



ANNUAL STATEMENT

For the Year Ended December 31, 2016

of the Condition and Affairs of the

OHIO NATIONAL LIFE INSURANCE COMPANY

NAIC Group Code.....0704, 0704

(Current Period) (Prior Period)

Organized under the Laws of OH

Incorporated/Organized..... September 9, 1909

Statutory Home Office

NAIC Company Code..... 67172

Employer's ID Number..... 31-0397080

One Financial Way..... Cincinnati OH US 45242
(Street and Number) (City or Town, State, Country and Zip Code)

Country of Domicile US

Main Administrative Office

One Financial Way..... Cincinnati OH US..... 45242
(Street and Number) (City or Town, State, Country and Zip Code)

513-794-6100

Mail Address

Post Office Box 237..... Cincinnati OH US 45201
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

(Area Code) (Telephone Number)

Primary Location of Books and Records

One Financial Way..... Cincinnati OH US 45242
(Street and Number) (City or Town, State, Country and Zip Code)

513-794-6100-6015

Internet Web Site Address

N/A

(Area Code) (Telephone Number)

Statutory Statement Contact

Amber Dawn Roberts

513-794-6100-6015

(Name)
amber_roberts@ohionational.com
(E-Mail Address)

(Area Code) (Telephone Number) (Extension)

513-794-4516

(Fax Number)

OFFICERS

Name	Title	Name	Title
Gary Thomas Huffman	President, Chairman & Chief Executive Officer	Therese Susan McDonough	Secretary
Doris Lee Paul	Treasurer	Ronald John Dolan #	Vice Chairman & Chief Risk Officer
Thomas Abdo Barefield	Vice Chairman & Chief Distribution Officer	Christopher Allen Carlson #	Vice Chairman
Harry Douglas Cooke, III #	Executive Vice President	Anthony Gerard Esposito	Senior Vice President & Chief Human Resources Officer
Paul Gerard #	Senior Vice President & Chief Investment Officer	Diane Sue Hagenbuch	Senior Vice President
Kristal Elaine Hambrick	Executive Vice President & Chief Product Officer	Kush Vijay Kotecha	Senior Vice President & Chief Corporate Actuary
Arthur James Roberts	Senior Vice President & Chief Financial Officer	Dennis Lee Schoff	Senior Vice President & General Counsel, Assistant Secretary, Chief Compliance Officer
Barbara Ann Turner #	Executive Vice President & Chief Administrative Officer		

OTHER

DIRECTORS OR TRUSTEES		
Thomas Abdo Barefield	Jack Elliott Brown	Christopher Allen Carlson
Victoria Buyniski Gluckman	John Weber Hayden	Gary Thomas Huffman
John Russell Phillips	John Michael Schlotman	James Charles Votruba #

Ronald John Dolan
James Francis Orr
Gary Edward Wendlandt

State of..... Ohio
County of.... Hamilton

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

(Signature)
Gary Thomas Huffman
(Printed Name)
President, Chairman & Chief Executive Officer
(Title)

(Signature)
Therese Susan McDonough
(Printed Name)
Secretary
(Title)

(Signature)
Doris Lee Paul
(Printed Name)
Treasurer
(Title)

Subscribed and sworn to before me

This _____ day of February 2017

a. Is this an original filing?

Yes [X] No []

b. If no 1. State the amendment number

2. Date filed

3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	5,477,140,234	0	5,477,140,234	5,041,824,627
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	29,297,234	0	29,297,234	33,797,234
2.2 Common stocks.....	382,491,176	0	382,491,176	386,864,460
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	782,244,160	0	782,244,160	790,214,683
3.2 Other than first liens.....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	25,603,827	0	25,603,827	26,938,123
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Cash (\$....215,765,646, Schedule E-Part 1), cash equivalents (\$.....0, Schedule E-Part 2) and short-term investments (\$....121,323,051, Schedule DA).....	337,088,697	0	337,088,697	439,327,897
6. Contract loans (including \$.....0 premium notes).....	465,938,151	0	465,938,151	398,238,271
7. Derivatives (Schedule DB).....	40,880,290	0	40,880,290	30,720,147
8. Other invested assets (Schedule BA).....	81,041,125	0	81,041,125	75,000,000
9. Receivables for securities.....	1,900,429	0	1,900,429	1,221,256
10. Securities lending reinvested collateral assets (Schedule DL).....	189,815,862	0	189,815,862	124,574,226
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	7,813,441,185	0	7,813,441,185	7,348,720,924
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	54,514,320	0	54,514,320	53,024,016
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	11,564,850	0	11,564,850	8,745,957
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	50,607,236	0	50,607,236	44,878,355
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	12,062,948	450,000	11,612,948	6,875,380
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	1,833	0	1,833	139
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	12,225,285	0	12,225,285	0
18.2 Net deferred tax asset.....	254,342,428	109,304,620	145,037,808	101,626,408
19. Guaranty funds receivable or on deposit.....	1,324,900	0	1,324,900	1,586,889
20. Electronic data processing equipment and software.....	328,863	0	328,863	458,613
21. Furniture and equipment, including health care delivery assets (\$.....0).....	12,701,402	12,701,402	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	24,202,586	0	24,202,586	24,252,329
24. Health care (\$.....0) and other amounts receivable.....	18,730,195	18,730,195	0	0
25. Aggregate write-ins for other-than-invested assets.....	145,502,002	3,855,045	141,646,957	134,925,521
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	8,411,550,033	145,041,262	8,266,508,771	7,725,094,531
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	20,795,232,293	0	20,795,232,293	19,864,745,819
28. TOTAL (Lines 26 and 27).....	29,206,782,326	145,041,262	29,061,741,064	27,589,840,350

DETAILS OF WRITE-INS

1101.....	0	0	0	0
1102.....	0	0	0	0
1103.....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Annuity rider charges receivable.....	121,648,248	0	121,648,248	115,236,196
2502. Keyman insurance.....	10,734,667	0	10,734,667	10,394,515
2503. Fund revenue receivable.....	7,307,783	0	7,307,783	7,442,133
2598. Summary of remaining write-ins for Line 25 from overflow page.....	5,811,304	3,855,045	1,956,259	1,852,677
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	145,502,002	3,855,045	141,646,957	134,925,521

OHIO NATIONAL LIFE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$....5,869,702,172 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$....58,540,891 Modco Reserve).....	5,869,702,172	5,382,493,630
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	29,241,901	27,331,882
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	718,374,173	712,454,301
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	16,092,151	17,565,132
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....	125,062	114,406
5. Policyholders' dividends \$....2,610,863 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....	2,610,863	2,122,736
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....	87,452,224	78,073,852
6.2 Dividends not yet apportioned (including \$.....0 Modco).....	0	0
6.3 Coupons and similar benefits (including \$.....0 Modco).....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$....64,527 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	1,740,920	1,803,981
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....	0	0
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....	0	0
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....	0	0
9.4 Interest Maintenance Reserve (IMR, Line 6).....	38,413,052	43,326,667
10. Commissions to agents due or accrued - life and annuity contracts \$....11,956,534, accident and health \$....1,630,437 and deposit-type contract funds \$.....0.....	13,586,971	8,396,724
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	22,704,070	11,511,705
13. Transfers to Separate Accounts due or accrued (net) (including \$....(284,300,208) accrued for expense allowances recognized in reserves, net of reinsured allowances).....	(284,300,208)	(322,110,216)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	3,450,110	4,358,959
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	0	3,598,450
15.2 Net deferred tax liability.....	0	0
16. Unearned investment income.....	7,122,995	6,513,413
17. Amounts withheld or retained by company as agent or trustee.....	115,639,877	108,449,464
18. Amounts held for agents' account, including \$....3,539,902 agents' credit balances.....	4,830,080	4,352,117
19. Remittances and items not allocated.....	41,734,588	36,785,121
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21. Liability for benefits for employees and agents if not included above.....	0	0
22. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR Line 16, Col. 7).....	32,507,474	33,538,844
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....	115,818,972	149,565,641
24.04 Payable to parent, subsidiaries and affiliates.....	101,697,127	179,070,036
24.05 Drafts outstanding.....	0	0
24.06 Liability for amounts held under uninsured plans.....	0	0
24.07 Funds held under coinsurance.....	0	0
24.08 Derivatives.....	9,221,050	9,758,288
24.09 Payable for securities.....	0	0
24.10 Payable for securities lending.....	189,815,862	124,574,226
24.11 Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	46,836,685	14,225,914
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	7,184,418,171	6,637,875,273
27. From Separate Accounts Statement.....	20,795,232,293	19,864,744,750
28. Total liabilities (Line 26 and 27).....	27,979,650,464	26,502,620,023
29. Common capital stock.....	10,000,000	10,000,000
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other-than-special surplus funds.....	0	0
32. Surplus notes.....	309,545,923	309,469,631
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	283,297,154	283,297,154
34. Aggregate write-ins for special surplus funds.....	(8,288,657)	(8,323,032)
35. Unassigned funds (surplus).....	487,536,184	492,776,574
36. Less treasury stock, at cost:		
36.1 ....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2 ....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	1,072,090,604	1,077,220,327
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	1,082,090,604	1,087,220,327
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	29,061,741,068	27,589,840,350

DETAILS OF WRITE-INS

2501. Liability for cash collateral.....	25,070,000	0
2502. Liability for plan benefits.....	20,229,994	13,140,190
2503. Unclaimed funds.....	1,536,691	1,085,724
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	46,836,685	14,225,914
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above).....	0	0
3401. Voluntary Reserve.....	(8,288,657)	(8,323,032)
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	(8,288,657)	(8,323,032)

OHIO NATIONAL LIFE INSURANCE COMPANY

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	2,180,838,018	2,538,314,843
2. Considerations for supplementary contracts with life contingencies	226,583	1,344,852
3. Net investment income (Exhibit of Net Investment Income, Line 17)	332,304,940	340,223,982
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5)	6,626,090	6,152,471
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	43,696,403	23,152,076
7. Reserve adjustments on reinsurance ceded	40,092,644	18,700,227
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	258,186,720	263,956,910
8.2 Charges and fees for deposit-type contracts	0	0
8.3 Aggregate write-ins for miscellaneous income	302,474,436	288,255,532
9. Totals (Lines 1 to 8.3)	3,164,445,834	3,480,100,893
10. Death benefits	82,435,768	78,187,266
11. Matured endowments (excluding guaranteed annual pure endowments)	655,216	765,203
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	619,603,455	547,772,234
13. Disability benefits and benefits under accident and health contracts	2,084,372	1,905,939
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0
15. Surrender benefits and withdrawals for life contracts	1,340,473,488	1,252,414,393
16. Group conversions	0	0
17. Interest and adjustments on contract or deposit-type contract funds	14,574,228	16,016,760
18. Payments on supplementary contracts with life contingencies	1,371,239	577,749
19. Increase in aggregate reserves for life and accident and health contracts	504,234,353	263,153,182
20. Totals (Lines 10 to 19)	2,565,432,119	2,160,792,726
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	297,743,168	305,066,153
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	9,519,407	9,280,404
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	149,437,615	124,751,023
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	15,911,166	14,439,505
25. Increase in loading on deferred and uncollected premiums	6,775,497	2,381,609
26. Net transfers to or (from) Separate Accounts net of reinsurance	(19,646,223)	618,878,381
27. Aggregate write-ins for deductions	1,051,418	80,635,884
28. Totals (Lines 20 to 27)	3,026,224,167	3,316,225,685
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	138,221,667	163,875,208
30. Dividends to policyholders	91,946,694	80,985,406
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	46,274,973	82,889,802
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(14,501,614)	4,560,829
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	60,776,587	78,328,973
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 1,153,027 (excluding taxes of \$ 922,102 transferred to the IMR)	(24,349,358)	(15,664,478)
35. Net income (Line 33 plus Line 34)	36,427,229	62,664,495
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	1,087,220,329	1,097,073,789
37. Net income (Line 35)	36,427,229	62,664,495
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ (1,197,083)	(8,708,337)	(10,836,354)
39. Change in net unrealized foreign exchange capital gain (loss)	138,375	(1,065,893)
40. Change in net deferred income tax	59,220,769	8,392,704
41. Change in nonadmitted assets	(14,862,163)	(21,595,573)
42. Change in liability for reinsurance in unauthorized and certified companies	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease	0	(11,922,672)
44. Change in asset valuation reserve	(379,448)	(2,007,766)
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	1,003	0
47. Other changes in surplus in Separate Accounts Statement	(1,069)	(14)
48. Change in surplus notes	76,291	76,291
49. Cumulative effect of changes in accounting principles	0	(7,889,948)
50. Capital changes:		
50.1 Paid in	0	0
50.2 Transferred from surplus (Stock Dividend)	0	0
50.3 Transferred to surplus	0	0
51. Surplus adjustment:		
51.1 Paid in	0	0
51.2 Transferred to capital (Stock Dividend)	0	0
51.3 Transferred from capital	0	0
51.4 Change in surplus as a result of reinsurance	0	0
52. Dividends to stockholders	(75,000,000)	(90,000,000)
53. Aggregate write-ins for gains and losses in surplus	(2,042,378)	64,331,270
54. Net change in capital and surplus for the year (Lines 37 through 53)	(5,129,728)	(9,853,460)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	1,082,090,601	1,087,220,329

DETAILS OF WRITE-INS

08.301. Policy charges	244,546,499	229,252,334
08.302. Fee income	58,282,525	58,381,147
08.303. Miscellaneous gains/(losses)	(354,588)	779,332
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	(157,281)
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	302,474,436	288,255,532
2701. Health surrender benefits	1,051,418	838,073
2702. Adjustment to separate account variable annuity reserves	0	79,810,265
2703. Reserve adjustment on reinsurance assumed	0	(12,454)
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	1,051,418	80,635,884
5301. Prior period adjustment	5,729,168	(3,378,748)
5302. Voluntary reserve	34,376	(10,850,441)
5303. Change in separate account variable annuity reserve valuation	0	79,810,265
5398. Summary of remaining write-ins for Line 53 from overflow page	(7,805,922)	(1,249,806)
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	(2,042,378)	64,331,270

OHIO NATIONAL LIFE INSURANCE COMPANY

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	2,193,925,145	2,536,803,615
2. Net investment income.....	336,056,065	344,933,790
3. Miscellaneous income.....	301,528,535	287,875,722
4. Total (Lines 1 through 3).....	2,831,509,745	3,169,613,127
5. Benefit and loss related payments.....	1,753,174,561	1,573,133,637
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	(57,456,231)	669,130,903
7. Commissions, expenses paid and aggregate write-ins for deductions.....	432,409,232	455,989,154
8. Dividends paid to policyholders.....	82,080,195	68,144,063
9. Federal and foreign income taxes paid (recovered) net of \$....2,221,191 tax on capital gains (losses).....	7,195,095	(25,083,407)
10. Total (Lines 5 through 9).....	2,217,402,852	2,741,314,350
11. Net cash from operations (Line 4 minus Line 10).....	614,106,893	428,298,777
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	536,970,288	501,050,499
12.2 Stocks.....	4,762,905	2,459,170
12.3 Mortgage loans.....	134,295,716	121,766,995
12.4 Real estate.....	643,769	0
12.5 Other invested assets.....	0	25,000,008
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0
12.7 Miscellaneous proceeds.....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	676,672,678	650,276,672
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	978,253,435	799,090,404
13.2 Stocks.....	0	22,250,000
13.3 Mortgage loans.....	126,319,776	115,205,850
13.4 Real estate.....	0	3,604,159
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	10,839,316	14,729,936
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,115,412,527	954,880,349
14. Net increase (decrease) in contract loans and premium notes.....	67,699,880	54,318,082
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(506,439,729)	(358,921,759)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(13,453,889)	(1,993,099)
16.5 Dividends to stockholders.....	75,000,000	90,000,000
16.6 Other cash provided (applied).....	(121,452,475)	116,608,284
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(209,906,364)	24,615,185
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).....	(102,239,200)	93,992,203
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	439,327,897	345,335,694
19.2 End of year (Line 18 plus Line 19.1).....	337,088,697	439,327,897

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

20.0001 Change in securities lending collateral.....	(65,241,636)	18,208,511
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ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group			Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance(a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other		
1. Premiums and annuity considerations for life and accident and health contracts.....	2,180,838,019	0	618,521,417	1,136,803,946	0	0	0	418,857,268	0	0	6,655,388	0	0
2. Considerations for supplementary contracts with life contingencies.....	226,586	0	0	0	226,586	0	0	0	0	0	0	0	0
3. Net investment income.....	332,304,940	0	178,400,870	112,174,972	866,433	0	158,367	39,216,926	0	0	1,487,372	0	0
4. Amortization of Interest Maintenance Reserve (IMR).....	6,626,089	0	3,557,275	2,236,745	17,276	0	3,158	781,977	0	0	29,658	0	0
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0	0	0	0	0	0	0	0	0	0	0	0
6. Commissions and expense allowances on reinsurance ceded.....	43,696,403	0	41,001,450	1,374,496	0	0	0	0	0	0	1,320,457	0	0
7. Reserve adjustments on reinsurance ceded.....	40,092,644	0	40,092,644	0	0	0	0	0	0	0	0	0	0
8. Miscellaneous Income:													
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A.....	258,186,720	0	0	250,156,192	0	0	0	8,030,528	0	0	0	0	0
8.2 Charges and fees for deposit-type contracts.....	0	0	0	0	0	0	0	0	0	0	0	0	0
8.3 Aggregate write-ins for miscellaneous income.....	302,474,436	0	2,256,954	297,254,415	0	0	0	2,965,234	0	0	(2,167)	0	0
9. Totals (Lines 1 to 8.3).....	3,164,445,837	0	883,830,610	1,800,000,766	1,110,295	0	161,525	469,851,933	0	0	9,490,708	0	0
10. Death benefits.....	82,435,768	0	82,280,293	0	0	0	155,475	0	0	0	0	0	0
11. Matured endowments (excluding guaranteed annual pure endowments).....	655,216	0	655,216	0	0	0	0	0	0	0	0	0	0
12. Annuity benefits.....	619,603,455	0	0	604,268,626	0	0	0	15,334,829	0	0	0	0	0
13. Disability benefits and benefits under accident and health contracts.....	2,084,372	0	714,577	0	0	0	0	0	0	0	1,369,795	0	0
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0	0	0	0	0	0	0	0	0	0	0	0
15. Surrender benefits and withdrawals for life contracts.....	1,340,473,488	0	74,715,031	867,981,762	0	0	0	397,776,695	0	0	0	0	0
16. Group conversions.....	0	0	0	0	0	0	0	0	0	0	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	14,574,228	0	1,024,521	1,019,848	202,498	0	0	12,327,361	0	0	0	0	0
18. Payments on supplementary contracts with life contingencies.....	1,371,240	0	0	0	1,371,240	0	0	0	0	0	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts.....	504,234,353	0	440,677,984	86,593,249	(833,015)	0	(312,217)	(23,801,666)	0	0	1,910,018	0	0
20. Totals (Lines 10 to 19).....	2,565,432,120	0	600,067,622	1,559,863,485	740,723	0	(156,742)	401,637,219	0	0	3,279,813	0	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	297,743,168	0	109,909,802	181,952,043	0	0	0	4,996,243	0	0	885,080	0	0
22. Commissions and expense allowances on reinsurance assumed.....	9,519,406	0	9,519,406	0	0	0	0	0	0	0	0	0	0
23. General insurance expenses.....	149,437,615	0	51,141,851	73,324,303	937,893	0	15,444	22,508,797	0	0	1,509,327	0	0
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	15,911,164	0	10,328,461	3,979,961	97,999	0	.741	1,210,989	0	0	.293,013	0	0
25. Increase in loading on deferred and uncollected premiums.....	6,775,497	0	6,775,497	0	0	0	0	0	0	0	0	0	0
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	(19,646,223)	0	0	(59,995,181)	0	0	0	40,348,958	0	0	0	0	0
27. Aggregate write-ins for deductions.....	1,051,418	0	0	0	0	0	0	0	0	0	1,051,418	0	0
28. Totals (Lines 20 to 27).....	3,026,224,165	0	787,742,639	1,759,124,611	1,776,615	0	(140,557)	470,702,206	0	0	7,018,651	0	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	138,221,672	0	96,087,971	40,876,155	(666,320)	0	302,082	(850,273)	0	0	2,472,057	0	0
30. Dividends to policyholders.....	91,946,694	0	89,703,537	0	0	0	0	0	0	0	2,243,157	0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	46,274,978	0	6,384,434	40,876,155	(666,320)	0	302,082	(850,273)	0	0	.228,900	0	0
32. Federal income taxes incurred (excluding tax on capital gains).....	(14,501,615)	0	(445,537)	(13,155,026)	(159,799)	0	93,295	(948,438)	0	0	113,890	0	0
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	60,776,593	0	6,829,971	.54,031,181	(506,521)	0	.208,787	98,165	0	0	115,010	0	0

DETAILS OF WRITE-INS

08.301. Policy charges.....	244,546,499	0	0	244,369,591	0	0	0	176,908	0	0	0	0	0
08.302. Fee income.....	58,282,525	0	2,628,073	52,820,702	0	0	0	2,833,750	0	0	0	0	0
08.303. Miscellaneous gains/(losses).....	(354,588)	0	(371,119)	64,122	0	0	0	(45,424)	0	0	(2,167)	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Total (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above).....	302,474,436	0	2,256,954	297,254,415	0	0	0	2,965,234	0	0	(2,167)	0	0
2701. Health surrender benefits.....	1,051,418	0	0	0	0	0	0	0	0	0	1,051,418	0	0
2702.	0	0	0	0	0	0	0	0	0	0	0	0	0
2703.	0	0	0	0	0	0	0	0	0	0	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0	0
2799. Total (Lines 2701 through 2703 plus 2798) (Line 27 above).....	1,051,418	0	0	0	0	0	0	0	0	0	1,051,418	0	0

(a) Includes the following amounts for FEGLI/SGLI: Line 1.....0 Line 10.....0 Line 16.....0 Line 23.....0 Line 24.....0

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group				
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities			
Involving Life or Disability Contingencies (Reserves)											
(Net of Reinsurance Ceded)											
1. Reserve December 31, prior year.....	5,382,493,630	0	3,006,514,014	2,158,596,290	4,785,119	0	3,167,901	209,430,306			
2. Tabular net premiums or considerations.....	2,274,262,161	0	491,996,902	1,363,865,165	226,586	0	0	418,173,508			
3. Present value of disability claims incurred.....	724,289	0	724,289	0	XXX.....	0	0	0			
4. Tabular interest.....	171,035,866	0	100,613,816	63,638,106	148,627	0	105,413	6,529,904			
5. Tabular less actual reserve released.....	2,708,215	0	834,883	1,384,056	23,644	0	0	465,632			
6. Increase in reserve on account of change in valuation basis.....	0	0	0	0	0	0	0	0			
7. Other increases (net).....	(212,205,145)	0	1,714,480	(220,384,446)	139,369	0	0	6,325,452			
8. Totals (Lines 1 to 7).....	7,619,019,016	0	3,602,398,384	3,367,099,171	5,323,345	0	3,273,314	640,924,802			
9. Tabular cost.....	66,247,772	0	65,891,233	0	XXX.....	0	356,539	0			
10. Reserves released by death.....	23,464,152	0	23,427,567	XXX.....	XXX.....	0	36,585	XXX.....			
11. Reserves released by other terminations (net).....	1,095,261,715	0	72,820,350	623,096,757	0	0	24,506	399,320,102			
12. Annuity, supplementary contract, and disability payments involving life contingencies.....	621,689,271	0	714,577	604,268,626	1,371,239	0	0	15,334,829			
13. Net transfers to or (from) Separate Accounts.....	(57,346,069)	0	0	(97,695,027)	0	0	0	40,348,958			
14. Total deductions (Lines 9 to 13).....	1,749,316,841	0	162,853,727	1,129,670,356	1,371,239	0	417,630	455,003,889			
15. Reserve December 31, current year.....	5,869,702,175	0	3,439,544,657	2,237,428,815	3,952,106	0	2,855,684	185,920,913			

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....5,148,320	.....4,551,249
1.1 Bonds exempt from U.S. tax.....	(a).....0	.....0
1.2 Other bonds (unaffiliated).....	(a).....240,953,053	.....242,744,351
1.3 Bonds of affiliates.....	(a).....0	.....0
2.1 Preferred stocks (unaffiliated).....	(b).....1,762,563	.....1,762,563
2.11 Preferred stocks of affiliates.....	(b).....0	.....0
2.2 Common stocks (unaffiliated).....	.....1,522,417	.....1,516,595
2.21 Common stocks of affiliates.....	.....40,308,665	.....40,308,665
3. Mortgage loans.....	(c).....44,215,148	.....44,525,280
4. Real estate.....	(d).....3,165,339	.....3,150,434
5. Contract loans.....	.....20,491,187	.....19,888,230
6. Cash, cash equivalents and short-term investments.....	(e).....345,581	.....172,572
7. Derivative instruments.....	(f).....0	.....0
8. Other invested assets.....	.....0	.....0
9. Aggregate write-ins for investment income.....	.....6,479,514	.....6,479,514
10. Total gross investment income.....	.....364,391,787	.....365,099,453
11. Investment expenses.....	(g).....8,704,435	
12. Investment taxes, licenses and fees, excluding federal income taxes.....	(g).....703,508	
13. Interest expense.....	(h).....22,010,500	
14. Depreciation on real estate and other invested assets.....	(i).....723,910	
15. Aggregate write-ins for deductions from investment income.....	.....652,163	
16. Total deductions (Lines 11 through 15).....	.....32,794,516	
17. Net investment income (Line 10 minus Line 16).....	.....332,304,937	

DETAILS OF WRITE-INS

0901. Interest on Surplus Notes - Inter Company.....	.....5,156,250	.....5,156,250
0902. Income on Securities Lending.....	.....719,701	.....719,701
0903. Other Income.....	.....603,563	.....603,563
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....6,479,514	.....6,479,514
1501. Amortization of Discount.....		.....85,433
1502. Other Expenses.....		.....566,730
1503.....		.....0
1598. Summary of remaining write-ins for Line 15 from overflow page.....		.....0
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....		.....652,163

- (a) Includes \$....4,733,988 accrual of discount less \$....7,963,622 amortization of premium and less \$....2,241,587 paid for accrued interest on purchases.
 (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
 (c) Includes \$....5,416 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
 (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
 (e) Includes \$....52,111 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
 (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
 (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$....22,010,500 interest on surplus notes and \$.....0 interest on capital notes.
 (i) Includes \$....723,910 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	.....0	.....0	.....0	.....0	.....0
1.1 Bonds exempt from U.S. tax.....	.....0	.....0	.....0	.....0	.....0
1.2 Other bonds (unaffiliated).....	.....2,784,481	.....(5,365,448)	.....(2,580,967)	.....62,876	.....(219,800)
1.3 Bonds of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.1 Preferred stocks (unaffiliated).....	.....262,905	.....0	.....262,905	.....0	.....0
2.11 Preferred stocks of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.2 Common stocks (unaffiliated).....	.....0	.....0	.....0	.....563,670	.....0
2.21 Common stocks of affiliates.....	.....0	.....0	.....0	.....(4,936,955)	.....0
3. Mortgage loans.....	.....0	.....0	.....0	.....0	.....0
4. Real estate.....	.....0	.....0	.....0	.....0	.....0
5. Contract loans.....	.....0	.....0	.....0	.....0	.....0
6. Cash, cash equivalents and short-term investments.....	.....0	.....0	.....0	.....0	.....0
7. Derivative instruments.....	.....(18,238,563)	.....0	.....(18,238,563)	.....(4,821,057)	.....1,516,969
8. Other invested assets.....	.....0	.....0	.....0	.....(781,423)	.....0
9. Aggregate write-ins for capital gains (losses).....	.....(5,147)	.....0	.....(5,147)	.....7,469	.....0
10. Total capital gains (losses).....	.....(15,196,324)	.....(5,365,448)	.....(20,561,772)	.....(9,905,420)	.....1,297,169

DETAILS OF WRITE-INS

0901. Miscellaneous.....	.....(5,147)	.....0	.....(5,147)	.....0	.....0
0902. Amortization of Goodwill.....	.....0	.....0	.....0	.....7,469	.....0
0903.....	.....0	.....0	.....0	.....0	.....0
0998. Summary of remaining write-ins for Line 9 from overflow page...	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....(5,147)	.....0	.....(5,147)	.....7,469	.....0

