



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)

NAIC Company Code..... 67172

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

Organized under the Laws of OH

State of Domicile or Port of Entry OH

Country of Domicile US

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

Commenced Business..... October 10, 1910

Statutory Home Office

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

Main Administrative Office

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

513-794-6100
(Area Code) (Telephone Number)

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)

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
(Area Code) (Telephone Number)

Internet Web Site Address

N/A

Statutory Statement Contact

Amber Dawn Roberts
(Name)

513-794-6100-6015
(Area Code) (Telephone Number) (Extension)

amber_roberts@ohionational.com
(E-Mail Address)

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 |

OTHER

| | | | |
|----------------------------|---|-----------------------------|--|
| 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 | | |

DIRECTORS OR TRUSTEES

| | | | |
|----------------------------|------------------------|---------------------------|-----------------------|
| Thomas Abdo Barefield | Jack Elliott Brown | Christopher Allen Carlson | Ronald John Dolan |
| Victoria Buyniski Gluckman | John Weber Hayden | Gary Thomas Huffman | James Francis Orr |
| John Russell Phillips | John Michael Schlotman | James Charles Votruba # | 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) | (Signature) | (Signature) |
| Gary Thomas Huffman | Therese Susan McDonough | Doris Lee Paul |
| (Printed Name) | (Printed Name) | (Printed Name) |
| President, Chairman & Chief Executive Officer | Secretary | Treasurer |
| (Title) | (Title) | (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 | 2 | 3 | 4 |
| | Assets | Nonadmitted Assets | Net Admitted Assets (Cols. 1 - 2) | 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 |

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 | 2 |
|--|----------------|----------------|
| | Current Year | 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: | | |
| 36.10.000 shares common (value included in Line 29 \$.....0)..... | 0 | 0 |
| 36.20.000 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 |

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

| | 1 | 2 | Ordinary | | | 6 | Group | | Accident and Health | | | 12 |
|---|---------------|-----------------|------------------|------------------------|---------------------------|------------------------------------|---------------------|--------------|---------------------|----------------------------------|-----------|--|
| | | Industrial Life | 3 Life Insurance | 4 Individual Annuities | 5 Supplementary Contracts | Credit Life (Group and Individual) | 7 Life Insurance(a) | 8 Annuities | 9 Group | 10 Credit (Group and Individual) | 11 Other | Aggregate of All Other Lines of Business |
| | Total | | | | | | | | | | | |
| 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 |
| 2. Considerations for supplementary contracts with life contingencies..... | 226,586 | 0 | 0 | 0 | 226,586 | 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 |
| 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 |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses..... | 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 |
| 7. Reserve adjustments on reinsurance ceded..... | 40,092,644 | 0 | 40,092,644 | 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 |
| 8.2 Charges and fees for deposit-type contracts..... | 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 |
| 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 |
| 10. Death benefits..... | 82,435,768 | 0 | 82,280,293 | 0 | 0 | 0 | 155,475 | 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 |
| 12. Annuity benefits..... | 619,603,455 | 0 | 0 | 604,268,626 | 0 | 0 | 0 | 15,334,829 | 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 |
| 14. Coupons, guaranteed annual pure endowments and similar benefits..... | 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 |
| 16. Group conversions..... | 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 |
| 18. Payments on supplementary contracts with life contingencies..... | 1,371,240 | 0 | 0 | 0 | 1,371,240 | 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 |
| 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 |
| 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 |
| 22. Commissions and expense allowances on reinsurance assumed..... | 9,519,406 | 0 | 9,519,406 | 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 |
| 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 |
| 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 |
| 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 |
| 27. Aggregate write-ins for deductions..... | 1,051,418 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,051,418 | 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 |
| 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 |
| 30. Dividends to policyholders..... | 91,946,694 | 0 | 89,703,537 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,243,157 | 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 |
| 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 |
| 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 |

| 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 |
| 08.302. Fee income..... | 58,282,525 | 0 | 2,628,073 | 52,820,702 | 0 | 0 | 0 | 2,833,750 | 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 |
| 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 |
| 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 |
| 2701. Health surrender benefits..... | 1,051,418 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,051,418 | 0 |
| 2702. | 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 |
| 2798. Summary of remaining write-ins for Line 27 from overflow page..... | 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 |

(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 | 2 | Ordinary | | 5 | Group | | Accident and Health | | | 11 |
|--|---------------|-----------------|---------------------|---------------------------|---------------------------------------|---------------------|----------------|---------------------|-------------------------------------|-------------|--|
| | Total | Industrial Life | 3 Life Insurance | 4 Individual Annuities | Credit Life (Group and Individual) | 6 Life Insurance | 7 Annuities | 8 Group | 9 Credit (Group & Individual) | 10 Other | Aggregate of All Other Lines of Business |
| 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)

10

| | 1 | 2 | Ordinary | | 5 | Group | | Accident and Health | | | 11 |
|--|-------------|-----------------|----------------|----------------------|------------------------------------|----------------|-----------|---------------------|-----------------------------|-----------|--|
| | | | 3 | 4 | | 6 | 7 | 8 | 9 | 10 | |
| | Total | Industrial Life | Life Insurance | Individual Annuities | Credit Life (Group and Individual) | Life Insurance | Annuities | Group | Credit (Group & Individual) | Other | Aggregate of All Other Lines of Business |
| 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 | Accident and Health | | 4 | | |
| | | | 2 | 3 | | | |
| | | Life | Cost Containment | All Other | All Other Lines of Business | Investment | Total |
| 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 | 5,255 | 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 |

