



QUARTERLY STATEMENT

AS OF JUNE 30, 2018
OF THE CONDITION AND AFFAIRS OF THE

Integrity Mutual Insurance Company

NAIC Group Code	00267	(Current Period)	00267	(Prior Period)	NAIC Company Code	14303	Employer's ID Number	39-0367560
Organized under the Laws of	Ohio				State of Domicile or Port of Entry	Ohio		
Country of Domicile	United States							
Incorporated/Organized	07/28/1933				Commenced Business	10/03/1933		
Statutory Home Office	671 South High Street				Columbus, OH, US 43206-1014			
	(Street and Number)				(City or Town, State, Country and Zip Code)			
Main Administrative Office	2121 East Capitol Drive				Appleton, WI, US 54911-8726		920-734-4511	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	PO Box 539				Appleton, WI, US 54912-0539			
	(Street and Number or P.O. Box)				(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	2121 East Capitol Drive				Appleton, WI, US 54911-8726		920-734-4511	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.integrityinsurance.com							
Statutory Statement Contact	Brent Robert Hammer				614-445-2753			
	(Name)				(Area Code) (Telephone Number) (Extension)			
	hammerb@grangeinsurance.com				877-730-5712			
	(E-Mail Address)				(Fax Number)			

OFFICERS

Name	Title	Name	Title
JILL ANN WAGNER	President	BRENT ROBERT HAMMER	Treasurer
LAVAWN DEE COLEMAN	Secretary	CHRISTIAN NOEL MARTIN	Vice President-Claims & Sales

OTHER OFFICERS

BETH WILLIAMS MURPHY	Assistant Secretary	STEVEN CYRIL KLINGEMANN JR.	Vice President-Personal Lines & Marketing
DANIEL ROBERT TROCHIL	Vice President-Commercial Lines		

DIRECTORS OR TRUSTEES

DOUGLAS PAUL BUTH	THOMAS SIMRALL STEWART	JOHN AMMENDOLA	TERESA JEAN DALENTA
MARK LEWIS BOXER	MICHAEL DESMOND FRAZIER	ROBERT ENLOW HOYT	MARY MARNETTE PERRY
DAVID CHARLES WETMORE	CHRISTIANNA WOOD	SUZAN BULYABA KEREERE #	

State ofWisconsin.....

County ofOutagamie.....ss

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.

JILL A. WAGNER President	BRENT R. HAMMER Treasurer	LAVAWN D. COLEMAN Secretary
Subscribed and sworn to before me this _____ day of _____,		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 _____

Sharon M. Friebe1, Notary Public
10/26/2019

STATEMENT AS OF JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	63,290,051		63,290,051	63,244,274
2. Stocks:				
2.1 Preferred stocks	1,423,319		1,423,319	1,461,190
2.2 Common stocks	19,184,635		19,184,635	19,053,459
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)	1,522,237		1,522,237	1,525,643
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$10,648,588), cash equivalents (\$3,306,447) and short-term investments (\$0)	13,955,035		13,955,035	11,277,761
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives	0		0	0
8. Other invested assets	0		0	0
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	99,375,278	0	99,375,278	96,562,327
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	524,961		524,961	547,282
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	11,133,121	51,975	11,081,146	10,079,322
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$38,675 earned but unbilled premiums)	40,186	1,511	38,675	35,787
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	3,071		3,071	12,372
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	287,914		287,914	148,775
18.2 Net deferred tax asset	1,769,695	25,931	1,743,764	1,835,289
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software			0	0
21. Furniture and equipment, including health care delivery assets (\$)	499,627	499,627	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	112,282	64,222	48,060	40,115
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	113,746,135	643,266	113,102,869	109,261,269
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	113,746,135	643,266	113,102,869	109,261,269
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Equities in Pools	48,060		48,060	40,115
2502. Prepaid Expenses	64,222	64,222	0	0
2503.			0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	112,282	64,222	48,060	40,115

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$5,790,503)	21,330,482	21,657,397
2. Reinsurance payable on paid losses and loss adjustment expenses		0
3. Loss adjustment expenses	6,009,181	6,275,238
4. Commissions payable, contingent commissions and other similar charges	514,833	910,147
5. Other expenses (excluding taxes, licenses and fees)	1,461,517	1,668,811
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	418,354	521,063
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		0
7.2 Net deferred tax liability		0
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$64,675,901 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	20,604,950	19,217,294
10. Advance premium	367,540	226,930
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders	127,100	110,261
12. Ceded reinsurance premiums payable (net of ceding commissions)	1,462,286	1,356,233
13. Funds held by company under reinsurance treaties		0
14. Amounts withheld or retained by company for account of others	710,866	603,277
15. Remittances and items not allocated		0
16. Provision for reinsurance (including \$ certified)		0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	1,363,352	1,277,821
20. Derivatives	0	0
21. Payable for securities	1,250,932	0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	1,700,825	1,699,394
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	57,322,217	55,523,867
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	57,322,217	55,523,867
29. Aggregate write-ins for special surplus funds	1,000,000	1,000,000
30. Common capital stock		0
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus		0
35. Unassigned funds (surplus)	54,780,652	52,737,403
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		0
36.2 shares preferred (value included in Line 31 \$)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	55,780,652	53,737,403
38. Totals (Page 2, Line 28, Col. 3)	113,102,869	109,261,269
DETAILS OF WRITE-INS		
2501. Liability for Benefit Plans.....	1,692,050	1,692,050
2502. Misc Liabilities.....	8,775	7,344
2503.		0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,700,825	1,699,394
2901. Guarantee Fund for Non-Assessability.....	1,000,000	1,000,000
2902.		0
2903.		0
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	1,000,000	1,000,000
3201.		0
3202.		0
3203.		0
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1	2	3
	Current Year to Date	Prior Year to Date	Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 77,122,740)	63,370,224	57,335,768	118,364,090
1.2 Assumed (written \$ 25,061,390)	23,667,341	23,357,671	47,064,634
1.3 Ceded (written \$ 77,383,557)	63,624,649	57,613,643	118,856,685
1.4 Net (written \$ 24,800,572)	23,412,916	23,079,796	46,572,040
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 12,620,906):			
2.1 Direct	32,626,684	36,575,031	64,901,953
2.2 Assumed	12,528,376	12,915,367	25,271,751
2.3 Ceded	32,785,940	36,722,459	65,096,962
2.4 Net	12,369,119	12,767,938	25,076,742
3. Loss adjustment expenses incurred	2,360,546	2,529,666	5,031,439
4. Other underwriting expenses incurred	7,637,720	7,279,458	14,577,720
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	22,367,386	22,577,063	44,685,902
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	1,045,530	502,733	1,886,138
INVESTMENT INCOME			
9. Net investment income earned	532,008	623,085	1,184,082
10. Net realized capital gains (losses) less capital gains tax of \$ 135,370	509,251	472,028	967,827
11. Net investment gain (loss) (Lines 9 + 10)	1,041,258	1,095,113	2,151,909
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 22,249 amount charged off \$ 109,916)	(87,666)	(98,851)	(184,837)
13. Finance and service charges not included in premiums	333,191	371,543	734,692
14. Aggregate write-ins for miscellaneous income	28,183	14,640	34,903
15. Total other income (Lines 12 through 14)	273,708	287,331	584,758
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	2,360,497	1,885,177	4,622,805
17. Dividends to policyholders	97,412	89,300	165,694
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	2,263,085	1,795,877	4,457,111
19. Federal and foreign income taxes incurred	150,491	630,599	1,059,551
20. Net income (Line 18 minus Line 19)(to Line 22)	2,112,594	1,165,278	3,397,560
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	53,737,403	50,376,838	50,376,838
22. Net income (from Line 20)	2,112,594	1,165,278	3,397,560
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (19,220)	58,874	144,706	656,215
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	(254,417)	242,546	(1,304,563)
27. Change in nonadmitted assets	126,198	86,222	514,559
28. Change in provision for reinsurance		0	0
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	96,793
38. Change in surplus as regards policyholders (Lines 22 through 37)	2,043,249	1,638,751	3,360,565
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	55,780,652	52,015,589	53,737,403
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Misc. Income	28,183	14,640	34,903
1402.		0	0
1403.		0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	28,183	14,640	34,903
3701. Chg in Minimum Pension Liability		0	96,793
3702.		0	0
3703.		0	0
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	96,793

