



QUARTERLY STATEMENT

As of September 30, 2017
of the Condition and Affairs of the

Family Heritage Life Insurance Company of America

NAIC Group Code.....0290, 0290
(Current Period) (Prior Period)
Organized under the Laws of OH State of Domicile or Port of Entry OH Country of Domicile US
Incorporated/Organized..... August 22, 1989 Commenced Business..... November 17, 1989
Statutory Home Office 6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529
(Street and Number) (City or Town, State, Country and Zip Code)
Main Administrative Office 6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529 440-922-5200
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)
Mail Address P. O. Box 470608..... Cleveland OH US 44147-3529
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)
Primary Location of Books and Records 6001 East Royalton Road, Suite 200..... Cleveland OH US 44147-3529 440-922-5200
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)
Internet Web Site Address www.FamilyHeritageLife.com
Statutory Statement Contact John A. Wise 440-922-5200
(Name) (Area Code) (Telephone Number) (Extension)
acctdept@familyheritagelife.com 440-922-5120
(E-Mail Address) (Fax Number)

OFFICERS

Name	Title	Name	Title
1. J. Matthew Darden #	President	2. M. Shane Henrie #	Treasurer & CFO
3. Maria Burnett	Assistant Secretary	4. Kenneth J. Matson #	President & CEO, FHL Agency Division

OTHER

David K. Carlson	Senior Vice President	David Cochrane	Senior Vice President
Seamus Fitzpatrick	Senior Vice President, FHL Agency Division	James "Bo" Gentile #	Senior Vice President, FHL Agency Division
Mary E. Henderson #	Senior Vice President	Corey Jones	Senior Vice President
Eric Lenz	Senior Vice President	Tony M. Martella	Senior Vice President, FHL Agency Division
Jeffrey S. Morris	Senior Vice President	Latrice Robinson #	Senior Vice President
Joel P. Scarborough	Senior Vice President	Jeremy King	Vice President
Travis W. Korth	Vice President	Bret D. Mottl	Vice President
W. Michael Pressley	Vice President	Robert Schmidt	Vice President, FHL Agency Division
Eric Shanaberger	Vice President, FHL Agency Division	Daniel T. Shelton	Vice President, FHL Agency Division
Duaine L. Styles	Vice President	Barbara Sue Emig	Appointed Actuary

DIRECTORS OR TRUSTEES

J. Matthew Darden #	Joel Scarborough	Jeffrey S. Morris	Ben W. Lutek
M. Shane Henrie #	Maria Burnett		

State of..... Ohio
County of..... Cuyahoga

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)
J. Matthew Darden	M. Shane Henrie	Maria Burnett
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Treasurer & CFO	Assistant Secretary
(Title)	(Title)	(Title)
Subscribed and sworn to before me	a. Is this an original filing?	Yes [X] No []
This _____ day of _____	b. If no: 1. State the amendment number	_____
_____	2. Date filed	_____
	3. Number of pages attached	_____

ASSETS

	Current Statement Date			4
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
1. Bonds.....	1,036,862,557		1,036,862,557	929,749,601
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....			0	
3. Mortgage loans on real estate:				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	670,000
5. Cash (\$.....(5,166,016)), cash equivalents (\$.....8,438,103) and short-term investments (\$.....1,009,163).....	4,281,250		4,281,250	5,526,674
6. Contract loans (including \$.....0 premium notes).....	53,792		53,792	43,011
7. Derivatives.....			0	
8. Other invested assets.....	18,478,033		18,478,033	17,159,518
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	1,059,675,632	0	1,059,675,632	953,148,804
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	9,248,582		9,248,582	7,939,485
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	6,410,528		6,410,528	5,805,878
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	42,641,871		42,641,871	31,273,151
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	3,203,223		3,203,223	2,359,623
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....	101,968,535		101,968,535	85,703,513
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....	638,119		638,119	1,024,455
18.2 Net deferred tax asset.....	67,191,000	43,080,000	24,111,000	21,167,000
19. Guaranty funds receivable or on deposit.....	1,533,291		1,533,291	266,906
20. Electronic data processing equipment and software.....	173,494	66,004	107,490	127,498
21. Furniture and equipment, including health care delivery assets (\$.....0).....	37,147	37,147	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	15,829,138	15,829,138	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	1,308,550,560	59,012,289	1,249,538,271	1,108,816,313
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	1,308,550,560	59,012,289	1,249,538,271	1,108,816,313

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Agent Balances.....	15,267,875	15,267,875	0	
2502. Prepaid Expenses.....	520,766	520,766	0	
2503. Other Assets Non-Admitted.....	40,497	40,497	0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	15,829,138	15,829,138	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....120,119,776 less \$.....0 included in Line 6.3 (including \$.....113,927,963 Modco Reserve).....	120,119,776	76,043,877
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	891,750,751	814,110,199
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....		
4. Contract claims:		
4.1 Life.....	4,675,223	3,602,216
4.2 Accident and health.....	21,786,432	19,585,983
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums.....	47,302	35,441
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
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.....		
9.3 Other amounts payable on reinsurance, including \$.....297,890 assumed and \$.....49,976,069 ceded.....	50,273,959	40,583,975
9.4 Interest Maintenance Reserve.....	2,108,612	2,106,905
10. Commissions to agents due or accrued - life and annuity contracts \$.....27,000, accident and health \$.....915,400 and deposit-type contract funds \$.....0.....	942,400	942,200
11. Commissions and expense allowances payable on reinsurance assumed.....	40,730,471	36,227,603
12. General expenses due or accrued.....	3,270,870	3,967,328
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	1,372,332	959,149
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....		
15.2 Net deferred tax liability.....		
16. Unearned investment income.....		
17. Amounts withheld or retained by company as agent or trustee.....	24	6
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....		
19. Remittances and items not allocated.....	873,758	565,939
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....	385,217	366,038
22. Borrowed money \$.....0 and interest thereon \$.....463,750.....	463,750	398,125
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve.....	4,772,760	3,928,304
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....		
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....	1,000,000	
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	1,116,318	1,165,334
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	1,145,689,955	1,004,588,622
27. From Separate Accounts statement.....		
28. Total liabilities (Lines 26 and 27).....	1,145,689,955	1,004,588,622
29. Common capital stock.....	2,556,950	2,556,950
30. Preferred capital stock.....		
31. Aggregate write-ins for other-than-special surplus funds.....	0	0
32. Surplus notes.....	30,000,000	30,000,000
33. Gross paid in and contributed surplus.....	32,646,050	32,646,050
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	38,645,316	39,024,691
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	101,291,366	101,670,741
38. Totals of Lines 29, 30 and 37.....	103,848,316	104,227,691
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	1,249,538,271	1,108,816,313

DETAILS OF WRITE-INS

2501. Unclaimed Property.....	1,116,318	1,165,334
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,116,318	1,165,334
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