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	
FIRST YEAR (other than single)											
1. Uncollected.....	1,211,903	0	1,211,903	0	0	0	0	0	0	0	0
2. Deferred and accrued.....	17,903,201	0	17,903,201	0	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:											
3.1 Direct.....	19,115,103	0	19,115,103	0	0	0	0	0	0	0	0
3.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
3.4 Net (Line 1 + Line 2).....	19,115,104	0	19,115,104	0	0	0	0	0	0	0	0
4. Advance.....	243,358	0	243,069	0	0	0	0	0	0	289	0
5. Line 3.4 - Line 4.....	18,871,746	0	18,872,035	0	0	0	0	0	0	(289)	0
6. Collected during year:											
6.1 Direct.....	472,494,356	0	99,194,883	194,959,602	0	0	178,296,703	0	0	43,168	0
6.2 Reinsurance assumed.....	4,903,776	0	4,903,776	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded.....	40,288,571	0	40,240,011	0	0	0	0	0	0	48,560	0
6.4 Net.....	437,109,561	0	63,858,648	194,959,602	0	0	178,296,703	0	0	(5,392)	0
7. Line 5 + Line 6.4.....	455,981,307	0	82,730,683	194,959,602	0	0	178,296,703	0	0	(5,681)	0
8. Prior year (uncollected + deferred and accrued - advance).....	14,377,198	0	14,377,209	0	0	0	0	0	0	(11)	0
9. First year premiums and considerations:											
9.1 Direct.....	476,988,902	0	103,689,708	194,959,602	0	0	178,296,703	0	0	42,889	0
9.2 Reinsurance assumed.....	4,903,776	0	4,903,776	0	0	0	0	0	0	0	0
9.3 Reinsurance ceded.....	40,288,571	0	40,240,011	0	0	0	0	0	0	48,560	0
9.4 Net (Line 7 - Line 8).....	441,604,109	0	68,353,474	194,959,602	0	0	178,296,703	0	0	(5,670)	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct.....	1,443,913,570	0	105,832,071	1,168,878,338	0	0	169,203,161	0	0	0	0
10.2 Reinsurance assumed.....	92,084,641	0	89,083,047	3,001,594	0	0	0	0	0	0	0
10.3 Reinsurance ceded.....	230,035,866	0	0	230,035,866	0	0	0	0	0	0	0
10.4 Net.....	1,305,962,345	0	194,915,118	941,844,066	0	0	169,203,161	0	0	0	0
RENEWAL											
11. Uncollected.....	14,168,672	0	14,017,118	129	0	0	0	0	0	151,425	0
12. Deferred and accrued.....	62,226,254	0	62,226,254	0	0	0	0	0	0	0	0
13. Deferred, accrued and uncollected:											
13.1 Direct.....	76,394,925	0	76,243,371	129	0	0	0	0	0	151,425	0
13.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
13.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
13.4 Net (Line 11 + Line 12).....	76,394,926	0	76,243,372	129	0	0	0	0	0	151,425	0
14. Advance.....	1,497,562	0	1,433,324	0	0	0	0	0	0	64,238	0
15. Line 13.4 - Line 14.....	74,897,364	0	74,810,048	129	0	0	0	0	0	87,187	0
16. Collected during year:											
16.1 Direct.....	433,638,514	0	348,929,122	278	0	0	71,357,404	0	0	13,351,710	0
16.2 Reinsurance assumed.....	76,190,823	0	76,190,823	0	0	0	0	0	0	0	0
16.3 Reinsurance ceded.....	87,449,557	0	80,658,470	0	0	0	0	0	0	6,791,087	0
16.4 Net.....	422,379,780	0	344,461,475	278	0	0	71,357,404	0	0	6,560,623	0
17. Line 15 + Line 16.4.....	497,277,144	0	419,271,523	407	0	0	71,357,404	0	0	6,647,810	0
18. Prior year (uncollected + deferred and accrued - advance).....	64,005,579	0	64,018,698	129	0	0	0	0	0	(13,248)	0
19. Renewal premiums and considerations:											
19.1 Direct.....	444,530,300	0	359,720,472	278	0	0	71,357,404	0	0	13,452,146	0
19.2 Reinsurance assumed.....	76,190,823	0	76,190,823	0	0	0	0	0	0	0	0
19.3 Reinsurance ceded.....	87,449,557	0	80,658,470	0	0	0	0	0	0	6,791,087	0
19.4 Net (Line 17 - Line 18).....	433,271,565	0	355,252,825	278	0	0	71,357,404	0	0	6,661,058	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct.....	2,365,432,772	0	569,242,251	1,363,838,218	0	0	418,857,268	0	0	13,495,035	0
20.2 Reinsurance assumed.....	173,179,240	0	170,177,646	3,001,594	0	0	0	0	0	0	0
20.3 Reinsurance ceded.....	357,773,994	0	120,898,481	230,035,866	0	0	0	0	0	6,839,647	0
20.4 Net (Lines 9.4 + 10.4 + 19.4).....	2,180,838,019	0	618,521,417	1,136,803,946	0	0	418,857,268	0	0	6,655,388	0

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums.....	7,111,270	0	4,844,594	0	0	0	0	0	0	2,266,676	0
22. All other.....	72,125,718	0	72,125,502	216	0	0	0	0	0	0	0
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded.....	33,831,649	0	33,803,349	0	0	0	0	0	0	28,300	0
23.2 Reinsurance assumed.....	60,754	0	60,754	0	0	0	0	0	0	0	0
23.3 Net ceded less assumed.....	33,770,895	0	33,742,595	0	0	0	0	0	0	28,300	0
24. Single:											
24.1 Reinsurance ceded.....	1,374,238	0	0	1,374,238	0	0	0	0	0	0	0
24.2 Reinsurance assumed.....	8,681,721	0	8,681,721	0	0	0	0	0	0	0	0
24.3 Net ceded less assumed.....	(7,307,483)	0	(8,681,721)	1,374,238	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded.....	8,490,516	0	7,198,101	258	0	0	0	0	0	1,292,157	0
25.2 Reinsurance assumed.....	776,931	0	776,931	0	0	0	0	0	0	0	0
25.3 Net ceded less assumed.....	7,713,585	0	6,421,170	258	0	0	0	0	0	1,292,157	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6).....	43,696,403	0	41,001,450	1,374,496	0	0	0	0	0	1,320,457	0
26.2 Reinsurance assumed (Page 6, Line 22).....	9,519,406	0	9,519,406	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed.....	34,176,997	0	31,482,044	1,374,496	0	0	0	0	0	1,320,457	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single).....	107,412,142	0	74,727,800	30,931,519	0	0	1,705,223	0	0	47,600	0
28. Single.....	55,294,543	0	0	55,294,543	0	0	0	0	0	0	0
29. Renewal.....	135,036,483	0	35,182,002	95,725,981	0	0	3,291,020	0	0	837,480	0
30. Deposit-type contract funds.....	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21).....	297,743,168	0	109,909,802	181,952,043	0	0	4,996,243	0	0	885,080	0

OHIO NATIONAL LIFE INSURANCE COMPANY

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6		
	1 Life	Accident and Health		4 All Other Lines of Business				
		2 Cost Containment	3 All Other					
1. Rent.....	3,620,429	1,188	42,563	0	10,556	3,674,736		
2. Salaries and wages.....	60,093,230	15,525	874,843	0	2,305,151	63,288,749		
3.11 Contributions for benefit plans for employees.....	17,033,497	3,237	223,344	0	46,876	17,306,954		
3.12 Contributions for benefit plans for agents.....	2,577,274	0	9,908	0	0	2,587,182		
3.21 Payments to employees under non-funded benefit plans.....	0	0	0	0	0	0		
3.22 Payments to agents under non-funded benefit plans.....	439,268	0	0	0	0	439,268		
3.31 Other employee welfare.....	2,826,329	.567	22,135	0	52,615	2,901,646		
3.32 Other agent welfare.....	0	0	0	0	0	0		
4.1 Legal fees and expenses.....	359,615	6,935	.99	0	27,581	394,230		
4.2 Medical examination fees.....	1,616,958	0	25,661	0	0	1,642,619		
4.3 Inspection report fees.....	174,255	0	2,331	0	0	176,586		
4.4 Fees of public accountants and consulting actuaries.....	11,829,211	1,718	62,871	0	43,993	11,937,793		
4.5 Expense of investigation and settlement of policy claims.....	0	7,777	12,284	0	0	20,061		
5.1 Traveling expenses.....	3,797,199	.5255	49,411	0	77,478	3,929,343		
5.2 Advertising.....	1,158,189	0	2,969	0	0	1,161,158		
5.3 Postage, express, telegraph and telephone.....	3,216,379	.243	18,452	0	116,006	3,351,080		
5.4 Printing and stationery.....	2,293,033	.50	5,572	0	4,421	2,303,076		
5.5 Cost or depreciation of furniture and equipment.....	987,483	.89	5,452	0	2,080	995,104		
5.6 Rental of equipment.....	671,903	.38	2,798	0	1,561	676,300		
5.7 Cost or depreciation of EDP equipment and software.....	18,865,158	.326	29,778	0	873,899	19,769,161		
6.1 Books and periodicals.....	683,099	.291	16,971	0	240,410	940,771		
6.2 Bureau and association fees.....	642,948	.78	4,404	0	9,711	657,141		
6.3 Insurance, except on real estate.....	916,975	.17	1,015	0	0	918,007		
6.4 Miscellaneous losses.....	0	0	0	0	0	0		
6.5 Collection and bank service charges.....	29,959	0	.373	0	0	.30,332		
6.6 Sundry general expenses.....	751,310	.172	23,237	0	21,472	796,191		
6.7 Group service and administration fees.....	0	0	0	0	0	0		
6.8 Reimbursements by uninsured plans.....	0	0	0	0	0	0		
7.1 Agency expense allowance.....	6,954,947	0	.435	0	0	6,955,382		
7.2 Agents' balances charged off (less \$.....0 recovered).....	1,241,928	0	0	0	0	1,241,928		
7.3 Agency conferences other than local meetings.....	1,820,321	0	7,351	0	0	1,827,672		
9.1 Real estate expenses.....	0	0	0	0	3,491,628	3,491,628		
9.2 Investment expenses not included elsewhere.....	0	0	0	0	507,759	507,759		
9.3 Aggregate write-ins for expenses.....	3,327,392	0	.21,564	0	871,238	4,220,194		
10. General expenses Incurred.....	147,928,289	.43,506	1,465,821	0	8,704,435	(a).....158,142,051		
11. General expenses unpaid December 31, prior year.....	10,652,175	.8,161	117,687	0	733,682	11,511,705		
12. General expenses unpaid December 31, current year.....	21,237,705	.6,246	210,444	0	1,249,675	22,704,070		
13. Amounts receivable relating to uninsured plans, prior year.....	0	0	0	0	0	0		
14. Amounts receivable relating to uninsured plans, current year.....	0	0	0	0	0	0		
15. General expenses paid during year (Lines 10+11-12-13+14).....	137,342,759	45,421	1,373,064	0	8,188,442	146,949,686		

DETAILS OF WRITE-INS

09.301. Cafeteria.....	.216,243	0	.2,189	0	.550	218,982
09.302. Correspondence Servicing Participation.....	0	0	0	0	870,688	870,688
09.303. Agency Development Expense.....	2,979,880	0	18,837	0	0	2,998,717
09.398. Summary of remaining write-ins for Line 9.3 from overflow page.....	131,269	0	.538	0	0	131,807
09.399. Totals (Lines 09.301 through 09.303 plus 09.398)(Line 9.3 above).....	3,327,392	0	.21,564	0	871,238	4,220,194

(a) Includes management fees of \$.....(42,847,356) to affiliates and \$.....0 to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

	Insurance			4	5
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes.....	0	0	0	.581,518	.581,518
2. State insurance department licenses and fees.....	811,115	2,897	0	.40,538	.854,550
3. State taxes on premiums.....	8,629,289	223,251	0	0	.8,852,540
4. Other state taxes, including \$.....0 for employee benefits.....	(342,682)	1,440	0	.66,785	(274,457)
5. U.S. Social Security taxes.....	6,445,379	.65,425	0	.14,667	.6,525,471
6. All other taxes.....	.75,051	0	0	0	.75,051
7. Taxes, licenses and fees incurred.....	15,618,152	.293,013	0	.703,508	16,614,673
8. Taxes, licenses and fees unpaid December 31, prior year.....	4,210,045	.85,121	0	.63,793	4,358,959
9. Taxes, licenses and fees unpaid December 31, current year.....	3,243,178	.60,846	0	.146,086	3,450,110
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9).....	16,585,019	.317,288	0	.621,215	17,523,522

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health	1		
			0801. Prior Period Adjustment - Dividend.....	0802. Applied to shorten the endowment or premium-paying period.....	0803. Applied to provide paid-up additions.....
1. Applied to pay renewal premiums.....	4,844,594	0	2,266,676	0	0
2. Applied to shorten the endowment or premium-paying period.....	0	0	0	0	0
3. Applied to provide paid-up additions.....	.72,124,064	0	0	0	0
4. Applied to provide paid-up annuities.....	1,654	0	0	0	0
5. Total Lines 1 through 4.....	.76,970,312	0	2,266,676	0	0
6. Paid-in cash.....	.738,724	0	0	0	0
7. Left on deposit.....	.604,483	0	0	0	0
8. Aggregate write-ins for dividend or refund options.....	1,500,000	0	0	0	0
9. Total Lines 5 through 8.....	.79,813,519	0	2,266,676	0	0
10. Amount due and unpaid.....	2,396,931	0	0	0	0
11. Provision for dividends or refunds payable in the following calendar year.....	.86,618,536	0	0	0	0
12. Terminal dividends.....	0	0	0	0	0
13. Provision for deferred dividend contracts.....	0	0	0	0	0
14. Amount provisionally held for deferred dividend contracts not included in Line 13.....	0	0	0	0	0
15. Total Lines 10 through 14.....	.89,015,467	0	0	0	0
16. Total from prior year.....	.79,125,448	0	0	0	0
17. Total dividends or refunds (Lines 9 + 15 - 16).....	.89,703,538	0	0	0	0

DETAILS OF WRITE-INS

0801. Prior Period Adjustment - Dividend.....	1,500,000	0	0
0802.	0	0	0
0803.	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page.....	0	0	0
0899. Totals (Line 0801 through 0803 plus 0898) (Line 8 above).....	1,500,000	0	0

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
Life Insurance:					
0100001. 2001 CSO 3% XXX.....	754,061,398	0	754,061,398	0	0
0100002. 2001 CSO 3.5% CRVM.....	324,572,906	0	324,572,906	0	0
0100003. 2001 CSO 3.5% NLP.....	176,128,267	0	176,128,267	0	0
0100004. 2001 CSO 4% CRVM.....	677,808,743	0	677,808,743	0	0
0100005. 2001 CSO 4% XXX.....	84	0	84	0	0
0100006. 2001 CSO 4% NLP.....	109,347,708	0	109,347,708	0	0
0100007. 41 CSO 2.25% CRVM.....	16,858,126	0	16,858,126	0	0
0100008. 41 CSO 2.5% CRVM.....	4,734,589	0	4,734,589	0	0
0100009. 41 CSO 2.5% NLP.....	18,273,114	0	18,273,114	0	0
0100010. 41 CSO 2.5% VPT.....	1,109,880	0	1,109,880	0	0
0100011. 42 CSO 2.5% MOD.....	249	0	249	0	0
0100012. 43 CSO 2.5% MOD.....	416	0	416	0	0
0100013. 44 CSO 2.5% MOD.....	13,232	0	13,232	0	0
0100014. 58 CET 2.5% NLP.....	7,038	0	7,038	0	0
0100015. 58 CET 3% NLP.....	3,140	0	3,140	0	0
0100016. 58 CET 3.5% NLP.....	10,188	0	10,188	0	0
0100017. 58 CET 4% NLP.....	84,068	0	84,068	0	0
0100018. 58 CET 4.5% NLP.....	57,815	0	57,815	0	0
0100019. 58 CSO 0% VPT.....	652,419	0	652,419	0	0
0100020. 58 CSO 1.75% CRVM.....	2,033,904	0	2,033,904	0	0
0100021. 58 CSO 2% CRVM.....	22,973,230	0	22,973,230	0	0
0100022. 58 CSO 2% NLP.....	313,363	0	313,363	0	0
0100023. 58 CSO 2.25% CRVM.....	4,054,177	0	4,054,177	0	0
0100024. 58 CSO 2.25% NLP.....	93,872	0	93,872	0	0
0100025. 58 CSO 2.5% CRVM.....	3,689,798	0	3,689,798	0	0
0100026. 58 CSO 2.5% NLP.....	13,679,912	0	13,679,912	0	0
0100027. 58 CSO 2.5% VPT.....	8,997	0	8,997	0	0
0100028. 58 CSO 2.75% NLP.....	944,663	0	944,663	0	0
0100029. 58 CSO 3% CRVM.....	1,328,838	0	1,328,838	0	0
0100030. 58 CSO 3% NLP.....	2,383,923	0	2,383,923	0	0
0100031. 58 CSO 3.25% NLP.....	52,125,779	0	52,125,779	0	0
0100032. 58 CSO 3.25% VPT.....	108,319	0	108,319	0	0
0100033. 58 CSO 3.5% CRVM.....	35,380,628	0	35,380,628	0	0
0100034. 58 CSO 3.5% NLP.....	1,182,453	0	1,182,453	0	0
0100035. 58 CSO 4% CRVM.....	20,075,166	0	20,075,166	0	0
0100036. 58 CSO 4% NLP.....	702,142	0	702,142	0	0
0100037. 58 CSO 4.5% CRVM.....	22,878,433	0	22,878,433	0	0
0100038. 58 CSO 4.5% NLP.....	640,144	0	640,144	0	0
0100039. 58 CSO 5% CRVM.....	727	0	727	0	0
0100040. 80 CET 4% NLP.....	3,272,027	0	3,272,027	0	0
0100041. 80 CET 5% NLP.....	6,366	0	6,366	0	0
0100042. 80 CET 6% NLP.....	572,240	0	572,240	0	0
0100043. 80 CSO 3% CRVM.....	4,771,966	0	4,771,966	0	0
0100044. 80 CSO 4% CRVM.....	225,334,879	0	225,334,879	0	0
0100045. 80 CSO 4% NLP.....	450,535,773	0	450,535,773	0	0
0100046. 80 CSO 4% XXX.....	171,846	0	171,846	0	0
0100047. 80 CSO 4.25% CRVM.....	4,686,690	0	4,686,690	0	0
0100048. 80 CSO 4.25% NLP.....	549,511	0	549,511	0	0
0100049. 80 CSO 4.5% CRVM.....	395,510,721	0	395,510,721	0	0
0100050. 80 CSO 4.5% NLP.....	35,386,619	0	35,386,619	0	0
0100051. 80 CSO 4.5% XXX.....	158,095	0	158,095	0	0
0100052. 80 CSO 5% CRVM.....	43,661,641	0	43,661,641	0	0
0100053. 80 CSO 5% NLP.....	9,534,704	0	9,534,704	0	0
0100054. 80 CSO 5.5% CRVM.....	53,514,167	0	53,514,167	0	0
0100055. 80 CSO 5.5% NLP.....	4,587,374	0	4,587,374	0	0
0100056. 80 CSO 6% CRVM.....	16,355,728	0	16,355,728	0	0
0100057. 80 CSO 6% NLP.....	9,446,971	0	9,446,971	0	0
0100058. AE 3% NLP.....	4,982,752	0	4,982,752	0	0
0100059. AE 3.5% NLP.....	4,248,538	0	4,248,538	0	0
0100060. AE 3.5% VPT.....	3,247	0	3,247	0	0
0100061. Unearned Premium.....	468	0	468	0	0
0100062. 1970 Group Disability 3.5% NLP.....	2,855,684	0	0	0	2,855,684
0199997. Totals (Gross).....	3,538,469,855	0	3,535,614,171	0	2,855,684
0199998. Reinsurance ceded.....	119,748,525	0	119,748,525	0	0
0199999. Totals (Net).....	3,418,721,330	0	3,415,865,646	0	2,855,684

Annuities (excluding supplementary contracts with life contingencies):

0200001. 37 STD %.....	6,561	XXX	6,561	XXX	0
0200002. 71 GAM 11%.....	182,191	XXX	0	XXX	182,191
0200003. 71 GAM 11.25%.....	156,002	XXX	0	XXX	156,002
0200004. 71IAM 11.25%.....	5,662,103	XXX	5,662,103	XXX	0
0200005. 83 A 6.25%.....	161,615	XXX	161,615	XXX	0
0200006. 83 A 6.5%.....	326,311	XXX	326,311	XXX	0

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0200007. 83 A 6.75%	2,565,751	XXX	2,565,751	XXX	0
0200008. 83 A 7%	215,614	XXX	215,614	XXX	0
0200009. 83 A 7.25%	1,965,570	XXX	1,965,570	XXX	0
0200010. 83 A 7.75%	468,245	XXX	468,245	XXX	0
0200011. 83 A 8%	67,432	XXX	67,432	XXX	0
0200012. 83 A 8.25%	676,415	XXX	676,415	XXX	0
0200013. 83 A 8.75%	1,068,297	XXX	1,068,297	XXX	0
0200014. 83 A 9.25%	265,330	XXX	265,330	XXX	0
0200015. 83 A 11%	78,537	XXX	78,537	XXX	0
0200016. 83 GAM 6.25%	2,396,650	XXX	0	XXX	2,396,650
0200017. 83 GAM 6.5%	233,707	XXX	0	XXX	233,707
0200018. 83 GAM 6.75%	1,333,626	XXX	0	XXX	1,333,626
0200019. 83 GAM 7%	523,061	XXX	0	XXX	523,061
0200020. 83 GAM 7.25%	624,736	XXX	0	XXX	624,736
0200021. 83 GAM 7.75%	444,321	XXX	0	XXX	444,321
0200022. 83 GAM 8%	436,776	XXX	0	XXX	436,776
0200023. 83 GAM 8.25%	933,944	XXX	0	XXX	933,944
0200024. 83 GAM 8.75%	691,204	XXX	0	XXX	691,204
0200025. 83 GAM 9.25%	515,525	XXX	0	XXX	515,525
0200026. 94 GAR 4%	16,430,465	XXX	0	XXX	16,430,465
0200027. 94 GAR 4.25%	4,844,602	XXX	0	XXX	4,844,602
0200028. 94 GAR 4.5%	6,851,763	XXX	0	XXX	6,851,763
0200029. 94 GAR 5%	3,600,533	XXX	0	XXX	3,600,533
0200030. 94 GAR 5.25%	12,696,655	XXX	0	XXX	12,696,655
0200031. 94 GAR 5.5%	8,705,693	XXX	0	XXX	8,705,693
0200032. 94 GAR 6%	3,159,715	XXX	0	XXX	3,159,715
0200033. 94 GAR 6.25%	1,441,493	XXX	0	XXX	1,441,493
0200034. 94 GAR 6.5%	2,329,267	XXX	0	XXX	2,329,267
0200035. 94 GAR 6.75%	1,638,139	XXX	0	XXX	1,638,139
0200036. 94 GAR 7%	1,854,355	XXX	0	XXX	1,854,355
0200037. A2000 4%	44,098,625	XXX	44,098,625	XXX	0
0200038. A2000 4.25%	10,610,737	XXX	10,610,737	XXX	0
0200039. A2000 4.5%	16,261,020	XXX	16,261,020	XXX	0
0200040. A2000 5%	15,066,747	XXX	15,066,747	XXX	0
0200041. A2000 5.25%	35,782,837	XXX	35,782,837	XXX	0
0200042. A2000 5.5%	19,815,485	XXX	19,815,485	XXX	0
0200043. A2000 6%	24,691,181	XXX	24,691,181	XXX	0
0200044. A2000 6.25%	1,963,452	XXX	1,963,452	XXX	0
0200045. A2000 6.5%	1,657,739	XXX	1,657,739	XXX	0
0200046. A2000 6.75%	1,283,172	XXX	1,283,172	XXX	0
0200047. A2000 7%	1,567,282	XXX	1,567,282	XXX	0
0200048. IAR2012 4%	45,023,308	XXX	45,023,308	XXX	0
0200049. NONE 4.75%	13,684	XXX	0	XXX	13,684
0200050. NONE 5.75%	2,060,469	XXX	0	XXX	2,060,469
0200051. NONE 6%	135,454	XXX	0	XXX	135,454
0200052. NONE 6.25%	1,561,716	XXX	0	XXX	1,561,716
0200053. NONE 6.5%	1,707,381	XXX	0	XXX	1,707,381
0200054. NONE 7%	5,343	XXX	0	XXX	5,343
0200055. NONE 7.25%	5,926	XXX	0	XXX	5,926
0200056. NONE 7.75%	209,603	XXX	0	XXX	209,603
0200057. NONE 8%	0	XXX	0	XXX	0
0200058. NONE 8.25%	0	XXX	0	XXX	0
0200059. NONE 8.5%	0	XXX	0	XXX	0
0200060. NONE 8.75%	0	XXX	0	XXX	0
0200061. NONE 9.25%	0	XXX	0	XXX	0
0200062. NONE NONE%	107,809	XXX	0	XXX	107,809
0200063. 3.00% CARVM	159,170	XXX	159,170	XXX	0
0200064. 3.50% CARVM	18,190,429	XXX	18,190,429	XXX	0
0200065. 3.75% CARVM	217,019,130	XXX	217,019,130	XXX	0
0200066. 4.00% CARVM	828,400	XXX	828,400	XXX	0
0200067. 4.25% CARVM	55,132,836	XXX	55,132,836	XXX	0
0200068. 4.50% CARVM	451,981,147	XXX	451,981,147	XXX	0
0200069. 4.75% CARVM	485,500,104	XXX	485,500,104	XXX	0
0200070. 5.00% CARVM	345,379,695	XXX	345,379,695	XXX	0
0200071. 5.25% CARVM	119,633,256	XXX	119,633,256	XXX	0
0200072. 5.50% CARVM	433,610,033	XXX	433,610,033	XXX	0
0200073. 5.75% CARVM	40,906,959	XXX	40,906,959	XXX	0
0200074. 6.00% CARVM	22,065,924	XXX	22,065,924	XXX	0
0200075. 6.25% CARVM	26,995,345	XXX	26,995,345	XXX	0
0200076. 6.50% CARVM	16,189,037	XXX	16,189,037	XXX	0
0200077. 6.75% CARVM	15,793,269	XXX	15,793,269	XXX	0
0200078. 7.00% CARVM	8,640,828	XXX	8,640,828	XXX	0
0200079. 7.25% CARVM	2,079,735	XXX	2,079,735	XXX	0

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0200080. 7.50% CARVM.....	4,200,868	....XXX.....	4,200,868	....XXX.....	0
0200081. 8.00% CARVM.....	4,699,520	....XXX.....	4,699,520	....XXX.....	0
0200082. 8.25% CARVM.....	2,062,797	....XXX.....	2,062,797	....XXX.....	0
0200083. 8.50% CARVM.....	961,788	....XXX.....	961,788	....XXX.....	0
0200084. Group Defd @ AV.....	108,089,107	....XXX.....	0	....XXX.....	108,089,107
0200085. AG43 Reserve.....	1,353,334,598	....XXX.....	1,353,334,598	....XXX.....	0
0200086. Funds W/H, Var Ann GMDB Re.....	1,333,553	....XXX.....	1,333,553	....XXX.....	0
0200087. GEB Reserve.....	.92,609	....XXX.....	.92,609	....XXX.....	0
0200088. FIA.....	28,185,393	....XXX.....	28,185,393	....XXX.....	0
0299997. Totals (Gross).....	4,072,246,704	....XXX.....	3,886,325,789	....XXX.....	185,920,915
0299998. Reinsurance ceded.....	1,751,927,179	....XXX.....	1,751,927,179	....XXX.....	0
0299999. Totals (Net).....	2,320,319,525	....XXX.....	2,134,398,610	....XXX.....	185,920,915

Supplementary Contracts with Life Contingencies:

0300001. 37 STD %.....	13,212	....0.....	13,212	....0.....	0
0300002. 71IAM 11.25%.....	179,380	....0.....	179,380	....0.....	0
0300003. 83 A 6.25%.....	16,778	....0.....	16,778	....0.....	0
0300004. 83 A 6.5%.....	.89,207	....0.....	.89,207	....0.....	0
0300005. 83 A 6.75%.....	157,541	....0.....	157,541	....0.....	0
0300006. 83 A 7%.....	.27,629	....0.....	.27,629	....0.....	0
0300007. 83 A 7.25%.....	.78,113	....0.....	.78,113	....0.....	0
0300008. 83 A 7.5%.....	.75,742	....0.....	.75,742	....0.....	0
0300009. 83 A 8%.....	.49,991	....0.....	.49,991	....0.....	0
0300010. 83 A 8.25%.....	.59,810	....0.....	.59,810	....0.....	0
0300011. 83 A 8.75%.....	.56,355	....0.....	.56,355	....0.....	0
0300012. 83 A 9.25%.....	.42,863	....0.....	.42,863	....0.....	0
0300013. 83 A 11%.....	.53,827	....0.....	.53,827	....0.....	0
0300014. A2000 4%.....	.569,063	....0.....	.569,063	....0.....	0
0300015. A2000 4.25%.....	.475,103	....0.....	.475,103	....0.....	0
0300016. A2000 4.5%.....	.591,101	....0.....	.591,101	....0.....	0
0300017. A2000 5%.....	.228,680	....0.....	.228,680	....0.....	0
0300018. A2000 5.25%.....	.458,338	....0.....	.458,338	....0.....	0
0300019. A2000 5.5%.....	.259,739	....0.....	.259,739	....0.....	0
0300020. A2000 6%.....	.178,218	....0.....	.178,218	....0.....	0
0300021. A2000 6.25%.....	.22,735	....0.....	.22,735	....0.....	0
0300022. A2000 6.5%.....	.25,938	....0.....	.25,938	....0.....	0
0300023. A2000 6.75%.....	.33,172	....0.....	.33,172	....0.....	0
0300024. IAR2012 4%.....	.209,570	....0.....	.209,570	....0.....	0
0399997. Totals (Gross).....	3,952,105	....0.....	3,952,105	....0.....	0
0399999. Totals (Net).....	3,952,105	....0.....	3,952,105	....0.....	0

Accidental Death Benefits:

0400001. Combined with 1941 CSO @ 2 1/2%.....	.722	....0.....	.722	....0.....	0
0400002. Combined with 1958 CSO @ 2 1/2%.....	.33,405	....0.....	.33,405	....0.....	0
0400003. Combined with 1980 CSO @ 2 1/2%.....	.52,432	....0.....	.52,432	....0.....	0
0499997. Totals (Gross).....	.86,559	....0.....	.86,559	....0.....	0
0499999. Totals (Net).....	.86,559	....0.....	.86,559	....0.....	0

Disability - Active Lives:

0500001. 1952 Inter-Co. Ben. 4, Per. 2 & 1941 CSO 2 1/2%.....	.374	....0.....	.374	....0.....	0
0500002. 1952 Inter-Co. Ben. 5, Per. 2 & 1958 CSO 2 1/2%.....	.7,762,119	....0.....	.7,762,119	....0.....	0
0500003. 1952 Inter-Co. Ben. 5, Per. 2 & 1980 CSO 2 1/2%.....	15,195,700	....0.....	15,195,700	....0.....	0
0599997. Totals (Gross).....	22,958,193	....0.....	22,958,193	....0.....	0
0599998. Reinsurance ceded.....	.5,490,833	....0.....	.5,490,833	....0.....	0
0599999. Totals (Net).....	17,467,360	....0.....	17,467,360	....0.....	0

Disability - Disabled Lives:

0600001. 1952 Inter-Co. Disability Table 2 1/2%.....	6,094,392	....0.....	6,094,392	....0.....	0
0600002. 52 DIS B5 80 CSO 2.5.....	.2,035,624	....0.....	.2,035,624	....0.....	0
0699997. Totals (Gross).....	8,130,016	....0.....	8,130,016	....0.....	0
0699998. Reinsurance ceded.....	.2,004,9240.....	.2,004,9240.....	0

0699999. Totals (Net).....	6,125,0920.....	6,125,0920.....	0
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Miscellaneous Reserves:

0700001. Voluntary Reserve.....	103,030,2010.....	103,030,2010.....	0
0799997. Totals (Gross).....	103,030,201	....0.....	103,030,201	....0.....	0
0799999. Totals (Net).....	103,030,2010.....	103,030,2010.....	0

9999999. Totals (Net) - Page 3, Line 1.....	5,869,702,1720.....	5,680,925,5730.....	188,776,599
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OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?
 1.2 If not, state which kind is issued

Yes [X] No []

- 2.1 Does the reporting entity at present issue both participating and non-participating contracts?
 2.2 If not, state which kind is issued

Yes [X] No []

3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?
 If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

Yes [X] No []

4. Has the reporting entity any assessment or stipulated premium contracts in force? If so, state:

Yes [] No [X]

- 4.1 Amount of insurance: \$.....0
 4.2 Amount of reserve: \$.....0
 4.3 Basis of reserve:

- 4.4 Basis of regular assessments:

- 4.5 Basis of special assessments:

- 4.6 Assessments collected during year: \$.....0

5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.

