

WAYNE MUTUAL INSURANCE COMPANY
ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	62,480,069		62,480,069	60,646,684
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	12,667,725	500	12,667,225	10,184,732
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	166,250		166,250	193,145
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	614,551		614,551	642,343
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....8,081,647, Schedule E-Part 1), cash equivalents (\$.....724,751, Schedule E-Part 2) and short-term investments (\$.....100,197, Schedule DA).....	8,906,596		8,906,596	5,368,645
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives (Schedule DB).....			0	
8. Other invested assets (Schedule BA).....			0	
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets (Schedule DL).....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	84,835,191	500	84,834,691	77,035,549
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	483,990		483,990	500,789
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	180,904		180,904	222,614
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	15,158,619		15,158,619	14,091,181
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	225,557		225,557	204,432
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....	997,472		997,472	1,230,493
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	90,912		90,912	57,913
21. Furniture and equipment, including health care delivery assets (\$.....0).....	275,119	275,119	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other-than-invested assets.....	27,995	0	27,995	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	102,275,759	275,619	102,000,140	93,342,971
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. TOTAL (Lines 26 and 27).....	102,275,759	275,619	102,000,140	93,342,971

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. NAMICO INSURANCE A/R.....	27,995		27,995	
2502.			0	
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above).....	27,995	0	27,995	0

WAYNE MUTUAL INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	13,373,689	11,629,195
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	1,015,000	990,000
4. Commissions payable, contingent commissions and other similar charges.....	1,637,288	1,701,672
5. Other expenses (excluding taxes, licenses and fees).....	659,064	1,096,208
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	784,862	694,641
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	183,926	118,983
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....0 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	31,795,732	28,852,273
10. Advance premium.....	553,847	544,454
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	461,832	359,290
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20).....		1,076
14. Amounts withheld or retained by company for account of others.....	(54,591)	(62,971)
15. Remittances and items not allocated.....		
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 3, Column 78).....		
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	101,468	159,273
20. Derivatives.....		
21. Payable for securities.....		
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	50,512,117	46,084,094
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	50,512,117	46,084,094
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....		
31. Preferred capital stock.....		
32. Aggregate write-ins for other-than-special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....		
35. Unassigned funds (surplus).....	51,488,023	47,258,877
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	51,488,023	47,258,877
38. TOTAL (Page 2, Line 28, Col. 3).....	102,000,140	93,342,971

DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
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).....	0	0
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above).....	0	0

WAYNE MUTUAL INSURANCE COMPANY
STATEMENT OF INCOME

		1	2
		Current Year	Prior Year
UNDERWRITING INCOME			
1.	Premiums earned (Part 1, Line 35, Column 4).....	60,011,249	55,677,755
DEDUCTIONS:			
2.	Losses incurred (Part 2, Line 35, Column 7).....	35,539,579	26,572,311
3.	Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	4,163,843	3,981,807
4.	Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	19,826,244	18,761,221
5.	Aggregate write-ins for underwriting deductions.....	0	0
6.	Total underwriting deductions (Lines 2 through 5).....	59,529,666	49,315,339
7.	Net income of protected cells.....		
8.	Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	481,583	6,362,416
INVESTMENT INCOME			
9.	Net investment income earned (Exhibit of Net Investment Income, Line 17).....	1,695,892	1,358,035
10.	Net realized capital gains (losses) less capital gains tax of \$.....93,365 (Exhibit of Capital Gains (Losses)).....	351,230	217,963
11.	Net investment gain (loss) (Lines 9 + 10).....	2,047,122	1,575,998
OTHER INCOME			
12.	Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	
13.	Finance and service charges not included in premiums.....	657,846	629,716
14.	Aggregate write-ins for miscellaneous income.....	64,089	128,975
15.	Total other income (Lines 12 through 14).....	721,935	758,691
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	3,250,640	8,697,105
17.	Dividends to policyholders.....		
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	3,250,640	8,697,105
19.	Federal and foreign income taxes incurred.....	571,578	1,798,413
20.	Net income (Line 18 minus Line 19) (to Line 22).....	2,679,062	6,898,692
CAPITAL AND SURPLUS ACCOUNT			
21.	Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	47,258,877	41,595,209
22.	Net income (from Line 20).....	2,679,062	6,898,692
23.	Net transfers (to) from Protected Cell accounts.....		
24.	Change in net unrealized capital gains or (losses) less capital gains tax of \$....370,578.....	1,394,080	(1,365,579)
25.	Change in net unrealized foreign exchange capital gain (loss).....		
26.	Change in net deferred income tax.....	137,557	132,690
27.	Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	18,447	(2,135)
28.	Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....		
29.	Change in surplus notes.....		
30.	Surplus (contributed to) withdrawn from Protected Cells.....		
31.	Cumulative effect of changes in accounting principles.....		
32.	Capital changes:		
32.1	Paid in.....		
32.2	Transferred from surplus (Stock Dividend).....		
32.3	Transferred to surplus.....		
33.	Surplus adjustments:		
33.1	Paid in.....		
33.2	Transferred to capital (Stock Dividend).....		
33.3.	Transferred from capital.....		
34.	Net remittances from or (to) Home Office.....		
35.	Dividends to stockholders.....		
36.	Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....		
37.	Aggregate write-ins for gains and losses in surplus.....	0	0
38.	Change in surplus as regards policyholders for the year (Lines 22 through 37).....	4,229,146	5,663,668
39.	Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	51,488,023	47,258,877
DETAILS OF WRITE-INS			
0501.	.....	
0502.	.....	
0503.	.....	
0598.	Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599.	Totals (Lines 0501 through 0503 plus 0598) (Line 5 above).....	0	0
1401.	N.A.M.I.C.O. & OTHER INCOME.....	56,755	128,975
1402.	CITY INCOME TAX REFUND.....	7,334	
1403.	.....	
1498.	Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499.	Totals (Lines 1401 through 1403 plus 1498) (Line 14 above).....	64,089	128,975
3701.	.....	
3702.	.....	
3703.	.....	
3798.	Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799.	Totals (Lines 3701 through 3703 plus 3798) (Line 37 above).....	0	0

WAYNE MUTUAL INSURANCE COMPANY
CASH FLOW

		1	2
		Current Year	Prior Year
CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance.....	62,040,915	57,086,166
2.	Net investment income.....	1,804,415	1,387,049
3.	Miscellaneous income.....	721,935	758,691
4.	Total (Lines 1 through 3).....	64,567,265	59,231,906
5.	Benefit and loss related payments.....	33,816,210	25,528,978
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7.	Commissions, expenses paid and aggregate write-ins for deductions.....	24,376,547	22,241,051
8.	Dividends paid to policyholders.....		
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	600,000	1,573,356
10.	Total (Lines 5 through 9).....	58,792,757	49,343,385
11.	Net cash from operations (Line 4 minus Line 10).....	5,774,508	9,888,521
CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds.....	7,834,472	4,746,104
12.2	Stocks.....	1,267,854	1,599,880
12.3	Mortgage loans.....	26,895	26,361
12.4	Real estate.....		
12.5	Other invested assets.....		
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments.....	(0)	
12.7	Miscellaneous proceeds.....		
12.8	Total investment proceeds (Lines 12.1 to 12.7).....	9,129,221	6,372,344
13.	Cost of investments acquired (long-term only):		
13.1	Bonds.....	9,605,257	12,254,030
13.2	Stocks.....	1,661,513	2,243,082
13.3	Mortgage loans.....		
13.4	Real estate.....	5,960	26,858
13.5	Other invested assets.....		
13.6	Miscellaneous applications.....		
13.7	Total investments acquired (Lines 13.1 to 13.6).....	11,272,730	14,523,970
14.	Net increase (decrease) in contract loans and premium notes.....		
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(2,143,509)	(8,151,626)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes.....		
16.2	Capital and paid in surplus, less treasury stock.....		
16.3	Borrowed funds.....		
16.4	Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5	Dividends to stockholders.....		
16.6	Other cash provided (applied).....	(93,048)	363,883
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(93,048)	363,883
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).....	3,537,951	2,100,778
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year.....	5,368,645	3,267,867
19.2	End of year (Line 18 plus Line 19.1).....	8,906,596	5,368,645

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

20.0001		
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WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire.....	13,343,045	6,756,206	6,977,009	13,122,242
2.	Allied lines.....	0		0	0
3.	Farmowners multiple peril.....	5,534,162	2,725,983	3,016,019	5,244,126
4.	Homeowners multiple peril.....	14,878,411	7,295,986	8,318,217	13,856,180
5.	Commercial multiple peril.....	5,880,531	2,943,407	3,103,306	5,720,632
6.	Mortgage guaranty.....	0		0	0
8.	Ocean marine.....	0		0	0
9.	Inland marine.....	80,120	36,431	43,513	73,038
10.	Financial guaranty.....	0		0	0
11.1	Medical professional liability - occurrence.....	0		0	0
11.2	Medical professional liability - claims-made.....	0		0	0
12.	Earthquake.....	0		0	0
13.	Group accident and health.....	0		0	0
14.	Credit accident and health (group and individual).....	0		0	0
15.	Other accident and health.....	0		0	0
16.	Workers' compensation.....	0		0	0
17.1	Other liability - occurrence.....	2,392,292	1,092,652	1,443,395	2,041,549
17.2	Other liability - claims-made.....	0		0	0
17.3	Excess workers' compensation.....	0		0	0
18.1	Products liability - occurrence.....	0		0	0
18.2	Products liability - claims-made.....	0		0	0
19.1, 19.2	Private passenger auto liability.....	8,930,864	3,418,175	3,664,645	8,684,394
19.3, 19.4	Commercial auto liability.....	1,334,011	623,609	689,015	1,268,605
21.	Auto physical damage.....	10,581,272	3,959,824	4,540,613	10,000,483
22.	Aircraft (all perils).....	0		0	0
23.	Fidelity.....	0		0	0
24.	Surety.....	0		0	0
26.	Burglary and theft.....	0		0	0
27.	Boiler and machinery.....	0		0	0
28.	Credit.....	0		0	0
29.	International.....	0		0	0
30.	Warranty.....	0		0	0
31.	Reinsurance - nonproportional assumed property.....	0		0	0
32.	Reinsurance - nonproportional assumed liability.....	0		0	0
33.	Reinsurance - nonproportional assumed financial lines.....	0		0	0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0
35.	TOTALS.....	62,954,708	28,852,273	31,795,732	60,011,249

DETAILS OF WRITE-INS

3401.	.....	0		0	0
3402.	.....	0		0	0
3403.	.....	0		0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0

WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT
PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1	2	3	4	5
		Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire.....	6,977,009				6,977,009
2.	Allied lines.....					0
3.	Farmowners multiple peril.....	3,016,019				3,016,019
4.	Homeowners multiple peril.....	8,318,217				8,318,217
5.	Commercial multiple peril.....	3,103,306				3,103,306
6.	Mortgage guaranty.....					0
8.	Ocean marine.....					0
9.	Inland marine.....	43,513				43,513
10.	Financial guaranty.....					0
11.1	Medical professional liability - occurrence.....					0
11.2	Medical professional liability - claims-made.....					0
12.	Earthquake.....					0
13.	Group accident and health.....					0
14.	Credit accident and health (group and individual).....					0
15.	Other accident and health.....					0
16.	Workers' compensation.....					0
17.1	Other liability - occurrence.....	1,443,395				1,443,395
17.2	Other liability - claims-made.....					0
17.3	Excess workers' compensation.....					0
18.1	Products liability - occurrence.....					0
18.2	Products liability - claims-made.....					0
19.1, 19.2	Private passenger auto liability.....	3,664,645				3,664,645
19.3, 19.4	Commercial auto liability.....	689,015				689,015
21.	Auto physical damage.....	4,540,613				4,540,613
22.	Aircraft (all perils).....					0
23.	Fidelity.....					0
24.	Surety.....					0
26.	Burglary and theft.....					0
27.	Boiler and machinery.....					0
28.	Credit.....					0
29.	International.....					0
30.	Warranty.....					0
31.	Reinsurance - nonproportional assumed property.....					0
32.	Reinsurance - nonproportional assumed liability.....					0
33.	Reinsurance - nonproportional assumed financial lines.....					0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0
35.	TOTALS.....	31,795,732	0	0	0	31,795,732
36.	Accrued retrospective premiums based on experience.....					
37.	Earned but unbilled premiums.....					0
38.	Balance (sum of Lines 35 through 37).....					31,795,732

DETAILS OF WRITE-INS					
3401.	.....				0
3402.	.....				0
3403.	.....				0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0

(a) State here basis of computation used in each case:

WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business		1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
			2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1.	Fire.....	545,242	12,916,670			118,867	13,343,045
2.	Allied lines.....						0
3.	Farmowners multiple peril.....	6,145,338		2,177		613,353	5,534,162
4.	Homeowners multiple peril.....	15,995,992		11,329		1,128,910	14,878,411
5.	Commercial multiple peril.....	6,315,563		14,697		449,729	5,880,531
6.	Mortgage guaranty.....						0
8.	Ocean marine.....						0
9.	Inland marine.....	87,773				7,653	80,120
10.	Financial guaranty.....						0
11.1	Medical professional liability - occurrence.....						0
11.2	Medical professional liability - claims-made.....						0
12.	Earthquake.....						0
13.	Group accident and health.....						0
14.	Credit accident and health (group and individual).....						0
15.	Other accident and health.....						0
16.	Workers' compensation.....						0
17.1	Other liability - occurrence.....	2,889,192		17,243		514,143	2,392,292
17.2	Other liability - claims-made.....						0
17.3	Excess workers' compensation.....						0
18.1	Products liability - occurrence.....						0
18.2	Products liability - claims-made.....						0
19.1, 19.2	Private passenger auto liability.....	9,085,221		64,370		218,727	8,930,864
19.3, 19.4	Commercial auto liability.....	1,357,067		9,615		32,671	1,334,011
21.	Auto physical damage.....	11,123,628		49,558		591,914	10,581,272
22.	Aircraft (all perils).....						0
23.	Fidelity.....						0
24.	Surety.....						0
26.	Burglary and theft.....						0
27.	Boiler and machinery.....						0
28.	Credit.....						0
29.	International.....						0
30.	Warranty.....						0
31.	Reinsurance - nonproportional assumed property.....	XXX					0
32.	Reinsurance - nonproportional assumed liability.....	XXX					0
33.	Reinsurance - nonproportional assumed financial lines.....	XXX					0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0	0
35.	TOTALS.....	53,545,016	12,916,670	168,989	0	3,675,967	62,954,708

DETAILS OF WRITE-INS

3401.	.....						0
3402.	.....						0
3403.	.....						0
3498.	Summary of remaining write-ins for Line 34 from overflow page....	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]
If yes: 1. The amount of such installment premiums \$.0.
2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.0.

WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT
PART 2 - LOSSES PAID AND INCURRED

		Losses Paid Less Salvage				5	6	7	8
		1	2	3	4				
Line of Business		Direct Business	Reinsurance Assumed	Reinsurance Recovered	Net Payments (Cols. 1 + 2 - 3)	Net Losses Unpaid Current Year (Part 2A, Col. 8)	Net Losses Unpaid Prior Year	Losses Incurred Current Year (Cols. 4 + 5 - 6)	Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire.....	489,781	6,540,534	81,231	6,949,084	1,770,469	1,764,220	6,955,333	53.0
2.	Allied lines.....				.0	.0		.0	0.0
3.	Farmowners multiple peril.....	2,815,576		203,703	2,611,873	625,819	528,524	2,709,168	51.7
4.	Homeowners multiple peril.....	9,342,896		910,587	8,432,309	3,015,763	1,542,803	9,905,269	71.5
5.	Commercial multiple peril.....	3,028,275		174,055	2,854,220	1,541,022	1,602,442	2,792,800	48.8
6.	Mortgage guaranty.....				.0	.0		.0	0.0
8.	Ocean marine.....				.0	.0		.0	0.0
9.	Inland marine.....	18,927			18,927	500		19,427	26.6
10.	Financial guaranty.....				.0	.0		.0	0.0
11.1	Medical professional liability - occurrence.....				.0	.0		.0	0.0
11.2	Medical professional liability - claims-made.....				.0	.0		.0	0.0
12.	Earthquake.....				.0	.0		.0	0.0
13.	Group accident and health.....				.0	.0		.0	0.0
14.	Credit accident and health (group and individual).....				.0	.0		.0	0.0
15.	Other accident and health.....				.0	.0		.0	0.0
16.	Workers' compensation.....				.0	.0		.0	0.0
17.1	Other liability - occurrence.....	392,646			392,646	893,016	1,114,525	171,137	8.4
17.2	Other liability - claims-made.....				.0	.0		.0	0.0
17.3	Excess workers' compensation.....				.0	.0		.0	0.0
18.1	Products liability - occurrence.....				.0	.0		.0	0.0
18.2	Products liability - claims-made.....				.0	.0		.0	0.0
19.1, 19.2	Private passenger auto liability.....	5,403,031			5,403,031	4,660,603	4,101,237	5,962,397	68.7
19.3, 19.4	Commercial auto liability.....	516,288			516,288	436,114	710,073	242,329	19.1
21.	Auto physical damage.....	6,633,371		16,664	6,616,707	430,383	265,371	6,781,719	67.8
22.	Aircraft (all perils).....				.0	.0		.0	0.0
23.	Fidelity.....				.0	.0		.0	0.0
24.	Surety.....				.0	.0		.0	0.0
26.	Burglary and theft.....				.0	.0		.0	0.0
27.	Boiler and machinery.....				.0	.0		.0	0.0
28.	Credit.....				.0	.0		.0	0.0
29.	International.....				.0	.0		.0	0.0
30.	Warranty.....				.0	.0		.0	0.0
31.	Reinsurance - nonproportional assumed property.....	XXX			.0	.0		.0	0.0
32.	Reinsurance - nonproportional assumed liability.....	XXX			.0	.0		.0	0.0
33.	Reinsurance - nonproportional assumed financial lines.....	XXX			.0	.0		.0	0.0
34.	Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0	.0	0.0
35.	TOTALS.....	28,640,791	6,540,534	1,386,240	33,795,085	13,373,689	11,629,195	35,539,579	59.2
DETAILS OF WRITE-INS									
3401.	.....				.0	.0		.0	0.0
3402.	.....				.0	.0		.0	0.0
3403.	.....				.0	.0		.0	0.0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	.0	.0	.0	.0	.0	.0	.0	XXX
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	.0	.0	.0	.0	.0	.0	.0	0.0

WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8	9
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1. Fire.....	11,201	1,458,268	8,000	1,461,469	309,000			1,770,469	26,637
2. Allied lines.....				0				0	
3. Farmowners multiple peril.....	641,149		151,596	489,553	146,926		10,660	625,819	55,111
4. Homeowners multiple peril.....	2,967,678		582,649	2,385,029	680,074		49,340	3,015,763	255,092
5. Commercial multiple peril.....	1,317,093		350,071	967,022	585,000		11,000	1,541,022	131,270
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....				0				0	
9. Inland marine.....	500			500				500	
10. Financial guaranty.....				0				0	
11.1 Medical professional liability - occurrence.....				0				0	
11.2 Medical professional liability - claims-made.....				0				0	
12. Earthquake.....				0				0	
13. Group accident and health.....				0				(a) 0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....				0				(a) 0	
16. Workers' compensation.....				0				0	
17.1 Other liability - occurrence.....	325,016			325,016	583,000		15,000	893,016	76,070
17.2 Other liability - claims-made.....				0				0	
17.3 Excess workers' compensation.....				0				0	
18.1 Products liability - occurrence.....				0				0	
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....	3,664,603			3,664,603	1,066,000		70,000	4,660,603	397,008
19.3, 19.4 Commercial auto liability.....	621,114		321,000	300,114	136,000			436,114	37,150
21. Auto physical damage.....	550,483		8,100	542,383	(112,000)			430,383	36,662
22. Aircraft (all perils).....				0				0	
23. Fidelity.....				0				0	
24. Surety.....				0				0	
26. Burglary and theft.....				0				0	
27. Boiler and machinery.....				0				0	
28. Credit.....				0				0	
29. International.....				0				0	
30. Warranty.....				0				0	
31. Reinsurance - nonproportional assumed property.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	
33. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	10,098,837	1,458,268	1,421,416	10,135,689	3,394,000	0	156,000	13,373,689	1,015,000
DETAILS OF WRITE-INS									
3401.				0				0	
3402.				0				0	
3403.				0				0	
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above).....	0	0	0	0	0	0	0	0	0

(a) Including \$.....0 for present value of life indemnity claims.

WAYNE MUTUAL INSURANCE COMPANY
UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	900,934			900,934
1.2 Reinsurance assumed.....	264,965			264,965
1.3 Reinsurance ceded.....				0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	1,165,899	0	0	1,165,899
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....		8,387,887		8,387,887
2.2 Reinsurance assumed, excluding contingent.....		3,920,189		3,920,189
2.3 Reinsurance ceded, excluding contingent.....		169,676		169,676
2.4 Contingent - direct.....		1,040,246		1,040,246
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	13,178,646	0	13,178,646
3. Allowances to manager and agents.....	17,357	94,741		112,098
4. Advertising.....		143,831		143,831
5. Boards, bureaus and associations.....	13,972	449,418		463,390
6. Surveys and underwriting reports.....	375,860	1,418,570		1,794,430
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....	1,847,228	1,884,802	409,739	4,141,769
8.2 Payroll taxes.....	145,431	148,504	32,284	326,219
9. Employee relations and welfare.....	328,958	409,189	55,679	793,826
10. Insurance.....	2,662	115,994	809	119,465
11. Directors' fees.....		100,900		100,900
12. Travel and travel items.....	4,769	2,538		7,307
13. Rent and rent items.....	48,000	60,000	40,186	148,186
14. Equipment.....		122,079		122,079
15. Cost or depreciation of EDP equipment and software.....				0
16. Printing and stationery.....	99,695	480,563	47,999	628,257
17. Postage, telephone and telegraph, exchange and express.....	86,686	291,399	7,472	385,557
18. Legal and auditing.....	27,326	35,594	2,733	65,653
19. Totals (Lines 3 to 18).....	2,997,944	5,758,122	596,901	9,352,967
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....		790,656		790,656
20.2 Insurance department licenses and fees.....		48,408		48,408
20.3 Gross guaranty association assessments.....				0
20.4 All other (excluding federal and foreign income and real estate).....				0
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	839,064	0	839,064
21. Real estate expenses.....			13,580	13,580
22. Real estate taxes.....			31,826	31,826
23. Reimbursements by uninsured plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	0	50,412	0	50,412
25. Total expenses incurred.....	4,163,843	19,826,244	642,307	(a).....24,632,394
26. Less unpaid expenses - current year.....	1,015,000	2,264,526	31,826	3,311,352
27. Add unpaid expenses - prior year.....	990,000	2,766,207	31,673	3,787,880
28. Amounts receivable relating to uninsured plans, prior year.....				0
29. Amounts receivable relating to uninsured plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	4,138,843	20,327,925	642,154	25,108,922

DETAILS OF WRITE-INS

2401. OFFICE UTILITIES AND MISC.....		50,412		50,412
2402.				0
2403.				0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above).....	0	50,412	0	50,412

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

WAYNE MUTUAL INSURANCE COMPANY
EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. government bonds.....	(a).....5,343	.....6,992
1.1	Bonds exempt from U.S. tax.....	(a).....1,096,613	.....1,073,500
1.2	Other bonds (unaffiliated).....	(a).....756,140	.....765,832
1.3	Bonds of affiliates.....	(a).....	.....
2.1	Preferred stocks (unaffiliated).....	(b).....	.....
2.11	Preferred stocks of affiliates.....	(b).....	.....
2.2	Common stocks (unaffiliated).....	.....350,145	.....342,860
2.21	Common stocks of affiliates.....	.....	.....
3.	Mortgage loans.....	(c).....8,605	.....8,605
4.	Real estate.....	(d).....134,400	.....134,400
5.	Contract loans.....	.....	.....
6.	Cash, cash equivalents and short-term investments.....	(e).....35,899	.....37,888
7.	Derivative instruments.....	(f).....	.....
8.	Other invested assets.....	.....	.....
9.	Aggregate write-ins for investment income.....	.....0	.....0
10.	Total gross investment income.....	.....2,387,145	.....2,370,077
11.	Investment expenses.....	.....	(g).....642,307
12.	Investment taxes, licenses and fees, excluding federal income taxes.....	.....	(g).....
13.	Interest expense.....	.....	(h).....
14.	Depreciation on real estate and other invested assets.....	.....	(i).....31,878
15.	Aggregate write-ins for deductions from investment income.....	.....	.....0
16.	Total deductions (Lines 11 through 15).....	.....	.....674,185
17.	Net investment income (Line 10 minus Line 16).....	.....	.....1,695,892

DETAILS OF WRITE-INS

0901.	.....	.....	.....
0902.	.....	.....	.....
0903.	.....	.....	.....
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).....	.....0	.....0
1501.	.....	.....	.....
1502.	.....	.....	.....
1503.	.....	.....	.....
1598.	Summary of remaining write-ins for Line 15 from overflow page.....	.....	.....0
1599.	Totals (Lines 1501 through 1503 plus 1598) (Line 15 above).....	.....	.....0