SUMMARY OF OPERATIONS

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts.....	214,438,252	201,768,176	264,618,524
2. Considerations for supplementary contracts with life contingencies.....			
3. Net investment income.....	32,464,436	28,467,840	38,585,438
4. Amortization of Interest Maintenance Reserve (IMR).....	498,244	711,300	948,180
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....			
6. Commissions and expense allowances on reinsurance ceded.....	119,404,353	106,195,129	142,963,446
7. Reserve adjustments on reinsurance ceded.....	29,521,350	18,289,317	27,106,285
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....			
8.2 Charges and fees for deposit-type contracts.....			
8.3 Aggregate write-ins for miscellaneous income.....	3,029	33,572	43,181
9. Totals (Lines 1 to 8.3).....	396,329,664	355,465,334	474,265,054
10. Death benefits.....	408,860	433,076	583,165
11. Matured endowments (excluding guaranteed annual pure endowments).....			
12. Annuity benefits.....			
13. Disability benefits and benefits under accident and health contracts.....	52,443,160	44,285,641	59,903,413
14. Coupons, guaranteed annual pure endowments and similar benefits.....			
15. Surrender benefits and withdrawals for life contracts.....	67,682	60,695	80,989
16. Group conversions.....			
17. Interest and adjustments on contract or deposit-type contract funds.....	64	7	7
18. Payments on supplementary contracts with life contingencies.....			
19. Increase in aggregate reserves for life and accident and health contracts.....	121,716,451	105,725,869	140,350,686
20. Totals (Lines 10 to 19).....	174,636,217	150,505,288	200,918,260
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	43,585,536	40,420,898	54,438,300
22. Commissions and expense allowances on reinsurance assumed.....	117,710,089	104,810,431	141,038,033
23. General insurance expenses.....	19,517,317	18,107,591	23,535,723
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	4,538,286	4,264,360	5,685,780
25. Increase in loading on deferred and uncollected premiums.....	11,626,629	11,184,063	11,251,470
26. Net transfers to or (from) Separate Accounts net of reinsurance.....			
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	371,614,074	329,292,631	436,867,566
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	24,715,590	26,172,703	37,397,488
30. Dividends to policyholders.....			
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	24,715,590	26,172,703	37,397,488
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	10,857,018	10,777,445	13,512,844
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).....	13,858,572	15,395,258	23,884,644
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....229,318 (excluding taxes of \$.....269,204 transferred to the IMR).....	(220,406)	(65,578)	(66,528)
35. Net income (Line 33 plus Line 34).....	13,638,166	15,329,680	23,818,116
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year.....	104,227,691	78,318,392	78,318,392
37. Net income (Line 35).....	13,638,166	15,329,680	23,818,116
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....82,000.....	153,866	38,252	2,377
39. Change in net unrealized foreign exchange capital gain (loss).....			
40. Change in net deferred income tax.....	3,374,684	4,556,000	3,922,887
41. Change in nonadmitted assets.....	(3,187,819)	(9,042,555)	(11,507,527)
42. Change in liability for reinsurance in unauthorized and certified companies.....			
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....			
44. Change in asset valuation reserve.....	(844,456)	(730,445)	(992,629)
45. Change in treasury stock.....			
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....			
47. Other changes in surplus in Separate Accounts Statement.....			
48. Change in surplus notes.....		30,000,000	30,000,000
49. Cumulative effect of changes in accounting principles.....			
50. Capital changes:			
50.1 Paid in.....			
50.2 Transferred from surplus (Stock Dividend).....			
50.3 Transferred to surplus.....			
51. Surplus adjustment:			
51.1 Paid in.....			
51.2 Transferred to capital (Stock Dividend).....			
51.3 Transferred from capital.....			
51.4 Change in surplus as a result of reinsurance.....			
52. Dividends to stockholders.....	(13,518,000)	(8,796,000)	(19,096,000)
53. Aggregate write-ins for gains and losses in surplus.....	4,184	0	(237,925)
54. Net change in capital and surplus (Lines 37 through 53).....	(379,375)	31,354,932	25,909,299
55. Capital and surplus as of statement date (Lines 36 + 54).....	103,848,316	109,673,324	104,227,691
DETAILS OF WRITE-INS			
08.301. Misc Income.....	3,029	33,572	43,181
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	3,029	33,572	43,181
2701.			
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0
5301. change in executive benefit plans.....	5,868		(366,038)
5302. change in executive benefit plans - Def FIT.....	(1,684)		128,113
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	4,184	0	(237,925)

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	190,844,201	177,935,383	239,327,096
2. Net investment income.....	21,324,262	17,352,638	23,982,273
3. Miscellaneous income.....	114,859,654	118,138,969	161,761,674
4. Total (Lines 1 through 3).....	327,028,117	313,426,990	425,071,043
5. Benefit and loss related payments.....	22,993,072	43,050,881	58,220,425
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	182,383,131	163,389,313	219,974,984
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.0 tax on capital gains (losses).....	10,700,000	10,500,000	13,887,433
10. Total (Lines 5 through 9).....	216,076,203	216,940,194	292,082,842
11. Net cash from operations (Line 4 minus Line 10).....	110,951,914	96,486,796	132,988,201
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	18,686,684	10,497,790	15,496,604
12.2 Stocks.....			
12.3 Mortgage loans.....			
12.4 Real estate.....	655,000	570,000	570,000
12.5 Other invested assets.....		125,000	125,000
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			
12.7 Miscellaneous proceeds.....			
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	19,341,684	11,192,790	16,191,604
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	115,214,091	102,932,892	145,912,421
13.2 Stocks.....			
13.3 Mortgage loans.....			
13.4 Real estate.....		1,346,795	1,346,795
13.5 Other invested assets.....	1,253,340	954,880	954,880
13.6 Miscellaneous applications.....	(1,000,000)	(6,149,250)	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	115,467,431	99,085,317	148,214,096
14. Net increase or (decrease) in contract loans and premium notes.....	10,781	14,875	14,305
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(96,136,528)	(87,907,402)	(132,036,797)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....		30,000,000	30,000,000
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....	13,518,000	8,796,000	19,096,000
16.6 Other cash provided (applied).....	(2,542,810)	(7,866,657)	(9,042,348)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(16,060,810)	13,337,343	1,861,652
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(1,245,424)	21,916,737	2,813,056
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	5,526,674	2,713,618	2,713,618
19.2 End of period (Line 18 plus Line 19.1).....	4,281,250	24,630,355	5,526,674

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

20.0001	Non-cash bond exchanges - acquisitions (line 13.1).....	2,858,250		10,071,650
20.0002	Non-cash bond exchanges - disposals (line 12.1).....	2,858,250		10,071,650

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life.....			
2. Ordinary life insurance.....	2,650,550	2,488,992	3,160,386
3. Ordinary individual annuities.....			
4. Credit life (group and individual).....			
5. Group life insurance.....			
6. Group annuities.....			
7. A&H - group.....	8,657,683	7,506,038	10,223,382
8. A&H - credit (group and individual).....			
9. A&H - other.....	182,056,658	170,070,918	228,893,622
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	193,364,891	180,065,948	242,277,390
12. Deposit-type contracts.....			
13. Total.....	193,364,891	180,065,948	242,277,390

DETAILS OF WRITE-INS

1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

	SSAP #	F/S Page	F/S Line #	2017	2016
NET INCOME					
(1) Family Heritage Life Insurance Company of America state basis (Page 4, Line 35, Columns 1 & 2)	XXX	XXX	XXX	\$ 13,638,166	\$ 23,818,116
(2) State Prescribed Practice that is an increase/(decrease) from NAIC SAP					
None					
(3) State Permitted Practice that is an increase/(decrease) from NAIC SAP					
None					
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 13,638,166	\$ 23,818,116
SURPLUS					
(5) Family Heritage Life Insurance Company of America state basis (Page 3, line 38, Columns 1 & 2)	XXX	XXX	XXX	\$ 103,848,316	\$ 104,227,691
(6) State Prescribed Practice that is an increase/(decrease) from NAIC SAP					
None					
(7) State Permitted Practice that is an increase/(decrease) from NAIC SAP					
None					
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 103,848,316	\$ 104,227,691

C. Accounting Policy

- (6) Loan-backed securities and other structured securities are stated at amortized cost or the lower of amortized cost or fair value. Anticipated prepayments are used at the time of purchase to determine the effective yield. Changes in the timing of expected cash flows after original acquisition are accounted for using the retrospective method. Securities that are determined to be other-than-temporarily impaired are accounted for using the prospective method.

