AMENDED FILING EXPLANATION

Notes to Financial Statement 13.3 " Dividend Restrictions" amended to use statutory net income versus 10% of statutory earned surplus to determine maximum dividend payment.

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ANNUAL STATEMENT

For the Year Ended December 31, 2017

of the Condition and Affairs of the

OHIO NATIONAL LIFE ASSURANCE CORPORATION

NAIC Group Code.....0704, 0704 (Current Period) (Prior Period) | NAIC Company Code..... 89206 | Employer's ID Number..... 31-0962495

Organized under the Laws of OH | State of Domicile or Port of Entry OH | Country of Domicile US

Incorporated/Organized..... June 26, 1979 | Commenced Business..... August 22, 1979

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	Kush Vijay Kotecha	Senior Vice President & Chief Corporate Actuary

OTHER

Christopher Allen Carlson	Vice Chairman, Strategic Businesses	Harry Douglas Cooke, III #	Executive Vice President & Chief Distribution Officer
Paul Gerard	Senior Vice President & Chief Investment Officer	Kristal Elaine Hambrick #	Executive Vice President & Chief Risk 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

Christopher Allen Carlson	Harry Douglas Cooke III #	Gary Thomas Huffman	Barbara Ann Turner

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 2018

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

Teresa Cooper, Notary Public
November 21, 2022

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Ohio National Life Assurance Corporation (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.

At December 31, 2017 and 2016 there were no permitted practices.

	SSAP #	F/S Page	F/S Line #	2017	2016
NET INCOME					
(1) OHIO NATIONAL LIFE ASSURANCE CORPORATION Company state basis (Page 4, Line 35, Columns 1 & 2)	XXX	XXX	XXX	$ 43,697,319	$ 14,115,878
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				$ 0	$ 0
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				$ 0	$ 0
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	$ 43,697,319	$ 14,115,878
SURPLUS					
(5) OHIO NATIONAL LIFE ASSURANCE CORPORATION Company state basis (Page 3, line 37, Columns 1 & 2)	XXX	XXX	XXX	$ 283,913,228	$ 277,950,678
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				$ 0	$ 0
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				$ 0	$ 0
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	$ 283,913,228	$ 277,950,678

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

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.

In addition, the company uses the following accounting policies:

(1) Basis for Short-Term Investments
Short-term investments are stated at amortized cost.

(2) Basis for Bonds and Amortization Schedule
Bonds not backed by other loans are stated at amortized cost using the modified scientific method.

(3) Basis for Common Stocks
Common stocks are stated at market.

(4) Basis for Preferred Stocks
Preferred stocks rated NAIC 1-3 are stated at cost. Preferred stocks rated NAIC 4-6 are stated at the lower of cost or market value.

(5) Basis for Mortgage Loans
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) Basis for Loan-Backed Securities and Adjustment Methodology
Loan-backed securities are stated at amortized cost. The retrospective adjustment methodology is used for asset-backed, CMO, and Mortgage-backed securities.

(7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities
The Company does not have subsidiaries or controlled and affiliated companies.

(8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities
The Company has minor interest in joint ventures. The Company carries these interests based on the underlying audited GAAP equity of the investee.

(9) Accounting Policies for Derivatives
The Company does not invest in derivatives.

(10) Anticipated Investment Income Used in Premium Deficiency Calculation
The Company does not utilize the anticipated investment income as a factor in premium deficiency calculation.

(11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses for A&H Contracts

(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 of the 1964 Commissioner's Table with various interst rates depending on the year of claim.

(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) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period
The Company has not modified its capitalization policy from the prior period.

(13) Method Used to Estimate Pharmaceutical Rebate Receivables - Not applicable

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 Correction of Errors

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of income taxes, including tax credits, primarily related to the tax credit utilzation of changes as a result of amended returns. 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)	$	(352,132)
Decrease in surplus (P4,L53,C1)	$	(352,132)

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of universal life reserves. As of December 31, 2016, direct and ceded reserves net were understated by $2,279,451. As a result, surplus was overstated $1,481,643. 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)	$	(2,279,451)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C1)		797,808
Decrease in surplus (P4,L53,C1)	$	(1,481,643)

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of term reserves. As of December 31, 2016, direct and ceded reserves net were overstated by $4,474,280. As a result, surplus was understated $2,908,282. 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)	$	4,474,280
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C1)		(1,565,998)
Increase in surplus (P4,L53,C1)	$	2,908,282

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of disability income reserves. As of December 31, 2016, direct and ceded reserves net were overstated by $1,287,229. As a result, surplus was understated by $836,699. 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)	$	1,287,229
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C1)		(450,530)
Increase in surplus (P4,L53,C1)	$	836,699

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of BOLI reinsurance ceded premiums and expense allowances. As of December 31, 2016, premiums ceded and expense allowances, net were understated by $214,737. As a result, surplus was overstated by $139,579. The events contributing to the understatement impact surplus as follows:

Premiums and annuity considerations for life and accident and health contracts (P4,L1,C1)	$	(229,543)
Commission and expense allowance reinsurance assumed (P4,L22,C1)		14,806
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C1)		78,158
Decrease in surplus (P4,L53,C1)	$	(139,579)

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording of intercompany operating expenses. As of December 31, 2016, operating expenses were overstated by $1,074,479. As a result, surplus was understated by $698,411. The events contributing to the adjustment impact surplus as follows:

General insurance expense (P4,L23,C1)	$	1,074,479
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C1)		(376,068)
Increase in surplus (P4,L53,C1)	$	698,411

The Company's December 31, 2017 financial statements reflect a prior period adjustment relating to the recording and valuation of the Asset Valuation Reserve (AVR). As of December 31, 2016, the AVR liability was overstated by $406,390. The events contributing to the adjustment impact surplus as follows:

Change in asset valuation reserve (P4,L44,C1)	$	(406,390)
Increase in surplus (P4,L53,C1)	$	406,390

NOTES TO FINANCIAL STATEMENTS

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of universal life expense allowances. As of December 31, 2015, expense allowances were overstated by $1,511,361. As a reslult, surplus was understated by $982,385. The events contributing to the understatement of the expense allowance received impacts surplus as follows:

Commission and expense allowances on reinsurance assumed (P4,L22,C2)	$	1,511,361
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		(528,976)
Increase in surplus (P4,L53,C2)	$	982,385

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 $2,066,480. As a result, surplus was understated by $1,343,212. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C2)	$	2,066,480
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		(723,268)
Increase in surplus (P4,L53,C2)	$	1,343,212

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of universal life reserves. As of December 31, 2015, reserves were understated by $2,948,628. As a result, surplus was overstated by $1,916,608. The events contributing to the reserve understatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C2)	$	(2,948,628)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		1,032,020
Decrease in surplus (P4,L53,C2)	$	(1,916,608)

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of BOLI reinsurance ceded premium. As of December 31, 2015, ceded premiums were overstated by $2,577,830. As a result, surplus was understated by $1,675,590. The events contributing to the premium overstatement impact surplus as follows:

Premium and annuity considerations for life and health policies and contracts (P4,L1,C2)	$	2,577,830
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		(902,241)
Increase in surplus (P4,L53,C2)	$	1,675,590