- (a) Includes \$.....78,753 accrual of discount less \$.....138,445 amortization of premium and less \$.....21,196 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 \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....120,000 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....679 accrual of discount less \$.....3,453 amortization of premium and less \$.....22 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 \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....31,878 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. government bonds.....	.....175	.....	.....175	.....	.....
1.1	Bonds exempt from U.S. tax.....	.....92,167	.....	.....92,167	.....	.....
1.2	Other bonds (unaffiliated).....	.....(5,643)	.....	.....(5,643)	.....35,595	.....
1.3	Bonds of affiliates.....	.....	.....	.....0	.....	.....
2.1	Preferred stocks (unaffiliated).....	.....	.....	.....0	.....	.....
2.11	Preferred stocks of affiliates.....	.....	.....	.....0	.....	.....
2.2	Common stocks (unaffiliated).....	.....359,770	.....	.....359,770	.....1,707,256	.....
2.21	Common stocks of affiliates.....	.....	.....	.....0	.....21,808	.....
3.	Mortgage loans.....	.....	.....	.....0	.....	.....
4.	Real estate.....	.....(1,874)	.....	.....(1,874)	.....	.....
5.	Contract loans.....	.....	.....	.....0	.....	.....
6.	Cash, cash equivalents and short-term investments.....	.....	.....	.....0	.....(0)	.....
7.	Derivative instruments.....	.....	.....	.....0	.....	.....
8.	Other invested assets.....	.....	.....	.....0	.....	.....
9.	Aggregate write-ins for capital gains (losses).....	.....0	.....0	.....0	.....0	.....0
10.	Total capital gains (losses).....	.....444,595	.....0	.....444,595	.....1,764,658	.....0

DETAILS OF WRITE-INS

0901.	.....	.....	.....0	.....	.....
0902.	.....	.....	.....0	.....	.....
0903.	.....	.....	.....0	.....	.....
0998.	Summary of remaining write-ins for Line 9 from overflow page...	.....0	.....0	.....0	.....0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above).....	.....0	.....0	.....0	.....0

WAYNE MUTUAL INSURANCE COMPANY
EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			0
2.2 Common stocks.....	500	500	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			0
3.2 Other than first liens.....			0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			0
4.2 Properties held for the production of income.....			0
4.3 Properties held for sale.....			0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			0
6. Contract loans.....			0
7. Derivatives (Schedule DB).....			0
8. Other invested assets (Schedule BA).....			0
9. Receivables for securities.....			0
10. Securities lending reinvested collateral assets (Schedule DL).....			0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	500	500	0
13. Title plants (for Title insurers only).....			0
14. Investment income due and accrued.....			0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....			0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			0
15.3 Accrued retrospective premiums and contracts subject to redetermination.....			0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....			0
16.2 Funds held by or deposited with reinsured companies.....			0
16.3 Other amounts receivable under reinsurance contracts.....			0
17. Amounts receivable relating to uninsured plans.....			0
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0
18.2 Net deferred tax asset.....			0
19. Guaranty funds receivable or on deposit.....			0
20. Electronic data processing equipment and software.....			0
21. Furniture and equipment, including health care delivery assets.....	275,119	293,566	18,447
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0
23. Receivables from parent, subsidiaries and affiliates.....			0
24. Health care and other amounts receivable.....			0
25. Aggregate write-ins for other-than-invested assets.....	0	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	275,619	294,066	18,447
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0
28. TOTALS (Lines 26 and 27).....	275,619	294,066	18,447

DETAILS OF WRITE-INS

1101.			0
1102.			0
1103.			0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above).....	0	0	0
2501.			0
2502.			0
2503.			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).....	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

	SSAP #	F/S Page	F/S Line #	2019	2018
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ 2,679,062	\$ 6,898,692
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 2,679,062	\$ 6,898,692
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 51,488,023	\$ 47,258,877
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP					
				\$	\$
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 51,488,023	\$ 47,258,877

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

Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods for direct business and are based on reports received from ceding companies for reinsurance. Expenses incurred in connection with acquiring new insurance business, including such acquisition cost as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable

- (1) Basis for Short-Term Investments
Short-term investments are stated at amortized value using the interest method. Non-investment grade short-term investments are stated at the lower of amortized value or fair value.
- (2) Basis for Bonds and Amortization Schedule
Investment grade bonds not backed by other loans are stated at amortized value using the interest method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized value or fair value
- (3) Basis for Common Stocks
Common stocks, other than investments in stocks of subsidiaries and affiliates, are stated at fair value
- (4) Basis for Preferred Stocks
Investment grade redeemable preferred stocks are stated at amortized value. Investment grade perpetual preferred stocks are stated at fair value. Non-investment grade preferred stocks are stated at the lower amortized value or fair value.
- (5) Basis for Mortgage Loans
First lien mortgage loans on real estate are stated at their unpaid principal balances. Mortgage loans secured by other than first liens are nonadmitted.
- (6) Basis for Loan-Backed Securities and Adjustment Methodology
U.S. government agency loan-backed and structured securities are valued at amortized value. Other loan-backed and structured securities are valued at either amortized value or fair value, depending on many factors: the type of underlying collateral, whether modeled by a NAIC vendor, whether rated (by either a NAIC approved rating organization or the NAIC Securities Valuation Office), and the relationship of amortized value to par value and amortized value to fair value.
- (7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities
Non-insurance subsidiaries (Wayne Insurance Agency, Inc. and Summit IT Solutions , Inc.) are stated at GAAP equity value. These acquisitions are accounted for using the statutory purchase method and are described further in Note 3A. Goodwill arising from the acquisition of Summit IT Solutions, Inc is being amortized over a ten year period. Unamortized goodwill at the end of the current year was \$230,358, of which all was admitted, because total unamortized goodwill did not exceed 10% of adjusted policyholders' surplus as of the prior quarter end.
- (8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities
Not applicable as the Company does not invest in Joint Ventures, Partnerships and Limited Liability Entities
- (9) Accounting Policies for Derivatives
Not Applicable
- (10) Anticipated Investment Income Used in Premium Deficiency Calculation
The Company does not anticipate investment income when evaluating the need for premium deficiency reserves.
- (11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses
Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amounts are adequate, the ultimate liabilities may be in excess of or less than the amount provided. The methods of making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period determined.
- (12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period
The Company has a written capitalization policy for prepaid expenses and purchases of items such as electronic data processing equipment, software, furniture, vehicles, other equipment and leasehold improvements

NOTES TO FINANCIAL STATEMENTS

(13) Method Used to Estimate Pharmaceutical Rebate Receivables
Not applicable as the Company does not write major medical insurance with prescription drug coverage.

D. Going Concern

Not Applicable

Note 2 – Accounting Changes and Correction of Errors

Not Applicable

Note 3 – Business Combinations and Goodwill

A. Statutory Purchase Method

The Company purchased 100% of the Summit IT Solutions, Inc stock on July 1, 2018. Summit IT Solutions, Inc.will provide IT support and Cyber security for the Company. The cost of the Summit IT Solutions, Inc was \$465,461, resulting in goodwill of \$271,010 of which \$230,358 is unamortized. Goodwill is amortized over ten years. Current year goodwill amortization for Summit IT Solutions, Inc was \$27,101. Goodwill amortization is recorded as a component of the change in net unrealized capital gains (losses).

The transaction was accounted for as a statutory purchase, and reflects the following:

1	2	3	4	5	6	7
Purchased Entity	Acquisition Date	Cost of Acquired Entity	Original Amount of Admitted Goodwill	Admitted Goodwill as of the Reporting Date	Amount of Goodwill Amortized During the Reporting Period	Admitted Goodwill as a % of SCA BACV, Gross of Admitted Goodwill
Summit IT Solutions Inc	July 1, 2018	\$ 465,461	\$ 271,010	\$ 230,358	\$ 27,101	45.7%

B. Statutory Merger

Not Applicable

C. Impairment Loss

Not Applicable

Note 4 – Discontinued Operations

A. Discontinued Operation Disposed of or Classified as Held for Sale

Not Applicable

B. Change in Plan of Sale of Discontinued Operation

Not Applicable

C. Nature of any Significant Continuing Involvement with Discontinued Operations After Disposal

Not Applicable

D. Equity Interest Retained in the Discontinued Operation After Disposal

Not Applicable

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) Maximum and Minimum Lending Rates
The lending rate for commercial mortgage loans originated in 2017 was 4.75%

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was:
The Company did not reduce interest rates on any outstanding loans during the current year.

NOTES TO FINANCIAL STATEMENTS

(3)

Taxes, assessments and any amounts advanced and not included in the mortgage loan total

Current Year

Prior Year

\$

\$

(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		Commercial		Mezzanine	Total
			Insured	All Other	Insured	All Other		
a. Current Year								
1. Recorded Investment (All)								
(a) Current	\$	\$	\$	\$	\$ 166,250	\$	\$ 166,250	
(b) 30-59 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(c) 60-89 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(d) 90-179 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(e) 180+ Days Past Due	\$	\$	\$	\$	\$	\$	\$	
2. Accruing Interest 90-179 Days Past Due								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$	
3. Accruing Interest 180+ Days Past Due								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$	
4. Interest Reduced								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Number of Loans								
(c) Percent Reduced	%	%	%	%	%	%	%	
5. Participant or Co-Lender in a Mortgage Loan Agreement								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
b. Prior Year								
1. Recorded Investment (All)								
(a) Current	\$	\$	\$	\$	\$ 193,145	\$	\$ 193,145	
(b) 30-59 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(c) 60-89 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(d) 90-179 Days Past Due	\$	\$	\$	\$	\$	\$	\$	
(e) 180+ Days Past Due	\$	\$	\$	\$	\$	\$	\$	
2. Accruing Interest 90-179 Days Past Due								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$	
3. Accruing Interest 180+ Days Past Due								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$	
4. Interest Reduced								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	
(b) Number of Loans								
(c) Percent Reduced	%	%	%	%	%	%	%	
5. Participant or Co-Lender in a Mortgage Loan Agreement								
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$	

(5)-(8)

There were no impaired mortgage loans.

B.

Debt Restructuring

Not Applicable

C.

Reverse Mortgages

Not Applicable

D.

Loan-Backed Securities

Not Applicable

NOTES TO FINANCIAL STATEMENTS

- E.

Dollar Repurchase Agreements and/or Securities Lending Transactions

Not Applicable
- F.

Repurchase Agreements Transactions Accounted for as Secured Borrowing
Repurchase Transaction – Cash Taker – Overview of Secured Borrowing Transactions

Not Applicable
- G.

Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing
Repurchase Transactions – Cash Provider – Overview of Secured Borrowing Transactions

Not Applicable
- H.

Repurchase Agreements Transactions Accounted for as a Sale
Repurchase Transaction – Cash Taker – Overview of Sale Transactions

Not Applicable
- I.

Reverse Repurchase Agreements Transactions Accounted for as a Sale
Repurchase Transaction – Cash Provider – Overview of Sale Transactions

Not Applicable
- J.

Real Estate

Not Applicable
- K.

Low-Income Housing Tax Credits (LIHTC)

Not Applicable
- L.

Restricted Assets

Not Applicable
- M.

Working Capital Finance Investments

Not Applicable
- N.

Offsetting and Netting of Assets and Liabilities

Not Applicable
- O.

5GI Securities

Not Applicable
- P.

Short Sales

Not Applicable
- Q.

Prepayment Penalty and Acceleration Fees

Not Applicable

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

- A.

Investments in Joint Ventures, Partnerships and Limited Liability Companies that Exceed 10% of Ownership

Not Applicable
- B.

Investments in Impaired Joint Ventures, Partnerships and Limited Liability Companies

Not Applicable

Note 7 – Investment Income

- A.

The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:

The Company does not admit investment income due and accrued if amounts are over 90 days past due (180 days for mortgage loans).
- B.

The total amount excluded:

\$Not Applicable

Note 8 – Derivative Instruments

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

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

	2019			2018			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	\$ 1,705,347	\$	\$ 1,705,347	\$ 1,584,023	\$	\$ 1,584,023	\$ 121,324	\$	\$ 121,324
b. Statutory valuation allowance adjustment									
c. Adjusted gross deferred tax assets (1a-1b)	\$ 1,705,347	\$	\$ 1,705,347	\$ 1,584,023	\$	\$ 1,584,023	\$ 121,324	\$	\$ 121,324
d. Deferred tax assets nonadmitted									
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 1,705,347	\$	\$ 1,705,347	\$ 1,584,023	\$	\$ 1,584,023	\$ 121,324	\$	\$ 121,324
f. Deferred tax liabilities	139,924	567,951	707,875	144,103	209,427	353,530	(4,179)	358,524	354,345
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 1,565,423	\$ (567,951)	\$ 997,472	\$ 1,439,920	\$ (209,427)	\$ 1,230,493	\$ 125,503	\$ (358,524)	\$ (233,021)

2. Admission Calculation Components SSAP No. 101

	2019			2018			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	\$ 2,287,546	\$	\$ 2,287,546	\$ 2,243,999	\$	\$ 2,243,999	\$ 43,547	\$	\$ 43,547
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)	305,941		305,941	42,098		42,098	263,843		263,843
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	305,941		305,941	42,098		42,098	263,843		263,843
2. Adjusted gross deferred tax assets allowed per limitation threshold									
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	(888,141)		(888,141)	(702,074)		(702,074)	(186,067)		(186,067)
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c))	\$ 1,705,346	\$	\$ 1,705,346	\$ 1,584,023	\$	\$ 1,584,023	\$ 121,323	\$	\$ 121,323

3. Other Admissibility Criteria

	2019	2018
a. Ratio percentage used to determine recovery period and threshold limitation amount	1,359.0%	1,301.0%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 50,490,551	\$ 46,266,179

NOTES TO FINANCIAL STATEMENTS

4. Impact of Tax Planning Strategies

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

	2019		2018		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)	\$ 1,705,347	\$	\$ 1,584,023	\$	\$ 121,324	\$
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	%	%	%	%	%	%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 1,705,347	\$	\$ 1,584,023	\$	\$ 121,324	\$
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	%	%	%	%	%	%

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

B. Deferred Tax Liabilities Not Recognized

Not Applicable

C. Current and Deferred Income Taxes

With the enactment of the Tax Cuts and Jobs Act (TCJA) on December 22, 2017, the Company was required to recalculate its 2017 loss reserve discount based on the provisions of the TCJA. This difference of \$376,094 is required to be included in to taxable income pro rata over the next 8 years starting in 2018, see Note 9H for the schedule.

