



ANNUAL STATEMENT  
For the Year Ended December 31, 2020  
OF THE CONDITION AND AFFAIRS OF THE  
GRANGE INSURANCE COMPANY

NAIC Group Code	00267	00267	NAIC Company Code	14060	Employer's ID Number	31-4192970
	(Current Period)	(Prior Period)				
Organized under the Laws of	Ohio			State of Domicile or Port of Entry	Ohio	
Country of Domicile	United States					
Incorporated/Organized	03/25/1935			Commenced Business	04/20/1935	
Statutory Home Office	671 South High Street			Columbus, OH, US 43206-1014		
	(Street and Number)			(City or Town, State, Country and Zip Code)		
Main Administrative Office	671 South High Street			Columbus, OH, US 43206-1014	614-445-2900	
	(Street and Number)			(City or Town, State, Country and Zip Code)	(Area Code)	(Telephone Number)
Mail Address	PO Box 1218			Columbus, OH, US 43216-1218		
	(Street and Number or P.O. Box)			(City or Town, State, Country and Zip Code)		
Primary Location of Books and Records	671 South High Street			Columbus, OH, US 43206-1014	614-445-2900	
	(Street and Number)			(City or Town, State, Country and Zip Code)	(Area Code)	(Telephone Number)
Internet Web Site Address	www.grangeinsurance.com					
Statutory Statement Contact	Jeffrey Paul Siefker			614-445-2900		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	siefkerj@grangeinsurance.com			614-542-3017		
	(E-Mail Address)			(Fax Number)		

OFFICERS

Name	Title	Name	Title
JOHN (NMN) AMMENDOLA	PRESIDENT & CEO	LAVAWN DEE COLEMAN	EVP & SECRETARY
TERESA JEAN BROWN	EVP & CFO		

OTHER OFFICERS

DOREEN YVONNE DELANEY	EVP - CHIEF OPERATIONS OFFICER	JOHN HOAGLAND NORTH	EVP - PRESIDENT - PERSONAL LINES
LINDA MARKO ROUBINEK	EVP - CHIEF CUSTOMER INTERACTIONS OFFICER	JILL ANN WAGNER	EVP-CHIEF DISTRIBUTION & AFFILIATE OFFICER
MICHAEL ANTHONY WINNER	EVP - PRESIDENT - COMMERCIAL LINES		

DIRECTORS OR TRUSTEES

JOHN (NMN) AMMENDOLA	KATHIE JANE ANDRADE #	MARK LEWIS BOXER	TERESA JEAN BROWN
DOUGLAS PAUL BUTH	MICHAEL DESMOND FRAIZER	ROBERT ENLOW HOYT	SUZAN BULYABA KEREERE
MARY MARNETTE PERRY	THOMAS SIMRALL STEWART	CHRISTIANNA (NMN) WOOD	

State of .....Ohio.....  
County of .....Franklin.....

ss

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

JOHN (NMN) AMMENDOLA PRESIDENT & CEO	LAVAWN DEE COLEMAN EVP & SECRETARY	TERESA JEAN BROWN EVP & CFO
Subscribed and sworn to before me this 22nd day of February, 2021	a. Is this an original filing? b. If no: 1. State the amendment number 2. Date filed 3. Number of pages attached	Yes [ X ] No [ ] _____ _____ _____

Teresa J. Burchwell, Notary Public  
April 28, 2022

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE 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).....	1,454,431,750		1,454,431,750	1,396,808,993
2. Stocks (Schedule D):				
2.1 Preferred stocks .....	53,478,731		53,478,731	31,693,258
2.2 Common stocks .....	792,604,243		792,604,243	784,926,944
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ ..... encumbrances).....	80,413,992		80,413,992	83,255,124
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....	9,406,460		9,406,460	9,765,913
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....39,171,101 , Schedule E-Part 1), cash equivalents (\$ .....107,146,350 , Schedule E-Part 2) and short-term investments (\$ .....0 , Schedule DA).....	146,317,451		146,317,451	75,494,596
6. Contract loans (including \$ ..... premium notes).....			0	0
7. Derivatives (Schedule DB).....	0		0	0
8. Other invested assets (Schedule BA) .....	135,110,082		135,110,082	114,252,923
9. Receivables for securities .....			0	2,592,763
10. Securities lending reinvested collateral assets (Schedule DL).....	8,620,124		8,620,124	19,138,547
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	2,680,382,833	0	2,680,382,833	2,517,929,061
13. Title plants less \$ ..... charged off (for Title insurers only).....			0	0
14. Investment income due and accrued .....	11,385,305		11,385,305	10,510,277
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	296,497,985	2,273,776	294,224,209	280,733,922
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....1,737,485 earned but unbilled premiums).....	1,769,892	32,407	1,737,485	2,056,464
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	14,724,571		14,724,571	35,658
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset.....	3,181,991		3,181,991	3,977,780
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software.....	16,089,048	15,860,097	228,951	406,009
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	2,003,248	2,003,248	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ ..... ) and other amounts receivable.....			0	0
25. Aggregate write-ins for other-than-invested assets .....	2,540,047	1,292,304	1,247,743	1,432,812
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	3,028,574,920	21,461,832	3,007,113,088	2,817,081,983
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
28. Total (Lines 26 and 27)	3,028,574,920	21,461,832	3,007,113,088	2,817,081,983
DETAILS OF WRITE-INS				
1101. ....			0	0
1102. ....			0	0
1103. ....			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0	0
2501. Agent Loans.....	1,292,304	1,292,304	0	0
2502. Equities in Pools.....	1,247,743		1,247,743	1,242,978
2503. Miscellaneous Receivable.....			0	189,834
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) .....	2,540,047	1,292,304	1,247,743	1,432,812