6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?

Yes [] No [X]

- 6.1 If so, state the amount of reserve on such contracts on the basis actually held:

\$.....0

- 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:

\$.....0

Attach statement of methods employed in their valuation.

7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?

Yes [] No [X]

- 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements:

\$.....0

- 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:

- 7.3 State the amount of reserves established for this business: \$.....0

- 7.4 Identify where the reserves are reported in the blank.

8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December of the current year?

Yes [] No [X]

- 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements:

\$.....0

- 8.2 State the amount of reserves established for this business:

\$.....0

- 8.3 Identify where the reserves are reported in the blank:

9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year?

Yes [] No [X]

- 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders:

\$.....0

- 9.2 State the amount of reserves established for this business:

\$.....0

- 9.3 Identify where the reserves are reported in the blank:

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due To Change
	2 Changed From	3 Changed To	

NONE

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non- Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves.....	2,383,446	0	0	0	2,196,350	187,096	0	0	0
2. Additional contract reserves (a).....	33,377,560	0	0	0	29,467,514	3,910,046	0	0	0
3. Additional actuarial reserves - Asset/Liability analysis.....	0	0	0	0	0	0	0	0	0
4. Reserve for future contingent benefits.....	0	0	0	0	0	0	0	0	0
5. Reserve for rate credits.....	0	0	0	0	0	0	0	0	0
6. Aggregate write-ins for reserves.....	0	0	0	0	0	0	0	0	0
7. Totals (Gross).....	35,761,006	0	0	0	31,663,864	4,097,142	0	0	0
8. Reinsurance ceded.....	17,230,613	0	0	0	15,349,890	1,880,723	0	0	0
9. Totals (Net).....	18,530,393	0	0	0	16,313,974	2,216,419	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims.....	41,943,763	0	0	0	38,297,794	3,645,969	0	0	0
11. Additional actuarial reserves - Asset/Liability analysis.....	0	0	0	0	0	0	0	0	0
12. Reserve for future contingent benefits.....	0	0	0	0	0	0	0	0	0
13. Aggregate write-ins for reserves.....	0	0	0	0	0	0	0	0	0
14. Totals (Gross).....	41,943,763	0	0	0	38,297,794	3,645,969	0	0	0
15. Reinsurance ceded.....	31,232,254	0	0	0	28,777,759	2,454,495	0	0	0
16. Totals (Net).....	10,711,509	0	0	0	9,520,035	1,191,474	0	0	0
17. TOTALS (Net).....	29,241,902	0	0	0	25,834,009	3,407,893	0	0	0
18. TABULAR FUND INTEREST.....	1,237,363	0	0	0	1,093,914	143,449	0	0	0

DETAILS OF WRITE-INS

0601.....	0	0	0	0	0	0	0	0	0
0602.....	0	0	0	0	0	0	0	0	0
0603.....	0	0	0	0	0	0	0	0	0
0698. Summary of remaining write-ins for Line 6 from overflow page.....	0	0	0	0	0	0	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above).....	0	0	0	0	0	0	0	0	0
1301.....	0	0	0	0	0	0	0	0	0
1302.....	0	0	0	0	0	0	0	0	0
1303.....	0	0	0	0	0	0	0	0	0
1398. Summary of remaining write-ins for Line 13 from overflow page.....	0	0	0	0	0	0	0	0	0
1399. Totals (Lines 1301 through 1303 + 1398) (Line 13 above).....	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS

	1 Total	2 Guaranteed Interest Contracts	3 Annuities Certain	4 Supplemental Contracts	5 Dividend Accumulations or Refunds	6 Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance.....	712,454,300	579,883,056	77,155,384	11,166,105	39,825,312	4,424,443
2. Deposits received during the year.....	171,465,868	161,600,000	4,490,480	4,770,903	604,485	0
3. Investment earnings credited to the account.....	14,456,563	9,518,407	3,537,845	386,116	1,010,612	3,583
4. Other net change in reserves.....	4,814,772	391,129	3,625,329	(183,618)	0	981,932
5. Fees and other charges assessed.....	0	0	0	0	0	0
6. Surrender charges.....	0	0	0	0	0	0
7. Net surrender or withdrawal payments.....	184,919,757	161,410,832	17,089,853	3,086,843	3,332,229	0
8. Other net transfers to or (from) Separate Accounts.....	(102,427)	0	(102,427)	0	0	0
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8).....	718,374,173	589,981,760	71,821,612	13,052,663	38,108,180	5,409,958
10. Reinsurance balance at the beginning of the year.....	0	0	0	0	0	0
11. Net change in reinsurance assumed.....	0	0	0	0	0	0
12. Net change in reinsurance ceded.....	0	0	0	0	0	0
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12).....	0	0	0	0	0	0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13).....	718,374,173	589,981,760	71,821,612	13,052,663	38,108,180	5,409,958

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Due and unpaid:											
1.1 Direct.....	0	0	0	0	0	0	0	0	0	0	0
1.2 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
1.3 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
1.4 Net.....	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct.....	0	0	0	0	0	0	0	0	0	0	0
2.12 Reinsurance assumed.....	0	0	0	0	0	0	0	0	0	0	0
2.13 Reinsurance ceded.....	0	0	0	0	0	0	0	0	0	0	0
2.14 Net.....	0	0	(b).....0	(b).....0	(b).....0	(b).....0	(b).....0	(b).....0	(b).....0	(b).....0	(b).....0
2.2 Other:											
2.21 Direct.....	10,225,042	0	9,655,637	204,624	0	0	.15,000	.5,000	0	0	344,781
2.22 Reinsurance assumed.....	9,358,766	0	9,357,057	1,709	0	0	0	0	0	0	0
2.23 Reinsurance ceded.....	6,464,244	0	6,237,795	0	0	0	0	0	0	0	226,449
2.24 Net.....	13,119,564	0	(b).....12,774,899	(b).....206,333	0	(b).....0	(b).....15,000	.5,000	(b).....0	(b).....0	(b).....118,332
3. Incurred but unreported:											
3.1 Direct.....	1,191,698	0	1,166,235	0	0	0	0	0	0	0	25,463
3.2 Reinsurance assumed.....	1,924,685	0	1,924,685	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded.....	18,733	0	0	0	0	0	0	0	0	0	18,733
3.4 Net.....	3,097,650	0	(b).....3,090,920	(b).....0	0	(b).....0	(b).....0	0	(b).....0	(b).....0	(b).....6,730
4. Totals:											
4.1 Direct.....	11,416,740	0	10,821,872	204,624	0	0	.15,000	.5,000	0	0	370,244
4.2 Reinsurance assumed.....	11,283,451	0	11,281,742	1,709	0	0	0	0	0	0	0
4.3 Reinsurance ceded.....	6,482,977	0	6,237,795	0	0	0	0	0	0	0	245,182
4.4 Net.....	16,217,214	(a).....0	(a).....15,865,819	206,333	0	0	(a).....15,000	.5,000	0	0	125,062

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$.....0 in Column 2, \$.....0 in Column 3 and \$.....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for

Ordinary Life Insurance \$.....0, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....0,

are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....0, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0

are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**PART 2 - Incurred During the Year**

	1 Total	2 Industrial Life (a)	Ordinary			6 Supplementary Contracts	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct.....	707,335,830	0	44,823,887	641,130,834	1,371,240	0	288,425	15,334,829	0	0	4,386,615
1.2 Reinsurance assumed.....	69,540,950	0	69,526,101	14,849	0	0	0	0	0	0	0
1.3 Reinsurance ceded.....	64,076,839	0	25,835,621	35,048,825	0	0	0	0	0	0	3,192,393
1.4 Net.....	(d) 712,799,941	0	88,514,367	606,096,858	1,371,240	0	288,425	15,334,829	0	0	1,194,222
2. Liability December 31, current year from Part 1:											
2.1 Direct.....	11,416,740	0	10,821,872	204,624	0	0	15,000	5,000	0	0	370,244
2.2 Reinsurance assumed.....	11,283,451	0	11,281,742	1,709	0	0	0	0	0	0	0
2.3 Reinsurance ceded.....	6,482,977	0	6,237,795	0	0	0	0	0	0	0	245,182
2.4 Net.....	16,217,214	0	15,865,819	206,333	0	0	15,000	5,000	0	0	125,062
3. Amounts recoverable from reinsurers Dec. 31, current year.....	12,062,948	0	5,455,915	5,975,975	0	0	0	0	0	0	631,058
4. Liability December 31, prior year:											
4.1 Direct.....	7,106,106	0	5,880,655	760,841	0	0	147,950	5,000	0	0	311,660
4.2 Reinsurance assumed.....	13,424,186	0	13,424,186	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded.....	2,850,754	0	2,653,501	0	0	0	0	0	0	0	197,253
4.4 Net.....	17,679,538	0	16,651,340	760,841	0	0	147,950	5,000	0	0	114,407
5. Amounts recoverable from reinsurers Dec. 31, prior year.....	6,875,381	0	1,377,154	4,702,251	0	0	0	0	0	0	795,976
6. Incurred benefits:											
6.1 Direct.....	711,646,464	0	49,765,104	640,574,617	1,371,240	0	155,475	15,334,829	0	0	4,445,199
6.2 Reinsurance assumed.....	67,400,215	0	67,383,657	16,558	0	0	0	0	0	0	0
6.3 Reinsurance ceded.....	72,896,629	0	33,498,676	36,322,549	0	0	0	0	0	0	3,075,404
6.4 Net.....	706,150,050	0	83,650,085	604,268,626	1,371,240	0	155,475	15,334,829	0	0	1,369,795

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$....655,216 in Line 1.1, \$....655,216 in Line 1.4, \$....655,216 in Line 6.1 and \$....655,216 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in Line 6.4.

(d) Includes \$.....0 premiums waived under total and permanent disability benefits.

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....	0	0	0
2.2 Common stocks.....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....	0	0	0
3.2 Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	0	6,822,548	6,822,548
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	0	6,822,548	6,822,548
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....	450,000	0	(450,000)
16.2 Funds held by or deposited with reinsured companies.....	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0
18.2 Net deferred tax asset.....	109,304,620	92,459,481	(16,845,139)
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	0	0
21. Furniture and equipment, including health care delivery assets.....	12,701,402	12,215,816	(485,586)
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0
24. Health care and other amounts receivable.....	18,730,195	16,213,179	(2,517,016)
25. Aggregate write-ins for other-than-invested assets.....	3,855,045	2,468,075	(1,386,970)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	145,041,262	130,179,099	(14,862,163)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	145,041,262	130,179,099	(14,862,163)

DETAILS OF WRITE-INS

1101.....	0	0	0
1102.....	0	0	0
1103.....	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Prepaid expenses.....	3,766,678	2,370,567	(1,396,111)
2502. Surplus note issuance cost.....	88,367	97,508	9,141
2503.....	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	3,855,045	2,468,075	(1,386,970)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of The Ohio National Life Insurance Company (the Company) are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department.

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

	SSAP #	F/S Page	F/S Line #	2016	2015
Net Income	XXX	XXX	XXX		
(1) Net (Loss) Income				\$ 36,427,229	62,664,496
(2) State prescribed practices: NONE				-	-
(3) State permitted practices: NONE				-	-
(4) Net Income, NAIC SAP	XXX	XXX	XXX	<u>\$ 36,427,229</u>	<u>62,664,496</u>
Surplus	XXX	XXX	XXX		
(5) Statutory capital and surplus				\$ 1,082,090,604	1,087,220,327
(6) State permitted practices: NONE				-	-
(7) State permitted practices: NONE				-	-
(8) Statutory capital and surplus, NAIC SAP	XXX	XXX	XXX	<u>\$ 1,082,090,604</u>	<u>1,087,220,327</u>

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

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

C. Accounting Policy

Life premiums are recognized as income over the premium-paying period of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition cost such as sales commissions, are charged to operations as incurred.

The amount of dividends to be paid to participating policyholders is determined annually by the Company's Board of Directors. The aggregate amount of participating policyholders' dividends is related to actual interest, mortality, morbidity, and expense experience for the year and judgment as to the appropriate level of statutory surplus to be retained by the Company.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the modified scientific method.
- (3) Common Stocks are stated at market except where investments in stocks of wholly owned insurance subsidiaries and affiliates are carried on the equity basis, in accordance with SSAP No. 97.
- (4) Preferred stocks rated NAIC 1-3 are stated at cost. Preferred stocks rated NAIC 4-6 are stated at the lower of cost or market value.
- (5) Conventional Mortgage loans on real estate are stated at unpaid principal balances less unaccrued discount, not to exceed 80% of appraised value. Mortgage loans on real estate insured and guaranteed by U.S. Agencies are stated at unpaid principal balances less unaccrued discount.
- (6) Loan-backed securities are stated at amortized cost. The retrospective adjustment methodology is used for asset-backed, CMO, and Mortgage-backed securities.
- (7) The Company reports the insurance subsidiaries at statutory equity. The non-insurance companies are reported at audited GAAP equity adjusted for statutory invested asset valuation rules.
- (8) The Company has no material ownership interests in joint ventures, partnerships and limited liability companies. The Company carries these interests based on the underlying audited GAAP equity of the investee.
- (9) Derivative instruments and foreign currency holdings are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income.

Any gains, losses, and expenses on the GMIB and GLWB Hedge Programs are accounted for under a Funds Withheld (Ceding Company) Reinsurance Arrangement.

- (10) The Company does not utilize the anticipated investment income as a factor in premium deficiency calculation.

- (11) Liabilities for losses for individual accident and health policies.

- (a) Individual Disability Income policies represent 100% of the policies and 100% of the liabilities. Claim Reserves are calculated using the 1985 Commissioner's Individual Disability Table C or the 1964 Commissioner's Disability Table with various interest rates depending on the year of the claim.

NOTES TO FINANCIAL STATEMENTS

- (b) An additional liability is established for any scheduled claim payments that are due but not yet paid as of the statement date.
 - (c) Incurred but not reported reserves are estimated by applying factors to the total amount of monthly income in-force.
 - (12) The Company has not modified its capitalization policy from the prior period.
 - (13) Pharmaceutical Rebates Receivable - Not applicable
- D. After evaluating the entity's ability to continue as a going concern, management was not aware of any conditions or events which raised substantial doubts concerning the entity's ability to continue as a going concern as of the date of the filing of this statement.

2. Accounting Changes and Corrections of Errors

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of the accrual for certain rider charges on variable annuity products. The accrual related to these rider charges was overstated as of December 31, 2015. This resulted in overstating surplus as of December 31, 2012 by \$467,291. The events contributing to the adjustment impact surplus as follows:

Aggregate write-ins for miscellaneous income (P4, L8.3, C1)	\$ (718,909)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	251,618
Decrease in surplus (P4, L53, C1)	<u><u>\$ (467,291)</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of fixed annuity reserves. As of December 31, 2015, reserves were overstated by \$594,746. As a result, surplus was understated by \$386,585. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ 594,746
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(208,161)
Increase in surplus (P4,L53,C1)	<u><u>\$ 386,585</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording and valuation of derivatives in the Asset Valuation Reserve (AVR). As of December 31, 2015, the AVR liability was overstated by \$1,410,818. The events contributing to the adjustment impact surplus as follows:

Change in asset valuation reserve (P4, L44, C1)	(1,410,818)
Prior period adjustment surplus (P4,L53,C1)	<u><u>\$ 1,410,818</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of derivatives on bonds. As of December 31, 2015, the net derivatives on bonds were understated by \$935,480. The events contributing to the adjustment impact surplus as follows:

Change in net unrealized foreign exchange capital gain (loss) (P4, L39, C1)	(935,480)
Prior period adjustment surplus (P4,L53,C1)	<u><u>\$ 935,480</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of income taxes, including tax credits, primarily related to the dividends received deduction on amended returns. The events contributing to the overstatement of taxes impact surplus as follows:

Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(1,284,595)
Decrease in surplus (P4,L53,C1)	<u><u>\$ (1,284,595)</u></u>

NOTES TO FINANCIAL STATEMENTS

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of whole life reserves. As of December 31, 2015, reserves were overstated by \$2,244,892. As a result, surplus was understated by \$1,459,180. The events contributing to the reserve understatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ 2,244,892
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(785,712)
Increase in surplus (P4,L53,C1)	<u><u>\$ 1,459,180</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of immediate annuity reserves. As of December 31, 2015, reserves were overstated by \$2,773,889. As a result, surplus was understated by \$1,803,028. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ 2,773,889
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(970,861)
Increase in surplus (P4,L53,C1)	<u><u>\$ 1,803,028</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of miscellaneous expenses. As of December 31, 2015, miscellaneous expenses were understated by \$766,838. As a result, surplus was overstated by \$498,445. The events contributing to the adjustment impact surplus as follows:

Aggregate write-ins for miscellaneous income (P4, L8.3, C1)	\$ (766,838)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>268,393</u>
Decrease in surplus (P4, L53, C1)	<u><u>\$ (498,445)</u></u>

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of BOLI reinsurance assumed surrender benefits and expense allowances. As of December 31, 2015, benefits assumed and expense allowances were overstated by \$3,052,935. As a result, surplus was understated by \$1,984,408. The events contributing to the overstatement impact surplus as follows:

Surrender benefits and withdrawals for life contracts (P4, L15, C1)	\$ 2,536,935
Commission and Expense allowance reinsurance assumed (P4, L22, C1)	516,000
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	(1,068,527)
Increase in surplus (P4, L53, C1)	<u><u>\$ 1,984,408</u></u>

During 2015, the Company elected to change the valuation method for reserves on certain annuity products. The Company switched from the Continuous Method to the Curtate Method for valuation. This resulted in an increase to income before taxes of approximately \$13.9 million in the current period. The impact of the change relating to reserves as of December 31, 2014 and prior was \$67.9 million and is reflected as an increase to surplus.

The Company adopted a change in accounting principle relating to the recording and valuation of futures in the Asset Valuation Reserve (AVR). The cumulative effective of the change in AVR was an increase of \$7.9 million to the AVR and was recorded on Page 3, line 24.01. The cumulative effect on the change in AVR was recorded on Page 4, Line 49 as a decrease to surplus.

The Company's December 31, 2015 financial statements reflect a prior period adjustment relating to the recording of income taxes related to dividends paid from a subsidiary and variable annuity tax reserves. The events contributing to the understatement of taxes impact surplus as follows:

Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>2,162,478</u>
Decrease in surplus (P4,L53,C1)	<u><u>\$ (2,162,478)</u></u>

The Company's December 31, 2015 financial statements reflect a prior period adjustment relating to the recording of whole life and term reserves. As of December 31, 2014, reserves were understated by \$6,372,262. As a result, surplus was overstated by \$4,141,970. The events contributing to the reserve understatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ (6,372,262)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>2,230,292</u>
Decrease in surplus (P4,L53,C1)	<u><u>\$ (4,141,970)</u></u>

NOTES TO FINANCIAL STATEMENTS

The Company's December 31, 2015 financial statements reflect a prior period adjustment relating to the recording of variable annuity reserves. As of December 31, 2014, reserves were overstated by \$4,282,390. As a result, surplus was understated by \$2,783,554. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ 4,282,390
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>(1,498,837)</u>
Increase in surplus (P4,L53,C1)	<u><u>\$ 2,783,554</u></u>

The Company's December 31, 2015 financial statements reflect a prior period adjustment relating to the recording of fixed annuity reserves. As of December 31, 2014, reserves were overstated by \$580,890. As a result, surplus was understated by \$377,579. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ 580,890
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>(203,312)</u>
Increase in surplus (P4,L53,C1)	<u><u>\$ 377,579</u></u>

The Company's December 31, 2015 financial statements reflect a prior period adjustment relating to the recording of disability insurance reserves. As of December 31, 2014, reserves were understated by \$362,204. As a result, surplus was overstated by \$235,433. The events contributing to the reserve understatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C1)	\$ (362,204)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)	<u>126,771</u>
Decrease in surplus (P4,L53,C1)	<u><u>\$ (235,433)</u></u>

3. Business Combinations and Goodwill

- A. Statutory Purchase Method – Not Applicable
- B. Statutory Merger – Not Applicable
- C. Assumption Reinsurance – Not Applicable
- D. Impairment Loss – Not Applicable

4. Discontinued Operations – NONE**5. Investments**

- A. Mortgage Loans, including Mezzanine Real Estate Loans

- (1) The minimum and maximum lending rates for mortgage loans during 2016 were:

Farm loans N/A
Residential loans N/A
Commercial mortgages 3.57% to 4.75%

- (2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages was 75%.

- (3) Assessments

	Current Year	Prior Year
Taxes, assessments and any amounts advanced and not included in the mortgage loan total	\$ -	\$ -

NOTES TO FINANCIAL STATEMENTS

(4) Age Analysis of Mortgage Loans

	Residential			Commercial			Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other			
(a) Current Year								
1. Recorded Investment (All)								
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 780,405,250	\$ -	\$ 780,405,250	
b. 30-59 Days Past Due	-	-	-	-	1,838,910	-	-	1,838,910
c. 60-89 Days Past Due	-	-	-	-	-	-	-	-
d. 89-179 Days Past Due	-	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-	-
4. Interest Reduced								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Number of Loans	-	-	-	-	-	-	-	-
c. Percent Reduced	-	-	-	-	-	-	-	-
(b) Prior Year								
1. Recorded Investment (All)								
a. Current	\$ -	\$ -	\$ -	\$ -	\$ 779,707,886	\$ -	\$ 779,707,886	
b. 30-59 Days Past Due	-	-	-	-	10,506,797	-	-	10,506,797
c. 60-89 Days Past Due	-	-	-	-	-	-	-	-
d. 89-179 Days Past Due	-	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Interest Accrued	-	-	-	-	-	-	-	-
4. Interest Reduced								
a. Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
b. Number of Loans	-	-	-	-	-	-	-	-
c. Percent Reduced	-	-	-	-	-	-	-	-

(5) Investment in Impaired Loans With or Without Allowances or Credit Losses – NONE

(6) Investment in Impaired Loans- Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting - NONE

(7) Allowance for credit losses - NONE

(8) Mortgage Loans Derecognized as a Result of Foreclosure – NONE

(9) The Company recognizes interest income on its impaired loans upon receipt.

B. Debt Restructuring – NONE

C. Reverse Mortgages – NONE

D. Loan-Backed Securities

(1) Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.

(2) Recognized OTTI - NONE

NOTES TO FINANCIAL STATEMENTS

- (3) The following table represents each security that recognized other-than-temporary impairment due to the fact that the present value of the cash flows expected to be collected were less than the amortized cost basis of the securities:

CUSIP	Book/Adj Carry Value Amortized Cost Before Current Period OTTI	Present Value of Projected Cash Flows	Recognized Other-than-temporary Impairment in Current Period	Amortized Cost After Other-than-temporary Impairment	Fair Value at Time of OTTI	Date of Financial Statement Where Reported
073879ED6	4,933,122	4,714,063	219,059	4,714,063	4,907,781	3/31/2016
92922FKX5	1,872,851	1,772,082	100,769	1,772,082	1,562,400	3/31/2016
21075WBA2	49,907	-	49,907	-	-	6/30/2016
92922FKX5	1,738,005	1,600,933	137,072	1,600,933	1,600,933	9/30/2016
76110HQ77	5,509,631	4,880,928	628,704	4,880,928	5,500,415	12/31/2016
86359BE31	2,426,173	2,182,746	243,427	2,182,746	2,264,458	12/31/2016
Total	<u>\$ 16,529,689</u>	<u>\$ 15,150,751</u>	<u>\$ 1,378,938</u>	<u>\$ 15,150,751</u>	<u>\$ 15,835,987</u>	

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

- (a) The aggregate amount of unrealized losses

(1) Less than 12 Months	<u>\$ 12,591,027</u>
(2) 12 Months or Longer	<u>\$ 2,531,563</u>

- (b) The aggregate related fair value of securities with unrealized losses

(1) Less than 12 Months	<u>\$ 619,999,687</u>
(2) 12 Months or Longer	<u>\$ 64,474,759</u>

E. Repurchase Agreements and/or Securities Lending Transactions

- (1) For Securities Lending Agreements, the Company requires a minimum of 102% and 105% of the fair value of the domestic and foreign securities loaned at the outset of the contract as collateral. If at any time the fair value of collateral declines to less than 102% and 105% of the domestic and foreign securities purchase price, the counterparty is obligated to provide additional collateral to bring the total collateral held by the Company to at least 102% and 105% of the securities' purchase price.
- (2) The Company has not pledged any of its assets as collateral.