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.....	24,029,386	23,538,042	46,930,547
2. Net investment income	1,001,807	983,709	2,029,934
3. Miscellaneous income	273,708	287,331	584,758
4. Total (Lines 1 to 3)	25,304,901	24,809,082	49,545,239
5. Benefit and loss related payments	12,686,733	8,759,095	21,092,500
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	10,931,457	9,187,461	18,186,563
8. Dividends paid to policyholders	80,573	55,372	136,047
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	425,000	1,157,500	2,025,258
10. Total (Lines 5 through 9)	24,123,764	19,159,428	41,440,369
11. Net cash from operations (Line 4 minus Line 10)	1,181,137	5,649,654	8,104,870
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	8,616,326	6,591,209	13,130,133
12.2 Stocks	80,674	887,226	984,857
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	1,256,804	109,514	115,991
12.8 Total investment proceeds (Lines 12.1 to 12.7)	9,953,804	7,587,949	14,230,981
13. Cost of investments acquired (long-term only):			
13.1 Bonds	8,462,477	4,549,816	14,222,560
13.2 Stocks	81,027	5,380,502	5,556,125
13.3 Mortgage loans	0	0	0
13.4 Real estate	90,506	152,167	193,794
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	5,926	0	115,151
13.7 Total investments acquired (Lines 13.1 to 13.6)	8,639,936	10,082,485	20,087,630
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	1,313,868	(2,494,536)	(5,856,649)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied).....	182,268	2,304,086	961,176
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	182,268	2,304,086	961,176
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	2,677,274	5,459,204	3,209,397
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	11,277,761	8,068,363	8,068,363
19.2 End of period (Line 18 plus Line 19.1)	13,955,035	13,527,568	11,277,761

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

A. Accounting Practices

The accompanying financial statements of Integrity Mutual Insurance Company (the Company) have been prepared in conformity with the National Association of Insurance Commissioners *Annual Statement Instructions* and *Accounting Practices and Procedures* manual, and the Ohio Department of Insurance.

	<u>SSAP #</u>	<u>F/S Page</u>	<u>F/S Line #</u>	<u>2018</u>	<u>2017</u>
<u>NET INCOME</u>					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)	.....XX	.....XXX.....	.....XXX.....	\$2,112,594	\$ 3,397,560
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:	.....	.....	.....	\$ .....	\$ .....
(3) State Permitted Practices that increase/(decrease) NAIC SAP:	.....	.....	.....	\$ .....	\$ .....
(4) NAIC SAP (1-2-3=4)	.....XX	.....XXX.....	.....XXX.....	\$2,112,594	\$ 3,397,560
<u>SURPLUS</u>					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)	.....XX	.....XXX.....	.....XXX.....	\$55,780,652	\$53,737,403
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:	.....	.....	.....	\$ .....	\$ .....
(7) State Permitted Practices that increase/(decrease) NAIC SAP:	.....	.....	.....	\$ .....	\$ .....
(8) NAIC SAP (5-6-7=8)	.....XX	.....XXX	.....XXX	\$55,780,652	\$ 53,737,403

C. Accounting Policy

(6) Loan-backed bonds are carried at amortized cost using the retrospective yield method including anticipated prepayments at the date of purchase with adjustments for subsequent changes in estimated cash flow. These assumptions are updated for changes in current interest rates and economic environment.

D. Going Concern – Not Applicable

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

No Change

3. BUSINESS COMBINATIONS AND GOODWILL

Not applicable

4. DISCONTINUED OPERATIONS

Not applicable

5. INVESTMENTS

D. Loan-Backed Securities

1. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.
2. None
3. None

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

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 \$..... (79,163)
2. 12 Months or Longer\$..... (43,787)
- b. The aggregate related fair value of securities with unrealized losses:
1. Less than 12 Months \$..... 3,355,540
2. 12 Months or Longer\$..... 933,473
5. According to SSAP 43R, loan-backed and structured securities with an unrealized loss position were reviewed according to the pronouncement that became effective on 9/30/09. The best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities held with an intent to sell were other-than-temporarily impaired to current fair value. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

- E. Dollar Repurchase Agreements and/or Securities Lending Transactions – None
- 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
- M. Working Capital Finance Investments – None
- N. Offsetting and Netting of Assets and Liabilities - None

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

Not applicable

7. INVESTMENT INCOME

No change

8. DERIVATIVE INSTRUMENTS

Not applicable

9. INCOME TAXES

- A. The components of the net deferred tax asset at June 30, 2018 and December 31, 2017 are as follows:

	6/30/2018	12/31/2017
Gross Deferred Tax Assets	\$ 2,012,114	\$ 2,194,990
Gross Deferred Tax Liabilities	242,419	190,098
Net Deferred Tax Asset (Liability)	1,769,695	2,004,892
Nonadmitted Deferred Tax Assets	25,931	169,603
Admitted Deferred Tax Asset	1,743,764	1,835,289
(Increase) Decrease in Deferred Tax Assets Nonadmitted	\$ 143,672	\$ (487,163)

- B. The Company has no deferred tax liabilities that are not recognized

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

C. Current income tax incurred consist of the following major components

	6/30/2018	12/31/2017
Current Income Tax Expense	\$ 150,491	\$ 1,108,149
Tax on Capital Gains/(Losses)	135,370	498,577
Prior Year Under/(Over) Accrual	0	(48,598)
Federal Income Taxes Incurred	\$ 285,861	\$ 1,558,128

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

A. Relationship with Parent, Subsidiaries, and Affiliates

1. On June 4, 2018, the Company announced a plan to convert the corporate structure to a Mutual Holding Company structure. Through this conversion, the Company and its affiliate GMCC (Grange Mutual Casualty Company), will become stock companies and change their names to Integrity Insurance Company (IIC) and Grange Insurance Company (GIC), respectively. IIC and its wholly-owned subsidiaries along with GIC and its wholly-owned subsidiaries will be owned by a new holding company, Grange Holdings, Inc. (GHI), which will be 100% owned by a new mutual holding company, Grange Mutual Holding Company (GMHC). The conversion plan was approved by the policyholders of the Company and GMCC on July 19, 2018 and is subject to approval by the Ohio Department of Insurance. The change in structure is anticipated to be effective on January 1, 2019.
2. During the first quarter of 2018, the Company and its subsidiaries, changed their state of domicile to the State of Ohio from the State of Wisconsin.

11. DEBT

Not applicable

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

A. Defined Benefit Plan

(4) Components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Special Or Contractual Benefits Per SSAP No. 11	
	2018	2017	2018	2017	2018	2017
a. Service cost	\$ 148,088	\$ 336,541	\$	\$ 33,056	\$	\$
b. Interest cost	\$ 262,082	\$ 549,945	\$ 2,104	\$ 13,775	\$	\$
c. Expected return on plan assets	\$	\$	\$	\$	\$	\$
d. Transition asset or obligation	\$ (442,826)	\$ (823,557)	\$	\$	\$	\$
e. Gains and losses	\$ 250,870	\$ 393,848	\$	\$	\$	\$
f. Prior service cost or credit	\$ (62,720)	\$ (125,439)	\$ (13,858)	\$ 14,857	\$	\$
g. Gain or loss recognized due to a settlement or curtailment	\$	\$	\$	\$	\$	\$
h. Total net periodic benefit cost	\$ 155,494	\$ 331,338	\$ (11,754)	\$ 61,688	\$	\$

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

Not applicable

14. CONTINGENCIES

No change

15. LEASES

No change

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

Not applicable

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

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

Not applicable

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

Not applicable

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

Not applicable

20. FAIR VALUE MEASUREMENT

A.

(1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Perpetual Preferred Stock - Industrial & Misc	.. \$ 557,757	.. \$ .....	.. \$ .....	.. \$ ..... 557,757
Bonds - Industrial & Misc	.. \$ .....	.. \$ ..... 206,032	.. \$ .....	.. \$ ..... 206,032
Common Stock - Parents, Subs & Affl	.. \$ .....	.. \$ .....	.. \$ ..... 19,184,635	.. \$ 19,184,635
Total assets at fair value	\$ 557,757	\$ 206,032	\$ 19,184,635	\$ 19,948,424

Fair Value Measurements in (Level 3) of the Fair
Value Hierarchy

(2)

Description	Beginning Balance as of Prior Quarter End	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance for Current Quarter End
a. Assets:										
Common Stock	19,053,459				131,176					19,184,635
Total Assets	19,053,459				131,176					19,184,635

(3) The reporting entity’s policy is to recognize transfers in and out as the end of the reporting period

(4) As of June 30, 2018, the reported fair value of the entity's investments categorized within Level 2 and
Level 3 of the fair value hierarchy are as follows:

Bonds - According to statutory accounting rules, fixed income securities with a rating of NAIC 1 or 2 are reported at amortized cost. Securities with a rating of NAIC 3 thru 6, or non-investment grade ratings, are measured and reported at the lower of amortized cost or fair value on the statement of financial position. Therefore, the Company reported \$4,402,934 of bonds with non-investment grade ratings at fair value on the statement of financial position as of June 30, 2018. At the end of every quarter and at year-end, the Company utilizes fair values provided by its custodian, Northern Trust. Fair value is determined by evaluations that are based on observable market information rather than market quotes. Inputs to the evaluations include, but are not limited to, market prices from recently completed transactions and transactions of comparable securities, credit spreads, interest rate yield curves, and other market-observable information. Thus, fixed income securities measured and reported at fair value are included in the amounts disclosed in Level 2 of the hierarchy.

Parents, Subsidiaries, and Affiliates – The Company’s investments in two companies are measured and reported at fair value as of June 30, 2018, totaling \$19.2 million in aggregate. Fair value measurement is determined by the individual entity’s surplus at the end of a period, or the amount by which assets exceed liabilities. Each investment is in the insurance industry, whereby its assets are largely comprised of fixed income securities carried at amortized cost and its liabilities represent reserves for underwriting losses. Some inputs to the valuation methodology are unobservable and significant to the fair value measurement, and result in disclosure at Level 3.

B. Not required

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

C.

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	\$..63,321,649	\$...63,290,051	\$	\$..63,321,649	\$ .....	\$ .....	.....
Common Stock	\$..19,184,635	\$...19,184,635	\$	\$	\$..19,184,635	\$ .....	.....
Perpetual Preferred	\$1,538,508	\$1,423,319	\$557,757	\$980,751	\$ .....	\$ .....	.....
Money Market	\$3,306,447	\$3,306,447	\$3,306,447	\$ .....	\$ .....	\$ .....	.....