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

| | | Insurance | | | 4 | 5 |
|-----|--|------------|---------------------|-----------------------------|------------|------------|
| | | 1 | 2 | 3 | | |
| | | Life | Accident and Health | All Other Lines of Business | Investment | Total |
| 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 | 2 |
|----------------------|--|------------|---------------------|
| | | Life | Accident and Health |
| 1. | Applied to pay renewal premiums..... | 4,844,594 | 2,266,676 |
| 2. | Applied to shorten the endowment or premium-paying period..... | 0 | 0 |
| 3. | Applied to provide paid-up additions..... | 72,124,064 | 0 |
| 4. | Applied to provide paid-up annuities..... | 1,654 | 0 |
| 5. | Total Lines 1 through 4..... | 76,970,312 | 2,266,676 |
| 6. | Paid-in cash..... | 738,724 | 0 |
| 7. | Left on deposit..... | 604,483 | 0 |
| 8. | Aggregate write-ins for dividend or refund options..... | 1,500,000 | 0 |
| 9. | Total Lines 5 through 8..... | 79,813,519 | 2,266,676 |
| 10. | Amount due and unpaid..... | 2,396,931 | 213,932 |
| 11. | Provision for dividends or refunds payable in the following calendar year..... | 86,618,536 | 833,689 |
| 12. | Terminal dividends..... | 0 | 0 |
| 13. | Provision for deferred dividend contracts..... | 0 | 0 |
| 14. | Amount provisionally held for deferred dividend contracts not included in Line 13..... | 0 | 0 |
| 15. | Total Lines 10 through 14..... | 89,015,467 | 1,047,621 |
| 16. | Total from prior year..... | 79,125,448 | 1,071,140 |
| 17. | Total dividends or refunds (Lines 9 + 15 - 16)..... | 89,703,538 | 2,243,157 |
| DETAILS OF WRITE-INS | | | |
| 0801. | Prior Period Adjustment - Dividend..... | 1,500,000 | 0 |
| 0802. | | 0 | 0 |
| 0803. | | 0 | 0 |
| 0898. | Summary of remaining write-ins for Line 8 from overflow page..... | 0 | 0 |
| 0899. | Totals (Line 0801 through 0803 plus 0898) (Line 8 above)..... | 1,500,000 | 0 |

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

| 1 | 2 | 3 | 4 | 5 | 6 |
|--|---------------|------------|---------------|----------------------------------|-----------|
| Valuation Standard | Total | Industrial | Ordinary | Credit (Group and Individual) | 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 |

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

| 1 | 2 | 3 | 4 | 5 | 6 |
|----------------------------|-------------|------------|-------------|----------------------------------|------------|
| Valuation Standard | Total | Industrial | Ordinary | Credit (Group and Individual) | 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 |

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

| 1 | 2 | 3 | 4 | 5 | 6 |
|--|---------------|------------|---------------|----------------------------------|-------------|
| Valuation Standard | Total | Industrial | Ordinary | Credit (Group and Individual) | 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 7.75%..... | 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..... | 2,004,924 |0 | 2,004,924 |0 |0 |
| 0699999. Totals (Net)..... | 6,125,092 |0 | 6,125,092 |0 |0 |

Miscellaneous Reserves:

| | | | | | |
|---|---------------|--------|---------------|--------|-------------|
| 0700001. Voluntary Reserve..... | 103,030,201 |0 | 103,030,201 |0 |0 |
| 0799997. Totals (Gross)..... | 103,030,201 |0 | 103,030,201 |0 |0 |
| 0799999. Totals (Net)..... | 103,030,201 |0 | 103,030,201 |0 |0 |
| 9999999. Totals (Net) - Page 3, Line 1..... | 5,869,702,172 |0 | 5,680,925,573 |0 | 188,776,599 |