- (3) Collateral Received

- (a) Aggregate Amount of Cash Collateral Received

- (1) Repurchase Agreement – NONE
 (2) Securities Lending

	Fair Value
(a) Open	\$ 189,815,862
(b) 30 Days or Less	-
(c) 31 to 60 Days	-
(d) 61 to 90 Days	-
(e) Greater than 90 days	-
(f) Sub-Total	<u>189,815,862</u>
(g) Securities Received	-
(h) Total Collateral Received	<u>\$ 189,815,862</u>

- (3) Dollar Repurchase Agreement – NONE

NOTES TO FINANCIAL STATEMENTS

- (b) The aggregate fair value of all securities acquired from the sale, trade or use of the accepted collateral is \$189,815,862.
- (c) Cash collateral received from borrowers on the loaned securities is remitted to US Bank for investment in accordance with the Company's Reinvestment guidelines. Cash collateral, if any, is reinvestment in short-term investments.

(4) N/A

(5) Collateral Reinvestment

- (a) Aggregate Amount of Cash Collateral Reinvested

(1) Repurchase Agreement – NONE

(2) Securities Agreement

	(1)	(2)
	Amortized Cost	Fair Value
(a) Open	\$ 189,815,862	\$ 189,815,862
(b) 30 Days or Less	-	-
(c) 31 to 60 Days	-	-
(d) 61 to 90 Days	-	-
(e) 91 to 120 Days	-	-
(f) 121 to 180 Days	-	-
(g) 181 to 365 Days	-	-
(h) 1 to 2 Years	-	-
(i) 2 to 3 Years	-	-
(j) Greater than 3 Years	-	-
(k) Sub-Total	<u>189,815,862</u>	<u>189,815,862</u>
(l) Securities Received	-	-
(m) Total Collateral Reinvested	<u><u>\$ 189,815,862</u></u>	<u><u>\$ 189,815,862</u></u>

(3) Dollar Repurchase Agreement – NONE

(6) Cash flow modeling was performed on all of these securities using current and expected market based assumptions, which showed that the investor will receive cash flow the percent of value of which is equal to the adjusted statement value. Therefore, any impairment is considered not other than temporary.

(7) N/A

F. Real Estate

- (1) There were no impairment losses recorded on real estate investments during the years presented.
- (2) The Company has not sold or classified real estate investments as held for sale.
- (3) The Company has not experienced changes to a plan of sale for an investment in real estate.
- (4) The Company does not engage in retail land sales operations.
- (5) The Company does not hold real estate investments with participating mortgage loan features.

G. Investments in low-income housing tax credits (LIHTC) – NONE

NOTES TO FINANCIAL STATEMENTS**H. Restricted Assets****(1)**

Restricted Asset Category	Total General Account	Gross Restricted					Total From Prior Year	Increase/(Decrease)	Total Current Year Admitted Restricted	Percentage	
		Current Year		Gross Restricted						8	9
		1	2	3	4	5	6	7	8	9	10
		G/A Supporting S/A Restricted Assets (a)	Total Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total				Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.65%
b. Collateral held under security lending arrangements	189,815,862	-	-	-	189,815,862	124,574,226	65,241,636	189,815,862	0.65%	0.65%	
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	-	-	
d. Subject to reverse repurchase agreements	58,000,000	-	-	-	58,000,000	157,000,000	(99,000,000)	58,000,000	0.20%	0.20%	
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	-	-	
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	-	-	
g. Placed under option contract	-	-	-	-	-	-	-	-	-	-	
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	-	-	-	-	-	-	-	-	-	-	
i. FHLB capital stock	36,552,300	-	-	-	36,552,300	36,552,300	-	36,552,300	0.13%	0.13%	
j. On deposit with state	9,095,509	-	-	-	9,095,509	9,211,562	(116,053)	9,095,509	0.03%	0.03%	
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-	-	-	-	
l. Pledged as collateral to FHLB (including assets backing funding agreements)	381,433,580	-	-	-	381,433,580	412,549,221	(31,115,641)	381,433,580	1.31%	1.31%	
m. Pledged as collateral not captured in other categories	-	-	-	-	-	-	-	-	-	-	
n. Other restricted assets	141,031	-	-	-	141,031	243,949	(102,918)	141,031	0.00%	0.00%	
o. Total restricted assets	\$ 675,038,282	\$ -	\$ -	\$ -	\$ 675,038,282	\$ 740,131,258	\$ (65,092,976)	\$ 675,038,282	2.31%	2.32%	

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories – NONE

(3) Detail of Other Restricted Assets

Other Restricted Assets	Total General Account	Gross (Admitted & Nonadmitted) Restricted					Total From Prior Year	Increase/(Decrease)	Total Current Year Admitted Restricted	Percentage				
		Current Year								8	9			
		G/A Supporting S/A Restricted Assets (a)	Total Separate Account Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total					9	10			
									Total Current Year Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Assets	Admitted to Total Admitted Assets			
Mortgage Participation	\$ 141,031	\$ -	\$ -	\$ -	\$ 141,031	\$ 243,949	\$ (102,918)	\$ 141,031	0.00%	0.00%				
Total	\$ 141,031	\$ -	\$ -	\$ -	\$ 141,031	\$ 243,949	\$ (102,918)	\$ 141,031	0.00%	0.00%				

NOTES TO FINANCIAL STATEMENTS

(4) Collateral Received and Reflected as assets within the Reporting Entity's Financial Statements

	Book/Adjusted Carrying Value	Fair Value	% of BACV to Total Assets (Admitted & Nonadmitted)	% of BACV to Total Admitted Assets
a. Cash	-	-	0.00%	0.00%
b. Schedule D, Part 1	390,529,089	395,922,965	4.64%	4.72%
c. Schedule D, Part 2, Sec. 1	-	-	0.00%	0.00%
d. Schedule D, Part 2, Sec. 2	36,552,300	36,552,300	0.44%	0.44%
e. Schedule B	141,031	143,175	0.00%	0.00%
f. Schedule A	-	-	0.00%	0.00%
g. Schedule BA, Part 1	-	-	0.00%	0.00%
h. Schedule DL, Part 1	189,815,862	189,815,862	2.26%	2.30%
i. Other	58,000,000	58,000,000	0.69%	0.70%
J. Collateral Assets	675,038,282	680,434,302	8.03%	8.16%
k. Recognized Obligation to Return Collateral Asset		Amount	% of Liability to Total Liabilities	
		-	0.00	

I. Working Capital Finance Investments (WCFI) – NONE

J. Offsetting and Netting of Assets and Liabilities – NONE

K. Structured Notes – NONE

L. 5* Securities

Investment	Number of 5* Securities		Aggregate BACV		Aggregate Fair Value	
	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds - AC	-	-	-	-	-	-
(2) LB&SS - AC	1	-	\$ 31,727	-	\$ 33,708	-
(3) Preferred Stock - AC	-	-	-	-	-	-
(4) Preferred Stock - FV	-	-	-	-	-	-
(5) Total	1	-	\$ 31,727	-	\$ 33,708	-

6. Joint Ventures, Partnerships and Limited Liability Companies - NONE

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceeded 10% of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

7. Investment Income

- A. Due and accrued income was excluded from investment income on the following basis:

Bonds - where collection of interest is uncertain, are placed on non-accrual status.

Due and accrued income was excluded from surplus on the following basis: all investment income due and accrued on bonds in default as to principal and interest.

The total amount excluded: NONE

NOTES TO FINANCIAL STATEMENTS**8. Derivative Instruments****A. Market risk, credit risk and cash requirements**

As of December 31, 2016, the Company holds over-the-counter equity put options in order to hedge the exposure on its variable annuity riders. Generally speaking, the options increase in value if the underlying equity index goes down. Conversely, if the underlying equity index goes up, the options decrease in value, but cannot fall by more than the purchase price. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The put options have been entered into with counterparties that have a credit rating of A-/A3 or higher. The only cash requirement of these options is the initial purchase price.

As of December 31, 2016, the Company holds a position in exchange-traded futures on various equity indices and currencies to hedge the downside market risk of the guarantees in its variable annuity contracts. These futures increase in value when the markets go down and decrease in value when the markets go up. Margin for the change in value is calculated every day and must be posted if there is a deficit and credited if there is a surplus. Additionally, initial margin is posted by participants on each side of a futures trade. Together, these collateral support mechanisms minimize the credit risk of futures. There is no premium charge to enter into a future, but cash or Treasury Securities must be posted for initial margin and cash exchanged each subsequent day for changes in value, as noted above.

As of December 31, 2016, the Company holds over-the-counter options on interest rate swaps in order to provide a macro hedge against falling interest rates. Generally speaking, the options increase in value if the underlying swap rate goes down. If the underlying swap rate goes up, the options decrease in value, but cannot fall by more than the purchase price. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The options have been entered into with counterparties that have a credit rating of A-/A3 or higher. The only cash requirement of these options is the initial purchase price.

As of December 31, 2016, the Company holds a position in a cross currency swap converting Euro currency flows to U.S. Dollar flows on a Euro-denominated bond.

As of December 31, 2016, the Company holds over-the-counter equity call options in order to hedge the exposure of its Fixed Index Annuity product. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The call options have been entered into with counterparties that have a credit rating of A-/A3 or higher.

B. Company objectives for using derivatives

The objective of ONLIC's use of equity puts, calls, equity futures and currency futures is to hedge against a decline in the equity and currency markets. These instruments are employed as fair value hedges against the Company's obligations. The primary Company obligation is a guaranty of the investment portfolios held by policyholders.

The objective of ONLIC's cross currency swap is to exchange Euro currency flows for U.S. Dollar currency flows, which is the primary currency of the investment portfolio.

The objective of ONLIC's use of swaptions is to hedge against falling interest rates.

C. Derivative Accounting Policies

Futures and foreign currency holdings are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income. During 2016, the Company recognized \$197,643,526 in losses in the statement of operations of which \$182,112,322 is Funds Withheld for the benefit of Sycamore Re (an affiliate), netting to \$15,531,205 which represented as part of the Summary of Operations line 34. During 2015, the Company recognized \$39,322,060 in losses in the statement of operations of which \$35,945,134 is Funds Withheld for the benefit of Sycamore Re (an affiliate), netting to \$3,376,926 which is represented as part of the Summary of Operations Line 34.

The put options are carried at fair value. In 2016, the realized loss from maturing put options was \$19,354,756 in the statement of operations of which \$16,450,063 is Funds Withheld for the benefit of Sycamore Re (an affiliate) netting to \$2,904,693 which is represented as part of the Summary of Operations Line 34. In 2015, the realized loss from maturing put options was \$28,855,278 in the statement of operations of which \$25,105,959 is Funds Withheld for the benefit of Sycamore Re (an affiliate) netting to \$3,749,319 which is represented as part of the Summary of Operations Line 34.

D. Change in unrealized gain or loss during the year – NONE**E. Change in unrealized gain or loss during the year for hedges that no longer qualify for hedge accounting – NONE****F. Derivatives accounted for as cash flow hedges – NONE**

NOTES TO FINANCIAL STATEMENTS**9. Income Taxes**

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

1.

	12/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$ 307,687,778	\$ 5,906,152	\$ 313,593,930
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	307,687,778	5,906,152	313,593,930
(d) Deferred Tax Assets Nonadmitted	109,304,620	-	109,304,620
(e) Subtotal Net Deferred Tax Assets (1c - 1d)	198,383,158	5,906,152	204,289,310
(f) Deferred Tax Liabilities	57,992,932	1,258,570	59,251,502
(g) Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 140,390,226	\$ 4,647,582	\$ 145,037,808

	12/31/2015		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1+2) Total
(a) Gross Deferred Tax Assets	\$ 248,418,592	\$ 8,333,439	\$ 256,752,031
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	248,418,592	8,333,439	256,752,031
(d) Deferred Tax Assets Nonadmitted	92,459,481	-	92,459,481
(e) Subtotal Net Deferred Tax Assets (1c - 1d)	155,959,111	8,333,439	164,292,550
(f) Deferred Tax Liabilities	61,595,061	1,071,081	62,666,142
(g) Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 94,364,050	\$ 7,262,358	\$ 101,626,408

	Change		
	(7)	(8)	(9)
	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
(a) Gross Deferred Tax Assets	\$ 59,269,186	\$ (2,427,287)	\$ 56,841,899
(b) Statutory Valuation Allowance Adjustment	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a-1b)	59,269,186	(2,427,287)	56,841,899
(d) Deferred Tax Assets Nonadmitted	16,845,139	-	16,845,139
(e) Subtotal Net Deferred Tax Assets (1c - 1d)	42,424,047	(2,427,287)	39,996,760
(f) Deferred Tax Liabilities	(3,602,129)	187,489	(3,414,640)
(g) Net Admitted Deferred Tax Assets/(Net Deferred Liability) (1e-1f)	\$ 46,026,176	\$ (2,614,776)	\$ 43,411,400

NOTES TO FINANCIAL STATEMENTS

2.

12/31/2016		
(1)	(2)	(3)
Ordinary	Capital	(Col 1+2) Total

Admission Calculation Components - SSAP 101

(a)	Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ 6,667,862	\$ 3,866,323	\$ 10,534,185
(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)	132,463,795	2,039,828	134,503,623
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Follow ing the Balance Sheet Date	132,463,795	2,039,828	134,503,623
2.	Adjusted Gross Deferred Tax Assets Allow ed per Limitation Threshold	XXX	XXX	140,508,590
(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	59,251,502	-	59,251,502
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101	\$ 198,383,159	\$ 5,906,151	\$ 204,289,310
	Total (2(a)+2(b)+(2c))	<u><u>\$ 198,383,159</u></u>	<u><u>\$ 5,906,151</u></u>	<u><u>\$ 204,289,310</u></u>

NOTES TO FINANCIAL STATEMENTS

12/31/2015		
(4)	(5)	(6)
Ordinary	Capital	(Col 4+5) Total

Admission Calculation Components - SSAP 101

(a)	Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ 35,905,254	\$ 8,333,439	\$ 44,238,693
(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)	57,387,715	-	57,387,715
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Follow ing the Balance Sheet Date	57,387,715	-	57,387,715
2.	Adjusted Gross Deferred Tax Assets Allow ed per Limitation Threshold	XXX	XXX	147,770,296
(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	62,666,142	-	62,666,142
(d)	Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2(a)+2(b)+(2c)	\$ 155,959,111	\$ 8,333,439	\$ 164,292,550

NOTES TO FINANCIAL STATEMENTS

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

Admission Calculation Components - SSAP 101

(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks	\$ (29,237,392)	\$ (4,467,116)	\$ (33,704,508)
(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)	75,076,080	2,039,828	77,115,908
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	75,076,080	2,039,828	77,115,908
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	(7,261,706)
(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	(3,414,640)	-	(3,414,640)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101			
Total (2(a)+2(b)+(2c)	<u>\$ 42,424,048</u>	<u>\$ (2,427,288)</u>	<u>\$ 39,996,760</u>

(3)

Impact of Tax Planning Strategies	2016	2015
(a) Ratio Percentage Used To Determine Recovery Period and Threshold Limitation Amount	1000%	1172%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 above	1,047,912,712	1,129,006,623

NOTES TO FINANCIAL STATEMENTS

4.

12/31/2016		
(1)	(2)	(3) (Col 1+2)
Ordinary Percent	Capital Percent	Total Percent

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)	307,687,778	5,906,152	313,593,930
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	198,383,158	5,906,152	204,289,310
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxs planning strategies	13%	1%	14%

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

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)	248,418,592	8,333,439	256,752,031
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	155,959,111	8,333,439	164,292,550
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxs planning strategies	0%	3%	3%

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

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)	59,269,186	(2,427,287)	56,841,899
2 Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0%	0%	0%
3 Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	42,424,047	(2,427,287)	39,996,760
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of taxs planning strategies	13%	-2%	11%

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

B. Unrecognized deferred tax liabilities

- (1) There are no temporary differences for which deferred tax liabilities are not recognized.
 (2) N/A
 (3) N/A
 (4) N/A

NOTES TO FINANCIAL STATEMENTS

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

	(1) 12/31/2016	(1) 12/31/2015	(3) (Col 1-2) Change
(1) Current Income Tax			
(a) Federal	\$ (11,991,413)	\$ 9,098,394	\$ (21,089,807)
(b) Foreign	-	-	-
(c) Subtotal	(11,991,413)	9,098,394	(21,089,807)
(d) Federal Income tax on net capital gains	2,075,129	5,056,232	(2,981,103)
(e) Utilization of capital loss carry-forward	-	-	-
(f) Other	(2,510,201)	(3,259,681)	749,480
(g) Federal and foreign income taxes incurred	\$ (12,426,485)	\$ 10,894,945	\$ (23,321,430)
(2) Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ -	\$ -	\$ -
(2) Unearned premium reserve	-	2,179,948	(2,179,948)
(3) Policyholder reserves	108,002,507	99,489,106	8,513,401
(4) Investments	4,187,926	6,209,171	(2,021,245)
(5) Deferred acquisition costs	80,283,980	74,553,239	5,730,741
(6) Policyholder dividends accrual	30,608,278	27,325,848	3,282,430
(7) Fixed assets	4,541,634	-	4,541,634
(8) Compensation and benefits accrual	23,319,182	19,216,174	4,103,008
(9) Pension accrual	-	-	-
(10) Non-admitted Assets	6,555,568	13,201,866	(6,646,298)
(11) Net operating loss carry-forward	46,946,387	4,468,081	42,478,306
(12) Tax credit carry-forward	3,242,316	1,775,159	1,467,157
(99) Subtotal	307,687,778	248,418,592	59,269,186
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	109,304,620	92,459,481	16,845,139
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	198,383,158	155,959,111	42,424,047
(e) Capital:			
(1) Investments	5,906,152	8,333,439	(2,427,287)
(2) Net capital loss carry-forward	-	-	-
(3) Real Estate	-	-	-
(4) Other (including items<5% of total capital tax assets)	-	-	-
(99) Subtotal	5,906,152	8,333,439	(2,427,287)
(f) Statutory valuation allowances adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	5,906,152	8,333,439	(2,427,287)
(i) Admitted deferred tax assets (2d + 2h)	204,289,310	164,292,550	39,996,760
(3) Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	11,813	156,342	(144,529)
(2) Fixed assets	651,392	488,468	162,924
(3) Deferred and uncollected premium	21,707,231	18,739,125	2,968,106
(4) Policyholder reserves	-	-	-
(5) Section 807(f) Adjustment	35,060,723	39,802,944	(4,742,221)
(6) Other (including items<5% of total capital tax liabilities)	561,773	2,408,182	(1,846,409)
(99) Subtotal	57,992,932	61,595,061	(3,602,129)
(b) Capital:			
(1) Investments	1,258,570	1,071,081	187,489
(2) Real Estate	-	-	-
(3) Other (including items<5% of total capital tax liabilities)	-	-	-
(99) Subtotal	1,258,570	1,071,081	187,489
(c) Deferred tax liabilities (3a99 + 3b99)	59,251,502	62,666,142	(3,414,640)
(4) Net deferred tax assets/liabilities (2i - 3c)	\$ 145,037,808	\$ 101,626,408	\$ 43,411,400

NOTES TO FINANCIAL STATEMENTS

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

	December 31, 2016	Effective Tax Rate
(1) Provision computed at statutory rate	\$ 8,999,624	35.0%
(2) Dividends received deduction	(53,345,664)	-207.5%
(3) IMR	(2,319,131)	-9.0%
(4) Change in equity of subsidiaries	(14,108,033)	-54.9%
(5) Change in non-admitted DTA	694,042	2.7%
(6) Prior period adjustments	601,509	2.3%
(7) Cost allocation under IRC 482	(3,202,457)	-12.5%
(8) Tax contingencies	2,191,422	8.5%
(9) Change in reinsurance	-	0.0%
(10) Tax Credits	(8,768,804)	-34.1%
(11) Other	(2,389,763)	-9.3%
(12) Total	<u>\$ (71,647,255)</u>	<u>-278.6%</u>
 Federal and foreign taxed incurred	 \$ (14,501,615)	 -
Realized capital gains (losses) tax	2,075,129	-
Change in net deferred income taxes	(59,220,769)	-
Total current statutory income taxes	<u>\$ (71,647,255)</u>	<u></u>

- E. (1) The Company has no net operating loss carryforward. At December 31, 2016, the Company had \$49,946,387 in alternative minimum tax, general business and foreign income tax credit carryforwards.
- (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 loss:

2016 (current year)	\$ -
2015 (current year-1)	\$ -
2014 (current year-2)	10,534,185
	<u>\$ 10,534,185</u>

- (3) The aggregate amount of deposits reported as admitted assets under Section 6603 of the Internal Revenue Service (IRS) Code was \$0 as of December 31, 2016.

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

Ohio National Life Assurance Corporation, National Security Life and Annuity Company, Kenwood Re., Inc., Montgomery Re, Inc., Camargo Re Captive, Inc. and Sycamore Re, LTD as part of the life/non-life consolidated return of the common parent, Ohio National Mutual Holdings, Inc.

- (2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocations are based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled quarterly.

- G. (1) Federal or Foreign Income Tax Loss Contingencies:

The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. The Company is a stock life insurance company whose shares of stock are owned entirely by Ohio National Financial Services, Inc. (ONFS), an intermediate holding company whose shares of stock are owned entirely by Ohio National Mutual Holdings, Inc. (ONMH), a mutual insurance holding company whose members are exclusively the life insurance and annuity policyholders of the Company.

ONMH and ONFS have each entered into Pledge and Security Agreements with the Company, whereby the assets of ONMH and ONFS were assigned and pledged to the Company, and the Company was granted a security interest therein, for purposes of satisfying the claims of the Company's policyholders in the event that proceedings involving the Company are ever commenced pursuant to the provisions of Ohio law relating to the supervision, rehabilitation or liquidation of insurers (Ohio Revised Code Sections 3903.01 to 3903.76).

Ohio National Life Assurance Corporation (ONLA), National Security Life and Annuity Company (NSLA), Montgomery Re, Inc. (MONT), Kenwood Re, Inc. (KENW), Camargo Re Captive, Inc. (CMGO), Ohio National Investments, Inc. (ONII), Ohio National Equities, Inc. (ONEQ) and The O.N. Equity Sales Company (ONES) are all wholly owned subsidiaries of the Company.

- B. The Company's investment income reflects dividends of \$28,000,000, \$1,300,000, \$0, \$1,000,665, \$9,000,000 and \$1,008,000 in 2016 and \$29,000,000, \$0, \$10,000,000, \$2,013,000, \$8,500,000 and \$0 in 2015 from its wholly owned subsidiaries, ONLA, NSLA, MONT, ONEQ, ONII and ONES, respectively.

Dividends to the Company's parent, ONFS, are summarized below:

	2016	2015
Dividends declared and unpaid (P3, L23, C1)	\$ -	\$ -
Dividends paid in cash (P5, L16.5, C1)	75,000,000	90,000,000
Dividends declared and unpaid (prior year) (P3, L23, C2)	-	-
Dividends to stockholders (P4, L52, C1)	<u>\$ 75,000,000</u>	<u>\$ 90,000,000</u>

NOTES TO FINANCIAL STATEMENTS

- C. The Company had no transactions with respect to changes in company arrangements.
- D. For the years ended December 31, 2016 and December 31, 2015, the Company reported a "Receivable from parents, subsidiaries and affiliates" of \$24,202,586 and \$24,252,329 and a "Payable to parents, subsidiaries and affiliates" of \$101,697,127 and \$179,070,036, respectively. Inter-company balances are settled in cash, generally within thirty days of the respective reporting date.

With the exception of the items mentioned in section "A" above, the company has no guarantees to related parties.

- E. The Company does not have guarantees or undertakings for the benefit of an affiliate, which results in a material contingent exposure of the Company's assets and liabilities

- F. The Company has an agreement to provide personnel, EDP equipment, and supplies to ONLA. This agreement was approved by the Ohio Department of Insurance. Generally, the apportionment shall be based upon specifically identifying the expense to the incurring entity. Where this is not feasible, apportionment shall be based upon pertinent factors or ratios. The terms call for a cash settlement at least quarterly. The amount that the Company owed ONLA was \$2,419,072 and \$0 as of December 31, 2016 and 2015, respectively. Charges for all services totaled \$57,204,422 and \$66,248,000 for the years ended 2016 and 2015, respectively.

ONFS provides services for executive management and EDP equipment placed in service after December 31, 2000, to the Company. For the years ended 2016 and 2015, the Company recorded expenses of \$19,383,527 and \$17,519,984, respectively for these services.

The Company paid \$5,565,961 and \$5,132,416 for rent and operating expenses on the home office to ONFS for the years ended 2016 and 2015, respectively.

The Company is a party to an agreement with ONMH and most of its direct and indirect subsidiaries whereby the Company shall maintain a common checking account. It is the Company's duty to maintain sufficient funds to meet the reasonable needs of each party on demand. The Company must account for the balances of each party daily. Such funds are deemed to be held in escrow by the Company for the other parties. Settlement is made daily for each party's needs from or to the common account. It is the Company's duty to invest excess funds in an interest bearing account and/or short term highly liquid investments. The Company will credit interest monthly at the average interest earned for positive cash balances during the period or charge interest on any negative balances. Interest expense was \$183,875 and \$225,401 for the years ended December 31, 2016 and December 31, 2015, respectively. The parties agree to indemnify one another for any losses of any nature relating to a party's breach of its duties under the terms of the agreement. The Company held the following balances for the participating entities in Page 3 Line 24.4, Payable to parent, subsidiaries and affiliates in the general account of the Annual Statement at December 31, 2016 and 2015:

	2016	2015
ONLA	\$ 43,463,258	\$ 68,665,721
Suffolk Capital Management LLC	-	949,325
ONFS	3,251,392	23,293,515
SYRE	12,669,596	27,361,898
ONII	825,909	171,321
MONT	5,868,228	4,418,821
ONMH	-	190,864
ONFlight Inc.	1,178,722	2,365,636
ON Global Holdings, LLC	851	1,373
Kenwood Re	7,201,800	15,410,913
ONTech, LLC	1,567,889	184,004
Financial Way Reality, Inc	14,552,815	9,678,132
ON Foreign Holdings, LLC	251,338	1,112,402
CMGO	5,144,690	20,000,000
Total	\$ 95,976,488	\$ 173,803,925

- G. All outstanding shares of the Company are owned by the parent company, ONFS, an intermediate holding company whose shares of stock are owned entirely by ONMH, a mutual insurance holding company domiciled in the State of Ohio.
- H. The Company has no investments in upstream affiliates.
- I. The carries ONLA, a wholly owned life insurance company subsidiary, at statutory equity. The following is a summary of 2016 and 2015 financial information for ONLA:

	2016	2015
Total Assets	\$ 3,956,973,955	\$ 3,688,526,946
Total Liabilities	\$ 3,679,023,277	\$ 3,407,019,328
Total Surplus and Capital	\$ 277,950,678	\$ 281,507,615
Net Income	\$ 14,115,878	\$ 20,834,289

There were no other subsidiaries, controlled entities, or affiliates that exceeded 10% of the admitted assets.

- J. The Company did not recognize any impairment write-down for its investments in subsidiary companies during this statement period.
- K. CARVM assumptions for adjusting foreign subsidiary annuity reserves from GAAP – N/A
- L. Valuation of a downstream noninsurance holding company – N/A

NOTES TO FINANCIAL STATEMENTS

M. Common stock of unconsolidated nonlife insurance subsidiaries at statutory equity recorded in the statutory statement of admitted assets, liabilities, and capital and surplus consists of the statutory equity of ONII, ONEQ, and ONESCO. At December 31, 2016 and 2015, no subsidiary's common stock exceeded 10% of the Company's admitted assets.

Description of SCA Investment	12/31/2015 Gross Amount (Balance Sheet)	12/31/2015 Nonadmitted Amount	Date of filing to NAIC	Type of NAIC Filing (Sub1 or Sub 2)	NAIC Response Received (Yes or No)	NAIC Valuation (Amount)	NAIC Disallowed Valuation Method (YES/NO)
ONEQ	\$ 9,717,529	-	06/24/2016	Sub 2	Yes	\$ 9,717,529	NO
ONESCO	\$ 5,145,754	-	06/24/2016	Sub 2	Yes	\$ 5,145,754	NO

N. The Company does not report an investment in an insurance subsidiaries, controlled entities, or affiliates for which the audited statutory equity reflects a departure from the NAIC statutory accounting practices and procedures.

11. Debt

A. As of December 31, 2016 and 2015, the Company has access to a \$170,000,000 automatic revolving credit facility. The automatic revolving credit facility was not utilized in 2016 or 2015. As of December 31, 2016 and 2015, the Company's outstanding credit draw was \$0. Total interest & fees paid in 2016 and 2015 was \$0.

B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, and by purchasing FHLB stock, the Company can enter into deposit contracts. The Company had outstanding deposit contracts of \$350,000,000 and \$350,000,000 as of December 31, 2016 and December 31, 2015, respectively. The table below indicates the amount of FHLB of Cincinnati stock purchased, collateral pledged, and additional funding capacity available related to the agreement with FHLB of Cincinnati.