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8) .....	445,350,025	499,103,605
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	(71,082)	(28,009)
3. Loss adjustment expenses (Part 2A, Line 35, Column 9) .....	147,854,528	146,343,884
4. Commissions payable, contingent commissions and other similar charges .....	30,924,384	24,207,675
5. Other expenses (excluding taxes, licenses and fees) .....	42,061,392	37,406,642
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	14,646,933	13,217,854
7.1 Current federal and foreign income taxes (including \$ .....5,506,347 on realized capital gains (losses)).....	16,631,720	5,977,703
7.2 Net deferred tax liability.....		0
8. Borrowed money \$ .....200,000,000 and interest thereon \$ .....335,000 .....	200,335,000	60,115,000
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ .....27,075,512 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	559,502,790	526,843,448
10. Advance premium .....	7,163,276	6,512,756
11. Dividends declared and unpaid:		
11.1 Stockholders .....		0
11.2 Policyholders .....	3,976,694	3,398,894
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	5,997,275	1,369,345
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20) .....		0
14. Amounts withheld or retained by company for account of others .....	76,193	34,968
15. Remittances and items not allocated.....		0
16. Provision for reinsurance (including \$ .....9,551 certified) (Schedule F, Part 3, Column 78) .....	876,410	0
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....	1,191,247	(240,567)
19. Payable to parent, subsidiaries and affiliates .....	2,521,252	3,125,690
20. Derivatives .....	0	0
21. Payable for securities .....	377,514	0
22. Payable for securities lending .....	8,620,124	19,138,547
23. Liability for amounts held under uninsured plans .....		0
24. Capital notes \$ ..... and interest thereon \$ .....		0
25. Aggregate write-ins for liabilities .....	14,136,681	22,710,624
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	1,502,172,356	1,369,238,059
27. Protected cell liabilities .....		0
28. Total liabilities (Lines 26 and 27) .....	1,502,172,356	1,369,238,059
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	5,000,000	5,000,000
31. Preferred capital stock .....		0
32. Aggregate write-ins for other-than-special surplus funds .....	0	0
33. Surplus notes .....		0
34. Gross paid in and contributed surplus .....	1,175,000	1,175,000
35. Unassigned funds (surplus) .....	1,498,765,733	1,441,668,924
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ .....)		0
36.2 ..... shares preferred (value included in Line 31 \$ .....)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) .....	1,504,940,733	1,447,843,924
38. Totals (Page 2, Line 28, Col. 3)	3,007,113,088	2,817,081,983
DETAILS OF WRITE-INS		
2501. Reserve for checks written off.....	3,073,778	2,746,690
2502. Deferred compensation.....	26,325,000	20,750,000
2503. Liability for Benefit Plans.....	(16,705,713)	(2,448,439)
2598. Summary of remaining write-ins for Line 25 from overflow page .....	1,443,616	1,662,373
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	14,136,681	22,710,624
2901. ....		0
2902. ....		0
2903. ....		0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201. ....		0
3202. ....		0
3203. ....		0
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE INSURANCE COMPANY

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4) .....	1,238,471,736	1,173,394,306
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 35, Column 7) .....	598,467,595	637,010,012
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) .....	122,767,854	118,492,702
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	412,167,848	366,762,021
5. Aggregate write-ins for underwriting deductions .....	0	0
6. Total underwriting deductions (Lines 2 through 5) .....	1,133,403,297	1,122,264,734
7. Net income of protected cells .....		0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....	105,068,439	51,129,572
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	39,424,150	46,718,642
10. Net realized capital gains (losses) less capital gains tax of \$ .....5,506,347 (Exhibit of Capital Gains (Losses)).....	24,533,572	19,076,607
11. Net investment gain (loss) (Lines 9 + 10) .....	63,957,722	65,795,249
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ .....1,356,455 amount charged off \$ .....6,656,395 ) .....	(5,299,940)	(4,245,695)
13. Finance and service charges not included in premiums.....	13,941,918	15,118,318
14. Aggregate write-ins for miscellaneous income .....	624,992	285,937
15. Total other income (Lines 12 through 14) .....	9,266,971	11,158,560
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	178,293,132	128,083,381
17. Dividends to policyholders .....	5,571,754	5,070,920
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) .....	172,721,378	123,012,461
19. Federal and foreign income taxes incurred .....	34,543,708	25,846,684
20. Net income (Line 18 minus Line 19) (to Line 22) .....	138,177,670	97,165,777
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	1,447,843,924	1,317,172,349
22. Net income (from Line 20) .....	138,177,670	97,165,777
23. Net transfers (to) from Protected Cell accounts .....		0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....2,803,174 .....	16,336,022	76,641,490
25. Change in net unrealized foreign exchange capital gain (loss) .....		0
26. Change in net deferred income tax .....	2,007,385	(519,974)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) .....	(1,101,836)	15,389,440
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	(876,410)	0
29. Change in surplus notes .....		0
30. Surplus (contributed to) withdrawn from protected cells .....		0
31. Cumulative effect of changes in accounting principles .....		0
32. Capital changes:		
32.1 Paid in .....		5,000,000
32.2 Transferred from surplus (Stock Dividend) .....		0
32.3 Transferred to surplus .....		0
33. Surplus adjustments:		
33.1 Paid in .....		1,175,000
33.2 Transferred to capital (Stock Dividend) .....		0
33.3 Transferred from capital .....		0
34. Net remittances from or (to) Home Office .....		0
35. Dividends to stockholders .....	(112,000,000)	(67,761,811)
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) .....	0	0
37. Aggregate write-ins for gains and losses in surplus .....	14,553,978	3,581,652
38. Change in surplus as regards policyholders for the year (Lines 22 through 37) .....	57,096,809	130,671,575
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) .....	1,504,940,733	1,447,843,924
DETAILS OF WRITE-INS		
0501. ....		0
0502. ....		0
0503. ....		0
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. Miscellaneous income.....	624,992	285,937
1402. ....		0
1403. ....		0
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) .....	624,992	285,937
3701. Deferred Gain - Intercompany Pooling Change.....	296,704	688,710
3702. Change in Funded Status - Benefit Plans.....	14,257,274	9,093,195
3703. Reclass in Surplus - Organizational Restructure.....		(6,175,000)
3798. Summary of remaining write-ins for Line 37 from overflow page .....	0	(25,253)
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) .....	14,553,978	3,581,652

CASH FLOW

	1 Current Year	2 Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	1,262,285,986	1,194,851,582
2. Net investment income .....	54,840,890	60,458,211
3. Miscellaneous income .....	9,266,971	11,158,560
4. Total (Lines 1 through 3) .....	1,326,393,847	1,266,468,354
5. Benefit and loss related payments .....	666,953,161	627,278,131
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	520,710,626	491,167,593
8. Dividends paid to policyholders .....	4,993,954	4,558,079
9. Federal and foreign income taxes paid (recovered) net of \$ ..... 5,506,347    tax on capital gains (losses).....	29,396,038	29,069,094
10. Total (Lines 5 through 9) .....	1,222,053,779	1,152,072,897
11. Net cash from operations (Line 4 minus Line 10) .....	104,340,068	114,395,457
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	423,879,565	378,299,223
12.2 Stocks .....	173,569,700	122,490,217
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	0	0
12.5 Other invested assets .....	747,446	20,114,352
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	109,315	32,471
12.7 Miscellaneous proceeds .....	2,970,278	422,754
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	601,276,304	521,359,017
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	479,750,596	426,334,482
13.2 Stocks .....	168,757,844	144,804,996
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	818,792	3,280,245
13.5 Other invested assets .....	20,747,446	17,949,296
13.6 Miscellaneous applications .....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	670,074,678	592,369,019
14. Net increase (decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(68,798,374)	(71,010,002)
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0
16.3 Borrowed funds .....	140,220,000	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	112,000,000	67,761,811
16.6 Other cash provided (applied).....	7,061,161	33,817,710
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	35,281,161	(33,944,101)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	70,822,855	9,441,353
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	75,494,596	66,053,243
19.2 End of year (Line 18 plus Line 19.1) .....	146,317,451	75,494,596