1. Current Income Tax

	1 2019	2 2018	3 (Col 1-2) Change
a. Federal	\$ 571,578	\$ 1,798,413	\$ (1,226,835)
b. Foreign	\$	\$	\$
c. Subtotal	\$ 571,578	\$ 1,798,413	\$ (1,226,835)
d. Federal income tax on net capital gains	\$ 93,365	\$ 57,940	\$ 35,425
e. Utilization of capital loss carry-forwards	\$	\$	\$
f. Other	\$	\$	\$
g. Federal and Foreign income taxes incurred	\$ 664,943	\$ 1,856,353	\$ (1,191,410)

2. Deferred Tax Assets

	1 2019	2 2018	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$ 150,375	\$ 139,389	\$ 10,986
2. Unearned premium reserve	1,417,917	1,303,770	114,147
3. Policyholder reserves			
4. Investments			
5. Deferred acquisition costs			
6. Policyholder dividends accrual			
7. Fixed assets			
8. Compensation and benefits accrual			
9. Pension accrual			
10. Receivables - nonadmitted			
11. Net operating loss carry-forward			
12. Tax credit carry-forward			
13. Other (items <=5% and >5% of total ordinary tax assets)	137,055	140,864	(3,809)
Other (items listed individually >5%of total ordinary tax assets)			
OTHER ASSETS	137,055	140,864	(3,809)
99. Subtotal	\$ 1,705,347	\$ 1,584,023	\$ 121,324
b. Statutory valuation allowance adjustment			
c. Nonadmitted			
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 1,705,347	\$ 1,584,023	\$ 121,324
e. Capital:			
1. Investments	\$	\$	\$
2. Net capital loss carry-forward			
3. Real estate			
4. Other (items <=5% and >5% of total capital tax assets)			
Other (items listed individually >5% of total capital tax assets)			

NOTES TO FINANCIAL STATEMENTS

99. Subtotal	\$	\$	\$
f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99-2f-2g)			
i. Admitted deferred tax assets (2d+2h)	\$ 1,705,347	\$ 1,584,023	\$ 121,324

3. Deferred Tax Liabilities			
	1	2	3
	2019	2018	(Col 1-2) Change
a. Ordinary:			
1. Investments	\$	\$	\$
2. Fixed assets	78,093	72,400	5,693
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (items <=5% and >5% of total ordinary tax liabilities)	61,831	71,703	(9,872)
Other (items listed individually >5% of total ordinary tax liabilities)			
REPATRIATION TRANSITION TAX ADJUSTMENT	59,235	69,107	(9,872)
DISCOUNT OF ACCRUED SALVAGE AND SUBROGATION	2,596	2,596	
99. Subtotal	\$ 139,924	\$ 144,103	\$ (4,179)
b. Capital:			
1. Investments	\$ 567,951	\$ 209,427	\$ 358,524
2. Real estate			
3. Other (Items <=5% and >5% of total capital tax liabilities)			
Other (items listed individually >5% of total capital tax liabilities)			
99. Subtotal	\$ 567,951	\$ 209,427	\$ 358,524
c. Deferred tax liabilities (3a99+3b99)	\$ 707,875	\$ 353,530	\$ 354,345
4. Net Deferred Tax Assets/Liabilities (2i – 3c)	\$ 997,472	\$ 1,230,493	\$ (233,021)

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	\$ 700,703	21.0%
Change in nonadmitted assets		%
Proration of tax exempt investment income	96,609	2.9%
Tax exempt income deduction	(226,876)	(6.8)%
Dividends received deduction	(63,824)	(1.9)%
Disallowed travel and entertainment	5,902	0.2%
Other permanent differences	10,478	0.3%
Temporary Differences:		
Total ordinary DTAs		%
Total ordinary DTLs		%
Total capital DTAs		%
Total capital DTLs		%
Other:		
Statutory valuation allowance adjustment		%
Accrual adjustment – prior year		%
Other		%
Totals	\$ 522,992	15.7%
Federal and foreign income taxes incurred	545,257	16.3%
Realized capital gains (losses) tax	93,365	2.8%
Change in net deferred income taxes	(115,630)	(3.5)%
Total statutory income taxes	\$ 522,992	15.6%

E. Operating Loss Carry Forwards 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:

At December 31, 2019, the company did not have any unused operating loss carryforwards available to offset against future taxable income.
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:

Year	Amounts
2018	\$638,622
2017	\$1,648,924
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

Not Applicable

NOTES TO FINANCIAL STATEMENTS

G. Federal or Foreign Federal Income Tax Loss Contingencies:

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

H. Repatriation Transition Tax (RTT) - RTT owed under the TCJA

1a Has the entity fully remitted the RTT? NO

1b If yes, list the amount of the RTT paid.

If no, list the future installments to satisfy the RTT:

1	Installment 1	\$47,012
2	Installment 2	47,012
3	Installment 3	47,012
4	Installment 4	47,012
5	Installment 5	47,012
6	Installment 6	47,012
7	Installment 7	47,012
8	Installment 8	47,010
9	Total	\$376,094

I. Alternative Minimum Tax Credit

Not Applicable

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

A. Nature of the Relationship Involved

Effective on January 1, 2013 Wayne Mutual Insurance Company affiliated with Marion Mutual Insurance Association of Maria Stein, Ohio. The terms and conditions of that affiliation are contained in Form A and its exhibits, filed with the Ohio Department of Insurance on October 16, 2012, and the order of the Superintendent of the Ohio Department of Insurance dated December 18, 2012.

On July 1, 2009 Wayne Mutual Insurance Company affiliated with Washington Mutual Insurance Association of Lakeville, Ohio. The terms and conditions of that affiliation are contained in Form A and its exhibits, filed with the Ohio Department of Insurance on April 22, 2009, and the order of the Superintendent of the Ohio Department of Insurance dated July 1, 2009.

The Company pays commission to, and has other transactions with, its wholly-owned subsidiary, Wayne Insurance Agency, Inc. a non-insurance company. All transactions are deemed to be immaterial.

Effective on July 1, 2018 Wayne Mutual Insurance Company purchased 100% of the common stock of Summit IT Solutions, Inc. for \$465,461 to provide IT support and cyber security for the Company, in addition to its obligations to its other customers.

On July 1, 2019 Marion Mutual Insurance Association merged with Washington Mutual Insurance Association of Wooster, Ohio. The terms and conditions of that merger are contained in Form A and its exhibits, filed with the Ohio Department of Insurance on February 19, 2019, and the order of the Superintendent of the Ohio Department of Insurance dated April 2, 2019.

B. Transactions

The Company assumed net earned premiums of \$12,384,966, net losses of \$6,565,082, assumed adjusting expenses of \$264,965, unearned premiums of \$6,707,309 and paid ceding commission of \$3,920,189 from the above agreements with Washington Mutual Insurance Association in 2019. The Company assumed net earned premiums of \$10,243,689, net losses of \$4,499,376, assumed adjusting expenses of \$104,410, unearned premiums of \$5,447,356 and paid ceding commission of \$3,101,182 from above agreement with Washington Mutual Insurance Association in 2018.

The Company assumed net earned premiums of \$2,733,939, net losses of \$1,046,002, and adjusting expenses of \$40,239, unearned premiums of \$750,954 and paid ceding commission of \$601,762 from the above agreements with Marion Mutual Insurance Association in 2018.

C. Dollar Amounts of Transactions

Not Applicable

D. Amounts Due From or To Related Parties

The Company reported \$101,468 payable in 2019 and \$147,496 due in 2018 from affiliate Washington Mutual Insurance Association in the current year. The Company also reported \$22,836 payable in 2018 from affiliate Marion Mutual Insurance Association in the current year. These arrangements are subject to written agreements which require that the balances be settled within 45 days

E. Guarantees or Undertakings

Not Applicable

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

Not Applicable

G. Nature of the Control Relationship

Not Applicable

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

Not Applicable

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

Not Applicable

NOTES TO FINANCIAL STATEMENTS

- J. Investments in Impaired SCAs
Not Applicable
- K. Investment in Foreign Insurance Subsidiary
Not Applicable
- L. Investment in Downstream Noninsurance Holding Company
Not Applicable
- M. All SCA Investments
Summit IT Solutions Inc is valued at its GAAP book value at 12/31/19, have not received an audit to file SUB 2 for 2019
- N. Investment in Insurance SCAs
Not Applicable
- O. SCA or SSAP 48 Entity Loss Tracking
Not Applicable

Note 11 – Debt

- A. Debt, Including Capital Notes
Not Applicable
- B. FHLB (Federal Home Loan Bank) Agreements
- (1) Nature of the FHLB Agreement
Membership stock to collect dividend, have no borrowing or investments pledged as collateral
- (2) FHLB Capital Stock
- a. Aggregate Totals
1. Current Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$	\$	\$
(b) Membership Stock – Class B	149,400	149,400	
(c) Activity Stock			
(d) Excess Stock			
(e) Aggregate Total (a+b+c+d)	\$ 149,400	\$ 149,400	\$
(f) Actual or estimated borrowing capacity as determined by the insurer	\$	XXX	XXX

2. Prior Year-End

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$	\$	\$
(b) Membership Stock – Class B	99,900	99,900	
(c) Activity Stock			
(d) Excess Stock			
(e) Aggregate Total (a+b+c+d)	\$ 99,900	\$ 99,900	\$
(f) Actual or estimated borrowing capacity as determined by the insurer	\$	XXX	XXX

b. Membership Stock (Class A and B) Eligible 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	\$	\$	\$	\$	\$	\$
2. Class B	\$ 149,400	\$	\$	\$ 149,400	\$	\$

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
Not Applicable
- (4) Borrowing from FHLB
Not Applicable

NOTES TO FINANCIAL STATEMENTS

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

- A.

Defined Benefit Plan

Not Applicable
- B.

Investment Policies and Strategies

Not Applicable
- C.

Fair Value of Plan Assets

Not Applicable
- D.

Basis Used to Determine Expected Long-Term Rate-of-Return

Not Applicable
- E.

Defined Contribution Plans

The Company has a voluntary 401k Plan covering substantially all employees. The Company paid administrative expenses and made a contribution of a percentage of employee wages to the plan of \$-0- at December 31, 2019 and \$-0- at December 31, 2018.The plan had a total of \$204,469 and \$200,734 in employer contributions for December 31, 2019 and December 31, 2018.
- F.

Multiemployer Plans

Not Applicable
- G.

Consolidated/Holding Company Plans

Not Applicable
- H.

Postemployment Benefits and Compensated Absences

Not Applicable
- I.