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

| | 1 | 2 | 3 | 4 | Other Individual Contracts | | | | |
|--|------------|---------------------------------|--|---------------------------|----------------------------|-------------------------|---|------------------------|-----------|
| | | | | | 5 | 6 | 7 | 8 | 9 |
| | Total | Group Accident and Health | Credit Accident and Health (Group and Individual) | Collectively Renewable | Non- Cancelable | Guaranteed Renewable | Non-Renewable for Stated Reasons Only | Other Accident Only | 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 | 2 | 3 | 4 | 5 | 6 |
|---|-------------|-------------------------------------|----------------------|---------------------------|---|---------------------------------------|
| | Total | Guaranteed Interest Contracts | Annuities Certain | Supplemental Contracts | Dividend Accumulations or Refunds | 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 | 2 | Ordinary | | | 6 | Group | | Accident and Health | | |
|-------------------------------|------------|-----------------|----------------|----------------------|-------------------------|------------------------------------|----------------|-----------|---------------------|-------------------------------|-------------|
| | | | 3 | 4 | 5 | | 7 | 8 | 9 | 10 | 11 |
| | Total | Industrial Life | Life Insurance | Individual Annuities | Supplementary Contracts | Credit Life (Group and Individual) | Life Insurance | Annuities | Group | Credit (Group and Individual) | 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) | (b) | 0 | (b) | (b) | 0 | 0 | 0 | 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) | (b) 15,000 | 5,000 | (b) | (b) | (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 | (b) | (b) | 0 | (b) | (b) | (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) | (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 | 2 | Ordinary | | | 6 | Group | | Accident and Health | | |
|---|-----------------|---------------------|--------------------|----------------------|-------------------------|------------------------------------|--------------------|------------|---------------------|-------------------------------|-----------|
| | | | 3 | 4 | 5 | | 7 | 8 | 9 | 10 | 11 |
| | Total | Industrial Life (a) | Life Insurance (b) | Individual Annuities | Supplementary Contracts | Credit Life (Group and Individual) | Life Insurance (c) | Annuities | Group | Credit (Group and Individual) | 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 | | | | <u>-</u> | <u>-</u> |
| (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 of 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>\$ (467,291)</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>\$ 386,585</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>\$ 1,410,818</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>\$ 935,480</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>\$ (1,284,595)</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>\$ 1,459,180</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>\$ 1,803,028</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) | 268,393 |
| Decrease in surplus (P4, L53, C1) | <u>\$ (498,445)</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>\$ 1,984,408</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) | 2,162,478 |
| Decrease in surplus (P4,L53,C1) | <u>\$ (2,162,478)</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) | 2,230,292 |
| Decrease in surplus (P4,L53,C1) | <u>\$ (4,141,970)</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) | (1,498,837) |
| Increase in surplus (P4,L53,C1) | <u>\$ 2,783,554</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) | (203,312) |
| Increase in surplus (P4,L53,C1) | <u>\$ 377,579</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) | 126,771 |
| Decrease in surplus (P4,L53,C1) | <u>\$ (235,433)</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) Amortized Cost | (2) 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 | 189,815,862 | 189,815,862 |
| (l) Securities Received | - | - |
| (m) Total Collateral Reinvested | <u>\$ 189,815,862</u> | <u>\$ 189,815,862</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) | | Gross Restricted | | | | | | | Percentage | | |
|--|-----------------------|--|--|--|----------------|-----------------------|----------------------|--|----------------------------------|--|----|
| | | Current Year | | | | | 6 | 7 | 8 | 9 | 10 |
| | | 1 | 2 | 3 | 4 | 5 | | | | | |
| Restricted Asset Category | Total General Account | G/A Supporting S/A Restricted Assets (a) | Total Separate Account Restricted Assets | S/A Assets Supporting G/A Activity (b) | Total | Total From Prior Year | Increase/ (Decrease) | Total Current Year Admitted Restricted | Gross Restricted to Total Assets | Admitted Restricted to Total Admitted Assets | |
| | | | | | | | | | | | |
| a. Subject to contractual obligation for w hich liability is not shown | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | | | |
| 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

| | | Gross (Admitted & Nonadmitted) Restricted | | | | | | | Percentage | |
|-------------------------|-----------------------|---|--|--|------------|-----------------------|----------------------|--|---|--|
| | | Current Year | | | | | | | 9 | 10 |
| | | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | |
| Other Restricted Assets | Total General Account | G/A Supporting S/A Restricted Assets (a) | Total Separate Account Restricted Assets | S/A Assets Supporting G/A Activity (b) | Total | Total From Prior Year | Increase/ (Decrease) | Total Current Year Admitted Restricted | Gross (Admitted & Nonadmitted) Restricted to Total Assets | Admitted Restricted 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% |

| | Amount | % of Liability to Total Liabilities |
|--|--------|--|
| k. Recognized Obligation to Return Collateral Asset | - | 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 Total (2(a) +2(b) +(2c) | \$ 198,383,159 | \$ 5,906,151 | \$ 204,289,310 |

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 SSAPNo. 101 | | | | | | |
| | Total (2(a)+2(b)+(2c) | \$ | <u>155,959,111</u> | \$ | <u>8,333,439</u> | \$ | <u>164,292,550</u> |

NOTES TO FINANCIAL STATEMENTS

| Change | | |
|-----------------------|----------------------|--------------------|
| (7) | (8) | (9) |
| (Col 1-4) Ordinary | (Col 2-5) Capital | (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 Follow ing the Balance Sheet Date | | 75,076,080 | | 2,039,828 | | 77,115,908 |
| 2. | Adjusted Gross Deferred Tax Assets Allow ed 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 | Capital | Total |
| Percent | Percent | 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 taxes planning strategies | 13% | 1% | 14% |

| 12/31/2015 | | |
|------------|---------|-----------|
| (4) | (5) | (6) |
| | | (Col 1+2) |
| Ordinary | Capital | Total |
| Percent | Percent | 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 taxes planning strategies | 0% | 3% | 3% |