D. Going Concern

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.

Note 2 – Accounting Changes and Corrections of Errors

No significant changes

Note 3 – Business Combinations and Goodwill

No significant change.

Note 4 – Discontinued Operations

No significant changes

Note 5 – Investments

D. Loan-Backed Securities

Investments in other structured securities include asset-backed securities. The Company does not own any residential or commercial mortgage-backed securities.

- 1) Call, redemption, and sinking fund information for other structured securities were obtained from Bloomberg and bond prospectuses.
- 2) None
- 3) None
- 4) The following table shows loan-backed and other structured securities that have an unrealized loss as of the end of the current quarter:

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$ (1,719)
	2. 12 Months or Longer	\$
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$ 998,281
	2. 12 Months or Longer	\$

- 5) Several sources of information are considered when determining impairments are, or are not, other-than-temporary. These include, but are not limited to, the following. Credit rating agency information related to the security is reviewed, in addition to direct discussions with the rating analyst as needed. Reports from third party research providers and sell-side research analysts are reviewed. Market and trading information on the securities and other like-securities is monitored to assess trends impacting the securities. Market liquidity is analyzed to gauge how much it is impacting prices versus actual credit quality changes. Some

NOTES TO FINANCIAL STATEMENTS

sources of information will not be available for all securities. Where applicable, additional information is gathered for collateralized investments. This includes analysis of the individual underlying collateral and estimates of potential future collateral performance. Multiple cash flow scenarios are calculated based on various loss rate assumptions and used to assess the likelihood of future possible impairment.

- E. Repurchase Agreements and/or Securities Lending Transactions - Not applicable
- I. Working Capital Finance Investments - Not applicable
- J. Offsetting and Netting of Assets and Liabilities - Not applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

No significant changes

Note 7 – Investment Income

No significant changes

Note 8 – Derivative Instruments

No significant changes

Note 9 – Income Taxes

No significant changes

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

The Company borrowed \$10,000,000 from an affiliate, United American Insurance Company, on March 9, 2017 at an interest rate of 3.75%. \$5,000,000 was repaid on June 5, 2017 with interest paid of \$44,792. The remaining \$5,000,000 was repaid on July 17, 2017 with interest paid of \$66,667.

The Company borrowed \$5,000,000 from an affiliate, United American Insurance Company, on March 28, 2017 at an interest rate of 4.00%. The borrowing was repaid in full on May 2, 2017. Total interest paid was \$18,889.

The Company borrowed \$1,000,000 from an affiliate, United American Insurance Company, on March 31, 2017 at an interest rate of 4.00%. The borrowing was repaid in full on May 2, 2017. Total interest paid was \$3,556.

The Company borrowed \$3,000,000 from an affiliate, Globe Life and Accident Insurance Company, on April 4, 2017 at an interest rate of 4.00%. The borrowing was repaid in full on May 2, 2017. Total interest paid was \$9,333.

The Company borrowed \$1,000,000 from an affiliate, Liberty National Life Insurance Company, on May 12, 2017 at an interest rate of 4.00%. The borrowing was repaid in full on May 18,2017. Total interest paid was \$667.

The Company paid a surplus note interest payment of \$557,812.50 to an affiliate, Globe Life and Accident Insurance Company, on June 15, 2017.

The Company paid a surplus note interest payment of \$557,812.50 to an affiliate, Liberty National Life Insurance Company, on June 15, 2017.

Note 11 – Debt

Not applicable

Note 12 – Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

The Company participates in a Supplemental Executive Retirement Plan (SERP) sponsored through its ultimate parent Torchmark Corp, which provides to a limited number of executives an additional supplemental defined pension benefit. The supplemental benefit is based on the participant's qualified plan benefit without consideration to regulatory limits on compensation and benefit payments applicable to qualified plans, except that eligible compensation is capped at \$1 million.

Note 13 – Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

Dividends on company stock are paid as declared by its Board of Directors and are subject to regulations of the State of Ohio.

	DECLARED	PAID
\$6,860,000 ordinary dividend	03/17/2017	03/29/2017
\$1,458,000 ordinary dividend	04/07/2017	04/20/2017
\$5,200,000 ordinary dividend	05/25/2017	06/07/2017

Note 14 – Liabilities, Contingencies and Assessments

Not applicable

NOTES TO FINANCIAL STATEMENTS

Note 15 – Leases

No significant changes

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

No significant changes

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

Not applicable

Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the Portion of Partially Insured Plans

No significant changes

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

No significant changes

Note 20 – Fair Value Measurements

A.

(1) Fair Value Measurements at Reporting Date

Fair values for securities are based on quoted market prices when available and otherwise are based on quoted market prices of comparable instruments in active markets, quotes in inactive markets, or other observable criteria.

	Level 1	Level 2	Level 3	Total
Assets at Fair Value				
Municipals	\$	\$ 269,397	\$	\$ 269,397
Total	\$	\$ 269,397	\$	\$ 269,397
Liabilities at Fair Value				
None	\$	\$	\$	\$
Total	\$	\$	\$	\$

During the quarter, the Company did not have any transfers between Levels 1 and 2 for assets measured and reported at fair value on the statement of financial position. Transfers between levels are recognized at the end of the reporting period in which they occur.

- (2) As of quarter-end, the Company did not have any securities categorized as Level 3 that are measured and reported at fair value on the statement of financial position.
- (3) During the quarter, the Company did not have any transfers into or out of Level 3 for assets measured and reported at fair value on the statement of financial position.
- (4) The majority of the Company's securities are not actively traded and direct quotes are not generally available. Management therefore determines the fair values of securities after consideration of data provided by third-party pricing services, independent broker/dealers, and other resources. Prices provided by third-party pricing services are not binding offers but are estimated exit values. They are based on observable market data inputs which can vary by security type. Such inputs include benchmark yields, available trades, broker/dealer quotes, issuer spreads, benchmark securities, bids, offers, and other inputs that are corroborated in the market. All fair value measurements based on prices determined with observable market data are reported as Level 1 or Level 2 measurements. When third-party vendor prices are not available, the Company attempts to obtain valuations from other sources, including but not limited to broker/dealers, broker quotes, and prices on comparable securities.

When valuations have been obtained for all securities in the portfolio, management reviews and analyzes the prices to insure their reasonableness, taking into account available observable information. When two or more valuations are available for a security and the variance between the valuations is 10% or less, the close correlation suggests similar observable inputs were used in deriving the prices, and the average of the prices is used. Securities valued in this manner are classified as Level 2. When the variance exceeds 10%, further review is performed on the available valuations to determine if they can be corroborated within reasonable tolerance to any other observable evidence. If one of the valuations or the average of the available valuations can be corroborated with other observable evidence, then the corroborated value is used and reported as Level 2. The Company uses information and analytical techniques deemed appropriate for determining the point within the range of reasonable fair value estimates that is most representative of fair value under current market conditions. Valuations that cannot be corroborated within a reasonable tolerance are classified as Level 3.