Note:      Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001. Non-cash transfer of Fixed Assets and Suplus Notes to Ultimate Parent.....		28,000,000
20.0002. ....		
20.0003. ....		
20.0004. ....		
20.0005. ....		0
20.0006. ....		0
20.0007. ....		0
20.0008. ....		0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire .....	13,560,673	7,815,380	7,283,864	14,092,189
2.	Allied lines .....	7,071,196	4,187,965	3,890,320	7,368,841
3.	Farmowners multiple peril .....	14,180,012	7,272,169	7,093,792	14,358,390
4.	Homeowners multiple peril .....	286,088,730	147,431,224	157,216,777	276,303,177
5.	Commercial multiple peril .....	161,179,376	70,798,818	78,449,931	153,528,263
6.	Mortgage guaranty .....	0	0	0	0
8.	Ocean marine .....	0	0	0	0
9.	Inland marine .....	9,333,831	4,232,387	4,281,919	9,284,299
10.	Financial guaranty .....	0	0	0	0
11.1	Medical professional liability-occurrence .....	0	0	0	0
11.2	Medical professional liability-claims-made .....	0	0	0	0
12.	Earthquake .....	1,838,729	1,014,446	1,006,721	1,846,454
13.	Group accident and health .....	0	0	0	0
14.	Credit accident and health (group and individual) .....	0	0	0	0
15.	Other accident and health .....	0	0	0	0
16.	Workers' compensation .....	54,065,503	21,618,278	22,206,400	53,477,381
17.1	Other liability-occurrence .....	24,479,328	12,050,868	13,863,690	22,666,505
17.2	Other liability-claims-made .....	101,996	49,432	46,188	105,240
17.3	Excess workers' compensation.....	0	0	0	0
18.1	Products liability-occurrence .....	199,972	65,778	127,404	138,345
18.2	Products liability-claims-made .....	0	0	0	0
19.1,19.2	Private passenger auto liability .....	289,947,196	100,498,189	101,213,458	289,231,927
19.3,19.4	Commercial auto liability .....	96,803,744	41,270,592	45,368,241	92,706,096
21.	Auto physical damage .....	312,127,164	108,491,567	117,386,854	303,231,877
22.	Aircraft (all perils) .....	0	0	0	0
23.	Fidelity .....	0	0	0	0
24.	Surety .....	0	0	0	0
26.	Burglary and theft .....	153,629	46,355	67,230	132,753
27.	Boiler and machinery .....	0	0	0	0
28.	Credit .....	0	0	0	0
29.	International .....	0	0	0	0
30.	Warranty .....	0	0	0	0
31.	Reinsurance-nonproportional assumed property .....	0	0	0	0
32.	Reinsurance-nonproportional assumed liability .....	0	0	0	0
33.	Reinsurance-nonproportional assumed financial lines .....	0	0	0	0
34.	Aggregate write-ins for other lines of business .....	0	0	0	0
35.	TOTALS	1,271,131,078	526,843,448	559,502,790	1,238,471,736
DETAILS OF WRITE-INS					
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Sum. 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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3  Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire .....	7,283,864				7,283,864
2.	Allied lines .....	3,890,320				3,890,320
3.	Farmowners multiple peril .....	7,093,792				7,093,792
4.	Homeowners multiple peril .....	157,216,777				157,216,777
5.	Commercial multiple peril .....	78,449,931				78,449,931
6.	Mortgage guaranty .....					0
8.	Ocean marine .....					0
9.	Inland marine .....	4,281,919				4,281,919
10.	Financial guaranty .....					0
11.1	Medical professional liability-occurrence .....					0
11.2	Medical professional liability-claims-made .....					0
12.	Earthquake .....	1,006,721				1,006,721
13.	Group accident and health .....					0
14.	Credit accident and health (group and individual) .....					0
15.	Other accident and health .....					0
16.	Workers' compensation .....	22,206,400				22,206,400
17.1	Other liability-occurrence .....	13,863,690				13,863,690
17.2	Other liability-claims-made .....	46,188				46,188
17.3	Excess workers' compensation .....					0
18.1	Products liability-occurrence .....	127,404				127,404
18.2	Products liability-claims-made .....					0
19.1,19.2	Private passenger auto liability .....	101,213,458				101,213,458
19.3,19.4	Commercial auto liability .....	45,368,241				45,368,241
21.	Auto physical damage .....	117,386,854				117,386,854
22.	Aircraft (all perils) .....					0
23.	Fidelity .....					0
24.	Surety .....					0
26.	Burglary and theft .....	67,230				67,230
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	559,502,790	0	0	0	559,502,790
36.	Accrued retrospective premiums based on experience .....					
37.	Earned but unbilled premiums .....					
38.	Balance (Sum of Lines 35 through 37)					559,502,790
DETAILS OF WRITE-INS						
3401.	.....					0
3402.	.....					0
3403.	.....					0
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0	0	0

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

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 .....	10,257,408	4,162,793	85,015	565,028	379,515	13,560,673
2.	Allied lines .....	5,008,891	2,503,862	44,282	294,633	191,207	7,071,196
3.	Farmowners multiple peril .....	14,619,121	250,872		590,834	99,146	14,180,012
4.	Homeowners multiple peril .....	68,369,678	232,323,904	194,303	11,920,364	2,878,792	286,088,730
5.	Commercial multiple peril .....	115,670,235	62,561,837		6,715,807	10,336,889	161,179,376
6.	Mortgage guaranty .....						0
8.	Ocean marine .....						0
9.	Inland marine .....	3,025,756	6,840,212		388,910	143,227	9,333,831
10.	Financial guaranty .....						0
11.1	Medical professional liability-occurrence .....						0
11.2	Medical professional liability-claims-made .....						0
12.	Earthquake .....	842,389	1,113,988		76,614	41,035	1,838,729
13.	Group accident and health .....						0
14.	Credit accident and health (group and individual) .....						0
15.	Other accident and health .....						0
16.	Workers' compensation .....	8,577,606	47,756,329	408,505	2,252,729	424,208	54,065,503
17.1	Other liability-occurrence .....	16,878,087	12,403,327		1,019,972	3,782,115	24,479,328
17.2	Other liability-claims-made .....	97,437	16,574		4,250	7,764	101,996
17.3	Excess workers' compensation .....						0
18.1	Products liability-occurrence .....	43,833	164,472		8,332	1	199,972
18.2	Products liability-claims-made .....						0
19.1,19.2	Private passenger auto liability .....	71,791,220	230,237,109		12,081,133	0	289,947,196
19.3,19.4	Commercial auto liability .....	37,866,978	63,294,977	233,633	4,033,489	558,354	96,803,744
21.	Auto physical damage .....	82,716,823	242,819,304	881	13,005,299	404,546	312,127,164
22.	Aircraft (all perils) .....						0
23.	Fidelity .....						0
24.	Surety .....						0
26.	Burglary and theft .....	112,406	47,624		6,401		153,629
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	435,877,870	906,497,183	966,619	52,963,795	19,246,799	1,271,131,078
DETAILS OF WRITE-INS							
3401.	.....						0
3402.	.....						0
3403.	.....						0
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 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



ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE 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 .....	5,016,874	3,672,931	459,613	8,230,192	487,600	865,420	7,852,371	55.7
2.	Allied lines .....	1,408,681	1,456,024	120,460	2,744,245	3,420,366	1,023,030	5,141,580	69.8
3.	Farmowners multiple peril .....	6,250,107	114,671	434,903	5,929,874	1,164,925	1,619,011	5,475,787	38.1
4.	Homeowners multiple peril .....	34,672,946	133,973,030	7,745,308	160,900,669	22,903,537	34,568,465	149,235,740	54.0
5.	Commercial multiple peril .....	56,668,802	58,381,548	8,979,717	106,070,633	100,354,787	98,283,860	108,141,560	70.4
6.	Mortgage guaranty .....				0	0	0	0	0.0
8.	Ocean marine .....				0	0	0	0	0.0
9.	Inland marine .....	761,540	1,769,386	104,696	2,426,230	708,186	532,531	2,601,885	28.0
10.	Financial guaranty .....				0	0	0	0	0.0
11.1	Medical professional liability-occurrence .....				0	0	0	0	0.0
11.2	Medical professional liability-claims-made .....				0	0	0	0	0.0
12.	Earthquake .....				0	4	53	(50)	0.0
13.	Group accident and health .....				0	0	0	0	0.0
14.	Credit accident and health (group and individual) .....				0	0	0	0	0.0
15.	Other accident and health .....				0	0	0	0	0.0
16.	Workers' compensation .....	3,423,208	19,877,553	1,444,074	21,856,687	43,140,419	46,040,232	18,956,874	35.4
17.1	Other liability-occurrence .....	4,720,875	106,524	2,130,977	2,696,421	13,973,156	16,982,465	(312,887)	(1.4)
17.2	Other liability-claims-made .....	54,600	35,000	25,184	64,416	103,525	247,525	(79,584)	(75.6)
17.3	Excess workers' compensation .....				0	0	0	0	0.0
18.1	Products liability-occurrence .....		11,676	467	11,209	40,663	43,683	8,189	5.9
18.2	Products liability-claims-made .....				0	0	0	0	0.0
19.1,19.2	Private passenger auto liability .....	37,655,724	118,962,814	6,265,214	150,353,324	165,105,391	200,951,232	114,507,484	39.6
19.3,19.4	Commercial auto liability .....	16,331,145	27,115,656	1,796,569	41,650,233	95,720,644	96,571,207	40,799,669	44.0
21.	Auto physical damage .....	34,101,602	121,396,037	6,291,472	149,206,167	(1,781,369)	1,367,342	146,057,456	48.2
22.	Aircraft (all perils) .....		59	2	57	341	336	62	0.0
23.	Fidelity .....				0	0	0	0	0.0
24.	Surety .....				0	0	0	0	0.0
26.	Burglary and theft .....	46,862	37,325	3,367	80,819	7,851	7,212	81,458	61.4
27.	Boiler and machinery .....				0	0	0	0	0.0
28.	Credit .....				0	0	0	0	0.0
29.	International .....				0	0	0	0	0.0
30.	Warranty .....				0	0	0	0	0.0
31.	Reinsurance-nonproportional assumed property .....	XXX			0	0	0	0	0.0
32.	Reinsurance-nonproportional assumed liability .....	XXX			0	0	0	0	0.0
33.	Reinsurance-nonproportional assumed financial lines .....	XXX			0	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 .....	201,112,967	486,910,232	35,802,024	652,221,175	445,350,025	499,103,605	598,467,595	48.3
DETAILS OF WRITE-INS									
3401.	.....				0	0	0	0	0.0
3402.	.....				0	0	0	0	0.0
3403.	.....				0	0	0	0	0.0
3498.	Sum. 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 + 3498) (Line 34 above) .....	0	0	0	0	0	0	0	0.0

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE INSURANCE COMPANY

UNDERWRITING AND INVESTMENT EXHIBIT  
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
Line of Business		Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	Net Unpaid Loss Adjustment Expenses
1.	Fire .....	381,814	(388,236)	322,641	(329,063)	604,738	283,018	71,093	487,600	434,776
2.	Allied lines .....	418,418	2,772,531	144,556	3,046,393	294,889	96,614	17,530	3,420,366	308,110
3.	Farmowners multiple peril .....	1,322,905	(14,834)	572,096	735,975	500,612	5,855	77,516	1,164,925	982,411
4.	Homeowners multiple peril .....	5,206,341	8,716,488	3,284,779	10,638,050	3,350,336	9,738,912	823,762	22,903,537	11,693,409
5.	Commercial multiple peril .....	46,218,920	10,343,904	9,019,377	47,543,447	33,732,774	21,587,706	2,509,139	100,354,787	46,231,802
6.	Mortgage guaranty .....				0				0	
8.	Ocean marine .....				0				0	
9.	Inland marine .....	89,517	95,058	17,349	167,226	108,009	456,639	23,687	708,186	196,825
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	4		0	4	6,052
13.	Group accident and health .....				0				(a) 0	2,110
14.	Credit accident and health (group and individual) .....				0				0	
15.	Other accident and health .....				0				(a) 0	
16.	Workers' compensation .....	6,481,700	22,295,710	5,152,376	23,625,034	3,822,641	16,505,885	813,141	43,140,419	9,140,428
17.1	Other liability-occurrence .....	1,440,007	4,537,504	536,700	5,440,811	15,822,986	4,927,172	12,217,813	13,973,156	757,643
17.2	Other liability-claims-made .....	117,501	7,500	55,773	69,228	23,345	12,381	1,429	103,525	78,577
17.3	Excess workers' compensation .....				0				0	
18.1	Products liability-occurrence .....		13,457	538	12,919	9,488	19,413	1,156	40,663	57,380
18.2	Products liability-claims-made .....				0				0	
19.1,19.2	Private passenger auto liability .....	24,959,202	93,292,229	4,731,418	113,520,013	12,946,726	40,788,200	2,149,547	165,105,391	47,060,490
19.3,19.4	Commercial auto liability .....	20,353,864	39,094,052	2,621,963	56,825,954	11,160,019	29,355,306	1,620,636	95,720,644	18,986,364
21.	Auto physical damage .....	(1,829,926)	(6,501,838)	(127,072)	(8,204,692)	1,797,198	4,917,501	291,376	(1,781,369)	11,916,954
22.	Aircraft (all perils) .....		355	14	341				341	3
23.	Fidelity .....				0				0	
24.	Surety .....				0				0	
26.	Burglary and theft .....	(955)	(1,110)	(83)	(1,982)	4,595	5,649	410	7,851	1,194
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 .....	105,159,310	174,262,771	26,332,428	253,089,652	84,178,359	128,700,250	20,618,237	445,350,025	147,854,528
DETAILS OF WRITE-INS										
3401.	.....				0				0	
3402.	.....				0				0	
3403.	.....				0				0	
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	0	0	0	0	0	0	0	0	0
3499.	Totals (Lines 3401 through 3403 + 3498) (Line 34 above) .....	0	0	0	0	0	0	0	0	0