| Change | | |
|-----------|-----------|-----------|
| (7) | (8) | (9) |
| (Col 1-4) | (Col 2-5) | (Col 7-8) |
| Ordinary | Capital | Total |
| Percent | Percent | 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 taxes 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) | (1) | (3) |
|------|---|------------------------|-----------------------|------------------------|
| | | 12/31/2016 | 12/31/2015 | (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-forwards | - | - | - |
| (f) | Other | (2,510,201) | (3,259,681) | 749,480 |
| (g) | Federal and foreign income taxes incurred | <u>\$ (12,426,485)</u> | <u>\$ 10,894,945</u> | <u>\$ (23,321,430)</u> |
| (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 | - | - | - |
| (12) | Tax credit carry-forward | 46,946,387 | 4,468,081 | 42,478,306 |
| (13) | Other (including items<5% of total ordinary tax assets) | <u>3,242,316</u> | <u>1,775,159</u> | <u>1,467,157</u> |
| (99) | Subtotal | <u>307,687,778</u> | <u>248,418,592</u> | <u>59,269,186</u> |
| (b) | Statutory valuation allowance adjustment | - | - | - |
| (c) | Nonadmitted | <u>109,304,620</u> | <u>92,459,481</u> | <u>16,845,139</u> |
| (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) | <u>-</u> | <u>-</u> | <u>-</u> |
| (99) | Subtotal | <u>5,906,152</u> | <u>8,333,439</u> | <u>(2,427,287)</u> |
| (f) | Statutory valuation allowances adjustment | - | - | - |
| (g) | Nonadmitted | <u>-</u> | <u>-</u> | <u>-</u> |
| (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) | <u>204,289,310</u> | <u>164,292,550</u> | <u>39,996,760</u> |
| (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) | <u>561,773</u> | <u>2,408,182</u> | <u>(1,846,409)</u> |
| (99) | Subtotal | <u>57,992,932</u> | <u>61,595,061</u> | <u>(3,602,129)</u> |
| (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) | <u>-</u> | <u>-</u> | <u>-</u> |
| (99) | Subtotal | <u>1,258,570</u> | <u>1,071,081</u> | <u>187,489</u> |
| (c) | Deferred tax liabilities (3a99 + 3b99) | <u>59,251,502</u> | <u>62,666,142</u> | <u>(3,414,640)</u> |
| (4) | Net deferred tax assets/liabilities (2i - 3c) | <u>\$ 145,037,808</u> | <u>\$ 101,626,408</u> | <u>\$ 43,411,400</u> |

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 | \$ (71,647,255) | -278.6% |
| 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 | \$ (71,647,255) | |

- 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 |
| | \$ 10,534,185 |

- (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.
- OMNH 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) | \$ 75,000,000 | \$ 90,000,000 |

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 Disallow ed 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 General Account | 3 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

| | Total 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

| | 1 Current Year Total | 2 Not Eligible for Redemption | 3 Less Than 6 Months | 4 6 months to Less Than 1 year | 5 1 to Less Than 3 Years | 6 3 to 5 Years |
|---------------------|----------------------------|-------------------------------------|----------------------------|---|--------------------------------|----------------------|
| Membership Stock | | | | | | |
| 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 | 2 | 3 | 4 |
|------------------------|-------------|-----------------|------------------|---|
| | Total 2+3 | General Account | Separate Account | 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 | 2 | 3 |
|------------------------|-------------|-----------------|-------------------|
| | Total 2+3 | General Account | 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 | |
|--------------|--|----------------------|----------------------|-------------------------|---------------------|
| Overfunded: | | 2016 | 2015 | 2016 | 2015 |
| (a) | Assets (nonadmitted) | | | | |
| | 1. Prepaid benefits costs | \$ - | \$ - | \$ - | \$ - |
| | 2. Overfunded plan assets | - | - | - | - |
| | 3. Total assets (nonadmitted) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| 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 | <u>34,433,000</u> | <u>27,845,000</u> | <u>1,678,000</u> | <u>460,000</u> |
| | 3. Total liabilities recognized | <u>\$ 29,305,000</u> | <u>\$ 22,324,000</u> | <u>\$ 7,918,000</u> | <u>\$ 6,279,000</u> |
| (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 | - | - | - | - | - | - |
| (e) | Amount of recognized gains and losses | 2,356,000 | 2,206,000 | 191,000 | (199,000) | - | - |
| (f) | 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 | <u>\$ 5,027,000</u> | <u>\$ 4,844,000</u> | <u>\$ 632,000</u> | <u>\$ 52,000</u> | <u>\$ -</u> | <u>\$ -</u> |

(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 | <u>(2,356,000)</u> | <u>(2,206,000)</u> | <u>(191,000)</u> | <u>199,000</u> |
| (g) | Items not yet recognized as a component of net periodic cost - current year | <u>\$ 34,433,000</u> | <u>\$ 27,845,000</u> | <u>\$ 1,678,000</u> | <u>\$ 460,000</u> |

(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 | 100% | 100% |

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) | (2) | (3) | (4) | (5) |
|--|-------------------|----------------|-----------|-------------------|-----|
| Description for each class of asset or liability | (Level 1) | (Level 2) | (Level 3) | 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 | \$ 21,126,641,157 | \$ 275,328,245 | \$ - | \$ 21,401,969,402 | |
| b. Liabilities at fair value | | | | | |
| Derivative liabilities | \$ 9,221,051 | \$ - | \$ - | \$ 9,221,051 | |
| Total liabilities at fair value | \$ 9,221,051 | \$ - | \$ - | \$ 9,221,051 | |

(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

| (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|---------------------------------|----------------------|------------------|----------------|------------------|---------------|----------------------------------|
| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | Level 1 | Level 2 | Level 3 | Not Practicable (Carry Value) |
| 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) | | | | |
| | 25,305,505,068 | | | |
| D Less: reinsurance | | | | |
| | | 1,751,927,179 | | |
| E. Total annuity actuarial reserves and deposit fund liabilities (net)* | | | | |
| | | | 23,553,577,889 | 100.0% |
| * Reconciliation of total annuity actuarial reserves and deposit fund liabilities | | | | |
| F. Statutory Statement Values | | | | |
| (1) Exhibit 5, Annuities 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 | \$ 25,305,505,068 | \$ 1,751,927,179 | \$ 23,553,577,889 |

