67172201820100100

ANNUAL STATEMENT

For the Year Ended December 31, 2018

of the Condition and Affairs of the

OHIO NATIONAL LIFE INSURANCE COMPANY

NAIC Group Code..... 0704, 0704 (Current Period) (Prior Period) NAIC Company Code..... 67172 Employer's ID Number..... 31-0397080

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

Incorporated/Organized..... September 9, 1909 Commenced Business..... October 10, 1910

Statutory Home Office	One Financial Way .. Cincinnati .. OH .. US .. 45242 (Street and Number) (City or Town, State, Country and Zip Code)	
Main Administrative Office	One Financial Way .. Cincinnati .. OH .. US .. 45242 (Street and Number) (City or Town, State, Country and Zip Code)	513-794-6100 (Area Code) (Telephone Number)
Mail Address	Post Office Box 237 .. Cincinnati .. OH .. US .. 45201 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)	
Primary Location of Books and Records	One Financial Way .. Cincinnati .. OH .. US .. 45242 (Street and Number) (City or Town, State, Country and Zip Code)	513-794-6100-6015 (Area Code) (Telephone Number)
Internet Web Site Address	N/A	
Statutory Statement Contact	Amber Dawn Roberts (Name)	513-794-6100-6015 (Area Code) (Telephone Number) (Extension)
	amber_roberts@ohionational.com (E-Mail Address)	513-794-4516 (Fax Number)

OFFICERS

Name	Title	Name	Title
Barbara Ann Turner #	President & Chief Operating Officer	Therese Susan McDonough	Secretary
Doris Lee Paul	Treasurer	Kush Vijay Kotecha	Senior Vice President & Chief Corporate Actuary

OTHER

Gary Thomas Huffman	Chairman & Chief Executive Officer	Rocky Coppola #	Senior Vice President & Chief Financial Officer
Anthony Gerard Esposito	Senior Vice President & Chief Human Resources 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

DIRECTORS OR TRUSTEES

Jack Elliott Brown	Victoria Buyniski Gluckman	John Weber Hayden	Gary Thomas Huffman
James Francis Orr	John Russell Phillips	John Michael Schlotman	James Charles Votruba
Gary Edward Wendlandt			

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

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

(Signature)	(Signature)	(Signature)
Barbara Ann Turner	Therese Susan McDonough	Doris Lee Paul
(Printed Name)	(Printed Name)	(Printed Name)
President & Chief Operating Officer	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This ______ day of February 2019

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

Lucas A. Compton, Notary Public
December 23, 2023

ASSETS

	Current Year 1 Assets	Current Year 2 Nonadmitted Assets	Current Year 3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
1. Bonds (Schedule D)	7,018,142,625	0	7,018,142,625	5,924,260,683
2. Stocks (Schedule D):				
2.1 Preferred stocks	18,292,234	0	18,292,234	20,292,234
2.2 Common stocks	399,850,001	0	399,850,001	391,069,982
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	859,830,165	0	859,830,165	804,802,022
3.2 Other than first liens	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less $.........0 encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less $.........0 encumbrances)	26,406,595	0	26,406,595	24,850,978
4.3 Properties held for sale (less $.........0 encumbrances)	0	0	0	0
5. Cash ($.....214,802,377, Schedule E-Part 1), cash equivalents ($.....112,628,031, Schedule E-Part 2) and short-term investments ($.....0, Schedule DA)	327,430,408	0	327,430,408	443,294,368
6. Contract loans (including $.........0 premium notes)	638,903,095	78,945	638,824,150	542,700,859
7. Derivatives (Schedule DB)	107,064,054	0	107,064,054	64,053,794
8. Other invested assets (Schedule BA)	76,569,917	0	76,569,917	75,000,000
9. Receivables for securities	135,694	0	135,694	2,539,887
10. Securities lending reinvested collateral assets (Schedule DL)	230,304,912	0	230,304,912	532,954
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	9,702,929,699	78,945	9,702,850,754	8,293,397,761
13. Title plants less $.........0 charged off (for Title insurers only)	0	0	0	0
14. Investment income due and accrued	64,366,526	0	64,366,526	56,377,786
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	20,057,544	0	20,057,544	14,901,720
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.........0 earned but unbilled premiums)	65,204,693	0	65,204,693	58,635,492
15.3 Accrued retrospective premiums ($.........0) and contracts subject to redetermination ($.........0)	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	21,649,927	125,000	21,524,927	10,258,693
16.2 Funds held by or deposited with reinsured companies	2,705,550	0	2,705,550	11,943,630
16.3 Other amounts receivable under reinsurance contracts	139	0	139	139
17. Amounts receivable relating to uninsured plans	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	34,253,902	0	34,253,902	29,531,985
18.2 Net deferred tax asset	201,973,996	69,497,934	132,476,062	129,612,360
19. Guaranty funds receivable or on deposit	1,752,171	0	1,752,171	1,747,276
20. Electronic data processing equipment and software	154,498	0	154,498	179,872
21. Furniture and equipment, including health care delivery assets ($.........0)	7,164,490	7,164,490	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates	17,143,668	0	17,143,668	29,905,285
24. Health care ($.........0) and other amounts receivable	22,443,391	22,443,391	0	0
25. Aggregate write-ins for other-than-invested assets	138,634,831	175,084	138,459,747	144,263,053
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	10,300,435,024	99,484,844	10,200,950,180	8,780,755,052
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	18,883,484,727	0	18,883,484,727	22,895,981,431
28. TOTAL (Lines 26 and 27)	29,183,919,751	99,484,844	29,084,434,907	31,676,736,483

DETAILS OF WRITE-INS

	1	2	3	4
1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Annuity rider charges receivable	120,595,792	0	120,595,792	125,406,699
2502. Keyman insurance	10,511,304	0	10,511,304	10,683,489
2503. Fund revenue receivable	6,240,811	0	6,240,811	6,704,931
2598. Summary of remaining write-ins for Line 25 from overflow page	1,286,924	175,084	1,111,840	1,467,934
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	138,634,831	175,084	138,459,747	144,263,053

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts $.....7,129,776,448 (Exhibit 5, Line 9999999) less $..........0 included in Line 6.3 (including $.....253,912,198 Modco Reserve)	7,129,776,448	6,533,013,714
2. Aggregate reserve for accident and health contracts (including $.........0 Modco Reserve)	28,832,775	28,749,893
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including $..........0 Modco Reserve)	700,661,524	686,573,558
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	17,824,847	13,473,833
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	181,909	201,874
5. Policyholders' dividends $.....4,320,972 and coupons $..........0 due and unpaid (Exhibit 4, Line 10)	4,320,972	3,428,341
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including $..........0 Modco)	112,196,021	97,277,560
6.2 Dividends not yet apportioned (including $..........0 Modco)	0	0
6.3 Coupons and similar benefits (including $..........0 Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less $..........0 discount; including $.....58,900 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)	1,144,154	1,225,777
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	0	0
9.2 Provision for experience rating refunds, including the liability of $..........0 accident and health experience rating refunds of which $..........0 is for medical loss ratio rebate per the Public Health Service Act	0	0
9.3 Other amounts payable on reinsurance, including $.....34,816,564 assumed and $.....(4,423,873) ceded	30,392,691	27,870,414
9.4 Interest Maintenance Reserve (IMR, Line 6)	28,905,759	33,283,245
10. Commissions to agents due or accrued - life and annuity contracts $.....8,880,589, accident and health $.....1,210,989 and deposit-type contract funds $..........0	10,091,579	13,090,368
11. Commissions and expense allowances payable on reinsurance assumed	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	11,982,294	25,897,069
13. Transfers to Separate Accounts due or accrued (net) (including $.....(173,980,185) accrued for expense allowances recognized in reserves, net of reinsured allowances)	(173,980,185)	(251,475,178)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	3,709,069	4,225,984
15.1 Current federal and foreign income taxes, including $..........0 on realized capital gains (losses)	0	0
15.2 Net deferred tax liability	0	0
16. Unearned investment income	7,630,642	7,570,947
17. Amounts withheld or retained by company as agent or trustee	110,380,268	119,643,035
18. Amounts held for agents' account, including $.....4,789,583 agents' credit balances	4,862,813	4,336,146
19. Remittances and items not allocated	31,488,858	23,342,278
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
21. Liability for benefits for employees and agents if not included above	0	0
22. Borrowed money $..........0 and interest thereon $..........0	0	0
23. Dividends to stockholders declared and unpaid	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR Line 16, Col. 7)	2,422,054	5,842,417
24.02 Reinsurance in unauthorized and certified ($..........0) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified ($..........0) reinsurers	612,122,942	28,774,424
24.04 Payable to parent, subsidiaries and affiliates	146,625,281	160,766,002
24.05 Drafts outstanding	0	0
24.06 Liability for amounts held under uninsured plans	0	0
24.07 Funds held under coinsurance	0	0
24.08 Derivatives	2,865,650	35,815,055
24.09 Payable for securities	1,427,992	20,143,165
24.10 Payable for securities lending	230,304,912	532,954
24.11 Capital notes $..........0 and interest thereon $..........0	0	0
25. Aggregate write-ins for liabilities	125,705,822	55,607,493
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	9,181,877,090	7,679,210,368
27. From Separate Accounts Statement	18,883,484,727	22,895,976,008
28. Total liabilities (Line 26 and 27)	28,065,361,817	30,575,186,376
29. Common capital stock	10,000,000	10,000,000
30. Preferred capital stock	0	0
31. Aggregate write-ins for other-than-special surplus funds	0	0
32. Surplus notes	309,698,506	309,622,214
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	283,297,154	283,297,154
34. Aggregate write-ins for special surplus funds	(4,409,094)	(11,532,171)
35. Unassigned funds (surplus)	420,486,525	510,162,909
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 $..........0)	0	0
36.2 .....0.000 shares preferred (value included in Line 30 $..........0)	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including $.....(423) in Separate Accounts Statement)	1,009,073,090	1,091,550,106
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	1,019,073,090	1,101,550,106
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	29,084,434,907	31,676,736,482

DETAILS OF WRITE-INS

2501. Liability for cash collateral	106,880,000	33,489,950
2502. Liability for plan benefits	17,196,925	20,273,684
2503. Unclaimed funds	1,628,896	1,843,859
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)	125,705,822	55,607,493
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	0	0
3401. Voluntary Reserve	(4,409,094)	(11,532,171)
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	(4,409,094)	(11,532,171)

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	1,420,843,815	1,841,232,806
2. Considerations for supplementary contracts with life contingencies	704,572	755,352
3. Net investment income (Exhibit of Net Investment Income, Line 17)	366,751,520	338,327,883
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5)	5,339,595	5,615,172
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	80,155,655	57,903,310
7. Reserve adjustments on reinsurance ceded	118,437,203	76,934,103
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	278,874,579	280,002,781
8.2 Charges and fees for deposit-type contracts	0	0
8.3 Aggregate write-ins for miscellaneous income	329,730,527	322,110,905
9. Totals (Lines 1 to 8.3)	2,600,837,467	2,922,882,312
10. Death benefits	98,072,372	88,361,543
11. Matured endowments (excluding guaranteed annual pure endowments)	406,074	569,065
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	715,937,790	647,325,272
13. Disability benefits and benefits under accident and health contracts	2,177,894	2,077,724
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0
15. Surrender benefits and withdrawals for life contracts	2,631,347,755	1,488,440,908
16. Group conversions	0	0
17. Interest and adjustments on contract or deposit-type contract funds	15,704,236	15,039,977
18. Payments on supplementary contracts with life contingencies	529,445	1,301,453
19. Increase in aggregate reserves for life and accident and health contracts	669,328,550	660,765,324
20. Totals (Lines 10 to 19)	4,133,504,116	2,903,881,266
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	313,742,871	308,146,593
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	4,426,236	4,374,746
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	169,652,769	158,883,700
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	18,859,562	17,953,743
25. Increase in loading on deferred and uncollected premiums	1,036,120	3,777,160
26. Net transfers to or (from) Separate Accounts net of reinsurance	(2,139,022,718)	(668,908,416)
27. Aggregate write-ins for deductions	19,554,586	2,179,320
28. Totals (Lines 20 to 27)	2,521,753,542	2,730,288,112
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	79,083,925	192,594,200
30. Dividends to policyholders	116,431,319	102,665,087
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(37,347,394)	89,929,113
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(9,703,714)	(22,489,066)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(27,643,680)	112,418,179
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $.....654,275 (excluding taxes of $.....255,751 transferred to the IMR)	(27,776,411)	(41,403,606)
35. Net income (Line 33 plus Line 34)	(55,420,091)	71,014,573
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	1,101,550,106	1,082,090,601
37. Net income (Line 35)	(55,420,091)	71,014,573
38. Change in net unrealized capital gains (losses) less capital gains tax of $.....2,642,542	4,403,272	8,975,420
39. Change in net unrealized foreign exchange capital gain (loss)	(137,345)	280,932
40. Change in net deferred income tax	29,729,037	(77,478,139)
41. Change in nonadmitted assets	(16,815,897)	62,372,314
42. Change in liability for reinsurance in unauthorized and certified companies	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease	0	0
44. Change in asset valuation reserve	3,420,363	25,753,940
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	5,000	(5,000)
47. Other changes in surplus in Separate Accounts Statement	(5,423)	5,423
48. Change in surplus notes	76,291	76,291
49. Cumulative effect of changes in accounting principles	0	0
50. Capital changes:		
50.1 Paid in	0	0
50.2 Transferred from surplus (Stock Dividend)	0	0
50.3 Transferred to surplus	0	0
51. Surplus adjustment:		
51.1 Paid in	0	0
51.2 Transferred to capital (Stock Dividend)	0	0
51.3 Transferred from capital	0	0
51.4 Change in surplus as a result of reinsurance	0	0
52. Dividends to stockholders	(60,000,000)	(70,000,000)
53. Aggregate write-ins for gains and losses in surplus	12,267,777	(1,536,249)
54. Net change in capital and surplus for the year (Lines 37 through 53)	(82,477,016)	19,459,505
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	1,019,073,090	1,101,550,106

DETAILS OF WRITE-INS

08.301. Policy charges	251,143,295	255,218,778
08.302. Fee income	77,691,039	67,063,354
08.303. Miscellaneous gain/(losses)	896,192	(171,227)
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	329,730,527	322,110,905
2701. Funds withheld miscellaneous expense	15,323,822	0
2702. Health surrender benefits	2,163,770	2,179,320
2703. Miscellaneous expense	2,066,994	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	19,554,586	2,179,320
5301. Voluntary reserve	7,123,077	(3,243,514)
5302. Benefit plan adjustment	6,208,044	(142,082)
5303. Prior period adjustment	(1,063,344)	1,849,347
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	12,267,777	(1,536,249)

CASH FLOW

		1 Current Year	2 Prior Year
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	1,517,309,714	1,892,905,150
2.	Net investment income	372,369,951	341,714,423
3.	Miscellaneous income	330,465,419	337,734,864
4.	Total (Lines 1 through 3)	2,220,145,084	2,572,354,437
5.	Benefit and loss related payments	2,614,046,308	1,922,098,659
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	(2,216,517,711)	(701,733,446)
7.	Commissions, expenses paid and aggregate write-ins for deductions	449,584,535	476,365,588
8.	Dividends paid to policyholders	100,620,227	92,022,273
9.	Federal and foreign income taxes paid (recovered) net of $.....524,040 tax on capital gains (losses)	(4,354,432)	(6,078,807)
10.	Total (Lines 5 through 9)	943,378,927	1,782,674,267
11.	Net cash from operations (Line 4 minus Line 10)	1,276,766,157	789,680,171
	CASH FROM INVESTMENTS		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	919,511,490	706,249,216
	12.2 Stocks	4,850,640	9,038,189
	12.3 Mortgage loans	124,423,975	134,515,809
	12.4 Real estate	0	0
	12.5 Other invested assets	30,682	3,342,840
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
	12.7 Miscellaneous proceeds	2,404,194	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	1,051,220,980	853,146,054
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	2,016,209,648	1,155,559,403
	13.2 Stocks	6,426,425	2,029,425
	13.3 Mortgage loans	180,882,189	157,526,772
	13.4 Real estate	2,546,264	11,587
	13.5 Other invested assets	1,600,599	0
	13.6 Miscellaneous applications	61,725,433	23,812,962
	13.7 Total investments acquired (Lines 13.1 to 13.6)	2,269,390,558	1,338,940,149
14.	Net increase (decrease) in contract loans and premium notes	95,801,433	77,163,511
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14)	(1,313,971,011)	(562,957,606)
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes	0	0
	16.2 Capital and paid in surplus, less treasury stock	0	0
	16.3 Borrowed funds	0	0
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	(9,907,394)	(46,933,952)
	16.5 Dividends to stockholders	60,000,000	70,000,000
	16.6 Other cash provided (applied)	(8,751,712)	(3,582,942)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(78,659,106)	(120,516,894)
	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)	(115,863,960)	106,205,671
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	443,294,368	337,088,697
	19.2 End of year (Line 18 plus Line 19.1)	327,430,409	443,294,368

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

20.0001	Change in securities lending collateral	(229,771,958)	189,282,908
20.0002	Funds held under fixed indexed annuity reinsurance agreement, net	(482,441,927)	0

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5	Credit Life	7	8	9	10	11	Aggregate of
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	(Group and Individual)	Life Insurance(a)	Annuities	Group	Credit (Group and Individual)	Other	All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	1,420,843,815	0	596,868,038	605,703,351	0	0	0	212,291,505	0	0	5,980,921	0
2. Considerations for supplementary contracts with life contingencies	704,572	0	0	0	704,572	0	0	0	0	0	0	0
3. Net investment income	366,751,521	0	183,330,034	135,098,695	456,500	0	143,310	31,043,511	0	0	2,108,810	14,570,661
4. Amortization of Interest Maintenance Reserve (IMR)	5,339,595	0	1,543,867	3,193,363	7,174	0	59,798	514,568	0	0	12,035	8,790
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0	0	0	0	0	0	0	0	0	0	0
6. Commissions and expense allowances on reinsurance ceded	80,155,655	0	48,404,140	30,638,420	0	0	0	0	0	0	1,113,095	0
7. Reserve adjustments on reinsurance ceded	118,437,203	0	118,437,203	0	0	0	0	0	0	0	0	0
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from S/A	278,874,579	0	0	270,553,031	0	0	0	8,321,548	0	0	0	0
8.2 Charges and fees for deposit-type contracts	0	0	0	0	0	0	0	0	0	0	0	0
8.3 Aggregate write-ins for miscellaneous income	329,730,527	0	2,262,516	323,305,132	(300)	0	0	4,171,565	0	0	(8,386)	0
9. Totals (Lines 1 to 8.3)	2,600,837,467	0	950,845,798	1,368,491,992	1,167,946	0	203,108	256,342,697	0	0	9,206,475	14,579,451
10. Death benefits	98,072,372	0	97,612,418	0	0	0	459,954	0	0	0	0	0
11. Matured endowments (excluding guaranteed annual pure endowments)	406,074	0	406,074	0	0	0	0	0	0	0	0	0
12. Annuity benefits	715,937,790	0	0	700,967,476	0	0	0	14,970,314	0	0	0	0
13. Disability benefits and benefits under accident and health contracts	2,177,894	0	790,133	0	0	0	0	0	0	0	1,387,760	0
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0	0	0	0	0	0	0	0	0	0	0
15. Surrender benefits and withdrawals for life contracts	2,631,347,755	0	115,413,304	2,273,156,670	58,335	0	0	242,719,446	0	0	0	0
16. Group conversions	0	0	0	0	0	0	0	0	0	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds	15,704,236	0	1,290,992	1,300,710	0	0	0	13,112,534	0	0	0	0
18. Payments on supplementary contracts with life contingencies	529,445	0	0	0	529,445	0	0	0	0	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts	669,328,550	0	455,846,381	196,948,034	324,421	0	(425,845)	16,552,677	0	0	82,882	0
20. Totals (Lines 10 to 19)	4,133,504,116	0	671,359,302	3,172,372,890	912,201	0	34,109	287,354,971	0	0	1,470,642	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	313,742,871	0	116,032,446	192,200,426	0	0	0	4,820,177	0	0	689,822	0
22. Commissions and expense allowances on reinsurance assumed	4,426,236	0	4,426,236	0	0	0	0	0	0	0	0	0
23. General insurance expenses	169,652,769	0	52,902,735	48,580,756	9,854	0	15,182	14,133,119	0	0	1,203,507	52,807,616
24. Insurance taxes, licenses and fees, excluding federal income taxes	18,859,562	0	12,886,718	2,465,822	466	0	560	788,782	0	0	180,086	2,537,128
25. Increase in loading on deferred and uncollected premiums	1,036,120	0	1,036,120	0	0	0	0	0	0	0	0	0
26. Net transfers to or (from) Separate Accounts net of reinsurance	(2,139,022,718)	0	0	(2,088,609,474)	0	0	0	(50,413,244)	0	0	0	0
27. Aggregate write-ins for deductions	19,554,586	0	0	15,323,822	0	0	0	0	0	0	2,163,770	2,066,994
28. Totals (Lines 20 to 27)	2,521,753,542	0	858,643,557	1,342,334,242	922,521	0	49,851	256,683,805	0	0	5,707,827	57,411,738
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	79,083,926	0	92,202,241	26,157,750	245,425	0	153,257	(341,108)	0	0	3,498,648	(42,832,287)
30. Dividends to policyholders	116,431,319	0	114,370,643	0	0	0	0	0	0	0	2,060,676	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(37,347,393)	0	(22,168,402)	26,157,750	245,425	0	153,257	(341,108)	0	0	1,437,972	(42,832,287)
32. Federal income taxes incurred (excluding tax on capital gains)	(9,703,714)	0	574,160	(8,345,658)	2,011	0	(16,791)	(1,374,731)	0	0	103,145	(645,850)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(27,643,679)	0	(22,742,562)	34,503,408	243,414	0	170,048	1,033,623	0	0	1,334,827	(42,186,437)

DETAILS OF WRITE-INS

	1	2	3	4	5	6	7	8	9	10	11	12
08.301. Policy charges	251,143,296	0	12,633	251,115,028	0	0	0	15,635	0	0	0	0
08.302. Fee income	77,691,039	0	2,442,435	71,988,297	0	0	0	3,260,307	0	0	0	0
08.303. Miscellaneous gains/(losses)	896,192	0	(192,552)	201,807	(300)	0	0	895,623	0	0	(8,386)	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Total (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	329,730,527	0	2,262,516	323,305,132	(300)	0	0	4,171,565	0	0	(8,386)	0
2701. Funds withheld miscellaneous expense	15,323,822	0	0	15,323,822	0	0	0	0	0	0	0	0
2702. Health surrender benefits	2,163,770	0	0	0	0	0	0	0	0	0	2,163,770	0
2703. Miscellaneous expense	2,066,994	0	0	0	0	0	0	0	0	0	0	2,066,994
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
2799. Total (Lines 2701 through 2703 plus 2798) (Line 27 above)	19,554,586	0	0	15,323,822	0	0	0	0	0	0	2,163,770	2,066,994