- (5) Derivative assets and liabilities - None

B. Other fair value disclosures - None

NOTES TO FINANCIAL STATEMENTS

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 1,123,023,259	\$ 1,036,862,557	\$	\$ 1,069,770,839	\$ 53,252,420	\$
Other invested asset - Guaranteed LIHTC	\$ 66,301	\$ 66,301	\$	\$	\$ 66,301	\$
Other invested asset - Surplus Notes	\$ 19,757,104	\$ 18,117,541	\$	\$ 19,757,104	\$	\$
Contract loans	\$ 53,792	\$ 53,792	\$	\$	\$	\$ 53,792
Cash, cash equivalents, and short-term investments	\$ 4,281,250	\$ 4,281,250	\$ 4,281,250	\$	\$	\$

D.

Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Contract Loans	\$ 53,792	Various		Quoted market price not available

Note 21 – Other Items

No significant changes

Note 22 – Events Subsequent

No significant changes

Note 23 – Reinsurance

No significant changes

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

E. Risk Sharing Provisions of the Affordable Care Act

- (1)

Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions
The Company was only subject to the Transitional Reinsurance Fee contributions which is no longer applicable in 2017.

Yes [] No [X]

(2)

Impact of Risk Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year:

a.	Permanent ACA Risk Adjustment Program	AMOUNT
	Assets	
	1. Premium adjustments receivable due to ACA Risk Adjustment	\$
	Liabilities	
	2. Risk adjustment user fees payable for ACA Risk Adjustment	
	3. Premium adjustments payable due to ACA Risk Adjustment	
	Operations (Revenue & Expenses)	
	4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment	
	5. Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	\$

b.	Transitional ACA Reinsurance Program	AMOUNT
	Assets	
	1. Amounts recoverable for claims paid due to ACA Reinsurance	\$
	2. Amounts recoverable for claims unpaid due to ACA Reinsurance (contra liability)	
	3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	
	Liabilities	
	4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premium	
	5. Ceded reinsurance premiums payable due to ACA Reinsurance	
	6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	\$
	Operations (Revenue & Expenses)	
	7. Ceded reinsurance premiums due to ACA Reinsurance	\$
	8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	
	9. ACA Reinsurance contributions – not reported as ceded premium	\$

c.	Temporary ACA Risk Corridors Program	AMOUNT
	Assets	
	1. Accrued retrospective premium due to ACA Risk Corridors	\$
	Liabilities	
	2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	
	Operations (Revenue & Expenses)	
	3. Effect of ACA Risk Corridors on net premium income (paid/received)	
	4. Effect of ACA Risk Corridors on change in reserves for rate credits	\$

NOTES TO FINANCIAL STATEMENTS

(3) Roll forward of prior year ACA Risk Sharing Provisions for the following asset (gross of any nonadmission) and liability balances along with the reasons for adjustments to prior year balance:

	Accrued Prior Year Written Before The Prior	During the on Business Dec. 31 of Year	Received or the Current Business Before the Prior	Paid as of Year on Written Dec 31 of Year						Unsettled as of the	Balances Reporting Date
					Differences		Adjustments				
					Prior Year Accrued Less Payments (Col. 1-3)	Prior Year Accrued Less Payments (Col. 2-4)	To Prior Year Balances	To Prior Year Balances		Cumulative Balance from Prior Years (Col. 1-3+7)	Cumulative Balance from Prior Years (Col. 2-4+8)
	1	2	3	4	5	6	7	8		9	10
	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)	Receivable	(Payable)		Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program											
1. Premium adjustments receivable	\$	\$	\$	\$	\$	\$	\$	\$	A	\$	\$
2. Premium adjustments (payable)									B		
3. Subtotal ACA Permanent Risk Adjustment Program	\$	\$	\$	\$	\$	\$	\$	\$		\$	\$
b. Transitional ACA Reinsurance Program											
1. Amounts recoverable for claims paid	\$	\$	\$	\$	\$	\$	\$	\$	C	\$	\$
2. Amounts recoverable for claims unpaid (contra liability)									D		
3. Amounts receivable relating to uninsured plans									E		
4. Liabilities for contributions payable due to ACA Reinsurance – not reported as ceded premiums									F		
5. Ceded reinsurance premiums payable									G		
6. Liability for amounts held under uninsured plans		(6,750)		(6,750)					H		
6. Subtotal ACA Transitional Reinsurance Program	\$	\$ (6,750)	\$	\$ (6,750)	\$	\$	\$	\$		\$	\$
c. Temporary ACA Risk Corridors Program											
1. Accrued retrospective premium	\$	\$	\$	\$	\$	\$	\$	\$	I	\$	\$
2. Reserve for rate credits or policy experience rating refunds									J		
3. Subtotal ACA Risk Corridors Program											
d. Total for ACA Risk Sharing Provisions	\$	\$ (6,750)	\$	\$ (6,750)	\$	\$	\$	\$		\$	\$

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events or prior years developed as anticipated during 2016. See Schedule H - Part 3 and the Five Year Historical Data. Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, no significant trends or unanticipated events were noted in 2016. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.

Note 26 – Intercompany Pooling Arrangements

No significant changes

Note 27 – Structured Settlements

No significant changes

Note 28 – Health Care Receivables

No significant changes

NOTES TO FINANCIAL STATEMENTS

Note 29 – Participating policies

No significant changes

Note 30 – Premium Deficiency Reserves

No significant changes

Note 31 – Reserves for Life Contracts and Deposit-Type Contracts

No significant changes

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

No significant changes

Note 33 – Premium and Annuity Considerations Deferred and Uncollected

No significant changes

Note 34 – Separate Accounts

No significant changes

Note 35 – Loss/Claim Adjustment Expenses

No significant changes

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 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:

09/29/2017
- 3.1

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 and 1A.

Yes ☐ No ☐
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☐
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.

- 4.1

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

Yes ☐ No ☐
- 4.2

If yes, provide 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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

Yes ☐ No ☒ N/A ☐

- 6.1

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

12/31/2015
- 6.2

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.

12/31/2015
- 6.3

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).

02/28/2017

- 6.4

By what department or departments?
Ohio Department of Insurance

- 6.5

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 ☒
- 6.6

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

Yes ☐ No ☐ N/A ☒
- 7.1

Has this 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 ☒
- 7.2

If yes, give full information:

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

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

- 9.1

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.
- 9.11

If the response to 9.1 is No, please explain:

- 9.2

Has the code of ethics for senior managers been amended?

Yes ☐ No ☒
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).

- 9.3

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

Yes ☐ No ☒
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

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

Yes ☐ No ☒

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

\$0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$0

13. Amount of real estate and mortgages held in short-term investments:

\$0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [] No [X]

14.2 If yes, please complete the following:

	1 Prior Year End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$0	\$0
14.22 Preferred Stock	0	0
14.23 Common Stock	0	0
14.24 Short-Term Investments	0	0
14.25 Mortgage Loans on Real Estate	0	0
14.26 All Other	0	0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$0	\$0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$0	\$0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes [] No []

If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2:

\$0

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

\$0

16.3 Total payable for securities lending reported on the liability page:

\$0

17. 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 []

17.1 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 Address
The Northern Trust Company	50 South LaSalle Street, Chicago, IL 60603

17.2 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)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes [] No [X]

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

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

17.5 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
Prudential Private Placement Investors, LP	U
Blackrock Investment Management, LLC	U
Torchmark Corporation	A

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets?

Yes [] No [X]

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?