(2) FHLB Capital Stock

(a) Aggregate Totals

1. Current Year

	1 Total 2+3	2	3
		General Account	Separate Accounts
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	25,000,000	25,000,000	-
(c) Activity Stock	11,552,300	11,552,300	-
(d) Excess Stock	-	-	-
(e) Aggregate Total	36,552,300	36,552,300	-
(f) Actual or estimated borrowing Capacity as Determined by the Insurer			
	577,615,000	577,615,000	-

2. Prior Year

	1 Total 2+3	2	3
		General Account	Separate Accounts
(a) Membership Stock - Class A	-	-	-
(b) Membership Stock - Class B	25,000,000	25,000,000	-
(c) Activity Stock	11,552,300	11,552,300	-
(d) Excess Stock	-	-	-
(e) Aggregate Total	36,552,300	36,552,300	-
(f) Actual or estimated borrowing Capacity as Determined by the Insurer			
	577,615,000	577,615,000	-

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

Membership Stock	1 Current Year Total	2 Not Eligible for Redemption	3 Less Than 6 Months	4 6 months to Less Than 1 year	5	6
					Less Than 1 year	1 to Less Than 3 Years
1. Class A	-	-	-	-	-	-
2. Class B	25,000,000	25,000,000	-	-	-	-

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Pledged to FHLB

(a) Amount Pledged as of Reporting Date

1. Current Year Total General and Separate Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	385,691,432	381,433,580	350,000,000

2. Current Year General Account

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	385,691,432	381,433,580	350,000,000

3. Current Year Separate Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	0	0	0

4. Prior Year-end Total General and Separate Accounts

	Fair Value	Carrying Value	Aggregate Total Borrowing
Total Collateral Pledged	419,795,750	412,549,221	350,000,000

(b) Maximum Amount Pledged During Reporting Year

1. Current Year Total General and Separate Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	440,176,380	417,573,830	350,000,000

2. Current Year General Account

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	440,176,380	417,573,830	350,000,000

3. Current Year Separate Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	0	0	0

4. Prior Year-end Total General and Separate Accounts

	Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
Maximum Collateral Pledged	431,216,662	417,364,815	350,000,000

NOTES TO FINANCIAL STATEMENTS

(4) Borrowing from FHLB.

(a) Amount as of Reporting Date

1. Current Year

	1 Total 2+3	2 General Account	3 Separate Account	4 Funding Agreements Reserves Established
(a) Debt				
(b) Funding Agreements	350,000,000	350,000,000	-	350,000,003
(c) Other				
(d) Aggregate Total	350,000,000	350,000,000	-	350,000,003

2. Prior Year

	Total 2+3	General Account	Separate Account	Funding Agreements Reserves Established
(a) Debt				
(b) Funding Agreements	350,000,000	350,000,000	-	349,608,870
(c) Other				
(d) Aggregate Total	350,000,000	350,000,000	-	349,608,870

(b) Maximum Amount during Reporting Period (Current Year)

	1 Total 2+3	2 General Account	3 Separate Accounts
(a) Debt			
(b) Funding Agreements	350,000,000	350,000,000	-
(c) Other			
(d) Aggregate Total	350,000,000	350,000,000	-

(c) FHLB – Prepayment Obligations

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

1. Debt	NO
2. Funding Agreements	NO
3. Other	NO

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans

- A. The Company sponsors a funded pension plan covering substantially all home office employees hired before January 1, 1998. Retirement benefits are based on years of service and the highest average earnings in five of the last ten years. The Company currently offers eligible retirees the opportunity to participate in a health plan. The Company has two post-retirement health plans (other benefits); one offered to home office employees, the other offered to qualifying agents. Also, a group life benefit is provided for eligible retired home office employees and career agents.

Home Office Plans

Only home office employees hired prior to January 1, 1998, may become eligible for these benefits provided that the employee meets the age and years of service requirements. An employee becomes eligible for early retirement as follows: age 55 with 20 years of credited service at retirement, age 56 with 18 years of service, age 57 with 16 years of service grading to age 64 with 2 years of service. For participants younger than age 65, the Plan provides a fixed portion of the health insurance contract premium. For participants age 65 and older, the Plan provides a fixed dollar amount which the participant must use to independently purchase their own insurance. The portion the Company pays is periodically increased and is a function of participant service.

Agents' Plans

Only qualifying agents with contracts effective prior to January 1, 1998 are eligible for post-retirement benefits. The Health plan is contributory, with retirees contributing approximately 50% of premium for coverage. As with all plan participants, the Company reserves the right to change the premium contribution at renewal.

NOTES TO FINANCIAL STATEMENTS

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

(1) Change in benefit obligation

	Overfunded		Underfunded	
	2016	2015	2016	2015
(a) Pension Benefits				
1. Benefit Obligation at beginning of year	\$ -	\$ -	\$ 76,597,000	\$ 81,679,000
2. Service Cost	-	-	2,106,000	2,408,000
3. Interest Cost	-	-	4,014,000	3,779,000
4. Contribution by plan participants	-	-	-	-
5. Actuarial gain (loss)	-	-	9,525,000	(4,750,000)
6. Foreign currency exchange rate changes	-	-	-	-
7. Benefits paid	-	-	(2,461,000)	(6,519,000)
8. Plan amendments	-	-	-	-
Business combinations, divestitures, curtailments,				
9. settlements and special termination benefits	-	-	-	-
10. Benefit obligation at end of year ⁽¹⁾	\$ -	\$ -	\$ 89,781,000	\$ 76,597,000
(b) Postretirement Benefits				
1. Benefit Obligation at beginning of year	\$ -	\$ -	\$ 6,279,000	\$ 5,018,000
2. Service Cost	-	-	75,000	44,000
3. Interest Cost	-	-	379,000	220,000
4. Contribution by plan participants	-	-	-	-
5. Actuarial gain (loss)	-	-	1,396,000	1,197,000
6. Foreign currency exchange rate changes	-	-	-	-
7. Benefits paid	-	-	(211,000)	(200,000)
8. Plan amendments	-	-	-	-
Business combinations, divestitures, curtailments,				
9. settlements and special termination benefits	-	-	-	-
10. Benefit obligation at end of year ⁽¹⁾	\$ -	\$ -	\$ 7,918,000	\$ 6,279,000
(c) Special or Contractual Benefits per SSAP No. 11				
1. Benefit Obligation at beginning of year	\$ -	\$ -	\$ -	\$ -
2. Service Cost	-	-	-	-
3. Interest Cost	-	-	-	-
4. Contribution by plan participants	-	-	-	-
5. Actuarial gain (loss)	-	-	-	-
6. Foreign currency exchange rate changes	-	-	-	-
7. Benefits paid	-	-	-	-
8. Plan amendments	-	-	-	-
Business combinations, divestitures, curtailments,				
9. settlements and special termination benefits	-	-	-	-
10. Benefit obligation at end of year	\$ -	\$ -	\$ -	\$ -

(2) Change in plan assets

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
	2016	2015	2016	2015	2016	2015
(a) Fair value of plan assets at beginning of year	\$ 54,273,000	\$ 56,355,000	\$ -	\$ -	\$ -	\$ -
(b) Actual return on plan assets	4,031,000	(1,162,000)	-	-	-	-
(c) Foreign currency exchange rate changes	-	-	-	-	-	-
(d) Reporting entity contribution	4,485,000	5,000,000	-	-	-	-
(e) Plan participants' contributions	-	-	-	-	-	-
(f) Benefits paid	(2,313,000)	(5,920,000)	-	-	-	-
(g) Business combinations, divestitures and settlements	-	-	-	-	-	-
(h) Fair value of plan assets at end of year	\$ 60,476,000	\$ 54,273,000	\$ -	\$ -	\$ -	\$ -

NOTES TO FINANCIAL STATEMENTS**(3) Funded Status**

	Pension Benefits				Postretirement Benefits	
	2016	2015	2016	2015		
Overfunded:						
(a) Assets (nonadmitted)						
1. Prepaid benefits costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Overfunded plan assets	-	-	-	-	-	-
3. Total assets (nonadmitted)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Underfunded:						
(b) Liabilities recognized						
1. Accrued benefit costs	\$ (5,128,000)	\$ (5,521,000)	\$ 6,240,000	\$ 5,819,000		
2. Additional Liability for pension benefits	34,433,000	27,845,000	1,678,000	460,000		
3. Total liabilities recognized	\$ 29,305,000	\$ 22,324,000	\$ 7,918,000	\$ 6,279,000		
(c) Unrecognized liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(4) Components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
	2016	2015	2016	2015	2016	2015
(a) Service Cost	\$ 2,106,000	\$ 2,408,000	\$ 75,000	\$ 44,000	\$ -	\$ -
(b) Interest Cost	4,014,000	3,779,000	379,000	220,000	-	-
(c) Expected return on plan assets	(3,709,000)	(3,809,000)	-	-	-	-
(d) Amortization of unrecognized transition obligation or transition asset	-	-	-	-	-	-
Amount of recognized gains and losses	2,356,000	2,206,000	191,000	(199,000)	-	-
Amount of prior services cost recognized	260,000	260,000	(13,000)	(13,000)	-	-
(g) Amount of gain or loss recognized due to a settlement or curtailment	-	-	-	-	-	-
(h) Total net periodic benefit cost	\$ 5,027,000	\$ 4,844,000	\$ 632,000	\$ 52,000	\$ -	\$ -

(5) Amounts in unassigned funds (surplus)

recognized in the next fiscal year as components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
(a) Items not yet recognized as a component of net periodic cost - prior year	\$ 27,845,000	\$ 30,091,000	\$ 460,000	\$ (949,000)
(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	(260,000)	(260,000)	13,000	13,000
(e) Net gain and loss arising during the period	9,204,000	220,000	1,396,000	1,197,000
(f) Net gain and loss recognized	(2,356,000)	(2,206,000)	(191,000)	199,000
(g) Items not yet recognized as a component of net periodic cost - current year	\$ 34,433,000	\$ 27,845,000	\$ 1,678,000	\$ 460,000

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

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
(a) Net transition asset or obligation	\$ -	\$ -	\$ -	\$ -
(b) Net prior service cost or credit	260,000	260,000	(13,000)	(13,000)
(c) Net recognized (gains) and losses	2,973,000	2,223,000	198,000	50,000

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

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
(a) Net transition asset or obligation	\$ -	\$ -	\$ -	\$ -
(b) Net prior service cost or credit	454,000	714,000	399,000	(412,000)
(c) Net recognized (gains) and losses	33,979,000	27,131,000	2,077,000	872,000

NOTES TO FINANCIAL STATEMENTS

(8) Weighted-average assumptions used to determine net periodic benefit cost as of Jan 1:

	2016	2015
(a) Weighted average discount rate	5.28%	4.59%
(b) Expected long-term rate of return on plan assets	7.00%	7.00%
(c) Rate of Compensation increase	4.07%	3.81%

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

	2016	2015
(d) Weighted average discount rate	4.69%	5.28%
(e) Rate of Compensation increase	4.08%	3.86%

For benefit obligation measurement purposes, a 6.70 percent annual rate of increase in the per capita cost of covered health care benefits for pre-65 costs and 1.40 percent for post-65 costs was assumed for 2016. The rate was assumed to decrease gradually to 6.00% percent at 2020 for pre-65 costs and 0.70 percent for post-65 costs and remain at that level thereafter.

- (9) The amount of the accumulated benefit obligation for defined benefit pension plans was \$73,507,000 for the current year and \$61,537,000 for the prior year.
- (10) The Company has multiple non-pension post-retirement benefit plans. The health care plans are contributory, with participants' contributions adjusted annually; the life insurance plans are noncontributory. On July 1, 2013, the Company amended its home office postretirement health care plans to provide a fixed dollar amount each year towards eligible medical expenses.
- (11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
(a) Effect on total of service and interest cost components	39,000	(33,000)
(b) Effect on postretirement benefit obligation	495,000	(603,000)

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

Year(s)	Amounts
2017	16,631,000
2018	7,773,000
2019	8,112,000
2020	9,327,000
2021	9,199,000
2022-2025	47,751,000

- (13) The Company does not have any regulatory contribution requirements for 2016 and the Company currently intend to make voluntary contributions to the defined benefit pension plan of \$0 in 2016.

B. Investment Policy and Strategy

The assets of the Company's defined benefit pension plan are invested in a group variable annuity contract issued by the Company offering specific investment choices from various asset classes providing diverse and professionally managed options. The assets are invested in a mix of stocks, bonds and real estate securities in allocations as determined from time to time by the Pension Plan Committee. The target allocations are designed to balance the Plan's short-term liquidity needs and its long-term liabilities. The target allocations are currently 65% stocks and 35% bonds.

For diversification and risk control purposes, where applicable, each asset class is further divided into sub classes such as large cap, mid cap, small cap, growth, core and value for equity securities and U.S. domestic, global and high yield for debt securities. To the extent possible, each sub asset class utilizes multiple fund choices and no single fund contains more than 25% of the Plan assets (exclusive of any short-term increases in assets due to any Plan funding). The Plan performance is measured by a weighted benchmark consisting of equity and debt benchmarks in weights determined by the Plan committee.

The overall expected long-term rate of return on assets is determined by a weighted average return of bond and stock indexes. Bond securities (including cash) make up 40% of the weighted average return and stocks make up 60% of the weighted average return.

The following table shows the weighted average assets allocation by class of the Company's qualified pension plan assets as of December 31:

	2016	2015
Stocks	69%	71%
Bonds	31%	29%
Total	<u>100%</u>	<u>100%</u>

NOTES TO FINANCIAL STATEMENTS**C.**

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

Description for each class of plan assets:	(Level 1)	(Level 2)	(Level 3)	Total
Bond	\$ 18,487,000	\$ -	\$ -	\$ 18,487,000
Equity	40,962,000	-	-	\$ 40,962,000
Real Estate	1,027,000	-	-	\$ 1,027,000
Total Plan Assets	\$ 60,476,000	\$ -	\$ -	\$ 60,476,000

D. The overall expected long term rate of return on assets is determined by a weighted average return of fixed income and equity indexes.

E. Defined Contribution Plans

Substantially all home office employees hired after January 1, 1998, are covered under a defined contribution plan. Contributions of 3 percent of each employee's compensation are made each year. The expenses for the defined contribution plan were \$3,281,730 and \$2,672,281 for 2016 and 2015, respectively. The general agents plan provides benefits based on years of service and average compensation during the final five and ten years of service.

Insurance company employees are covered by a qualified defined contribution profit sharing plan sponsored by the insurance company. Company contributions to this plan are determined by management. The Company's contribution for the plan was \$6,450,000 and \$6,700,000 for 2016 and 2015, respectively.

F. The company does not participate in a multi-employer plan.**G. Consolidated/Holding Company Plans**

The Company participates in a qualified, noncontributory defined benefit pension plan and a nonqualified, noncontributory defined benefit pension plan sponsored by Ohio National Financial Services, Inc., an affiliate. In addition, the Company provides certain other postretirement benefits to retired employees through a plan sponsored by Ohio National Financial Services, Inc. The Company has no legal obligation for benefits under these plans, except for the qualified pension plan. Ohio National Financial Services, Inc., allocates amounts to the Company based on salary ratios. The Company's share of net expense for the pension plans was \$5,026,502 and \$4,843,803 for 2016 and 2015, respectively and for other postretirement benefit plans was a benefit of \$631,535 and \$52,369 for 2016 and 2015, respectively.

H. Postemployment Benefits and Compensated Absences- NONE**I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)**

(1) Recognition of existence of the Act

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 (the Act) was signed into law in December of 2003. The Act includes the following two new features to Medicare Part D that could affect the measurement of the Accumulated Post-Retirement Benefit Obligation (APBO) and Net Periodic Post-Retirement Cost for the Plan:

A federal subsidy (based on 28% of an individual beneficiary's annual prescription drug costs between \$250 and \$5,000), which is not taxable, to sponsors of retiree healthcare benefit plans that provide a prescription drug benefit that is at least actuarially equivalent to Medicare Part D; and the opportunity for a retiree to obtain a prescription drug benefit under Medicare.

The post-retirement health plans do not provide benefits which are actuarially equivalent to the Medicare Part D benefits. Therefore, the effects of the Act on the Accumulated Post-Retirement Benefit Obligation and the Net Periodic Post-Retirement Cost are not reflected in the financial statement or the accompanying notes.

(2) Effects of the Subsidy in Measuring the Net Postretirement Benefit Cost

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 (the Act) was signed into law in December of 2003. The Act includes the following two new features to Medicare Part D that could affect the measurement of the accumulated postretirement benefit obligation (APBO) and net periodic postretirement cost for the Plan:

The federal subsidy (based on 28% of an individual beneficiary's annual prescription drug costs between \$250 and \$5,000), which is not taxable, to sponsors of retiree health care benefit plans that provide a prescription drug benefit that is at least actuarially equivalent to Medicare Part D; and

The opportunity for a retiree to obtain a prescription drug benefit under Medicare.

The effect of the Act was a \$0 reduction in the Company's net postretirement benefit cost for the subsidy related to benefits attributed to former employees. The Act also had the following effects on the net postretirement benefit cost; a \$0 decrease as a result of an actuarial gain; a decrease to the current period service cost \$0 due to the subsidy; and \$0 decrease to the interest cost.

NOTES TO FINANCIAL STATEMENTS

(3) Disclosure of Gross Benefit Payments

The Company's gross benefit payments for 2016 did not include estimates of future payments. The Company has no subsidy related to the Medicare Prescription Drug, Improvement and Modernization Act of 2003 for 2016 and estimates future subsidies to be \$0 annually.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-reorganizations

(1) The Company has 10,000,000 shares authorized, 10,000,000 shares issued, and 10,000,000 outstanding. All shares are Class A shares with a \$1 per share par value.

(2) The Company has no preferred stock outstanding.

(3) The payment of dividends by the Company to its parent, ONFS, is limited by Ohio insurance Laws. The maximum dividend that may be paid without prior approval of the Director of Insurance is limited to the greater of statutory net income of the preceding calendar year or 10% of statutory earned surplus as of the preceding December 31. Therefore, in 2017 dividends of approximately \$108,209,060 may be paid by the Company to ONFS without prior approval.

(4) Dividends to the Company's parent, ONFS, are summarized below:

	2016	2015
Dividends declared and unpaid (P3, L23, C1)	\$ -	\$ -
Dividends paid in cash (P5, L16.5, C1)	75,000,000	90,000,000
Dividends declared and unpaid (prior year) (P3, L23, C2)		
Dividends to stockholders (P4, L52, C1)	<u>\$ 75,000,000</u>	<u>\$ 90,000,000</u>

(5) Within the limitation of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.

(6) The Company has no restrictions on unassigned surplus funds.

(7) Not Applicable.

(8) The Company held no stock for special purposes.

(9) The Company has no special surplus funds.

(10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and (losses) is \$22,095,016.

(11)

1	2	3	4	5	6	7	8
Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note *	Principal And/Or Interest Paid Current Year	Total Principal And/Or Interest Paid	Unapproved Principal And/Or Interest	Date of Maturity
05/25/1996	8.500	50,000,000	49,792,677	4,250,000	87,006,944	531,250	05/15/2026
04/01/2007	5.800	6,000,000	5,854,636	348,000	3,306,000	87,000	04/01/2027
12/15/2011	5.000	4,500,000	3,898,610	225,000	1,125,000	9,375	12/15/2031
06/14/2012	6.875	250,000,000	250,000,000	17,187,500	78,250,868	716,146	06/15/2042
Total		<u>310,500,000</u>	<u>309,545,923</u>	<u>22,010,500</u>	<u>169,688,812</u>	<u>1,343,771</u>	XXX

On June 6, 2012 the Company issued \$250,000,000 of surplus notes at 6.875%. The notes mature on June 15, 2042. The Company used \$50,000,000 of the net proceeds from this note offering to pay an extraordinary dividend to ONFS, the parent company of the Company. An additional \$50,000,000 of the net proceeds was used to pay off its 7.5% surplus notes issued to ONFS. ONFS used that money plus approximately \$50,000,000 of its own cash to exercise its right to redeem all \$150,000,000 of its 6.35% Senior Notes due 2013. Another \$100,000,000 of net proceeds from this offering was used to purchase a surplus note directly from the Company's Vermont captive reinsurer, MONT at 6.875%. MONT used proceeds from its sale of the surplus note to purchase assets which were placed in a trust in order to back some or all of the excess or redundant reserves on the Company's ONLA term policies that it will coinsure. The remainder of the net proceeds will remain with the Company and will be used for general corporate purposes, including contributions to the Company's insurance operating subsidiaries.

The surplus notes have the following repayment conditions and restrictions: any payment of interest on, principal of, or redemption price on the surplus notes may be made only with the prior approval of the Director of Insurance of the State of Ohio (Director) and only to the extent the Company has sufficient remaining surplus to make such payment. In addition, no such payment may be made, without prior approval of the Director, unless the surplus remaining after the payment

NOTES TO FINANCIAL STATEMENTS

described above is equal to or greater than the aggregate principal amounts of all surplus notes of the Company then outstanding.

The notes are unsecured debt obligations and issued in accordance with Section 3901.72 of the Ohio Revised Code, which regulates the issuance of, repayment of principal of, and payments of interest on, surplus notes.

The note is subordinate to the claims of policyholders and to other prior claims as set forth in Section 3903.42 of the Ohio Revised Code (all except shareholder claims) and ranks *pari passu* with any other surplus note of the Company, issued before or after this note, and with all other similarly subordinated claims.

On December 15, 2011, the Company issued a \$4,500,000 5.0% surplus note to SML, as payment for the purchase of the additional shares of NSLAC, a subsidiary. This note matures on December 15, 2031.

On April 1, 2007, the Company issued a \$6,000,000 5.8% surplus note to SML, as payment for the additional shares of NSLAC. This note matures on April 1, 2027.

The surplus note has the following repayment conditions and restrictions: each payment of interest on and principal of the surplus notes may be made only with the prior approval of the Superintendent of Insurance of the State of Ohio and only to the extent the company has sufficient remaining surplus to make such payment.

The note is not subject to mandatory redemption prior to maturity. Subject to the Superintendent's prior approval, the note may be prepaid in whole or in part at any time without penalty.

The surplus note has the following subordination terms: the note is subordinate to the claims of policyholders and to other prior claims as set forth in Section 3903.42 of the Ohio Revised Code (all except shareholder claims) and ranks *pari passu* with any other surplus note of the Company, issued before or after this note, and with all other similarly subordinated claims.

The Company has other Surplus Notes outstanding of \$50,000,000 at an interest rate of 8.5% maturing May 15, 2026.

These notes are not subject to mandatory or optional redemption prior to maturity. Payment of interest and payment of principal requires the approval of the Superintendent of Insurance of Ohio.

(12) The Company has not restated surplus due to a quasi-reorganization.

(13) Not Applicable.

14. Contingencies

A. Contingent Commitments

- (1) The company has committed to fund mortgage loans in the amount of \$25,475,000 and bonds in the amount of \$2,000,000 and has no other material contingent commitments.
- (2) Not Applicable
- (3) Not Applicable

B. Assessments

- (1) The Company received no notifications of insolvency during the year that impacted the financial statements. Asset activity based on prior assessments is as follows:

(2) (a) Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$ 2,620,191
(b) Decreases current year:	
Premium tax offset applied	120,509
	-
	-
	-
(c) Increases current year:	
Increase in accrued fund assessments	16,605
	-
	-
(d) Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	<u>\$ 2,516,287</u>

C. Gain Contingencies

The Company has no gain contingencies.

NOTES TO FINANCIAL STATEMENTS

- D. Claims Related to Extra-contractual Obligation and Bad Faith Losses Stemming from Lawsuits – NONE
- E. Joint and Several Liabilities – NONE
- F. All Other Contingencies

The Company has no assets that it considers to be impaired.

15. Leases

- A. Lessee Operating Lease

(1)

- (a) The Company leases office equipment under various non-cancelable operating lease agreements that expire through December 2018. Rental expense for 2016 and 2015 was approximately \$281,802 and \$266,440, respectively.

The Company leases its home office. On December 30, 2003, ONLIC's parent company (ONFS) purchased the home office from ONLAC, a subsidiary life insurance company. The Company's lease of the property was unaffected by this sale. The lease agreement expires in September 2021. Rental expense for 2016 and 2015 was approximately \$2,741,450 and \$2,704,312, respectively.

(2)

- (a) At January 1, 2016, the minimum aggregate office equipment rental commitments are as follows:

Year Ending December 31,	
2017	256,250
2018	123,692
2019	-
2020	-
Thereafter	-
	<u>\$ 379,942</u>

At January 1, 2016 minimum aggregate office building rental commitments are as follows:

Year Ending December 31,	
2017	2,793,444
2018	2,793,444
2019	2,793,444
2020	2,793,444
Thereafter	2,095,083
	<u>\$ 13,268,859</u>

(3) For sale-leaseback transactions – NONE

16. Information about Financial Instruments with Off-balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

The Company is a party to financial instruments with off balance sheet risk in the normal course of business through management of its investment portfolio. The Company had outstanding commitments to fund mortgage loans and bonds of \$27,475,000 and \$19,110,000 as of December 31, 2016 and 2015, respectively. These commitments involve, in varying degrees, elements of credit and market risk in excess of amounts recognized in the statutory financial statements. The credit risk of all financial instruments, whether on or off balance sheet, is controlled through credit approvals, limits, and monitoring procedures.

- (1) The following table summarizes the carrying value and notional amounts of the Company's derivative financial instruments as of December 31, 2016 and 2015:

	Assets		Liabilities	
	2016	2015	2016	2015
a. Swaps	\$ 9,038,400	\$ 10,038,400	\$ -	\$ -
b. Futures	\$ 140,549,025	\$ 136,110,592	\$ 93,517	\$ 781,529
c. Options	\$ 291,279,876	\$ 285,957,948	\$ -	\$ -
d. Total	<u>\$ 440,867,301</u>	<u>\$ 432,106,940</u>	<u>\$ 93,517</u>	<u>\$ 781,529</u>

See Schedule DB of the Company's annual statement for additional detail.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. Transfer of Receivables Reported as Sales - NONE
- B. Transfer and Servicing of Financial Assets - NONE
- C. Wash Sales

The Company has no wash sales of bonds or preferred stocks with a NAIC designation of 3 or below.

NOTES TO FINANCIAL STATEMENTS**18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans**

- A. ASO Plans - NONE
- B. ASC Plans - NONE
- C. Medicare or Similarly Structured Cost Based Reimbursement Contract – NONE

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

The Company has no premiums written/produced by managing general agents/third party administrators.

20. Fair Value Measurements

A.

(1) Fair Value Measurements at December 31, 2016 are as follows:

(1) Description for each class of asset or liability	(2) (Level 1)	(3) (Level 2)	(4) (Level 3)	(5) Total
a. Assets at fair value				
Cash	\$ 215,765,646	\$ -	\$ -	\$ 215,765,646
Short term	101,323,493	19,999,558	-	121,323,051
Securities lending collateral	-	189,815,862	-	189,815,862
Perpetual Preferred stock				
Industrial and Misc.	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Perpetual Preferred Stocks	-	-	-	-
Bonds				
U.S. Governments	-	-	-	-
Industrial and Misc	-	324,068	-	324,068
Hybrid Securities	-	-	-	-
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Bonds	-	324,068	-	324,068
Common Stock				
Industrial and Misc	-	38,628,192	-	38,628,192
Parent, Subsidiaries and Affiliates	-	-	-	-
Total Common Stocks	-	38,628,192	-	38,628,192
Derivative assets				
Interest rate contracts	-	-	-	-
Equity put options	-	11,390,561	-	11,390,561
Equity call options	-	351,907	-	351,907
Options on Swaps	-	13,159,097	-	13,159,097
Swaps	-	1,659,000	-	1,659,000
Futures contracts	14,319,725			14,319,725
Commodity forward contracts	-	-	-	-
Total Derivatives	14,319,725	26,560,565	-	40,880,290
Separate account assets	20,795,232,293	-	-	20,795,232,293
Total assets at fair value	<u>\$ 21,126,641,157</u>	<u>\$ 275,328,245</u>	<u>\$ -</u>	<u>\$ 21,401,969,402</u>
b. Liabilities at fair value				
Derivative liabilities	\$ 9,221,051	\$ -	\$ -	\$ 9,221,051
Total liabilities at fair value	<u>\$ 9,221,051</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,221,051</u>

(2) Fair Value Measurements in (Level 3) of Fair Value Hierarchy – Not Applicable

Transfers into level 3 were due to NAIC 6 rated bonds (lower of cost or fair value) with amortized cost exceeding fair value. Transfers out of level 3 were due to NAIC 6 (lower of cost or fair value) where fair value exceeds amortized cost.