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

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	6,533,013,612	0	3,853,930,661	2,489,230,057	4,789,607	0	2,538,225	182,525,063
2. Tabular net premiums or considerations	1,509,405,748	0	474,772,930	863,470,663	704,572	0	0	170,457,583
3. Present value of disability claims incurred	611,625	0	611,625	0	XXX	0	0	0
4. Tabular interest	231,106,417	0	151,115,038	73,977,305	163,000	0	81,386	5,769,688
5. Tabular less actual reserve released	1,211,294	0	501,403	568,003	7,353	0	0	134,535
6. Increase in reserve on account of change in valuation basis	0	0	0	0	0	0	0	0
6.1 Change in excess of VM-20 deterministic/stochastic reserve over net premium reserve	0	XXX	0	XXX	XXX	XXX	XXX	XXX
7. Other increases (net)	(178,848,978)	0	1,073,902	(312,793,915)	(21,061)	0	0	132,892,096
8. Totals (Lines 1 to 7)	8,096,499,718	0	4,482,005,559	3,114,452,113	5,643,471	0	2,619,611	491,778,965
9. Tabular cost	26,898,603	0	26,632,045	0	XXX	0	266,558	0
10. Reserves released by death	30,393,014	0	30,171,928	XXX	XXX	0	221,086	XXX
11. Reserves released by other terminations (net)	2,314,018,126	0	113,034,405	1,958,184,405	0	0	19,587	242,779,729
12. Annuity, supplementary contract, and disability payments involving life contingencies	717,257,367	0	790,133	700,967,475	529,445	0	0	14,970,314
13. Net transfers to or (from) Separate Accounts	(2,121,843,842)	0	0	(2,166,495,705)	0	0	0	44,651,863
14. Total deductions (Lines 9 to 13)	966,723,268	0	170,628,511	492,656,175	529,445	0	507,231	302,401,906
15. Reserve December 31, current year	7,129,776,450	0	4,311,377,048	2,621,795,938	5,114,026	0	2,112,380	189,377,059

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. government bonds	(a)5,333,310	4,925,029
1.1	Bonds exempt from U.S. tax	(a)0	0
1.2	Other bonds (unaffiliated)	(a)271,281,070	279,397,982
1.3	Bonds of affiliates	(a)0	0
2.1	Preferred stocks (unaffiliated)	(b)1,161,283	1,161,283
2.11	Preferred stocks of affiliates	(b)0	0
2.2	Common stocks (unaffiliated)	2,218,419	2,218,419
2.21	Common stocks of affiliates	31,924,000	31,924,000
3.	Mortgage loans	(c)41,180,167	41,425,668
4.	Real estate	(d)1,932,221	1,932,221
5.	Contract loans	2,715,590	27,260,930
6.	Cash, cash equivalents and short-term investments	(e)2,701,660	2,688,215
7.	Derivative instruments	(f)185,012	185,012
8.	Other invested assets	5,156,406	5,156,406
9.	Aggregate write-ins for investment income	2,332,144	2,332,144
10.	Total gross investment income	368,121,282	400,607,309
11.	Investment expenses		(g)9,190,857
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)899,087
13.	Interest expense		(h)22,010,500
14.	Depreciation on real estate and other invested assets		(i)990,647
15.	Aggregate write-ins for deductions from investment income		764,698
16.	Total deductions (Lines 11 through 15)		33,855,789
17.	Net investment income (Line 10 minus Line 16)		366,751,520

DETAILS OF WRITE-INS

0901.	Income on Securities Lending	720,509	720,509
0902.	Other Income	1,611,635	1,611,635
0903.		0	0
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	2,332,144	2,332,144
1501.	Amortization of Discount		85,433
1502.	Other Expenses		679,265
1503.			0
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		764,698

(a) Includes $.....3,703,642 accrual of discount less $.....7,673,961 amortization of premium and less $.....4,972,546 paid for accrued interest on purchases.
(b) Includes $..........0 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued dividends on purchases.
(c) Includes $.....6,246 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued interest on purchases.
(d) Includes $..........0 for company's occupancy of its own buildings; and excludes $..........0 interest on encumbrances.
(e) Includes $.....1,400,448 accrual of discount less $..........0 amortization of premium and less $..........0 paid for accrued interest on purchases.
(f) Includes $..........0 accrual of discount less $..........0 amortization of premium.
(g) Includes $..........0 investment expenses and $..........0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $.....22,010,500 interest on surplus notes and $..........0 interest on capital notes.
(i) Includes $.....990,647 depreciation on real estate and $..........0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. government bonds	(70,076)	0	(70,076)	0	0
1.1	Bonds exempt from U.S. tax	0	0	0	0	0
1.2	Other bonds (unaffiliated)	3,152,988	(1,552,333)	1,600,655	1,527	(378,000)
1.3	Bonds of affiliates	0	0	0	0	0
2.1	Preferred stocks (unaffiliated)	53,573	0	53,573	0	0
2.11	Preferred stocks of affiliates	0	0	0	0	0
2.2	Common stocks (unaffiliated)	691,217	0	691,217	(2,429,687)	0
2.21	Common stocks of affiliates	0	0	0	4,652,931	0
3.	Mortgage loans	0	0	0	0	0
4.	Real estate	0	0	0	0	0
5.	Contract loans	0	0	0	0	0
6.	Cash, cash equivalents and short-term investments	0	0	0	0	0
7.	Derivative instruments	(27,484,962)	0	(27,484,962)	5,375,811	378,000
8.	Other invested assets	0	0	0	0	0
9.	Aggregate write-ins for capital gains (losses)	(694,682)	0	(694,682)	(554,768)	(137,345)
10.	Total capital gains (losses)	(24,351,942)	(1,552,333)	(25,904,275)	7,045,814	(137,345)

DETAILS OF WRITE-INS

0901.	Miscellaneous	(695,041)	0	(695,041)	0	0
0902.	Amortization of Goodwill	359	0	359	(554,768)	0
0903.	Currency translation unrealized	0	0	0	0	(51,339)
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	(86,006)
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	(694,682)	0	(694,682)	(554,768)	(137,345)

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

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4	Credit Life	6	7	8	9	10	Aggregate of
	Total	Industrial Life	Life Insurance	Individual Annuities	(Group and Individual)	Life Insurance	Annuities	Group	Credit (Group & Individual)	Other	All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected	202,101	0	202,101	0	0	0	0	0	0	0	0
2. Deferred and accrued	15,057,145	0	15,057,145	0	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:											
3.1 Direct	15,259,246	0	15,259,246	0	0	0	0	0	0	0	0
3.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0
3.4 Net (Line 1 + Line 2)	15,259,246	0	15,259,246	0	0	0	0	0	0	0	0
4. Advance	95,203	0	95,050	0	0	0	0	0	0	154	0
5. Line 3.4 - Line 4	15,164,043	0	15,164,197	0	0	0	0	0	0	(154)	0
6. Collected during year:											
6.1 Direct	200,148,890	0	91,846,452	31,301,923	0	0	76,974,378	0	0	26,136	0
6.2 Reinsurance assumed	2,401,443	0	2,401,443	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded	42,376,178	0	42,346,893	0	0	0	0	0	0	29,285	0
6.4 Net	160,174,155	0	51,901,003	31,301,923	0	0	76,974,378	0	0	(3,149)	0
7. Line 5 + Line 6.4	175,338,198	0	67,065,199	31,301,923	0	0	76,974,378	0	0	(3,303)	0
8. Prior year (uncollected + deferred and accrued - advance)	18,401,286	0	18,401,472	0	0	0	0	0	0	(186)	0
9. First year premiums and considerations:											
9.1 Direct	196,911,647	0	88,609,177	31,301,923	0	0	76,974,378	0	0	26,169	0
9.2 Reinsurance assumed	2,401,443	0	2,401,443	0	0	0	0	0	0	0	0
9.3 Reinsurance ceded	42,376,178	0	42,346,893	0	0	0	0	0	0	29,285	0
9.4 Net (Line 7 - Line 8)	156,936,912	0	48,663,727	31,301,923	0	0	76,974,378	0	0	(3,117)	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	1,505,732,615	0	123,245,019	1,339,136,766	0	0	43,350,830	0	0	0	0
10.2 Reinsurance assumed	3,077,198	0	0	3,077,198	0	0	0	0	0	0	0
10.3 Reinsurance ceded	767,812,820	0	0	767,812,820	0	0	0	0	0	0	0
10.4 Net	740,996,993	0	123,245,019	574,401,144	0	0	43,350,830	0	0	0	0
RENEWAL											
11. Uncollected	25,682,184	0	25,565,954	129	0	0	0	0	0	116,100	0
12. Deferred and accrued	82,472,031	0	82,472,031	0	0	0	0	0	0	0	0
13. Deferred, accrued and uncollected:											
13.1 Direct	108,154,215	0	108,037,985	129	0	0	0	0	0	116,100	0
13.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
13.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0
13.4 Net (Line 11 + Line 12)	108,154,215	0	108,037,985	129	0	0	0	0	0	116,100	0
14. Advance	1,048,951	0	990,205	0	0	0	0	0	0	58,746	0
15. Line 13.4 - Line 14	107,105,263	0	107,047,780	129	0	0	0	0	0	57,353	0
16. Collected during year:											
16.1 Direct	600,234,187	0	496,060,352	284	0	0	91,966,296	0	0	12,207,254	0
16.2 Reinsurance assumed	91,378,716	0	91,378,716	0	0	0	0	0	0	0	0
16.3 Reinsurance ceded	184,783,002	0	178,573,669	0	0	0	0	0	0	6,209,333	0
16.4 Net	506,829,901	0	408,865,400	284	0	0	91,966,296	0	0	5,997,921	0
17. Line 15 + Line 16.4	613,935,164	0	515,913,180	414	0	0	91,966,296	0	0	6,055,274	0
18. Prior year (uncollected + deferred and accrued - advance)	91,025,254	0	90,953,888	129	0	0	0	0	0	71,237	0
19. Renewal premiums and considerations:											
19.1 Direct	616,314,197	0	512,154,245	284	0	0	91,966,296	0	0	12,193,371	0
19.2 Reinsurance assumed	91,378,716	0	91,378,716	0	0	0	0	0	0	0	0
19.3 Reinsurance ceded	184,783,002	0	178,573,669	0	0	0	0	0	0	6,209,333	0
19.4 Net (Line 17 - Line 18)	522,909,910	0	424,959,292	285	0	0	91,966,296	0	0	5,984,037	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	2,318,958,458	0	724,008,441	1,370,438,974	0	0	212,291,504	0	0	12,219,539	0
20.2 Reinsurance assumed	96,857,357	0	93,780,159	3,077,198	0	0	0	0	0	0	0
20.3 Reinsurance ceded	994,972,000	0	220,920,562	767,812,820	0	0	0	0	0	6,238,618	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	1,420,843,815	0	596,868,038	605,703,352	0	0	212,291,504	0	0	5,980,921	0

Annual Statement for the year 2018 of the **OHIO NATIONAL LIFE INSURANCE COMPANY**

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

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	Credit Life (Group and Individual)	6 Life Insurance	7 Annuities	8 Group	9 Credit (Group & Individual)	10 Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	7,208,676	0	5,107,638	0	0	0	0	0	0	2,101,039	0
22. All other	92,175,079	0	92,175,072	7	0	0	0	0	0	0	0
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	30,295,503	0	30,279,240	0	0	0	0	0	0	16,263	0
23.2 Reinsurance assumed	31,665	0	31,665	0	0	0	0	0	0	0	0
23.3 Net ceded less assumed	30,263,838	0	30,247,575	0	0	0	0	0	0	16,263	0
24. Single:											
24.1 Reinsurance ceded	30,638,138	0	0	30,638,138	0	0	0	0	0	0	0
24.2 Reinsurance assumed	4,061,447	0	4,061,447	0	0	0	0	0	0	0	0
24.3 Net ceded less assumed	26,576,691	0	(4,061,447)	30,638,138	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded	19,222,014	0	18,124,900	282	0	0	0	0	0	1,096,832	0
25.2 Reinsurance assumed	333,124	0	333,124	0	0	0	0	0	0	0	0
25.3 Net ceded less assumed	18,888,890	0	17,791,776	282	0	0	0	0	0	1,096,832	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	80,155,655	0	48,404,140	30,638,420	0	0	0	0	0	1,113,095	0
26.2 Reinsurance assumed (Page 6, Line 22)	4,426,236	0	4,426,236	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed	75,729,419	0	43,977,904	30,638,420	0	0	0	0	0	1,113,095	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	82,496,225	0	64,299,198	17,392,456	0	0	789,588	0	0	14,982	0
28. Single	57,751,088	0	0	57,662,550	0	0	88,538	0	0	0	0
29. Renewal	173,495,558	0	51,733,248	117,145,420	0	0	3,942,051	0	0	674,840	0
30. Deposit-type contract funds	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21)	313,742,871	0	116,032,446	192,200,426	0	0	4,820,177	0	0	689,822	0

EXHIBIT 2 - GENERAL EXPENSES

	Insurance 1 Life	Accident and Health 2 Cost Containment	3 All Other	4 All Other Lines of Business	5 Investment	6 Total
1. Rent	1,511,723	1,065	48,417	292,698	98,820	1,952,723
2. Salaries and wages	38,410,950	25,854	434,793	21,498,415	2,286,923	62,656,935
3.11 Contributions for benefit plans for employees	7,633,486	5,189	149,337	6,015,102	419,563	14,222,677
3.12 Contributions for benefit plans for agents	3,060,648	0	24,749	0	0	3,085,397
3.21 Payments to employees under non-funded benefit plans	0	0	0	0	0	0
3.22 Payments to agents under non-funded benefit plans	1,829,615	0	0	101,899	0	1,931,514
3.31 Other employee welfare	1,037,305	1,109	27,580	502,917	80,409	1,649,320
3.32 Other agent welfare	0	0	0	0	0	0
4.1 Legal fees and expenses	261,128	11,768	1,435	660,629	248,300	1,183,260
4.2 Medical examination fees	2,133,073	0	86,752	0	0	2,219,825
4.3 Inspection report fees	235,145	0	5,398	0	0	240,543
4.4 Fees of public accountants and consulting actuaries	2,329,521	778	170,016	5,422,651	46,023	7,968,989
4.5 Expense of investigation and settlement of policy claims	0	23,259	0	0	0	23,259
5.1 Traveling expenses	2,430,282	8,970	31,377	700,485	117,459	3,288,573
5.2 Advertising	949,940	0	6,324	227,671	0	1,183,935
5.3 Postage, express, telegraph and telephone	2,184,441	412	26,019	432,207	60,498	2,703,577
5.4 Printing and stationery	1,574,848	87	6,959	448,471	10,871	2,041,236
5.5 Cost or depreciation of furniture and equipment	475,013	204	14,996	648,790	13,734	1,152,737
5.6 Rental of equipment	574,567	78	5,321	104,926	10,924	695,816
5.7 Cost or depreciation of EDP equipment and software	31,699,847	890	18,694	11,016,813	680,253	43,416,497
6.1 Books and periodicals	237,670	283	2,698	579,280	236,079	1,056,010
6.2 Bureau and association fees	614,102	1	2,315	763	118	617,299
6.3 Insurance, except on real estate	41,161	75	3,972	1,103,888	8,576	1,157,672
6.4 Miscellaneous losses	0	0	0	0	0	0
6.5 Collection and bank service charges	25,228	0	278	44,510	58,648	128,664
6.6 Sundry general expenses	354,962	144	10,573	1,555,917	110,606	2,032,202
6.7 Group service and administration fees	0	0	0	0	0	0
6.8 Reimbursements by uninsured plans	0	0	0	0	0	0
7.1 Agency expense allowance	7,552,682	0	1,762	0	0	7,554,444
7.2 Agents' balances charged off (less $.........0 recovered)	737,946	0	0	82,157	0	820,103
7.3 Agency conferences other than local meetings	1,847,265	0	16,054	0	0	1,863,319
9.1 Real estate expenses	2,336,820	0	0	1,281,669	4,159,744	7,778,233
9.2 Investment expenses not included elsewhere	181,613	0	0	0	530,149	711,762
9.3 Aggregate write-ins for expenses	3,380,664	95	27,429	85,759	13,160	3,507,107
10. General expenses Incurred	115,641,645	80,261	1,123,248	52,807,617	9,190,857	(a)....178,843,628
11. General expenses unpaid December 31, prior year	17,989,465	7,260	185,600	6,531,887	1,182,856	25,897,069
12. General expenses unpaid December 31, current year	7,747,842	5,377	75,256	3,538,043	615,776	11,982,294
13. Amounts receivable relating to uninsured plans, prior year	0	0	0	0	0	0
14. Amounts receivable relating to uninsured plans, current year	0	0	0	0	0	0
15. General expenses paid during year (Lines 10+11-12-13+14)	125,883,268	82,144	1,233,592	55,801,461	9,757,937	192,758,403
DETAILS OF WRITE-INS						
09.301. Cafeteria Expense	143,118	95	4,201	65,182	13,160	225,756
09.302. Agency Development Expense	3,237,546	0	23,228	20,577	0	3,281,351
09.303.	0	0	0	0	0	0
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0	0
09.399. Totals (Lines 09.301 through 09.303 plus 09.398)(Line 9.3 above)	3,380,664	95	27,429	85,759	13,160	3,507,107

(a) Includes management fees of $.....156,391,608 to affiliates and $.........0 to non-affiliates.

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

	Insurance 1 Life	2 Accident and Health	3 All Other Lines of Business	4 Investment	5 Total
1. Real estate taxes	0	0	0	695,695	695,695
2. State insurance department licenses and fees	185,056	5,364	962,998	9,142	1,162,560
3. State taxes on premiums	11,070,691	95,488	24,640	0	11,190,819
4. Other state taxes, including $..........0 for employee benefits	11,846	8,724	9,503	13,038	43,111
5. U.S. Social Security taxes	4,874,754	70,511	1,539,986	181,212	6,666,463
6. All other taxes	0	0	0	0	0
7. Taxes, licenses and fees incurred	16,142,347	180,087	2,537,127	899,087	19,758,648
8. Taxes, licenses and fees unpaid December 31, prior year	3,628,405	36,130	527,471	33,977	4,225,984
9. Taxes, licenses and fees unpaid December 31, current year	3,030,221	33,806	476,266	168,775	3,709,068
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	16,740,531	182,411	2,588,332	764,289	20,275,564