Yes [] No [X]

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
106442	Prudential Private Placement Investors, LP		U.S. Securities & Exchange Commission	No
108928	Blackrock Investment Management, LLC		U.S. Securities & Exchange Commission	No
	Torchmark Corporation		Not Registered	DS

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

Yes [X] No []

18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES (continued)
PART 2 - LIFE & HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1.1 Long-term mortgages in good standing

1.11 Farm mortgages..... \$.....

1.12 Residential mortgages..... \$.....

1.13 Commercial mortgages..... \$.....

1.14 Total mortgages in good standing..... \$.....0

1.2 Long-term mortgages in good standing with restructured terms

1.21 Total mortgages in good standing with restructured terms..... \$.....

1.3 Long-term mortgage loans upon which interest is overdue more than three months

1.31 Farm mortgages..... \$.....

1.32 Residential mortgages..... \$.....

1.33 Commercial mortgages..... \$.....

1.34 Total mortgages with interest overdue more than three months..... \$.....0

1.4 Long-term mortgage loans in process of foreclosure

1.41 Farm mortgages..... \$.....

1.42 Residential mortgages..... \$.....

1.43 Commercial mortgages..... \$.....

1.44 Total mortgages in process of foreclosure..... \$.....0

1.5 Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2) \$.....0

1.6 Long-term mortgages foreclosed, properties transferred to real estate in current quarter

1.61 Farm mortgages..... \$.....

1.62 Residential mortgages..... \$.....

1.63 Commercial mortgages..... \$.....

1.64 Total mortgages foreclosed and transferred to real estate..... \$.....0

2. Operating Percentages:

2.1 A&H loss percent..... ..68.9

2.2 A&H cost containment percent..... ..

2.3 A&H expense percent excluding cost containment expenses..... ..34.6

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

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

3.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]

3.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$.....

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsurer Rating

NONE

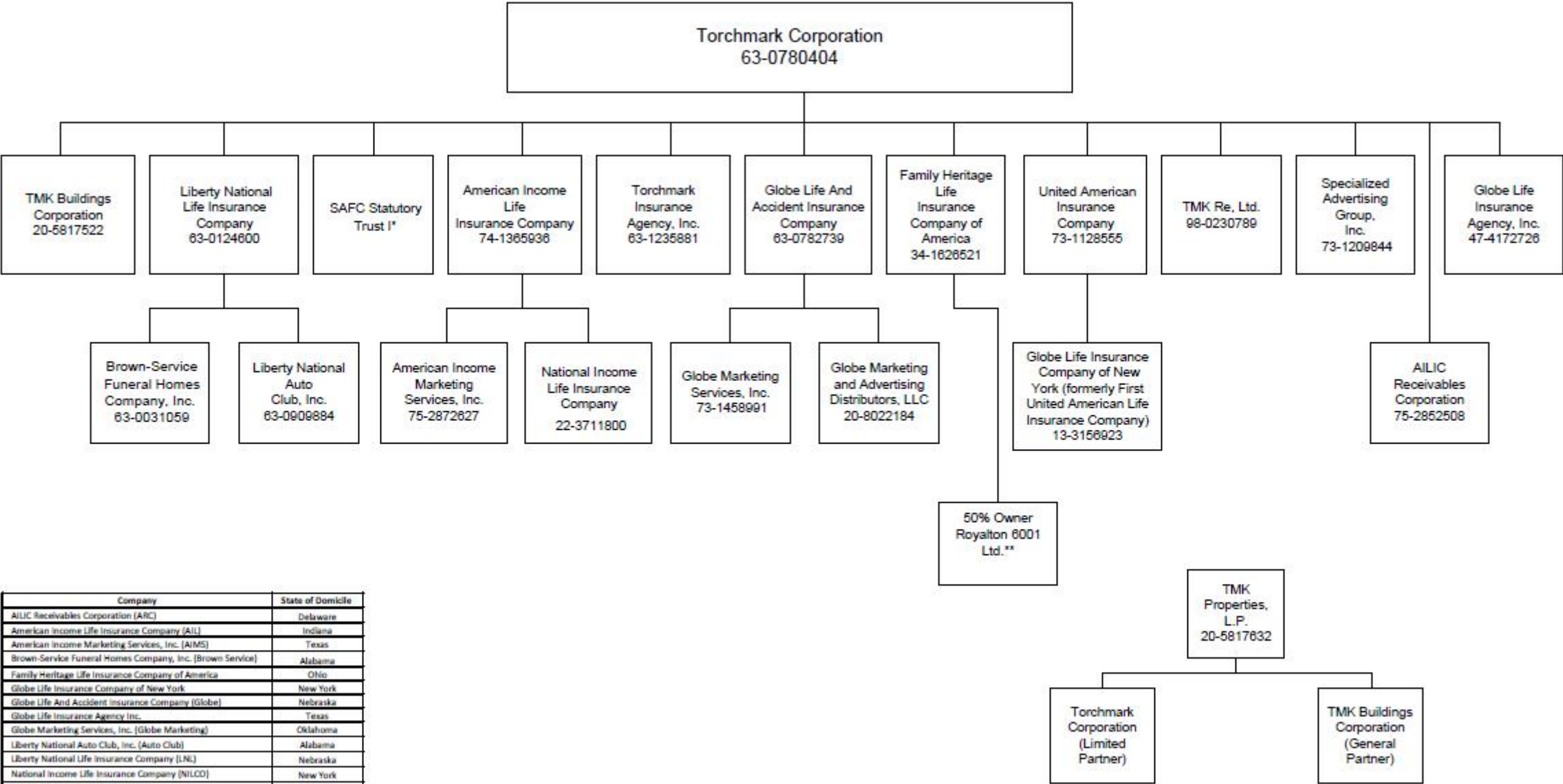
Family Heritage Life Insurance Company of America
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - 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	A&H Insurance Premiums, Including Policy Membership and Other Fees	Other Considerations
1.	Alabama.....	AL	L.....	24,555		2,133,266		2,157,821	
2.	Alaska.....	AK	L.....	140		31,581		31,721	
3.	Arizona.....	AZ	L.....	54,866		3,637,222		3,692,088	
4.	Arkansas.....	AR	L.....	112,091		5,960,492		6,072,583	
5.	California.....	CA	L.....	39,311		4,210,212		4,249,523	
6.	Colorado.....	CO	L.....	39,134		5,785,980		5,825,114	
7.	Connecticut.....	CT	L.....	63		14,310		14,373	
8.	Delaware.....	DE	L.....	1,467		320,897		322,364	
9.	District of Columbia.....	DC	L.....			7,950		7,950	
10.	Florida.....	FL	L.....	50,995		3,474,722		3,525,717	
11.	Georgia.....	GA	L.....	67,309		7,331,906		7,399,215	
12.	Hawaii.....	HI	L.....	221		41,928		42,149	
13.	Idaho.....	ID	L.....	2,115		831,586		833,701	
14.	Illinois.....	IL	L.....	55,100		8,902,258		8,957,358	
15.	Indiana.....	IN	L.....	12,939		6,408,843		6,421,782	
16.	Iowa.....	IA	L.....	23,267		4,218,046		4,241,313	
17.	Kansas.....	KS	L.....	34,835		6,351,537		6,386,372	
18.	Kentucky.....	KY	L.....	80,784		5,426,221		5,507,005	
19.	Louisiana.....	LA	L.....	12,251		3,691,799		3,704,050	
20.	Maine.....	ME	L.....	837		289,745		290,582	
21.	Maryland.....	MD	L.....	2,107		823,240		825,347	
22.	Massachusetts.....	MA	L.....	938		17,854		18,792	
23.	Michigan.....	MI	L.....	1,907		1,222,359		1,224,266	
24.	Minnesota.....	MN	L.....	22,854		8,491,876		8,514,730	
25.	Mississippi.....	MS	L.....	9,144		669,802		678,946	
26.	Missouri.....	MO	L.....	39,379		5,539,049		5,578,428	
27.	Montana.....	MT	L.....	9,621		1,594,349		1,603,970	
28.	Nebraska.....	NE	L.....	10,743		6,348,484		6,359,227	
29.	Nevada.....	NV	L.....	7,905		869,925		877,830	
30.	New Hampshire.....	NH	L.....	8,373		480,320		488,693	
31.	New Jersey.....	NJ	L.....	2,455		26,830		29,285	
32.	New Mexico.....	NM	L.....	12,355		1,292,955		1,305,310	
33.	New York.....	NY	N.....					0	
34.	North Carolina.....	NC	L.....	96,724		6,491,717		6,588,441	
35.	North Dakota.....	ND	L.....	3,746		1,005,713		1,009,459	
36.	Ohio.....	OH	L.....	61,122		15,260,695		15,321,817	
37.	Oklahoma.....	OK	L.....	47,254		3,023,915		3,071,169	
38.	Oregon.....	OR	L.....	7,012		933,073		940,085	
39.	Pennsylvania.....	PA	L.....	10,942		2,320,447		2,331,389	
40.	Rhode Island.....	RI	L.....			56,416		56,416	
41.	South Carolina.....	SC	L.....	35,475		2,039,916		2,075,391	
42.	South Dakota.....	SD	L.....	11,132		4,017,502		4,028,634	
43.	Tennessee.....	TN	L.....	104,676		4,069,266		4,173,942	
44.	Texas.....	TX	L.....	1,087,488		39,278,646		40,366,134	
45.	Utah.....	UT	L.....	643		3,015,413		3,016,056	
46.	Vermont.....	VT	L.....	2,951		30,807		33,758	
47.	Virginia.....	VA	L.....	76,350		3,767,193		3,843,543	
48.	Washington.....	WA	L.....	82,599		2,572,870		2,655,469	
49.	West Virginia.....	WV	L.....	46,508		2,242,110		2,288,618	
50.	Wisconsin.....	WI	L.....	5,696		2,071,609		2,077,305	
51.	Wyoming.....	WY	L.....	8,413		1,937,158		1,945,571	
52.	American Samoa.....	AS	N.....					0	
53.	Guam.....	GU	N.....					0	
54.	Puerto Rico.....	PR	L.....			5,743		5,743	
55.	US Virgin Islands.....	VI	N.....					0	
56.	Northern Mariana Islands.....	MP	N.....					0	
57.	Canada.....	CAN	N.....					0	
58.	Aggregate Other Alien.....	OT	XXX	0	0	0	0	0	0
59.	Subtotal.....	(a). 51		2,428,792	0	190,587,753	0	193,016,545	0
90.	Reporting entity contributions for employee benefit plans.....	XXX						0	
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX						0	
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	XXX						0	
93.	Premium or annuity considerations waived under disability or other contract provisions.....	XXX						0	
94.	Aggregate other amounts not allocable by State.....	XXX		0	0	0	0	0	0
95.	Totals (Direct Business).....	XXX		2,428,792	0	190,587,753	0	193,016,545	0
96.	Plus Reinsurance Assumed.....	XXX		140,012,083				140,012,083	
97.	Totals (All Business).....	XXX		142,440,875	0	190,587,753	0	333,028,628	0
98.	Less Reinsurance Ceded.....	XXX		140,068,648		2,110,100		142,178,748	
99.	Totals (All Business) less Reinsurance Ceded.....	XXX		2,372,227	0	188,477,653	0	190,849,880	0
DETAILS OF WRITE-INS									
58001.	XXX						0	
58002.	XXX						0	
58003.	XXX						0	
58998.	Summary of remaining write-ins for line 58 from overflow page.....	XXX		0	0	0	0	0	0
58999.	Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	XXX		0	0	0	0	0	0
9401.	XXX						0	
9402.	XXX						0	
9403.	XXX						0	
9498.	Summary of remaining write-ins for line 94 from overflow page.....	XXX		0	0	0	0	0	0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX		0	0	0	0	0	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.
(a) Insert the number of L responses except for Canada and Other Alien.