B. Other Fair Value disclosures – NONE

NOTES TO FINANCIAL STATEMENTS**C. Fair Values for all Financial Instruments**

Type of Financial Instrument	(1) Aggregate Fair Value	(2) Admitted Assets	(3) Level 1	(4) Level 2	(5) Level 3	(6) Not Practicable (Carry Value)	(7)
Assets at fair value:							
Bonds	\$ 5,691,654,294	\$ 5,477,140,234	\$ 9,993,760	\$ 5,607,659,150	\$ 74,001,384	\$ -	-
Cash	215,765,646	215,765,646	215,765,646	-	-	-	-
Short-term	121,323,051	121,323,051	101,323,493	19,999,558	-	-	-
Common stock non-affiliate	38,628,192	38,628,192	-	38,628,192	-	-	-
Preferred stock	29,211,278	29,297,234	-	29,211,278	-	-	-
Mortgage Loan	794,165,063	782,244,160	-	-	794,165,063	-	-
Derivatives- equity put options	11,390,561	11,390,561	-	11,390,561	-	-	-
Derivatives- options on swaps	13,159,097	13,159,097	-	13,159,097	-	-	-
Derivatives - call options	351,907	351,907	-	351,907	-	-	-
Derivatives- swaps	1,659,000	1,659,000	-	1,659,000	-	-	-
Derivatives- futures contracts	14,319,725	14,319,725	14,319,725	-	-	-	-
Separate account	20,795,232,293	20,795,232,293	20,795,232,293	-	-	-	-
Liabilities at fair value:							
Derivatives- futures contracts	9,221,051	9,221,051	9,221,051	-	-	-	-
Separate account	20,795,232,293	20,795,232,293	20,795,232,293	-	-	-	-

D. Not Practicable to Estimate Fair Values – NONE**21. Other Items****A. Extraordinary Items – NONE****B. Troubled Debt Restructuring – NONE****C. Other Disclosures**

- (1) The Company's GMIB and GMDB riders issued prior to April 1, 2008 are reinsured with a non-affiliated reinsurer up to a certain level of coverage. The Company has reinsurance agreements in place with an affiliate for reinsurance coverage on the amounts in excess of the underlying non-affiliated reinsurance. The reinsurance agreements with our affiliate provide for a combined \$135 million deductible that must be covered by the Company before coverage is provided by this affiliate. The Company's exposure related to GMIB and GMDB riders issued prior to April 1, 2008 is limited to the amount of this deductible since reinsurance coverage is either provided by the non-affiliated reinsurer or by the affiliated reinsurer once the deductible amount has been exceeded.

In order to provide for this deductible, the Company voluntarily established a reserve. The Company used the AG43 stochastic computation (CTE98) for this deductible portion.

The Company recognized the voluntary reserve as the difference between the stochastic CTE98 reserve for the deductible less the implicit reserve for the deductible in the reported reserve prior to adding the CTE98 reserve for the deductible. As of December 31, 2016, the implicit reserve for the deductible was \$0 under the standard scenario reserve prior to the Company decreasing the deductible reserve to \$103,030,201 as of December 31, 2016 from \$103,064,576 as of December 31, 2015 using CTE98. The voluntary reserve was initially set up at December 31, 2011 with a balance of \$93,158,097, which was recorded as a direct reduction to unassigned surplus. The reserve decrease of \$34,375 during 2016 was recorded as an increase to surplus. Since the change in reserve amount cannot be determined for the next three years, no deferred tax benefit was admitted.

NOTES TO FINANCIAL STATEMENTS

- (2) The table below provides additional detail and information regarding our annuity withdrawal characteristics which are briefly presented in note 32.

	Amount	Ceded	Net	% of Total
Statement of Annuity Withdrawal				
Characteristics				
A. Subject to discretionary withdrawal				
-with adjustment				
(1) -with market value adjustment	\$ 376,256,258	\$ -	\$ 376,256,258	1.5%
(2) -at book value less surrender charge				
Surrender charge >=9%	6,716,063	-	6,716,063	0.1%
Surrender charge >=8% but <9%	129,817,054	-	129,817,054	0.6%
Surrender charge >=7% but <8%	10,502,373	-	10,502,373	0.0%
Surrender charge >=6% but <7%	70,050,579	-	70,050,579	0.3%
Surrender charge >=5% but <6%	13,212,808	-	13,212,808	0.1%
(3) At fair value**	20,477,944,780	-	20,477,944,780	86.9%
(4) Total with adjustment or at market value	21,084,499,915	-	21,084,499,915	89.5%
(5) Subject to discretionary withdrawal-without adjustment at book value (minimal or no charge)				
Surrender charge >=4% but <5%	5,961,153	-	5,961,153	0.1%
Surrender charge >=3% but <4%	3,316,424	-	3,316,424	0.0%
Surrender charge >=2% but <3%	15,816,210	-	15,816,210	0.1%
Surrender charge >=1% but <2%	10,445,072	-	10,445,072	0.0%
Surrender charge >=0%	2,049,710,671	342,260,724	1,707,449,947	7.2%
Total at book value	2,085,249,530	342,260,724	1,742,988,806	7.4%
B. Not subject to discretionary withdrawal	2,135,755,623	1,409,666,455	726,089,168	3.1%
C. Total annuity actuarial reserves and deposit fund liabilities (gross)	<u>25,305,505,068</u>			
D. Less: reinsurance		<u>1,751,927,179</u>		
E. Total annuity actuarial reserves and deposit fund liabilities (net)*			<u>23,553,577,889</u>	100.0%
* Reconciliation of total annuity actuarial reserves and deposit fund liabilities				
F. Statutory Statement Values				
(1) Exhibit 5, Annuites Section, Totals	4,072,246,704	1,751,927,179	2,320,319,525	
(2) Exhibit 5, Supplementary Contracts, Totals	3,952,105	-	3,952,105	
(3) Exhibit of Deposit Type Contracts Column 1, Line 14	718,374,173	-	718,374,173	
(4) Subtotal	4,794,572,982	1,751,927,179	3,042,645,803	
Separate Accounts Annual Statement				
(5) Exhibit 3, Line 0299999, Column 2	20,510,932,086	-	20,510,932,086	
(6) Exhibit 3, Line 0399999, Column 2	-	-	-	
(7) Policyholder Coupon & Div. Accum.	-	-	-	
(8) Policyholder Premiums	-	-	-	
(9) Guaranteed Interest Contracts	-	-	-	
(10) Other contract deposit funds	-	-	-	
(11) Subtotal	20,510,932,086	-	20,510,932,086	
(12) Combined Total	<u>\$ 25,305,505,068</u>	<u>\$ 1,751,927,179</u>	<u>\$ 23,553,577,889</u>	

** Includes \$20,477,944,780 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

General Interrogatory 24.3

The Company participates in an indemnified securities lending program administered by US Bank in which certain securities are made available for lending. Cash collateral received from borrowers on the loaned securities is remitted to US Bank for investment in accordance with the Company's Reinvestment guidelines. As of December 31, 2016, the Company had loaned securities with a fair value of \$184,028,557 and had collateral with a fair value of \$189,815,862.

D. Business Interruption Insurance Recoveries – NONE

NOTES TO FINANCIAL STATEMENTS**E. State Transferable and Non-transferable Tax Credits**

- (1) Carrying value of transferable state tax credits gross of any related tax liabilities and total unused transferable state tax credits by state tax credits by state and in total.

(1)	(2)	(3)	(4)
Description of State Transferable and Non-transferable Tax Credits	State	Carrying Value	Unused Amount
Premium Tax Credits Guaranty Funds	CO	\$ 13,085	\$ 13,085
Premium Tax Credits Guaranty Funds	CT	17,173	\$ 17,173
Premium Tax Credits Guaranty Funds	DE	887	\$ 887
Premium Tax Credits Guaranty Funds	DC	76	\$ 76
Premium Tax Credits Guaranty Funds	FL	1,476	\$ 1,476
Premium Tax Credits Guaranty Funds	GA	1,195	\$ 1,195
Premium Tax Credits Guaranty Funds	ID	6	\$ 6
Premium Tax Credits Guaranty Funds	IN	2,302	\$ 2,302
Premium Tax Credits Guaranty Funds	IA	10,688	\$ 10,688
Premium Tax Credits Guaranty Funds	KS	8,289	\$ 8,289
Premium Tax Credits Guaranty Funds	KY	9,871	\$ 9,871
Premium Tax Credits Guaranty Funds	ME	1,308	\$ 1,308
Premium Tax Credits Guaranty Funds	MA	68	\$ 68
Premium Tax Credits Guaranty Funds	MI	873	\$ 873
Premium Tax Credits Guaranty Funds	MN	500	\$ 500
Premium Tax Credits Guaranty Funds	MO	9,198	\$ 9,198
Premium Tax Credits Guaranty Funds	NE	2,366	\$ 2,366
Premium Tax Credits Guaranty Funds	NH	4,128	\$ 4,128
Premium Tax Credits Guaranty Funds	NJ	95,089	\$ 95,089
Premium Tax Credits Guaranty Funds	NC	48,994	\$ 48,994
Premium Tax Credits Guaranty Funds	OK	1,921	\$ 1,921
Premium Tax Credits Guaranty Funds	PA	12,109	\$ 12,109
Premium Tax Credits Guaranty Funds	RI	1,479	\$ 1,479
Premium Tax Credits Guaranty Funds	SC	2,668	\$ 2,668
Premium Tax Credits Guaranty Funds	SD	1,308	\$ 1,308
Premium Tax Credits Guaranty Funds	TX	938	\$ 938
Premium Tax Credits Guaranty Funds	UT	426	\$ 426
Premium Tax Credits Guaranty Funds	VT	2,329	\$ 2,329
Premium Tax Credits Guaranty Funds	VA	20,210	\$ 20,210
Premium Tax Credits Guaranty Funds	WA	2,470	\$ 2,470
Premium Tax Credits Guaranty Funds	WI	399	\$ 399
Premium Tax Credits Guaranty Funds	WY	581	\$ 581
Total		\$ 274,410	\$ 274,410

- (2) Method of Estimating Utilization of Remaining Transferable and Non-transferable State Tax Credits

The Company has \$18,111 of transferable state tax credits on December 31, 2016. The Company estimated the utilization of its remaining non-transferable state tax credits by projecting future premium tax liabilities based on current premiums, credits and tax rates in future years and comparing the projected tax liabilities against the remaining non-transferable state tax credits.

- (3) Impairment Loss

The Company does not have any impairment losses related to the write down of non-transferable state tax credits.

- (4) State Tax Credits Admitted and Nonadmitted

	Total Admitted	Total Nonadmitted
a. Transferable	\$ 18,111	\$ -
b. Non-transferable	\$ 256,299	\$ -

NOTES TO FINANCIAL STATEMENTS**F. Subprime Mortgage Related Risk Exposure**

- (1) The Company has investments in residential mortgage-backed securities whose underlying collateral includes a significant component of subprime mortgage exposure. Subprime mortgage pools include mortgage loans that have characteristics such as high loan-to-value ratios on the underlying loans, borrowers with low credit ratings (FICO scores), loans with limited documentation of the borrowers' income, assets or debt, loans with monthly payments that start with low monthly payments based on a fixed introductory rate that expires after a short initial period and then adjusts significantly higher thereafter, and loans that are interest-only or negative amortization loans.

The exposure to subprime mortgage securities is monitored on a periodic basis with regard to market price versus book value, changes in credit ratings and changes in underlying credit support. The Company's exposure to subprime risk has been mitigated by limiting overall exposure to this asset class, and by having a portfolio that is composed primarily of older-vintage, senior tranches of subprime residential mortgage-backed securities.

Management utilized external vendor prices to determine fair value of the securities with significant subprime mortgage exposure. If at some point external vendor prices are not available, broker quotations will be used to determine fair value.

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

- (3) Direct exposure through other investments:

	1 Actual Cost	2 Book/Adjusted Carrying Value (excluding interest)	3 Fair Value	4 Other Than Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	\$ 42,178,077	\$ 43,158,053	\$ 45,602,340	\$ 49,907
b. Commercial mortgage backed securities	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investment in SCAs*	-	-	-	-
f. Other assets	-	-	-	-
g. Total	<u>\$ 42,178,077</u>	<u>\$ 43,158,053</u>	<u>\$ 45,602,340</u>	<u>\$ 49,907</u>

* The Company does not have any subsidiary companies.

- (4) The Company had no underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage.

G. Retained Assets**Retained Assets**

To settle life insurance death benefit proceeds in excess of \$7,500, the Company uses a Retained Asset Account (RAA) program whereby the beneficiary(ies) receive a checkbook, allowing the beneficiaries to have immediate access to the proceeds. This is the default method for satisfying life insurance claims. If left in the retained asset account, the funds earn interest at the rate of the "Money market, annual yield" rate as listed in the "Bonds, Rates & Yields" section of the Wall Street Journal on the last business day of the previous month. Interest is compounded daily and posted to accounts monthly. The only fees assessed against the RAAs are a \$15 stopped check fee and a \$10 insufficient funds fee. The interest rates credited during calendar year 2016 are as follows:

- (1)

January	0.27%
February	0.27%
March	0.25%
April	0.26%
May	0.25%
June	0.25%
July	0.27%
August	0.26%
September	0.26%
October	0.28%
November	0.27%
December	0.29%

The liability for RAAs is reflected on page 3, line 17, "Amounts withheld or retained by company as agent or trustee."

NOTES TO FINANCIAL STATEMENTS

(2)

	In Force			
	As of December 31, 2016		As of December 31, 2015	
	(a) Number	(b) Balance	(a) Number	(b) Balance
Up to and including 12 Months	182	18,455,836	153	\$14,633,042
13 to 24 Months	93	7,006,776	86	6,881,915
25 to 37 Months	64	4,892,592	81	5,765,196
37 to 48 Months	71	5,112,363	61	3,204,468
49 to 60 Months	47	2,477,731	77	8,550,025
Over 60 Months	515	20,358,368	525	14,680,101
Total	972	\$58,303,666	983	\$53,714,747

(3)

	Individual		Group	
	(1)	(2)	(3)	(4)
	Number	Balance/Amount	Number	Balance/Amount
Retained Asset Accounts at the Beginning of the Year	983	\$53,714,747	0	\$0
Issued/Added	336	\$53,849,102	0	\$0
Investment Earnings Credited to Retained Asset Accounts	N/A	\$160,166	N/A	\$0
Fees and Other Charges Assessed to Retained Asset Accounts	N/A	\$100	N/A	\$0
Transferred to State Unclaimed Property Funds	0	\$0	0	\$0
Accounts Closed/Withdrawn	347	\$49,420,247	0	\$0
Retained Asset Accounts at the End of the Year	972	\$58,303,668	0	\$0

H. Insurance-Linked Securities (ILS) Contracts - NONE

22. Events Subsequent – NONE**23. Reinsurance**

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?

Yes () No (X) If yes, give full details.

(2) Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) which is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes () No (X) If yes, give full details.

Section 2 - Ceded Reinsurance Report - Part A

(1) Does the Company have any reinsurance agreements in effect under which the insurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes () No (X)

(a) If yes, what is the estimated amount of the aggregate reduction in surplus, of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.
\$ _____

(b) What is the total amount of reinsurance credits taken, whether as an asset or as reduction of liability, for these agreements in this statement? \$ _____

NOTES TO FINANCIAL STATEMENTS

(2) Does the Company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes () No (X) If yes, give full details.

Section 3 - Ceded Reinsurance Report - Part B

(1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes () No (X)

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$0

B. Uncollectible Reinsurance

The Company has not written off any reinsurance balances in the current year.

C. Commutation of Reinsurance Reflected in Income and Expenses

The company has not reported in its operations in the current year any commutation of reinsurance with other companies.

D. Certified Reinsurer Downgraded or Status Subject to Revocation

The Company has no reinsurance agreements with certified reinsurers.

E. The Company cedes variable annuity-related risks, living and death benefits to Sycamore Re ("SYRE"), an affiliated special purpose financial captive life insurance company, for the GMAB, GMIB, GMDB, and GLWB riders, including those riders assumed from NSLAC. The base variable annuity contracts are retained by the Company. SYRE applies a permitted practice prescribed by the Cayman Islands Monetary Authority ("CIMA") that allows SYRE to carry the assumed reserves of \$310,532,915 under the reinsurance arrangement utilizing a reserve methodology that is approved by CIMA. The approved reserve methodology is based upon generally accepted accounting principles (GAAP). For all GMAB riders and some GLWB riders with net settlement provisions, the reserves are calculated using the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 815, Derivatives and Hedging. Topic 815 is a fair value or mark-to-market calculation required if the liability is deemed to be an embedded derivative. For all GMIB and GMDB riders, and the remaining GLWB riders without net settlement provisions, the reserves are calculated in accordance with FASB ASC Topic 944, Financial Services - Insurance. Topic 944 provides guidance for calculating reserves for contracts that provide additional benefits in excess of the account values and is similar to other generally accepted accounting principles reserve accounting methodologies. Topic 944 is a stochastic method that determines the percentage of the future rider charges required to fund the projected benefits. This percentage is recalculated at each valuation period. Under both of these GAAP calculations, the reserve calculation is measuring the reserve liability associated with the rider cash flows.

The following table is a summary of the reserves by rider type and valuation standard as of December 31, 2016:

FASB ASC Topic 944

GMIB	\$	195,155,234
GMDB		62,828,753
GLWB		<u>27,558,996</u>
Subtotal		285,542,983

FASB ASC Topic 815

GLWB embedded derivatives	19,129,481
GMAB embedded derivatives	<u>5,860,451</u>
Subtotal	24,989,932
Total reserves	\$ <u>310,532,915</u>

NOTES TO FINANCIAL STATEMENTS

F. As of December 31, 2016, the Company recorded a reserve credit of \$ 359,421,774 related to the rider benefits ceded to SYRE. ONFS secured a \$365,000,000 letter of credit for SYRE, with ONLIC as the beneficiary in order to recognize the reserve credit. The Company also established a fund withheld account for the benefit of SYRE that has a carrying value of \$115,818,972 and assets held in trust of \$7,238,517.

The following table presents additional information regarding the nature of the collateral held:

Description	Carrying Value
Cash	\$ 91,514,438
Cash equivalents	7,238,517
Futures	13,439,686
Equity put options	10,864,848
Total	\$ <u>123,057,489</u>

G. Not Applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination – NONE

25. Change in Incurred Losses and Loss Adjustment Expenses

Reserves and Loss Adjustment Expenses as of December 31, 2015 were \$10,312,383. As of December 31, 2016, \$1,224.074 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves and Loss Adjustment Expenses remaining for prior years are now \$9,345,607. The decrease is generally the result of the natural progression of a block of disability income claims and the increase or decrease in original estimates as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements - NONE

27. Structured Settlements – NONE

28. Health Care Receivables – Not Applicable

29. Participating Policies

For the reporting period ended December 31, 2016, direct premiums earned under individual life participating policies were \$569,242,251 or 92.03% of total individual life premiums earned. Direct premiums earned under individual accident and health participating policies were \$13,609,000 or 99.9% of total individual accident and health premiums earned. The Company has no group life or group accident and health participating policies. The Company accounts for its policyholder dividends based upon the dividend scale in effect at the time the dividend is paid. The Company paid dividends in the amount of \$91,946,694 to policyholders and did not allocate any additional income to such policyholders.

30. Premium Deficiency Reserves – NONE

31. Reserves for Life Contracts and Deposit-type Contracts

- (1) The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premiums beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- (2) On current issues, reserves on substandard policies are standard mortality table reserves plus one-half the annual charge for extra mortality during the premium paying period.
- (3) As of December 31, 2016, the Company had \$3,325,896,920 of Individual Life insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Ohio.
- (4) The tabular interest, tabular less actual reserve released and tabular cost, have all been determined from the basic data for the calculation of policy reserves and the actual reserves released.

a. Tabular Interest: Involving Life Contingencies

For deferred annuities we use the interest that is credited to the account value.

For immediate pay-out annuities (on a seriatim basis) the valuation interest rate is applied to the beginning reserve. For new contracts, interest from the date of issue to the valuation date is calculated using an effective interest rate calculation. Interest is subtracted for interest on each benefit payment from its effective date to the valuation date.

b. Tabular Cost and Tabular less Actual Reserves

Releases have been determined by formula as specified in the instructions given T-A+I and I.

- (5) Tabular interest on funds not involving life contingencies:

a. Tabular interest on immediate cases not involving life contingencies is calculated by applying (on a seriatim basis) the valuation interest rate to the beginning reserve and for new contracts we calculate interest from the date of issue to the valuation date using an effective interest rate calculation. We subtract interest for each benefit payment from its effective date to the valuation date.

NOTES TO FINANCIAL STATEMENTS

(6) The details for other changes:

Item	Total	Industrial Life	ORDINARY			Credit Life Group and Individual	GROUP	
			Life Ins.	Individual Annuities	Supplementary Contracts		Life Ins.	Annuities
Net reserve transfers due to annuitizations	32,789,008	-	-	32,789,008	-	-	-	-
Transfers to/from general account	(804,820)	-	-	(3,648,426)	139,369	-	-	2,704,237
Change in Separate account market value, AG33 reserve, AG43 reserve, and the change in voluntary reserve	(245,903,813)	-	-	(249,525,028)	-	-	-	3,621,215
Change in net intercompany Term reserves assumed	1,714,480	-	1,714,480	-	-	-	-	-
Total:	(212,205,145)	-	1,714,480	(220,384,446)	139,369	-	-	6,325,452

32. Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

	(1)	(2a)	(2b)	(3)	(4)
	General Account	Separate Account with Guarantees	Separate Account Non-guaranteed	Total	% of Total
A. Subject to discretionary withdrawal:					
(1) With fair value adjustment	\$ 376,256,258	\$ -	\$ -	\$ 376,256,258	1.5%
(2) At book value less current surrender charge of 5% or more	230,298,876	-	-	230,298,876	0.9%
(3) At fair value **	-	-	20,477,944,780	20,477,944,780	80.9%
(4) Total with adjustment or at fair value	606,555,134	-	20,477,944,780	21,084,499,914	83.3%
(5) At book value without adjustment (minimal or no charge or adjustment)	2,085,249,531	-	-	2,085,249,531	8.2%
B. Not subject to discretionary withdrawal:	2,102,768,317	-	32,506,135	2,135,274,452	8.4%
C. Total (gross direct + assumed)	4,794,572,982	-	20,510,450,915	25,305,023,897	100.0%
D. Reinsurance ceded	1,751,927,179	-	-	1,751,927,179	
E. Total	\$ 3,042,645,803	\$ -	\$ 20,510,450,915	\$ 23,553,096,718	

F. Statutory Statement Values

(1) Exhibit 5, Annuities Section, Totals (net)	\$ 2,320,319,525
(2) Exhibit 5, Supplementary Contracts, Totals (net)	3,952,105
(3) Exhibit of Deposit Type Con, Column 1, Line 14	718,374,173
(4) Subtotal	<u>3,042,645,803</u>

Separate Accounts Annual Statement

(5) Exhibit 3, Line 0299999, Column 2	20,510,932,086
(6) Exhibit 3, Line 0399999, Column 2	-
(7) Policyholder Coupon & Div Accums	-
(8) Policyholder Premiums	-
(9) Guaranteed Interest Contracts	-
(10) Other contract deposit funds	-
(11) Subtotal	<u>20,510,932,086</u>
(12) Combined Total	<u>\$ 23,553,577,889</u>

** Includes \$20,477,944,780 of individual and group variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

NOTES TO FINANCIAL STATEMENTS

33. Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2016 were as follows:

	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary New Business	19,115,104	3,596,562
(3) Ordinary renewal	76,394,926	58,575,525
(4) Credit Life	-	-
(5) Group Life	-	-
(6) Group Annuity	-	-
(7) Totals	<u>\$ 95,510,030</u>	<u>\$ 62,172,087</u>

34. Separate Accounts

A. Separate Account Activity:

- (1) The Company utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. For the current reporting year, the Company reported assets and liabilities from the following products lines/transactions into a separate account:

Variable Individual Annuities

Variable Group Annuities

Variable Immediate Annuities

In accordance with the state of Ohio procedures on approving items within the separate account, the separate account classification of the products are supported by the Ohio statute 3907.15.

- (2) In accordance with the products/transactions recorded within the separate account, some assets are considered legally insulated whereas others are not legally insulated from the general ledger account. (The legal insulation of the separate account assets prevents from being generally available to satisfy claims resulting from the general account.)

As of December 31, 2016 and 2015, the Company separate account statement included legally insulated assets of \$20,795,232,294 and \$19,864,744,750, respectively.

The assets legally insulated from the general account as of December 31, 2016 are attributed to the following products:

Products	Legally Insulated Assets	S/A Assets (Not Legally Insulated)
Variable Individual Annuities	\$ 19,829,234,105	\$ -
Variable Group Annuities	933,010,883	-
Variable Immediate Annuities	32,987,306	-
Totals	<u>\$ 20,795,232,294</u>	<u>\$ -</u>

- (3) In accordance with the products/transactions recorded within the separate account, some separate account liabilities are guaranteed by the general account. (In accordance with the guarantees provided, if the investment proceeds are insufficient to cover the rate of return guarantees provided, if the investment proceeds are insufficient to the rate of return guaranteed for the product, if the investment proceeds are insufficient to cover the rate to return guaranteed for the product, the policyholder proceeds will be remitted by the general account.)

As of December 31, 2016, the general account of the Company had a maximum guarantee for separate account liabilities of \$345,480,236.

To compensate the general account for the risk taken, the separate account has paid risk charges as follows for the past five (5) years:

(a) 2016	\$ 230,771,751
(b) 2015	213,086,784
(c) 2014	189,796,848
(d) 2013	163,401,615
(e) 2012	127,514,695

As of December 31, 2016, the general account of the Company had paid \$41,690,034 towards separate account guarantees.

- (4) The Company does not engage in securities lending transactions within the separate account.

NOTES TO FINANCIAL STATEMENTS

B. General Nature and Characteristics of Separate Accounts Business

Most separate and variable accounts held by the Company relate to individual variable annuities of a nonguaranteed return nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These variable annuities generally provide an incidental death benefit of the greater of account value or minimum guaranteed death benefit.

In 1998 the company began offering a product with a minimum guaranteed death benefit that is adjusted every three years to the account value adjusted for withdrawals on a pro-rata basis. The company also began offering a product with a minimum guaranteed death benefit that is adjusted every six years to the account value adjusted for withdrawals on a pro-rata basis. The final new product the Company introduced in 1998 had a minimum guaranteed death benefit equal to premiums paid less withdrawals. Also in 1998 two death benefit riders were made available for these policies. The first is a one-year ratchet minimum death benefit that provides for a one-year adjustment to the current account value. The second is an increasing minimum death benefit of 6% per year with a cap at twice the purchase amount less any withdrawals (pro-rata) prior to death; the increasing percentage switches to 0% after age 80. In 1999 the Company began selling an annuity product with a minimum guaranteed death benefit that is adjusted every eight years to the current account value adjusted for withdrawals on a pro-rata basis. In 2001 the Company began selling a product with a minimum guaranteed death benefit equal to premiums paid less withdrawals. In 2004, a rider was made available that replaced the 1998 increasing death benefit rider; the 2004 rider is identical to the 1998 version with the following change: the first 6% of withdrawals are treated on a dollar-for-dollar basis, and further withdrawals are adjusted on a pro-rata basis. In 2005 two additional riders were made available. The first rider is a one-year ratchet rider identical to the 1998 version with the following changes: (1) the benefit can increase to age 85 instead of age 80 and (2) the cap is eliminated. The second rider is an increasing minimum death benefit rider identical to the 2004 version with the following changes: (1) the increasing percentage remains at 6.0% to age 85 instead of age 80 and (2) the cap is eliminated. In 2006, three new guaranteed minimum death benefit (GMDB) riders were introduced. The first rider replaced the 2004 version and the second replaced the 2005 version. The benefits of these two riders are the same as the ones they replaced; the only changes were to contract language. The third rider is an annual reset death benefit rider. This rider must be purchased in conjunction with the guaranteed minimum income benefit (GMIB) annual reset rider (see description two paragraphs below). The policyholder has the option each year to reset their death benefit amount to the GMIB amount. The assets and liabilities of these accounts are carried at market. In 2009, five new guaranteed minimum death benefit (GMDB) riders were introduced. The first rider, issued January through May, replaced the 2006 version of the annual reset death benefit rider; the benefit of the rider was the same as the 2006 version but the rider charge was increased. A second version of the annual reset death benefit rider was rolled out in May of 2009 and replaced the January 2009 version. Its benefit was the same as the January 2009 version but the rider charge was increased. The final three riders were issued starting in May of 2009 and replaced the 2006 versions of the rollup death benefit riders as well as the 2005 version of the annual ratchet death benefit rider; the benefits were the same but the rider charges were increased.