** 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 | 2 | 3 | 4 |
|---|----------------------|--|----------------------|---|
| | Actual Cost | Book/Adjusted Carrying Value (excluding interest) | Fair Value | 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) | (b) | (a) | (b) |
| | Number | Balance | Number | 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 | | 27,558,996 |
| Subtotal | | 285,542,983 |
| FASB ASC Topic 815 | | |
| GLWB embedded derivatives | | 19,129,481 |
| GMAB embedded derivatives | | 5,860,451 |
| Subtotal | | 24,989,932 |
| Total reserves | \$ | 310,532,915 |

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 | \$ 123,057,489 |

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 | 3,042,645,803 |

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 Accum | - |
| (8) Policyholder Premiums | - |
| (9) Guaranteed Interest Contracts | - |
| (10) Other contract deposit funds | - |
| (11) Subtotal | 20,510,932,086 |

| | |
|---------------------|-------------------|
| (12) Combined Total | \$ 23,553,577,889 |
|---------------------|-------------------|

** 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 | <u>32,987,306</u> | <u>-</u> |
| 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 (GMDDB) 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 (GMDDB) 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 ½. 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) | (2) | (3) | (4) | (5) |
|--|---------|--|-----------------------------------|---------------------------------|-------------------|
| | Indexed | Nonindexed Guarantee less than/equal to 4% | Nonindexed Guarantee More than 4% | Nonguaranteed Separate Accounts | 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. Amortized 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) | <u>\$ (19,646,223)</u> |

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.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

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

Yes ☒ No ☐

1.2

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

Yes ☐ 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 ☒

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 ☒

3.6

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

Yes ☐ No ☐ N/A ☒

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 ☒

4.12

renewals?

Yes ☐ No ☒

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 ☒

4.22

renewals?

Yes ☐ No ☒

5.1

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

Yes ☐ No ☒

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 | 3 |
| Name of Entity | NAIC Company Code | State of Domicile |
| | 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 ☒

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 ☒

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 | 2 |
| Nationality | Type of Entity |
| | |

8.1

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

Yes ☐ No ☒

8.2

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

8.3

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

Yes ☒ No ☐

8.4

If 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 | 2 | 3 | 4 | 5 | 6 |
| Affiliate Name | Location (City, State) | FRB | OCC | FDIC | 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 ☒

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 ☒

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 ☒ No ☐ N/A ☐

10.6

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

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 Kotecha - 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 [☒]

12.11

Name of real estate holding company

12.12

Number of parcels involved

12.13

Total book/adjusted carrying value

\$

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 [☒]

13.3

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

Yes [☐] No [☒]

13.4

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

Yes [☐] No [☐] N/A [☒]

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 [☒] 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 [☒]

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 [☒]

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 [☒]

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 |

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 [☒] No [☐]

17.

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

Yes [☒] No [☐]

18.

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

Yes [☒] No [☐]

19.

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

Yes [☐] No [☒]

20.1

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

20.11

To directors or other officers

\$

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 [☒]

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 [☒]

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 [☒] No [☐]

23.2

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

\$

11,192

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).
See Note 21C.

24.04

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

Yes [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 *Financial Condition Examiners Handbook*?

Yes [X] No []

28.01

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

| 1 Name of Custodian(s) | 2 Custodian's Address |
|-----------------------------|---|
| US Bank NA | P.O. Box 2054, Schilitz 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 *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation

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

28.03

Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [] No [X]

28.04

If yes, give full and complete information relating thereto:

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

28.05

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

| 1 Name of Firm or Individual | 2 Affiliation |
|---------------------------------|------------------|
| Paul Gerard | I |

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

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 CUSIP | 2 Name of Mutual Fund | 3 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.

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 Name | 2 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 Name | 2 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.

| | |
|--|--|
| | |
|--|--|

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

| <div>1</div> <div>Name</div> | <div>2</div> <div>Amount Paid</div> |
|------------------------------|-------------------------------------|
| | <div>\$</div> <div>0</div> |

GENERAL INTERROGATORIES

PART 2 – LIFE INTERROGATORIES

1.1

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

Yes [☐]

No [☒]

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

\$

0

2.2

Premium Denominator

\$

2,180,838,018

\$

2,538,314,843

2.3

Premium Ratio (2.1/2.2)

0.000

0.000

2.4

Reserve Numerator

\$

2,508,508

\$

2,621,899

2.5

Reserve Denominator

\$

5,812,131,085

\$

5,324,440,474

2.6

Reserve Ratio (2.4/2.5)

0.043

0.049

3.1

Does the reporting entity have Separate Accounts?

Yes [☒]

No [☐]

3.2

If yes, has a Separate Accounts statement been filed with this Department

Yes [☒]

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 [☒]

No [☐]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [☐]

No [☒]

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 [☒]

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 [☒]

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:

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.

Yes []

No [X]

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 | 4 | 5 | 6 | 7 | 8 | 9 | |
|--|-----------------------------------|-----------------------------|------------------------------------|---------------------------------|----------------------------|------------------------|----------------------|-------------------------------|
| 1 Guaranteed Death Benefit | 2 Guaranteed Living Benefit | Waiting Period Remaining | Account Value Related to Col. 3 | Total Related Account Values | Gross Amount of Reserve | Location of Reserve | Portion Reinsured | Reinsurance Reserve Credit |
| | 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

GENERAL INTERROGATORIES

PART 2 – LIFE INTERROGATORIES

- 11.3

Do you act as an administrator for health savings accounts?