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
1. Applied to pay renewal premiums	5,107,638	2,101,039
2. Applied to shorten the endowment or premium-paying period	0	0
3. Applied to provide paid-up additions	92,174,604	0
4. Applied to provide paid-up annuities	475	0
5. Total Lines 1 through 4	97,282,717	2,101,039
6. Paid-in cash	727,175	0
7. Left on deposit	509,297	0
8. Aggregate write-ins for dividend or refund options	0	0
9. Total Lines 5 through 8	98,519,189	2,101,039
10. Amount due and unpaid	4,119,735	201,237
11. Provision for dividends or refunds payable in the following calendar year	111,436,700	759,321
12. Terminal dividends	0	0
13. Provision for deferred dividend contracts	0	0
14. Amount provisionally held for deferred dividend contracts not included in Line 13	0	0
15. Total Lines 10 through 14	115,556,435	960,558
16. Total from prior year	99,704,981	1,000,921
17. Total dividends or refunds (Lines 9 + 15 - 16)	114,370,643	2,060,676
DETAILS OF WRITE-INS		
0801.	0	0
0802.	0	0
0803.	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Line 0801 through 0803 plus 0898) (Line 8 above)	0	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
Life Insurance:					
0100001. 2001 CSO 3.5% CRVM	881,022,919	0	881,022,919	0	0
0100002. 2001 CSO 3.5% NLP	302,896,775	0	302,896,775	0	0
0100003. 2001 CSO 4% CRVM	863,404,114	0	863,404,114	0	0
0100004. 2001 CSO 3% CRVM	763,193,089	0	763,193,089	0	0
0100005. 2001 CSO 4% XXX	109,518	0	109,518	0	0
0100006. 2017 CSO 3.5% XXX	186,658	0	186,658	0	0
0100007. 2001 CSO 4% NLP	112,216,773	0	112,216,773	0	0
0100008. 41 CSO 2.25% CRVM	13,354,827	0	13,354,827	0	0
0100009. 41 CSO 2.5% CRVM	3,378,169	0	3,378,169	0	0
0100010. 41 CSO 2.5% NLP	16,253,471	0	16,253,471	0	0
0100011. 41 CSO 2.5% VPT	926,100	0	926,100	0	0
0100012. 42 CSO 2.5% MOD	163	0	163	0	0
0100013. 43 CSO 2.5% MOD	223	0	223	0	0
0100014. 44 CSO 2.5% MOD	13,358	0	13,358	0	0
0100015. 58 CET 2.5% NLP	5,175	0	5,175	0	0
0100016. 58 CET 3% NLP	3,256	0	3,256	0	0
0100017. 58 CET 3.5% NLP	10,180	0	10,180	0	0
0100018. 58 CET 4% NLP	84,492	0	84,492	0	0
0100019. 58 CET 4.5% NLP	59,458	0	59,458	0	0
0100020. 58 CSO 0% VPT	824,033	0	824,033	0	0
0100021. 58 CSO 1.75% CRVM	1,737,352	0	1,737,352	0	0
0100022. 58 CSO 2% CRVM	20,994,318	0	20,994,318	0	0
0100023. 58 CSO 2% NLP	327,688	0	327,688	0	0
0100024. 58 CSO 2.25% CRVM	3,721,942	0	3,721,942	0	0
0100025. 58 CSO 2.25% NLP	92,687	0	92,687	0	0
0100026. 58 CSO 2.5% CRVM	3,635,783	0	3,635,783	0	0
0100027. 58 CSO 2.5% NLP	13,107,212	0	13,107,212	0	0
0100028. 58 CSO 2.5% VPT	2,570	0	2,570	0	0
0100029. 58 CSO 2.75% NLP	604,935	0	604,935	0	0
0100030. 58 CSO 3% CRVM	1,194,409	0	1,194,409	0	0
0100031. 58 CSO 3% NLP	2,276,389	0	2,276,389	0	0
0100032. 58 CSO 3.25% NLP	47,832,542	0	47,832,542	0	0
0100033. 58 CSO 3.25% VPT	96,061	0	96,061	0	0
0100034. 58 CSO 3.5% CRVM	32,955,319	0	32,955,319	0	0
0100035. 58 CSO 3.5% NLP	1,079,251	0	1,079,251	0	0
0100036. 58 CSO 4% CRVM	18,249,005	0	18,249,005	0	0
0100037. 58 CSO 4% NLP	631,262	0	631,262	0	0
0100038. 58 CSO 4.5% CRVM	21,515,222	0	21,515,222	0	0
0100039. 58 CSO 4.5% NLP	560,055	0	560,055	0	0
0100040. 80 CET 4% NLP	3,961,668	0	3,961,668	0	0
0100041. 80 CET 5% NLP	15,938	0	15,938	0	0
0100042. 80 CET 6% NLP	600,240	0	600,240	0	0
0100043. 80 CSO 3% CRVM	4,917,636	0	4,917,636	0	0
0100044. 80 CSO 4% CRVM	241,889,238	0	241,889,238	0	0
0100045. 80 CSO 4% NLP	476,042,566	0	476,042,566	0	0
0100046. 80 CSO 4% XXX	517,745	0	517,745	0	0
0100047. 80 CSO 4.25% CRVM	5,046,682	0	5,046,682	0	0
0100048. 80 CSO 4.25% NLP	506,801	0	506,801	0	0
0100049. 80 CSO 4.5% CRVM	422,503,256	0	422,503,256	0	0
0100050. 80 CSO 4.5% NLP	37,077,929	0	37,077,929	0	0
0100051. 80 CSO 4.5% XXX	178,478	0	178,478	0	0
0100052. 80 CSO 5% CRVM	44,789,034	0	44,789,034	0	0
0100053. 80 CSO 5% NLP	11,412,204	0	11,412,204	0	0
0100054. 80 CSO 5.5% CRVM	52,241,525	0	52,241,525	0	0
0100055. 80 CSO 5.5% NLP	5,118,175	0	5,118,175	0	0
0100056. 80 CSO 6% CRVM	16,096,586	0	16,096,586	0	0
0100057. 80 CSO 6% NLP	8,155,224	0	8,155,224	0	0
0100058. AE 3% NLP	2,304,945	0	2,304,945	0	0
0100059. AE 3.5% NLP	1,057,584	0	1,057,584	0	0
0100060. AE 3.5% VPT	1,902	0	1,902	0	0
0100061. Unearned Premium	242	0	242	0	0
0100062. 1970 Group Disability 3.5% NLP	2,112,380	0	0	0	2,112,380
0199997. Totals (Gross)	4,465,104,731	0	4,462,992,351	0	2,112,380
0199998. Reinsurance ceded	180,786,621	0	180,786,621	0	0
0199999. Totals (Net)	4,284,318,110	0	4,282,205,730	0	2,112,380
Annuities (excluding supplementary contracts with life contingencies):					
0200001. 37 STD %	6,225	XXX	6,225	XXX	0
0200002. 71 GAM 11%	67,679	XXX	0	XXX	67,679
0200003. 71 GAM 11.25%	78,327	XXX	0	XXX	78,327
0200004. 71IAM 11.25%	5,299,636	XXX	5,299,636	XXX	0
0200005. 83 A 6.25%	1,380,615	XXX	1,380,615	XXX	0
0200006. 83 A 6.5%	284,668	XXX	284,668	XXX	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0200007. 83 A 6.75%	1,789,188	XXX	1,789,188	XXX	0
0200008. 83 A 7%	129,346	XXX	129,346	XXX	0
0200009. 83 A 7.25%	1,346,356	XXX	1,346,356	XXX	0
0200010. 83 A 7.75%	354,228	XXX	354,228	XXX	0
0200011. 83 A 8%	55,465	XXX	55,465	XXX	0
0200012. 83 A 8.25%	347,345	XXX	347,345	XXX	0
0200013. 83 A 8.75%	405,800	XXX	405,800	XXX	0
0200014. 83 A 9.25%	120,289	XXX	120,289	XXX	0
0200015. 83 A 11%	11,657	XXX	11,657	XXX	0
0200016. 83 GAM 6.25%	942,787	XXX	0	XXX	942,787
0200017. 83 GAM 6.5%	198,795	XXX	0	XXX	198,795
0200018. 83 GAM 6.75%	1,074,257	XXX	0	XXX	1,074,257
0200019. 83 GAM 7%	464,785	XXX	0	XXX	464,785
0200020. 83 GAM 7.25%	533,051	XXX	0	XXX	533,051
0200021. 83 GAM 7.75%	381,778	XXX	0	XXX	381,778
0200022. 83 GAM 8%	268,736	XXX	0	XXX	268,736
0200023. 83 GAM 8.25%	562,510	XXX	0	XXX	562,510
0200024. 83 GAM 8.75%	516,194	XXX	0	XXX	516,194
0200025. 83 GAM 9.25%	389,032	XXX	0	XXX	389,032
0200026. 94 GAR 3%	1,916,434	XXX	0	XXX	1,916,434
0200027. 94 GAR 3.25%	4,993,586	XXX	0	XXX	4,993,586
0200028. 94 GAR 3.5%	304,876	XXX	0	XXX	304,876
0200029. 94 GAR 3.75%	11,464,953	XXX	0	XXX	11,464,953
0200030. 94 GAR 4%	22,111,022	XXX	0	XXX	22,111,022
0200031. 94 GAR 4.25%	4,422,979	XXX	0	XXX	4,422,979
0200032. 94 GAR 4.5%	6,538,747	XXX	0	XXX	6,538,747
0200033. 94 GAR 5%	3,377,694	XXX	0	XXX	3,377,694
0200034. 94 GAR 5.25%	11,756,830	XXX	0	XXX	11,756,830
0200035. 94 GAR 5.5%	8,735,915	XXX	0	XXX	8,735,915
0200036. 94 GAR 6%	2,962,926	XXX	0	XXX	2,962,926
0200037. 94 GAR 6.25%	1,229,790	XXX	0	XXX	1,229,790
0200038. 94 GAR 6.5%	1,388,641	XXX	0	XXX	1,388,641
0200039. 94 GAR 6.75%	1,479,831	XXX	0	XXX	1,479,831
0200040. 94 GAR 7%	1,371,197	XXX	0	XXX	1,371,197
0200041. A2000 4%	37,102,527	XXX	37,102,527	XXX	0
0200042. A2000 4.25%	9,504,672	XXX	9,504,672	XXX	0
0200043. A2000 4.5%	13,324,117	XXX	13,324,117	XXX	0
0200044. A2000 5%	13,695,918	XXX	13,695,918	XXX	0
0200045. A2000 5.25%	32,819,183	XXX	32,819,183	XXX	0
0200046. A2000 5.5%	16,771,339	XXX	16,771,339	XXX	0
0200047. A2000 6%	21,348,804	XXX	21,348,804	XXX	0
0200048. A2000 6.25%	1,637,235	XXX	1,637,235	XXX	0
0200049. A2000 6.5%	2,022,660	XXX	2,022,660	XXX	0
0200050. A2000 6.75%	1,102,694	XXX	1,102,694	XXX	0
0200051. A2000 7%	1,252,103	XXX	1,252,103	XXX	0
0200052. IAR2012 2.25%	503,837	XXX	503,837	XXX	0
0200053. IAR2012 2.75%	14,137,744	XXX	14,137,744	XXX	0
0200054. IAR2012 3%	24,697,345	XXX	24,697,345	XXX	0
0200055. IAR2012 3.25%	11,941,715	XXX	11,941,715	XXX	0
0200056. IAR2012 3.5%	31,546,180	XXX	31,546,180	XXX	0
0200057. IAR2012 3.75%	104,561,576	XXX	104,561,576	XXX	0
0200058. IAR2012 4%	49,623,325	XXX	49,623,325	XXX	0
0200059. NONE 4.75%	15,114	XXX	0	XXX	15,114
0200060. NONE 5.75%	1,392,089	XXX	0	XXX	1,392,089
0200061. NONE 6%	128,619	XXX	0	XXX	128,619
0200062. NONE 6.25%	1,025,687	XXX	0	XXX	1,025,687
0200063. NONE 6.5%	1,302,187	XXX	0	XXX	1,302,187
0200064. NONE 7%	4,915	XXX	0	XXX	4,915
0200065. NONE 7.25%	5,461	XXX	0	XXX	5,461
0200066. NONE 7.75%	0	XXX	0	XXX	0
0200067. NONE 8%	0	XXX	0	XXX	0
0200068. NONE 8.25%	0	XXX	0	XXX	0
0200069. NONE 8.5%	0	XXX	0	XXX	0
0200070. NONE 8.75%	0	XXX	0	XXX	0
0200071. NONE 9.25%	0	XXX	0	XXX	0
0200072. NONE NONE%	157,116	XXX	0	XXX	157,116
0200073. 3.00% CARVM	64,053	XXX	64,053	XXX	0
0200074. 3.50% CARVM	1,133,934,363	XXX	1,133,934,363	XXX	0
0200075. 3.75% CARVM	133,387,989	XXX	133,387,989	XXX	0
0200076. 4.00% CARVM	594,534	XXX	594,534	XXX	0
0200077. 4.25% CARVM	51,003,871	XXX	51,003,871	XXX	0
0200078. 4.50% CARVM	368,122,696	XXX	368,122,696	XXX	0
0200079. 4.75% CARVM	400,697,005	XXX	400,697,005	XXX	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0200080. 5.00% CARVM	289,536,124	XXX	289,536,124	XXX	0
0200081. 5.25% CARVM	109,287,151	XXX	109,287,151	XXX	0
0200082. 5.50% CARVM	363,985,326	XXX	363,985,326	XXX	0
0200083. 5.75% CARVM	35,711,934	XXX	35,711,934	XXX	0
0200084. 6.00% CARVM	19,393,029	XXX	19,393,029	XXX	0
0200085. 6.25% CARVM	24,679,001	XXX	24,679,001	XXX	0
0200086. 6.50% CARVM	14,580,122	XXX	14,580,122	XXX	0
0200087. 6.75% CARVM	14,201,328	XXX	14,201,328	XXX	0
0200088. 7.00% CARVM	7,732,490	XXX	7,732,490	XXX	0
0200089. 7.25% CARVM	2,029,807	XXX	2,029,807	XXX	0
0200090. 7.50% CARVM	3,365,434	XXX	3,365,434	XXX	0
0200091. 8.00% CARVM	4,065,927	XXX	4,065,927	XXX	0
0200092. 8.25% CARVM	1,952,630	XXX	1,952,630	XXX	0
0200093. 8.50% CARVM	974,629	XXX	974,629	XXX	0
0200094. Group Defd @ AV	95,812,518	XXX	0	XXX	95,812,518
0200095. AG43 Reserve	2,118,350,240	XXX	2,118,350,240	XXX	0
0200096. Funds W/H, Var Ann GMDB Re	270,580	XXX	270,580	XXX	0
0200097. FIA @ AV	461,879	XXX	461,879	XXX	0
0299997. Totals (Gross)	5,686,882,992	XXX	5,497,505,934	XXX	189,377,058
0299998. Reinsurance ceded	2,974,860,634	XXX	2,974,860,634	XXX	0
0299999. Totals (Net)	2,712,022,358	XXX	2,522,645,300	XXX	189,377,058
Supplementary Contracts with Life Contingencies:					
0300001. 37 STD %	12,010	0	12,010	0	0
0300002. 71IAM 11.25%	122,419	0	122,419	0	0
0300003. 83 A 6.25%	15,248	0	15,248	0	0
0300004. 83 A 6.5%	13,254	0	13,254	0	0
0300005. 83 A 6.75%	142,768	0	142,768	0	0
0300006. 83 A 7%	2,320	0	2,320	0	0
0300007. 83 A 7.25%	70,310	0	70,310	0	0
0300008. 83 A 7.75%	16,473	0	16,473	0	0
0300009. 83 A 8%	42,280	0	42,280	0	0
0300010. 83 A 8.25%	51,141	0	51,141	0	0
0300011. 83 A 8.75%	32,257	0	32,257	0	0
0300012. 83 A 9.25%	38,162	0	38,162	0	0
0300013. 83 A 11%	44,516	0	44,516	0	0
0300014. A2000 4%	532,337	0	532,337	0	0
0300015. A2000 4.25%	440,771	0	440,771	0	0
0300016. A2000 4.5%	506,566	0	506,566	0	0
0300017. A2000 5%	188,790	0	188,790	0	0
0300018. A2000 5.25%	412,895	0	412,895	0	0
0300019. A2000 5.5%	235,626	0	235,626	0	0
0300020. A2000 6%	62,048	0	62,048	0	0
0300021. A2000 6.25%	18,442	0	18,442	0	0
0300022. A2000 6.75%	16,805	0	16,805	0	0
0300023. IAR2012 3%	13,524	0	13,524	0	0
0300024. IAR2012 3.25%	285,907	0	285,907	0	0
0300025. IAR2012 3.5%	322,089	0	322,089	0	0
0300026. IAR2012 3.75%	1,213,990	0	1,213,990	0	0
0300027. IAR2012 4%	261,078	0	261,078	0	0
0399997. Totals (Gross)	5,114,026	0	5,114,026	0	0
0399999. Totals (Net)	5,114,026	0	5,114,026	0	0
Accidental Death Benefits:					
0400001. Inter-Co. Double Indem. & 41CSO 2.5%	531	0	531	0	0
0400002. 59 ADB & 1958 CSO @ 2 1/2%	26,825	0	26,825	0	0
0400003. 59 ADB & 1980 CSO @ 2 1/2%	54,309	0	54,309	0	0
0499997. Totals (Gross)	81,665	0	81,665	0	0
0499999. Totals (Net)	81,665	0	81,665	0	0
Disability - Active Lives:					
0500001. 1952 Inter-Co. Ben. 4, Per. 2 & 1941 CSO 2 1/2%	233	0	233	0	0
0500002. 1952 Inter-Co. Ben. 5, Per. 2 & 1958 CSO 2 1/2%	11,244,445	0	11,244,445	0	0
0500003. 1952 Inter-Co. Ben. 5, Per. 2 & 1980 CSO 2 1/2%	16,675,138	0	16,675,138	0	0
0500004. 1952 Inter-Co. Disability Table 2 1/2%	193,053	0	193,053	0	0
0599997. Totals (Gross)	28,112,869	0	28,112,869	0	0
0599998. Reinsurance ceded	6,206,755	0	6,206,755	0	0
0599999. Totals (Net)	21,906,114	0	21,906,114	0	0
Disability - Disabled Lives:					
0600001. 1952 Inter-Co. Disability Table 2 1/2%	7,838,099	0	7,838,099	0	0
0600002. 52 DIS B5 80 CSO 2.5	1,762,408	0	1,762,408	0	0
0699997. Totals (Gross)	9,600,507	0	9,600,507	0	0
0699998. Reinsurance ceded	2,559,628	0	2,559,628	0	0
0699999. Totals (Net)	7,040,879	0	7,040,879	0	0
Miscellaneous Reserves:					
0700001. Voluntary Reserve	99,150,638	0	99,150,638	0	0

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0700002. UL Deficiency Reserve	142,658	0	142,658	0	0
0799997. Totals (Gross)	99,293,296	0	99,293,296	0	0
0799999. Totals (Net)	99,293,296	0	99,293,296	0	0
9999999. Totals (Net) - Page 3, Line 1	7,129,776,448	0	6,938,287,010	0	191,489,438

EXHIBIT 5 - INTERROGATORIES

1.1 Has the reporting entity ever issued both participating and non-participating contracts? Yes [X] No [ ]

1.2 If not, state which kind is issued

2.1 Does the reporting entity at present issue both participating and non-participating contracts? Yes [X] No [ ]

2.2 If not, state which kind is issued

3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? Yes [X] No [ ]
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4. Has the reporting entity any assessment or stipulated premium contracts in force? If so, state: Yes [ ] No [X]
   4.1 Amount of insurance: $..0
   4.2 Amount of reserve: $..0
   4.3 Basis of reserve:
   4.4 Basis of regular assessments:
   4.5 Basis of special assessments:
   4.6 Assessments collected during year: $..0

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

6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [ ] No [X]
   6.1 If so, state the amount of reserve on such contracts on the basis actually held: $..0
   6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: $..0
   Attach statement of methods employed in their valuation.

7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? Yes [ ] No [X]
   7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements: $..0
   7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:
   7.3 State the amount of reserves established for this business: $..0
   7.4 Identify where the reserves are reported in the blank.

8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December of the current year? Yes [ ] No [X]
   8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: $..0
   8.2 State the amount of reserves established for this business: $..0
   8.3 Identify where the reserves are reported in the blank:

9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [X] No [ ]
   9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: $......................115,542,723
   9.2 State the amount of reserves established for this business: $........................84,711,303
   9.3 Identify where the reserves are reported in the blank:
   Exhibit 5

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

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

NONE

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non-Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	2,136,795	0	0	0	1,984,860	151,935	0	0	0
2. Additional contract reserves (a)	32,818,097	0	0	0	29,231,540	3,586,557	0	0	0
3. Additional actuarial reserves - Asset/Liability analysis	0	0	0	0	0	0	0	0	0
4. Reserve for future contingent benefits	0	0	0	0	0	0	0	0	0
5. Reserve for rate credits	0	0	0	0	0	0	0	0	0
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	34,954,892	0	0	0	31,216,400	3,738,492	0	0	0
8. Reinsurance ceded	16,412,172	0	0	0	14,649,130	1,763,042	0	0	0
9. Totals (Net)	18,542,720	0	0	0	16,567,270	1,975,450	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	41,944,091	0	0	0	39,276,711	2,667,380	0	0	0
11. Additional actuarial reserves - Asset/Liability analysis	0	0	0	0	0	0	0	0	0
12. Reserve for future contingent benefits	0	0	0	0	0	0	0	0	0
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	41,944,091	0	0	0	39,276,711	2,667,380	0	0	0
15. Reinsurance ceded	31,654,036	0	0	0	29,787,546	1,866,490	0	0	0
16. Totals (Net)	10,290,055	0	0	0	9,489,165	800,890	0	0	0
17. TOTALS (Net)	28,832,775	0	0	0	26,056,435	2,776,340	0	0	0
18. TABULAR FUND INTEREST	1,253,781	0	0	0	1,120,779	133,002	0	0	0

DETAILS OF WRITE-INS

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

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

EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS

	1 Total	2 Guaranteed Interest Contracts	3 Annuities Certain	4 Supplemental Contracts	5 Dividend Accumulations or Refunds	6 Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	686,573,557	552,571,201	80,760,271	12,614,955	36,109,760	4,517,370
2. Deposits received during the year	122,021,737	81,400,000	34,094,376	6,018,064	509,297	0
3. Investment earnings credited to the account	15,412,489	11,217,129	2,604,021	592,094	999,245	0
4. Other net change in reserves	8,547,786	0	9,158,136	0	0	(610,350)
5. Fees and other charges assessed	0	0	0	0	0	0
6. Surrender charges	0	0	0	0	0	0
7. Net surrender or withdrawal payments	131,929,131	104,034,257	18,304,132	6,237,978	3,352,764	0
8. Other net transfers to or (from) Separate Accounts	(35,086)	0	(35,086)	0	0	0
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8)	700,661,524	541,154,073	108,347,758	12,987,135	34,265,538	3,907,020
10. Reinsurance balance at the beginning of the year	0	0	0	0	0	0
11. Net change in reinsurance assumed	0	0	0	0	0	0
12. Net change in reinsurance ceded	0	0	0	0	0	0
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12)	0	0	0	0	0	0
14. Net balance at the end of the current year after reinsurance (Lines 9 + 13)	700,661,524	541,154,073	108,347,758	12,987,135	34,265,538	3,907,020

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct	0	0	0	0	0	0	0	0	0	0	0
1.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
1.3 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0
1.4 Net	0	0	0	0	0	0	0	0	0	0	0
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct	837,633	0	837,633	0	0	0	0	0	0	0	0
2.12 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
2.13 Reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0
2.14 Net	837,633	0	(b) 837,633	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other:											
2.21 Direct	8,208,929	0	6,855,957	713,436	0	0	15,000	2,000	0	0	622,535
2.22 Reinsurance assumed	10,978,436	0	10,975,493	2,943	0	0	0	0	0	0	0
2.23 Reinsurance ceded	5,921,272	0	5,474,646	0	0	0	0	0	0	0	446,626
2.24 Net	13,266,093	0	(b) 12,356,804	(b) 716,380	0	(b) 0	(b) 15,000	2,000	(b) 0	(b) 0	(b) 175,909
3. Incurred but unreported:											
3.1 Direct	1,165,889	0	1,142,833	0	0	0	0	0	0	0	23,057
3.2 Reinsurance assumed	2,754,197	0	2,754,197	0	0	0	0	0	0	0	0
3.3 Reinsurance ceded	17,057	0	0	0	0	0	0	0	0	0	17,057
3.4 Net	3,903,029	0	(b) 3,897,030	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	(b) 6,000
4. Totals:											
4.1 Direct	10,212,451	0	8,836,423	713,436	0	0	15,000	2,000	0	0	645,592
4.2 Reinsurance assumed	13,732,633	0	13,729,690	2,943	0	0	0	0	0	0	0
4.3 Reinsurance ceded	5,938,329	0	5,474,646	0	0	0	0	0	0	0	463,683
4.4 Net	18,006,756	(a) 0	(a) 17,091,467	716,380	0	0	(a) 15,000	2,000	0	0	181,909

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

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance $..........0, Individual Annuities $...........0, Credit Life (Group and Individual) $..........0, and Group Life $..........0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health $..........0, Credit (Group and Individual) Accident and Health $..........0 and Other Accident and Health $..........0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct	844,630,220	0	58,421,547	764,516,331	529,445	0	459,954	14,972,314	0	0	5,730,629
1.2 Reinsurance assumed	87,264,092	0	87,226,518	37,574	0	0	0	0	0	0	0
1.3 Reinsurance ceded	107,710,552	0	45,021,418	58,629,633	0	0	0	0	0	0	4,059,501
1.4 Net	(d) 824,183,760	0	100,626,647	705,924,272	529,445	0	459,954	14,972,314	0	0	1,671,128
2. Liability December 31, current year from Part 1:											
2.1 Direct	10,212,451	0	8,836,423	713,436	0	0	15,000	2,000	0	0	645,592
2.2 Reinsurance assumed	13,732,633	0	13,729,690	2,943	0	0	0	0	0	0	0
2.3 Reinsurance ceded	5,938,329	0	5,474,646	0	0	0	0	0	0	0	463,683
2.4 Net	18,006,756	0	17,091,467	716,380	0	0	15,000	2,000	0	0	181,909
3. Amounts recoverable from reinsurers Dec. 31, current year	21,649,927	0	6,416,555	14,334,507	0	0	0	0	0	0	898,866
4. Liability December 31, prior year:											
4.1 Direct	6,325,297	0	4,822,918	835,192	0	0	15,000	4,000	0	0	648,187
4.2 Reinsurance assumed	10,313,244	0	10,311,535	1,709	0	0	0	0	0	0	0
4.3 Reinsurance ceded	2,962,833	0	2,516,520	0	0	0	0	0	0	0	446,313
4.4 Net	13,675,708	0	12,617,933	836,901	0	0	15,000	4,000	0	0	201,874
5. Amounts recoverable from reinsurers Dec. 31, prior year	10,258,693	0	125,000	9,498,231	0	0	0	0	0	0	635,462
6. Incurred benefits:											
6.1 Direct	848,517,374	0	62,435,053	764,394,576	529,445	0	459,954	14,970,314	0	0	5,728,033
6.2 Reinsurance assumed	90,683,482	0	90,644,673	38,808	0	0	0	0	0	0	0
6.3 Reinsurance ceded	122,077,282	0	54,271,099	63,465,909	0	0	0	0	0	0	4,340,274
6.4 Net	817,123,574	0	98,808,627	700,967,475	529,445	0	459,954	14,970,314	0	0	1,387,760

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

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to $.....406,074 in Line 1.1, $.....406,074 in Line 1.4, $.....406,074 in Line 6.1 and $.....406,074 in Line 6.4.

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

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

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks	0	0	0
2.2 Common stocks	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens	0	0	0
3.2 Other than first liens	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company	0	0	0
4.2 Properties held for the production of income	0	0	0
4.3 Properties held for sale	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)	0	0	0
6. Contract loans	78,945	400,803	321,858
7. Derivatives (Schedule DB)	0	0	0
8. Other invested assets (Schedule BA)	0	0	0
9. Receivables for securities	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL)	0	0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	78,945	400,803	321,858
13. Title plants (for Title insurers only)	0	0	0
14. Investment income due and accrued	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	0	0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	125,000	0	(125,000)
16.2 Funds held by or deposited with reinsured companies	0	0	0
16.3 Other amounts receivable under reinsurance contracts	0	0	0
17. Amounts receivable relating to uninsured plans	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	0	0	0
18.2 Net deferred tax asset	69,497,934	45,361,147	(24,136,787)
19. Guaranty funds receivable or on deposit	0	0	0
20. Electronic data processing equipment and software	0	0	0
21. Furniture and equipment, including health care delivery assets	7,164,490	11,049,553	3,885,063
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	0	0
24. Health care and other amounts receivable	22,443,391	23,003,249	559,858
25. Aggregate write-ins for other-than-invested assets	175,084	2,854,195	2,679,111
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	99,484,845	82,668,947	(16,815,898)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
28. TOTALS (Lines 26 and 27)	99,484,845	82,668,947	(16,815,898)

DETAILS OF WRITE-INS

1101.	0	0	0
1102.	0	0	0
1103.	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501. Prepaid expenses	105,000	2,774,970	2,669,970
2502. Surplus note issuance cost	70,084	79,225	9,141
2503.	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	175,084	2,854,195	2,679,111

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

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

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

	SSAP #	F/S Page	F/S Line #	2018	2017
NET INCOME					
(1) Ohio National Life Insurance Company state basis (Page 4, Line 35, Columns 1 & 2)	XXX	XXX	XXX	$ (55,420,091)	$ 71,014,573
(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	$ (55,420,091)	$ 71,014,573
SURPLUS					
(5) Ohio National Life Insurance Company state basis (Page 3, Line 38, Columns 1 & 2)	XXX	XXX	XXX	$ 1,019,073,090	$ 1,101,550,106
(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	$ 1,019,073,090	$ 1,101,550,106

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.

