2	21
Schedule F - Part 3	22
Schedule F - Part 4	23
Schedule F - Part 5	24
Schedule F - Part 6 - Section 1	25
Schedule F - Part 6 - Section 2	26
Schedule F - Part 7	27
Schedule F - Part 8	28
Schedule F - Part 9	29

ANNUAL STATEMENT BLANK (Continued)

Schedule H - Accident and Health Exhibit - Part 1	30
Schedule H - Part 2, Part 3 and 4	31
Schedule H - Part 5 - Health Claims	32
Schedule P - Part 1 - Summary	33
Schedule P - Part 1A - Homeowners/Farmowners	35
Schedule P - Part 1B - Private Passenger Auto Liability/Medical	36
Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical	37
Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation)	38
Schedule P - Part 1E - Commercial Multiple Peril	39
Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence	40
Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made	41
Schedule P - Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	42
Schedule P - Part 1H - Section 1 - Other Liability-Occurrence	43
Schedule P - Part 1H - Section 2 - Other Liability - Claims-Made	44
Schedule P - Part 1I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	45
Schedule P - Part 1J - Auto Physical Damage	46
Schedule P - Part 1K - Fidelity/Surety	47
Schedule P - Part 1L - Other (Including Credit, Accident and Health)	48
Schedule P - Part 1M - International	49
Schedule P - Part 1N - Reinsurance - Nonproportional Assumed Property	50
Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability	51
Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines	52
Schedule P - Part 1R - Section 1 - Products Liability - Occurrence	53
Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made	54
Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty	55
Schedule P - Part 1T - Warranty	56
Schedule P - Part 2, Part 3 and Part 4 - Summary	34
Schedule P - Part 2A - Homeowners/Farmowners	57
Schedule P - Part 2B - Private Passenger Auto Liability/Medical	57
Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical	57
Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation)	57
Schedule P - Part 2E - Commercial Multiple Peril	57
Schedule P - Part 2F - Section 1 - Medical Professional Liability - Occurrence	58
Schedule P - Part 2F - Section 2 - Medical Professional Liability - Claims-Made	58
Schedule P - Part 2G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	58
Schedule P - Part 2H - Section 1 - Other Liability - Occurrence	58
Schedule P - Part 2H - Section 2 - Other Liability - Claims-Made	58
Schedule P - Part 2I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	59
Schedule P - Part 2J - Auto Physical Damage	59
Schedule P - Part 2K - Fidelity, Surety	59
Schedule P - Part 2L - Other (Including Credit, Accident and Health)	59
Schedule P - Part 2M - International	59
Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property	60
Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability	60
Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines	60
Schedule P - Part 2R - Section 1 - Products Liability - Occurrence	61
Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made	61
Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty	61
Schedule P - Part 2T - Warranty	61
Schedule P - Part 3A - Homeowners/Farmowners	62
Schedule P - Part 3B - Private Passenger Auto Liability/Medical	62
Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical	62
Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation)	62
Schedule P - Part 3E - Commercial Multiple Peril	62
Schedule P - Part 3F - Section 1 - Medical Professional Liability - Occurrence	63
Schedule P - Part 3F - Section 2 - Medical Professional Liability - Claims-Made	63
Schedule P - Part 3G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	63
Schedule P - Part 3H - Section 1 - Other Liability - Occurrence	63
Schedule P - Part 3H - Section 2 - Other Liability - Claims-Made	63
Schedule P - Part 3I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	64
Schedule P - Part 3J - Auto Physical Damage	64
Schedule P - Part 3K - Fidelity/Surety	64
Schedule P - Part 3L - Other (Including Credit, Accident and Health)	64
Schedule P - Part 3M - International	64
Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property	65
Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability	65
Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines	65
Schedule P - Part 3R - Section 1 - Products Liability - Occurrence	66
Schedule P - Part 3R - Section 2 - Products Liability - Claims-Made	66
Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty	66
Schedule P - Part 3T - Warranty	66

ANNUAL STATEMENT BLANK (Continued)

Schedule P - Part 4A - Homeowners/Farmowners	67
Schedule P - Part 4B - Private Passenger Auto Liability/Medical	67
Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical	67
Schedule P - Part 4D - Workers' Compensation (Excluding Excess Workers' Compensation)	67
Schedule P - Part 4E - Commercial Multiple Peril	67
Schedule P - Part 4F - Section 1 - Medical Professional Liability - Occurrence	68
Schedule P - Part 4F - Section 2 - Medical Professional Liability - Claims-Made	68
Schedule P - Part 4G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	68
Schedule P - Part 4H - Section 1 - Other Liability - Occurrence	68
Schedule P - Part 4H - Section 2 - Other Liability - Claims-Made	68
Schedule P - Part 4I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	69
Schedule P - Part 4J - Auto Physical Damage	69
Schedule P - Part 4K - Fidelity/Surety	69
Schedule P - Part 4L - Other (Including Credit, Accident and Health)	69
Schedule P - Part 4M - International	69
Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property	70
Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability	70
Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines	70
Schedule P - Part 4R - Section 1 - Products Liability - Occurrence	71
Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made	71
Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty	71
Schedule P - Part 4T - Warranty	71
Schedule P - Part 5A - Homeowners/Farmowners	72
Schedule P - Part 5B - Private Passenger Auto Liability/Medical	73
Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical	74
Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation)	75
Schedule P - Part 5E - Commercial Multiple Peril	76
Schedule P - Part 5F - Medical Professional Liability - Claims-Made	78
Schedule P - Part 5F - Medical Professional Liability - Occurrence	77
Schedule P - Part 5H - Other Liability - Claims-Made	80
Schedule P - Part 5H - Other Liability - Occurrence	79
Schedule P - Part 5R - Products Liability - Claims-Made	82
Schedule P - Part 5R - Products Liability - Occurrence	81
Schedule P - Part 5T - Warranty	83
Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical	84
Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation)	84
Schedule P - Part 6E - Commercial Multiple Peril	85
Schedule P - Part 6H - Other Liability - Claims-Made	86
Schedule P - Part 6H - Other Liability - Occurrence	85
Schedule P - Part 6M - International	86
Schedule P - Part 6N - Reinsurance - Nonproportional Assumed Property	87
Schedule P - Part 6O - Reinsurance - Nonproportional Assumed Liability	87
Schedule P - Part 6R - Products Liability - Claims-Made	88
Schedule P - Part 6R - Products Liability - Occurrence	88
Schedule P - Part 7A - Primary Loss Sensitive Contracts	89
Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts	91
Schedule P Interrogatories	93
Schedule T - Exhibit of Premiums Written	94
Schedule T - Part 2 - Interstate Compact	95
Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group	96
Schedule Y - Part 1A - Detail of Insurance Holding Company System	97
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates	98
Statement of Income	4
Summary Investment Schedule	SI01
Supplemental Exhibits and Schedules Interrogatories	99
Underwriting and Investment Exhibit Part 1	6
Underwriting and Investment Exhibit Part 1A	7
Underwriting and Investment Exhibit Part 1B	8
Underwriting and Investment Exhibit Part 2	9
Underwriting and Investment Exhibit Part 2A	10
Underwriting and Investment Exhibit Part 3	11