Yes [☐] No [☒]
- 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 [☒] 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)..... | 0.7 | 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 | | 9 Amount of Insurance (a) | 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) | Number of | | | |
| | | | | | | | 7 Policies | 8 Certificates | | |
| 1. In force end of prior year..... | 0 | 0 | 214,096 | 103,460,747 | 0 | 0 | 0 | 250 | 7,767 | 103,468,514 |
| 2. Issued during year..... | 0 | 0 | 8,489 | 3,319,674 | 0 | 0 | 0 | 0 | 0 | 3,319,674 |
| 3. Reinsurance assumed..... | 0 | 0 | 18,085 | 12,017,440 | 0 | 0 | 0 | 0 | 0 | 12,017,440 |
| 4. Revived during year..... | 0 | 0 | 33 | 16,701 | 0 | 0 | 0 | 0 | 0 | 16,701 |
| 5. Increased during year (net)..... | 0 | 0 | 1 | 311,665 | 0 | 0 | 0 | 0 | 0 | 311,665 |
| 6. Subtotals, Lines 2 to 5..... | 0 | 0 | 26,608 | 15,665,480 | 0 | 0 | 0 | 0 | 0 | 15,665,480 |
| 7. Additions by dividends during year..... | XXX | 0 | XXX | 0 | XXX | 0 | XXX | XXX | 0 | 0 |
| 8. Aggregate write-ins for increases..... | 0 | 0 | 807 | 237,945 | 0 | 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 | 119,371,939 |
| Deductions during year: | | | | | | | | | | |
| 10. Death..... | 0 | 0 | 1,580 | 158,269 | 0 | 0 | XXX | 7 | 155 | 158,424 |
| 11. Maturity..... | 0 | 0 | 290 | 37,950 | 0 | 0 | XXX | 0 | 0 | 37,950 |
| 12. Disability..... | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 | 0 |
| 13. Expiry..... | 0 | 0 | 1 | 940 | 0 | 0 | 0 | 0 | 0 | 940 |
| 14. Surrender..... | 0 | 0 | 3,359 | 1,175,079 | 0 | 0 | 0 | 19 | 480 | 1,175,559 |
| 15. Lapse..... | 0 | 0 | 8,102 | 4,898,471 | 0 | 0 | 0 | 0 | 0 | 4,898,471 |
| 16. Conversion..... | 0 | 0 | 171 | 123,283 | 0 | 0 | XXX | XXX | XXX | 123,283 |
| 17. Decreased (net)..... | 0 | 0 | 52 | 1,042,868 | 0 | 0 | 0 | 0 | 88 | 1,042,956 |
| 18. Reinsurance..... | 0 | 0 | 480 | 375,991 | 0 | 0 | 0 | 0 | 0 | 375,991 |
| 19. Aggregate write-ins for decreases..... | 0 | 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 | 7,813,574 |
| 21. In force end of year (Line 9 minus Line 20)..... | 0 | 0 | 227,476 | 111,551,321 | 0 | 0 | 0 | 224 | 7,044 | 111,558,365 |
| 22. Reinsurance ceded end of year..... | XXX | 0 | XXX | 33,833,210 | XXX | 0 | XXX | XXX | 0 | 33,833,210 |
| 23. Line 21 minus Line 22..... | XXX | 0 | XXX | 77,718,111 | XXX | (b) 0 | 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.

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

| | 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) |
| Term Insurance Excluding Extended Term Insurance | | | | |
| 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 |
|--|-------------|

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).....0 |224 | (b).....7,044 |