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

(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 except where investments in stocks of wholly owned insurance subsidiaries and affiliates are carried on the equity basis, in accordance with SSAP No. 97.

(4) 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 reports the insurance subsidiaries at statutory equity. The non-insurance companies are reported at audited GAAP equity adjusted for statutory invested asset valuation rules.

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

(9) Accounting Policies for Derivatives
Derivative instruments and foreign currency holdings are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income.

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

(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 or the 1964 Commissioner's Disability Table with various interest 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, 2018 financial statements reflect a prior period adjustment relating to the recording of swap interest income. As of December 31, 2017, net investment income was overstated by $1,982,205. As a result, surplus was overstated by $1,565,942. The events contributing to the adjustment impact surplus as follows:

Net Investment Income (P4, L3, C1)	$	(1,982,205)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)		416,263
Decrease in surplus (P4, L53, C1)	$	(1,565,942)

The Company's December 31, 2018 financial statements reflect a prior period adjustment relating to the recording of net investment income. As of December 31, 2017, net investment income was understated by $2,236,200. As a result, surplus was understated by $1,766,598. The events contributing to the adjustment impact surplus as follows:

Net Investment Income (P4, L3, C1)	$	2,236,200
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)		(469,602)
Increase in surplus (P4, L53, C1)	$	1,766,598

The Company's December 31, 2018 financial statements reflect a prior period adjustment relating to the recording of assumed BOLI reserves. As of December 31, 2017, reserves were understated by $1,600,000. As a result, surplus was overstated by $1,264,000. The events contributing to the adjustment impact surplus as follows:

Increase in aggregate reserves for life and accident and health contracts (P4, L19, C1)	$	(1,600,000)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C1)		336,000
Decrease in surplus (P4, L53, C1)	$	(1,264,000)

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 utilization 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, C2)	$	1,497,062
Increase in surplus (P4, L53, C1)	$	1,497,062

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

Premiums and annuity considerations for life and accident and health contracts (P4, L32, C2)	$	229,543
Commissions and Expense allowance reinsurance assumed (P4, L 22, C2)		(14,806)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C2)		(75,158)
Increase in surplus (P4, L53, C2)	$	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 understated by $1,074,479. As a result, surplus was overstated by $698,411. The events contributing to the adjustment impact surplus as follows:

General insurance expenses (P4,L23,C2)	$	(1,074,479)
Federal and foreign income taxes incurred (excluding taxes on capital gains) (P4, L32, C2)		376,068
Decrease in surplus (P4, L53, C2)	$	(698,411)

NOTES TO FINANCIAL STATEMENTS

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 $911,117. The events contributing to the adjustment impact surplus as follows:

Change in asset valuation reserve (P4,L44,C2)	$ (911,117)
Prior period adjustment surplus (P4, L53, C2)	$ 911,117

Note 3 – Business Combinations and Goodwill
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 3.81% to 5.25%

(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:

	Farm	Residential Insured	Residential All Other	Commercial Insured	Commercial All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	$ 0	$ 0	$ 0	$ 0	$ 857,683,874	$ 0	$ 857,683,874
(b) 30-59 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 2,146,291	$ 0	$ 2,146,291
(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
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	$ 0	$ 0	$ 0	$ 0	$ 802,382,872	$ 0	$ 802,382,872
(b) 30-59 Days Past Due	$ 0	$ 0	$ 0	$ 0	$ 2,419,150	$ 0	$ 2,419,150
(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

	Farm	Residential Insured	Residential All Other	Commercial Insured	Commercial All Other	Mezzanine	Total
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	$ 46,934	$ 0	$ 46,934

(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) Securities with Recognized Other-Than-Temporary Impairment - NONE

(3) Recognized OTTI securities

1 CUSIP	2 Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	3 Present Value of Projected Cash Flows	4 Recognized Other-Than-Temporary Impairment	5 Amortized Cost After Other-Than-Temporary Impairment	6 Fair Value at Time of OTTI	7 Date of Financial Statement Where Reported
22540V ZZ 8	$ 2,103,972	$ 1,941,176	$ 162,796	$ 1,941,176	$ 1,962,301	12/31/2018
00934@ AA 7	$ 750,000	$ 200,243	$ 549,757	$ 200,243	$ 200,243	12/31/2018
694308 HG 5	$ 1,998,886	$ 1,470,000	$ 528,886	$ 1,470,000	$ 1,470,000	12/31/2018
694308 GJ 0	$ 1,084,951	$ 948,000	$ 136,951	$ 948,000	$ 948,000	12/31/2018
694308 HL 4	$ 621,363	$ 596,000	$ 25,363	$ 596,000	$ 596,000	12/31/2018
22540V MK 5	$ 465,080	$ 398,097	$ 66,983	$ 398,097	$ 396,516	09/30/2018
12669G C8 2	$ 1,030,227	$ 948,629	$ 81,597	$ 949,629	$ 993,790	06/30/2018
Total			$ 1,552,333			

(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	$ 4,706,498
	2. 12 Months or Longer	$ 15,914,678
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	$ 440,881,159
	2. 12 Months or Longer	$ 521,117,116

(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 Liabilities
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	$ 230,304,912
(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	230,304,912
(g) Securities Received	0
(h) Total Collateral Received	$ 230,304,912
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	$ 230,304,912

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 reinvested 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	$ 230,313,501	$ 230,304,912
(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	230,313,501	230,304,912
(l) Securities Received	0	0
(m) Total Collateral Reinvested	$ 230,313,501	$ 230,304,912
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

(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.

(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

(1) Recognized Impairment Loss
NONE

(2) Sold or Classified Real Estate Investments as Held for Sale
NONE

(3) Changes to a Plan of Sale for an Investment in Real Estate
NONE

(4) Retail Land Sales Operations
NONE

(5) Real Estate Investments with Participating Mortgage Loan Features
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	230,313,501	0	0	0	230,313,501	532,954	229,780,547	0	230,313,501	0.8%	0.8%
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	36,552,300	0	0	0	36,552,300	36,552,300	0	0	36,552,300	0.1%	0.1%
j. On deposit with states	8,707,923	0	0	0	8,707,923	9,061,875	(353,952)	0	8,707,923	0.0%	0.0%
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)	401,075,444	0	0	0	401,075,444	387,415,139	13,660,305	0	401,075,444	1.4%	1.4%
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	46,934	(46,934)	0	0	0.0%	0.0%
o. Total Restricted Assets	$ 676,649,168	$ 0	$ 0	$ 0	$ 676,649,168	$ 433,609,202	$ 243,039,966	$ 0	$ 676,649,168	2.3%	2.3%

(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

NOTES TO FINANCIAL STATEMENTS

(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)

	Gross (Admitted & Nonadmitted) Restricted							8	Percentage	
	Current Year					6	7		9	10
Description of Assets	1 Total General Account (G/A)	2 G/A Supporting S/A Activity (a)	3 Total Separate Account (S/A) Restricted Assets	4 S/A Assets Supporting G/A Activity (b)	5 Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Mortgage Participation	$ 0	$ 0	$ 0	$ 0	$ 0	$ 46,934	$ (46,934)	$ 0	0.0%	0.0%
Total (c)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 46,934	$ (46,934)	$ 0	0.0%	0.0%

(a) Subset of column 1
(b) Subset of column 3
(c) Total Line for Columns 1 through 7 should equal 5L(1)n Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5L(1)n Columns 9 through 11 respectively.

(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	401,075,444	399,898,836	3.9%	3.9%
c. Schedule D, Part 2, Sec. 1	0	0	0.0%	0.0%
d. Schedule D, Part 2, Sec. 2	36,552,300	36,552,300	0.4%	0.4%
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	230,313,501	230,304,912	2.2%	2.3%
i. Other	8,707,923	9,347,353	0.1%	0.1%
j. Total Collateral Assets (a+b+c+d+e+f+g+i)	$ 676,649,168	$ 676,103,401	6.6%	6.6%

*. 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. 5GI Securities

	Number of 5GI Securities		Aggregate BACV		Aggregate Fair Value	
Investment	Current Year	Prior Year	Current Year	Prior Year	Current Year	Prior Year
(1) Bonds – AC	1	0	$ 1,000,000	$ 0	$ 1,000,000	$ 0
(2) LB & SS – AC	0	0	0	0	0	0
(3) Preferred Stock – AC	0	0	0	0	0	0
(4) Preferred Stock – FV	0	0	0	0	0	0
(5) Total (1+2+3+4)	1	0	$ 1,000,000	$ 0	$ 1,000,000	$ 0

AC – Amortized Cost FV – Fair Value

Q. Short Sales - NONE

R. Prepayment Penalty and Acceleration Fees

	General Account	Separate Account
(1) Number of CUSIPs	31	0
(2) Aggregate Amount of Investment Income	$ 4,034,490	$ 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:
Bonds - where collection of interest is uncertain, are placed on non-accrual status.

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

B. The total amount excluded:
$696,958

Note 8 – Derivative Instruments

A. Market Risk, Credit Risk and Cash Requirements
As of December 31, 2018, the Company holds over-the-counter equity put options in order to hedge the exposure on its variable annuity riders. Generally speaking, the options increase in value if the underlying equity index goes down. Conversely, if the underlying equity index goes up, the options decrease in value, but cannot fall by more than the purchase price. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The put options have been entered into with counterparties that have a credit rating of A-/A3 or higher. The only cash requirement of these options is the initial purchase price.

As of December 31, 2018, the Company holds a position in exchange-traded futures on various equity indices and currencies to hedge the downside market risk of the guarantees in its variable annuity contracts. These futures increase in value when the markets go down and decrease in value when the markets go up. Margin for the change in value is calculated every day and must be posted if there is a deficit and credited if there is a surplus. Additionally, initial margin is posted by participants on each side of a futures trade. Together, these collateral support mechanisms minimize the credit risk of futures. There is no premium charge to enter into a future, but cash or Treasury Securities must be posted for initial margin and cash exchanged each subsequent day for changes in value, as noted above.

As of December 31, 2018, the Company holds over-the-counter options on interest rate swaps in order to provide a macro hedge against falling interest rates. Generally speaking, the options increase in value if the underlying swap rate goes down. If the underlying swap rate goes up, the options decrease in value, but cannot fall by more than the purchase price. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The options have been entered into with counterparties that have a credit rating of A-/A3 or higher. The only cash requirement of these options is the initial purchase price.

As of December 31, 2018, the Company holds a position in a cross currency swap converting Euro currency flows to U.S. Dollar flows on a Euro-denominated bond.

As of December 31, 2018, the Company holds over-the-counter equity call options in order to hedge the exposure of its Fixed Index Annuity product. The Company has managed its counterparty credit exposure by diversifying the exposure among several counterparties and fully collateralizing the trades, as specified in its ISDA agreements. The call options have been entered into with counterparties that have a credit rating of A-/A3 or higher.

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

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

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

C. Accounting Policies for Recognition and Measurement
Futures, foreign currency holdings, options, and swaps are accounted for at fair value with the changes in fair value recorded as unrealized gains or unrealized losses. Upon termination of a derivative or foreign currency holding, the gain or loss shall be recognized in income.

D. Identification of Whether Derivative Contacts with Financing Premiums
During 2018, the Company recognized $21,145,211 in futures losses in the statement of operations of which $21,151,064 is Funds Withheld for the benefit of Sycamore Re (an affiliate), netting to gain of $5,854 which represented as part of the Summary of Operations line 34. During 2017, the Company recognized $241,791,454 in losses in the statement of operations of which $226,583,015 is Funds Withheld for the benefit of Sycamore Re (an affiliate), netting to $15,208,439 which represented as part of the Summary of Operations line 34.

In 2018, the realized loss from maturing put options was $8,919,606 in the statement of operations of which $6,397,289 is Funds Withheld for the benefit of Sycamore Re (an affiliate) netting to $2,522,317 which is represented as part of the Summary of Operations Line 34. In 2017, the realized loss from maturing put options was $22,971,220 in the statement of operations of which $19,384,544 is Funds Withheld for the benefit of Sycamore Re (an affiliate) netting to $3,586,675 which is represented as part of the Summary of Operations Line 34.

As of December 31, 2018, the Company holds 4 lookback put options with deferred premiums due at expiration in 2019.

E. Net Gain or Loss Recognized
NONE

F. Net Gain or Loss Recognized from Derivatives that no Longer Qualify for Hedge Accounting
NONE

G. Derivatives Accounted for as Cash Flow Hedges - NONE

H. Total Premium Costs for Contracts

(1)	Fiscal Year	Derivative Premium Payments Due
a.	2019	$ 115,755,029
b.	2020	0
c.	2021	0
d.	2022	0
e.	Thereafter	0
f.	Total Future Settled Premiums	$ 115,755,029

(2)		Undiscounted Future Premium Commitments	Derivative Fair Value with Premium Commitments (Reported on DB)	Derivative Fair Value Excluding Impact of Future Settled Premiums
a.	Prior Year	$ 2,492,487	$ 1,636,020	$ 856,467
b.	Current Year	$ 115,755,029	$ 57,533,549	$ 170,922,160

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

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

	2018			2017			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	$ 252,086,716	$ 6,275,207	$ 258,361,923	$ 233,660,538	$ 3,485,346	$ 237,145,884	$ 18,426,178	$ 2,789,861	$ 21,216,039
b. Statutory valuation allowance adjustment	0	0	0	0	0	0	0	0	0
c. Adjusted gross deferred tax assets (1a-1b)	$ 252,086,716	$ 6,275,207	$ 258,361,923	$ 233,660,538	$ 3,485,346	$ 237,145,884	$ 18,426,178	$2,789,861	$ 21,216,039
d. Deferred tax assets nonadmitted	63,375,255	6,122,679	69,497,934	45,361,147	0	45,361,147	18,014,108	6,122,679	24,136,787
e. Subtotal net admitted deferred tax asset (1c-1d)	$ 188,711,461	$ 152,528	$ 188,863,989	$ 188,299,391	$ 3,485,346	$ 191,784,737	$ 412,070	$ (3,332,818)	$ (2,920,748)
f. Deferred tax liabilities	56,235,399	152,528	56,387,927	61,401,572	770,805	62,172,377	(5,166,173)	(618,277)	(5,784,450)
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	$ 132,476,062	$ 0	$132,476,062	$ 126,897,819	$ 2,714,541	$ 129,612,360	$ 5,578,243	$ (2,714,541)	$ 2,863,702

2. Admission Calculation Components SSAP No. 101

	2018			2017			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	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below:	132,476,062	0	132,476,062	126,127,014	3,485,346	129,612,360	6,349,048	(3,485,346)	2,863,702
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	133,938,946	0	133,938,946	126,127,014	3,485,346	129,612,360	7,811,932	(3,485,346)	4,326,586
Adjusted gross deferred tax assets allowed per limitation threshold	0	0	132,476,062	0	0	145,763,681	0	0	(13,287,619)
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	56,235,399	152,528	56,387,927	62,172,377	0	62,172,377	(5,936,978)	152,528	(5,784,450)
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c)	$188,711,461	$ 152,528	$188,863,989	$188,299,391	$ 3,485,346	$191,784,737	$ 412,070	$ (3,332,818)	$ (2,920,748)

3. Other Admissibility Criteria

		2018	2017
a.	Ratio percentage used to determine recovery period and threshold limitation amount	815.1%	977.3%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	$ 969,647,970	$ 1,052,456,709

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.

	2018		2017		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)	$ 252,086,716	$ 6,275,207	$ 233,660,538	$ 3,485,346	$ 18,426,178	$ 2,789,861
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)	$ 188,711,461	$ 152,528	$ 188,299,391	$ 3,485,346	$ 412,070	$ (3,332,818)
4 Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0.0%	0.0%	0.0%	2.0%	0.0%	(2.0)%

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

NOTES TO FINANCIAL STATEMENTS

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 2018	2 2017	3 (Col 1-2) Change
a. Federal	$ (9,703,714)	$ (22,489,066)	$ 12,785,352
b. Foreign	0	0	0
c. Subtotal	(9,703,714)	(22,489,066)	12,785,352
d. Federal income tax on net capital gains	910,026	901,531	8,495
e. Utilization of capital loss carry-forwards	0	0	0
f. Other	0	0	0
g. Federal and Foreign income taxes incurred	$ (8,793,688)	$ (21,587,535)	$ 12,793,847

2. Deferred Tax Assets

	1 2018	2 2017	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	$ 0	$ 0	$ 0
2. Unearned premium reserve	0	0	0
3. Policyholder reserves	82,864,891	95,745,784	(12,880,893)
4. Investments	0	4,856,322	(4,856,322)
5. Deferred acquisition costs	58,979,668	50,636,672	8,342,996
6. Policyholder dividends accrual	23,561,165	20,428,288	3,132,877
7. Fixed assets	1,504,543	2,320,406	(815,863)
8. Compensation and benefits accrual	13,881,015	15,157,764	(1,276,749)
9. Pension accrual	0	0	0
10. Receivables - nonadmitted	4,713,112	4,830,682	(117,570)
11. Net operating loss carry-forward	11,382,303	0	11,382,303
12. Tax credit carry-forward	39,145,554	37,593,401	1,552,153
13. Other (items <=5% and >5% of total ordinary tax assets)	16,054,465	2,091,219	13,963,246
Other (items listed individually >5%of total ordinary tax assets)			
Non-admitted assets	79,596	683,550	(603,954)
Section 807(f) adjustments	13,418,659	0	13,418,659
99. Subtotal	252,086,716	233,660,538	18,426,178
b. Statutory valuation allowance adjustment	0	0	0
c. Nonadmitted	63,375,255	45,361,147	18,014,108
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	188,711,461	188,299,391	412,070
e. Capital:			
1. Investments	6,275,207	3,485,346	2,789,861
2. Net capital loss carry-forward	0	0	0
3. Real estate	0	0	0
4. Other (items <=5% and >5% of total capital tax assets)	0	0	0
Other (items listed individually >5% of total capital tax assets)			
99. Subtotal	6,275,207	3,485,346	2,789,861
f. Statutory valuation allowance adjustment	0	0	0
g. Nonadmitted	6,122,679	0	6,122,679
h. Admitted capital deferred tax assets (2e99-2f-2g)	152,528	3,485,346	(3,332,818)
i. Admitted deferred tax assets (2d+2h)	$ 188,863,989	$ 191,784,737	$ (2,920,748)

NOTES TO FINANCIAL STATEMENTS

3. Deferred Tax Liabilities

	1 2018	2 2017	3 (Col 1-2) Change
a. Ordinary:			
1. Investments	$ 3,164,498	$ 0	$ 3,164,498
2. Fixed assets	371,939	387,300	(15,361)
3. Deferred and uncollected premium	17,880,689	15,415,684	2,465,005
4. Policyholder reserves	0	0	0
5. Other (items <=5% and >5% of total ordinary tax liabilities)	34,818,273	45,598,588	(10,780,315)
Other (items listed individually >5% of total ordinary tax liabilities)			
Section 807(f) adjustments	13,024,112	17,277,114	(4,253,002)
Section 481(a) adjustment	876,186	1,314,279	(438,093)
Policyholder reserves - tax reform transition	20,900,523	26,989,743	(6,089,220)
99. Subtotal	56,235,399	61,401,572	(5,166,173)
b. Capital:			
1. Investments	152,528	770,805	(618,277)
2. Real estate	0	0	0
3. Other (Items <=5% and >5% of total capital tax liabilities)	0	0	0
Other (items listed individually >5% of total capital tax liabilities)			
			0
99. Subtotal	152,528	770,805	(618,277)
c. Deferred tax liabilities (3a99+3b99)	$ 56,387,927	$ 62,172,377	$ (5,784,450)

4. Net Deferred Tax Assets (2i – 3c)

	2018	2017	Change
Net Deferred Tax Assets (2i – 3c)	$ 132,476,062	$ 129,612,360	$ 2,863,702

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 $91,586,739 and $16,151,321, respectively, with a corresponding net adjustment to capital and surplus of $16,151,321 for the year ended December 31, 2017. These adjustments include DTAs on unrealized gains and losses.

D. 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	$ (13,282,850)	21.0%
Proration of tax exempt investment income	207,932	(0.3)%
Amortization of interest maintenance reserve	(1,121,315)	1.8%
Small company deduction	0	0%
Tax exempt income deduction	(693,108)	1.1%
Dividends received deduction	(11,297,772)	17.9%
Corporate owned life insurance	(23,416)	0%
Disallowed travel and entertainment	38,519	(0.1)%
Lobbying expenses disallowed	40,093	(0.1)%
Other permanent differences*	(12,390,808)	19.6%
Temporary Differences:		
Total ordinary DTAs	0	0%
Total ordinary DTLs	0	0%
Total capital DTAs	0	0%
Total capital DTLs	0	0%
Other:		
Statutory valuation allowance adjustment	0	0%
AMT credit	0	0%
Accrual adjustment – prior year	0	0%
Other	0	0%
Totals	(38,522,725)	60.9%
Federal and foreign income taxes incurred	(9,703,714)	0%
Realized capital gains (losses) tax	910,026	0%
Change in net deferred income taxes	(29,729,037)	0%
Total statutory income taxes	$ (38,522,725)	0%

*

Change in equity of subsidiaries	$ (6,704,040)	10.6%
Change in non-admitted DTA	$ 6,760,479	(10.7)%
Tax Credits	$ (10,687,454)	16.9%
Cost allocation under IRC 482	$ (3,922,995)	6.2%
Tax contingencies	$ 118,273	(.2)%
Voluntary reserve	$ 1,495,846	(2.4)%
Other	$ 549,083	(.9)%

NOTES TO FINANCIAL STATEMENTS

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	$4,262,809	December 31, 2013	December 31, 2023
Foreign tax credit carryforward	$4,131,768	December 31, 2014	December 31, 2024
Foreign tax credit carryforward	$5,465,382	December 31, 2015	December 31, 2025
Foreign tax credit carryforward	$5,217,327	December 31, 2016	December 31, 2026
Foreign tax credit carryforward	$940,529	December 31, 2017	December 31, 2027
Foreign tax credit carryforward	$5,828,951	December 31, 2018	December 31, 2028
General Business tax credit carryforward	$1,926,906	December 31, 2012	December 31, 2032
General Business tax credit carryforward	$2,540,110	December 31, 2013	December 31, 2033
General Business tax credit carryforward	$2,743,924	December 31, 2014	December 31, 2034
General Business tax credit carryforward	$3,043,924	December 31, 2015	December 31, 2035
General Business tax credit carryforward	$3,043,924	December 31, 2016	December 31, 2036
Total Credits in DTA	$39,145,554		
Alternative Minimum Tax Credit Carryforward*	$447,695	December 31, 2010	
Alternative Minimum Tax Credit Carryforward*	$6,645,433	December 31, 2012	
Alternative Minimum Tax Credit Carryforward*	$7,060,427	December 31, 2013	
Alternative Minimum Tax Credit Carryforward*	$1,180,259	December 31, 2014	
Total Credits held in current federal tax receivable	$15,333,814		

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.