In 2011, the Company began selling new death benefit riders in conjunction with the new GLWB riders. They were called Premium Protection and Premium Protection Plus. There was a single-life version and a joint-life version of these riders.

In 2016, the Company began selling a new death benefit rider. This rider is a combo death benefit rider that credits upon death the maximum of a roll-up benefit and a ratchet benefit. The roll-up for this rider is 6% simple interest through age 80 and then 0% thereafter. Ratchets occur annually if the contract value is greater than the ratchet benefit at that time. Both the roll-up and ratchet benefits are reduced pro-rata for any withdrawals.

In 2001, the Company began selling enhanced benefits riders. These provide for an additional death benefit to that provided in the contract of at least half the basis in the contract, up to 40% of contract value, determined before calculating any minimum death benefits provided by the underlying contract or any other riders (other than this rider), minus the basis in the contract. At no time will the additional death benefit exceed \$1 million.

In 2002 the Company began selling a guaranteed minimum income benefit (GMIB) rider. This rider, which is issued through age 80, provides for a guaranteed minimum fixed income in the form of a monthly annuity. The monthly income is determined by applying a guaranteed income base to the annuity tables in the rider. The guaranteed income base is the greater of (a) the premiums increased at 6% per year (4% for rider issue ages 76-80) until age 85, with adjustment for withdrawals on a pro-rata basis or (b) the highest contract anniversary value prior to age 80. The amount for (b) during a period between contract anniversaries is determined by increasing the previous anniversary value by additional premiums and adjusting it, on a pro-rata basis, for withdrawals. In 2004, a guaranteed minimum income benefit rider replaced the 2002 version. The 2004 rider is identical to the 2002 version with the following change: the first 6% of withdrawals are treated on a dollar-for-dollar basis; further withdrawals are adjusted on a pro-rata basis. In 2006, two riders replaced the 2004 version. They are identical to the 2004 version with the following modifications: the first has an optional annual reset provision and must be issued in conjunction with the annual reset death benefit rider; the second has an optional five year reset provision. In 2009, five new GMIB riders were issued. The first four versions of the riders were issued from January 2009 through May of 2009 and replaced the 2006 versions. The 2006 versions had no investment restrictions whereas two of the new versions of the riders had no investment restrictions and two of the new versions of the riders had investment restrictions. The riders with no investment restrictions had the same benefits as the 2006 versions; the only difference was a higher rider charge. The riders with investment restrictions had lower rider charges than the versions without investment restrictions but were the same in every other way. The May 2009 version of the GMIB rider replaced the four versions offered in January of 2009. It was an annual reset rider with investment restrictions; it was similar to the January 2009 version of the annual reset rider with investment restrictions, but had a higher rider charge. In January of 2010, a revised GMIB reserve replaced the May 2009 version. This rider was similar to the May 2009 version, but with lower guaranteed purchase rates. The Company discounted the sale of its GMIB rider in May of 2010. In addition, the Company assumed an additional GMIB reserve in a 100% coinsurance agreement with NSLAC.

In 2003, the Company began selling a guaranteed minimum account benefit (GMAB) rider that guarantees that the account value on the tenth anniversary will not be less than the remaining initial premium. In 2004 the company began selling two versions of a guaranteed minimum withdrawal benefit (GMWB) rider that guarantees in the case of one version 7%, and in the alternate version 8%, withdrawals of the premium per year for 10 years and at the tenth anniversary the account value will not be less than the remaining premium. In 2009, the Company began selling a GMAB rider that replaced the 2003 version; it provided the same benefit but had a higher rider charge. The Company discontinued the sale of its GMWB rider in 2009.

In 2010, the Company began selling a guaranteed lifetime withdrawal benefit (GLWB) rider that allows the owner to take withdrawals from the contract at a guaranteed percentage of the GLWB base every year. Such guaranteed withdrawals, which begin at 4%, may start any time after the annuitant reaches age 59 1/2. The guaranteed withdrawal percentage increases if the annuitant attains a higher age band before the owner starts taking withdrawals. Initially, the GLWB base is set at the amount of the purchase payments. It is increased by the amount of any future renewal payments. It also increases ("rolls up") by eight percent simple interest every year for the first ten years, as long as no withdrawal is made. In addition to the roll-up feature, the GLWB rider also provides for a one-time top off of the GLWB base at the end of the tenth contract year if the owner has not made any withdrawals in the first ten years. The top off is equal to two hundred percent of the first-year purchase payments. This rider also includes a built-in death benefit that goes down dollar-for-dollar for withdrawals. In 2011, the Company introduced new versions of the GLWB riders—both single-life and joint-life versions. The only main difference between the 2010 and 2011 riders was that the 2011 versions had higher rider charges. In some versions of the GLWB riders sold in 2013 and later, there is a guaranteed minimum percentage withdrawal for the first 15 years of the contract; when the policyholder's

NOTES TO FINANCIAL STATEMENTS

account value goes to zero subsequent to the 15-year guarantee period, the percentage withdrawal amount is then calculated per a specified formula based on the 10 year Treasury rate from the preceding 90 calendar days, with the calculated treasury-linked rate subject to a specified cap and floor.

Effective December 31, 2009, the Company adopted Actuarial Guideline 43 CARVM for Variable Annuities (AG43). AG43 interprets the standards for the valuation of reserves for variable annuity and other contracts involving certain guaranteed benefits similar to those offered with variable annuities. The guideline applies the principles of asset adequacy analysis directly to the risks associated with these products and guarantees.

AG43 is a holistic reserve methodology; thus rider benefit reserves are not determined separately from the base reserve; rather the reserve is determined on the policy as a whole. Therefore, in the absence of NAIC presentation guidance, the AG43 reserve can be shown in several acceptable ways in the annual statement. The Company decided to report the AG43 reserve in the general account annual statement as an amount in excess of the Basic Reserve (AG33). The AG43 reserve in excess of the Basic (AG33) reserve (gross) of \$1,353,334,598 is held in Exhibit 5, Annuity Reserves section, of the Company's general account annual statement as AG43 Reserve. There is a ceded reserve of \$1,409,666,455 that is held in Exhibit 5, Annuity Reserves Section, of the Company's general account annual statement as a component of Reinsurance Ceded. The presentation methodology makes it appear as though the direct reserve held is less than the reinsurance ceded; this is a result of the Basic Adjusted Reserve in AG43 being less than the Basic Reserve (AG33) since the Basic Adjusted Reserve is determined as the Basic Reserve (AG33) ignoring the free partial withdrawal path.

Certain other separate accounts relate to group annuity contracts that fund defined contribution pension plans of a non-guaranteed nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. These group variable annuities generally provide no guaranteed death benefits of any kind.

	(1) Indexed	(2) Nonindexed Guarantee less than/equal to 4%	(3) Nonindexed Guarantee More than 4%	(4) Nonguaranteed Separate Accounts	(5) Total
Premiums, considerations or deposits for year ended 12/31/2016	\$ -	\$ -	\$ -	\$ 1,288,964,995	\$ 1,288,964,995
Reserves at 12/31/2016					
For accounts with assets at:					
a. Fair Value	\$ -	\$ -	\$ -	\$ 20,326,501,192	\$ 20,326,501,192
b. Amorized cost	\$ -	\$ -	\$ -	\$ 184,430,893	\$ 184,430,893
c. Total reserves*	\$ -	\$ -	\$ -	\$ 20,510,932,086	\$ 20,510,932,086
By withdrawal characteristics:					
a. Subject to discretionary withdrawal					
b. With MV adjustment	\$ -	\$ -	\$ -	\$ -	\$ -
c. At book value without MV adjustment and with current surrender charge of 5% or more	\$ -	\$ -	\$ -	\$ -	\$ -
d. At fair Value	\$ -	\$ -	\$ -	\$ 20,477,944,779	\$ 20,477,944,779
e. At book value without MV adjustment and with current surrender charge of less than 5%	\$ -	\$ -	\$ -	\$ -	\$ -
f. Subtotal	\$ -	\$ -	\$ -	\$ 20,477,944,779	\$ 20,477,944,779
g. Not subject to discretionary withdrawal	\$ -	\$ -	\$ -	\$ 32,987,306	\$ 32,987,306
h. Total	\$ -	\$ -	\$ -	\$ 20,510,932,085	\$ 20,510,932,085

* Line 2 © should equal Line 3(h)

Reserves for Asset Default Risk in Lieu of AVR

C. Reconciliation of Net Transfers to or (From) Separate Accounts

(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:

a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ 1,288,970,219
b. Transfers from Separate Accounts (Page 4, Line 10)	\$ 1,308,594,433
c. Net transfers to (from) Separate Accounts (a) - (b)	\$ (19,624,214)

(2) Reconciling Adjustments

a. Processing Income	\$ (5,225)
b. Seed Money Income	\$ 78
c. Other net	\$ (16,862)

(3) Transfers as reported in the Summary of Operations of the Life Accident & Health Annual Statement (1c)+(2)=(Page 4, Line26)

\$ (19,646,223)

35. Loss / Claim Adjustment Expenses

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2016 and December 31, 2015 was \$216,733 and \$204,447 respectively.

The company incurred \$31,326 and paid \$43,612 of claim adjustment expenses in the current year, of which \$37,308 of the paid amount was attributable to insured or covered events of prior years. The company did not increase or decrease the provision for insured events of prior years.

The company does not have any provision for salvage or subrogation.

OHIO NATIONAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
- 1.2 If yes, complete Schedule Y, Parts 1, 1A and 2.
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] N/A []
- 1.3 State regulating? Ohio
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2015
- 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. 12/31/2010
- 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). 03/01/2012
- 3.4 By what department or departments? Ohio Department of Insurance
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No [X]
- 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of entity, 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
NAIC
Company
Code | 3
State of
Domicile |
|----------------|------------------------------|---------------------------|
| Name of Entity | 0 | 0 |
- 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 0.000%
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).
- | 1
Nationality | 2
Type of Entity |
|------------------|---------------------|
| | |
- 8.1 Is the company a subsidiary of a bank holding company regulated with 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 the response to 8.3 is yes, please provide below the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.
- | 1
Affiliate Name | 2
Location (City, State) | 3
FRB | 4
OCC | 5
FDIC | 6
SEC |
|-----------------------------|-----------------------------|----------|----------|-----------|----------|
| Ohio National Equities, Inc | Cincinnati, OH | | | | YES |
| The ON Equity Sales Company | Cincinnati, OH | | | | YES |
| Suffolk Capital Mgmt LLC | New York, NY | | | | YES |
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit? KPMG - 191 West Nationwide Blvd., Suite 500 - Columbus, Ohio 43215
- 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 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:

OHIO NATIONAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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?

Kush Koteka - Senior Vice President & Chief Corporate Actuary - One Financial Way - Cincinnati, Ohio 45242

- 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

0
\$
0

- 12.2 If yes, provide explanation

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

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

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

Yes [] No [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).

- 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 [X]

- 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
0			0

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 subordinator committee thereof?

Yes [X] No []

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof?

Yes [X] No []

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

Yes [X] No []

FINANCIAL

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

Yes [] No [X]

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

20.11 To directors or other officers	\$	0
20.12 To stockholders not officers	\$	0
20.13 Trustees, supreme or grand (Fraternal only)	\$	0

- 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	\$	0
20.22 To stockholders not officers	\$	0
20.23 Trustees, supreme or grand (Fraternal only)	\$	0

- 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 reporting in the statement?

Yes [] No [X]

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

21.21 Rented from others	\$	0
21.22 Borrowed from others	\$	0
21.23 Leased from others	\$	0
21.24 Other	\$	0

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

Yes [] No [X]

- 22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment	\$	0
22.22 Amount paid as expenses	\$	0
22.23 Other amounts paid	\$	0

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

Yes [X] No []

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

\$ 11,192

OHIO NATIONAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

24.01	Were all of stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 24.03)?	Yes [X] No []		
24.02	If no, give full and complete information, relating thereto:			
24.03	For 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). <u>See Note 21C.</u>			
24.04	Does the company's security lending program meet the requirements for a conforming program as outlined in the <i>Risk-Based Capital Instructions</i> ?	Yes [X] No [] N/A []		
24.05	If answer to 24.04 is yes, report amount of collateral for conforming programs.	\$ 189,815,862		
24.06	If answer to 24.04 is no, report amount of collateral for other programs	\$ 0		
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 [X] No [] N/A []		
24.08	Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?	Yes [X] 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 [X] No [] N/A []		
24.10	For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:			
24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$ 189,815,862		
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:	\$ 189,815,862		
24.103	Total payable for securities lending reported on the liability page:	\$ 189,815,862		
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 current 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	\$ 0		
25.22	Subject to reverse repurchase agreements	\$ 58,000,000		
25.23	Subject to dollar repurchase agreements	\$ 0		
25.24	Subject to reverse dollar repurchase agreements	\$ 0		
25.25	Placed under option agreements	\$ 0		
25.26	Letter stock or securities restricted as sale – excluding FHLB Capital Stock	\$ 0		
25.27	FHLB Capital Stock	\$ 36,552,300		
25.28	On deposit with states	\$ 9,095,509		
25.29	On deposit with other regulatory bodies	\$ 0		
25.30	Pledged as collateral – excluding collateral pledged to an FHLB	\$ 0		
25.31	Pledged as collateral to FHLB – including assets backing funding agreements	\$ 381,433,580		
25.32	Other	\$ 141,031		
25.3	For category (25.26) provide the following:			
	1 Nature of Restriction	2 Description	3 Amount	
			\$ 0	
26.1	Does the reporting entity have any hedging transactions reported on Schedule DB?	Yes [X] No []		
26.2	If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement.	Yes [] No [X] N/A []		
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:	\$ 0		
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 <i>Financial Condition Examiners Handbook</i> ?	Yes [X] No []		
28.01	For all agreements that comply with the requirements of the NAIC <i>Financial Condition Examiners Handbook</i> , complete the following:			
	1 Name of Custodian(s)	2 Custodian's Address		
	US Bank NA	P.O. Box 2054, Schiltz Park, Suite 300, Milwaukee, WI 53201		
	Wells Fargo Securities, LLC	301 South College Street, 7th Floor, Charlotte, NC 28202-4200		
28.02	For all agreements that do not comply with the requirements of the NAIC <i>Financial Condition Examiners Handbook</i> , provide the name, location and a complete explanation:			
	1 Name(s)	2 Location(s)	3 Complete Explanation(s)	
28.03	Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?	Yes [] No [X]		
28.04	If yes, give full and complete information relating thereto:			
	1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
28.05	Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts", "... handle securities"].			
	1 Name of Firm or Individual	2 Affiliation		
	Paul Gerard	I		

OHIO NATIONAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

Tim Biggs	1
Philip Byrde	1
Gary Rodmaker	1
Annette Teders	1
Michael Burke	1
Christopher Carlson	1
Nathan Hicks	1
Nick Trivett	1

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?

Yes [] No []

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes [] No []

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

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	2	3
CUSIP	Name of Mutual Fund	Book/Adjusted Carrying Value
		0
29,2999 TOTAL		0

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

1	2	3	4
Name of Mutual Fund (from above table)	Name of Significant Holding of the Mutual Fund	Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	Date of Valuation
		0	

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	2	3
		Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	5,598,463,283	5,812,977,368	214,514,085
30.2	Preferred Stocks	29,297,234	28,837,885	(459,349)
30.3	Totals	5,627,760,517	5,841,815,253	214,054,736

30.4 Describe the sources or methods utilized in determining the fair values:

Bond pricing through HUB Data, Bloomberg, and US Bankcorp were used to obtain fair market value for public issues. Private issues were priced using a matrix program based on quality spread over the final current year end Treasury Bond yields.

Yes [X] No []

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 [X] No []

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 [X] No []

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

32.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed?

Yes [X] No []

32.2 If no, list exceptions:

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 2,249,513

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	2
Name	Amount Paid
Milliman	\$ 671,742

34.1 Amount of payments for legal expenses, if any?

\$ 1,005,358

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	2
Name	Amount Paid
	\$ 0

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

\$ 0

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.

OHIO NATIONAL LIFE INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

1 Name	2 Amount Paid
	\$ 0

OHIO NATIONAL LIFE INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 2 – LIFE 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.	\$ 0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$ 0
1.3	Reason for excluding:	
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$ 0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$ 0
1.6	Individual policies:	
	Most current three years:	
1.61	Total premium earned	\$ 0
1.62	Total incurred claims	\$ 0
1.63	Number of covered lives	\$ 0
	All years prior to most current three years:	
1.64	Total premium earned	\$ 0
1.65	Total incurred claims	\$ 0
1.66	Number of covered lives	\$ 0
1.7	Group policies:	
	Most current three years:	
1.71	Total premium earned	\$ 0
1.72	Total incurred claims	\$ 0
1.73	Number of covered lives	\$ 0
	All years prior to most current three years:	
1.74	Total premium earned	\$ 0
1.75	Total incurred claims	\$ 0
1.76	Number of covered lives	\$ 0
2.	Health Test:	
		1 Current Year
		2 Prior Year
2.1	Premium Numerator	\$ 0
2.2	Premium Denominator	\$ 2,180,838,018
2.3	Premium Ratio (2.1/2.2)	0.000
2.4	Reserve Numerator	\$ 2,508,508
2.5	Reserve Denominator	\$ 5,812,131,085
2.6	Reserve Ratio (2.4/2.5)	0.043
3.1	Does the reporting entity have Separate Accounts?	Yes [X] No []
3.2	If yes, has a Separate Accounts statement been filed with this Department	Yes [X] No [] N/A []
3.3	What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?	\$ 0
3.4	State the authority under which Separate Accounts are maintained:	
3.5	Was any of the reporting entity's Separate Accounts business reinsured as of December 31?	Yes [X] No []
3.6	Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?	Yes [] No [X]
3.7	If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"?	\$ 0
4.1	Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?	Yes [X] No []
4.2	Net reimbursement of such expenses between reporting entities:	
4.21	Paid	\$ 27,097,002
4.22	Received	\$ 69,944,358
5.1	Does the reporting entity write any guaranteed interest contracts?	Yes [X] No []
5.2	If yes, what amount pertaining to these items is included in:	
5.21	Page 3, Line 1	\$ 589,981,760
5.22	Page 4, Line 1	\$ 0
6.	For stock reporting entities only:	
6.1	Total amount paid in by stockholders as surplus funds since organization of the reporting entity:	\$ 283,297,154
7.	Total dividends paid stockholders since organization of the reporting entity:	
7.11	Cash	\$ 893,000,000

GENERAL INTERROGATORIES**PART 2 – LIFE INTERROGATORIES**

7.12 Stock \$ 0

8.1 Does the reporting entity reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]

Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the *Workers' Compensation Carve-Out Supplement* to the Annual Statement? Yes [] No [X]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium	\$ 0	\$ 0	\$ 0
8.32 Paid claims	\$ 0	\$ 0	\$ 0
8.33 Claim liability and reserve (beginning of year)	\$ 0	\$ 0	\$ 0
8.34 Claim liability and reserve (end of year)	\$ 0	\$ 0	\$ 0
8.35 Incurred claims	\$ 0	\$ 0	\$ 0

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41 <\$25,000		\$ 0	\$ 0
8.42 \$25,000 — 99,999		\$ 0	\$ 0
8.43 \$100,000 — 249,999		\$ 0	\$ 0
8.44 \$250,000 — 999,999		\$ 0	\$ 0
8.45 \$1,000,000 or more		\$ 0	\$ 0

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? \$ 0

9.1 Does the reporting entity have variable annuities with guaranteed benefits? Yes [X] No []

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3 Waiting Period Remaining	4 Account Value Related to Col. 3	5 Total Related Account Values	6 Gross Amount of Reserve	7 Location of Reserve	8 Portion Reinsured	9 Reinsurance Reserve Credit
1 Guaranteed Death Benefit	2 Guaranteed Living Benefit							
3037635197	0		1957303869	1,957,303,869	0	Exhibit 5	1	0
2294347553	1		1437881515	1,437,881,515	0	Exhibit 5	1	0
352421095	2		272287793	272,287,793	0	Exhibit 5	1	0
346297961	3		274658927	274,658,927	0	Exhibit 5	1	0
2864715802	4		2318498562	2,318,498,562	0	Exhibit 5	1	0
241546168	5		194809517	194,809,517	0	Exhibit 5	1	0
107303613	6		92345092	92,345,092	0	Exhibit 5	1	0
1463926861	7		1262245448	1,262,245,448	0	Exhibit 5	1	0
1041739582	8		915848152	915,848,152	0	Exhibit 5	1	0
18739951	9		17879355	17,879,355	0	Exhibit 5	1	0
6565591	10		6479999	6,479,999	0	Exhibit 5	1	0
13893096	0		17827045	17,827,045	0	Exhibit 5	0	0
18431156	1		22941771	22,941,771	0	Exhibit 5	0	0
10844471	2		21762010	21,762,010	0	Exhibit 5	0	0
927267600	3		1140550308	1,140,550,308	0	Exhibit 5	1	0
1394743192	4		1649246143	1,649,246,143	0	Exhibit 5	1	0
91265597	5		103147056	103,147,056	0	Exhibit 5	1	0
52341143	6		60964019	60,964,019	0	Exhibit 5	1	0
154095554	7		158877433	158,877,433	0	Exhibit 5	1	0
218000894	8		215087819	215,087,819	0	Exhibit 5	1	0
155446731	9		160785564	160,785,564	0	Exhibit 5	1	0
33539002	10		33866068	33,866,068	0	Exhibit 5	1	0
10146317188	n/a		8609698674	8,609,698,674	0	Exhibit 5	1	0
21121700206				20,572,478,442	0	Exhibit 5	0	0
AG43 in excess of Basic Reserve (AG33)				0	1,456,457,408			1,409,666,455

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year: \$ 0

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1 P&C Insurance Company and Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
	\$ 0

11.1 Do you act as a custodian for health savings accounts? Yes [] No [X]

11.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

OHIO NATIONAL LIFE INSURANCE COMPANY
GENERAL INTERROGATORIES
PART 2 – LIFE INTERROGATORIES

- 11.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 11.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ 0
- 12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [] No [X] N/A []
- 12.2 If the answer to 12.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
	0		0	0	0	0

13. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded).

13.1 Direct premiums written	\$ 569,242,251
13.2 Total incurred claims	\$ 49,765,104
13.3 Number of covered lives	227,476

*Ordinary Life Insurance Includes					
Term (whether full underwriting, limited underwriting, jet issue, "short form app")					
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")					
Variable Life (with or without secondary guarantee)					
Universal Life (with or without secondary guarantee)					
Variable Universal Life (with or without secondary guarantee)					

OHIO NATIONAL LIFE INSURANCE COMPANY

FIVE-YEAR HISTORICAL DATA

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

Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2016	2 2015	3 2014	4 2013	5 2012
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4).....	21,538,949	19,004,338	17,102,330	14,454,790	12,749,819
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....	90,012,372	84,456,409	78,668,681	71,129,648	52,223,860
3. Credit life (Line 21, Col. 6).....	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4).....	7,044	7,767	8,532	9,826	12,007
5. Industrial (Line 21, Col. 2).....	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4).....	0	0	0	0	0
7. Total (Line 21, Col. 10).....	111,558,365	103,468,514	95,779,543	85,594,264	64,985,686
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2).....	3,107,876	2,548,507	2,164,509	1,761,293	1,722,053
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....	211,798	238,208	241,148	205,458	99,876
10. Credit life (Line 2, Col. 6).....	0	0	0	0	0
11. Group (Line 2, Col. 9).....	0	0	0	0	0
12. Industrial (Line 2, Col. 2).....	0	0	0	0	0
13. Total (Line 2, Col. 10).....	3,319,674	2,786,715	2,405,657	1,966,751	1,821,929
Premium Income - Lines of Business (Exhibit 1-Part 1)					
14. Industrial life (Line 20.4, Col. 2).....	0	0	0	0	0
15.1 Ordinary life insurance (Line 20.4, Col. 3).....	618,521,417	558,537,853	564,456,736	500,190,206	428,620,783
15.2 Ordinary individual annuities (Line 20.4, Col. 4).....	1,136,803,946	1,718,747,638	2,007,500,073	2,150,213,835	2,677,886,323
16. Credit life (group and individual) (Line 20.4, Col. 5).....	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6).....	0	0	0	0	0
17.2 Group annuities (Line 20.4, Col. 7).....	418,857,268	254,174,788	235,275,554	169,164,338	141,627,418
18.1 A&H - group (Line 20.4, Col. 8).....	0	0	0	0	0
18.2 A&H - credit (group and individual) (Line 20.4, Col. 9).....	0	0	0	0	0
18.3 A&H - other (Line 20.4, Col. 10).....	6,655,388	6,854,570	(48,358,174)	11,064,520	11,706,459
19. Aggregate of all other lines of business (Line 20.4, Col. 11).....	0	0	0	0	0
20. Total.....	2,180,838,019	2,538,314,849	2,758,874,189	2,830,632,899	3,259,840,983
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)....	8,266,508,771	7,725,094,531	7,377,923,283	6,990,588,935	6,814,575,393
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....	7,184,418,171	6,637,875,273	6,280,850,574	5,987,844,748	5,766,259,821
23. Aggregate life reserves (Page 3, Line 1).....	5,869,702,172	5,382,493,630	5,094,471,077	4,884,881,239	4,713,504,185
24. Aggregate A&H reserves (Page 3, Line 2).....	29,241,901	27,331,882	26,186,961	81,902,923	84,190,035
25. Deposit-type contract funds (Page 3, Line 3).....	718,374,173	712,454,301	694,857,632	569,533,897	603,967,019
26. Asset valuation reserve (Page 3, Line 24.01).....	32,507,474	33,538,844	23,641,130	22,182,597	25,243,899
27. Capital (Page 3, Lines 29 & 30).....	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
28. Surplus (Page 3, Line 37).....	1,072,090,604	1,077,220,327	1,087,073,789	992,744,185	1,038,315,575
Cash Flow (Page 5)					
29. Net Cash from operations (Line 11).....	614,106,897	428,298,777	249,997,748	236,229,150	278,997,947
Risk-Based Capital Analysis					
30. Total adjusted capital.....	1,192,950,520	1,191,596,104	1,185,716,046	1,079,598,553	1,119,191,721
31. Authorized control level risk-based capital.....	104,836,894	96,332,648	92,848,881	86,877,516	87,972,116
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1).....	70.1	68.6	68.4	68.7	65.0
33. Stocks (Lines 2.1 and 2.2).....	5.3	5.7	6.0	6.4	8.0
34. Mortgage loans on real estate (Lines 3.1 and 3.2).....	10.0	10.8	11.5	12.8	13.2
35. Real estate (Line 4.1, 4.2 and 4.3).....	0.3	0.4	0.3	0.4	0.1
36. Cash, cash equivalents and short-term investments (Line 5).....	4.3	6.0	5.0	4.9	5.8
37. Contract loans (Line 6).....	6.0	5.4	5.0	4.4	4.1
38. Derivatives (Line 7).....	0.5	0.4	0.3	0.0	0.2
39. Other invested assets (Line 8).....	1.0	1.0	1.6	0.6	1.7
40. Receivables for securities (Line 9).....	0.0	0.0	0.0	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10).....	2.4	1.7	2.1	1.8	2.0
42. Aggregate write-ins for invested assets (Line 11).....	0.0	0.0	0.0	0.0	0.0
43. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0