D. Not Practicable to Estimate Fair Value

21. OTHER ITEMS

Not applicable

22. EVENTS SUBSEQUENT

Not applicable

23. REINSURANCE

No change

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

F. Risk Sharing Provisions of the Affordable Care Act (ACA):

- 1) Did the Company write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions: No

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

The changes in incurred losses and loss adjustment expenses attributable to insured events of prior years are generally a result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

	6/30/2018	12/31/2017
Balance at January 1	\$ 37,569,211	\$ 31,064,813
Less reinsurance recoverables	9,636,576	8,084,596
Net balance at January 1	27,932,635	22,980,217
Incurred related to:		
Current year	15,665,294	31,953,076
Prior years	(935,629)	(1,844,895)
Total incurred	14,729,665	30,108,181
Paid related to:		
Current year	8,243,503	18,930,546
Prior years	7,079,135	6,225,219
Total paid	15,322,638	25,155,765
Net balance at December 31	27,339,663	27,932,635
Plus reinsurance recoverables	9,353,519	9,636,576
Balance at December 31	\$ 36,693,182	\$ 37,569,211

26. INTERCOMPANY POOLING ARRANGEMENTS

No change

27. STRUCTURED SETTLEMENTS

No change

STATEMENT AS OF JUNE 30, 2018 OF THE
INTEGRITY MUTUAL INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

28. HEALTH CARE RECEIVABLES

Not applicable

29. PARTICIPATING POLICIES

Not applicable

30. PREMIUM DEFICIENCY RESERVES

No change

31. HIGH DEDUCTIBLES

Not applicable

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

Not applicable

33. ASBESTOS / ENVIRONMENTAL RESERVES

No change

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable

35. MULTIPLE PERIL CROP INSURANCE

Not applicable

36. FINANCIAL GUARANTY INSURANCE

Not applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

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:

04/02/2018
- 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?

Yes ☒ No ☐
- If yes, complete Schedule Y, Parts 1 and 1A.
- 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.
- 3.4

Is the reporting entity publicly traded or a member of a publicly traded group?

Yes ☐ No ☒
- 3.5

If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group
- 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 the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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?

Yes ☐ No ☐ NA ☒
- If yes, attach an explanation.
- 6.1

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

12/31/2014
- 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.

12/31/2014
- 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).

01/20/2016
- 6.4

By what department or departments?

WISCONSIN OFFICE OF THE COMMISSIONER 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 ☐ NA ☒
- 6.6

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

Yes ☒ No ☐ NA ☐
- 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 by 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 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

GENERAL INTERROGATORIES

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?
(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.

Yes [X] No []

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 [X]

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 [X]

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 [X]

10.2

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

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:\$

13.

Amount of real estate and mortgages held in short-term investments:\$

14.1

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

Yes [X] No []

14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$19,053,459	\$19,184,635
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$19,053,459	\$19,184,635
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

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.

GENERAL INTERROGATORIES

16

For the reporting entity's security lending program, state the amount of the following as of the 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	2
Name of Custodian(s)	Custodian Address
NORTHERN TRUST.....	50 SOUTH LASALLE STREET-M27, 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	2	3
Name(s)	Location(s)	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	2	3	4
Old Custodian	New Custodian	Date of Change	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	2
Name of Firm or Individual	Affiliation
ASSET ALLOCATION & MGMT CO, LLC.....	U.....
J. CHRISTOPHER MONTGOMERY.....	I.....
JAMES HABEGGER.....	I.....
JILL A. WAGNER.....	I.....
BRENT R. HAMMER.....	I.....

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	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
109875.....	ASSET ALLOCATION & MGMT CO, LLC.....	.....	SEC #801-60075.....	NO.....

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:

.....

19. By self-designating 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:

- a.
- Documentation necessary to permit a full credit analysis of the security does not exist.
- b.
- Issuer or obligor is current on all contracted interest and principal payments.
- c.
- The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5*GI securities?.....

Yes [] No [X]

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [X] NA []
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto.
.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
.....										
.....										
.....										
.....										
.....										
TOTAL			0	0	0	0	0	0	0	0

5. Operating Percentages:

5.1 A&H loss percent.....

5.2 A&H cost containment percent

5.3 A&H expense percent excluding cost containment expenses.....

6.1 Do you act as a custodian for health savings accounts?.....

6.2 If yes, please provide the amount of custodial funds held as of the reporting date.....

6.3 Do you act as an administrator for health savings accounts?.....

6.4 If yes, please provide the balance of the funds administered as of the reporting date.....

7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?.....

7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?.....