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

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 .....	16,757,734			16,757,734
1.2 Reinsurance assumed .....	16,260,497			16,260,497
1.3 Reinsurance ceded .....	1,320,729			1,320,729
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....	31,697,501	0	0	31,697,501
2. Commission and brokerage:				
2.1 Direct, excluding contingent .....		64,993,090		64,993,090
2.2 Reinsurance assumed, excluding contingent .....		122,658,024		122,658,024
2.3 Reinsurance ceded, excluding contingent .....		11,222,331		11,222,331
2.4 Contingent-direct .....		11,491,828		11,491,828
2.5 Contingent-reinsurance assumed .....		21,682,015		21,682,015
2.6 Contingent-reinsurance ceded .....		1,326,954		1,326,954
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	208,275,672	0	208,275,672
3. Allowances to manager and agents .....	12,335	2,232,886		2,245,221
4. Advertising .....	9,812	1,976,686		1,986,498
5. Boards, bureaus and associations .....	1,070,129	2,648,447	5,235	3,723,811
6. Surveys and underwriting reports .....		9,957,858		9,957,858
7. Audit of assureds' records .....		798,197		798,197
8. Salary and related items:				
8.1 Salaries .....	50,726,084	64,916,571	867,814	116,510,468
8.2 Payroll taxes .....	3,630,783	5,246,991	103,983	8,981,757
9. Employee relations and welfare .....	8,877,712	10,731,264	260,268	19,869,244
10. Insurance .....	799,765	884,102	114,133	1,798,001
11. Directors' fees .....	336,288	599,960	7,393	943,641
12. Travel and travel items .....	778,462	932,615	11,148	1,722,225
13. Rent and rent items .....	1,153,348	447,618	4,706,100	6,307,066
14. Equipment .....	1,387,195	2,201,973		3,589,168
15. Cost or depreciation of EDP equipment and software .....	2,253,660	3,320,568		5,574,228
16. Printing and stationery .....	275,673	737,478	8,722	1,021,872
17. Postage, telephone and telegraph, exchange and express .....	2,016,803	6,712,517	151,326	8,880,646
18. Legal and auditing .....	361,457	906,074	8,741	1,276,272
19. Totals (Lines 3 to 18) .....	73,689,507	115,251,802	6,244,864	195,186,173
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....		23,818,406		23,818,406
20.2 Insurance department licenses and fees .....		1,977,187		1,977,187
20.3 Gross guaranty association assessments .....		(42,173)		(42,173)
20.4 All other (excluding federal and foreign income and real estate) .....		157,150		157,150
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) .....	0	25,910,570	0	25,910,570
21. Real estate expenses .....			4,586,848	4,586,848
22. Real estate taxes .....			1,990,783	1,990,783
23. Reimbursements by uninsured plans .....				0
24. Aggregate write-ins for miscellaneous expenses .....	17,380,846	62,729,803	2,580,020	82,690,670
25. Total expenses incurred .....	122,767,854	412,167,848	15,402,514	(a) 550,338,216
26. Less unpaid expenses-current year .....	147,854,528	84,103,813	3,528,895	235,487,236
27. Add unpaid expenses-prior year .....	146,343,884	71,389,381	3,442,791	221,176,055
28. Amounts receivable relating to uninsured plans, prior year .....	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year .....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	121,257,211	399,453,415	15,316,410	536,027,035
DETAILS OF WRITE-INS				
2401. Software Expense.....	9,346,646	14,142,614	484,906	23,974,165
2402. Miscellaneous Expense.....	2,871,584	15,493,581	13,601	18,378,766
2403. COVID-19 Payments to Policyholders Permitted Practice.....		25,686,887		25,686,887
2498. Summary of remaining write-ins for Line 24 from overflow page .....	5,162,615	7,406,722	2,081,513	14,650,851
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	17,380,846	62,729,803	2,580,020	82,690,670

(a) Includes management fees of \$ 24,612,226 to affiliates and \$ 0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds .....	(a).....2,408,164	.....2,390,346
1.1	Bonds exempt from U.S. tax .....	(a).....8,215,885	.....8,072,866
1.2	Other bonds (unaffiliated) .....	(a).....26,387,963	.....26,637,863
1.3	Bonds of affiliates .....	(a).....0	.....
2.1	Preferred stocks (unaffiliated) .....	(b).....2,139,455	.....2,251,256
2.11	Preferred stocks of affiliates .....	(b).....0	.....
2.2	Common stocks (unaffiliated) .....	.....12,014,864	.....11,880,694
2.21	Common stocks of affiliates .....	.....0	.....
3.	Mortgage loans .....	(c).....	.....
4.	Real estate .....	(d).....7,679,189	.....7,679,189
5.	Contract loans .....	.....	.....
6.	Cash, cash equivalents and short-term investments .....	(e).....344,684	.....240,016
7.	Derivative instruments .....	(f).....	.....
8.	Other invested assets .....	.....3,007,193	.....3,007,193
9.	Aggregate write-ins for investment income .....	.....84,326	.....84,326
10.	Total gross investment income .....	62,281,723	62,243,749
11.	Investment expenses .....		(g).....15,402,514
12.	Investment taxes, licenses and fees, excluding federal income taxes .....		(g).....
13.	Interest expense .....		(h).....3,397,709
14.	Depreciation on real estate and other invested assets .....		(i).....4,019,376
15.	Aggregate write-ins for deductions from investment income .....		.....0
16.	Total deductions (Lines 11 through 15) .....		.....22,819,599
17.	Net investment income (Line 10 minus Line 16) .....		39,424,150
DETAILS OF WRITE-INS			
0901.	Securities Lending Income .....	.....51,442	.....51,442
0902.	Miscellaneous Investment Income .....	.....32,884	.....32,884
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) .....	84,326	84,326
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 \$ .....2,279,200 accrual of discount less \$ .....14,131,912 amortization of premium and less \$ .....1,654,968 paid for accrued interest on purchases.  
(b) Includes \$ .....204,898 accrual of discount less \$ .....538,474 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 \$ ..... paid for accrued interest on purchases.  
(d) Includes \$ .....5,100,000 for company's occupancy of its own buildings; and excludes \$ ..... interest on encumbrances.  
(e) Includes \$ .....36,687 accrual of discount less \$ .....133,802 amortization of premium and less \$ .....13,874 paid for accrued interest on purchases.  
(f) Includes \$ ..... accrual of discount less \$ ..... amortization of premium.  
(g) Includes \$ ..... investment expenses and \$ ..... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.  
(h) Includes \$ ..... interest on surplus notes and \$ ..... interest on capital notes.  
(i) Includes \$ .....4,019,376 depreciation on real estate and \$ ..... 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 .....	6,731,853		6,731,853	(2,309,447)	
1.1	Bonds exempt from U.S. tax .....	(112)		(112)		
1.2	Other bonds (unaffiliated) .....	10,187,603	(970,348)	9,217,255	(35,110)	
1.3	Bonds of affiliates .....	0	0	0	0	0
2.1	Preferred stocks (unaffiliated) .....	658,845	0	658,845	2,213,171	0
2.11	Preferred stocks of affiliates .....	0	0	0	0	0
2.2	Common stocks (unaffiliated) .....	13,704,449	(887,298)	12,817,151	14,215,948	0
2.21	Common stocks of affiliates .....	0	0	0	4,703,086	0
3.	Mortgage loans .....	0	0	0	0	0
4.	Real estate .....	0	0	0		0
5.	Contract loans .....			0		
6.	Cash, cash equivalents and short-term investments .....	109,315		109,315	0	0
7.	Derivative instruments .....			0		
8.	Other invested assets .....	505,612	0	505,612	351,547	0
9.	Aggregate write-ins for capital gains (losses) .....	0	0	0	0	0
10.	Total capital gains (losses) .....	31,897,565	(1,857,646)	30,039,919	19,139,195	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	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9 above) .....	0	0	0	0	0