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
   Ohio National Life Assurance Corporation
   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.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA - Not applicable

I. Alternative Minimum Tax (AMT Credit)
Was the AMT Credit recognized as a current year recoverable or Deferred Tax Asset (DTA)? Recoverable
Gross AMT Credit Recognized as:

1a	Current year recoverable	$15,333,814
1b	Deferred tax asset (DTA)	$ 0
2	Beginning Balance of AMT Credit Carryforward	$14,275,781
3	Amounts Recovered	$ 0
4	Adjustments	$(1,058,033)
5	Ending Balance of AMT Credit Carryforward (5=2-3-4)	$15,333,814
6	Reduction for Sequestration	$ 0
7	Nonadmltted by Reporting Entity	$ 0
8	Reporting Entity Ending Balance (8=5-6-7)	$15,333,814

NOTES TO FINANCIAL STATEMENTS

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

A. Nature of the Relationship Involved

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

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

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

B. Transactions

In 2018, the Company made a capital contribution of $5,000,000 to its wholly owned subsidiary, Camargo Re Captive, Inc. In 2018, the Company made a capital contribution of $250,000 to its wholly owned subsidiary,Sunrise Captive Re, LLC. In 2018, the Company made a captial contribution to its wholly owned subsidiary, Ohio National Equities, Inc. of $1,100,000.

The Company's investment income reflects dividends from its wholly owned subsidiaries for the years ended December 31, 2018 and 2017 as follows:

	2018	2017
Ohio National Life Assurance Corporation	$ 27,000,000	$ 27,000,000
Ohio National Investments, Inc.	4,000,000	7,200,000
O.N. Equity Sales Company	924,000	924,000
Dividends from subsidiaries	$ 31,924,000	$ 35,124,000

Dividends to the Company's parent, ONFS, were $60,000,000 and $70,000,000 for the years ended December 31, 2018 and 2017, respectively.

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

For the years ended December 31, 2018 and December 31, 2017, the Company reported a "Receivable from parents, subsidiaries and affiliates" of $17,143,668 and $29,905,285 and a "Payable to parents, subsidiaries and affiliates" of $146,625,281 and $160,766,002, respectively. Inter-company balances are settled in cash, generally within thirty days of the respective reporting date.

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

E. Guarantees or Undertakings

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

F. Material Management or Service Contracts and Cost-Sharing Arrangements

The Company has an agreement to provide personnel, EDP equipment, and supplies to ONLA. This agreement was approved by the Ohio Department of Insurance. Generally, the apportionment shall be based upon specifically identifying the expense to the incurring entity. Where this is not feasible, apportionment shall be based upon pertinent factors or ratios. The terms call for a cash settlement at least quarterly. The Company had a payable of $6,999,212 and $272,351 to ONLA as of December 31, 2018 and 2017, respectively. Charges for all services totaled $59,927,460 and $50,434,285 for the years ended 2018 and 2017, respectively.

ONFS provides services for executive management and EDP equipment placed in service after December 31, 2000, to the Company. For the years ended 2018 and 2017, the Company recorded expenses of $21,968,215 and $17,067,755, respectively for these services.

The Company paid $5,406,337 and $5,433,869 for rent and operating expenses on the home office to ONFS for the years ended 2018 and 2017, 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 ONLIC shall maintain a cash pooling agreement. It is ONLIC's duty to maintain sufficient funds to meet the reasonable needs of each party on demand. ONLIC must account for the balances of each party daily. Such funds are deemed to be held in escrow by ONLIC for the other parties (e.g. ONLA). Settlement is made daily for each party's needs from or to the concentration account. It is ONLIC's duty to invest excess funds in an interest bearing account and/or short term highly liquid investments. ONLIC will credit interest monthly at the average interest earned for positive cash balances during the period or charge interest on any negative balances. 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, 2018, ONLIC held the following balances for the participating entities in Page 3 Line 24.04 payable to parent, subsidiaries and affiliates in the general account as of the quarterly statement:

	2018	2017
Ohio National Life Assurance Corporation	$ 30,067,214	$ 11,196,942
Ohio National Financial Services	19,294,344	18,421,176
Sycamore Re, Ltd	41,270,067	86,270,742
Ohio National Investments, Inc.	7,383,750	7,418,961
Montgomery Re, Inc.	5,683,673	4,452,673
Ohio National Mutual Holdings, Inc.	747,303	564,435
ONFlight Inc.	568,942	503,597
ON Global Holdings, LLC	254	554
Kenwood Re, Inc.	8,125,793	7,017,572
OnTech, LLC	6,138,937	1,491,072
Financial Way Realty, Inc	552,023	542,157
ON Foreign Holdings, LLC	(18,837)	0
Camargo Re Captive, Inc.	10,464,776	3,601,220
Fiduciary Capital Management, Inc.	1,436,032	1,646,244
Total	$ 131,714,271	$ 143,127,345

NOTES TO FINANCIAL STATEMENTS

G. Nature of the Control Relationship

All outstanding shares of the Company are owned by the parent company, ONFS, an intermediate holding company whose shares of stock are owned entirely by ONMH, a mutual insurance holding company domiciled in the State of Ohio.

H. Amount Deducted from the Value of Upstream Intermediate Entity or Ultimate Parent Owned

The Company has no investments in upstream affiliates.

I. Investments in SCA that Exceed 10% of Admitted Assets

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

J. Investments in Impaired SCAs

NONE

K. Investment in Foreign Insurance Subsidiary

Not applicable

L. Investment in Downstream Noninsurance Holding Company

Not applicable

M. All SCA Investments

Common stock of unconsolidated nonlife insurance subsidiaries at statutory equity recorded in the statutory statement of admitted assets, liabilities, and capital and surplus consists of the statutory equity of ONEQ and ONESCO. At December 31, 2018 and December 31, 2017, no subsidiary's common stock exceeded 10% of the Company's admitted assets.

(1) Balance Sheet Value (Admitted and Nonadmitted) All SCAs (Except 8bi Entities)

SCA Entity	Percentage of SCA Ownership	Gross Amount	Admitted Amount	Nonadmitted Amount
a. SSAP No. 97 8a Entities				
	0.0%	$ 0	$ 0	$ 0
Total SSAP No. 97 8a Entities	XXX	$ 0	$ 0	$ 0
b. SSAP No. 97 8b(ii) Entities				
ONEQ	100.0%	$ 5,502,501	$ 5,502,501	$ 0
ONESCO	100.0%	$ 5,703,322	$ 5,703,322	$ 0
Total SSAP No. 97 8b(ii) Entities	XXX	$ 11,205,823	$ 11,205,823	$ 0
c. SSAP No. 97 8b(iii) Entities				
	0.0%	$ 0	$ 0	$ 0
Total SSAP No. 97 8b(iii) Entities	XXX	$ 0	$ 0	$ 0
d. SSAP No. 97 8b(iv) Entities				
	0.0%	$ 0	$ 0	$ 0
Total SSAP No. 97 8b(iv) Entities	XXX	$ 0	$ 0	$ 0
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	$ 11,205,823	$ 11,205,823	$ 0
f. Aggregate Total (a + e)	XXX	$ 11,205,823	$ 11,205,823	$ 0

(2) NAIC Filing Response Information

SCA Entity (Should be the same entities as shown in M(1) above)	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	Code**
a. SSAP No. 97 8a Entities						
			$ 0			
Total SSAP No. 97 8a Entities	XXX	XXX	$ 0	XXX	XXX	XXX
b. SSAP No. 97 8b(ii) Entities						
ONEQ	S2	06/28/2018	$ 5,502,501	Y	N	I
ONESCO	S2	06/28/2018	$ 5,703,322	Y	N	I
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	$ 11,205,823	XXX	XXX	XXX
c. SSAP No. 97 8b(iii) Entities						
			$ 0			
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	$ 0	XXX	XXX	XXX
d. SSAP No. 97 8b(iv) Entities						
			$ 0			
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	$ 0	XXX	XXX	XXX
e. Total SSAP No. 97 8b Entities (except 8b(i) entities) (b + c + d)	XXX	XXX	$ 11,205,823	XXX	XXX	XXX
f. Aggregate Total (a + e)	XXX	XXX	$ 11,205,823	XXX	XXX	XXX

* S1 – Sub-1, S2 – Sub-2 or RDF – Resubmission of Disallowed Filing

** I – Immaterial or M – Material

N. Investment in Insurance SCAs

NONE

(1) Accounting Practice that Differs from NAIC Statutory Accounting Practices and Procedures

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

(2) Monetary Effect on Net Income and Surplus - Not applicable

NOTES TO FINANCIAL STATEMENTS

(3) RBC Regulatory Event Because of Prescribed or Permitted Practice - Not applicable

O. SCA Loss Tracking - NONE

Note 11 – Debt

A. Debt Including Capital Notes

As of December 31, 2018 and December 31, 2017, the Company had access to $1,100,000,000 and $575,000,000 in credit facilities, respectively. The Company utilized $935,000,000 and $400,000,000 of these facilities for years ended 2018 and 2017, respectively, to secure a letters of credit for SYRE, with the Company as the beneficiary, in order to recognize reserve credit. As of December 31, 2018 and December 31, 2017, the Company's had no outstanding borrowings against the facilitiies. Total interest and fees paid in 2018 and 2017 were $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 $350,000,000 as of December 31, 2018 and December 31, 2017, respectively. The table below indicates the amount of FHLB of Cincinnati stock purchased, collateral pledged, and additional funding capacity available related to the agreement with FHLB of Cincinnati.

(2) FHLB Capital Stock

a. Aggregate Totals

1. Current Year

	1 Total 2 + 3	2 General Account	3 Separate Accounts
(a) Membership Stock – Class A	$ 0	$ 0	$ 0
(b) Membership Stock – Class B	25,000,000	25,000,000	0
(c) Activity Stock	11,552,300	11,552,300	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	$ 36,552,300	$ 36,552,300	$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	$ 577,615,000	XXX	XXX

2. Prior Year-End

	1 Total 2 + 3	2 General Account	3 Separate Accounts
(a) Membership Stock – Class A	$ 0	$ 0	$ 0
(b) Membership Stock – Class B	25,000,000	25,000,000	0
(c) Activity Stock	11,552,300	11,552,300	0
(d) Excess Stock	0	0	0
(e) Aggregate Total (a+b+c+d)	$ 36,552,300	$ 36,552,300	$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	$ 577,615,000	XXX	XXX

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d).
11B(2)a2(f) should be equal to or greater than 11B(4)a2(d).

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

	1	2	Eligible for Redemption			
			3	4	5	6
Membership Stock	Current Year Total (2+3+4+5+6)	Not Eligible for Redemption	Less than 6 Months	6 Months to Less Than 1 Year	1 to Less Than 3 Years	3 to 5 Years
1. Class A	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2. Class B	$ 25,000,000	$ 25,000,000	$ 0	$ 0	$ 0	$ 0

11B(2)B1 current year total (column 1) should equal 11B(2)a1(a) total (column 1).
11B(2)B2 current year total (column 1) should equal 11B(2)a1(b) total (column 1).

(3) Collateral Pledged to FHLB

a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
1. Current Year Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	$ 399,898,836	$ 401,075,444	$ 350,000,000
2. Current Year General Account Total Collateral Pledged	399,898,836	401,075,444	350,000,000
3. Current Year Separate Accounts Total Collateral Pledged	0	0	0
4. Prior Year-End Total General and Separate Accounts Total Collateral Pledged	$ 392,252,942	$ 387,415,139	$ 350,000,000

11B(3)a1 (columns 1, 2 and 3) should be equal to or less than 11B(3)b1 (columns 1, 2 and 3, respectively).
11B(3)a2 (columns 1, 2 and 3) should be equal to or less than 11B(3)b2 (columns 1, 2 and 3, respectively).
11B(3)a3 (columns 1, 2 and 3) should be equal to or less than 11B(3)b3 (columns 1, 2 and 3, respectively).
11B(3)a4 (columns 1, 2 and 3) should be equal to or less than 11B(3)b4 (columns 1, 2 and 3, respectively).

b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount of Borrowed at Time of Maximum Collateral
1. Current Year Total General and Separate Accounts Maximum Collateral Pledged (Lines 2+3)	$ 404,638,117	$ 408,075,273	$ 350,000,000
2. Current Year General Account Maximum Collateral Pledged	404,638,117	408,075,273	350,000,000
3. Current Year Separate Accounts Maximum Collateral Pledged	0	0	0
4. Prior Year-End Total General and Separate Accounts Maximum Collateral Pledged	$ 407,871,647	$ 396,267,940	$ 350,000,000

(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	350,000,000	350,000,000	0	$ 349,999,998
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	$ 350,000,000	$ 350,000,000	$ 0	$ 349,999,998

2. Prior Year-End

	1 Total 2 + 3	2 General Account	3 Separate Accounts	4 Funding Agreements Reserves Established
(a) Debt	$ 0	$ 0	$ 0	XXX
(b) Funding Agreements	350,000,000	350,000,000	0	$ 349,999,995
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	$ 350,000,000	$ 350,000,000	$ 0	$ 349,999,995

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	350,000,000	350,000,000	0
3. Other	0	0	0
4. Aggregate Total (Lines 1+2+3)	$ 350,000,000	$ 350,000,000	$ 0

11B(4)b4 (columns 1, 2 and 3) should be equal to or greater than 11B(4)a1(d) (columns 1, 2 and 3, respectively).

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

A. Defined Benefit Plan

(1) Change in Benefit Obligation

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

Home Office Plans

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

Agents' Plans

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

A summary of assets, obligations, and assumptions of the Pension and Other Postretirement Benefit Plans are as follows at December 31, 2018 and 2017:

	Overfunded		Underfunded	
	2018	2017	2018	2017
a. Pension Benefits				
1. Benefit obligation at beginning of year	$ 0	$ 0	$ 99,168,000	$ 89,781,000
2. Service cost	0	0	2,412,000	2,430,000
3. Interest cost	0	0	3,994,000	4,144,000
4. Contribution by plan participants	0	0	0	0
5. Actuarial gain (loss)	0	0	(13,714,000)	9,214,000
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	13,793,000	6,401,000
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	$ 0	$ 0	$ 78,067,000	$ 99,168,000
	Overfunded		Underfunded	
b. Postretirement Benefits	2018	2017	2018	2017
1. Benefit obligation at beginning of year	$ 0	$ 0	$ 6,764,000	$ 7,918,000
2. Service cost	0	0	43,000	58,000
3. Interest cost	0	0	261,000	299,000
4. Contribution by plan participants	0	0	0	0
5. Actuarial gain (loss)	0	0	556,000	(1,146,000)
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	1,318,000	365,000
8. Plan amendments	0	0	0	0
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	$ 0	$ 0	$ 6,306,000	$ 6,764,000
	Overfunded		Underfunded	
c. Special or Contractual Benefits per SSAP No. 11	2018	2017	2018	2017
1. Benefit obligation at beginning of year	$ 0	$ 0	$ 0	$ 0
2. Service cost	0	0	0	0
3. Interest cost	0	0	0	0
4. Contribution by plan participants	0	0	0	0
5. Actuarial gain (loss)	0	0	0	0
6. Foreign currency exchange rate changes	0	0	0	0
7. Benefits paid	0	0	0	0
8. Plan amendments	0	0	0	0
9 Business combinations, divestitures, curtailments, settlements and special termination benefits	0	0	0	0
10. Benefit obligation at end of year	$ 0	$ 0	$ 0	$ 0

(2) Change in Plan Assets

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
	2018	2017	2018	2017	2018	2017
a. Fair value of plan assets at beginning of year	$ 66,945,000	$ 60,476,000	$ 0	$ 0	$ 0	$ 0
b. Actual return on plan assets	(5,687,000)	8,824,000	0	0	0	0
c. Foreign currency exchange rate changes	0	0	0	0	0	0
d. Reporting entity contribution	0	3,922,000	0	0	0	0
e. Plan participants' contributions	0	0	0	0	0	0
f. Benefits paid	10,555,000	6,277,000	0	0	0	0
g. Business combinations, divestitures and settlements	0	0	0	0	0	0
h. Fair value of plan assets at end of year	$ 50,703,000	$ 66,945,000	$ 0	$ 0	$ 0	$ 0

(3) Funded Status

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Components				
1. Prepaid benefit costs	$ 12,848,000	$ 0	$ 0	$ 0
2. Overfunded plans assets	$ 0	$ 0	$ 0	$ 0
3. Accrued benefit costs	$ (11,159,000)	$ (3,560,000)	$ (5,315,000)	$ 6,294,000
4. Liability for pension benefits	$ 29,056,000	$ 35,784,000	$ 991,000	$ 470,000
b. Assets and liabilities recognized				
1. Assets (nonadmitted)	$ 0	$ 0	$ 0	$ 0
2. Liabilities recognized	$ 27,364,000	$ 32,224,000	$ 6,306,000	$ 6,764,000
c. Unrecognized liabilities	$ 29,056,000	$ 35,784,000	$ 991,000	$ 470,000

(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	$ 2,412,000	$ 2,430,000	$ 43,000	$ 59,000	$ 0	$ 0
b. Interest cost	3,994,000	4,144,000	261,000	299,000	0	0
c. Expected return on plan assets	(4,726,000)	(4,375,000)	0	0	0	0
d. Transition asset or obligation	0	0	0	0	0	0
e. Gains and losses	3,274,000	3,156,000	57,000	75,000	0	0
f. Prior service cost or credit	153,000	260,000	(13,000)	(13,000)	0	0
g. Gain or loss recognized due to a settlement curtailment	0	0	0	0	0	0
h. Total net periodic benefit cost	$ 5,107,000	$ 5,615,000	$ 348,000	$ 420,000	$ 0	$ 0

(5) Amounts in Unassigned Funds (Surplus) Recognized as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Items not yet recognized as a component of net periodic cost – prior year	$ 35,784,000	$ 34,433,000	$ 470,000	$ 1,678,000
b. Net transition asset or obligation recognized	0	0	0	0
c. Net prior service cost or credit arising during the period	0	0	0	0
d. Net prior service cost or credit recognized	(153,000)	(260,000)	13,000	13,000
e. Net gain and loss arising during the period	(3,301,000)	4,767,000	565,000	(1,146,000)
f. Net gain and loss recognized	(3,274,000)	(3,156,000)	(57,000)	(75,000)
g. Items not yet recognized as a component of net periodic cost – current period	$ 29,056,000	$ 35,784,000	$ 991,000	$ 470,000

(6) Amounts in Unassigned Funds (Surplus) Expected to be Recognized in the Next Fiscal Year as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Net transition asset or obligations	$ 0	$ 0	$ 0	$ 0
b. Net prior service cost or credit	$ 41,000	$ 153,000	$ (31,000)	$ (13,000)
c. Net recognized gains and losses	$ 2,756,000	$ 3,232,000	$ 138,000	$ 73,000

(7) Amounts in Unassigned Funds (Surplus) that have not yet been Recognized as Components of Net Periodic Benefit Cost

	Pension Benefits		Postretirement Benefits	
	2018	2017	2018	2017
a. Net transition asset or obligations	$ 0	$ 0	$ 0	$ 0
b. Net prior service cost or credit	$ 41,000	$ 195,000	$ (373,000)	$ (386,000)
c. Net recognized gains and losses	$ 29,015,000	$ 35,589,000	$ 1,364,000	$ 857,000

(8) Weighted-Average Assumptions Used to Determine Net Periodic Benefit Cost as of December 31

	2018	2017
a. Weighted-average discount rate	4.1%	4.7%
b. Expected long-term rate of return on plan assets	7.5%	7.5%
c. Rate of compensation increase	4.1%	4.2%
Weighted-average assumptions used to determine projected benefit obligations as of December 31		
d. Weighted-average discount rate	4.9%	4.1%
e. Rate of compensation increase	3.6%	4.2%

For benefit obligation measurement purposes, a 7.80% annual rate of increase in the per capita cost of covered health care benefits for pre-65 costs and 0.70% for post-65 costs was assumed for 2018. The rate was assumed to decrease gradually to 7.70% at 2022 for pre-65 costs and 0.60% for post-65 costs and remain at that level thereafter.

(9) Accumulated Benefit Obligation for Defined Benefit Pension Plans
The amount of the accumulated benefit obligation for defined benefit pension plans was $67,132,000 and $79,743,000 as of December 31 2018 and 2017, respectively.

(10) For Postretirement Benefits Other Than Pensions, the Assumed Health Care Cost Trend Rate(s)
The Company has multiple non-pension post-retirement benefit plans. The health care plans are contributory, with participants' contributions adjusted annually; the life insurance plans are noncontributory. On July 1, 2013, the Company amended its home office postretirement health care plans to provide a fixed dollar amount each year towards eligible medical expenses for those retirees over age 64.

(11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects:

		1 Percentage Point Increase	1 Percentage Point Decrease
a.	Effect on total of service and interest cost components	$ 25,000	$ (21,000)
b.	Effect on postretirement benefit obligation	$ 452,000	$ (392,000)

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

	Year(s)	Amount
a.	2019	$ 6,285,000
b.	2020	$ 8,866,000
c.	2021	$ 7,202,000
d.	2022	$ 8,399,000
e.	2023	$ 8,275,000
f.	2023 through 2027	$ 39,324,000

(13) Estimate of Contributions Expected to be Paid to the Plan
The Company does not have any regulatory contribution requirements for 2018, and the Company currently intends to make voluntary contributions to the defined benefit pension plan of $0 in 2018.

(14) Amounts and Types of Securities Included in Plan Assets
At December 31, 2018 and 2017, the plan assets included approximately $28,398,582 and $41,197,779, respectively, of the Plan assets are funds that are affiliated with the Company.

During the year, the pension plans purchased $9,882,444 in annuities from the Company to settle the liabilities of retiring participants. The Company also made a $0 contribution to the Qualified Pension Plan during the year.

(15) Alternative Method Used to Amortize Prior Service Amounts or Net Gains and Losses
Not Applicable

(16) Substantive Comment Used to Account for Benefit Obligation
Not Applicable

(17) Cost of Providing Special or Contractual Termination Benefits Recognized
Not Applicable

(18) Significant Change in the Benefit Obligation or Plan Assets
Not Applicable

(19) Amount and Time Plan Assets Expected to be Returned
There are no plan assets expected to be returned to the employer during the 12 months following the year ended December 31, 2018.

(20) Accumulated Postretirement and Pension Benefit Obligation and Fair Value of Plan Assets for Defined Postretirement and Pension Benefit Plans
See note 12A3 and note 12A5 for information relating to the Company's plans' funded status and surplus impacts.

(21) Full Transition Surplus Impact of SSAP 102
Not applicable.

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

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

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

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

	2018	2017
Stocks	65%	72%
Bonds	35%	28%
Total	100%	100%

C. Fair Value of Plan Assets

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

Description for each class of plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Bond	$ 17,640,000	$ 0	$ 0	$ 17,640,000
Equity	$ 32,100,000	$ 0	$ 0	$ 32,100,000
Real Estate	$ 963,000	$ 0	$ 0	$ 963,000
Total Plan Assets	$ 50,703,000	$ 0	$ 0	$ 50,703,000

(2) Valuation Technique(s) and Inputs Used to Measure Fair Value
The unaudited asset value from the group annuity summary is used.

D. Basis Used to Determine Expected Long-Term Rate-of-Return
The overall expected long term rate of return on assets is determined by a weighted average return of fixed income and equity indexes.

E. Defined Contribution Plans
Substantially all home office employees hired after January 1, 1998, are covered under a defined contribution plan. Contributions of 3 percent of each employee's compensation are made each year. The expenses for the defined contribution plan were $2,890,753 and $2,884,099 for 2018 and 2017, respectively. The general agents plan provides benefits based on years of service and average compensation during the final five and ten years of service.

Insurance company employees are covered by a qualified defined contribution profit sharing plan sponsored by the insurance company. Company contributions to this plan are determined by management. The Company's contribution for the plan was $6,900,000 and $6,450,000 for 2018 and 2017, respectively.