STATEMENT AS OF JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

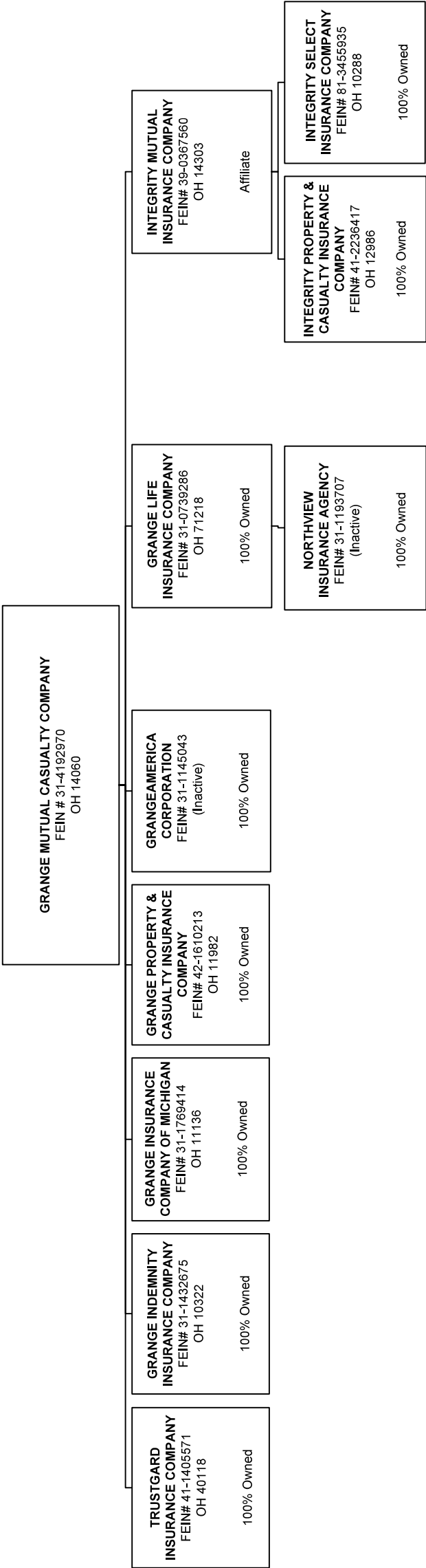
Current Year to Date – Allocated by States and Territories								
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid		
		2	3	4	5	6	7	
	Active Status (a)	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	
1. Alabama	AL	N	0	0	0	0	0	
2. Alaska	AK	N	0	0	0	0	0	
3. Arizona	AZ	N	0	0	0	0	0	
4. Arkansas	AR	N	0	0	0	0	0	
5. California	CA	N	0	0	0	0	0	
6. Colorado	CO	N	0	0	0	0	0	
7. Connecticut	CT	N	0	0	0	0	0	
8. Delaware	DE	N	0	0	0	0	0	
9. Dist. Columbia	DC	N	0	0	0	0	0	
10. Florida	FL	N	0	0	0	0	0	
11. Georgia	GA	N	0	0	0	0	0	
12. Hawaii	HI	N	0	0	0	0	0	
13. Idaho	ID	N	0	0	0	0	0	
14. Illinois	IL	L	0	0	0	0	0	
15. Indiana	IN	N	0	0	0	0	0	
16. Iowa	IA	L	16,612,070	14,926,357	8,323,835	4,909,496	19,508,635	13,488,606
17. Kansas	KS	N	0	0	0	0	0	0
18. Kentucky	KY	N	0	0	0	0	0	0
19. Louisiana	LA	N	0	0	0	0	0	0
20. Maine	ME	N	0	0	0	0	0	0
21. Maryland	MD	N	0	0	0	0	0	0
22. Massachusetts	MA	N	0	0	0	0	0	0
23. Michigan	MI	N	0	0	0	0	0	0
24. Minnesota	MN	L	22,546,255	20,370,378	8,960,147	7,754,463	31,821,222	35,045,955
25. Mississippi	MS	N	0	0	0	0	0	0
26. Missouri	MO	N	0	0	0	0	0	0
27. Montana	MT	N	0	0	0	0	0	0
28. Nebraska	NE	N	0	0	0	0	0	0
29. Nevada	NV	N	0	0	0	0	0	0
30. New Hampshire	NH	N	0	0	0	0	0	0
31. New Jersey	NJ	N	0	0	0	0	0	0
32. New Mexico	NM	N	0	0	0	0	0	0
33. New York	NY	N	0	0	0	0	0	0
34. No. Carolina	NC	N	0	0	0	0	0	0
35. No. Dakota	ND	N	0	0	0	0	0	0
36. Ohio	OH	L	0	0	0	0	0	0
37. Oklahoma	OK	N	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0
39. Pennsylvania	PA	N	0	0	0	0	0	0
40. Rhode Island	RI	N	0	0	0	0	0	0
41. So. Carolina	SC	N	0	0	0	0	0	0
42. So. Dakota	SD	N	0	0	0	0	0	0
43. Tennessee	TN	N	0	0	0	0	0	0
44. Texas	TX	N	0	0	0	0	0	0
45. Utah	UT	N	0	0	0	0	0	0
46. Vermont	VT	N	0	0	0	0	0	0
47. Virginia	VA	N	0	0	0	0	0	0
48. Washington	WA	N	0	0	0	0	0	0
49. West Virginia	WV	N	0	0	0	0	0	0
50. Wisconsin	WI	L	37,964,414	35,057,711	12,736,487	11,573,827	66,422,464	67,741,300
51. Wyoming	WY	N	0	0	0	0	0	0
52. American Samoa	AS	N	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
59. Totals	XXX	77,122,740	70,354,447	30,020,469	24,237,787	117,752,320	116,275,862	
DETAILS OF WRITE-INS								
58001.	XXX							
58002.	XXX							
58003.	XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
58999.	TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0	0

(a) Active Status Counts

L – Licensed or Chartered – Licensed insurance carrier or domiciled RRG 5 R – Registered – Non-domiciled RRGs 0
E – Eligible – Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile – See DSLI) 0 Q – Qualified – Qualified or accredited reinsurer 0
D – Domestic Surplus Lines Insurer (DSLI) – Reporting entities authorized to write surplus lines in the state of domicile 0 N – None of the above – Not allowed to write business in the state 52

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER
MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



12

[illegible]