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	0	0	0
2.2 Common stocks .....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	0	0	0
3.2 Other than first liens .....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale .....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans .....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA) .....	0	0	0
9. Receivables for securities .....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued .....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	2,273,776	1,302,434	(971,342)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	32,407	51,515	19,108
15.3 Accrued retrospective premiums and contracts subject to redetermination .....	0	0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	0	0	0
16.2 Funds held by or deposited with reinsured companies .....	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	0	0	0
17. Amounts receivable relating to uninsured plans .....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0
18.2 Net deferred tax asset.....	0	0	0
19. Guaranty funds receivable or on deposit .....	0	0	0
20. Electronic data processing equipment and software.....	15,860,097	14,664,580	(1,195,517)
21. Furniture and equipment, including health care delivery assets .....	2,003,248	2,036,778	33,530
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	0	0	0
24. Health care and other amounts receivable.....	0	0	0
25. Aggregate write-ins for other-than-invested assets .....	1,292,304	2,304,689	1,012,385
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	21,461,832	20,359,996	(1,101,836)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. Total (Lines 26 and 27)	21,461,832	20,359,996	(1,101,836)
DETAILS OF WRITE-INS			
1101. ....		0	0
1102. ....		0	0
1103. ....		0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0
2501. Personal Loans.....	1,292,304	2,304,689	1,012,385
2502. ....		0	0
2503. ....		0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,292,304	2,304,689	1,012,385

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies and Going Concern:

A. Accounting Practices:

Grange Insurance Company (the “Company”) prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by The Ohio Department of Insurance (the “Department”). The Department requires that insurance companies domiciled in the State of Ohio prepare their statutory basis financial statements in accordance with the National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures Manual (“NAIC SAP”) subject to any deviations prescribed or permitted by the Department. The Company does not employ accounting practices that depart from the NAIC SAP, except for the NAIC’s INT 20-08, a limited-time exception allowing the classification of policyholder credits related to COVID-19 as an other underwriting expense (Page 4, Line 4) instead of a reduction of premium (Page 4, Line 1) when a policy endorsement allowing for discretionary payments to policyholders due to COVID-19 related issues was filed, if required by the state, prior to June 15, 2020. This limited-time exception will expire on January 1, 2021.

In April 2020, after experiencing reduced losses as a result of less miles driven during the COVID-19 pandemic, the Company and its subsidiaries and its affiliate, Integrity Insurance Company (“IIC”), and its subsidiaries, the Grange Insurance Operations, announced a payback to all active personal auto and businessowners (BOP) policyholders, throughout all 13 operating states, in the form of a 25% and 20% premium payback, respectively, for the months of April and May. Where required, Grange Insurance Operations filed a policy endorsement, not a rate filing, and was subsequently approved for the paybacks which were paid to policyholders in a onetime check. As these paybacks would have conflicted with rate filings currently in place and would reduce premium taxes, agent commissions and other assessments, of which a return has not been requested, Grange Insurance Operations has treated these paybacks as an other underwriting expense (Page 4, Line 4) utilizing the limited-time exception accounting guidance under NAIC SAP INT 20-08; the Company’s portion of the total expense was \$25,686,887, of which \$23,263,107 was for personal auto and \$2,423,780 was for BOP.

A reconciliation of the Company’s net income and surplus between NAIC SAP and practices prescribed and permitted by the State of Ohio is shown below; the reconciliation illustrates that the permitted practice described above has no impact on either net income or surplus:

	SSAP #	F/S Page	F/S Line #	Amount (\$)	
				2020	2019
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)	xxx	xxx	xxx	138,177,670	97,165,777
(2) State Prescribed Practices that increase/(decrease) NAIC SAP				0	0
(3) State Permitted Practices that increase/(decrease) NAIC SAP				0	0
(4) NAIC SAP (1-2-3=4)	xxx	xxx	xxx	138,177,670	97,165,777
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)	xxx	xxx	xxx	1,504,940,733	1,447,843,924
(6) State Prescribed Practices that increase/(decrease) NAIC SAP				0	0
(7) State Permitted Practices that increase/(decrease) NAIC SAP				0	0
(8) NAIC SAP (5-6-7=8)	xxx	xxx	xxx	1,504,940,733	1,447,843,924

The following table illustrates the impact of reporting the paybacks as an other underwriting expense rather than a reduction of premium on the operating percentages and other percentages reported in the five-year historical data exhibit (Pages 17-18):

	Paybacks as an Other Underwriting Expense	Paybacks as a Reduction of Premium
<b>Operating Percentages</b>		
Net premiums earned	100.0	100.0
Net losses incurred	48.3	49.3
Net loss adjustment expenses incurred	9.9	10.1
Other underwriting expenses incurred	33.3	31.9
Net underwriting gains	8.5	8.7
<b>Other Percentages</b>		
Other underwriting expenses to net premiums written	32.4	31.0
Losses and loss expenses incurred to premiums earned	58.2	59.5
Net premiums written to policyholders' surplus	84.5	82.8

B. Use of Estimates in the Preparation of the Financial Statements:

The preparation of financial statements in conformity with NAIC SAP 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 daily 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 costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the Company uses the following accounting policies:

- Short-term investments are stated at amortized cost, which approximates fair value.
- Bonds not backed by other loans are stated at amortized cost using the scientific method. Securities Valuation Office (“SVO”) identified investments in SSAP 26R are stated at fair value.
- Common stocks, other than investments in stocks of subsidiaries, are stated at fair value.
- Preferred stocks are stated at cost.
- The Company has no investments in mortgage loans.
- Loan-backed securities are stated at either amortized cost or the lower or amortized cost or fair market value. The retrospective adjustment method is used to value all securities except for interest only securities or securities where the yield had become negative, those are valued using the prospective method.
- Investments in stocks of uncombined subsidiaries and affiliates in which the Company has an interest of 20% or more are carried on the statutory equity basis.
- The Company has minor investments in joint ventures. The Company carries these interest based on the underlying audited GAAP equity of the investee.
- The Company has no investments in derivative instruments.
- The Company does not anticipate investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, Property-Casualty Contracts - Premiums.
- 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 amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability is continually reviewed and any adjustments are reflected in the period determined.
- The Company has not modified its capitalization policy from the prior period.
- The Company does not have pharmaceutical rebate receivables.