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of universal life premium conversions. As of December 31, 2015, ceded premiums were understated by $2,025,043 and reserves were overstated by $136,747. As a result, surplus was overstated by $1,227,392. The events contributing to the premium understatement impact surplus as follows:

Premiums and annuity considerations for life and accident and health contracts (P4,L1,C2)	$	(2,025,043)
Increase in aggregate reserves for life and accident and health contracts (P4,L19,C2)		136,747
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		660,904
Decrease in surplus (P4,L53,C2)	$	(1,227,392)

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of income taxes related to the dividends received deduction. 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,C2)	$	(256,665)
Decrease in surplus (P4,L53,C2)	$	(256,665)

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of universal life rider reserves. As of December 31, 2015, reserves were overstated by $260,741. As a result, surplus was understated by $169,482. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C2)	$	260,741
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		(91,259)
Increase in surplus (P4,L53,C2)	$	169,482

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of disability income reserve data error. As of December 31, 2015, reserves were overstated by $764,121. As a result, surplus was understated by $496,679. The events contributing to the reserve overstatement impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4,L19,C2)	$	764,121
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)		(267,442)
Decrease in surplus (P4,L53,C2)	$	496,679

NOTES TO FINANCIAL STATEMENTS

The Company's December 31, 2016 financial statements reflect a prior period adjustment relating to the recording of BOLI reinsurance ceded surrender benefits and expense allowances. As of December 31, 2015, benefits ceded were understated by $2,536,935 and commission and expense allowance was overstated by $516,000. As a result, surplus was overstated by $1,984,408. The events contributing to the understatement impact surplus as follows:

Surrender benefits and withdrawals for life contracts (P4,L15,C2)	$ (2,536,935)
Commission and expense allowance reisurance ceded (P4,L6,C2)	(516,000)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4,L32,C2)	1,068,527
Decrease in surplus (P4,L53,C2)	$ (1,984,408)

Note 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

Note 4 – Discontinued Operations - NONE

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) Maximum and Minimum Lending Rates
Farm loans N/A

Residential loans N/A

Commercial mortgages 3.67% to 5.08%

(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 mortgage was: 75%

	Current Year	Prior Year
(3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total	$ 0	$ 0

(4) Age Analysis of Mortgage Loans and Identification of Mortgage Loans in which the Insurer is a Participant or Co-Lender in a Mortgage Loan Agreement:

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	$ 0	$ 0	$ 0	$ 0	$ 406,561,002	$ 0	$ 406,561,002
(b) 30-59 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(c) 60-89 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(d) 90-179 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(e) 180+ Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
4. Interest Reduced							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Number of Loans	0	0	0	0	0	0	0
(c) Percent Reduced	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

NOTES TO FINANCIAL STATEMENTS

	Farm	Residential Insured	Residential All Other	Commercial Insured	Commercial All Other	Mezzanine	Total
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	$ 0	$ 0	$ 0	$ 0	$ 379,643,872	$ 0	$ 379,643,872
(b) 30-59 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(c) 60-89 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(d) 90-179 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(e) 180+ Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Interest Accrued	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
4. Interest Reduced							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
(b) Number of Loans	0	0	0	0	0	0	0
(c) Percent Reduced	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

(5) Investment in Impaired Loans With or Without Allowance for Credit Losses and Impaired Loans Subject to a participant or Co-Lender Mortgage Loan Agreement for which the Reporting Entity is Restricted from Unilaterally Foreclosing on the Mortgage Loan - 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) Allowances for Credit Balances - NONE

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

(9) Policy for Recognizing Interest Income on Impaired Loans
The Company recognizes interest income on its impaired loans upon receipt.

B. Debt Restructuring - NONE

C. Reverse Mortgages - NONE

D. Loan-Backed Securities

(1) Description of Sources Used to Determined Prepayment Assumptions
Prepayment assumptions for mortgage-backed/loan-backed and structured securities were obtained from broker dealer survey values or internal estimates.

(2) Recognized OTTI - NONE

(3) Recognized OTTI securities - NONE

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

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	$	834,507
	2. 12 Months or Longer	$	4,031,979
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	$	97,379,748
	2. 12 Months or Longer	$	135,014,389

(5) Information Investor Considered in Reaching Conclusion that Impairments are Not Other-Than-Temporary
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.

NOTES TO FINANCIAL STATEMENTS

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

(1) Policy for Requiring Collateral or Other Security
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) Disclose the Carrying Amount and Classification of Both Assets and Liabiltiies
The Company has not pledged any of its assets as collateral.

(3) Collateral Received

a. Aggregate Amount Collateral Received	Fair Value
1. Securities Lending	
(a) Open	$ 9,147,825
(b) 30 Days or Less	0
(c) 31 to 60 Days	0
(d) 61 to 90 Days	0
(e) Greater Than 90 Days	0
(f) Sub-Total	9,147,825
(g) Securities Received	0
(h) Total Collateral Received	$ 9,147,825
2. Dollar Repurchase Agreement	
(a) Open	$ 0
(b) 30 Days or Less	0
(c) 31 to 60 Days	0
(d) 61 to 90 Days	0
(e) Greater Than 90 Days	0
(f) Sub-Total	0
(g) Securities Received	0
(h) Total Collateral Received	$ 0

b. The fair value of that collateral and of the portion of that collateral that it has sold or repledged	$ 9,147,825

c. Information about Sources and Uses of Collateral
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) Aggregate Value of the Reinvested Collateral - Not applicable

(5) Collateral Reinvestment

a. Aggregate Amount Collateral Reinvested	Amortized Cost	Fair Value
1. Securities Lending		
(a) Open	$ 9,147,825	$ 9,147,825
(b) 30 Days or Less	0	0
(c) 31 to 60 Days	0	0
(d) 61 to 90 Days	0	0
(e) 91 to 120 Days	0	0
(f) 121 to 180 Days	0	0
(g) 181 to 365 Days	0	0
(h) 1 to 2 Years	0	0
(i) 2 to 3 Years	0	0
(j) Greater Than 3 Years	0	0
(k) Sub-Total	$ 9,147,825	$ 9,147,825
(l) Securities Received	0	0
(m) Total Collateral Reinvested	$ 9,147,825	$ 9,147,825
2. Dollar Repurchase Agreement		
(a) Open	$ 0	$ 0
(b) 30 Days or Less	0	0
(c) 31 to 60 Days	0	0
(d) 61 to 90 Days	0	0
(e) 91 to 120 Days	0	0
(f) 121 to 180 Days	0	0
(g) 181 to 365 Days	0	0
(h) 1 to 2 Years	0	0
(i) 2 to 3 Years	0	0
(j) Greater Than 3 Years	0	0
(k) Sub-Total	$ 0	$ 0
(l) Securities Received	0	0
(m) Total Collateral Reinvested	$ 0	$ 0

b. Explanation of Additional Sources of Liquidity for Maturity Date Mismatches - Not applicable

(6) Detail on Collateral Transactions Not Permitted by Contract or Custom to Sell or Repledge
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.