(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) 38,108,179 |

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

Annual Statement for the year 2016 of the

OHIO NATIONAL LIFE INSURANCE COMPANY

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

| | | | 1 | Direct Business Only | | | | | |
|--------------|---|------------|---------------|-------------------------|------------------------|---|----------------------|---------------------------|------------------------|
| | | | | Life Contracts | | 4 | 5 | 6 | 7 |
| | | | | 2 | 3 | | | | |
| States, Etc. | | | Active Status | Life Insurance Premiums | Annuity Considerations | Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees | Other Considerations | Total Columns 2 through 5 | Deposit-Type Contracts |
| 1. | Alabama..... | AL | L | 7,549,866 | 11,214,957 | 158,906 | 4,593,748 | 23,517,477 | 3,068 |
| 2. | Alaska..... | AK | L | 163,567 | 1,095,151 | 3,747 | 0 | 1,262,465 | 1,341 |
| 3. | Arizona..... | AZ | L | 9,874,205 | 23,892,665 | 118,318 | 5,382,595 | 39,267,783 | 266,853 |
| 4. | Arkansas..... | AR | L | 4,875,672 | 15,800,645 | 83,546 | 3,008,192 | 23,768,055 | 46,346 |
| 5. | California..... | CA | L | 30,671,804 | 92,729,940 | 815,607 | 18,554,926 | 142,772,277 | 464,117 |
| 6. | Colorado..... | CO | L | 24,681,457 | 17,802,257 | 433,880 | 1,102,002 | 44,019,596 | 171,219 |
| 7. | Connecticut..... | CT | L | 3,449,178 | 17,895,503 | 175,037 | 2,751,093 | 24,270,811 | 74,601,264 |
| 8. | Delaware..... | DE | L | 1,485,789 | 3,291,559 | 41,647 | 165,211 | 4,984,206 | 900,769 |
| 9. | District of Columbia..... | DC | L | 668,672 | 4,137,947 | 7,134 | 84,214 | 4,897,967 | 176 |
| 10. | Florida..... | FL | L | 35,770,441 | 171,459,234 | 590,791 | 16,322,893 | 224,143,359 | 396,653 |
| 11. | Georgia..... | GA | L | 6,604,447 | 15,012,086 | 219,086 | 6,622,902 | 28,458,521 | 6,268 |
| 12. | Hawaii..... | HI | L | 143,018 | 732,886 | 13,178 | 0 | 889,082 | 13,328 |
| 13. | Idaho..... | ID | L | 1,941,784 | 6,575,701 | 109,402 | 440,695 | 9,067,582 | 4,348 |
| 14. | Illinois..... | IL | L | 30,013,264 | 55,298,188 | 758,393 | 13,900,682 | 99,970,527 | 415,477 |
| 15. | Indiana..... | IN | L | 9,520,304 | 11,963,475 | 139,367 | 9,562,302 | 31,185,448 | 27,003 |
| 16. | Iowa..... | IA | L | 4,782,094 | 12,824,069 | 152,250 | 3,737,548 | 21,495,961 | 61,887 |
| 17. | Kansas..... | KS | L | 11,324,911 | 29,939,988 | 314,246 | 7,246,746 | 48,825,891 | 61,621 |
| 18. | Kentucky..... | KY | L | 2,992,307 | 14,715,219 | 129,092 | 3,395,691 | 21,232,309 | 143,232 |
| 19. | Louisiana..... | LA | L | 14,609,873 | 2,845,946 | 60,347 | 2,489,513 | 20,005,679 | 9,396 |
| 20. | Maine..... | ME | L | 303,279 | 4,111,781 | 32,765 | 1,237,267 | 5,685,092 | 433 |
| 21. | Maryland..... | MD | L | 7,576,294 | 62,563,422 | 265,182 | 2,403,134 | 72,808,032 | 1,777,685 |
| 22. | Massachusetts..... | MA | L | 10,051,389 | 30,788,991 | 447,654 | 1,769,172 | 43,057,206 | 7,694,210 |
| 23. | Michigan..... | MI | L | 24,705,722 | 66,486,016 | 467,261 | 14,939,463 | 106,598,462 | 2,679,683 |
| 24. | Minnesota..... | MN | L | 7,582,965 | 51,096,028 | 187,687 | 5,437,737 | 64,304,417 | 64,978 |
| 25. | Mississippi..... | MS | L | 1,746,959 | 5,519,057 | 118,517 | 1,554,741 | 8,939,274 | 1,919 |
| 26. | Missouri..... | MO | L | 7,665,426 | 40,659,190 | 147,458 | 2,839,631 | 51,311,705 | 518,232 |
| 27. | Montana..... | MT | L | 769,006 | 2,548,678 | 23,196 | 233,219 | 3,574,099 | 7,065 |
| 28. | Nebraska..... | NE | L | 4,596,223 | 11,800,040 | 98,013 | 1,632,671 | 18,126,947 | 40,989 |
| 29. | Nevada..... | NV | L | 2,146,957 | 6,333,169 | 69,692 | 273,378 | 8,823,196 | 80,424 |
| 30. | New Hampshire..... | NH | L | 5,191,733 | 6,854,750 | 68,797 | 320 | 12,115,600 | 2,927 |
| 31. | New Jersey..... | NJ | L | 16,510,400 | 58,197,306 | 239,318 | 2,383,859 | 77,330,883 | 1,318,547 |
| 32. | New Mexico..... | NM | L | 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 | L | 9,284,954 | 57,593,574 | 247,242 | 18,309,889 | 85,435,659 | 260,916 |
| 35. | North Dakota..... | ND | L | 4,169,058 | 791,589 | 100,652 | 314,736 | 5,376,035 | 3,852 |
| 36. | Ohio..... | OH | L | 36,196,761 | 69,552,834 | 1,300,284 | 183,129,909 | 290,179,788 | 76,867,545 |
| 37. | Oklahoma..... | OK | L | 7,789,259 | 21,648,171 | 138,932 | 3,881,861 | 33,458,223 | 11,248 |
| 38. | Oregon..... | OR | L | 3,300,588 | 14,683,484 | 185,490 | 1,555,725 | 19,725,287 | 282,769 |
| 39. | Pennsylvania..... | PA | L | 37,206,706 | 92,213,661 | 734,655 | 8,583,074 | 138,738,096 | 539,249 |
| 40. | Rhode Island..... | RI | L | 1,451,936 | 5,691,957 | 63,108 | 84,746 | 7,291,747 | 40 |
| 41. | South Carolina..... | SC | L | 4,279,821 | 17,296,751 | 105,706 | 1,452,139 | 23,134,417 | 3,069 |
| 42. | South Dakota..... | SD | L | 1,026,475 | 1,098,595 | 15,412 | 38,181 | 2,178,663 | 2,246 |
| 43. | Tennessee..... | TN | L | 9,453,765 | 16,817,843 | 480,418 | 19,198,706 | 45,950,732 | 7,368 |
| 44. | Texas..... | TX | L | 33,656,145 | 51,897,253 | 605,267 | 9,447,289 | 95,605,954 | 714,728 |
| 45. | Utah..... | UT | L | 6,716,517 | 5,831,029 | 58,275 | 133,289 | 12,739,110 | 1,000 |
| 46. | Vermont..... | VT | L | 159,917 | 1,095,803 | 6,166 | 30,313 | 1,292,199 | 47 |
| 47. | Virginia..... | VA | L | 9,088,852 | 68,885,700 | 265,122 | 22,596,724 | 100,836,398 | 90,194 |
| 48. | Washington..... | WA | L | 4,983,416 | 21,853,768 | 165,280 | 650,866 | 27,653,330 | 19,131 |
| 49. | West Virginia..... | WV | L | 1,512,488 | 7,775,324 | 115,338 | 7,160,625 | 16,563,775 | 693,036 |
| 50. | Wisconsin..... | WI | L | 14,614,541 | 33,654,496 | 720,856 | 7,988,382 | 56,978,275 | 110,454 |
| 51. | Wyoming..... | WY | L | 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 | XXX | 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 accrums used to purchase paid-up additions..... | XXX... | 2,854,560 | 0 | 0 | 0 | 2,854,560 | 0 |
| 9402. | Dividends accrums 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.