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



Company	State of Domicile
AILIC Receivables Corporation (ARC)	Delaware
American Income Life Insurance Company (AIL)	Indiana
American Income Marketing Services, Inc. (AIMS)	Texas
Brown-Service Funeral Homes Company, Inc. (Brown Service)	Alabama
Family Heritage Life Insurance Company of America	Ohio
Globe Life Insurance Company of New York	New York
Globe Life And Accident Insurance Company (Globe)	Nebraska
Globe Life Insurance Agency, Inc.	Texas
Globe Marketing Services, Inc. (Globe Marketing)	Oklahoma
Liberty National Auto Club, Inc. (Auto Club)	Alabama
Liberty National Life Insurance Company (LNL)	Nebraska
National Income Life Insurance Company (NILCO)	New York
Specialized Advertising Group, Inc.	Texas
TMK Buildings Corporation (TBC)	Texas
TMK Re, Ltd. (TMK Re)	Bermuda
Torchmark Corporation (TMK)	Delaware
Torchmark Insurance Agency, Inc. (TIA)	Alabama
United American Insurance Company (UA)	Nebraska

*Special purpose business trust whose obligations were assumed by Torchmark in the acquisition of Family Heritage, common securities of which are owned by Torchmark and preferred securities publicly held.

**Limited liability company, in which Family Heritage has a 50% interest, which leases home office property to Family Heritage; remaining 50% interest held by an unaffiliated entity.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
Members															
Q13	Torchmark Corporation.....	.....	63-0780404..	.....	.....320335	NYSE.....	Torchmark Corporation.....	DE.....	UDP.....	.....	.....	.....	.....	.....Y.....	.....
	.....	.....	20-5817522..	.....	.....	.....	TMK Buildings Corp.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	20-5817632..	.....	.....	.....	TMK Properties LLP.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	....99.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	98-0230789..	.....	.....	.....	TMK RE Ltd.....	BMU.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	63-1235881..	.....	.....	.....	Torchmark Insurance Agency, Inc.....	AL.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	73-1209844..	.....	.....	.....	Specialized Marketing Group, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	47-4172726..	.....	.....	.....	Globe Life Insurance Agency, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	77968..	34-1626521..	.....	.....	.....	Family Heritage Life Insurance Company of America	OH.....	RE.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	.....	.....	.....	.....	Royalton 6001Ltd. (Joint Venture).....	OH.....	DS.....	Family Heritage Life Insurance Company of America	Ownership.....	....50.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	65331..	63-0124600..	.....	.....	.....	Liberty National Life Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	63-0031059..	.....	.....	.....	Brown-Service Funeral Homes Company Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	63-0909884..	.....	.....	.....	Liberty National Auto Club, Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	91472..	63-0782739..	....1610611	.....	.....	Globe Life and Accident Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....Y.....	.....
	.....	.....	73-1458991..	.....	.....	.....	Globe Marketing Services, Inc.....	OK.....	NIA.....	Globe Life and Accident Insurance Company..	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	20-8022184..	.....	.....	.....	Globe Marketing and Advertising Distributors, LLC	DE.....	NIA.....	Globe Life and Accident Insurance Company..	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	60577..	74-1365936..	....1102198	.....	.....	American Income Life Insurance Company.....	IN.....	IA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	10093..	22-3711800..	.....	.....	.....	National Income Life Insurance Company.....	NY.....	IA.....	American Income Life Insurance Company.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	75-2852508..	.....	.....	.....	AILIC Receivables Corporation.....	IN.....	NIA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	.....	.....	75-2872627..	.....	.....	.....	American Income Marketing Services, Inc.....	TX.....	NIA.....	American Income Life Insurance Company.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	92916..	73-1128555..	.....	.....	.....	United American Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....
	0290 Torchmark Corporation.....	74101..	13-3156923..	.....	.....	.....	Globe Life Insurance Company of New York (formerly First United American Life Insurance Company)	NY.....	IA.....	United American Insurance Company.....	Ownership.....	....100.000	Torchmark Corporation.....	.....N.....	.....