NOTES TO FINANCIAL STATEMENTS

(7) Collateral for Securities Lending transactions that extend beyond one year from the reporting date. - Not applicable

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing - NONE

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - NONE

H. Repurchase Agreements Transactions Accounted for as a Sale - NONE

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - NONE

J. Real Estate - NONE

K. Low-Income Housing Tax Credits (LIHTC) - NONE

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year					6	7	8	9	Percentage	
	1	2	3	4	5					10	11
Restricted Asset Category	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	0.0%	0.0%
b. Collateral held under security lending arrangements	9,147,825	0	0	0	9,147,825	84,664,570	(75,516,745)	0	9,147,825	0.2%	0.2%
c. Subject to repurchase agreements	0	0	0	0	0	0	0	0	0	0.0%	0.0%
d. Subject to reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.0%	0.0%
e. Subject to dollar repurchase agreements	0	0	0	0	0	0	0	0	0	0.0%	0.0%
f. Subject to dollar reverse repurchase agreements	0	0	0	0	0	0	0	0	0	0.0%	0.0%
g. Placed under option contracts	0	0	0	0	0	0	0	0	0	0.0%	0.0%
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	0	0	0	0	0	0	0	0	0	0.0%	0.0%
i. FHLB capital stock	6,748,500	0	0	0	6,748,500	6,426,300	322,200	0	6,748,500	0.2%	0.2%
j. On deposit with states	3,278,381	0	0	0	3,278,381	3,226,959	51,422	0	3,278,381	0.1%	0.1%
k. On deposit with other regulatory bodies	0	0	0	0	0	0	0	0	0	0.0%	0.0%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	120,678,904	0	0	0	120,678,904	122,093,338	(1,414,434)	0	120,678,904	3.0%	3.0%
m. Pledged as collateral not captured in other categories	0	0	0	0	0	0	0	0	0	0.0%	0.0%
n. Other restricted assets	0	0	0	0	0	0	0	0	0	0.0%	0.0%
o. Total Restricted Assets	$ 139,853,610	$ 0	$ 0	$ 0	$ 139,853,610	$ 216,411,167	$ (76,557,557)	$ 0	$ 139,853,610	3.5%	3.5%

(a) Subset of column 1
(b) Subset of column 3
(c) Column 5 divided by Asset Page, Column 1, Line 28
(d) Column 9 divided by Asset Page, Column 3, Line 28

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contacts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate) - NONE

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate) - NONE

NOTES TO FINANCIAL STATEMENTS

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

Collateral Assets	1 Book/Adjusted Carrying Value (BACV)	2 Fair Value	3 % of BACV to Total Assets (Admitted and Nonadmitted)*	4 % of BACV to Total Admitted Assets**
a. Cash, Cash Equivalents and Short-Term Investments	$ 0	$ 0	0.0%	0.0%
b. Schedule D, Part 1	120,678,904	119,755,606	3.2%	3.3%
c. Schedule D, Part 2, Sec. 1	0	0	0.0%	0.0%
d. Schedule D, Part 2, Sec. 2	6,748,500	6,748,500	0.2%	0.2%
e. Schedule B	0	0	0.0%	0.0%
f. Schedule A	0	0	0.0%	0.0%
g. Schedule BA, Part 1	0	0	0.0%	0.0%
h. Schedule DL, Part 1	9,147,825	9,147,825	0.2%	0.2%
i. Other	3,278,381	3,838,671	0.1%	0.1%
j. Total Collateral Assets (a+b+c+d+e+f+g+i)	$ 139,853,610	$ 139,490,602	3.7%	3.8%

*. Column 1 divided by Asset Page, Line 26 (Column 1)
** Column 1 divided by Asset Page, Line 26 (Column 3)

	1 Amount	2 % of Liability to Total Liabilities
k. Recognized Obligation to Return Collateral Asset	$ 0	0.0%

* Column 1 divided by Liability Page, Line 26 (Column 1)

M. Working Capital Finance Investments - NONE

N. Offsetting and Netting of Assets and Liabilities - NONE

O. Structured Notes - NONE

P. 5* Securities - NONE

Q. Short Sales - NONE

R. Prepayment Penalty and Acceleration Fees

	General Account	Separate Account
(1) Number of CUSIPs	23	0
(2) Aggregate Amount of Investment Income	$ 2,030,432	$ 0

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

A. Investments in Joint Ventures, Partnerships and Limited Liability Companies that Exceed 10% of Ownership - NONE

B. Investments in Impaired Joint Ventures, Partnerships and Limited Liability Companies - NONE

Note 7 – Investment Income

A. The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:
(1) Bonds - where collection of interest is uncertain, are placed on non-accrual status.
(2) 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.

B. The total amount excluded:
$253,040

Note 8 – Derivative Instruments - NONE

NOTES TO FINANCIAL STATEMENTS

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2017			2016			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	$ 96,965,959	$ 179,379	$ 97,145,338	$161,931,018	$ 3,325,093	$165,256,111	$(64,965,059)	$ (3,145,714)	$(68,110,773)
b. Statutory valuation allowance adjustment	0	0	0	0	0	0	0	0	0
c. Adjusted gross deferred tax assets (1a-1b)	$ 96,965,959	$ 179,379	$ 97,145,338	$161,931,018	$ 3,325,093	$165,256,111	$(64,965,059)	$ (3,145,714)	$(68,110,773)
d. Deferred tax assets nonadmitted	33,049,364	0	33,049,364	62,455,810	0	62,455,810	(29,406,446)	0	(29,406,446)
e. Subtotal net admitted deferred tax asset (1c-1d)	$ 63,916,595	$ 179,379	$ 64,095,974	$ 99,475,208	$ 3,325,093	$102,800,301	$(35,558,613)	$ (3,145,714)	(38,704,327)
f. Deferred tax liabilities	32,947,451	1,138,935	34,086,386	52,181,295	1,709,902	53,891,197	(19,233,844)	(570,967)	(19,804,811)
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	$ 30,969,144	$ (959,556)	$ 30,009,588	$ 47,293,913	$ 1,615,191	$ 48,909,104	$(16,324,769)	$ (2,574,747)	$(18,899,516)

2. Admission Calculation Components SSAP No. 101

	2017			2016			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	$ 0	$ 0	$ 0	$ 32,688,874	$ 3,187,055	$ 35,875,929	$ (32,688,874)	$ (3,187,055)	$ (35,875,929)
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:	29,911,616	97,972	30,009,588	13,033,175	0	13,033,175	16,878,441	97,972	16,976,413
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	29,911,616	97,972	30,009,588	13,033,175	0	13,033,175	16,878,441	97,972	16,976,413
Adjusted gross deferred tax assets allowed per limitation threshold			38,085,546			34,356,236			3,729,310
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	34,004,979	81,407	34,086,386	53,753,159	138,038	53,891,197	(19,748,180)	(56,631)	(19,804,811)
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c)	$ 63,916,595	$ 179,379	$ 64,095,974	$ 99,475,208	$ 3,325,093	$ 102,800,301	$ (35,558,613)	$ (3,145,714)	$ (38,704,327)

3. Other Admissibility Criteria

		2017	2016
a.	Ratio percentage used to determine recovery period and threshold limitation amount	762.0%	732.0%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	$ 277,148,515	$ 261,211,548

NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	12/31/2017		12/31/2016		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	$ 96,965,959	$ 179,379	$ 161,931,018	$ 3,325,093	$ (64,965,059)	$ (3,145,714)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	$ 63,916,595	$ 179,379	$ 99,475,208	$ 3,325,093	$ (35,558,613)	$ (3,145,714)
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.0%	0.3%	0.0%	1.0%	0.0%	(0.7)%

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

1. The types of temporary differences for which a DTL has not been recognized and the types of events that would cause those temporary differences to become taxable are:
There are no temporary differences for which deferred tax liabilities are not recognized.