D. Going Concern:

Management has evaluated the Company’s viability and has no doubt as to the Company’s ability to continue as a going concern.

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

2. Accounting Changes and Corrections of Errors: Not applicable
3. Business Combinations and Goodwill: Not applicable
4. Discontinued Operations: Not applicable
5. Investments:

A. Mortgage Loans, including Mezzanine Real Estate Loans: Not applicable

B. Debt Restructuring: Not applicable

C. Reverse Mortgages: Not applicable

D. Loan-Backed Securities:

1. Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from Hub Data and Bloomberg. These assumptions are consistent with the current interest rate and economic environment.

2. The Company has not recognized any other than temporary impairments on its loan-backed securities.

3. The Company has not recognized any other than temporary impairments on its loan-backed securities.

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

a. The aggregate amount of unrealized losses:

1. Less than 12 months \$ (205,851)

2. 12 months or longer \$ (75,399)

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months \$ 46,900,490

2. 12 months or longer \$ 411,210

5. According to SSAP 43R, the best estimate of future cash flows using the appropriate discount rate was calculated for each affected security, with other-than-temporary impairments realized to the extent that present value was less than amortized cost. Securities held with an intent to sell were other-than-temporarily impaired to current fair value. Securities with a present value greater than amortized cost were not other-than-temporarily impaired.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions:

1. For securities lending agreements, the Company requires a minimum of 102% and 105% of the fair value of the domestic and foreign securities loaned at the outset of the contract as collateral. Cash collateral received is invested in short-term investments and the offsetting collateral liability is included in Collateral from Lending Activities. The fair value of the collateral at December 31, 2020 is \$8.6 million.

2. The Company has no pledged assets as collateral for securities lending transactions.

3. Collateral Received

a. Aggregate Amount Collateral Received

1. Securities lending collateral received:

	Fair Value (\$)
Open	0
30 days or less	8,620,124
31 to 60 days	0
61 to 90 days	0
Greater than 90 days	0
Subtotal	8,620,124
Securities received	0
<b>Total collateral received</b>	<b>8,620,124</b>

2. The Company has no repurchase agreements as collateral.

3. The Company has no dollar repurchase agreements as collateral received.

b. The Company has not sold or re-pledged any collateral.

c. The Company receives primarily cash collateral in an amount in excess of the fair value of the securities lent. The Company reinvests the cash collateral into higher yielding short-term securities than the collateral received.

4. The Company re-invested the cash collateral in the Northern Institutional Liquid Asset Portfolio.

5. Collateral Reinvestment

a. Aggregate Amount Collateral Reinvested

1. Securities Lending collateral reinvested:

	Amortized Cost (\$)	Fair Value (\$)
Open	0	0
30 days or less	8,620,124	8,620,124
31 to 60 days	0	0
61 to 90 days	0	0
Greater than 90 days	0	0
Subtotal	8,620,124	8,620,124
Securities received	0	0
<b>Total collateral reinvested</b>	<b>8,620,124</b>	<b>8,620,124</b>

2. The Company has no repurchase agreements as collateral.

3. The Company has no dollar repurchase agreements as collateral.

b. The maturity dates of the liabilities match the invested assets.

6. The Company has no collateral that is not permitted by contract.

7. The Company has no collateral that extends beyond one year from December 31, 2020.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing: Not applicable

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing: Not applicable

H. Repurchase Agreements Transactions Accounted for as a Sale: Not applicable

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale: Not applicable

J. Real Estate:

1. The Company did not recognize any impairment losses for its investments in real estate during the periods presented.

2. The Company did not sell, or classify as held for sale, any investments in real estate during the periods presented.

3. The Company did not experience any changes to its plans of sale for its investments in real estate during the periods presented.

4. The Company did not engage in retail land sales operations during the periods presented.

5. The Company did not hold any real estate investments with participating mortgage loan features during the periods presented.

K. Low Income Housing Tax Credits: Not applicable

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets:

1. Restricted assets (including pledged) summarized by restricted asset category:

	Amount (\$)									Percentage (%)	
	Gross (Admitted and Nonadmitted) Restricted										
	Current year							Current Year			
	1	2	3	4	5	6	7	8	9	10	11
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Non-admitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Non-Admitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown											
b. Collateral held under security lending agreements	8,620,124				8,620,124	19,138,547	(10,518,423)		8,620,124	0.3%	0.3%
c. Subject to repurchase agreements											
d. Subject to reverse repurchase agreements											
e. Subject to dollar repurchase agreements											
f. Subject to dollar reverse repurchase agreements											
g. Placed under option contracts											
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock											
i. FHLB capital stock	10,307,500				10,307,500	5,438,700	4,868,800		10,307,500	0.3%	0.3%
j. On deposit with states	3,001,335				3,001,335	2,814,792	186,543		3,001,335	0.1%	0.1%
k. On deposit with other regulatory bodies											
l. Pledged collateral to FHLB (including assets backing funding agreements)	207,286,085				207,286,085	209,857,095	(2,571,010)		207,286,085	6.8%	6.9%
m. Pledged as collateral not captured in other categories											
n. Other restricted assets											
o. Total Restricted Assets	229,215,044				229,215,044	237,249,134	(8,034,090)		229,215,044	7.6%	7.6%
(a) Subset of column 1											
(b) Subset of column 3											

2. Detail of assets pledged as collateral not captured in other categories (reported on line m in the above table): Not applicable

3. Details of other restricted assets: Not applicable

4. The following table presents the collateral received and reflected as assets within the financial statements as of December 31, 2019:

	Amount (\$)		Percentage (%)	
	Book/Adjusted Carrying Value ("BACV")	Fair Value	% of BACV to Total Assets*	% of BACV to Total Admitted Assets**
General Account:				
a. Cash, cash equivalents and short-term investments	0	0	0.00 %	0.00 %
b. Schedule D, part 1	0	0	0.00 %	0.00 %
c. Schedule D, part 2, Section 1	0	0	0.00 %	0.00 %
d. Schedule D, part 2, Section 2	0	0	0.00 %	0.00 %
e. Schedule B	0	0	0.00 %	0.00 %
f. Schedule A	0	0	0.00 %	0.00 %
g. Schedule BA, part 1	0	0	0.00 %	0.00 %
h. Schedule DL, part 1	8,620,124	8,620,124	0.30 %	0.30 %
i. Other	0	0	0.00 %	0.00 %
j. Total collateral assets	8,620,124	8,620,124	0.30 %	0.30 %

Protected Cell: None

\* Rows j -Column 1 (BACV) divided by asset page, line 26 (column 1)

\*\* Rows j -Column 1 (BACV) divided by asset page, line 26 (column 3)

u. Recognized Obligation to Return Collateral Asset (General Account): None

v. Recognized Obligation to Return Collateral Asset (Protected Cell): None

M. Working Capital Finance Investments: Not applicable

N. Offsetting and Netting of Assets and Liabilities: Not applicable

O. 5 GI Securities: Not applicable

P. Short Sales: Not applicable



ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

Q. Prepayment Penalty and Acceleration Fees:

	General Account	Protected Cell
1. Number of CUSIPs	18	0
2. Aggregate amount of investment income (\$)	1,016,784	0