F. Multiemployer Plans
The company does not participate in a multi-employer plan.

G. Consolidated/Holding Company Plans
The Company participates in a qualified, noncontributory defined benefit pension plan and a nonqualified, noncontributory defined benefit pension plan sponsored by ONFS, an affiliate. In addition, the Company provides certain other postretirement benefits to retired employees through a plan sponsored by ONFS. The Company has no legal obligation for benefits under these plans, except for the qualified pension plan. ONFS allocates amounts to the Company based on salary ratios. The Company's share of net expense for the pension plans was $5,107,000 and $5,614,727 for 2018 and 2017, respectively, and other postretirement benefit plans was a benefit of $348,000 and $420,186 for 2018 and 2017, respectively.

H. Postemployment Benefits and Compensated Absences
NONE

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

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

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

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

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

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

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

(3) Disclosure of Gross Benefit Payments
The Company's gross benefit payments for 2018 did not include estimates of future payments. The Company has no subsidy related to the Medicare Prescription Drug, Improvement and Modernization Act of 2003 for 2018 and estimates future subsidies to be $0 annually.

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

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

(2) 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 its parent, ONFS, is limited by Ohio insurance Laws. The maximum dividend that may be paid without prior approval of the Director of Insurance is limited to the greater of statutory net income of the preceding calendar year or 10% of statutory earned surplus as of the preceding December 31. Therefore, in 2019 dividends of approximately $101,907,309 may be paid by the Company to ONFS without prior approval.

NOTES TO FINANCIAL STATEMENTS

(4) Dates and Amounts of Dividends Paid
Dividends to the Company's parent, ONFS, were $60,000,000 and $70,000,000 for the years ended December 31, 2018 and 2017, 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
Not Applicable.

(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
The Company has no special surplus funds

(10) The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: $(33,181,186).

(11) The Reporting Entity Issued the Following Surplus Debentures or Similar Obligations

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note*	Principal and/or Interest Paid Current Period	Total Principal and/or Interest Paid	Unapproved Principal and/or Interest	Date of Maturity
05/25/1996	8.5%	$ 50,000,000	$ 49,836,710	$ 4,250,000	$ 95,506,944	$ 531,250	05/15/2026
04/01/2007	5.8%	$ 6,000,000	$ 5,883,000	$ 348,000	$ 4,002,000	$ 87,000	04/01/2027
12/15/2011	5.0%	$ 4,500,000	$ 3,978,796	$ 225,000	$ 1,575,000	$ 9,375	12/15/2031
06/14/2012	6.9%	$ 250,000,000	$ 250,000,000	$ 17,187,500	$ 112,625,868	$ 716,146	06/15/2042
Total	XXX	$ 310,500,000	$ 309,698,506	$ 22,010,500	$ 213,709,812	$ 1,343,771	XXX

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

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

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

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

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

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

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

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

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

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

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

(12) The 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
Not Applicable.

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 $21,560,000 and bonds in the amount of $46,101,498 and has no other material contingent commitments.

(3) Guarantee Obligations
Not Applicable

B. Assessments

(1) Assessments Where Amount is Known or Unknown
The Company received no notifications of insolvency during the year that impacted the financial statements.

(2) Assessments

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	$ 2,416,306
b. Decreases current period:	
Premium tax offset applied	108,468
c. Increases current period:	
Increase in accrued fund assessments	113,362
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current period	$ 2,421,200

(3) Guaranty Fund Liabilities and Assets Related to Assessments from Insolvencies for Long-Term Care Contracts - Not applicable

C. Gain Contingencies
The Company has no gain contingencies.

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

A. Lessee Operating Lease

(1) Lessee's Leasing Arrangements

a. Rental Expense
The Company leases office equipment and office space under various non-cancelable operating lease agreements that expire through June 2022. Rental expense was approximately $341,620 and $318,294 for 2018 and 2017, respectively.

The Company leases its home office. On December 30, 2003, ONLIC's parent company (ONFS) purchased the home office from ONLAC, a subsidiary life insurance company. The Company's lease of the property was unaffected by this sale. The lease agreement expires in September 2021. Rental expense for 2018 and 2017 was approximately $2,793,444.

b. Basis on Which Contingent Rental Payments are Determined
Lease agreements

c. Existence and Terms of Renewal or Purchase Options and Escalation Clauses
Not applicable.

d. Restrictions Imposed by Lease Agreements
Not applicable.

e. Identification of Lease Agreements that have been Terminated Early
Xerox equipment

(2) Leases with Initial or Remaining Noncancelable Lease Terms in Excess of One Year

a. At December 31, 2018 the minimum aggregate rental commitments are as follows:

Year Ending December 31	Operating Leases
1. 2019	$ 3,147,174
2. 2020	$ 3,147,174
3. 2021	$ 2,394,570
4. 2022	$ 106,990
5. 2023	$ 0
6. Total	$ 8,795,908

b. Total of Minimum Rentals to be Received in the Future under Noncancelable Subleases
None

(3) For Sale-Leaseback Transactions

a. Terms of the Sale-Leaseback Transactions
Not applicable.

b. Obligation of Future Minimum Lease Payments and Total of Minimum Sublease Rentals
Not applicable.

B. Lessor Leases
Leasing is not a significant part of The Company's business activities in terms of revenue, net income or assets.

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 $67,661,499 and $75,403,281 as of December 31, 2018 and 2017, 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	
	2018	2017	2018	2017
a. Swaps	$ 9,038,400	$ 9,038,400	$ 0	$ 509,883,230
b. Futures	275,224,660	110,562,545	265,613,063	1,020,253,859
c. Options	3,573,120,777	4,126,828,341	0	0
d. Total	$ 3,857,383,837	$ 4,246,429,286	$ 265,613,063	$ 1,530,137,089

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

2. Nature and Terms of Off-Balance Sheet Risk
See Note 8 - Derivative Instruments

3. Amount of Loss if any Party to the Financial Instrument Failed
See Note 8 - Derivative Instruments

4. Collateral or Other Security Required to Support Financial Instrument
See Note 8 - Derivative Instruments

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

(1) Description of the Objectives Regarding These Transactions
Not applicable

(2) The details by NAIC designation 3 or below, or unrated of securities sold during the year ended December 31, 2018 and reacquired within 30 days of the sale date are:
Not applicable

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

A. ASO Plans - NONE

B. ASC Plans - NONE

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

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

Description for Each Type of Asset or Liability	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Total
Assets at Fair Value					
Cash & Cash equivalents	$ 214,802,377	$ 0	$ 0	$ 112,628,031	$ 327,430,408
Short-Term	$ 0	$ 0	$ 0	$ 0	$ 0
Securities lending collateral	$ 0	$ 230,304,912	$ 0	$ 0	$ 230,304,912
Bonds - Industrial and Misc	$ 0	$ 196,451	$ 0	$ 0	$ 196,451
Common stock - Industrial and Misc	$ 0	$ 38,406,440	$ 0	$ 0	$ 38,406,440
Equity put options	$ 0	$ 57,603,992	$ 0	$ 0	$ 57,603,992
Equity call Options	$ 0	$ 9,097,288	$ 0	$ 0	$ 9,097,288
Options on swaps	$ 0	$ 32,437,475	$ 0	$ 0	$ 32,437,475
Swaps	$ 0	$ 1,019,900	$ 0	$ 0	$ 1,019,900
Futures contracts	$ 6,905,399	$ 0	$ 0	$ 0	$ 6,905,399
Separate account assets	$18,883,484,727	$ 0	$ 0	$ 0	$18,883,484,727
Total	$19,105,192,503	$ 369,066,458	$ 0	$ 112,628,031	$19,586,886,992
Liabilities at Fair Value					
Futures contracts	$ 2,865,650	$ 0	$ 0	$ 0	$ 2,865,650
Total	$ 2,865,650	$ 0	$ 0	$ 0	$ 2,865,650

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy - Not applicable

(3) Policies when Transfers Between Levels are Recognized
Transfers between level 2 and 3 are recognized at the beginning of the period.

(4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement
Included in various investment related line items in the statutory financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or for certain bonds and preferred stock when carried at the lower of cost or market.

Fair Value Hierarchy:
Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (exit price) in an orderly transaction between market participants at the measurement date. In determining fair value, the Company uses various methods including market, income and cost approaches. The market approach utilizes prices and other relevant information generated by market transactions involving identical or comparable assets and liabilities. The income approach uses discounted cash flows to determine fair value. When applying either approach, the Company maximizes the use of observable inputs and minimizes the use of unobservable inputs. Observable inputs reflect the assumptions market participants would use in valuing a financial instrument based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company's estimates about the assumptions market participants would use in valuing financial assets and financial liabilities based on the best information available in circumstances.

The Company is required to categorize its assets and liabilities that are carried at estimated fair value on the statutory statements of admitted assets, liabilities, and capital and surplus into a three level hierarchy based on the priority of the inputs to the valuation technique in accordance with SSAP No. 100, Fair Value Measurements. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure estimated fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement. The levels of the fair value hierarchy are as follows:

- Level 1 – Fair value is based on unadjusted quoted prices for identical assets and liabilities in an active market at the measurement date. The types of assets and liabilities utilizing Level 1 valuations generally include cash and short-term investments, separate account assets and exchange traded derivatives.

- Level 2 – Fair value is based on significant inputs, other than quoted prices included in Level 1 that are observable in active markets or that are derived principally from or corroborated by observable market data through correlation or other means for identical or similar assets and liabilities. The types of assets and liabilities utilizing Level 2 valuations generally include U.S. government agency securities, municipal bonds, foreign government debt, certain corporate debt, asset-backed, mortgage-backed, and private placement securities, derivatives, common stocks, securities lending reinvested collateral and cash equivalent securities.

- Level 3 – Fair value is based on unobservable inputs for the asset or liability for which there is little or no market activity at the measurement date. Unobservable inputs used in the valuation reflect management's best estimate about the assumptions market participants would use to price the asset or liability. The types of assets and liabilities utilizing Level 3 valuations generally include certain corporate debt, asset-backed or mortgage-backed securities, and derivative securities.

(5) Fair Value Disclosures
See schedule of Fair Value Measurements for derivative assets and liabilities on a gross basis.

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

Derivatives - The Company enters into long term investments comprised of equity futures, currency futures, equity index put options, equity index call options, equity swaps and interest rate swaptions to economically hedge liabilities embedded in certain variable annuity and fixed indexed annuity products. The equity futures and currency futures are exchange traded derivatives and the fair value is based on an active market quotation. The Company has classified the fair values of the exchange traded derivatives as Level 1. The equity index put options, equity index call options, equity swaps and interest rate swaptions are valued using pricing models with inputs that are observable in the market or can be derived principally from or corroborated by observable market data. These derivative assets are classified as Level 2 assets.

C. Fair Value Level

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Bonds	$ 7,046,661,199	$ 7,018,142,625	$ 10,511,968	$6,998,851,155	$ 37,298,077	$ 3	$ 0
Cash & cash equivalents	$ 327,430,408	$ 327,430,408	$ 214,802,377	$ 0	$ 0	$ 112,628,031	$ 0
Common stock non-affilate	$ 38,406,440	$ 38,406,440	$ 0	$ 38,406,440	$ 0	$ 0	$ 0
Preferred stock	$ 17,954,766	$ 18,292,234	$ 0	$ 17,954,766	$ 0	$ 0	$ 0
Mortgage Loan	$ 854,876,886	$ 859,830,165	$ 0	$ 0	$ 854,876,886	$ 0	$ 0
Derivatives- equity put options	$ 57,603,992	$ 57,603,992	$ 0	$ 57,603,992	$ 0	$ 0	$ 0
Derivatives- options on swaps	$ 32,437,475	$ 32,437,475	$ 0	$ 32,437,475	$ 0	$ 0	$ 0
Derivatives- call options	$ 9,097,288	$ 9,097,288	$ 0	$ 9,097,288	$ 0	$ 0	$ 0
Derivatives- swaps	$ 1,019,900	$ 1,019,900	$ 0	$ 1,019,900	$ 0	$ 0	$ 0
Derivatives- futures contracts	$ 6,905,399	$ 6,905,399	$ 6,905,399	$ 0	$ 0	$ 0	$ 0
Derivatives- futures contracts	$ (2,865,650)	$ (2,865,650)	$ (2,865,650)	$ 0	$ 0	$ 0	$ 0
Separate account assets	$ 18,883,484,727	$ 18,883,484,727	$ 18,883,484,727	$ 0	$ 0	$ 0	$ 0
Separate account liabilities	$(18,883,484,727)	$(18,883,484,727)	$(18,883,484,727)	$ 0	$ 0	$ 0	$ 0

D. Not Practicable to Estimate Fair Value - NONE

E. NAV Practical Expedient Investments - NONE

Note 21 – Other Items

A. Unusual or Infrequent Items
NONE

B. Troubled Debt Restructuring Debtors
NONE

C. Other Disclosures
The Company's GMIB and GMDB riders issued prior to April 1, 2008 are reinsured with a non-affiliated reinsurer up to a certain level of coverage. The Company has reinsurance agreements in place with an affiliate for reinsurance coverage on the amounts in excess of the underlying non-affiliated reinsurance. The reinsurance agreements with our affiliate provide for a combined $135,000,000 million deductible that must be covered by the Company before coverage is provided by this affiliate. The Company's exposure related to GMIB and GMDB riders issued prior to April 1, 2008 is limited to the amount of this deductible since reinsurance coverage is either provided by the non-affiliated reinsurer or by the affiliated reinsurer once the deductible amount has been exceeded.

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

The Company recognized the voluntary reserve as the difference between the stochastic CTE98 reserve for the deductible less the implicit reserve for the deductible in the reported reserve prior to adding the CTE98 reserve for the deductible. As of December 31, 2018, the implicit reserve for the deductible was $0 under the standard scenario reserve prior to the Company decreasing the deductible reserve to $99,150,638 as of December 31, 2018 from $106,273,712 as of December 31, 2017 using CTE98. The voluntary reserve was initially set up at December 31, 2011 with a balance of $93,158,097, which was recorded as a direct reduction to unassigned surplus. The reserve decrease of $7,123,074 during 2018 was recorded as an increase to surplus. Since the change in reserve amount cannot be determined for the next three years, no deferred tax benefit was admitted.

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

Description of State Transferable and Non-Transferable Tax Credits	State	Carrying Value	Unused Amount
Premium Tax Credits Guaranty Funds	AZ	$ 5,177	$ 5,177
Premium Tax Credits Guaranty Funds	AR	$ 7,268	$ 7,268
Premium Tax Credits Guaranty Funds	CO	$ 9,539	$ 9,539
Premium Tax Credits Guaranty Funds	CT	$ 1,091	$ 1,091
Premium Tax Credits Guaranty Funds	DE	$ 233	$ 233
Premium Tax Credits Guaranty Funds	DC	$ 51	$ 51
Premium Tax Credits Guaranty Funds	FL	$ 11,470	$ 11,470
Premium Tax Credits Guaranty Funds	GA	$ 2,239	$ 2,239
Premium Tax Credits Guaranty Funds	ID	$ 127	$ 127
Premium Tax Credits Guaranty Funds	IN	$ 7,285	$ 7,285
Premium Tax Credits Guaranty Funds	IA	$ 7,961	$ 7,961
Premium Tax Credits Guaranty Funds	KS	$ 17,380	$ 17,380
Premium Tax Credits Guaranty Funds	KY	$ 4,428	$ 4,428
Premium Tax Credits Guaranty Funds	LA	$ 2,363	$ 2,363
Premium Tax Credits Guaranty Funds	ME	$ 8	$ 8
Premium Tax Credits Guaranty Funds	MA	$ 149	$ 149
Premium Tax Credits Guaranty Funds	MN	$ 300	$ 300
Premium Tax Credits Guaranty Funds	MS	$ 242	$ 242
Premium Tax Credits Guaranty Funds	MO	$ 35,176	$ 35,176
Premium Tax Credits Guaranty Funds	NE	$ 1,423	$ 1,423
Premium Tax Credits Guaranty Funds	NV	$ 497	$ 497

NOTES TO FINANCIAL STATEMENTS

Description of State Transferable and Non-Transferable Tax Credits	State	Carrying Value	Unused Amount
Premium Tax Credits Guaranty Funds	NJ	$ 49,025	$ 49,025
Premium Tax Credits Guaranty Funds	NC	$ 673	$ 673
Premium Tax Credits Guaranty Funds	OK	$ 4,566	$ 4,566
Premium Tax Credits Guaranty Funds	OR	$ 572	$ 572
Premium Tax Credits Guaranty Funds	PA	$ 15,160	$ 15,160
Premium Tax Credits Guaranty Funds	RI	$ 130	$ 130
Premium Tax Credits Guaranty Funds	SC	$ 825	$ 825
Premium Tax Credits Guaranty Funds	SD	$ 142	$ 142
Premium Tax Credits Guaranty Funds	TN	$ 3,125	$ 3,125
Premium Tax Credits Guaranty Funds	TX	$ 2,658	$ 2,658
Premium Tax Credits Guaranty Funds	UT	$ 208	$ 208
Premium Tax Credits Guaranty Funds	VT	$ 1,044	$ 1,044
Premium Tax Credits Guaranty Funds	VA	$ 21,552	$ 21,552
Premium Tax Credits Guaranty Funds	WA	$ 492	$ 492
Premium Tax Credits Guaranty Funds	WI	$ 842	$ 842
Premium Tax Credits Guaranty Funds	WY	$ 463	$ 463
Total		$ 215,884	$ 215,884

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

The Company has $17,198 of transferable state tax credits on December 31, 2018. 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	$ 17,198	$ 0
b. Non-Transferable	$ 198,686	$ 0

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

The Company had no direct exposure through investments in subprime mortgage loans.

(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	$ 27,027,695	$ 27,719,354	$ 29,046,049	$ 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	$ 27,027,695	$ 27,719,354	$ 29,046,049	$ 0

*The Company does not have any subsidiary companies.

(4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage

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

G. Retained Assets

(1) Description of How Accounts are Structured and Reporting
To settle life insurance death benefit proceeds in excess of $7,500, the Company uses a Retained Asset Account (RAA) program whereby the beneficiary(ies) receive a checkbook, allowing the beneficiaries to have immediate access to the proceeds. This is the default method for satisfying life insurance claims. If left in the retained asset account, the funds earn interest at the rate of the "Money market, annual yield" rate as listed in the "Bonds, Rates & Yields" section of the Wall Street Journal on the last business day of the previous month. Interest is compounded daily and posted to accounts monthly. The only fees assessed against the RAAs are a $15 stopped check fee and a $10 insufficient funds fee. The interest rates credited during calendar year 2018 are as follows:

January 0.33%
February 0.30%
March 0.30%
April 0.35%
May 0.41%
June 0.47%
July 0.52%
August 0.49%
September 0.45%
October 0.45%
November 0.43%
December 0.58%
The liability for RAAs is reflected on page 3, line 17, "Amounts withheld or retained by company as agent or trustee."

(2) Retained Assets In Force

	In Force As of End of Current Year		In Force As of End of Prior Year	
	Number	Balance	Number	Balance
a. Up to and including 12 months	168	$ 14,394,748	151	$ 15,861,870
b. 13 to 24 months	86	6,337,981	108	8,851,013
c. 25 to 36 months	78	6,561,000	68	5,404,051
d. 37 to 48 months	54	3,126,806	52	4,195,324
e. 49 to 60 months	40	3,409,023	57	4,347,963
f. Over 60 months	454	19,943,937	471	18,758,186
g. Total	880	$ 53,773,495	907	$ 57,418,407

(3) Segregation Between Individual and Group Contracts

	Individual		Group	
	Number	Balance/Amount	Number	Balance/Amount
a. Number/balance of retained asset account at the beginning of the year	907	$ 57,418,407	0	$ 0
b. Number/amount of retained asset accounts issued/added during the year	347	49,286,613	0	0
c. Investment earnings credited to retained asset accounts during the year	N/A	238,919	N/A	0
d. Fees and other charges assessed to retained asset accounts during the year	N/A	60	N/A	0
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	0	0	0	0
f. Number/amount of retained asset accounts closed/withdrawn during the year	353	43,283,220	0	0
g. Number balance of retained asset accounts at the end of the year	901	$ 63,660,659	0	$ 0

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 Reflected in Income and Expenses
The Company has not reported in its operations in the current year any commutation of reinsurance with other companies.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation
Not applicable

E. Reinsurance of variable annuity contracts/certificates with an affiliated captive reinsurer
The Company cedes variable annuity-related risks, living and death benefits to SYRE, an affiliated special purpose financial captive life insurance company, for the GMAB, GMIB, GMDB, and GLWB riders, including those riders assumed from NSLAC. The base variable annuity contracts are retained by the Company. SYRE applies a permitted practice prescribed by the Cayman Islands Monetary Authority ("CIMA") that allows SYRE to carry the assumed reserves of $915,555,102 under the reinsurance arrangement utilizing a reserve methodology that is approved by CIMA. The approved reserve methodology is based upon generally accepted accounting principles (GAAP). For all GMAB riders and some GLWB riders with net settlement provisions, the reserves are calculated using the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 815, Derivatives and Hedging. Topic 815 is a fair value or mark-to-market calculation required if the liability is deemed to be an embedded derivative. For all GMIB and GMDB riders, and the remaining GLWB riders without net settlement provisions, the reserves are calculated in accordance with FASB ASC Topic 944, Financial Services - Insurance. Topic 944 provides guidance for calculating reserves for contracts that provide additional benefits in excess of the account values and is similar to other generally accepted accounting principles reserve accounting methodologies. Topic 944 is a stochastic method that determines the percentage of the future rider charges required to fund the projected benefits. This percentage is recalculated at each valuation period. Under both of these GAAP calculations, the reserve calculation is measuring the reserve liability associated with the rider cash flows.

The following table is a summary of the reserves by rider type and valuation standard as of December 31, 2018

FASB ASC Topic 944	
Guarantee Minimum Income Benefit (GMIB)	$ 246,846,114
Guarantee Minimum Death Benefit (GMDB)	86,575,357
Guaranteed Lifetime Withdrawal Benefit (GLWB)	49,301,710
Guaranteed Minimum Income Benefits (GMIB) Payout	3,805,210
Subtotal	386,528,391
FASB ASC Topic 815	
Guaranteed Lifetime Withdrawal Benefit (GLWB) embedded derivatives	20,031,516
Guaranteed Minimum Account Benefit (GMAB) embedded derivaties	1,997,002
Fixed Indexed Annuity (FIA)	506,998,193
Subtotal	529,026,711
Total reserves	$ 915,555,102

F. Reinsurance Agreement with Affiliated Captive Reinsurer
As of December 31, 2018, the Company recorded a reserve credit of $1,526,207,564 related to the rider benefits ceded to SYRE. ONFS secured a $935,000,000 letter of credit for SYRE, with ONLIC as the beneficiary in order to recognize the reserve credit. The Company also established a fund withheld account for the benefit of SYRE that has a carrying value of $612,122,942 and assets held in trust of $7,405,659.

Description	Carrying Value
Cash	$ 65,372,636
Cash equivalents	7,405,659
Futures	4,942,470
Equity Put Options	57,533,543
Bonds and mortgages	484,274,293
Total	$ 619,528,601

G. Ceding Entities That Utilize Captive Reinsurers to Assume Reserves Subject to the XXX/AXXX Captive Framework - Not applicable

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

NOTES TO FINANCIAL STATEMENTS

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, 2017 were $10,350,140. As of December 31, 2018, $1,789,536 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves and Loss Adjustment Expenses remaining for prior years are now $9,547,680. 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

For the year ended December 31, 2018, the Company's participating policies represented 20% of total inforce. The Company accounts for its policyholder dividends based upon recent experience factors. In 2018, the Company paid dividends in the amount of $116,431,319 to policyholders and did not allocate any additional income to such policyholders.