Family Heritage Life Insurance Company of America

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	NO

Explanations:

1.

The data for this supplement is not required to be filed.
2.

The data for this supplement is not required to be filed.
3.

The data for this supplement is not required to be filed.
4.

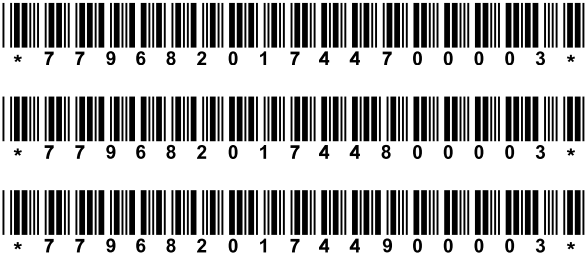
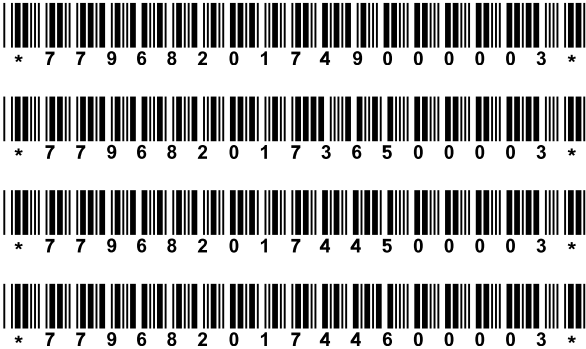
The data for this supplement is not required to be filed.
5.

The data for this supplement is not required to be filed.
6.

The data for this supplement is not required to be filed.
7.

The data for this supplement is not required to be filed.

Bar Code:



Family Heritage Life Insurance Company of America
Overflow Page for Write-Ins

NONE

Family Heritage Life Insurance Company of America
SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	670,000	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		1,346,795
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....	(15,000)	(55,000)
5. Deduct amounts received on disposals.....	655,000	570,000
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other-than-temporary impairment recognized.....		51,795
8. Deduct current year's depreciation.....		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	0	670,000
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	0	670,000

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	17,159,518	16,400,737
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	1,253,340	
2.2 Additional investment made after acquisition.....		954,880
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....	1,175	1,532
5. Unrealized valuation increase (decrease).....	77,354	(56,589)
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		125,000
8. Deduct amortization of premium and depreciation.....	13,354	16,042
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	18,478,033	17,159,518
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	18,478,033	17,159,518

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	929,749,601	786,067,257
2. Cost of bonds and stocks acquired.....	118,072,340	155,984,071
3. Accrual of discount.....	10,674,004	13,904,398
4. Unrealized valuation increase (decrease).....	158,512	60,966
5. Total gain (loss) on disposals.....	769,155	46,803
6. Deduct consideration for bonds and stocks disposed of.....	21,544,933	25,568,254
7. Deduct amortization of premium.....	770,830	745,640
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....	245,292	
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,036,862,557	929,749,601
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	1,036,862,557	929,749,601

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

QSI02

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	553,423,169	11,116,483	3,970,079	3,438,044	549,531,956	553,423,169	564,007,617	545,848,550
2. NAIC 2 (a).....	444,611,678	28,010,224	6,284,781	(3,299,728)	437,888,208	444,611,678	463,037,393	380,491,884
3. NAIC 3 (a).....	5,371,685			3,159,351	5,971,571	5,371,685	8,531,036	5,971,459
4. NAIC 4 (a).....	2,026,399			(122)	2,026,520	2,026,399	2,026,277	2,026,639
5. NAIC 5 (a).....							0	
6. NAIC 6 (a).....	305,680			(36,283)	333,148	305,680	269,397	357,355
7. Total Bonds.....	1,005,738,611	39,126,707	10,254,860	3,261,262	995,751,403	1,005,738,611	1,037,871,720	934,695,887
PREFERRED STOCK								
8. NAIC 1.....							0	
9. NAIC 2.....							0	
10. NAIC 3.....							0	
11. NAIC 4.....							0	
12. NAIC 5.....							0	
13. NAIC 6.....							0	
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	1,005,738,611	39,126,707	10,254,860	3,261,262	995,751,403	1,005,738,611	1,037,871,720	934,695,887

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation:
NAIC 1 \$.....1,009,163; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	1,009,163	XXX.....	1,009,163	12,886	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	4,946,286	7,679
2. Cost of short-term investments acquired.....		4,938,607
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	3,937,123	
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,009,163	4,946,286
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	1,009,163	4,946,286

Sch. DB - Pt. A - Verification
NONE

Sch. DB - Pt. B - Verification
NONE

Sch. DB - Pt. C - Sn. 1
NONE

Sch. DB - Pt. C - Sn. 2
NONE

Sch. DB - Verification
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	2,501,933	1,774,201
2. Cost of cash equivalents acquired.....	5,936,170	727,732
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....		
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	8,438,103	2,501,933
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	8,438,103	2,501,933

Sch. A - Pt. 2
NONE

Sch. A - Pt. 3
NONE

Sch. B - Pt. 2
NONE

Sch. B - Pt. 3
NONE

Sch. BA - Pt. 2
NONE

Sch. BA - Pt. 3
NONE

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2		3	4	5	6	7	8	9	10
CUSIP Identification	Description		Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous										
00507V	AN	9		09/22/2017	DEUTSCHE BANK SECURITIES INC		1,024,760	1,000,000	15,000	2FE
023135	BK	1		08/15/2017	JP MORGAN SECURITIES LLC		4,959,100	5,000,000		1FE
05379B	AM	9		08/09/2017	CANTOR FITZGERALD & CO		1,231,560	1,000,000	6,808	1FE
126408	GS	6		08/11/2017	JEFFERIES LLC		1,697,182	1,308,000	23,955	2FE
15189W	AD	2		09/01/2017	MORGAN STANLEY & CO LLC		2,452,416	1,850,000	42,898	2FE
161175	BA	1		09/19/2017	JP MORGAN SECURITIES LLC		1,183,980	1,000,000	26,656	2FE
233046	AF	8		09/14/2017	GUGGENHEIM SECURITIES		1,000,000	1,000,000		2AM
26884A	BH	5		08/01/2017	KEYBANC CAPITAL MARKETS INC		3,967,520	4,000,000	444	1FE
459506	AE	1		09/12/2017	UBS FINANCIAL SERVICES INC		3,110,850	3,000,000	42,292	2FE
47760Q	AB	9		06/27/2017	BARCLAYS CAPITAL INC		2,000,000	2,000,000		2AM
56585A	AF	9		09/19/2017	STIFEL NICOLAUS & CO		1,200,260	1,000,000	3,611	2FE
579780	AP	2		08/09/2017	JEFFERIES LLC		4,355,427	4,300,000	1,505	2FE
929160	AG	4		08/08/2017	MARKETAXESS CORP		1,336,349	1,007,000	14,200	2FE
981811	AF	9		07/25/2017	BANK OF AMERICA MERRILL LYNCH		2,009,180	2,000,000		2FE
01626P	AG	1	A	07/19/2017	BANK OF AMERICA MERRILL LYNCH		2,047,840	2,000,000		2FE
40052V	AD	6	D	09/12/2017	GOLDMAN SACHS & CO		4,591,980	4,500,000	46,922	2FE
3899999	Total - Bonds - Industrial and Miscellaneous						38,168,404	35,965,000	224,291	XXX
8399997	Total - Bonds - Part 3						38,168,404	35,965,000	224,291	XXX
8399999	Total - Bonds						38,168,404	35,965,000	224,291	XXX
9999999	Total - Bonds, Preferred and Common Stocks						38,168,404	XXX	224,291	XXX

(a) For all common stock bearing NAIC market indicator "U" provide the number of such issues:.....0.