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

Not Applicable

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

- (1)

Number of Share and Par or State Value of Each Class

Not Applicable
- (2)

Dividend Rate, Liquidation Value and Redemption Schedule of Preferred Stock Issues

Not Applicable
- (3)

Dividend Restrictions

Not Applicable
- (4)

Dates and Amounts of Dividends Paid

Not Applicable
- (5)

Profits that may be Paid as Ordinary Dividends to Stockholders

Not Applicable
- (6)

Restrictions Placed on Unassigned Funds (Surplus)

Not Applicable
- (7)

Amount of Advances to Surplus not Repaid

Not Applicable
- (8)

Amount of Stock Held for Special Purposes

Not Applicable
- (9)

Reasons for Changes in Balance of Special Surplus Funds from Prior Period

Not Applicable
- (10)

The Portion of Unassigned Funds (Surplus) Represented or Reduced by Unrealized Gains and Losses is: \$0.
- (11)

The Reporting Entity Issued the Following Surplus Debentures or Similar Obligations

Not Applicable

NOTES TO FINANCIAL STATEMENTS

(12) The impact of any restatement due to prior quasi-reorganizations is as follows

Not Applicable

(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
- Not Applicable
- B. Assessments
- (1) Nature of Any Assets That Could Have a Material Financial Effect
- The Company is subject to guaranty fund and other assessments by the states in which it writes business. Most assessments are recorded at the time the assessment are levied.
- C. Gain Contingencies
- Not Applicable
- D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits
- Not Applicable
- E. Product Warranties
- Not Applicable
- F. Joint and Several Liabilities
- Not Applicable
- G. All Other Contingencies
- Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

Note 15 – Leases

- A. Lessee Operating Lease
- Not Applicable
- B. Lessor Leases
- Not Applicable

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:
- Not Applicable
2. Nature and Terms of Off-Balance Sheet Risk
- Not Applicable
3. Amount of Loss if any Party to the Financial Instrument Failed
- Not Applicable
4. Collateral or Other Security Required to Support Financial Instrument
- Not Applicable

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

- A. Transfers of Receivables Reported as Sales
- Not Applicable
- B. Transfer and Servicing of Financial Assets
- Not Applicable

NOTES TO FINANCIAL STATEMENTS

C. Wash Sales

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

Not Applicable

B. ASC Plans

Not Applicable

C. Medicare or Similarly Structured Cost Based Reimbursement Contract

Not Applicable

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

Not Applicable

Note 20 – Fair Value Measurements

A. Fair Value Measurements

- (1) Fair Value Measurements at Reporting Date
The Company has categorized its assets and liabilities that are measured at fair value into the three-level fair value hierarchy as reflected in the table below. The three- level value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.
Level 1- Quoted Prices in Active Markets for Identical Assets and Liabilities: This category, for items measured at fair value on a recurring basis, including exchange- traded preferred and common stocks. It also includes derivative liabilities for written call options on common stock which are also exchanged traded. The estimated fair value of the equity securities and derivatives within this category are based on quoted prices in active markets and are thus class

Description for Each Type of Asset or Liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
Assets at Fair Value					
CASH	\$ 8,081,647	\$	\$	\$	\$ 8,081,647
CASH EQUIVALENT EXEMPT MM FUND	\$ 45,070	\$	\$	\$	\$ 45,070
CASH EQUIVALENT OTHER MM FUND	\$ 679,681	\$	\$	\$	\$ 679,681
COMMON STOCK-INDUST & MISC	\$ 7,032,362	\$ 212,824	\$	\$	\$ 7,245,186
COMMON STOCK- MUTUAL FUNDS	\$ 4,095,879	\$	\$	\$	\$ 4,095,879
COMMON STOCK- PARENT SUB & AFFIL	\$ 504,416	\$	\$	\$	\$ 504,416
COMMON STOCK- UNIT INVESTMENT TRUST	\$ 209,163	\$	\$	\$	\$ 209,163
COMMON STOCK CLOSED END FUNDS	\$ 613,081	\$	\$	\$	\$ 613,081
Total	\$ 21,261,299	\$ 212,824	\$	\$	\$ 21,474,123
Liabilities at Fair Value					
	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. This policy also applies to transfers into or out of Level 3 as stated in paragraph 3 below

- (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy
The Company has no assets or liabilities measured at fair value in the Level 3 category.
- (3) Policies when Transfers Between Levels are Recognized
At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.
- (4) Description of Valuation Techniques and Inputs Used in Fair Value Measurement
Common stock carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations because quoted market prices for identical instruments trading in an inactive market were utilized. When an equity instrument is illiquid due to limited trading activity, the use of quoted markets for identical instruments was determined by the Company to be the most reliable method to determine fair value.
- (5) Fair Value Disclosures
Not Applicable

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

Not Applicable

NOTES TO FINANCIAL STATEMENTS

C. Fair Value Level

The table below reflects the fair value and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A. This was not practicable for mortgage loans as described below in Note 20D.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
CASH	\$ 8,081,647	\$ 8,081,647	\$ 8,081,647	\$	\$	\$	\$
CASH EQUIVALENT	\$ 724,751	\$ 724,751	\$ 724,751	\$	\$	\$	\$
COMMON STOCKS	\$ 12,667,725	\$ 12,667,725	\$ 12,454,901	\$ 212,824	\$	\$	\$
BONDS	\$ 64,339,191	\$ 62,480,069	\$ 64,339,191	\$	\$	\$	\$
SHORT TERM INVESTMENTS	\$ 100,197	\$ 100,197	\$ 100,197	\$	\$	\$	\$
MORTGAGE LOANS	\$	\$ 166,250	\$	\$	\$	\$	\$

D. Not Practicable to Estimate Fair Value

It's not practical to determine the fair value of mortgage loans for the purpose of the above disclosure of Note 20C due to the fact that these items are not traded and therefore quoted market prices are not available. Also, the cost of obtaining estimates of fair values from other sources is considered excessive given the immateriality of the mortgage loans.

E. NAV Practical Expedient Investments

Not Applicable

Note 21 – Other Items

A. Unusual or Infrequent Items

Not Applicable

B. Troubled Debt Restructuring Debtors

Not Applicable

C. Other Disclosures

Not Applicable

D. Business Interruption Insurance Recoveries

Not Applicable

E. State Transferable and Non-Transferable Tax Credits

Not Applicable

F. Subprime Mortgage-Related Risk Exposure

- (1) Description of the Subprime-Mortgage-Related Exposure and Related Risk Management Policies
- The Company invests in several asset classes that could potentially be adversely affected by subprime mortgage exposure. These investments include bonds, mortgage loans, mortgage-backed securities and equity investments in financial institutions. The company believes that its greatest exposure is to unrealized losses from declines in asset values versus realized losses resulting from defaults or foreclosures. Conservative lending and investment practices limit the company's exposure to such losses.

G. Insurance-Linked Securities (ILS) Contracts

Not Applicable

H. The Amount that Could be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or has Otherwise Obtained Rights to Control the Policy

Not Applicable

Note 22 – Events Subsequent

Subsequent events have been considered through February 7, 2020 for these statutory financial statements which are to be issued on February 27, 2020.

A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)?

Yes [] No [X]

	2019	2018
B. ACA Fee Assessment Payable for the Upcoming Year	\$	\$
C. ACA Fee Assessment Paid	\$	\$
D. Premium Written Subject to ACA 9010 Assessment	\$	\$
E. Total Adjusted Capital Before Surplus Adjustment (Five-Year Historical Line 28)	\$ 51,488,023	
F. Total Adjusted Capital After Surplus Adjustment (Five-Year Historical Line 28 minus 22B above)	\$ 51,488,023	
G. Authorized Control Level (Five-Year Historical Line 29)	\$ 3,713,921	

H. Would reporting the ACA assessment as of December 31, 2019 have triggered an RBC action level (YES/NO)?

Yes [] No [X]

NOTES TO FINANCIAL STATEMENTS

Note 23 – Reinsurance

A. Unsecured Reinsurance Recoverables

Not applicable

B. Reinsurance Recoverable in Dispute

Not Applicable

C. Reinsurance Assumed and Ceded

(1) Maximum Amount of Return Commission

Assumed Reinsurance			Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. Affiliates	\$ 6,707,309	\$ 2,012,193	\$	\$	\$ 6,707,309	\$ 2,012,193
b. All Other						
c. Total	\$ 6,707,309	\$ 2,012,193	\$	\$	\$ 6,707,309	\$ 2,012,193

d. Direct Unearned Premium Reserves	\$ 25,088,423
-------------------------------------	---------------

D. Uncollectible Reinsurance

Not Applicable

E. Commutation of Ceded Reinsurance

Not Applicable

F. Retroactive Reinsurance

Not Applicable

G. Reinsurance Accounted for as a Deposit

Not Applicable

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements

Not Applicable

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not Applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Method Used by Reporting Entity to Estimate Accrued Retrospective Premium Adjustments

Not Applicable

B. Accrued Retrospective Premiums Recorded Through Written Premium or an Adjustment to Earned Premium

Not Applicable

C. Amount of Net Premiums Written Subject to Retrospective Rating Features and Percentage to Total Net Premiums Written

Not Applicable

D. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act.

Not Applicable

E. Nonadmitted Retrospective Premium

Not Applicable

F. Risk-Sharing Provisions of the Affordable Care Act

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

A. Change in Incurred Losses and Loss Adjustment Expenses

	December 31, 2019	December 31, 2018
Total net loss and loss adjustment expenses at beginning of year	\$ 12,619,195	\$ 11,229,934
Amount incurred in current year:		
On current year losses	41,010,485	32,967,970
On prior years losses	(1,307,063)	(2,413,852)
Total incurred	39,703,422	30,554,118
Amount paid in current year:		
On current year losses	(30,012,406)	(23,590,701)
On prior years losses	(7,921,522)	(5,574,156)
Total paid	(37,933,928)	(29,164,857)
Total net loss and loss adjustment expenses at end of year	\$ 14,388,689	\$ 12,619,195
	=====	=====

Reserves for incurred loss and loss adjustment expenses attributable to insured events of prior years has decreased by \$1,307,063 from December 31, 2018 to December 31, 2019 as a result of re-estimation of unpaid losses and loss adjustment expenses. The change is generally the result of ongoing analysis of recent loss development trends. The Company has also increased its over all IBNR by \$25,000 for 2019 and \$200,000 for 2018. Original estimates are increased or decreased as additional information becomes known regarding individual losses.

B. Information about Significant Changes in Methodologies and Assumptions

Not Applicable

Note 26 – Intercompany Pooling Arrangements

A. Identification of the Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

Not Applicable

B. Description of Lines and Types of Business Subject to the Pooling Agreement

Not Applicable

C. Description of Cessions to Non-Affiliated Reinsurance Subject to Pooling Agreement

Not Applicable

D. Identification of all Pool Members that are Parties to Reinsurance Agreements with Non-Affiliated Reinsurers

Not Applicable

E. Explanation of Discrepancies Between Entries of Pooled Business

Not Applicable

F. Description of Intercompany Sharing

Not Applicable

G. Amounts Due To/From Lead Entity and all Affiliated Entities Participating in the Intercompany Pool

Not Applicable

Note 27 – Structured Settlements

A. Reserves No Longer Carried

Not Applicable

B. Annuities Which Equal or Exceed 1% of Policyholders' Surplus

Not Applicable

Note 28 – Health Care Receivables

A. Pharmaceutical Rebate Receivables

Not Applicable

B. Risk-Sharing Receivables

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 29 – Participating Policies

Not Applicable

Note 30 – Premium Deficiency Reserves

1.

Liability carried for premium deficiency reserve:

\$0
2.

Date of most recent evaluation of this liability:

February 6, 2020
3.

Was anticipated investment income utilized in the calculation?

Yes [☐] No [☒]

Note 31 – High Deductibles

Not Applicable

Note 32 – Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

- A.

Tabular Discount

Not Applicable
- B.

Nontabular Discount

Not Applicable
- C.

Changes in Rate(s) Used to Discount Prior Years' Liabilities

Not Applicable

Note 33 – Asbestos/Environmental Reserves

- A.

Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses?

Not Applicable
- B.

State the amount of the ending reserves for Bulk + IBNR included in A (Loss and LAE)

Not Applicable
- C.

State the amount of the ending reserves for loss adjustment expenses included in A (Case, Bulk + IBNR)

Not Applicable
- D.

Does the company have on the books, or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses?

Not Applicable

Not Applicable
- E.

State the amount of the ending reserves for Bulk + IBNR included in D (Loss and LAE)

Not Applicable
- F.

State the amount of the ending reserves for loss adjustment expenses included in D (Case, Bulk + IBNR)

Not Applicable

Note 34 – Subscriber Savings Accounts

Not Applicable

Note 35 – Multiple Peril Crop Insurance

Not Applicable

NOTES TO FINANCIAL STATEMENTS

Note 36 – Financial Guaranty Insurance

- A.

Financial Guaranty Insurance Contracts

Not Applicable
- B.

Schedule of Insured Financial Obligations at the End of the Period:

Not Applicable

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

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

Yes [X]No []

1.2

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

Yes [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.

12/31/2016

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.

12/31/2016

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).

08/31/2017

3.4

By what department or departments?
Ohio Department of Insurance Office of Financial Regulation Services

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 [X]No []N/A []

3.6

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

Yes [X]No []N/A []

4.1

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

4.11

sales of new business?

Yes []No [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?
If the answer is YES, complete and file the merger history data file with the NAIC.

Yes []No [X]

5.2

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

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

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

%

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 []No [X]

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

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Buffamante, Whipple, Buttafaro, P.C. 130 South Union Street Olean, NY 14760

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:

10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [X]No []N/A []

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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?
Joseph L. Petrelli Demotech, Inc. 2715 Tuller Parkway Dublin, OH 43017

12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [☐] No [☒]

12.11

Name of real estate holding company

12.12

Number of parcels involved

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 [☒]

13.3

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

Yes [☐] No [☒]

13.4

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

Yes [☐] No [☐] N/A [☒]

14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes [☒] No [☐]

(a)

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

(b)

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

(c)

Compliance with applicable governmental laws, rules and regulations;

(d)

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

(e)

Accountability for adherence to the code.

14.11

If the response to 14.1 is no, please explain:

14.2

Has the code of ethics for senior managers been amended?

Yes [☐] No [☒]

14.21

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

14.3

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

Yes [☐] No [☒]

14.31

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

15.1

Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?