Asterisk	Explanation

PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire	434,821	438,454	100.8	49.0
2.	Allied lines	283,967	107,035	37.7	58.6
3.	Farmowners multiple peril			0.0	0.0
4.	Homeowners multiple peril	3,557,006	1,136,657	32.0	110.0
5.	Commercial multiple peril	16,147,888	6,333,796	39.2	88.6
6.	Mortgage guaranty			0.0	0.0
8.	Ocean marine			0.0	0.0
9.	Inland marine	950,009	1,113,462	117.2	73.1
10.	Financial guaranty			0.0	0.0
11.1	Medical professional liability -occurrence			0.0	0.0
11.2	Medical professional liability -claims made			0.0	0.0
12.	Earthquake	557		0.0	0.0
13.	Group accident and health			0.0	0.0
14.	Credit accident and health			0.0	0.0
15.	Other accident and health			0.0	0.0
16.	Workers' compensation	21,244,719	10,207,478	48.0	38.8
17.1	Other liability occurrence	2,826,305	2,352,251	83.2	(9.7)
17.2	Other liability-claims made	93,302	26,341	28.2	3.4
17.3	Excess Workers' Compensation			0.0	0.0
18.1	Products liability-occurrence	7,437	16	0.2	(1.6)
18.2	Products liability-claims made			0.0	0.0
19.1,19.2	Private passenger auto liability	2,080,879	750,086	36.0	95.9
19.3,19.4	Commercial auto liability	8,939,030	6,480,009	72.5	66.9
21.	Auto physical damage	6,791,921	3,682,280	54.2	63.4
22.	Aircraft (all perils)			0.0	0.0
23.	Fidelity			0.0	0.0
24.	Surety			0.0	0.0
26.	Burglary and theft	12,383	(1,180)	(9.5)	5.7
27.	Boiler and machinery			0.0	0.0
28.	Credit			0.0	0.0
29.	International			0.0	0.0
30.	Warranty			0.0	0.0
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	0	0	0.0	0.0
35.	TOTALS	63,370,224	32,626,684	51.5	63.8
DETAILS OF WRITE-INS					
3401.				0.0	0.0
3402.				0.0	0.0
3403.				0.0	0.0
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire	189,362	359,595	379,722
2.	Allied lines	131,066	248,827	263,461
3.	Farmowners multiple peril	0		0
4.	Homeowners multiple peril	1,831,273	3,219,939	3,670,203
5.	Commercial multiple peril	9,381,397	19,520,720	18,044,552
6.	Mortgage guaranty	0		0
8.	Ocean marine	0		0
9.	Inland marine	419,231	1,554,884	1,182,848
10.	Financial guaranty	0		0
11.1	Medical professional liability-occurrence	0		0
11.2	Medical professional liability-claims made	0		0
12.	Earthquake	313	442	369
13.	Group accident and health	0		0
14.	Credit accident and health	0		0
15.	Other accident and health	0		0
16.	Workers' compensation	12,548,214	26,630,034	23,560,917
17.1	Other liability occurrence	1,770,466	3,659,319	3,204,310
17.2	Other liability-claims made	74,808	130,902	95,050
17.3	Excess Workers' Compensation	0		0
18.1	Products liability-occurrence	10,770	11,803	10,992
18.2	Products liability-claims made	0		0
19.1,19.2	Private passenger auto liability	1,135,709	2,112,885	2,451,232
19.3,19.4	Commercial auto liability	5,964,103	11,439,650	9,910,404
21.	Auto physical damage	3,972,177	8,214,892	7,573,364
22.	Aircraft (all perils)	0		0
23.	Fidelity	0		0
24.	Surety	0		0
26.	Burglary and theft	3,544	18,849	7,023
27.	Boiler and machinery	0		0
28.	Credit	0		0
29.	International	0		0
30.	Warranty	0		0
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	0	0	0
35.	TOTALS	37,432,433	77,122,740	70,354,447
DETAILS OF WRITE-INS				
3401.		0		0
3402.		0		0
3403.		0		0
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2018 Loss and LAE Payments on Claims Reported as of Prior Year-End	2018 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2018 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2015 + Prior	4,452	4,172	8,625	1,800	198	1,998	3,303	24	3,019	6,346	651	(931)	(280)
2. 2016	3,097	3,188	6,285	1,125	100	1,226	2,401	39	2,501	4,941	429	(548)	(119)
3. Subtotals 2016 + prior	7,550	7,361	14,910	2,926	298	3,224	5,704	63	5,520	11,288	1,081	(1,479)	(399)
4. 2017	6,034	6,988	13,023	3,229	626	3,855	3,600	221	5,260	9,081	795	(881)	(86)
5. Subtotals 2017 + prior	13,584	14,349	27,933	6,155	924	7,079	9,304	285	10,780	20,369	1,875	(2,360)	(485)
6. 2018	XXX	XXX	XXX	XXX	8,244	8,244	XXX	3,693	3,277	6,971	XXX	XXX	XXX
7. Totals	13,584	14,349	27,933	6,155	9,168	15,323	9,304	3,978	14,057	27,340	1,875	(2,360)	(485)
8. Prior Year-End Surplus As Regards Policy-holders	53,737										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 13.8	2. (16.4)	3. (1.7)
											Col. 13, Line 7 Line 8		
											4. (0.9)		

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 Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	.....NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....YES.....

Explanation:

- 1.
- 2.
- 3.

Bar Code:

1.



14303201849000002

2.



14303201845500002

3.



14303201836500002

OVERFLOW PAGE FOR WRITE-INS

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	1,525,643	1,525,939
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	90,506	193,794
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other-than-temporary impairment recognized		0
8. Deduct current year's depreciation	93,913	194,089
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	1,522,237	1,525,643
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	1,522,237	1,525,643

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

NONE

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	83,758,924	76,657,919
2. Cost of bonds and stocks acquired	8,543,506	19,778,685
3. Accrual of discount	13,357	45,834
4. Unrealized valuation increase (decrease)	39,653	650,694
5. Total gain (loss) on disposals	644,621	1,581,555
6. Deduct consideration for bonds and stocks disposed of	8,696,948	14,114,990
7. Deduct amortization of premium	405,107	725,621
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other-than-temporary impairment recognized		115,151
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10)	83,898,006	83,758,924
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	83,898,006	83,758,924

STATEMENT AS OF JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

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

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).....	48,207,972	4,647,284	3,850,293	(392,847)	48,207,972	48,612,116	0	47,569,865
2. NAIC 2 (a).....	10,577,050	468,787	593,113	170,103	10,577,050	10,622,827	0	11,260,436
3. NAIC 3 (a).....	2,689,354	651,050	661,058	(148,821)	2,689,354	2,530,525	0	2,985,066
4. NAIC 4 (a).....	1,415,426	138,209	383,755	90,799	1,415,426	1,260,679	0	1,234,480
5. NAIC 5 (a).....	263,119	84,910	89,989	5,864	263,119	263,904	0	194,428
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds	63,152,921	5,990,240	5,578,208	(274,902)	63,152,921	63,290,051	0	63,244,275
PREFERRED STOCK								
8. NAIC 1	0				0	0	0	0
9. NAIC 2	580,578			(22,821)	580,578	557,757	0	591,867
10. NAIC 3	869,379			(3,816)	869,379	865,563	0	869,323
11. NAIC 4	0				0	0	0	0
12. NAIC 5	0				0	0	0	0
13. NAIC 6	0				0	0	0	0
14. Total Preferred Stock.....	1,449,957	0	0	(26,637)	1,449,957	1,423,320	0	1,461,190
15. Total Bonds & Preferred Stock	64,602,878	5,990,240	5,578,208	(301,539)	64,602,878	64,713,371	0	64,705,465

(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 \$; NAIC 2 \$;

NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

Schedule DA - Part 1

NONE

Schedule DA - Verification

NONE

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E – PART 2 – VERIFICATION
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of cash equivalents acquired	3,934,267	0
3. Accrual of discount		0
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals.....		0
6. Deduct consideration received on disposals	627,820	0
7. Deduct amortization of premium		0
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	3,306,447	0
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	3,306,447	0

EO1

NONE

[illegible]

NONE

[illegible]