Note 30 – Premium Deficiency Reserves - NONE

Note 31 – Reserves for Life Contracts and Annuity 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, 2018, the Company had $4,540,932,210 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
Tabular interest on immediate cases not involving life contingencies is calculated by applying (on a seriatim basis) the valuation interest rate to the beginning reserve and for new contracts we calculate interest from the date of issue to the valuation date using an effective interest rate calculation. We subtract interest for each benefit payment from its effective date to the valuation date.

NOTES TO FINANCIAL STATEMENTS

(6) Details for Other Changes

Item	Total	Industrial Life	ORDINARY Life Insurance	ORDINARY Individual Annuities	ORDINARY Supplementary Contracts	Credit Life Group and Individual	GROUP Life Insurance	GROUP Annuities
Increase in redundant reserves	$ 1,073,902	$ 0	$ 1,073,902	$ 0	$ 0	$ 0	$ 0	$ 0
Net reserve transfers due to annuitizations	75,706,264	0	0	75,706,264	0	0	0	0
Transfers to/from general account	48,613,365	0	0	206,405	(21,061)	0	0	48,428,021
Change in Separate account market value, AG33 reserve, AG43 reserve, and the change in voluntary reserve	(283,134,173)	0	0	(367,598,248)	0	0	0	84,464,075
FIA CARVM adjustment	(21,108,336)	0	0	(21,108,336)	0	0	0	0
Total	$ (178,848,978)	$ 0	$ 1,073,902	$ (312,793,915)	$ (21,061)	$ 0	$ 0	$ 132,892,096

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

		General Accounts	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A.	Subject to Discretionary Withdrawal:					
	(1) With market value adjustment	$ 1,411,370,983	$ 0	$ 0	$ 1,411,370,983	5.6%
	(2) At book value less current surrender charge of 5% or more	121,070,849	0	0	121,070,849	0.5%
	(3) At fair value	0	0	18,679,986,877	18,679,986,877	74.4%
	(4) Total with market value adjustment or at fair value (total of 1 through 3)	$ 1,532,441,832	$ 0	$ 18,679,986,877	$ 20,212,428,709	80.5%
	(5) At book value without adjustment (minimal or no charge or adjustment)	1,772,458,641	0	0	1,772,458,641	7.1%
B.	Not subject to discretionary withdrawal	3,087,758,069	0	29,517,665	3,117,275,734	12.4%
C.	Total (gross: direct + assumed)	6,392,658,542	0	18,709,504,542	25,102,163,084	100.0%
D.	Reinsurance ceded	2,974,860,634	0	0	2,974,860,634	
E.	Total (net) (C) - (D)	$ 3,417,797,908	$ 0	$ 18,709,504,542	$ 22,127,302,450	

F. Life and Accident & Health Annual Statement:

(1) Exhibit 5, Annuities section, Total (net)	$ 2,712,022,358
(2) Exhibit 5, Supplementary contracts with life contingencies section, Total (net)	5,114,026
(3) Exhibit 7, Deposit-type contracts, Line 14, Column 1	700,661,524
(4) Subtotal	$ 3,417,797,908
Separate Accounts Statement:	
(5) Exhibit 3, Line 0299999, Column 2	$ 18,709,504,542
(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	$ 18,709,504,542
(12) Combined Total	$ 22,127,302,450

Includes $18,679,986,877 of individual and variable deferred Annuity held in Separate Accounts that are surrenderable at market value less a surrender charge.

Note 33 – Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2018 were as follows:

		Gross	Net of Loading
(1)	Industrial	$ 0	$ 0
(2)	Ordinary new business	15,259,246	3,083,380
(3)	Ordinary renewal	108,154,215	82,178,857
(4)	Credit life	0	0
(5)	Group life	0	0
(6)	Group annuity	0	0
(7)	Totals	$ 123,413,461	$ 85,262,237

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 Individual Annuities

Variable Group Annuities

Variable Immediate Annuities

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

(2) In accordance with the products/transactions recorded within the separate account, some assets are considered legally insulated whereas others are not legally insulated from the general 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 end of December 31, 2018 and 2017 the Company separate account statement included legally insulated assets of $18,883,484,727 and $22,895,981,431, respectively. The assets legally insulated from the general account as of December 31, 2018 are attributed to the following products/transactions:

Product/Transaction	Legally Insulated Assets	Separate Account Assets (Not Legally Insulated)
Variable Individual Annuities	$ 17,918,168,959	$ 0
Variable Group Annuities	$ 935,831,723	$ 0
Variable Immediate Annuities	$ 29,484,045	$ 0
Total	$ 18,883,484,727	$ 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, 2018, the general account of the Company had a maximum guarantee for separate account liabilities of $657,440,377.

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.	2018	$ 248,184,049
b.	2017	$ 244,227,357
c.	2016	$ 230,771,751
d.	2015	$ 213,086,784
e.	2014	$ 189,796,848

As of December 31, 2018, the general account of the Company had paid $68,603,689 towards separate account guarantees.

(4) Securities Lending Within the Separate Account
The Company does not engage in securities lending transactions within the separate account.

B. General Nature and Characteristics of Separate Accounts Business

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

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

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

In 2010, the Company began selling a GLWB rider that allows the owner to take withdrawals from the contract at a guaranteed percentage of the GLWB base every year. Such guaranteed withdrawals, which begin at 4%, may start any time after the annuitant reaches age 59½. The guaranteed withdrawal percentage increases if the annuitant attains a higher age band before the owner starts taking withdrawals. Initially, the GLWB base is set at the amount of the purchase payments. It is increased by the amount of any future renewal payments. It also increases ("rolls up") by 8% simple interest every year for the first ten years, as long as no withdrawal is made. In addition to the roll-up feature, the GLWB rider also provides for a one-time top off of the GLWB base at the end of the tenth contract year if the owner has not made any withdrawals in the first ten years. The top off is equal to 200% of the first-year purchase payments. This rider also includes a built-in death benefit that goes down dollar-for-dollar for withdrawals. In 2011, the Company introduced new versions of the GLWB riders-both single-life and joint-life versions. The only main difference between the 2010 and 2011 riders was that the 2011 versions had higher rider charges. In some versions of the GLWB riders sold in 2013 and later, there is a guaranteed minimum percentage withdrawal for the first 15 years of the contract; when the policyholder's account value goes to zero subsequent to the 15-year guarantee period, the percentage withdrawal amount is then calculated per a specified formula based on the 10 year Treasury rate from the preceding 90 calendar days, with the calculated treasury-linked rate subject to a specified cap and floor.

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

AG43 is a holistic reserve methodology; thus rider benefit reserves are not determined separately from the base reserve; rather the reserve is determined on the policy as a whole. Therefore, in the absence of NAIC presentation guidance, the AG43 reserve can be shown in several acceptable ways in the annual statement. The Company decided to report the AG43 reserve in the general account annual statement as an amount in excess of the Basic Reserve (AG33). The AG43 reserve in excess of the Basic (AG33) reserve (gross) of $1,173,152,944 is held in Exhibit 5, Annuity Reserves section, of the Company's general account annual statement as AG43 Reserve. There is a ceded reserve of $201,262,484 that is held in Exhibit 5, Annuity Reserves Section, of the Company's general account annual statement as a component of Reinsurance Ceded. The presentation methodology makes it appear as though the direct reserve held is less than the reinsurance ceded; this is a result of the Basic Adjusted Reserve in AG43 being less than the Basic Reserve (AG33) since the Basic Adjusted Reserve is determined as the Basic Reserve (AG33) ignoring the free partial withdrawal path.

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

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

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

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

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

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	$ 712,603,856	$ 712,603,856
Reserves at end of year					
(2) For accounts with assets at:					
a. Fair value	$ 0	$ 0	$ 0	$18,544,703,407	$18,544,703,407
b. Amortized cost	0	0	0	164,801,135	164,801,135
c. Total reserves*	$ 0	$ 0	$ 0	$18,709,504,542	$18,709,504,542
(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	18,679,989,111	18,679,989,111
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	18,679,989,111	18,679,989,111
b. Not subject to discretionary withdrawal	0	0	0	29,515,431	29,515,431
c. Total	$ 0	$ 0	$ 0	$18,709,504,542	$18,709,504,542
(4) Reserves for asset default risk in lieu or AVR	$ 0	$ 0	$ 0	$ 0	$ 0

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

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)	$ 713,298,696
b. Transfer from Separate Accounts (Page 4, Line 10)	2,851,626,933
c. Net transfers to or (from) Separate Accounts (a) - (b)	$(2,138,328,237)

(2) Reconciling adjustments:

Adjustment	Amount
Processing Income	$ (694,840)
Seed Money Income	$ 359

(3) Transfers as reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26) $(2,139,022,718)

Note 35 – Loss/Claim Adjustment Expenses

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2018 and December 31, 2017 was $209,439 and $206,902 respectively.

The company incurred $18,893 and paid $21,430 of claim adjustment expenses in the current year, of which $19,497 of the paid amount was attributable to insured or covered events of prior years. The company did not increase or decrease the provision for insured events of prior years.

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]
If yes, complete Schedule Y, Parts 1, 1A and 2.

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [ ] N/A [ ]

1.3 State regulating? Ohio

1.4 Is the reporting entity publicly traded or a member of publicly traded group? Yes [ ] No [X]

1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2015

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2015

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/17/2017

3.4 By what department or departments?
Ohio Department of Insurance

3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes [ ] No [ ] N/A [X]

3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ ] No [ ] N/A [X]

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business? Yes [ ] No [X]

4.12 renewals? Yes [ ] No [X]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business? Yes [ ] No [X]

4.22 renewals? Yes [ ] No [X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]
If the answer is YES, complete and file the merger history data file with the NAIC.

5.2 If yes, provide the name of entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
	0	

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

6.2 If yes, give full information:

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [X]

7.2 If yes,

7.21 State the percentage of foreign control 0.0%

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes [ ] No [X]

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

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [X] No [ ]

8.4 If the response to 8.3 is yes, please provide below the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
Ohio National Equities, Inc	Cincinnati, OH				YES
The ON Equity Sales Company	Cincinnati, OH				YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG - 191 West Nationwide Blvd., Suite 500 - Columbus, Ohio 43215

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [ ] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

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

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Kush Kotecha - Senior Vice President & Chief Corporate Actuary - One Financial Way - Cincinnati, Ohio 45242

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [ ] No [X]

12.11 Name of real estate holding company

12.12 Number of parcels involved 0

12.13 Total book/adjusted carrying value $ 0

12.2 If yes, provide explanation

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

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

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [X]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [X]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [X]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.

14.11 If the response to 14.1 is no, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
0			$ 0

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinator committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

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

20.11 To directors or other officers $ 0

20.12 To stockholders not officers $ 0

20.13 Trustees, supreme or grand (Fraternal only) $ 0

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers $ 0

20.22 To stockholders not officers 0

20.23 Trustees, supreme or grand (Fraternal only) 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reporting in the statement? Yes [ ] No [X]

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

21.21 Rented from others $ 0

21.22 Borrowed from others $ 0

21.23 Leased from others $ 0

21.24 Other $ 0

22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [ ] No [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment $ 0

22.22 Amount paid as expenses $ 0

22.23 Other amounts paid $ 0

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 7,291,477

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 24.03)? Yes [X] No [ ]

24.02 If no, give full and complete information, relating thereto:

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided).
The Company participates in an indemnified securities lending program administered by US Bank in which certain securities are made available for lending. Cash collateral received from borrowers on the loaned securities is remitted to US Bank for investment in accordance with the Company's Reinvestment guidelines As of December 31, 2018, the Company had loaned securities with a fair value of $223,427,767 and had collateral with a fair value of $230,304,912.

24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the *Risk-Based Capital Instructions*? Yes [X] No [ ] N/A [ ]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 230,313,501

24.06 If answer to 24.04 is no, report amount of collateral for other programs $ 0

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [ ] N/A [ ]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [ ] N/A [ ]

24.09. Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [X] No [ ] N/A [ ]

24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: $ 230,304,912

24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: $ 230,313,501

24.103 Total payable for securities lending reported on the liability page: $ 230,304,912

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is current in force? (Exclude securities subject to Interrogatory 21.1 and 24.03.) Yes [X] No [ ]

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

25.21	Subject to repurchase agreements	$ 0
25.22	Subject to reverse repurchase agreements	$ 0
25.23	Subject to dollar repurchase agreements	$ 0
25.24	Subject to reverse dollar repurchase agreements	$ 0
25.25	Placed under option agreements	$ 0
25.26	Letter stock or securities restricted as sale – excluding FHLB Capital Stock	$ 0
25.27	FHLB Capital Stock	$ 36,552,300
25.28	On deposit with states	$ 8,707,923
25.29	On deposit with other regulatory bodies	$ 0
25.30	Pledged as collateral – excluding collateral pledged to an FHLB	$ 0
25.31	Pledged as collateral to FHLB – including assets backing funding agreements	$ 401,075,444
25.32	Other	$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		$ 0

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [X] No [ ]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [X] No [ ] N/A [ ]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year: $ 0

28. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian's Address
US Bank NA	P.O. Box 2054, Schilitz Park, Suite 300, Milwaukee, WI 53201
Wells Fargo Securities, LLC	301 South College Street, 7th Floor, Charlotte, NC 28202-4200

28.02 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation

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

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [ ] No [X]

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Name of Firm or Individual	2 Affiliation
Paul Gerard	I
Tim Biggs	I
Philip Byrde	I
Gary Rodmaker	I
Annette Teders	I
Jeffrey Weisman	I
Nick Trivett	I

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets? Yes [ ] No [ ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes [ ] No [X]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

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

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D-Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [ ] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
		$ 0
29.2999 TOTAL		$ 0

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

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

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

		1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	$ 7,018,142,625	$ 7,046,661,199	$ 28,518,574
30.2	Preferred Stocks	$ 18,292,234	$ 17,954,766	$ (337,468)
30.3	Totals	$ 7,036,434,859	$ 7,064,615,965	$ 28,181,106

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

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

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No [ ]

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

32.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No [ ]

32.2 If no, list exceptions:

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

a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
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 5GI securities? Yes [X] No [ ]

34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

a. The security was purchased prior to January 1, 2018.
b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? Yes [ ] No [X]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

OTHER

35.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 2,206,797

35.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
LL Global Inc	$ 621,095
Moody's Analytics, Inc.	$ 612,378

36.1 Amount of payments for legal expenses, if any? $ 6,297,900

36.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Eversheds Sutherland US LLP	$ 2,695,244

37.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 0

37.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	$ 0

GENERAL INTERROGATORIES

PART 2 – LIFE INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [ ] No [X]

1.2 If yes, indicate premium earned on U.S. business only. $ 0

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $ 0

1.3 Reason for excluding:

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. $ 0

1.5 Indicate total incurred claims on all Medicare Supplement insurance. $ 0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned $ 0

1.62 Total incurred claims $ 0

1.63 Number of covered lives $ 0

All years prior to most current three years:

1.64 Total premium earned $ 0

1.65 Total incurred claims $ 0

1.66 Number of covered lives $ 0

1.7 Group policies:

Most current three years:

1.71 Total premium earned $ 0

1.72 Total incurred claims $ 0

1.73 Number of covered lives $ 0

All years prior to most current three years:

1.74 Total premium earned $ 0

1.75 Total incurred claims $ 0

1.76 Number of covered lives $ 0

2. Health Test:

		1 Current Year	2 Prior Year
2.1	Premium Numerator	$ 0	$ 0
2.2	Premium Denominator	$ 1,420,843,815	$ 1,841,232,806
2.3	Premium Ratio (2.1/2.2)	0.0%	0.0%
2.4	Reserve Numerator	$ 2,318,704	$ 2,450,695
2.5	Reserve Denominator	$ 7,077,322,683	$ 6,469,165,599
2.6	Reserve Ratio (2.4/2.5)	0.0%	0.0%

3.1 Does the reporting entity have Separate Accounts? Yes [X] No [ ]

3.2 If yes, has a Separate Accounts statement been filed with this Department Yes [X] No [ ] N/A[ ]

3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? $ 0

3.4 State the authority under which Separate Accounts are maintained:

3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? Yes [X] No [ ]

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? Yes [ ] No [X]

3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?" $ 0

4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)"? Yes [X] No [ ]

4.2 Net reimbursement of such expenses between reporting entities:

4.21 Paid $ 227,183,389

4.22 Received $ 70,791,781

5.1 Does the reporting entity write any guaranteed interest contracts? Yes [X] No [ ]

5.2 If yes, what amount pertaining to these items is included in:

5.21 Page 3, Line 1 $ 541,154,073

5.22 Page 4, Line 1 $ 0

6. For stock reporting entities only:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: $ 283,297,154

GENERAL INTERROGATORIES

PART 2 – LIFE INTERROGATORIES

7. Total dividends paid stockholders since organization of the reporting entity:

7.11	Cash	$ 1,023,000,000
7.12	Stock	$ 0

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

10.4 If yes, please provide the balance of the funds administered as of the reporting date. $ 0

11.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [ ] No [X] N/A [ ]

11.2 If the answer to 11.1 is yes, please provide the following:

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

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

12.1	Direct premiums written	$ 724,008,441
12.2	Total incurred claims	$ 62,435,053
12.3	Number of covered lives	99,824

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

13. Is the reporting entity licensed or charted, registered, qualified, eligible or writing business in at least two states? Yes [X] No [ ]

13.1 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? Yes [ ] No [ ]

FIVE-YEAR HISTORICAL DATA

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

$000 omitted for amounts of life insurance

		1 2018	2 2017	3 2016	4 2015	5 2014
	Life Insurance in Force (Exhibit of Life Insurance)					
1.	Ordinary - whole life and endowment (Line 34, Col. 4)	25,343,832	23,667,198	21,538,949	19,004,338	17,102,330
2.	Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	100,441,224	95,833,128	90,012,372	84,456,409	78,668,681
3.	Credit life (Line 21, Col. 6)	0	0	0	0	0
4.	Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	5,527	6,292	7,044	7,767	8,532
5.	Industrial (Line 21, Col. 2)	0	0	0	0	0
6.	FEGLI/SGLI (Lines 43 & 44, Col. 4)	0	0	0	0	0
7.	Total (Line 21, Col. 10)	125,790,583	119,506,618	111,558,365	103,468,514	95,779,543
7.1	Total in force for which VM-20 deterministic/stochastic reserves are calculated	0	0	XXX	XXX	XXX
	New Business Issued (Exhibit of Life Insurance)					
8.	Ordinary - whole life and endowment (Line 34, Col. 2)	2,558,144	3,045,338	3,107,876	2,548,507	2,164,509
9.	Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	188,246	201,247	211,798	238,208	241,148
10.	Credit life (Line 2, Col. 6)	0	0	0	0	0
11.	Group (Line 2, Col. 9)	0	0	0	0	0
12.	Industrial (Line 2, Col. 2)	0	0	0	0	0
13.	Total (Line 2, Col. 10)	2,746,390	3,246,585	3,319,674	2,786,715	2,405,657
	Premium Income - Lines of Business (Exhibit 1-Part 1)					
14.	Industrial life (Line 20.4, Col. 2)	0	0	0	0	0
15.1	Ordinary life insurance (Line 20.4, Col.. 3)	596,868,038	577,628,540	618,521,417	558,537,853	564,456,736
15.2	Ordinary individual annuities (Line 20.4, Col. 4)	605,703,352	984,468,779	1,136,803,946	1,718,747,638	2,007,500,073
16.	Credit life (group and individual) (Line 20.4, Col. 5)	0	0	0	0	0
17.1	Group life insurance (Line 20.4, Col. 6)	0	0	0	0	0
17.2	Group annuities (Line 20.4, Col. 7)	212,291,504	272,781,613	418,857,268	254,174,788	235,275,554
18.1	A&H - group (Line 20.4, Col. 8)	0	0	0	0	0
18.2	A&H - credit (group and individual) (Line 20.4, Col. 9)	0	0	0	0	0
18.3	A&H - other (Line 20.4, Col. 10)	5,980,921	6,353,875	6,655,388	6,854,570	(48,358,174)
19.	Aggregate of all other lines of business (Line 20.4, Col. 11)	0	0	0	0	0
20.	Total	1,420,843,815	1,841,232,807	2,180,838,019	2,538,314,849	2,758,874,189
	Balance Sheet (Pages 2 and 3)					
21.	Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	10,200,950,180	8,780,755,052	8,266,508,771	7,725,094,531	7,377,923,283
22.	Total liabilities excluding Separate Accounts business (Page 3, Line 26)	9,181,877,090	7,679,210,368	7,184,418,171	6,637,875,273	6,280,850,574
23.	Aggregate life reserves (Page 3, Line 1)	7,129,776,448	6,533,013,714	5,869,702,172	5,382,493,630	5,094,471,077
23.1	Excess VM-20 deterministic/stochastic reserve over NPR related to Line 7.1	0	0	XXX	XXX	XXX
24.	Aggregate A&H reserves (Page 3, Line 2)	28,832,775	28,749,893	29,241,901	27,331,882	26,186,961
25.	Deposit-type contract funds (Page 3, Line 3)	700,661,524	686,573,558	718,374,173	712,454,301	694,857,632
26.	Asset valuation reserve (Page 3, Line 24.01)	2,422,054	5,842,417	32,507,474	33,538,844	23,641,130
27.	Capital (Page 3, Lines 29 & 30)	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
28.	Surplus (Page 3, Line 37)	1,009,073,090	1,091,550,106	1,072,090,604	1,077,220,327	1,087,073,789
	Cash Flow (Page 5)					
29.	Net cash from operations (Line 11)	1,276,766,157	789,680,171	614,106,897	428,298,777	249,997,748
	Risk-Based Capital Analysis					
30.	Total adjusted capital	1,102,124,030	1,182,069,069	1,192,950,520	1,191,596,104	1,185,716,046
31.	Authorized control level risk-based capital	118,957,725	111,019,948	104,836,894	96,332,648	92,848,881
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32.	Bonds (Line 1)	72.3	71.4	70.1	68.6	68.4
33.	Stocks (Lines 2.1 and 2.2)	4.3	5.0	5.3	5.7	6.0
34.	Mortgage loans on real estate (Lines 3.1 and 3.2)	8.9	9.7	10.0	10.8	11.5
35.	Real estate (Line 4.1, 4.2 and 4.3)	0.3	0.3	0.3	0.4	0.3
36.	Cash, cash equivalents and short-term investments (Line 5)	3.4	5.3	4.3	6.0	5.0
37.	Contract loans (Line 6)	6.6	6.5	6.0	5.4	5.0
38.	Derivatives (Line 7)	1.1	0.8	0.5	0.4	0.3
39.	Other invested assets (Line 8)	0.8	0.9	1.0	1.0	1.6
40.	Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
41.	Securities lending reinvested collateral assets (Line 10)	2.4	0.0	2.4	1.7	2.1
42.	Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
43.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(continued)