Yes [☐] No [☒]

15.2

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

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

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 [☒] No [☐]

17.

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

Yes [☒] No [☐]

18.

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

Yes [☒] No [☐]

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 [☒]

20.1

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

20.11

To directors or other officers

\$ 0

20.12

To stockholders not officers

\$ 0

20.13

Trustees, supreme or grand (Fraternal only)

\$ 0

20.2

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

20.21

To directors or other officers

\$ 0

20.22

To stockholders not officers

0

20.23

Trustees, supreme or grand (Fraternal only)

0

21.1

Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reporting in the statement?

Yes [☐] No [☒]

21.2

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

21.21

Rented from others

\$ 0

21.22

Borrowed from others

\$ 0

21.23

Leased from others

\$ 0

21.24

Other

\$ 0

22.1

Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments?

Yes [☐] No [☒]

22.2

If answer is yes:

22.21

Amount paid as losses or risk adjustment

\$ 0

22.22

Amount paid as expenses

\$ 0

22.23

Other amounts paid

\$ 0

23.1

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

Yes [☐] No [☒]

23.2

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

\$ 0

INVESTMENT

15.1

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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 ☒ 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).

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 ☐ No ☐ N/A ☒

24.05

If answer to 24.04 is yes, report amount of collateral for conforming programs.

\$ 0

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 ☐ No ☐ N/A ☒

24.08

Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?

Yes ☐ 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 ☐ 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:

\$ 0

24.102

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

\$ 0

24.103

Total payable for securities lending reported on the liability page:

\$ 0

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 ☒ 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

\$ 149,400

25.28

On deposit with states

\$ 0

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

\$ 0

25.32

Other

\$ 0

25.3

For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		\$

26.1

Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes ☐ No ☒

26.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes ☐ No ☐ N/A ☒

Lines 26.3 through 26.5: FOR LIFE/FRATERNAL REPORTING ENTITIES ONLY:

26.3

Does the reporting entity utilize derivatives to hedge variable annuity guarantees subject to fluctuations as a results of interest rate sensitivity?

Yes ☐ No ☐

26.4

If the response to 26.3 is yes, does the reporting entity utilize:

26.41

Special accounting provision of SSAP No. 108

Yes ☐ No ☐

26.42

Permitted accounting practice

Yes ☐ No ☐

26.43

Other accounting guidance

Yes ☐ No ☐

26.5

By responding yes to 26.41 regarding utilizing the special accounting provisions of SSAP No. 108, the reporting entity attests to the following:

Yes ☐ No ☐

- The reporting entity has obtained explicit approval from the domiciliary state.
- Hedging strategy subject to the special accounting provisions is consistent with the requirements of VM-21.
- Actuarial certification has been obtained which indicates that the hedging strategy is incorporated within the establishment of VM-21 reserves and provides the impact of the hedging strategy within the Actuarial Guidance Conditional Tail Expectation Amount.
- Financial Officer Certification has been obtained which indicates that the hedging strategy meets the definition of a Clearly Defined Hedging Strategy within VM-21 and the Clearly Defined Hedging Strategy is the hedging strategy being used by the company in its actual day-to-day risk mitigation efforts.

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 ☒

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 ☐ 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
WELLS FARGO ADVISORS	201 EAST LIBERTY ST, WOOSTER, OH 44691
MORGAN STANLEY	200 PUBLIC SQUARE, SUITE 2600, CLEVELAND, OH 44114
MORGAN SRANLEY	200 PUBLIC SQUARE, SUITE 2600, CLEVELAND, OH 44114

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)
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WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

STIFEL	100 MOTOR PARKWAY, HAUPPAUGE, NY 11788	BROKERAGE FIRM INSURED BY SPIC
RAYMOUND JAMES	495 METRO PL S STE 330, DUBLIN, OH 43017	BROKERAGE FIRM INSURED BY SPIC

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

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

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

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

1 Name of Firm or Individual	2 Affiliation
RAYMOUND JAMES / JAMES ROWLETTE	U
WELLS FARGO ADVISORS / THOMAS HILT	U
STIFEL / JACK DENNY	U
MORGAN STANLEY / THOMAS JOHNSON	U
MORGAN STANLEY / PORTER VERGON	U

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 invested assets? Yes [X] 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 invested 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
843602	RAYMOUND JAMES / JAMES ROWLETTE		SEC	NO
1012916	WELLS FARGO ADVISORS / THOMAS HILT		SEC	NO
1831589	STIFEL / JACK DENNY		SEC	NO
260305	MORGAN STANLEY / THOMAS JOHNSON		SEC	NO
2258085	MORGAN STANLEY / PORTER VERGON		SEC	NO

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 [X] No []

29.2 If yes, complete the following schedule:

1 CUSIP	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
354726 77 0	FRANKLIN OHIO INSURED TX FR CL A MF	\$ 157,449
38145C 66 1	GOLDMAN SACHS STR INM CL A MF	\$ 499,283
416645 70 3	HARTFORD INTL OPPORTUNITIES CL A MF	\$ 107,997
416646 19 8	HARTFORD SHORT DUR CL A MF	\$ 199,325
416648 55 8	HARTFORD FLOATING RATE CL A MF	\$ 615,570
29.2999 TOTAL		\$ 1,579,624

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
FRANKLIN OHIO INSURED TX FR CL A MF	OHIO ST TPK COMMN TPK REV 5%	\$ 4,157	12/31/2019
FRANKLIN OHIO INSURED TX FR CL A MF	JOB SOHIO BEVERAGE SYS OHIO STATEWIDE LIQUOR PROFITS REV 5%	\$ 2,960	12/31/2019
FRANKLIN OHIO INSURED TX FR CL A MF	MIAMI VY CAREER TECHNICAL CTR OHIO 5%	\$ 2,440	12/31/2019
FRANKLIN OHIO INSURED TX FR CL A MF	BUTLER CNTY OHIO HOSP FACS REV 5%	\$ 2,362	12/31/2019
FRANKLIN OHIO INSURED TX FR CL A MF	FRANKLIN CNTY OHIO CONVENTION FACS AUTH 5%	\$ 2,346	12/31/2019
GOLDMAN SACHS STR INM CL A MF	Federal National Mortgage Association 3%	\$ 72,396	12/31/2019
GOLDMAN SACHS STR INM CL A MF	Federal National Mortgage Association 5%	\$ 38,145	12/31/2019
GOLDMAN SACHS STR INM CL A MF	Government National Mortgage Association 3%	\$ 33,951	12/31/2019
GOLDMAN SACHS STR INM CL A MF	Federal Home Loan Mortgage Corporation 5%	\$ 32,304	12/31/2019
GOLDMAN SACHS STR INM CL A MF	Government National Mortgage Association 3%	\$ 26,811	12/31/2019
HARTFORD INTL OPPORTUNITIES CL A MF	Alibaba Group Holding Ltd ADR	\$ 3,467	12/31/2019
HARTFORD INTL OPPORTUNITIES CL A MF	Tencent Holdings Ltd	\$ 3,262	12/31/2019
HARTFORD INTL OPPORTUNITIES CL A MF	Total SA	\$ 2,916	12/31/2019
HARTFORD INTL OPPORTUNITIES CL A MF	Nestle SA	\$ 2,884	12/31/2019
HARTFORD INTL OPPORTUNITIES CL A MF	AXA SA	\$ 2,441	12/31/2019
HARTFORD SHORT DUR CL A MF	2 Year Treasury Note Future Mar20	\$ 35,460	12/31/2019
HARTFORD SHORT DUR CL A MF	5 Year Treasury Note Future Mar20	\$ 21,128	12/31/2019
HARTFORD SHORT DUR CL A MF	United States Treasury Notes 1.62%	\$ 2,631	12/31/2019

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

HARTFORD SHORT DUR CL A MF	10 Year Treasury Note Future Mar20	\$	2,492	12/31/2019
HARTFORD SHORT DUR CL A MF	Federal National Mortgage Association 1.5%	\$	1,854	12/31/2019
HARTFORD FLOATING RATE CL A MF	CAESARS RESORT COLLECTION LLC TERM B LOANS	\$	10,711	12/31/2019
HARTFORD FLOATING RATE CL A MF	PLAYTIKA HOLDING CORP TERM LOAN B	\$	7,633	12/31/2019
HARTFORD FLOATING RATE CL A MF	CAESARS ENTMT OPERATING CO LLC TERM LOAN B	\$	7,264	12/31/2019
HARTFORD FLOATING RATE CL A MF	CENTURYLINK ESCROW LLC TERM LOAN B	\$	6,956	12/31/2019
HARTFORD FLOATING RATE CL A MF	Nets Holding A/S Eur Term Loan B	\$	6,525	12/31/2019

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

		1	2	3
		Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1	Bonds	\$ 62,580,267	\$ 64,439,388	\$ 1,859,121
30.2	Preferred Stocks	\$ 0	\$ 0	\$ 0
30.3	Totals	\$ 62,580,267	\$ 64,439,388	\$ 1,859,121

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

BROKER STATEMENTS

- 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 [] No [X]
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]
35. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:

a. The shares were purchased prior to January 1, 2019.

b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.

d. The fund only or predominantly holds bonds in its portfolio.

e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.

f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.

Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria?

Yes [] No [X]

OTHER

- 36.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?

\$ 434,591
- 36.2 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	2
Name	Amount Paid
INSURANCE SERVICE OFFICE INC	\$ 111,790
- 37.1 Amount of payments for legal expenses, if any?

\$ 7,200
- 37.2 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	2
Name	Amount Paid
LOGEE, HOSTETLER, STUTZMAN & LEHMAN	\$ 7,200
- 38.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?

\$ 20,353
- 38.2 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	2
Name	Amount Paid
OHIO INSURANCE INSTITUTE	\$ 10,548
NAMIC	\$ 7,388

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?		Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/> 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	
1.31	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	2		
		Current Year	Prior Year		
2.1	Premium Numerator	\$	0	\$	0
2.2	Premium Denominator	\$	60,011,249	\$	55,677,755
2.3	Premium Ratio (2.1/2.2)		0.0%		0.0%
2.4	Reserve Numerator	\$	0	\$	0
2.5	Reserve Denominator	\$	46,184,421	\$	41,471,468
2.6	Reserve Ratio (2.4/2.5)		0.0%		0.0%
3.1	Does the reporting entity issue both participating and non-participating policies?			Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/> X]
3.2	If yes, state the amount of calendar year premiums written on:				
3.21	Participating policies			\$	0
3.22	Non-participating policies			\$	0
4.	FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:				
4.1	Does the reporting entity issue assessable policies?			Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/> X]
4.2	Does the reporting entity issue non-assessable policies?			Yes [<input checked="" type="checkbox"/> X]	No [<input type="checkbox"/>]
4.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders?				%
4.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.			\$	0
5.	FOR RECIPROCAL EXCHANGES ONLY:				
5.1	Does the exchange appoint local agents?			Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
5.2	If yes, is the commission paid:				
5.21	Out of Attorney's-in-fact compensation			Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>] N/A [<input type="checkbox"/>]
5.22	As a direct expense of the exchange			Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>] N/A [<input type="checkbox"/>]
5.3	What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?				
5.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?			Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
5.5	If yes, give full information:				
6.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?				
6.2	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: Computer modeling by Guy Carpenter using the Applied Insurance Reseach (AIR) Touchstone V6 model and RMS RiskLink V18 model. The models totaled all company property coverage by Zip Code. Greatest concentration in Wayne County area.				
6.3	What provision has this reporting entity made (such as catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss? The Company has a \$30 million catastrophic excess reinsurance program.				
6.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?			Yes [<input checked="" type="checkbox"/> X]	No [<input type="checkbox"/>]
6.5	If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss:				
7.1	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?			Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/> X]
7.2	If yes, indicate the number of reinsurance contracts containing such provisions.				0

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

7.3	If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?	Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
8.1	Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?	Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
8.2	If yes, give full information		
9.1	Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results: (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term; (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer; (c) Aggregate stop loss reinsurance coverage; (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party; (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?	Yes [<input type="checkbox"/>]	No [<input type="checkbox"/>]
9.2	Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where: (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
9.3	If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9: (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income; (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and (c) A brief discussion of management’s principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.		
9.4	Except for transactions meeting the requirements of paragraph 37 of SSAP No. 62R, <i>Property and Casualty Reinsurance</i> , has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either: (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles (“SAP”) and as a deposit under generally accepted accounting principles (“GAAP”); or (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
9.5	If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.		
9.6	The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria: (a) The entity does not utilize reinsurance; or, (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
10.	If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?	Yes [<input checked="" type="checkbox"/>]	No [<input type="checkbox"/>] N/A [<input type="checkbox"/>]
11.1	Has the reporting entity guaranteed policies issued by any other entity and now in force?	Yes [<input checked="" type="checkbox"/>]	No [<input type="checkbox"/>]
11.2	If yes, give full information NAMICO POOL AA-9995095 MUTUAL REINSURANCE BUREAU AA-9995035		
12.1	If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for: 12.11 Unpaid losses 12.12 Unpaid underwriting expenses (including loss adjustment expenses)	\$	0
12.2	Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?	\$	0
12.3	If the reporting entity underwrites commercial insurance risks, such as workers’ compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>] N/A [<input type="checkbox"/>]
12.4	If yes, provide the range of interest rates charged under such notes during the period covered by this statement: 12.41 From 12.42 To		% %
12.5	Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity’s reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
12.6	If yes, state the amount thereof at December 31 of current year: 12.61 Letters of Credit 12.62 Collateral and other funds	\$	0
13.1	Largest net aggregate amount insured in any one risk (excluding workers’ compensation):	\$	300,000
13.2	Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
13.3	State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.		10
14.1	Is the reporting entity a cedant in a multiple cedant reinsurance contract?	Yes [<input type="checkbox"/>]	No [<input checked="" type="checkbox"/>]
14.2	If yes, please describe the method of allocating and recording reinsurance among the cedants:		

WAYNE MUTUAL INSURANCE COMPANY
GENERAL INTERROGATORIES

PART 2 – PROPERTY & CASUALTY INTERROGATORIES

- 14.3

If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes [☐] No [☐]
- 14.4

If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?