OHIO NATIONAL LIFE INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

(continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12 Col. 1).....	0	0	0	0	0
45. Affiliated preferred stocks (Sch. D Summary, Line 18 Col. 1).....	0	0	0	0	0
46. Affiliated common stocks (Sch. D Summary, Line 24 Col. 1).....	343,862,985	348,799,939	340,875,688	358,164,870	464,265,912
47. Affiliated short-term investments (subtotal included in Sch. DA, Verif. Col. 5, Line 10).....	0	0	0	0	0
48. Affiliated mortgage loans on real estate	0	0	0	0	0
49. All other affiliated.....	0	0	0	0	0
50. Total of above Lines 44 to 49.....	343,862,985	348,799,939	340,875,688	358,164,870	464,265,912
51. Total investment in parent included in Lines 44 to 49 above.....	0	0	0	0	0
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	145,041,262	130,179,099	108,583,526	166,410,369	101,159,271
53. Total admitted assets (Page 2, Line 28, Col. 3).....	29,061,741,064	27,589,840,350	27,449,336,934	25,384,877,655	21,631,247,430
Investment Data					
54. Net investment income (Exhibit of Net Investment Income).....	332,304,937	340,223,984	330,217,705	322,053,802	332,818,491
55. Realized capital gains (losses) (Page 4, Line 34, Column 1).....	(24,349,358)	(15,664,478)	(13,619,324)	(40,521,978)	(37,917,614)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....	(8,708,337)	(10,836,354)	(18,542,565)	(107,664,669)	(37,600,148)
57. Total of above Lines 54, 55 and 56.....	299,247,242	313,723,152	298,055,816	173,867,155	257,300,729
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1 minus Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11).....	2,043,882,504	1,879,857,691	1,805,456,870	1,509,478,431	1,368,989,983
59. Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11).....	1,369,795	1,187,354	3,979,181	8,677,565	8,156,722
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3).....	440,677,984	399,240,576	386,731,015	344,744,040	286,028,287
61. Increase in A&H reserves (Line 19, Cols. 9, 10 & 11).....	1,910,018	782,718	(54,413,144)	(2,287,113)	(4,019,243)
62. Dividends to policyholders (Line 30, Col 1).....	91,946,694	80,985,405	70,527,978	56,928,139	48,284,412
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22, & 23 less Line 6)/(Page 6 Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00.....	17.6	15.3	13.3	12.5	9.9
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.00.....	5.6	6.8	7.5	7.7	9.3
65. A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2).....	.49.6	35.1	106.7	59.5	41.9
66. A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2).....	.07	1.4	(0.4)	2.6	6.6
67. A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2).....	.20.0	17.5	(3.9)	31.8	12.5
A&H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2).....	0	0	0	0	0
69. Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2).....	0	0	0	0	0
70. Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2).....	10,593,793	10,077,664	13,667,201	66,167,019	65,808,972
71. Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2).....	10,222,343	10,838,756	61,762,902	62,139,505	62,173,642
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2).....	0	0	0	0	0
73. Ordinary - life (Col. 3).....	6,829,971	4,210,898	5,994,161	(11,862,613)	8,256,124
74. Ordinary - individual annuities (Col. 4).....	54,031,181	65,179,266	98,595,970	108,119,795	119,497,614
75. Ordinary - supplementary contracts (Col. 5).....	(506,521)	218,378	(13,531)	585,397	270,970
76. Credit life (Col. 6).....	0	0	0	0	0
77. Group life (Col. 7).....	.208,787	.220,637	.244,696	.230,191	.601,589
78. Group annuities (Col. 8).....	.98,165	.8,008,203	(489,691)	5,202,966	.19,306,669
79. A&H - group (Col. 9).....	0	0	0	0	0
80. A&H - credit (Col. 10).....	0	0	0	0	0
81. A&H - other (Col. 11).....	.115,010	.491,591	(320,921)	(145,769)	2,799,673
82. Aggregate of all other lines of business (Col. 12).....	0	0	0	0	(5,200,342)
83. Total (Col. 1).....	.60,776,593	.78,328,973	.104,010,684	.102,129,967	.145,532,297

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:

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group		10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	7 Number of Policies	8 Certificates	
1. In force end of prior year.....	0	0	214,096	103,460,747	0	0	0	250	7,767
2. Issued during year.....	0	0	8,489	3,319,674	0	0	0	0	3,319,674
3. Reinsurance assumed.....	0	0	18,085	12,017,440	0	0	0	0	12,017,440
4. Revived during year.....	0	0	33	16,701	0	0	0	0	16,701
5. Increased during year (net).....	0	0	1	311,665	0	0	0	0	311,665
6. Subtotals, Lines 2 to 5.....	0	0	26,608	15,665,480	0	0	0	0	15,665,480
7. Additions by dividends during year.....	XXX	0	XXX	0	XXX	0	XXX	XXX	0
8. Aggregate write-ins for increases.....	0	0	807	237,945	0	0	0	0	237,945
9. Totals (Lines 1 and 6 to 8).....	0	0	241,511	119,364,172	0	0	0	250	7,767
Deductions during year:									
10. Death.....	0	0	1,580	158,269	0	0	XXX	7	155
11. Maturity.....	0	0	290	37,950	0	0	XXX	0	37,950
12. Disability.....	0	0	0	0	0	0	XXX	0	0
13. Expiry.....	0	0	1	940	0	0	0	0	940
14. Surrender.....	0	0	3,359	1,175,079	0	0	0	19	480
15. Lapse.....	0	0	8,102	4,898,471	0	0	0	0	4,898,471
16. Conversion.....	0	0	171	123,283	0	0	XXX	XXX	XXX
17. Decreased (net).....	0	0	52	1,042,868	0	0	0	0	88
18. Reinsurance.....	0	0	480	375,991	0	0	0	0	375,991
19. Aggregate write-ins for decreases.....	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19).....	0	0	14,035	7,812,851	0	0	0	26	723
21. In force end of year (Line 9 minus Line 20).....	0	0	227,476	111,551,321	0	0	0	224	7,044
22. Reinsurance ceded end of year.....	XXX	0	XXX	33,833,210	XXX	0	XXX	XXX	33,833,210
23. Line 21 minus Line 22.....	XXX	0	XXX	77,718,111	XXX	(b)	XXX	XXX	7,044
									77,725,155

DETAILS OF WRITE-INS

0801. Other adjustments.....	0	0	807	237,945	0	0	0	0	0	237,945
0802.	0	0	0	0	0	0	0	0	0	0
0803.	0	0	0	0	0	0	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above).....	0	0	807	237,945	0	0	0	0	0	237,945
1901.	0	0	0	0	0	0	0	0	0	0
1902.	0	0	0	0	0	0	0	0	0	0
1903.	0	0	0	0	0	0	0	0	0	0
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. Totals (Lines 1901 through 1903 plus 1998) (Line 19 above).....	0	0	0	0	0	0	0	0	0	0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) Group \$.....0; Individual \$.....0.

OHIO NATIONAL LIFE INSURANCE COMPANY
EXHIBIT OF LIFE INSURANCE (continued)
 ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends.....	.....XXX.....	.....0.....	.....XXX.....	.....1,831,291.....
25. Other paid-up insurance.....	.....0.....	.....0.....	.....8,634.....	.....179,927.....
26. Debit ordinary insurance.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies-decreasing.....	.....0.....	.....0.....	.....0.....	.....0.....
28. Term policies-other.....	.....0.....	.....0.....	.....124,972.....	.....88,232,995.....
29. Other term insurance-decreasing.....	.....XXX.....	.....0.....	.....XXX.....	.....0.....
30. Other term insurance.....	.....XXX.....	.....211,798.....	.....XXX.....	.....1,628,519.....
31. Totals (Lines 27 to 30).....	.....0.....	.....211,798.....	.....124,972.....	.....89,861,514.....
Reconciliation to Lines 2 and 21:				
32. Term additions.....	.....XXX.....	.....0.....	.....XXX.....	.....0.....
33. Totals, extended term insurance.....	.....XXX.....	.....XXX.....	.....1,191.....	.....150,858.....
34. Totals, whole life and endowment.....	.....8,489.....	.....3,107,876.....	.....101,313.....	.....21,538,949.....
35. Totals (Lines 31 to 34).....	.....8,489.....	.....3,319,674.....	.....227,476.....	.....111,551,321.....

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial.....	.....0.....	.....0.....	.....0.....	.....0.....
37. Ordinary.....	.....0.....	.....3,319,674.....	.....91,325,568.....	.....20,225,751.....
38. Credit Life (Group and Individual).....	.....0.....	.....0.....	.....0.....	.....0.....
39. Group.....	.....0.....	.....0.....	.....0.....	.....7,044.....
40. Totals (Lines 36 to 39).....	.....0.....	.....3,319,674.....	.....91,325,568.....	.....20,232,795.....

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies.....	.....XXX.....	.....0.....	.....XXX.....	.....0.....
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis.....	.....0.....	.....XXX.....	.....0.....	.....XXX.....
43. Federal Employees' Group Life Insurance included in Line 21.....	.....0.....	.....0.....	.....0.....	.....0.....
44. Servicemen's Group Life Insurance included in Line 21.....	.....0.....	.....0.....	.....0.....	.....0.....
45. Group Permanent Insurance included in Line 21.....	.....0.....	.....0.....	.....0.....	.....0.....

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a).....64,045.....
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1
47.2

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium.....	.....0.....	.....0.....	.....56,659.....	.....23,074,888.....	.....0.....	.....0.....	.....0.....	.....0.....
49. Disability Income.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....
50. Extended Benefits.....	.....0.....	.....0.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....224.....	.....7,044.....
51. Other.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....
52. Total.....	.....0.....	.....(b).....	.....0.....	.....56,659.....	.....(b).....	.....23,074,888.....	.....0.....	.....(b).....

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

**EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE
AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS,
ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES**

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year.....	248	330	0	0
2. Issued during year.....	4	75	0	0
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	0	0
5. Total (Lines 1 to 4).....	252	405	0	0
Deductions during year:				
6. Decreased (net).....	24	39	0	0
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	24	39	0	0
9. In force end of year.....	228	366	0	0
10. Amount on deposit.....	0	(a).0	0	(a).0
11. Income now payable.....	0	0	0	0
12. Amount of income payable.....	(a).1,371,239	(a).3,086,843	(a).0	(a).0

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year.....	3,345	181,061	1,778	29,629
2. Issued during year.....	603	7,287	271	9,775
3. Reinsurance assumed.....	0	0	0	0
4. Increased during year (net).....	0	0	0	0
5. Total (Lines 1 to 4).....	3,948	188,348	2,049	39,404
Deductions during year:				
6. Decreased (net).....	246	8,973	273	9,068
7. Reinsurance ceded.....	0	0	0	0
8. Totals (Lines 6 and 7).....	246	8,973	273	9,068
9. In force end of year.....	3,702	179,375	1,776	30,336
Income now payable:				
10. Amount of income payable.....	(a).30,023,610	XXX	XXX	(a).10,639,596
Deferred fully paid:				
11. Account balance.....	XXX	(a).22,136,661,322	XXX	(a).934,857,217
Deferred not fully paid:				
12. Account balance.....	XXX	(a).0	XXX	(a).0

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in force	3 Policies	4 Premiums in force	5 Policies	6 Premiums in force
1. In force end of prior year.....	0	0	0	0	7,203	13,944,927
2. Issued during year.....	0	0	0	0	50	39,480
3. Reinsurance assumed.....	0	0	0	0	0	0
4. Increased during year (net).....	0	XXX	0	XXX	25	XXX
5. Total (Lines 1 to 4).....	0	XXX	0	XXX	7,278	XXX
Deductions during year:						
6. Conversions.....	0	XXX	XXX	XXX	XXX	XXX
7. Decreased (net).....	0	XXX	0	XXX	402	XXX
8. Reinsurance ceded.....	0	XXX	0	XXX	0	XXX
9. Totals (Lines 6 to 8).....	0	XXX	0	XXX	402	XXX
10. In force end of year.....	0	(a).0	0	(a).0	6,876	(a).13,405,259

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds Contracts	2 Dividend Accumulations Contracts	
1. In force end of prior year.....	162		9,474
2. Issued during year.....	15		0
3. Reinsurance assumed.....	0		0
4. Increased during year (net).....	0		0
5. Total (Lines 1 to 4).....	177		9,474
Deductions during year:			
6. Decreased (net).....	33		630
7. Reinsurance ceded.....	0		0
8. Totals (Lines 6 and 7).....	33		630
9. In force end of year.....	144		8,844
10. Amount of account balance.....	(a).673,605,167	(a).0	38,108,179

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the Annual Statement Instructions.

OHIO NATIONAL LIFE INSURANCE COMPANY

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	Active Status	1		Direct Business Only				
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Mem- bership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts	
		2 Life Insurance Premiums	3 Annuity Considerations					
1. Alabama.....	.AL.....	7,549,866	11,214,957	158,906	4,593,748	23,517,477	3,068	
2. Alaska.....	.AK.....	163,567	1,095,151	3,747	0	1,262,465	1,341	
3. Arizona.....	.AZ.....	9,874,205	23,892,665	118,318	5,382,595	39,267,783	266,853	
4. Arkansas.....	.AR.....	4,875,672	15,800,645	83,546	3,008,192	23,768,055	46,346	
5. California.....	.CA.....	30,671,804	92,729,940	815,607	18,554,926	142,772,277	464,117	
6. Colorado.....	.CO.....	24,681,457	17,802,257	433,880	1,102,002	44,019,596	171,219	
7. Connecticut.....	.CT.....	3,449,178	17,895,503	175,037	2,751,093	24,270,811	74,601,264	
8. Delaware.....	.DE.....	1,485,789	3,291,559	41,647	165,211	4,984,206	900,769	
9. District of Columbia.....	.DC.....	668,672	4,137,947	7,134	84,214	4,897,967	176	
10. Florida.....	.FL.....	35,770,441	171,459,234	590,791	16,322,893	224,143,359	396,653	
11. Georgia.....	.GA.....	6,604,447	15,012,086	219,086	6,622,902	28,458,521	6,268	
12. Hawaii.....	.HI.....	143,018	732,886	13,178	0	889,082	13,328	
13. Idaho.....	.ID.....	1,941,784	6,575,701	109,402	440,695	9,067,582	4,348	
14. Illinois.....	.IL.....	30,013,264	55,298,188	758,393	13,900,682	99,970,527	415,477	
15. Indiana.....	.IN.....	9,520,304	11,963,475	139,367	9,562,302	31,185,448	27,003	
16. Iowa.....	.IA.....	4,782,094	12,824,069	152,250	3,737,548	21,495,961	61,887	
17. Kansas.....	.KS.....	11,324,911	29,939,988	314,246	7,246,746	48,825,891	61,621	
18. Kentucky.....	.KY.....	2,992,307	14,715,219	129,092	3,395,691	21,232,309	143,232	
19. Louisiana.....	.LA.....	14,609,873	2,845,946	60,347	2,489,513	20,005,679	9,396	
20. Maine.....	.ME.....	303,279	4,111,781	32,765	1,237,267	5,685,092	433	
21. Maryland.....	.MD.....	7,576,294	62,563,422	265,182	2,403,134	72,808,032	1,777,685	
22. Massachusetts.....	.MA.....	10,051,389	30,788,991	447,654	1,769,172	43,057,206	7,694,210	
23. Michigan.....	.MI.....	24,705,722	66,486,016	467,261	14,939,463	106,598,462	2,679,683	
24. Minnesota.....	.MN.....	7,582,965	51,096,028	187,687	5,437,737	64,304,417	64,978	
25. Mississippi.....	.MS.....	1,746,959	5,519,057	118,517	1,554,741	8,939,274	1,919	
26. Missouri.....	.MO.....	7,665,426	40,659,190	147,458	2,839,631	51,311,705	518,232	
27. Montana.....	.MT.....	769,006	2,548,678	23,196	233,219	3,574,099	7,065	
28. Nebraska.....	.NE.....	4,596,223	11,800,040	98,013	1,632,671	18,126,947	40,989	
29. Nevada.....	.NV.....	2,146,957	6,333,169	69,692	273,378	8,823,196	80,424	
30. New Hampshire.....	.NH.....	5,191,733	6,854,750	68,797	320	12,115,600	2,927	
31. New Jersey.....	.NJ.....	16,510,400	58,197,306	239,318	2,383,859	77,330,883	1,318,547	
32. New Mexico.....	.NM.....	576,452	6,382,980	21,104	211,066	7,191,602	1,399	
33. New York.....	.NY.....N	1,338,011	1,629,198	37,374	24,202	3,028,785	4,827	
34. North Carolina.....	.NC.....	9,284,954	57,593,574	247,242	18,309,889	85,435,659	260,916	
35. North Dakota.....	.ND.....	4,169,058	791,589	100,652	314,736	5,376,035	3,852	
36. Ohio.....	.OH.....	36,196,761	69,552,834	1,300,284	183,129,909	290,179,788	76,867,545	
37. Oklahoma.....	.OK.....	7,789,259	21,648,171	138,932	3,881,861	33,458,223	11,248	
38. Oregon.....	.OR.....	3,300,588	14,683,484	185,490	1,555,725	19,725,287	282,769	
39. Pennsylvania.....	.PA.....	37,206,706	92,213,661	734,655	8,583,074	138,738,096	539,249	
40. Rhode Island.....	.RI.....	1,451,936	5,691,957	63,108	84,746	7,291,747	40	
41. South Carolina.....	.SC.....	4,279,821	17,296,751	105,706	1,452,139	23,134,417	3,069	
42. South Dakota.....	.SD.....	1,026,475	1,098,595	15,412	38,181	2,178,663	2,246	
43. Tennessee.....	.TN.....	9,453,765	16,817,843	480,418	19,198,706	45,950,732	7,368	
44. Texas.....	.TX.....	33,656,145	51,897,253	605,267	9,447,289	95,605,954	714,728	
45. Utah.....	.UT.....	6,716,517	5,831,029	58,275	133,289	12,739,110	1,000	
46. Vermont.....	.VT.....	159,917	1,095,803	6,166	30,313	1,292,199	47	
47. Virginia.....	.VA.....	9,088,852	68,885,700	265,122	22,596,724	100,836,398	90,194	
48. Washington.....	.WA.....	4,983,416	21,853,768	165,280	650,866	27,653,330	19,131	
49. West Virginia.....	.WV.....	1,512,488	7,775,324	115,338	7,160,625	16,563,775	693,036	
50. Wisconsin.....	.WI.....	14,614,541	33,654,496	720,856	7,988,382	56,978,275	110,454	
51. Wyoming.....	.WY.....	913,109	456,141	33,158	0	1,402,408	71,102	
52. American Samoa.....	.AS.....N	0	0	0	0	0	0	
53. Guam.....	.GU.....N	0	0	0	0	0	0	
54. Puerto Rico.....	.PR.....L	66,720	123,500	1,243,627	0	1,433,847	72	
55. US Virgin Islands.....	.VI.....N	31,874	0	0	0	31,874	0	
56. Northern Mariana Islands.....	.MP.....N	0	0	0	0	0	0	
57. Canada.....	.CAN.....N	34,812	0	653	0	35,465	118	
58. Aggregate Other Alien.....	.OT.....XXX	227,307	0	10,941	0	238,248	0	
59. Subtotal.....	(a)....51	478,048,490	1,353,159,495	13,144,574	.418,857,267	2,263,209,826	.171,465,868	
90. Reporting entity contributions for employee benefit plans.....	XXX.....	0	0	0	0	0	0	
91. Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX.....	72,125,502	.216	0	0	72,125,718	0	
92. Dividends or refunds applied to shorten endowment or premium paying period.....	XXX.....	0	0	0	0	0	0	
93. Premium or annuity considerations waived under disability or other contract provisions.....	XXX.....	916,959	10,678,507	250,302	0	11,845,768	0	
94. Aggregate other amounts not allocable by State.....	XXX.....	2,865,124	0	0	0	2,865,124	0	
95. Totals (Direct Business).....	XXX.....	.553,956,075	1,363,838,218	13,394,876	.418,857,267	2,350,046,436	.171,465,868	
96. Plus reinsurance assumed.....	XXX.....	170,177,646	3,001,594	0	0	173,179,240	0	
97. Totals (All Business).....	XXX.....	724,133,721	1,366,839,812	13,394,876	.418,857,267	2,523,225,676	.171,465,868	
98. Less reinsurance ceded.....	XXX.....	120,898,481	.230,035,866	6,839,648	0	.357,773,995	0	
99. Totals (All Business) less reinsurance ceded.....	XXX.....	603,235,240	1,136,803,946	(b).....6,555,228	.418,857,267	2,165,451,681	.171,465,868	

DETAILS OF WRITE-INS

58001. ZZZ Other Alien.....	XXX.....	227,307	0	10,941	0	238,248	0
58002.	XXX.....	0	0	0	0	0	0
58003.	XXX.....	0	0	0	0	0	0
58998. Summ. of remaining write-ins for line 58 from overflow page.....	XXX.....	0	0	0	0	0	0
58999. Total (Lines 58001 through 58003 plus 58998) (Line 58 above).....	XXX.....	227,307	0	10,941	0	238,248	0
9401. Dividends accums used to purchase paid-up additions.....	XXX.....	2,854,560	0	0	0	2,854,560	0
9402. Dividends accums used to shorten endow or prem pay.....	XXX.....	10,564	0	0	0	10,564	0
9403.	XXX.....	0	0	0	0	0	0
9498. Summ. of remaining write-ins for line 94 from overflow page.....	XXX.....	0	0	0	0	0	0
9499. Total (Lines 9401 through 9403 plus 9498) (Line 94 above).....	XXX.....	2,865,124	0	0	0	2,865,124	0

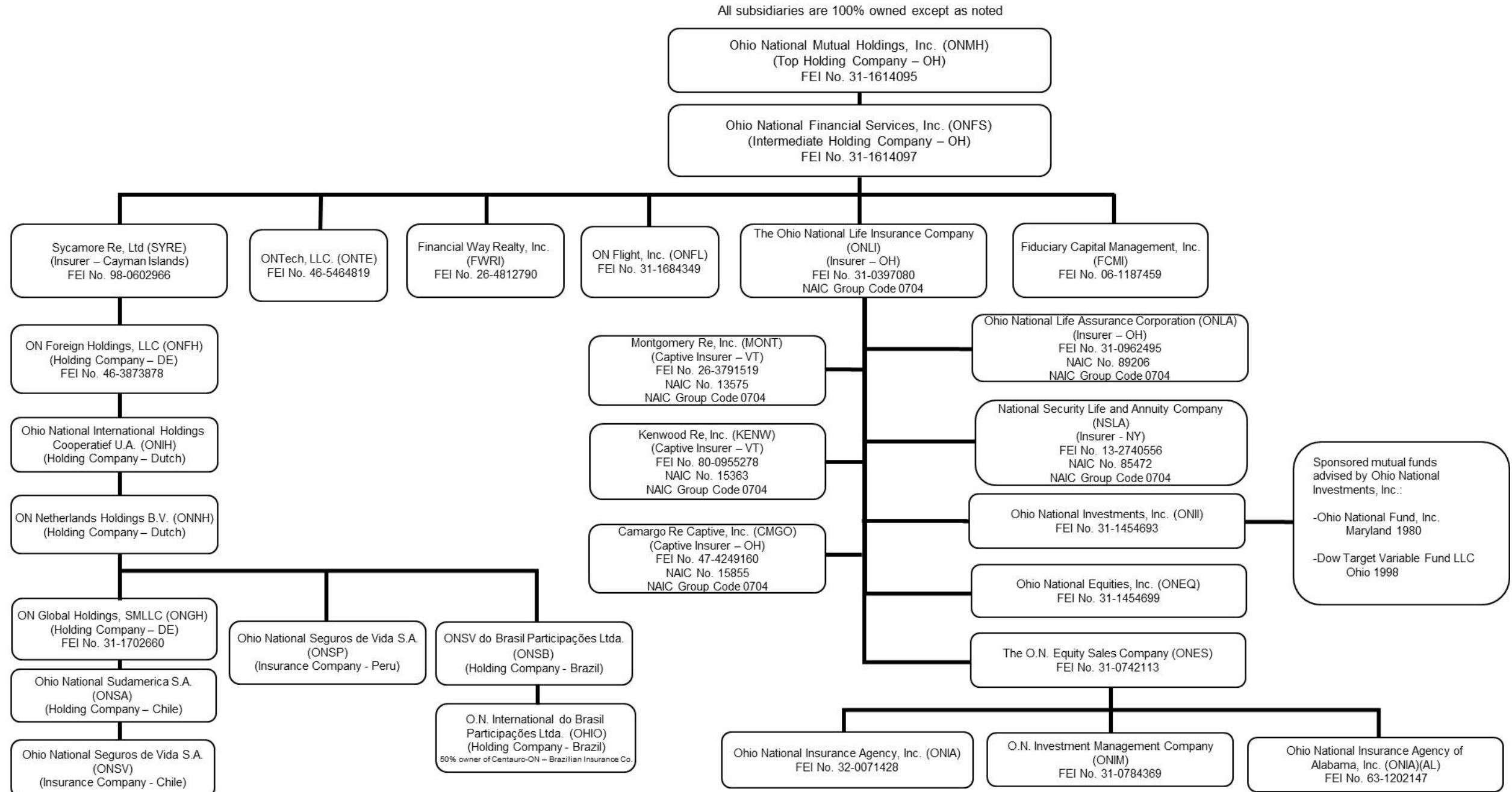
(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

Explanation of basis of allocation by states, etc., of premiums and annuity considerations.

All premiums are allocated to the address of record of the premium payor at the time of premium payment entry.

- (a) Insert the number of "L" responses except for Canada and Other Alien.
 (b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Column 1, Line 1. Indicate which: Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10

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

2016 ALPHABETICAL INDEX
LIFE ANNUAL STATEMENT BLANK

Analysis of Increase in Reserves During The Year	7	Schedule D – Part 2 – Section 1	E11
Analysis of Operations By Lines of Business	6	Schedule D – Part 2 – Section 2	E12
Asset Valuation Reserve Default Component	30	Schedule D – Part 3	E13
Asset Valuation Reserve Equity	32	Schedule D – Part 4	E14
Asset Valuation Reserve Replications (Synthetic) Assets	35	Schedule D – Part 5	E15
Asset Valuation Reserve	29	Schedule D – Part 6 – Section 1	E16
Assets	2	Schedule D – Part 6 – Section 2	E16
Cash Flow	5	Schedule D – Summary By Country	SI04
Exhibit 1 – Part 1 – Premiums and Annuity Considerations for Life and Accident and Health Contracts	9	Schedule D – Verification Between Years	SI03
Exhibit 1 – Part 2 – Dividends and Coupons Applied, Reinsurance Commissions and Expense	10	Schedule DA – Part 1	E17
Exhibit 2 – General Expenses	11	Schedule DA – Verification Between Years	SI10
Exhibit 3 – Taxes, Licenses and Fees (Excluding Federal Income Taxes)	11	Schedule DB – Part A – Section 1	E18
Exhibit 4 – Dividends or Refunds	11	Schedule DB – Part A – Section 2	E19
Exhibit 5 – Aggregate Reserve for Life Contracts	12	Schedule DB – Part A – Verification Between Years	SI11
Exhibit 5 – Interrogatories	13	Schedule DB – Part B – Section 1	E20
Exhibit 5A – Changes in Bases of Valuation During The Year	13	Schedule DB – Part B – Section 2	E21
Exhibit 6 – Aggregate Reserves for Accident and Health Contracts	14	Schedule DB – Part B – Verification Between Years	SI11
Exhibit 7 – Deposit-Type Contracts	15	Schedule DB – Part C – Section 1	SI12
Exhibit 8 – Claims for Life and Accident and Health Contracts – Part 1	16	Schedule DB – Part C – Section 2	SI13
Exhibit 8 – Claims for Life and Accident and Health Contracts – Part 2	17	Schedule DB – Part D – Section 1	E22
Exhibit of Capital Gains (Losses)	8	Schedule DB – Part D – Section 2	E23
Exhibit of Life Insurance	25	Schedule DB – Verification	SI14
Exhibit of Net Investment Income	8	Schedule DL – Part 1	E24
Exhibit of Nonadmitted Assets	18	Schedule DL – Part 2	E25
Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values	27	Schedule E – Part 1 – Cash	E26
Five-Year Historical Data	22	Schedule E – Part 2 – Cash Equivalents	E27
Form for Calculating the Interest Maintenance Reserve (IMR)	28	Schedule E – Part 3 – Special Deposits	E28
General Interrogatories	20	Schedule E – Verification Between Years	SI15
Jurat Page	1	Schedule F	36
Liabilities, Surplus and Other Funds	3	Schedule H – Accident and Health Exhibit – Part 1	37
Life Insurance (State Page)	24	Schedule H – Part 2, Part 3 and Part 4	38
Notes To Financial Statements	19	Schedule H – Part 5 – Health Claims	39
Overflow Page For Write-ins	55	Schedule S – Part 1 – Section 1	40
Schedule A – Part 1	E01	Schedule S – Part 1 – Section 2	41
Schedule A – Part 2	E02	Schedule S – Part 2	42
Schedule A – Part 3	E03	Schedule S – Part 3 – Section 1	43
Schedule A – Verification Between Years	SI02	Schedule S – Part 3 – Section 2	44
Schedule B – Part 1	E04	Schedule S – Part 4	45
Schedule B – Part 2	E05	Schedule S – Part 5	46
Schedule B – Part 3	E06	Schedule S – Part 6	47
Schedule B – Verification Between Years	SI02	Schedule S – Part 7	48
Schedule BA – Part 1	E07	Schedule T – Part 2 Interstate Compact	50
Schedule BA – Part 2	E08	Schedule T – Premiums and Annuity Considerations	49
Schedule BA – Part 3	E09	Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	51
Schedule BA – Verification Between Years	SI03	Schedule Y – Part 1A – Detail of Insurance Holding Company System	52
Schedule D – Part 1	E10	Schedule Y – Part 2 – Summary of Insurer's Transactions With Any Affiliates	53
Schedule D – Part 1A – Section 1	SI05	Summary Investment Schedule	SI01
Schedule D – Part 1A – Section 2	SI08	Summary of Operations	4
		Supplemental Exhibits and Schedules Interrogatories	54