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the 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 - U.S. Governments									
912828-4H-0	TSY INFL IX N/B 0.625 15/04/23		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	127,992	128,384	55	1
912828-K3-3	TSY INFL IX N/B 0.125 15/04/20		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	369,150	372,351	32	1
912828-NM-8	TSY INFL IX N/B 1.25 15/07/20		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	262,335	257,036	1,021	1
912828-06-0	TSY INFL IX N/B 0.125 15/04/21		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	321,228	325,866	28	1
912828-0V-5	TSY INFL IX N/B 0.625 15/07/21		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	272,279	270,821	538	1
912828-SA-9	TSY INFL IX N/B 0.125 15/01/22		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	146,126	148,600	59	1
912828-TE-0	TSY INFL IX N/B 0.125 15/07/22		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	106,551	108,338	43	1
912828-UH-1	TSY INFL IX N/B 0.125 15/01/23		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	121,229	124,124	49	1
912828-X3-9	TSY INFL IX N/B 0.125 15/04/22		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	300,999	307,329	26	1
0599999 - Bonds - U.S. Governments						2,027,888	2,042,848	1,851	XXX
Bonds - U.S. Special Revenue									
3137F5-QM-4	FREDDIE MAC 4		06/28/2018	RBC CAPITAL MARKETS, LLC	XXX	1,026,389	996,494	221	1
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						1,026,389	996,494	221	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
00971T-AH-4	AKAMAI TECHNOLOGIES INC 0.125 01/05/25		06/27/2018	MERRILL LYNCH AND CO., INC. 3162106	XXX	203,250	200,000	25	1FE
09061G-AH-4	BIOMARIN PHARMACEUTICAL 0.599 01/08/24		05/25/2018	MERRILL LYNCH AND CO., INC. 3162106	XXX	84,910	85,000	168	5
233331-AR-8	DTE ENERGY CO 3.85 01/12/23		06/28/2018	MORGAN STANLEY AND CO., LLC 8983105	XXX	302,397	300,000	995	2FE
25155M-KU-4	DEUTSCHE BANK AG LONDON 1 01/05/23	D	06/14/2018	DEUTSCHE BANK SECURITIES INC	XXX	573,858	560,000	110	1FE
393657-AK-7	GREENBRIER COS INC 2.875 01/02/24		04/11/2018	CITIGROUP GLOBAL MARKETS INC. 4241105	XXX	64,946	60,000	345	3FE
452327-AF-6	ILLUMINA INC 0 15/06/19		05/29/2018	BARCLAYS CAPITAL INC	XXX	62,689	55,000		2FE
48129K-AE-0	JPMORGAN CHASE FINANCIAL 0.25 01/05/23		04/25/2018	J.P. MORGAN CLEARING CORP. 514105	XXX	600,000	600,000		1FE
530610-AD-6	LIBERTY INTERACTIVE LLC 1.75 30/09/46		05/11/2018	BARCLAYS CAPITAL INC	XXX	62,996	60,000	131	3FE
64125C-AD-1	NEUROCRINE BIOSCIENCES 2.25 15/05/24		05/01/2018	BARCLAYS CAPITAL INC	XXX	88,176	70,000	735	3Z
948596-AA-9	WEIBO CORP 1.25 15/11/22	D	06/25/2018	VARIOUS	XXX	223,296	205,000	662	3
958102-AN-5	WESTERN DIGITAL CORP 1.5 01/02/24		05/31/2018	BNP PARIBAS PRIME BROKERAGE INC BNPB	XXX	103,702	100,000	463	2FE
98138H-AE-1	WORKDAY INC 0.25 01/10/22		06/07/2018	VARIOUS	XXX	171,636	160,000	76	3
98954M-AB-7	ZILLOW INC 2 01/12/21		04/27/2018	VARIOUS	XXX	138,209	120,000	939	4
98954M-AC-5	ZILLOW GROUP INC 1.5 01/07/23		06/29/2018	GOLDMAN, SACHS AND CO. 8944407	XXX	40,000	40,000		3FE
QJ9373-87-0	TOTAL SA 0.5 02/12/22	D	05/25/2018	JEFFERIES LLC	XXX	215,900	200,000	494	1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						2,935,964	2,815,000	5,143	XXX
8399997 - Subtotals - Bonds - Part 3						5,990,240	5,854,342	7,215	XXX
8399999 - Subtotals - Bonds						5,990,240	5,854,342	7,215	XXX
9999999 Totals						5,990,240	XXX	7,215	XXX