Yes [☐] No [☐]
- 14.5

If the answer to 14.4 is no, please explain:

- 15.1

Has the reporting entity guaranteed any financed premium accounts?

Yes [☐] No [☒]
- 15.2

If yes, give full information

- 16.1

Does the reporting entity write any warranty business?

Yes [☐] No [☒]
- If yes, disclose the following information for each of the following types of warranty coverage:

		1	2	3	4	5
		Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	Direct Premium Earned
16.11	Home	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.12	Products	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.13	Automobile	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
16.14	Other*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

* Disclose type of coverage:

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that is exempt from the statutory provision for unauthorized reinsurance? Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F-Part 3 exempt from the statutory provision for unauthorized reinsurance	\$ 0
17.12	Unfunded portion of Interrogatory 17.11	\$ 0
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$ 0
17.14	Case reserves portion of Interrogatory 17.11	\$ 0
17.15	Incurred but not reported portion of Interrogatory 17.11	\$ 0
17.16	Unearned premium portion of Interrogatory 17.11	\$ 0
17.17	Contingent commission portion of Interrogatory 17.11	\$ 0

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

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

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

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

19. Is the reporting entity licensed or chartered, registered, qualified, eligible, or writing business in at least 2 states? Yes [] No [X]

19.1 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 [X]

WAYNE MUTUAL INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

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

	1 2019	2 2018	3 2017	4 2016	5 2015
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	13,422,708	12,673,268	11,873,689	10,470,221	8,936,500
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	24,722,871	23,028,604	21,476,436	19,986,191	17,930,214
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	28,485,096	25,446,537	21,743,686	19,980,230	18,536,732
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
6. Total (Line 35).....	66,630,675	61,148,409	55,093,811	50,436,642	45,403,446
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	12,657,167	11,934,861	11,207,100	9,906,447	8,445,174
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	24,004,437	22,570,810	20,970,467	19,569,444	17,543,933
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	26,293,104	23,396,950	20,012,112	18,420,635	16,979,502
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
12. Total (Line 35).....	62,954,708	57,902,621	52,189,679	47,896,526	42,968,609
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	481,583	6,362,416	2,313,535	6,776,492	5,942,393
14. Net investment gain (loss) (Line 11).....	2,047,122	1,575,998	1,802,654	1,223,318	926,652
15. Total other income (Line 15).....	721,935	758,691	698,143	602,035	620,906
16. Dividends to policyholders (Line 17).....					
17. Federal and foreign income taxes incurred (Line 19).....	571,578	1,798,413	1,399,298	2,886,762	2,715,237
18. Net income (Line 20).....	2,679,062	6,898,692	3,415,034	5,715,083	4,774,714
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	102,000,139	93,342,971	83,211,512	75,396,066	65,431,442
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	180,904	222,614	541,263	551,678	505,527
20.2 Deferred and not yet due (Line 15.2).....	15,158,619	14,091,181	12,628,767	11,750,737	10,032,245
20.3 Accrued retrospective premiums (Line 15.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	50,512,117	46,084,094	41,616,303	37,077,038	33,227,253
22. Losses (Page 3, Line 1).....	13,373,689	11,629,195	10,439,934	9,060,205	7,558,965
23. Loss adjustment expenses (Page 3, Line 3).....	1,015,000	990,000	790,000	690,000	670,000
24. Unearned premiums (Page 3, Line 9).....	31,795,732	28,852,273	26,627,407	23,158,115	21,220,014
25. Capital paid up (Page 3, Lines 30 & 31).....					
26. Surplus as regards policyholders (Page 3, Line 37).....	51,488,023	47,258,877	41,595,209	38,319,028	32,204,189
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	5,774,508	9,888,521	6,432,711	7,037,160	6,602,262
Risk-Based Capital Analysis					
28. Total adjusted capital.....	51,488,023	47,258,877	41,595,209	38,319,028	32,204,189
29. Authorized control level risk-based capital.....	3,713,921	3,693,656	4,213,867	4,065,042	3,527,954
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1).....	73.6	78.7	78.1	77.5	71.9
31. Stocks (Lines 2.1 & 2.2).....	14.9	13.2	15.9	16.8	16.6
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....	0.2	0.3	0.3	0.0	0.1
33. Real estate (Lines 4.1, 4.2 & 4.3).....	0.7	0.8	0.9	0.9	0.9
34. Cash, cash equivalents and short-term investments (Line 5).....	10.5	7.0	4.8	4.7	10.6
35. Contract loans (Line 6).....					
36. Derivatives (Line 7).....					
37. Other invested assets (Line 8).....					
38. Receivables for securities (Line 9).....					
39. Securities lending reinvested collateral assets (Line 10).....					
40. Aggregate write-ins for invested assets (Line 11).....					
41. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1).....					
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....					
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....	504,416	482,608	500	500	500
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....					
46. Affiliated mortgage loans on real estate.....					
47. All other affiliated.....					
48. Total of above lines 42 to 47.....	504,416	482,608	500	500	500
49. Total investment in parent included in Lines 42 to 47 above.....					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0).....	1.0	1.0	0.0	0.0	0.0

WAYNE MUTUAL INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2019	2018	2017	2016	2015
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	1,394,080	(1,365,579)	534,297	355,619	(336,375)
52. Dividends to stockholders (Line 35).....					
53. Change in surplus as regards policyholders for the year (Line 38).....	4,229,146	5,663,668	3,276,181	6,114,839	4,610,094
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	6,311,965	5,752,463	4,105,079	3,599,008	4,620,370
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	13,682,613	10,833,865	9,311,535	8,683,768	6,964,028
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	15,186,747	10,213,438	9,220,612	5,210,298	6,762,617
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
59. Total (Line 35).....	35,181,325	26,799,766	22,637,226	17,493,074	18,347,015
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	6,311,965	5,350,463	4,090,829	3,572,008	3,734,126
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	13,584,718	10,833,865	9,311,535	8,683,768	6,964,028
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	13,898,402	9,198,722	8,850,535	4,639,822	6,514,672
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....					
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....					
65. Total (Line 35).....	33,795,085	25,383,050	22,252,899	16,895,598	17,212,826
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2).....	59.2	47.7	48.5	40.0	42.0
68. Loss expenses incurred (Line 3).....	6.9	7.2	7.3	7.4	7.8
69. Other underwriting expenses incurred (Line 4).....	33.0	33.7	39.4	37.9	35.7
70. Net underwriting gain (loss) (Line 8).....	0.8	11.4	4.7	14.7	14.5
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0).....	30.3	31.1	35.5	35.1	32.6
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	66.2	54.9	55.8	47.4	49.8
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35, divided by Page 3, Line 37, Col. 1 x 100.0).....	122.3	122.5	125.5	125.0	133.4
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	(1,529)	(2,633)	(2,180)	(563)	(1,207)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year-end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100).....	(3.2)	(6.3)	(5.7)	(1.7)	(4.4)
Two Year Loss Development (\$000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	(3,136)	(2,997)	(1,906)	(827)	(928)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior-year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0).....	(7.5)	(7.8)	(5.9)	(3.0)	(4.2)

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:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported- Direct and Assumed
	Direct and Assumed	Ceded	Net (Cols. 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....(4).....	.....	.....	.....	.....	.....	.....	.....(4).....	.....XXX.....
2. 2010.....	.....26,276.....	.....1,943.....	.....24,333.....	.....16,005.....	.....475.....	.....246.....	.....6.....	.....1,914.....	.....10.....	.....351.....	.....17,674.....	.....XXX.....
3. 2011.....	.....30,268.....	.....2,099.....	.....28,169.....	.....17,360.....	.....358.....	.....323.....	.....3.....	.....1,875.....	.....8.....	.....384.....	.....19,189.....	.....XXX.....
4. 2012.....	.....31,705.....	.....2,981.....	.....28,724.....	.....18,803.....	.....3,171.....	.....350.....	.....16.....	.....1,968.....	.....5.....	.....432.....	.....17,929.....	.....XXX.....
5. 2013.....	.....35,733.....	.....2,667.....	.....33,066.....	.....19,173.....	.....1,521.....	.....560.....	.....29.....	.....1,884.....	.....18.....	.....431.....	.....20,049.....	.....XXX.....
6. 2014.....	.....39,906.....	.....2,271.....	.....37,635.....	.....16,786.....	.....651.....	.....322.....	.....2.....	.....2,167.....	.....9.....	.....466.....	.....18,613.....	.....XXX.....
7. 2015.....	.....43,455.....	.....2,435.....	.....41,020.....	.....17,350.....	.....810.....	.....386.....	.....17.....	.....2,688.....	.....8.....	.....647.....	.....19,589.....	.....XXX.....
8. 2016.....	.....48,498.....	.....2,540.....	.....45,958.....	.....17,743.....	.....164.....	.....483.....	.....36.....	.....2,857.....	.....1.....	.....641.....	.....20,882.....	.....XXX.....
9. 2017.....	.....51,623.....	.....2,903.....	.....48,720.....	.....23,718.....	.....758.....	.....536.....	.....36.....	.....3,119.....	.....16.....	.....749.....	.....26,563.....	.....XXX.....
10. 2018.....	.....58,924.....	.....3,246.....	.....55,678.....	.....27,079.....	.....1,002.....	.....444.....	.....31.....	.....3,333.....	.....	.....1,093.....	.....29,823.....	.....XXX.....
11. 2019.....	.....63,687.....	.....3,676.....	.....60,011.....	.....28,024.....	.....1,208.....	.....376.....	.....36.....	.....2,856.....	.....	.....634.....	.....30,012.....	.....XXX.....
12. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....202,037.....	.....10,118.....	.....4,026.....	.....212.....	.....24,661.....	.....75.....	.....5,828.....	.....220,319.....	.....XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	.....116.....	.....	.....17.....	.....1.....	.....	.....	.....2.....	.....	.....1.....	.....	.....	.....135.....	.....XXX.....
2. 2010.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....0.....	.....XXX.....
3. 2011.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....0.....	.....XXX.....
4. 2012.....	.....27.....	.....	.....25.....	.....	.....	.....	.....1.....	.....	.....1.....	.....	.....	.....54.....	.....XXX.....
5. 2013.....	.....30.....	.....	.....27.....	.....1.....	.....	.....	.....1.....	.....	.....1.....	.....	.....	.....58.....	.....XXX.....
6. 2014.....	.....	.....	.....	.....	.....	.....	.....	.....	.....1.....	.....	.....	.....1.....	.....XXX.....
7. 2015.....	.....5.....	.....	.....4.....	.....	.....	.....	.....	.....	.....1.....	.....	.....2.....	.....10.....	.....XXX.....
8. 2016.....	.....54.....	.....	.....8.....	.....	.....	.....	.....1.....	.....	.....3.....	.....	.....10.....	.....66.....	.....XXX.....
9. 2017.....	.....504.....	.....	.....150.....	.....6.....	.....	.....	.....9.....	.....	.....21.....	.....	.....72.....	.....678.....	.....XXX.....
10. 2018.....	.....2,312.....	.....588.....	.....581.....	.....65.....	.....	.....	.....76.....	.....	.....73.....	.....	.....106.....	.....2,389.....	.....XXX.....
11. 2019.....	.....8,509.....	.....833.....	.....2,582.....	.....83.....	.....	.....	.....300.....	.....	.....523.....	.....	.....197.....	.....10,998.....	.....XXX.....
12. Totals...	.....11,557.....	.....1,421.....	.....3,394.....	.....156.....	.....0.....	.....0.....	.....390.....	.....0.....	.....625.....	.....0.....	.....387.....	.....14,389.....	.....XXX.....