2. The cumulative amount of each type of temporary difference is: Not applicable

3. The amount of the unrecognized DTL for temporary differences related to investments in foreign subsidiaries and foreign corporate joint ventures that are essentially permanent in duration, if determination of that liability is practicable, or a statement that determination is not practicable are: Not applicable

4. The amount of the DTL for temporary differences other than those in item (3) above that is not recognized is: Not applicable

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2017	2 2016	3 (Col 1-2) Change
a. Federal	$ 6,146,351	$ 10,680,041	$ (4,533,690)
b. Foreign	0	0	0
c. Subtotal	6,146,351	10,680,041	(4,533,690)
d. Federal income tax on net capital gains	(1,240,271)	1,262,334	(2,502,605)
e. Utilization of capital loss carry-forwards	0	0	0
f. Other	0	249,144	(249,144)
g. Federal and Foreign income taxes incurred	$ 4,906,080	$ 12,191,519	$ (7,285,439)

NOTES TO FINANCIAL STATEMENTS

2. Deferred Tax Assets

	1 2017	2 2016	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	$ 0	$ 0	$ 0
2. Unearned premium reserve	275,261	476,405	(201,144)
3. Policyholder reserves	54,505,756	102,635,366	(48,129,610)
4. Investments	0	0	0
5. Deferred acquisition costs	34,620,549	57,530,794	(22,910,245)
6. Policyholder dividends accrual	0	0	0
7. Fixed assets	0	0	0
8. Compensation and benefits accrual	0	0	0
9. Pension accrual	0	0	0
10. Receivables - nonadmitted	0	0	0
11. Net operating loss carry-forward	0	0	0
12. Tax credit carry-forward	299,761	0	299,761
13. Other (items <5% of total ordinary tax assets)	372,750	1,288,453	(915,703)
Other (items >=5% of total ordinary tax assets)			
14. Non-admitted assets	39,894	0	39,894
15. Section 807(f) adjustment	862,266	0	862,266
16. Policyholder reserves - tax reform transition	5,989,722	0	5,989,722
99. Subtotal	96,965,959	161,931,018	(64,965,059)
b. Statutory valuation allowance adjustment	0	0	0
c. Nonadmitted	33,049,364	62,455,810	(29,406,446)
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	63,916,595	99,475,208	(35,558,613)
e. Capital:			
1. Investments	179,379	3,325,093	(3,145,714)
2. Net capital loss carry-forward	0	0	0
3. Real estate	0	0	0
4. Other (items <5% of total capital tax assets)	0	0	0
Other (items >=5% of total capital tax assets)			
5.			
99. Subtotal	179,379	3,325,093	(3,145,714)
f. Statutory valuation allowance adjustment	0	0	0
g. Nonadmitted	0	0	0
h. Admitted capital deferred tax assets (2e99-2f-2g)	179,379	3,325,093	(3,145,714)
i. Admitted deferred tax assets (2d+2h)	$ 64,095,974	$ 102,800,301	$ (38,704,327)

3. Deferred Tax Liabilities

	1 2017	2 2016	3 (Col 1-2) Change
a. Ordinary:			
1. Investments	$ 0	$ 0	$ 0
2. Fixed assets	0	0	0
3. Deferred and uncollected premium	29,789,651	48,387,331	(18,597,680)
4. Policyholder reserves	0	0	0
5. Other (items <5% of total ordinary tax liabilities)	29,987	563,593	(533,606)
Other (items >=5% of total ordinary tax liabilities)			
6. Section 807(f) adjustment	3,127,813	3,230,371	(102,558)
99. Subtotal	32,947,451	52,181,295	(19,233,844)
b. Capital:			
1. Investments	152,517	0	152,517
2. Real estate	986,418	1,709,902	(723,484)
3. Other (tems <5% of total capital tax liabilities)	0	0	0
Other (items >=5% of total capital tax liabilities)			
4.			
99. Subtotal	1,138,935	1,709,902	(570,967)
c. Deferred tax liabilities (3a99+3b99)	34,086,386	53,891,197	(19,804,811)
4. Net Deferred Tax Assets (2i – 3c)	$ 30,009,588	$ 48,909,104	$ (18,899,516)

NOTES TO FINANCIAL STATEMENTS

On December 22, 2017, President Trump signed into law the tax legislation commonly known as the Tax Cuts and Jobs Act (the "Act"). Under SSAP 101, the effects of new legislation are recognized upon enactment, which (for federal legislation) is the date the President signs a bill into law. The Act reduces the corporate tax rate to 21 percent, effective January 1, 2018. Consequently, we have recorded a decrease related to the gross DTA and net admitted DTA of $41,839,461 and $8,075,958, respectively, with a corresponding net adjustment to capital and surplus of $8,075,958 for the year ended December 31, 2017. These adjustments include DTAs on unrealized gains and losses.

. Reconciliation of Federal Income Tax Rate to Actual Effective Rate Among the more significant book to tax adjustments were the following:

	Amount	Effective Tax Rate (%)
Permanent Differences:		
Provision computed at statutory rate	$ 17,012,826	35.0%
Proration of tax exempt investment income	0	%
Amortization of interest maintenance reserve	(652,586)	(1.3)%
Small company deduction	0	%
Tax exempt income deduction	0	%
Dividends received deduction	(582,228)	(1.2)%
Corporate owned life insurance	0	%
Disallowed travel and entertainment	0	%
Lobbying expenses disallowed	0	%
Other permanent differences	37,438,724	77.0%
Temporary Differences:		
Total ordinary DTAs	0	%
Total ordinary DTLs	0	%
Total capital DTAs	0	%
Total capital DTLs	0	%
Other:		
Statutory valuation allowance adjustment	0	%
AMT credit	0	%
Accrual adjustment – prior year	0	%
Other	0	%
Totals	53,216,736	109.5%
Federal and foreign income taxes incurred	$ 6,146,351	
Realized capital gains (losses) tax	(1,240,271)	
Change in net deferred income taxes	48,310,656	
Total statutory income taxes	$ 53,216,736	

Change in non-admitted DTA	$ (66,490)	(0.2)%
Prior period adjustment	(347,405)	(0.7)%
Tax credits	(65,863)	(0.1)%
Cost allocation under IRC 482	(2,876,532)	(5.9)%
Tax rate change	41,836,111	86.1%
Surplus adjustment for reinsurance	(1,056,687)	(2.2)%
Other	$ 15,590	0.0%

E. Operating Loss Carryfowards and Income Taxes Available for Recoupment

1. The amounts, origination dates and expiration dates of operating loss and tax credit carry forwards available for tax purposes:

Description (Operating Loss or Tax Credit Carry Forward)	Amounts	Origination Dates	Expiration Dates
Foreign tax credit carryforward	58,223	December 31, 2013	December 31, 2023
Foreign tax credit carryforward	44,531	December 31, 2014	December 31, 2024
Foreign tax credit carryforward	58,776	December 31, 2015	December 31, 2025
Foreign tax credit carryforward	65,863	December 31, 2016	December 31, 2026
Foreign tax credit carryforward	65,863	December 31, 2017	December 31, 2027
General Business tax credit carryforward	2,999	December 31, 2012	December 31, 2032
General Business tax credit carryforward	3,506	December 31, 2013	December 31, 2033
TOTAL tax credit carryforward	299,761		

2. The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses - NONE

3. The Company's aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Service Code is $0.

NOTES TO FINANCIAL STATEMENTS

F. Consolidated Federal Income Tax Return

1. The Company's federal income tax return is consolidated with the following entities:
   Ohio National Mutual Holdings, Inc.
   Ohio National Financial Services, Inc.
   ONTech, LLC
   Princeton Captive Re, Inc.
   Ohio National Life Insurance Company
   National Security Life and Annuity Company
   Kenwood Re, Inc.
   Montgomery Re, Inc.
   Camargo Re Captive, Inc.
   O. N. Equity Sales Company
   O. N. Investment Management Company
   Ohio National Equities, Inc.
   Ohio National Investments, Inc.
   Ohio National Insurance Agency, Inc. (Ohio)
   Ohio National Insurance Agency of Alabama, Inc.
   Sycamore Re, Ltd.
   ON Foreign Holdings, LLC
   Financial Way Realty, Inc.
   ONFlight, Inc.
   Fiduciary Capital Management, Inc.

2. The manner in which the Board of Directors sets forth for allocating the consolidated federal income tax:
   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. Federal or Foreign Federal 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.

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

A. Nature of the Relationship Involved
The Company participates in reinsurance transactions with its parent, The Ohio National Life Insurance Company (ONLIC), disclosed in Part G. The Company also has a shared services agreement with ONLIC, disclosed in Part F.

B. Transactions
Dividends to the Company's parent, Ohio National Life Insurance Company (ONLIC), for 2017 and 2016 are summzrized below:

	2017	2016
Dividends declared and unpaid (P3, L23,C1)	$ 0	$ 0
Dividends paid in cash (P5, L16.5, C1)	27,000,000	28,000,000
Dividends declared and unpaid (prior year) (P3, L23, C2)	0	0
Dividends to stockholders (P4, L52, C1)	$ 27,000,000	$ 28,000,000

C. Dollar Amounts of Transactions
The Company had no transactions with respect to changes in company arrangements.

D. Amounts Due From or To Related Parties
The Company had a "Receivable from parent, subsidiaries and affiliates" of $14,051,986 and $43,589,875, as of December 31, 2017 and December 31, 2016, respectively. The Company had a "Payable to parent, subsidiaries and affiliates" of $2,750,656 and $891,336 as of December 31, 2017 and 2016, respectively. The terms of settlement require those amounts to be settled within 30 days.

E. Guarantees or Undertakings - NONE

F. Material Management or Service Contracts and Cost-Sharing Arrangements
The Company has an agreement to receive services for personnel, EDP equipment, and supplies from ONLI. This agreement was approved by the Ohio Department of Insurance. The terms call for a cash settlement at least quarterly. The Company had a receivable of $272,351 and payable of $891,336 to ONLI as of December 31, 2017 and December 31, 2016, respectively. Charges for all services totaled $50,434,285 and $57,204,422 for the years ended 2017 and 2016, respectively.

The Company is a party to an agreement with Ohio National Mutual Holdings, Inc. ("ONMH") and most of its direct and indirect subsidiaries whereby ONLI shall maintain a common checking account. It is ONLI's duty to maintain sufficient funds to meet the reasonable needs of each party on demand. ONLI must account for the balances of each party daily. Such funds are deemed to be held in escrow by ONLI for the other parties (e.g. the Company). Settlement is made daily for each party's needs from or to the common account. It is ONLI's duty to invest excess funds in an interest bearing account and/or short term highly liquid investments. ONLI will credit interest monthly at the average interest earned for positive cash balances during the period or charge interest on any negative balances. Interest credited for years ended December 31, 2017 and December 31, 2016 was $148,217 and $99,884, 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. At December 31, 2017 and December 31, 2016, the Company had $11,196,942 and $43,097,258, respectively, in the common account agreement. This amount was included in total assets, Page 2, Line 23.

G. Nature of the Control Relationship
The Company is a wholly owned subsidiary of ONLIC.

Effective November 1, 2016, the Company ended its coinsurance reinsurance agreement on bank owned life insurance (BOLI) with ONLI for new business going forward.

NOTES TO FINANCIAL STATEMENTS

Effective December 31, 2015, the Company entered into a 100% coinsurance reinsurance agreement with Camargo Re Captive, Inc. (CMGO), an affiliate that covers newly issued Term policies in 2015-2017. CMGO is special purpose financial captive and an authorized reinsurer in the State of Ohio. CMGO maintains a trust for the benefit of the Company and also maintains other security in order for the Company to claim reserve credit for the ceded reserves. As of December 31, 2017, the Company had the following reserves and security related to CMGO and the Company.

Affiliated captive assuming company	Type of agreement	Agreement effective date	Required statutory reserves	Required primary seurity	PSL assets held	PSL assets held less required reserves	OS assets held	Surplus / (Shortfall)
CMGO	XXX(AG48)	12/31/2015	112,724,239	54,835,044	69,325,719	(43,398,520)	59,813,740	16,415,220

H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned - Not applicable

I. Investments in SCA that Exceed 10% of Admitted Assets - Not applicable

J. Investments in Impaired SCAs - Not applicable

K. Investment in Foreign Insurance Subsidiary - Not applicable

L. Investment in Downstream Noninsurance Holding Company - Not applicable

M. All SCA Investments - Not applicable

N. Investment in Insurance SCAs - Not applicable

Note 11 – Debt

A. Debt Including Capital Notes
As of December 31, 2017 and December 31, 2016, the Company has access to $575,000,000 and $170,000,000 automatic revolving credit facilities, respectively. The automatic revolving credit facilities were not utilized in 2017 or 2016. As of December 31, 2017 and December 31, 2016, the Company's outstanding credit draw was $0. Total interest and fees paid in 2017 and 2016 was $0.