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

STATEMENT AS OF JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the 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	Foreign	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. Governments																					
362056-AD-3	Government National Mortgage A 5		06/01/2018	MBS PAYDOWN	XXX	286	286	286	286				0		286			0	6	01/15/2033	1
36290S-RZ-6	Government National Mortgage A 3.5		06/01/2018	MBS PAYDOWN	XXX	1,495	1,495	1,555	1,553		(4)		(4)		1,495			0	22	01/20/2042	1
383730-PY-1	GOVERNMENT NATIONAL MORTGAGE A 4.5		06/01/2018	MBS PAYDOWN	XXX	8,283	8,283	8,306	8,282				0		8,283			0	153	05/20/2033	1
38378C-RT-6	GOVERNMENT NATIONAL MORTGAGE A 2		06/01/2018	MBS PAYDOWN	XXX	6,745	6,745	6,822	6,800		(6)		(6)		6,745			0	57	10/20/2040	1
38378D-VT-9	GOVERNMENT NATIONAL MORTGAGE A 3		06/01/2018	MBS PAYDOWN	XXX	10,707	10,707	11,396	11,160		(60)		(60)		10,707			0	136	06/20/2039	1
38380J-CY-2	GOVERNMENT NATIONAL MORTGAGE A 2.6		06/01/2018	MBS PAYDOWN	XXX	3,357	3,357	3,333	3,333		1		1		3,357			0	36	01/16/2059	1
912810-FQ-6	TSY INFL IX N/B 3.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	57,699	43,511	59,342	57,909	(1,998)	(434)		(2,432)		55,797		1,902	1,902	832	04/15/2032	1
912810-FR-4	TSY INFL IX N/B 2.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	248,844	224,689	252,305	248,628	(10,886)	(1,465)		(12,351)		237,650		11,194	11,194	4,337	01/15/2025	1
912810-FS-2	TSY INFL IX N/B 2		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	233,146	213,391	232,381	232,792	(11,073)	(1,056)		(12,129)		221,948		11,198	11,198	3,469	01/15/2026	1
912810-PV-4	TSY INFL IX N/B 1.75		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	129,281	118,921	125,031	127,117	(6,422)	(370)		(6,793)		121,028		8,253	8,253	1,691	01/15/2028	1
912810-PZ-5	TSY INFL IX N/B 2.5		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	196,836	168,257	192,643	192,656	(10,519)	(936)		(11,455)		182,267		14,569	14,569	3,419	01/15/2029	1
912810-QF-8	TSY INFL IX N/B 2.125		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	73,185	58,786	66,948	68,349	(3,251)	(183)		(3,434)		65,292		7,892	7,892	908	02/15/2040	1
912810-QV-3	TSY INFL IX N/B 0.75		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	169,532	176,418	149,202	157,496	(7,004)	226		(6,778)		151,590		17,943	17,943	962	02/15/2042	1
912810-RF-7	TSY INFL IX N/B 1.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	175,800	160,347	171,266	175,202	(6,647)	(250)		(6,897)		169,273		6,527	6,527	1,603	02/15/2044	1
912810-RR-1	TSY INFL IX N/B 1		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	5,308	5,258	5,108	5,286	(213)	(1)		(214)		5,101		206	206	38	02/15/2046	1
912810-RW-0	TSY INFL IX N/B 0.875		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	70,659	72,246	71,115	71,117	(383)			(383)		71,128		(469)	(469)	460	02/15/2047	1
912810-SB-5	TSY INFL IX N/B 1		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	25,538	25,258	25,176			(1)		(1)		25,175		363	363	59	02/15/2048	1
912828-B2-5	TSY INFL IX N/B 0.625		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	319,120	320,322	312,837	321,951	(14,068)	(391)		(14,459)		309,271		9,849	9,849	1,627	01/15/2024	1
912828-LA-6	TSY INFL IX N/B 1.875		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	107,277	105,014	110,764	106,815	(5,199)	(803)		(6,002)		101,403		5,875	5,875	1,600	07/15/2019	1
912828-MF-4	TSY INFL IX N/B 1.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	111,150	109,450	112,078	110,974	(6,059)	(568)		(6,627)		104,960		6,191	6,191	1,223	01/15/2020	1
912828-PP-9	TSY INFL IX N/B 1.125		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	80,974	79,723	80,144	80,877	(4,416)	(283)		(4,699)		76,625		4,349	4,349	729	01/15/2021	1
912828-S5-0	TSY INFL IX N/B 0.125		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	111,763	117,448	113,632	114,941	(1,925)	29		(1,896)		113,680		(1,917)	(1,917)	119	07/15/2026	1
912828-V4-9	TSY INFL IX N/B 0.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	79,627	82,510	79,220	80,484	(1,642)	30		(1,612)		79,316		311	311	251	01/15/2027	1
912828-XL-9	TSY INFL IX N/B 0.375		05/09/2018	STIFEL NICOLAUS & CO, INCORORATED	XXX	215,534	220,620	210,526	217,050	(7,565)	7		(7,558)		210,692		4,842	4,842	672	07/15/2025	1
0599999 - Bonds - U.S. Governments						2,442,146	2,333,038	2,401,415	2,401,059	(99,268)	(6,519)	0	(105,786)	0	2,333,071	0	109,076	109,076	24,410	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
31294M-A7-6	Freddie Mac 4		06/01/2018	MBS PAYDOWN	XXX	1,677	1,677	1,745	1,725		(7)		(7)		1,677			0	28	10/01/2025	1FE
3136AD-MZ-9	FANNIE MAE 1.5		06/01/2018	MBS PAYDOWN	XXX	7,009	7,009	6,552	6,552		36		36		7,009			0	50	04/25/2043	1
3136AD-Y4-5	FANNIE MAE 3.5		06/01/2018	MBS PAYDOWN	XXX	12,498	12,498	13,162	13,097		(36)		(36)		12,498			0	184	05/25/2033	1
3136AH-PG-9	FANNIE MAE 4		06/01/2018	MBS PAYDOWN	XXX	14,968	14,968	15,836	15,775		(107)		(107)		14,968			0	250	07/25/2032	1
3136AM-4B-2	FANNIE MAE 3.5		06/01/2018	MBS PAYDOWN	XXX	7,267	7,267	7,714	7,664		(29)		(29)		7,267			0	106	01/25/2030	1
31371K-VF-5	Fannie Mae 5.5		06/01/2018	MBS PAYDOWN	XXX	1,496	1,496	1,483	1,484		1		1		1,496			0	34	11/01/2032	1FE
3137AO-EU-5	FREDDIE MAC 4		06/01/2018	MBS PAYDOWN	XXX	9,572	9,572	10,021	9,804		(22)		(22)		9,572			0	144	07/15/2030	1
3137AG-CA-6	FREDDIE MAC 2.5		06/01/2018	MBS PAYDOWN	XXX	5,007	5,007	5,179	5,113		(12)		(12)		5,007			0	48	10/15/2026	1
3137AS-08-0	FREDDIE MAC 3		06/01/2018	MBS PAYDOWN	XXX	3,146	3,146	3,246	3,225		(5)		(5)		3,146			0	36	12/15/2040	1
31398L-BJ-6	FREDDIE MAC 4		06/01/2018	MBS PAYDOWN	XXX	12,751	12,751	13,339	13,122		(44)		(44)		12,751			0	216	07/15/2039	1
31398P-DU-0	FANNIE MAE 4		06/01/2018	MBS PAYDOWN	XXX	14,541	14,541	15,161	14,685		(22)		(22)		14,541			0	244	04/25/2025	1
31402A-D6-0	Fannie Mae 5		06/01/2018	MBS PAYDOWN	XXX	313	313	317	315		(1)		(1)		313			0	7	07/01/2023	1FE
31419F-EB-8	Fannie Mae 4		06/01/2018	MBS PAYDOWN	XXX	6,151	6,151	6,450	6,428		(17)		(17)		6,151			0	102	10/01/2040	1

E05.1

E05.1

E05.1

E05.1

E05.1

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

SCHEDULE E - PART 2 - CASH EQUIVALENTS

E13



SUPPLEMENT FOR THE QUARTER ENDING JUNE 30, 2018 OF THE Integrity Mutual Insurance Company

DIRECTOR AND OFFICER INSURANCE COVERAGE SUPPLEMENT

NAIC Group Code00267

Year To Date For The Period Ended 2018

NAIC Company Code14303

If the reporting entity writes any director and officer (D&O) business, please provide the following:

1. Monoline Policies

1 Direct Written Premium	2 Direct Earned Premium	3 Direct Losses Incurred
\$	\$	\$

2. Commercial Multiple Peril (CMP) Packaged Policies

- 2.1 Does the reporting entity provide D&O liability coverage as part of a CMP packaged policy?Yes [X] No []
- 2.2 Can the direct premium earned for D&O liability coverage provided as part of a CMP packaged policy be quantified or estimated?Yes [X] No []
- 2.3 If the answer to question 2.2 is yes, provide the quantified or estimated direct premium earned amount for D&O liability coverage in CMP packaged policies

2.31 Amount quantified:\$

2.32 Amount estimated using reasonable assumptions:\$4,646

- 2.4 If the answer to question 2.1 is yes, provide direct losses incurred (losses paid plus change in case reserves) for the D&O liability coverage provided in CMP packaged policies.\$