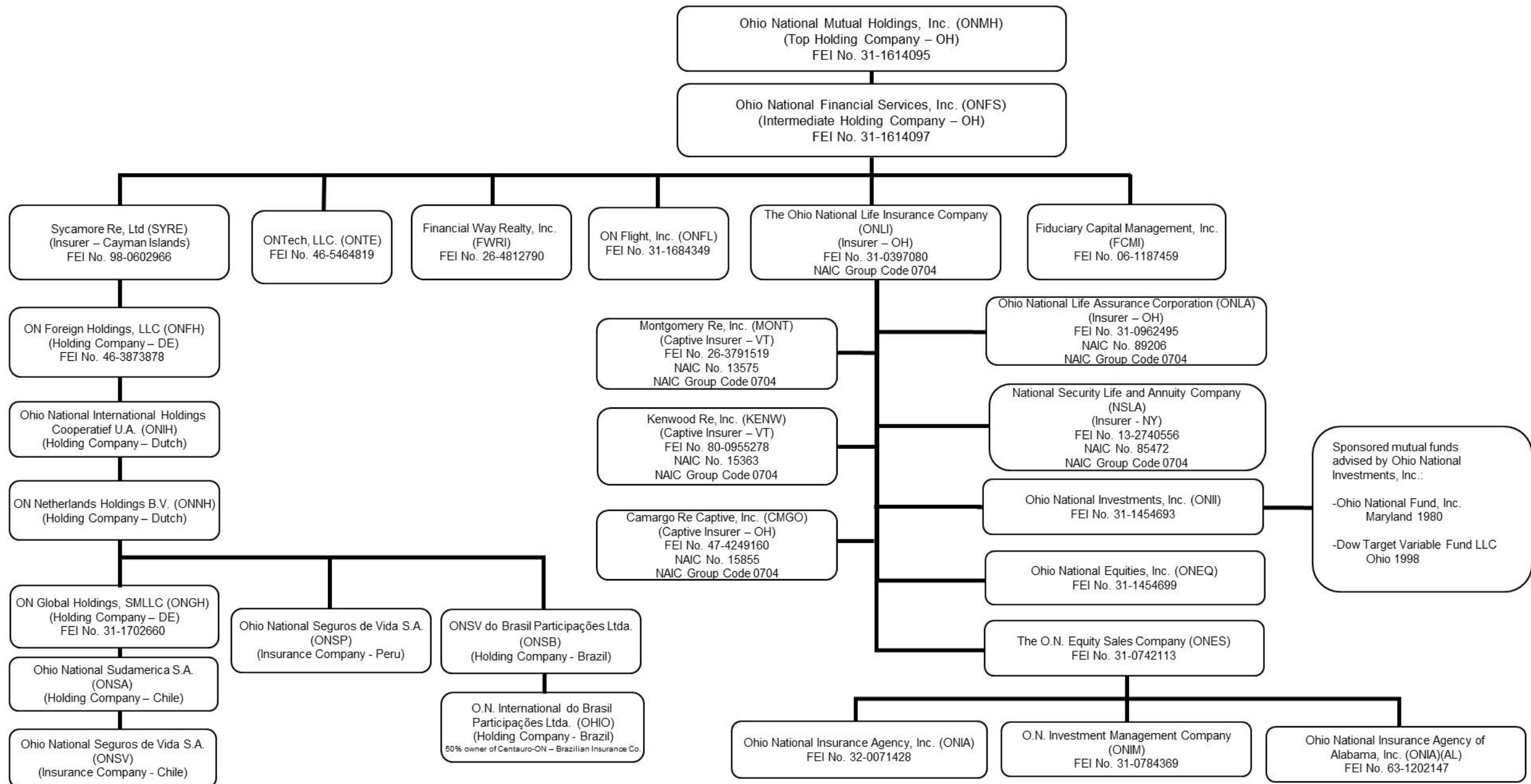
Explanation of basis of allocation by states, etc., of premiums and annuity considerations.
All premiums are allocated to the address of record of the premium payor at the time of premium payment entry.

(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

All subsidiaries are 100% owned except as noted



2016 ALPHABETICAL INDEX

LIFE ANNUAL STATEMENT BLANK

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