B. FHLB (Federal Home Loan Bank) Agreements
(1) Information on the Nature of the Agreement
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 $100,000,000 as of December 31, 2017 and December 31, 2016. 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	$ 0	$ 0	$ 0
(b) Membership Stock – Class B	4,748,368	4,748,368	0
(c) Activity Stock	2,000,132	2,000,132	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	$ 6,748,500	$ 6,748,500	$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	100,006,620	XXX	XXX

2. Prior Year

	1 Total 2 + 3	2 General Account	3 Separate Accounts
(a) Membership Stock – Class A	$ 0	$ 0	$ 0
(b) Membership Stock – Class B	4,426,232	4,426,232	0
(c) Activity Stock	2,000,068	2,000,068	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	$ 6,426,300	$ 6,426,300	$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	100,003,380	XXX	XXX

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

Membership Stock	1 Current Year Total (2+3+4+5+6)	2 Not Eligible for Redemption	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
1. Class A	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. Class B	$ 4,748,368	$ 4,748,368	$ 0	$ 0	$ 0	$ 0

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
Current Year Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	$ 119,755,606	$ 120,678,904	$ 100,000,000
Current Year General Account Total Collateral Pledged	119,755,606	120,678,904	100,000,000
Current Year Separate Accounts Total Collateral Pledged	0	0	0
Prior Year Total General and Separate Accounts Total Collateral Pledged	$ 120,464,340	$ 122,093,337	$ 100,000,000

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount of Borrowed at Time of Maximum Collateral
Current Year Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	$ 124,391,928	$ 123,547,338	$ 100,000,000
Current Year General Account Total Collateral Pledged	124,391,928	123,547,338	100,000,000
Current Year Separate Accounts Total Collateral Pledged	0	0	0
Prior Year Total General and Separate Accounts Total Collateral Pledged	$ 128,217,882	$ 124,370,656	$ 100,000,000

(4) Borrowing from FHLB

a. Amount as of the Reporting Date

1. Current Year

	1 Total 2 + 3	2 General Account	3 Separate Accounts	4 Funding Agreements Reserves Established
(a) Debt	$ 0	$ 0	$ 0	XXX
(b) Funding Agreements	100,000,000	100,000,000	0	$ 100,000,008
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	$ 100,000,000	$ 100,000,000	$ 0	$ 100,000,008

2. Prior Year

	1 Total 2 + 3	2 General Account	3 Separate Accounts	4 Funding Agreements Reserves Established
(a) Debt	$ 0	$ 0	$ 0	XXX
(b) Funding Agreements	100,000,000	100,000,000	0	$ 100,000,000
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	$ 100,000,000	$ 100,000,000	$ 0	$ 100,000,000

b. Maximum Amount During Reporting Period (Current Year)

	1 Total 2 + 3	2 General Account	3 Separate Accounts
1. Debt	$ 0	$ 0	$ 0
2. Funding Agreements	100,000,000	100,000,000	0
3. Other	0	0	0
4. Aggregate Total (Lines 1+2+3)	$ 100,000,000	$ 100,000,000	$ 0

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

Note 12 – Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans
The Company uses the personnel of its parent and has no deferred compensation or retirement plans.

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

(1) Number of Share and Par or State Value of Each Class
The Company has 10,000 shares authorized, 3,200 shares issued, and 3,200 outstanding. All shares are Class A shares with a $3,000 per share par value.

(2) Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues
The Company has no preferred stock outstanding.

(3) Dividend Restrictions
The payment of dividends by the Company to ONLI, 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, the maximum dividend that may be paid in 2018 without prior approval is approximately $43,697,319.

NOTES TO FINANCIAL STATEMENTS

(4) Dates and Amounts of Dividends Paid
Ordinary dividends in the amount of $27,000,000 and $28,000,000 were paid by the Company in 2017 and 2016, respectively.

(5) Profits that may be Paid as Ordinary Dividends to Stockholders
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) Restrictions Plans on Unassigned Funds (Surplus)
The Company has no restrictions on unassigned surplus funds.

(7) Amount of Advances to Surplus not Repaid
The Company has no mutual surplus advances.

(8) Amount of Stock Held for Special Purposes
The Company held no stock for special purposes.

(9) Reasons for Changes in Balance of Special Surplus Funds from Prior Period
There are no special surplus funds.

(10) The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: $0.

(11) The Reporting Entity Issued the Following Surplus Debentures or Similar Obligations
The Company does not have surplus notes.

(12) The impact of any restatement due to prior quasi-reorganizations is as follows
The Company has not restated surplus due to a quasi-reorganization.

(13) Effective Date of Quasi-Reorganization for a Period of Ten Years Following Reorganization
The Company did not have a quasi-reorganization.

Note 14 – Liabilities, Contingencies and Assessments

A. Contingent Commitments

(1) Total SSAP No. 97, Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP No. 88, and SSAP No. 48, Joint Ventures, Partnerships and Limited Liability Company contingent liabilities: $0.

(2) Detail of other contingent commitments
The Company has committed to fund mortgage loans in the amount of $7,785,000 and bonds in the amount of $13,544,386 and has no other material contingent commitments.

(3) Guarantee Obligations - NONE

B. Assessments

(1) Assessments Where Amount is Known or Unknown
The Company received notifications of the insolvency of Penn Treaty and American Network on March 1, 2017. It is expected that the insolvencies will result in a guaranty fund assessment against the company of approximately $223,000 of which $70,146 has been charged to operations in the current period.

(2) Assessments

a.	Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year –end		$ 1,610,267
b.	Decreases current period:		
			81,749
c.	Increases current period:		
			658,478
d.	Assets recognized from paid and accrued premium tax offsets and policy surcharges current period		$ 2,186,996

(3) Guaranty Fund Liabilities and Assets Related to Assessments from Insolvencies for Long-Term Care Contracts - NONE

C. Gain Contingencies - NONE

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - Total SSAP 97 and SSAP 48 Contingent Liabilities - NONE

E. Joint and Several Liabilities - NONE

F. All Other Contingencies
The Company has no assets that it considers to be impaired.

Note 15 – Leases - NONE

NOTES TO FINANCIAL STATEMENTS

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

1. The table below summarizes the face amount of the Company's financial instruments with off-balance sheet 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 $21,329,386 and $16,750,000 as of December 31, 2017 and December 31, 2016, 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.

	Assets		Liabilities	
	2017	2016	2017	2016
a. Swaps	$ 0	$ 0	$ 0	$ 0
b. Futures	0	0	0	0
c. Options	0	0	0	0
d. Total	$ 0	$ 0	$ 0	$ 0

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

2. Nature and Terms of Off-Balance Sheet Risk - NONE

3. Amount of Loss if any Party to the Financial Instrument Failed - NONE

4. Collateral or Other Security Required to Support Financial Instrument - NONE

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

A. Transfers of Receivables Reported as Sales - NONE

B. Transfer and Servicing of Financial Assets - NONE

C. Wash Sales - NONE

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

A. ASO Plans - NONE

B. ASC Plans - NONE

C. Medicare or Similarly Structured Cost Based Reimbursement Contract - NONE

Note 19 – Direct Premium Written/Produced by Managing General Agents/Third Party Administrators - NONE

Note 20 – Fair Value Measurements

A. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

	Level 1	Level 2	Level 3	Total	Net Asset Value (NAV) Included in Level 2
Assets at Fair Value					
Cash	$ (5,612,275)	$ 0	$ 0	$ (5,612,275)	$ 0
Securities lending collateral	$ 0	$ 9,147,825	$ 0	$ 9,147,825	$ 0
Bonds - Industrial and Misc	$ 0	$ 395,689	$ 0	$ 395,689	$ 0
Common Stock - Industrial and Misc	$ 0	$ 6,752,319	$ 0	$ 6,752,319	$ 0
Separate account assets	$ 279,508,476	$ 0	$ 0	$ 279,508,476	$ 0
Total	$ 273,896,201	$ 16,295,833	$ 0	$ 290,192,034	$ 0
Liabilities at Fair Value					
	$ 0	$ 0	$ 0	$ 0	$ 0
Total	$ 0	$ 0	$ 0	$ 0	$ 0