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior..	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....	.....	.....XXX.....	.....132.....	.....3.....
2. 2010.	.....18,165.....	.....491.....	.....17,674.....	.....69.1.....	.....25.3.....	.....72.6.....	.....	.....	.....	.....0.....	.....0.....
3. 2011.	.....19,558.....	.....369.....	.....19,189.....	.....64.6.....	.....17.6.....	.....68.1.....	.....	.....	.....	.....0.....	.....0.....
4. 2012.	.....21,175.....	.....3,192.....	.....17,983.....	.....66.8.....	.....107.1.....	.....62.6.....	.....	.....	.....	.....52.....	.....2.....
5. 2013.	.....21,676.....	.....1,569.....	.....20,107.....	.....60.7.....	.....58.8.....	.....60.8.....	.....	.....	.....	.....56.....	.....2.....
6. 2014.	.....19,276.....	.....662.....	.....18,614.....	.....48.3.....	.....29.2.....	.....49.5.....	.....	.....	.....	.....0.....	.....1.....
7. 2015.	.....20,434.....	.....835.....	.....19,599.....	.....47.0.....	.....34.3.....	.....47.8.....	.....	.....	.....	.....9.....	.....1.....
8. 2016.	.....21,149.....	.....201.....	.....20,948.....	.....43.6.....	.....7.9.....	.....45.6.....	.....	.....	.....	.....62.....	.....4.....
9. 2017.	.....28,057.....	.....816.....	.....27,241.....	.....54.3.....	.....28.1.....	.....55.9.....	.....	.....	.....	.....648.....	.....30.....
10. 2018.	.....33,898.....	.....1,686.....	.....32,212.....	.....57.5.....	.....51.9.....	.....57.9.....	.....	.....	.....	.....2,240.....	.....149.....
11. 2019.	.....43,170.....	.....2,160.....	.....41,010.....	.....67.8.....	.....58.8.....	.....68.3.....	.....	.....	.....	.....10,175.....	.....823.....
12. Totals	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....XXX.....	.....13,374.....	.....1,015.....

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	One Year	Two Year
1. Prior.....	.....1,654	.....1,519	.....1,438	.....1,490	.....1,524	.....1,539	.....1,621	.....1,599	.....1,591	.....1,567	.....(24)	.....(32)
2. 2010.....	.....17,848	.....16,118	.....15,846	.....15,844	.....15,842	.....15,840	.....15,837	.....15,832	.....15,772	.....15,770	.....(2)	.....(62)
3. 2011.....	.....XXX	.....18,122	.....17,508	.....17,339	.....17,345	.....17,307	.....17,314	.....17,319	.....17,322	.....17,322	.....0	.....3
4. 2012.....	.....XXX	.....XXX	.....16,828	.....16,244	.....16,055	.....16,133	.....16,103	.....16,006	.....16,009	.....16,019	.....10	.....13
5. 2013.....	.....XXX	.....XXX	.....XXX	.....19,080	.....18,539	.....18,250	.....18,450	.....18,265	.....18,211	.....18,240	.....29	.....(25)
6. 2014.....	.....XXX	.....XXX	.....XXX	.....XXX	.....17,567	.....16,596	.....16,720	.....16,509	.....16,421	.....16,455	.....34	.....(54)
7. 2015.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....18,924	.....17,981	.....17,153	.....16,924	.....16,918	.....(6)	.....(235)
8. 2016.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....19,454	.....18,617	.....18,233	.....18,089	.....(144)	.....(528)
9. 2017.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....26,333	.....24,517	.....24,117	.....(400)	.....(2,216)
10. 2018.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....29,832	.....28,806	.....(1,026)	.....XXX
11. 2019.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....37,631	.....XXX	.....XXX
12. Totals.....											.....(1,529)	.....(3,136)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019		
1. Prior.....	.....000	.....1,005	.....1,272	.....1,335	.....1,383	.....1,387	.....1,424	.....1,422	.....1,437	.....1,433	.....XXX	.....XXX
2. 2010.....	.....13,441	.....15,311	.....15,571	.....15,773	.....15,778	.....15,769	.....15,774	.....15,773	.....15,772	.....15,770	.....XXX	.....XXX
3. 2011.....	.....XXX	.....14,563	.....16,496	.....17,035	.....17,295	.....17,307	.....17,311	.....17,319	.....17,322	.....17,322	.....XXX	.....XXX
4. 2012.....	.....XXX	.....XXX	.....12,776	.....15,172	.....15,680	.....15,848	.....15,949	.....15,952	.....15,958	.....15,966	.....XXX	.....XXX
5. 2013.....	.....XXX	.....XXX	.....XXX	.....13,721	.....16,642	.....17,717	.....17,985	.....18,194	.....18,186	.....18,183	.....XXX	.....XXX
6. 2014.....	.....XXX	.....XXX	.....XXX	.....XXX	.....12,446	.....15,270	.....15,737	.....16,092	.....16,362	.....16,455	.....XXX	.....XXX
7. 2015.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....13,537	.....16,286	.....16,706	.....16,751	.....16,909	.....XXX	.....XXX
8. 2016.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....13,759	.....16,988	.....17,590	.....18,026	.....XXX	.....XXX
9. 2017.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....18,507	.....22,552	.....23,460	.....XXX	.....XXX
10. 2018.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....20,883	.....26,490	.....XXX	.....XXX
11. 2019.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....27,156	.....XXX	.....XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
1. Prior.....	.....280	.....128	.....20	.....16	.....20	.....31	.....52	.....36	.....38	.....18
2. 2010.....	.....1,042	.....227	.....51	.....16	.....14	.....16	.....12	.....9		
3. 2011.....	.....XXX	.....1,083	.....318	.....49	.....7		.....2			
4. 2012.....	.....XXX	.....XXX	.....1,294	.....313	.....85	.....94	.....65	.....21	.....19	.....26
5. 2013.....	.....XXX	.....XXX	.....XXX	.....1,504	.....623	.....204	.....149	.....27	.....10	.....27
6. 2014.....	.....XXX	.....XXX	.....XXX	.....XXX	.....1,924	.....517	.....245	.....93	.....9	
7. 2015.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....2,121	.....801	.....103	.....39	.....4
8. 2016.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....1,857	.....470	.....159	.....9
9. 2017.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....2,719	.....719	.....153
10. 2018.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....2,635	.....592
11. 2019.....	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....XXX	.....2,799

WAYNE MUTUAL INSURANCE COMPANY
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

		1 Active Status (a)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Pur- chasing Groups (Incl. in Col. 2)
			2 Direct Premiums Written	3 Direct Premiums Earned						
States, Etc.										
1.	Alabama.....AL	N								
2.	Alaska.....AK	N								
3.	Arizona.....AZ	N								
4.	Arkansas.....AR	N								
5.	California.....CA	N								
6.	Colorado.....CO	N								
7.	Connecticut.....CT	N								
8.	Delaware.....DE	N								
9.	District of Columbia.....DC	N								
10.	Florida.....FL	N								
11.	Georgia.....GA	N								
12.	Hawaii.....HI	N								
13.	Idaho.....ID	N								
14.	Illinois.....IL	N								
15.	Indiana.....IN	N								
16.	Iowa.....IA	N								
17.	Kansas.....KS	N								
18.	Kentucky.....KY	N								
19.	Louisiana.....LA	N								
20.	Maine.....ME	N								
21.	Maryland.....MD	N								
22.	Massachusetts.....MA	N								
23.	Michigan.....MI	N								
24.	Minnesota.....MN	N								
25.	Mississippi.....MS	N								
26.	Missouri.....MO	N								
27.	Montana.....MT	N								
28.	Nebraska.....NE	N								
29.	Nevada.....NV	N								
30.	New Hampshire.....NH	N								
31.	New Jersey.....NJ	N								
32.	New Mexico.....NM	N								
33.	New York.....NY	N								
34.	North Carolina.....NC	N								
35.	North Dakota.....ND	N								
36.	Ohio.....OH	L	53,545,016	51,133,578		28,640,791	31,649,888	13,492,837	657,846	
37.	Oklahoma.....OK	N								
38.	Oregon.....OR	N								
39.	Pennsylvania.....PA	N								
40.	Rhode Island.....RI	N								
41.	South Carolina.....SC	N								
42.	South Dakota.....SD	N								
43.	Tennessee.....TN	N								
44.	Texas.....TX	N								
45.	Utah.....UT	N								
46.	Vermont.....VT	N								
47.	Virginia.....VA	N								
48.	Washington.....WA	N								
49.	West Virginia.....WV	N								
50.	Wisconsin.....WI	N								
51.	Wyoming.....WY	N								
52.	American Samoa.....AS	N								
53.	Guam.....GU	N								
54.	Puerto Rico.....PR	N								
55.	US Virgin Islands.....VI	N								
56.	Northern Mariana Islands.....MP	N								
57.	Canada.....CAN	N								
58.	Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
59.	Totals.....	XXX	53,545,016	51,133,578	0	28,640,791	31,649,888	13,492,837	657,846	0

DETAILS OF WRITE-INS

58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	0	0	0	0	0	0	0	0

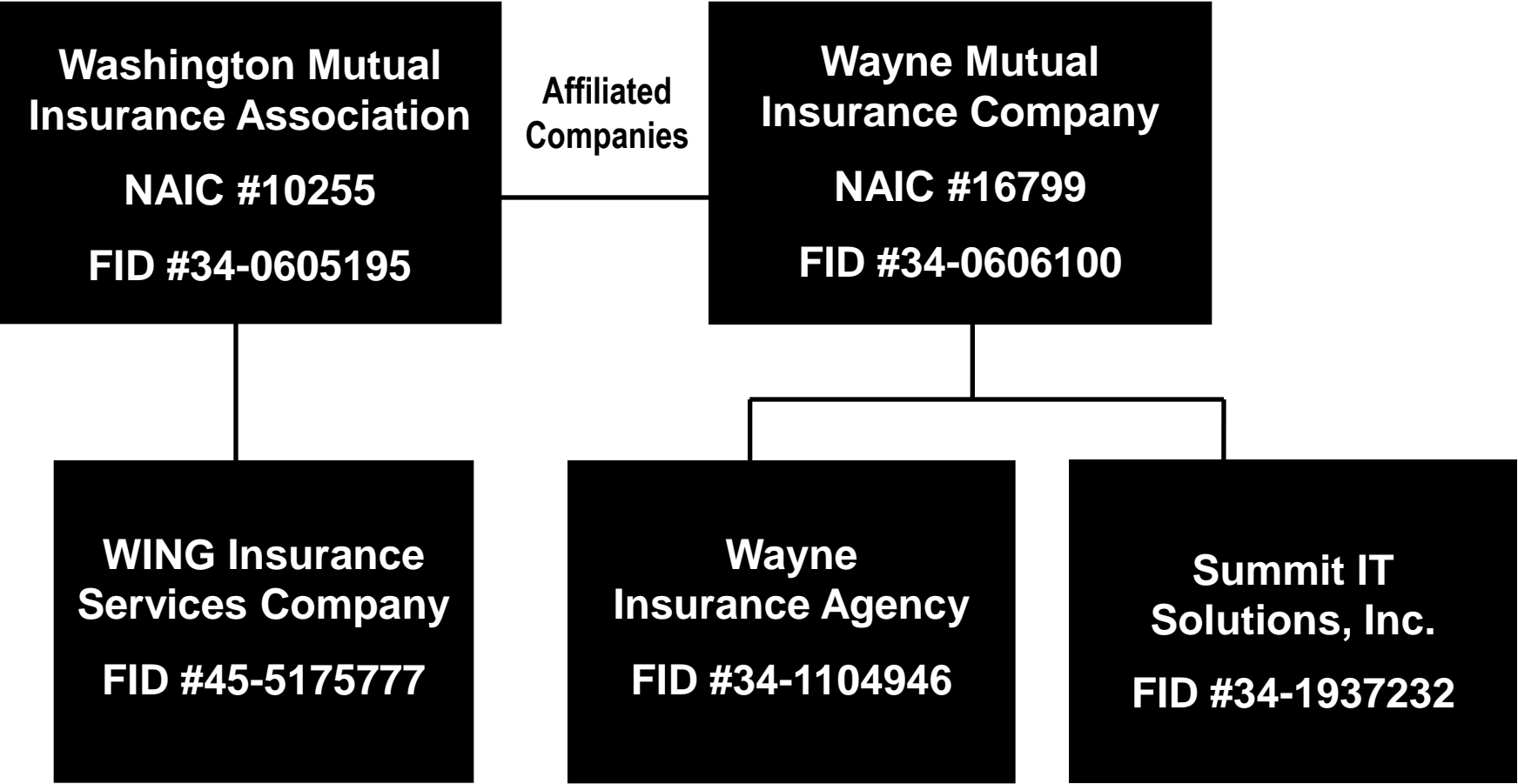
(a) Active Status Counts:

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	1
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI).....	0
D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....	0

(b) Explanation of Basis of Allocation of Premiums by States, etc.
ALL OHIO

R - Registered - Non-domiciled RRGs.....	0
Q - Qualified - Qualified or accredited reinsurer.....	0
N - None of the above - Not allowed to write business in the state.....	56

Schedule Y – Part 1 Organizational Chart
Wayne Mutual / Washington Mutual (Group Code #4678)



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