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Quarter

1	2			3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
												11	12	13	14	15							
CUSIP Identification	Description			F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																							
912833	KN	9	US TREASURY STRIPS.....	..	08/15/2017.	MATURITY.....		.....2,000,000	.....2,000,000	.....442,740	.....1,913,519	.....	.....86,481	.....	.....86,481	.....	.....2,000,000	.....	.....	.....0	.....	08/15/2017.	1.....
0599999. Total - Bonds - U.S. Government.....								.....2,000,000	.....2,000,000	.....442,740	.....1,913,519	.....0	.....86,481	.....0	.....86,481	.....0	.....2,000,000	.....0	.....0	.....0	.....0	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																							
658207	PA	7	NORTH CAROLINA HOUSING FIN AGY (TAXABLE)	..	09/01/2017.	CALL at 100.000.....		.....10,000	.....10,000	.....10,010	.....10,000	.....	.....	.....	.....0	.....	.....10,000	.....	.....	.....0	.....486	01/01/2029.	1FE.....
3199999. Total - Bonds - U.S. Special Revenue and Special Assessments. ....								.....10,000	.....10,000	.....10,010	.....10,000	.....0	.....0	.....0	.....0	.....0	.....10,000	.....0	.....0	.....0	.....486	XXX	XXX
Bonds - Industrial and Miscellaneous																							
124857	AK	9	CBS CORP SR UNSCD.....	..	07/05/2017.	US BANCORP INVESTMENTS INC		.....3,171,900	.....3,000,000	.....3,077,880	.....3,075,156	.....	.....(731)	.....	.....(731)	.....	.....3,074,426	.....	.....97,474	.....97,474	.....132,708	08/15/2044.	2FE.....
12803P	AB	4	CAJUN GLOBAL LLC SER 2017-1A CLS A2 144A	..	08/20/2017.	SINKING FUND REDEMPTION.....		.....22,500	.....22,500	.....22,326			.....83		.....83		.....22,500			.....0	.....219	08/20/2047.	2AM.....
19260M	AA	4	COINSTAR FUNDING LLC SER 2017-1A A2 144A	..	07/25/2017.	VARIOUS.....		.....5,000	.....5,000	.....5,000					.....0		.....5,000			.....0	.....53	04/25/2047.	2AM.....
231021	AQ	9	CUMMINS INC SR UNSCD.....	..	08/23/2017.	MARKETAXESS CORP.....		.....2,328,860	.....2,000,000	.....1,957,380	.....1,959,593		.....485		.....485		.....1,960,077		.....368,783	.....368,783	.....88,563	10/01/2043.	1FE.....
26208L	AB	4	DRIVEN BRANDS FDG SER 16-1A CL A2 144A	..	07/20/2017.	SINKING FUND REDEMPTION.....		.....5,000	.....5,000	.....4,981	.....4,983		.....17		.....17		.....5,000			.....0	.....230	07/20/2046.	2AM.....
34417M	AB	3	FOCUS BRANDS FDG SER 2017-1A A2II 144A	..	07/30/2017.	VARIOUS.....		.....2,500	.....2,500	.....2,500					.....0		.....2,500			.....0	.....40	04/30/2047.	2AM.....
41810*	AB	0	HANNON ARMSTRONG SUS YLD 15-1B SUBRD- P	..	07/20/2017.	SINKING FUND REDEMPTION.....		.....36,871	.....36,871	.....36,871					.....0		.....36,871			.....0	.....887	04/20/2034.	2AM.....
87244B	AA	6	TGIF FDG SER 17-1A CL A2 SR SECD 144A	..	07/30/2017.	VARIOUS.....		.....15,000	.....15,000	.....15,000					.....0		.....15,000			.....0	.....382	04/30/2047.	2AM.....
87342R	AC	8	TACO BELL 2016-1A CL A23 SR SECD 144A	..	08/25/2017.	VARIOUS.....		.....7,500	.....7,500	.....7,500	.....7,500				.....0		.....7,500			.....0	.....280	05/25/2046.	2AM.....
90131H	AB	1	21ST CENTURY FOX AMERICA SR UNSCD	..	07/11/2017.	BARCLAYS CAPITAL INC.....		.....3,418,950	.....3,000,000	.....3,122,850	.....3,117,109		.....(1,124)		.....(1,124)		.....3,115,985		.....302,965	.....302,965	.....127,350	10/01/2043.	2FE.....
3899999. Total - Bonds - Industrial and Miscellaneous.....								.....9,014,081	.....8,094,371	.....8,252,288	.....8,164,341	.....0	.....(1,270)	.....0	.....(1,270)	.....0	.....8,244,859	.....0	.....769,222	.....769,222	.....350,712	XXX	XXX
8399997. Total - Bonds - Part 4.....								.....11,024,081	.....10,104,371	.....8,705,038	.....10,087,860	.....0	.....85,211	.....0	.....85,211	.....0	.....10,254,859	.....0	.....769,222	.....769,222	.....351,198	XXX	XXX
8399999. Total - Bonds.....								.....11,024,081	.....10,104,371	.....8,705,038	.....10,087,860	.....0	.....85,211	.....0	.....85,211	.....0	.....10,254,859	.....0	.....769,222	.....769,222	.....351,198	XXX	XXX
9999999. Total - Bonds, Preferred and Common Stocks.....								.....11,024,081	XXX	.....8,705,038	.....10,087,860	.....0	.....85,211	.....0	.....85,211	.....0	.....10,254,859	.....0	.....769,222	.....769,222	.....351,198	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:0.

QE05

Sch. DB - Pt. A - Sn. 1

NONE

Sch. DB - Pt. B - Sn. 1

NONE

Sch. DB - Pt. D - Sn. 1

NONE

Sch. DB - Pt. D - Sn. 2

NONE

Sch. DL - Pt. 1

NONE

Sch. DL - Pt. 2

NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
PNC - Checking..... Cleveland, OH.....	.....	.....	.....	.....	.....183,623	.....359,780	.....624,909	XXX
City National Bank - Checking..... Frankfort, KY.....	.....	.....	.....	.....	.....143,521	.....186,213	.....187,015	XXX
Wells Fargo Bank, N.A. - DDA & Cont. Disb..... Cleveland, OH.....	.....	.....	.....	.....	.....(4,811,102)	.....(5,057,403)	.....(5,981,340)	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....0	.....0	.....(4,483,958)	.....(4,511,410)	.....(5,169,416)	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....0	.....0	.....(4,483,958)	.....(4,511,410)	.....(5,169,416)	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	XXX	.....3,400	.....3,400	.....3,400	XXX
0599999. Total Cash.....	XXX	XXX	.....0	.....0	.....(4,480,558)	.....(4,508,010)	.....(5,166,016)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
Sweep Accounts							
Wells Fargo - Stagecoach Sweep Preferred.....		09/22/2017.....	.....0.150	09/25/2017.....	.....8,438,103	.....300	.....5,880
8499999. Total - Sweep Accounts.....					.....8,438,103	.....300	.....5,880
8699999. Total - Cash Equivalents.....					.....8,438,103	.....300	.....5,880