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy - NONE

(3) Policies when Transfers Between Levels are Recognized- NONE

(4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement - NONE

(5) Fair Value Disclosures - NONE

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements - NONE

NOTES TO FINANCIAL STATEMENTS

C. Fair Value Level

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)	Net Asset Value (NAV) Included in Level 2
Bonds	$ 3,053,111,812	$ 2,928,438,560	$ 3,624,986	$ 3,041,301,859	$ 8,184,967	$ 0	$ 0
Cash	(5,612,275)	(5,612,275)	(5,612,275)	0	0	0	0
Common stock non-affilate	6,752,319	6,752,319	0	6,752,319	0	0	0
Preferred stock	8,390,600	8,106,000	0	8,390,600	0	0	0
Mortgage Loan	407,440,087	406,561,002	0	0	407,440,087	0	0
Separate account assets	279,508,476	279,508,476	279,508,476	0	0	0	0
Separate account liabilities	$ (279,508,476)	$ (279,508,476)	$ (279,508,476)	$ 0	$ 0	$ 0	$ 0

D. Not Practicable to Estimate Fair Value - NONE

Note 21 – Other Items

A. Unusual or Infrequent Items - NONE

B. Troubled Debt Restructuring Debtors - NONE

C. Other Disclosures - NONE

D. Business Interruption Insurance Recoveries - NONE

E. State Transferable and Non-Transferable Tax Credits

(1) Carrying Value of Transferable and Non-Transferable State Tax Credits Gross of any Related Tax Liabilities and Total Unused Transferable and Non-Transferable State Tax Credits by State and in Total

Description of State Transferable and Non-Transferable Tax Credits	State	Carrying Value	Unused Amount
Premium Tax Credits Guaranty Funds	CO	$ 39,510	$ 39,510
Premium Tax Credits Guaranty Funds	CT	1,599	1,599
Premium Tax Credits Guaranty Funds	DE	231	231
Premium Tax Credits Guaranty Funds	DC	75	75
Premium Tax Credits Guaranty Funds	FL	12,980	12,980
Premium Tax Credits Guaranty Funds	GA	6,940	6,940
Premium Tax Credits Guaranty Funds	ID	513	513
Premium Tax Credits Guaranty Funds	IN	18,660	18,660
Premium Tax Credits Guaranty Funds	IA	31,159	31,159
Premium Tax Credits Guaranty Funds	KS	47,094	47,094
Premium Tax Credits Guaranty Funds	KY	19,557	19,557
Premium Tax Credits Guaranty Funds	LA	1,876	1,876
Premium Tax Credits Guaranty Funds	MA	116	116
Premium Tax Credits Guaranty Funds	MI	3,724	3,724
Premium Tax Credits Guaranty Funds	MN	634	634
Premium Tax Credits Guaranty Funds	MS	783	783
Premium Tax Credits Guaranty Funds	MO	111,106	111,106
Premium Tax Credits Guaranty Funds	NE	2,224	2,224
Premium Tax Credits Guaranty Funds	NV	496	496
Premium Tax Credits Guaranty Funds	NJ	3,023	3,023
Premium Tax Credits Guaranty Funds	NC	9,399	9,399
Premium Tax Credits Guaranty Funds	OH	12,066	12,066
Premium Tax Credits Guaranty Funds	OK	30,473	30,473
Premium Tax Credits Guaranty Funds	OR	906	906
Premium Tax Credits Guaranty Funds	PA	26,268	26,268
Premium Tax Credits Guaranty Funds	RI	70	70
Premium Tax Credits Guaranty Funds	SC	947	947
Premium Tax Credits Guaranty Funds	SD	277	277
Premium Tax Credits Guaranty Funds	TN	3,977	3,977
Premium Tax Credits Guaranty Funds	TX	10,677	10,677
Premium Tax Credits Guaranty Funds	UT	1,146	1,146
Premium Tax Credits Guaranty Funds	VT	633	633
Premium Tax Credits Guaranty Funds	VA	8,913	8,913
Premium Tax Credits Guaranty Funds	WA	1,886	1,886
Premium Tax Credits Guaranty Funds	WI	611	611
Premium Tax Credits Guaranty Funds	WY	544	544
Total		$ 411,093	$ 411,093

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

The Company has $18,129 of transferable state tax credits on December 31, 2017. 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	$ 18,129	$ 0
b. Non-Transferable	$ 392,964	$ 0

NOTES TO FINANCIAL STATEMENTS

F. Subprime Mortgage Related Risk Exposure

(1) Description of the Subprime-Mortgage-Related Risk Exposure and Related Risk Management Practices

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) Direct Exposure Through Investments in Subprime Mortgage Loans - NONE

(3) Direct Exposure Through Other Investments

	Actual Cost	Book/Adjusted Carrying Value (Excluding Interest)	Fair Value	Other-Than-Temporary Impairment Losses Recognized
a. Residential mortgage backed securities	$ 11,821,027	$ 11,977,518	$ 12,110,518	$ 0
b. Commercial mortgage backed securities	0	0	0	0
c. Collateralized debt obligations	0	0	0	0
d. Structured securities	0	0	0	0
e. Equity investments in SCAs*	0	0	0	0
f. Other assets	0	0	0	0
g. Total	$ 11,821,027	$ 11,977,518	$ 12,110,518	$ 0

* The Company does not have any subsidiary companies.

(4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage - NONE

G. Retained Assets - NONE

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

Note 22 – Events Subsequent - NONE

Note 23 – Reinsurance

A. Ceded Reinsurance Report

Section1 – 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) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor 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 reinsurer 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 reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate. $0

b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? $0

(2) Does the reporting entity 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 that, 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 that 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 Ceded Reinsurance
The Company has not reported in its operations in the current year any commutation of reinsurance with other companies.

NOTES TO FINANCIAL STATEMENTS

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
The Company has no reinsurance agreements with certified reinsurers.

E. Reinsurance of variable annuity contracts/certificates with an affiliated captive reinsurer
The Company does not reinsure variable annuity contracts with affiliated captive reinsurers.

F. Reinsurance Agreement with Affiliated Captive Reinsurer
The Company does not reinsure variable annuity contracts with affiliated captive reinsurers.

G. Ceding Entities That Utilize Captive Reinsurers to Assume Reserves Subject to the XXX/AXXX Captive Framework

(1) Captive Reinsurers in Which a Risk-Based Capital Shortfall Exists per the Risk-Based Capital XXX/AXXX Captive Reinsurance Consolidated Exhibit:
The Company does not have any RBC shortfalls.

(2) Captive Reinsurers for Which a Non-Zero Primary Security Shortfall is Shown on the Risk-Based Capital XXX/AXXX Reinsurance Primary Security Shortfall by Cession Exhibit
The Company does not have any RBC shortfalls.

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination - NONE

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

A. Change in Incurred Losses and Loss Adjustment Expenses
Reserves and Loss Adjustment Expenses as of December 31, 2016 were $69,453,227. As of December 31, 2017, $10,811,558 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 $61,402,699. 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.