		1 2018	2 2017	3 2016	4 2015	5 2014
	Investments in Parent, Subsidiaries and Affiliates					
44.	Affiliated bonds (Sch. D Summary, Line 12, Col. 1)	0	0	0	0	0
45.	Affiliated preferred stocks (Sch. D Summary, Line 18, Col. 1)	0	0	0	0	0
46.	Affiliated common stocks (Sch. D Summary, Line 24, Col. 1)	361,443,562	350,440,630	343,862,985	348,799,939	340,875,688
47.	Affiliated short-term investments (subtotal included in Sch. DA, Verif., Col. 5, Line 10)	0	0	0	0	0
48.	Affiliated mortgage loans on real estate	0	0	0	0	0
49.	All other affiliated	0	0	0	0	0
50.	Total of above Lines 44 to 49	361,443,562	350,440,630	343,862,985	348,799,939	340,875,688
51.	Total investment in parent included in Lines 44 to 49 above	0	0	0	0	0
	Total Nonadmitted and Admitted Assets					
52.	Total nonadmitted assets (Page 2, Line 28, Col. 2)	99,484,844	82,668,947	145,041,262	130,179,099	108,583,526
53.	Total admitted assets (Page 2, Line 28, Col. 3)	29,084,434,907	31,676,736,483	29,061,741,064	27,589,840,350	27,449,336,934
	Investment Data					
54.	Net investment income (Exhibit of Net Investment Income)	366,751,520	338,327,871	332,304,937	340,223,984	330,217,705
55.	Realized capital gains (losses) (Page 4, Line 34, Column 1)	(27,776,411)	(41,403,606)	(24,349,358)	(15,664,478)	(13,619,324)
56.	Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	4,403,272	8,975,420	(8,708,337)	(10,836,354)	(18,542,565)
57.	Total of above Lines 54, 55 and 56	343,378,382	305,899,685	299,247,242	313,723,152	298,055,816
	Benefits and Reserve Increase (Page 6)					
58.	Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15, Col. 1 minus Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11)	3,446,554,124	2,225,377,412	2,043,882,504	1,879,857,691	1,805,456,870
59.	Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11)	1,387,760	1,397,102	1,369,795	1,187,354	3,979,181
60.	Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3)	455,846,381	414,386,007	440,677,984	399,240,576	386,731,015
61.	Increase in A&H reserves (Line 19, Cols. 9, 10 & 11)	82,882	(492,007)	1,910,018	782,718	(54,413,144)
62.	Dividends to policyholders (Line 30, Col 1)	116,431,319	102,665,087	91,946,694	80,985,405	70,527,978
	Operating Percentages					
63.	Insurance expense percent (Page 6, Col. 1, Lines 21, 22, & 23 less Line (6) / (Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00	27.1	20.5	17.6	15.3	13.3
64.	Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.00	5.1	5.4	5.6	6.8	7.5
65.	A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2)	25.5	14.6	49.6	35.1	106.7
66.	A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2)	1.4	0.7	0.7	1.4	(0.4)
67.	A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2)	14.8	13.7	20.0	17.5	(3.9)
	A&H Claim Reserve Adequacy					
68.	Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2)	0	0	0	0	0
69.	Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2)	0	0	0	0	0
70.	Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2)	10,904,975	10,924,175	10,593,793	10,077,664	13,667,201
71.	Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2)	10,345,111	10,836,569	10,222,343	10,838,756	61,762,902
	Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72.	Industrial life (Col. 2)	0	0	0	0	0
73.	Ordinary - life (Col. 3)	(22,742,562)	20,468,529	6,829,971	4,210,898	5,994,161
74.	Ordinary - individual annuities (Col. 4)	34,503,408	110,232,508	54,031,181	65,179,266	98,595,970
75.	Ordinary - supplementary contracts (Col. 5)	243,414	(920,903)	(506,521)	218,378	(13,531)
76.	Credit life (Col. 6)	0	0	0	0	0
77.	Group life (Col. 7)	170,048	286,189	208,787	220,637	244,696
78.	Group annuities (Col. 8)	1,033,623	(400,432)	98,165	8,008,203	(489,691)
79.	A&H - group (Col. 9)	0	0	0	0	0
80.	A&H - credit (Col. 10)	0	0	0	0	0
81.	A&H - other (Col. 11)	1,334,827	1,252,973	115,010	491,591	(320,921)
82.	Aggregate of all other lines of business (Col. 12)	(42,186,437)	(18,500,683)	0	0	0
83.	Total (Col. 1)	(27,643,679)	112,418,181	60,776,593	78,328,973	104,010,684

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [ ] No [ ]

If no, please explain:

EXHIBIT OF LIFE INSURANCE

($000 Omitted for Amounts of Life Insurance)

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance	Number of 7 Policies	Number of 8 Certificates	9 Amount of Insurance	Total Amount of Insurance
1. In force end of prior year	0	0	237,300	119,500,326	0	0	0	198	6,292	119,506,618
2. Issued during year	0	0	6,715	2,746,390	0	0	0	0	0	2,746,390
3. Reinsurance assumed	0	0	13,290	10,371,688	0	0	0	0	0	10,371,688
4. Revived during year	0	0	22	12,911	0	0	0	0	0	12,911
5. Increased during year (net)	0	0	0	379,617	0	0	0	0	0	379,617
6. Subtotals, Lines 2 to 5	0	0	20,027	13,510,606	0	0	0	0	0	13,510,606
7. Additions by dividends during year	XXX	0	XXX	0	XXX	0	XXX	XXX	0	0
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 and 6 to 8)	0	0	257,327	133,010,932	0	0	0	198	6,292	133,017,224
Deductions during year:										
10. Death	0	0	1,468	143,949	0	0	XXX	11	460	144,409
11. Maturity	0	0	248	24,701	0	0	XXX	0	0	24,701
12. Disability	0	0	0	0	0	0	XXX	0	0	0
13. Expiry	0	0	0	0	0	0	0	0	0	0
14. Surrender	0	0	3,775	1,463,999	0	0	0	13	238	1,464,237
15. Lapse	0	0	7,664	4,747,958	0	0	0	0	0	4,747,958
16. Conversion	0	0	177	128,064	0	0	XXX	XXX	XXX	128,064
17. Decreased (net)	0	0	17	483,970	0	0	0	0	67	484,037
18. Reinsurance	0	0	546	233,235	0	0	0	0	0	233,235
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19)	0	0	13,895	7,225,876	0	0	0	24	765	7,226,641
21. In force end of year (Line 9 minus Line 20)	0	0	243,432	125,785,056	0	0	0	174	5,527	125,790,583
22. Reinsurance ceded end of year	XXX	0	XXX	103,029,179	XXX	0	XXX	XXX	0	103,029,179
23. Line 21 minus Line 22	XXX	0	XXX	22,755,877	XXX	(a) 0	XXX	XXX	5,527	22,761,404

DETAILS OF WRITE-INS

	1	2	3	4	5	6	7	8	9	10
0801.	0	0	0	0	0	0	0	0	0	0
0802.	0	0	0	0	0	0	0	0	0	0
0803.	0	0	0	0	0	0	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. Totals (Lines 0801 through 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.	0	0	0	0	0	0	0	0	0	0
1902.	0	0	0	0	0	0	0	0	0	0
1903.	0	0	0	0	0	0	0	0	0	0
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. Totals (Lines 1901 through 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

(a) Group $..........0; Individual $..........0.

EXHIBIT OF LIFE INSURANCE

($000 Omitted for Amounts of Life Insurance) (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
24. Additions by dividends	XXX	0	XXX	2,211,504
25. Other paid-up insurance	0	0	12,257	228,744
26. Debit ordinary insurance	XXX	XXX	0	0

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
Term Insurance Excluding Extended Term Insurance	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
27. Term policies-decreasing	0	0	0	0
28. Term policies-other	0	0	135,618	98,131,613
29. Other term insurance-decreasing	XXX	0	XXX	0
30. Other term insurance	XXX	188,246	XXX	2,118,768
31. Totals (Lines 27 to 30)	0	188,246	135,618	100,250,381
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX	0	XXX	0
33. Totals, extended term insurance	XXX	XXX	1,315	190,843
34. Totals, whole life and endowment	6,715	2,558,144	106,499	25,343,832
35. Totals (Lines 31 to 34)	6,715	2,746,390	243,432	125,785,056

CLASSIFICATION OF AMOUNT OF INSURANCE BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial	0	0	0	0
37. Ordinary	0	2,746,390	100,836,726	24,948,330
38. Credit Life (Group and Individual)	0	0	0	0
39. Group	0	0	0	5,527
40. Totals (Lines 36 to 39)	0	2,746,390	100,836,726	24,953,857

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

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

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies	61,062

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

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

47.1

47.2

POLICIES WITH DISABILITY PROVISIONS

	Industrial		Ordinary		Credit		Group	
Disability Provision	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance	5 Number of Policies	6 Amount of Insurance	7 Number of Certificates	8 Amount of Insurance\
48. Waiver of Premium	0	0	61,021	26,834,072	0	0	0	0
49. Disability Income	0	0	0	0	0	0	0	0
50. Extended Benefits	0	0	XXX	XXX	0	0	174	5,527
51. Other	0	0	0	0	0	0	0	0
52. Total	0	(a) 0	61,021	(a) 26,834,072	0	(a) 0	174	(a) 5,527

(a) See the Annual Audited Financial Reports section of the Annual Statement Instructions.

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

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	207	347	0	0
2. Issued during year	11	49	0	0
3. Reinsurance assumed	0	0	0	0
4. Increased during year (net)	0	0	0	0
5. Total (Lines 1 to 4)	218	396	0	0
Deductions during year:				
6. Decreased (net)	18	56	0	0
7. Reinsurance ceded	0	0	0	0
8. Totals (Lines 6 and 7)	18	56	0	0
9. In force end of year	200	340	0	0
10. Amount on deposit	0	(a) 0	0	(a) 0
11. Income now payable	0	0	0	0
12. Amount of income payable	(a) 587,780	(a) 6,237,978	(a) 0	(a) 0

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	4,284	175,812	1,709	30,267
2. Issued during year	1,030	6,077	115	10,480
3. Reinsurance assumed	0	0	0	0
4. Increased during year (net)	0	0	0	0
5. Total (Lines 1 to 4)	5,314	181,889	1,824	40,747
Deductions during year:				
6. Decreased (net)	224	16,043	183	9,535
7. Reinsurance ceded	0	0	0	0
8. Totals (Lines 6 and 7)	224	16,043	183	9,535
9. In force end of year	5,090	165,846	1,641	31,212
Income now payable:				
10. Amount of income payable	(a) 52,064,894	XXX	XXX	(a) 11,273,146
Deferred fully paid:				
11. Account balance	XXX	(a) 20,871,256,136	XXX	(a) 1,031,644,242
Deferred not fully paid:				
12. Account balance	XXX	(a) 0	XXX	(a) 0

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in force	3 Policies	4 Premiums in force	5 Policies	6 Premiums in force
1. In force end of prior year	0	0	0	0	6,539	12,778,316
2. Issued during year	0	0	0	0	25	27,679
3. Reinsurance assumed	0	0	0	0	0	0
4. Increased during year (net)	0	XXX	0	XXX	24	XXX
5. Total (Lines 1 to 4)	0	XXX	0	XXX	6,588	XXX
Deductions during year:						
6. Conversions	0	XXX	XXX	XXX	XXX	XXX
7. Decreased (net)	0	XXX	0	XXX	410	XXX
8. Reinsurance ceded	0	XXX	0	XXX	0	XXX
9. Totals (Lines 6 to 8)	0	XXX	0	XXX	410	XXX
10. In force end of year	0	(a) 0	0	(a) 0	6,178	(a) 12,121,562

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds Contracts	2 Dividend Accumulations Contracts
1. In force end of prior year	150	8,282
2. Issued during year	4	0
3. Reinsurance assumed	0	0
4. Increased during year (net)	0	0
5. Total (Lines 1 to 4)	154	8,282
Deductions during year:		
6. Decreased (net)	23	549
7. Reinsurance ceded	0	0
8. Totals (Lines 6 and 7)	23	549
9. In force end of year	131	7,733
10. Amount of account balance	(a) 631,218,426	(a) 34,265,638

(a) See the Annual Audited Financial Reports section of the Annual Statement Instructions.

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS (b)

Allocated by States and Territories

		1	Direct Business Only					
			Life Contracts		4	5	6	7
			2	3				
	States, Etc.	Active Status (a)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1.	Alabama AL	L	9,169,205	2,634,499	160,350	2,736,778	14,700,832	2,310
2.	Alaska AK	L	201,053	0	3,899	21,841	226,793	1,028
3.	Arizona AZ	L	11,273,907	19,738,567	104,951	3,983,123	35,100,548	5,259
4.	Arkansas AR	L	4,879,357	8,122,432	73,166	738,942	13,813,897	1,029,852
5.	California CA	L	46,097,575	72,692,286	713,017	19,648,125	139,151,003	1,765,192
6.	Colorado CO	L	33,190,830	22,791,280	384,868	872,464	57,239,443	1,568,187
7.	Connecticut CT	L	4,395,836	20,528,012	157,059	13,044,280	38,125,188	13,127
8.	Delaware DE	L	1,839,320	3,067,245	37,222	632,591	5,576,378	23,658,139
9.	District of Columbia DC	L	787,712	9,409,064	7,555	100,250	10,304,580	0
10.	Florida FL	L	48,655,539	129,213,758	503,697	6,190,950	184,563,945	816,619
11.	Georgia GA	L	8,124,617	16,739,495	194,164	2,186,914	27,245,191	189,710
12.	Hawaii HI	L	121,601	6,250	10,193	0	138,044	221
13.	Idaho ID	L	1,771,966	8,503,395	99,877	1,342,311	11,717,548	4,703,269
14.	Illinois IL	L	36,641,390	54,149,877	685,228	6,253,390	97,729,886	1,942,658
15.	Indiana IN	L	10,293,319	22,014,097	136,200	7,604,952	40,048,569	235,463
16.	Iowa IA	L	7,997,095	23,764,656	128,200	2,960,356	34,850,307	587,146
17.	Kansas KS	L	14,179,249	50,869,312	285,602	1,001,820	66,335,982	12,672
18.	Kentucky KY	L	4,626,603	17,373,875	129,656	3,559,264	25,689,397	3,736
19.	Louisiana LA	L	15,637,365	2,787,709	61,406	1,656,874	20,143,353	44,234
20.	Maine ME	L	612,940	5,541,826	28,118	546,875	6,729,759	287
21.	Maryland MD	L	8,877,857	76,070,870	229,774	1,363,679	86,542,180	86,055
22.	Massachusetts MA	L	12,436,283	17,560,826	408,988	1,168,305	31,574,402	2,331,466
23.	Michigan MI	L	35,218,312	70,227,951	435,353	7,153,028	113,034,644	3,998,283
24.	Minnesota MN	L	10,294,921	45,651,732	170,218	3,335,666	59,452,536	484,709
25.	Mississippi MS	L	2,995,955	8,311,340	99,985	314,315	11,721,595	167,630
26.	Missouri MO	L	11,197,218	44,700,822	125,081	1,464,683	57,487,803	1,130,790
27.	Montana MT	L	1,000,359	1,229,989	22,202	151,454	2,404,004	559,532
28.	Nebraska NE	L	6,963,789	16,005,618	89,626	1,136,293	24,195,325	740,647
29.	Nevada NV	L	2,405,548	16,461,171	66,199	66,058	18,998,977	407,054
30.	New Hampshire NH	L	5,923,598	4,771,301	44,987	1,001	10,740,887	2,983
31.	New Jersey NJ	L	22,149,169	54,093,454	218,710	1,395,828	77,857,161	6,541,059
32.	New Mexico NM	L	857,897	6,405,772	17,989	80,258	7,361,915	74,811
33.	New York NY	N	1,683,678	4,521,480	38,062	12,875	6,256,094	4,312
34.	North Carolina NC	L	11,770,594	40,526,913	253,759	10,845,250	63,396,517	163,104
35.	North Dakota ND	L	5,750,343	4,434,142	97,616	103,062	10,385,164	10,830
36.	Ohio OH	L	43,954,329	99,514,148	1,191,201	45,927,827	190,587,505	56,026,103
37.	Oklahoma OK	L	9,475,160	14,977,813	137,955	6,927,496	31,518,425	132,393
38.	Oregon OR	L	3,752,325	13,258,541	161,282	627,734	17,799,882	279,071
39.	Pennsylvania PA	L	37,348,945	103,271,850	627,268	10,441,246	151,689,309	0
40.	Rhode Island RI	L	1,967,138	2,741,616	57,649	72,496	4,838,899	6,096,156
41.	South Carolina SC	L	5,133,618	20,217,228	91,717	1,026,240	26,468,804	2,471
42.	South Dakota SD	L	2,366,040	1,879,585	11,556	13,452	4,270,633	2,042
43.	Tennessee TN	L	12,784,255	23,156,011	445,623	10,730,315	47,116,203	134,312
44.	Texas TX	L	49,040,474	67,715,787	554,312	16,208,506	133,519,079	4,369,630
45.	Utah UT	L	9,639,837	3,310,232	55,077	52,043	13,057,189	277,610
46.	Vermont VT	L	234,412	1,175,055	6,166	48,553	1,464,186	40
47.	Virginia VA	L	11,588,054	56,528,173	245,618	7,882,652	76,244,497	103,721
48.	Washington WA	L	6,181,997	8,895,660	133,262	1,632,378	16,843,298	244,042
49.	West Virginia WV	L	2,380,523	5,668,267	113,781	3,291,408	11,453,979	81,325
50.	Wisconsin WI	L	15,441,497	31,951,702	667,964	3,735,304	51,796,467	911,969
51.	Wyoming WY	L	977,652	2,773,764	24,571	0	3,775,988	2,307
52.	American Samoa AS	N	0	0	0	0	0	0
53.	Guam GU	N	0	0	0	0	0	0
54.	Puerto Rico PR	L	307,355	318,350	1,177,272	0	1,802,977	63
55.	US Virgin Islands VI	N	10,648	0	0	0	10,648	0
56.	Northern Mariana Islands MP	N	0	0	0	0	0	0
57.	Canada CAN	N	55,571	0	130	0	55,701	99
58.	Aggregate Other Alien OT	XXX	184,777	0	16,336	0	201,113	76,010
59.	Subtotal	XXX	612,846,606	1,358,274,796	11,941,719	212,291,505	2,195,354,625	122,021,737
90.	Reporting entity contributions for employee benefit plans	XXX	0	0	0	0	0	0
91.	Dividends or refunds applied to purchase paid-up additions and annuities	XXX	92,175,072	0	0	0	92,175,072	0
92.	Dividends or refunds applied to shorten endowment or premium paying period	XXX	0	0	0	0	0	0
93.	Premium or annuity considerations waived under disability or other contract provisions	XXX	1,095,586	12,164,170	291,671	0	13,551,427	0
94.	Aggregate other amounts not allocable by State	XXX	5,034,560	0	0	0	5,034,560	0
95.	Totals (Direct Business)	XXX	711,151,823	1,370,438,966	12,233,390	212,291,505	2,306,115,684	122,021,737
96.	Plus reinsurance assumed	XXX	93,780,159	3,077,198	0	0	96,857,357	0
97.	Totals (All Business)	XXX	804,931,983	1,373,516,164	12,233,390	212,291,505	2,402,973,042	122,021,737
98.	Less reinsurance ceded	XXX	220,920,562	767,812,820	6,238,618	0	994,972,000	0
99.	Totals (All Business) less reinsurance ceded	XXX	584,011,421	605,703,344	(c) 5,994,772	212,291,505	1,408,001,041	122,021,737
	DETAILS OF WRITE-INS							
58001.	ZZZ Other Alien	XXX	184,777	0	16,336	0	201,113	76,010
58002.		XXX	0	0	0	0	0	0
58003.		XXX	0	0	0	0	0	0
58998.	Summ. of remaining write-ins for line 58 from overflow page	XXX	0	0	0	0	0	0
58999.	Total (Lines 58001 thru 58003 plus 58998) (Line 58 above)	XXX	184,777	0	16,336	0	201,113	76,010
9401.	Dividends accums used to purchase paid-up additions	XXX	5,031,315	0	0	0	5,031,315	0
9402.	Dividends accums used to shorten endow or prem pay	XXX	3,245	0	0	0	3,245	0
9403.		XXX	0	0	0	0	0	0
9498.	Summ. of remaining write-ins for line 94 from overflow page	XXX	0	0	0	0	0	0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 above)	XXX	5,034,560	0	0	0	5,034,560	0

(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG	51	R - Registered - Non-domiciled RRGs	0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state	0	Q - Qualified - Qualified or accredited reinsurer	0
		N - None of the above - Not allowed to write business in the state	6

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

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

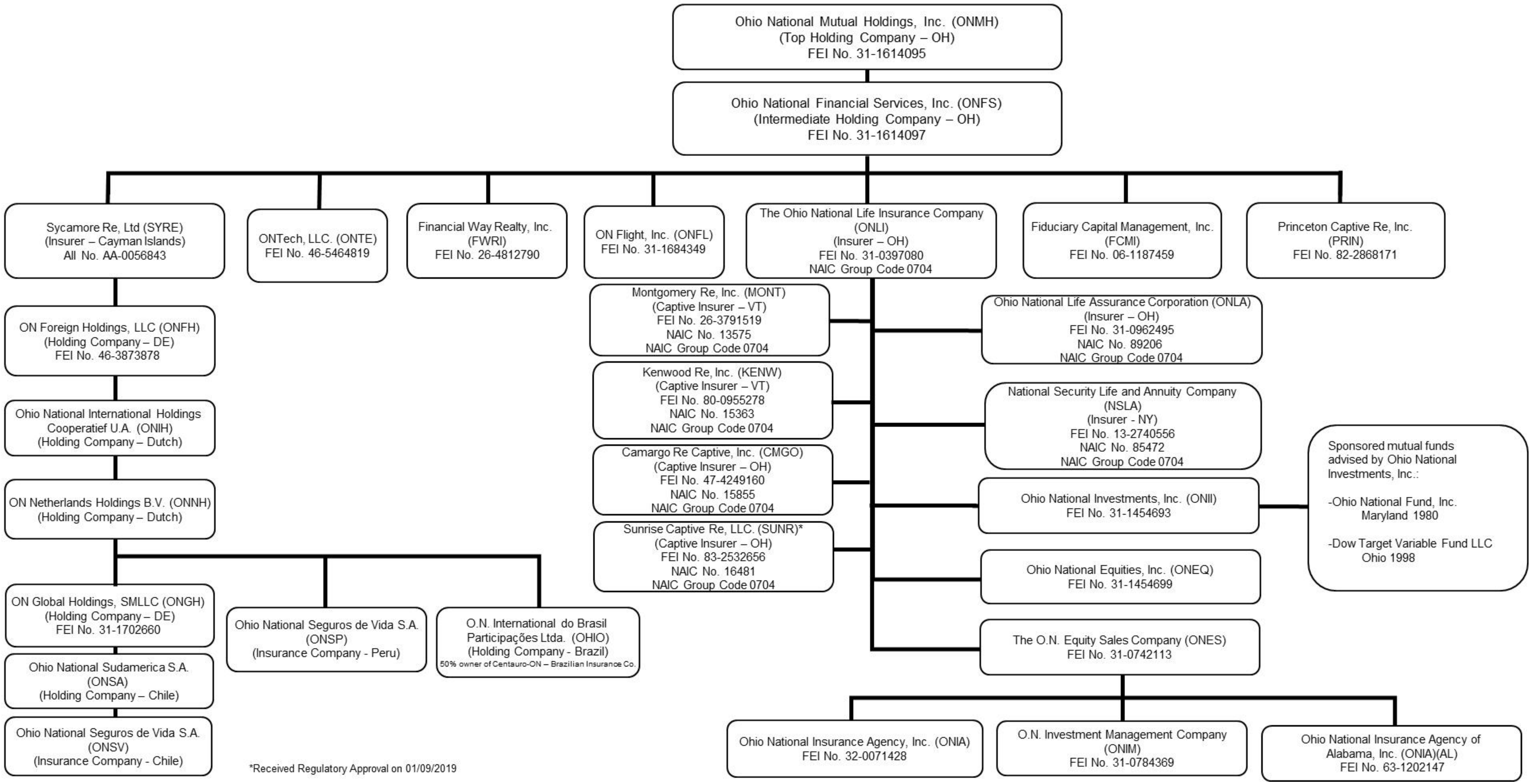
(c) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9, and 10, or with Schedule H, Part 1, Column 1, Line 1. Indicate which:

Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10

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

PART 1 – ORGANIZATIONAL CHART

All subsidiaries are 100% owned except as noted



*Received Regulatory Approval on 01/09/2019

2018 ALPHABETICAL INDEX
LIFE ANNUAL STATEMENT BLANK