B. Information about Significant Changes in Methodologies and Assumptions - NONE

Note 26 – Intercompany Pooling Arrangements - NONE

Note 27 – Structured Settlements - NONE

Note 28 – Health Care Receivables - NONE

Note 29 – Participating Policies - NONE

Note 30 – Premium Deficiency Reserves - NONE

Note 31 – Reserves for life contracts and deposit-type Contracts

(1) Reserve Practices
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) Valuation of Substandard Policies
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) Amount of Insurance Where Gross Premiums are Less than the Net Premiums
As of December 31, 2017, the Company had $133,196,469,744 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) Method Used to Determine Tabular Interest, Reserves Released, and Cost
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) Method of Determination of Tabular Interest on Funds not Involving Life Contingencies
a. For the determination of tabular interest on funds not involving life contingencies, Lines 1 and 8, Page 7, excepting column 7, are obtained by inventory on a case by case basis using the appropriate valuation interest rate. The difference between Lines 1 and 8 is adjusted for increases or decreases in Lines 2, 4, 5, 6, & 7. The remaining amount is entered on Page 7, Line 3. Column 7 for this line is obtained by inventory on a case by case basis.

b. 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.

(6) Details for Other Changes

	ORDINARY						GROUP	
Item	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life Group and Individual	Life Insurance	Annuities
Net change in UL deficiency reserves	$ (10,068,303)	$ 0	$ (10,068,303)	$ 0	$ 0	$ 0	$ 0	$ 0
Net reserve transfers due to annuitizations	$ (53,084)	$ 0	$ 0	$ (53,084)	$ 0	$ 0	$ 0	$ 0
Supplementary contract reserve transfers	$ (96,146)	$ 0	$ 0	$ 0	$ (96,146)	$ 0	$ 0	$ 0
Total	$ (10,217,533)	$ 0	$ (10,068,303)	$ (53,084)	$ (96,146)	$ 0	$ 0	$ 0

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

		General Accounts	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A.	(1) Subject to Discretionary Withdrawal: With market value adjustment	$ 0	$ 0	$ 0	$ 0	0.0%
	(2) At book value less current surrender charge of 5% or more	0	0	0	0	0.0%
	(3) At fair value	0	0	0	0	0.0%
	(4) Total with market value adjustment or at fair value (total of 1 through 3)	$ 0	$ 0	$ 0	$ 0	0.0%
	(5) At book value without adjustment (minimal or no charge or adjustment)	42,689,541	0	0	42,689,541	27.3%
B.	Not subject to discretionary withdrawal	113,931,926	0	0	113,931,926	72.7%
C.	Total (gross: direct + assumed)	156,621,467	0	0	156,621,467	100.0%
D.	Reinsurance ceded	0	0	0	0	
E.	Total (net (C) - (D)	$ 156,621,467	$ 0	$ 0	$ 156,621,467	

F. Life and Accident & Health Annual Statement:

(1) Exhibit 5, Annuities, Total (net)	$ 48,803,573
(2) Exhibit 5, Supplementary contracts with life contingencies, Total (net)	451,574
(3) Exhibit 7, Deposit-type contracts, Line 14, Column 1	107,366,319
(4) Subtotal	$ 156,621,467
Separate Accounts Statement:	
(5) Exhibit 3, Line 0299999, Column 2	$ 0
(6) Exhibit 3, Line 0399999, Column 2	0
(7) Policyholder dividend and coupon accumulations	0
(8) Policyholder premiums	0
(9) Guaranteed interest contracts	0
(10) Other contract deposit funds	0
(11) Subtotal	$ 0
(12) Combined Total	$ 156,621,467

Note 33 – Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of end of December 31, 2017 were:

	Gross	Net of Loading
(1) Industrial	$ 0	$ 0
(2) Ordinary new business	5,312,708	6,108,783
(3) Ordinary renewal	60,866,178	135,997,200
(4) Credit life	0	0
(5) Group life	0	0
(6) Group annuity	0	0
(7) Totals	$ 66,178,886	$ 142,105,983

Note 34 – Separate Accounts

A. Separate Account Activity

(1) General nature of Separate Account Business
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 Universal Life

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.

NOTES TO FINANCIAL STATEMENTS

(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 account. (The legal insulation of the separate account assets prevents such assets from being generally available to satisfy claims resulting from the general account.)

As of December 31, 2017 and December 31, 2016 the Company separate account statement included legally insulated assets of $ 279,508,476 and $253,233,283, respectively. The assets legally insulated from the general account as of December 31, 2017 are attributed to the following products/transactions:

Product/Transaction	Legally Insulated Assets	Separate Account Assets (Not Legally Insulated)
Variable Universal Life	$ 279,508,476	$ 0
Total	$ 279,508,476	$ 0

(3) In accordance with the products/transaction 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 guaranteed for the product, the policyholder proceeds will be remitted by the general account.)

As of December 31, 2017, the general account of the Company had a maximum guarantee for separate account liabilities of $0.

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.	2017	$ 66,936
b.	2016	$ 71,018
c.	2015	$ 72,769
d.	2014	$ 77,279
e.	2013	$ 78,347

As of December 31, 2017, the general account of the Company had paid $0 towards separate account guarantees.

(4) Securities Lending Within the Separate Account - Not applicable

B. General Nature and Characteristics of Separate Accounts Business

Separate Accounts with Guarantees

	Index	Nonindexed Guarantee Less than/equal to 4%	Nonindexed Guarantee More than 4%	Nonguaranteed Separate Accounts	Total
(1) Premiums, considerations or deposits for end of year	$ 0	$ 0	$ 0	$ 12,298,446	$ 12,298,446
Reserves at end of year					
(2) For accounts with assets at:					
a. Fair value	$ 0	$ 0	$ 0	$ 270,188,001	$ 270,188,001
b. Amortized cost	0	0	0	6,713,585	6,713,585
c. Total reserves*	$ 0	$ 0	$ 0	$ 276,901,586	$ 276,901,586
(3) By withdrawal characteristics					
a. Subject to discretionary withdrawal					
1. With market value adjustment	$ 0	$ 0	$ 0	$ 0	$ 0
2. At book value without market value adjustment and with current surrender charge of 5% or more	0	0	0	0	0
3. At fair value	0	0	0	276,901,586	276,901,586
4. At book value without market value adjustment and with current surrender charge less than 5%	0	0	0	0	0
5. Subtotal	0	0	0	276,901,586	276,901,586
b. Not subject to discretionary withdrawal	0	0	0	0	0
c. Total	$ 0	$ 0	$ 0	$ 276,901,586	$ 276,901,586
(4) Reserves for asset default risk in lieu or AVR	$ 0	$ 0	$ 0	$ 0	$ 0

* Line 2(c) should equal Line 3(c)

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)	$ 12,424,865
b.	Transfer from Separate Accounts (Page 4, Line 10)	28,473,783
c.	Net transfers to or (from) Separate Accounts (a) - (b)	$ (16,048,918)

(2) Reconciling adjustments:

Adjustment	Amount
Policyholder Charges	$ 11,386,749
Other, net	$ (1,116,002)

(3) Transfers as reported in the Summary of Operations of the Life, Accident & Health Annual Statement
(1c) + (2) = (Page 4, Line 26) $(5,778,171)

NOTES TO FINANCIAL STATEMENTS

Note 35 – Loss/Claim Adjustment Expenses

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2017 and December 31, 2016 was $1,310,765 and $1,373,934, respectively.

The company incurred $98,381 and paid $35,212 of claim adjustment expenses in the current year, of which $32,569 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.