6. Joint Ventures, Partnerships and Limited Liability Companies: Not applicable

7. Investment Income: Not applicable

8. Derivative Instruments: Not applicable

9. Income Taxes:

A. The components of deferred tax assets ("DTA") and deferred tax liabilities ("DTL") at December 31, 2020 and 2019 are as follows:

1.	Amount (\$)								
	2020			2019			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Gross DTA	44,899,545	4,422,401	49,321,946	44,238,741	4,166,176	48,404,917	660,804	256,225	917,029
b. Statutory valuation allowance adjustment	0	0	0	0	0	0	0	0	0
c. Adjusted gross DTAs	44,899,545	4,422,401	49,321,946	44,238,741	4,166,176	48,404,917	660,804	256,225	917,029
d. DTAs nonadmitted	0	0	0	0	0	0	0	0	0
e. Subtotal net admitted DTAs	44,899,545	4,422,401	49,321,946	44,238,741	4,166,176	48,404,917	660,804	256,225	917,029
f. DTL	9,171,416	36,968,539	46,139,955	10,261,773	34,165,365	44,427,138	(1,090,357)	2,803,174	1,712,817
g. Net admitted DTA/(DTL)	35,728,129	(32,546,138)	3,181,991	33,976,968	(29,999,189)	3,977,779	1,751,161	(2,546,949)	(795,788)

2.	Amount (\$)								
	2020			2019			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Admission calculation components SSAP No. 101									
a. Recovered through loss carrybacks	37,147,284	0	37,147,284	35,449,434	0	35,449,434	1,697,850	0	1,697,850
b. The lesser of 2(b)1 and 2(b)2 below:	2,891,255	0	2,891,255	3,218,363	0	3,218,363	(327,108)	0	(327,108)
1. Adjusted gross DTAs expected to be realized within one or three years	2,891,255	0	2,891,255	3,218,363	0	3,218,363	(327,108)	0	(327,108)
2. Adjusted DTAs allowed per limitation threshold	xxx	xxx	225,360,930	xxx	xxx	217,604,598	xxx	xxx	7,756,332
c. Adjusted gross DTAs offset by gross DTLs	4,861,006	4,422,401	9,283,407	5,570,944	4,166,176	9,737,120	(709,938)	256,225	(453,713)
d. Total DTA admitted	44,899,545	4,422,401	49,321,946	44,238,741	4,166,176	48,404,917	660,804	256,225	917,029

3.	2020		2019	
	a. Ratio percentage used to determine recovery period and threshold limitation (%)		1,318.31 %	
	b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above (\$)		1,501,795,6542	

4.	Amount (\$)					
	2020		2019		Change	
	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
Impact of tax-planning strategies						
a. Determination of adjusted gross DTAs and net admitted DTAs by tax character as a percentage						
1. Adjusted gross DTAs (\$)	44,899,545	4,422,401	44,238,741	4,166,176	660,804	256,225
2. Percentage of total adjusted gross DTAs by tax character attributable to planning (%)	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
3. Net admitted adjusted gross DTAs (\$)	44,899,545	4,422,401	44,238,741	4,166,176	660,804	256,225
4. Percentage of net admitted adjusted gross DTAs by tax character attributable to planning (%)	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
b. Does the Company's tax-planning strategies include the use of reinsurance?			Yes		No	x

B. Unrecognized Deferred Tax Liabilities: Not applicable

C. Current income taxes incurred consist of the following major components:

1.	Amount (\$)		
	2020	2019	Change
Current income tax:			
a. Federal	32,747,806	26,905,820	5,841,986
b. Foreign	0	0	0
c. Subtotal	32,747,806	26,905,820	5,841,986
d. Federal income tax on net capital gains	5,506,347	3,898,191	1,608,156
e. Utilization of capital loss carry-forward	0	0	0
f. Other	1,795,902	(1,059,134)	2,855,036
g. Federal and foreign income taxes incurred	40,050,055	29,744,877	10,305,178

2.	Amount (\$)		
	2020	2019	Change
Deferred tax assets:			
a. Ordinary:			
1. Discounting of unpaid losses	7,687,418	7,909,564	(222,146)
2. Unearned premium reserve	23,799,975	22,400,961	1,399,014
3. Policyholder reserves	0	0	0
4. Investments	0	0	0
5. Deferred acquisition costs	0	0	0
6. Policyholder dividends accrual	0	0	0
7. Fixed assets	0	0	0
8. Compensation and benefits accrual	8,635,037	9,416,836	(781,799)
9. Pension accrual	0	0	0
10. Receivables – nonadmitted	4,506,985	4,275,599	231,386
11. Net operating loss carry-forward	0	0	0
12. Tax credit carry-forward	0	0	0
13. Other (including items <5% of total ordinary tax assets)	270,130	235,781	34,349
Subtotal	44,899,545	44,238,741	660,804
b. Statutory valuation allowance adjustment	0	0	0
c. Nonadmitted	0	0	0
d. Admitted ordinary deferred tax assets	44,899,545	44,238,741	660,804
e. Capital:			
1. Investments	4,422,401	4,166,176	256,225

# ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE INSURANCE COMPANY

## NOTES TO FINANCIAL STATEMENTS

2.	Net capital loss carry-forward	0	0	0
3.	Real estate	0	0	0
4.	Other (including items <5% of total capital tax assets)	0	0	0
	Subtotal	4,422,401	4,166,176	256,225
f.	Statutory valuation allowance adjustment	0	0	0
g.	Nonadmitted	0	0	0
h.	Admitted capital deferred tax assets	4,422,401	4,166,176	256,225
i.	Admitted deferred tax assets (2d + 2h)	49,321,946	48,404,917	917,029
3.	Deferred tax liabilities:			
a.	Ordinary:			
1.	Investments	130,356	1,584,827	(1,454,471)
2.	Fixed assets	5,692,396	4,433,362	1,259,034
3.	Deferred and uncollected premium	0	0	0
4.	Policyholder reserves	253,984	245,590	8,394
	Reserves transition liability	2,712,322	3,254,787	(542,465)
5.	Other (including items <5% of total ordinary tax liabilities)	382,358	743,207	(360,849)
	Subtotal	9,171,416	10,261,773	(1,090,357)
b.	Capital:			
1.	Investments	0	0	0
2.	Real estate	0	0	0
3.	Other (including items <5% of total capital tax liabilities)	0	0	0
	Unrealized capital gains	36,968,539	34,165,365	2,803,174
	Subtotal	36,968,539	34,165,365	2,803,174
c.	Deferred tax liabilities	46,139,955	44,427,138	1,712,817
4.	Net deferred tax asset/(liability) (2i – 3c)	3,181,991	3,977,779	(795,788)

D. The Company's provision for income tax incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before taxes. The significant items causing this difference as of December 31, 2020 are as follows:

	Amount (\$)	Tax Effect at 21% (\$)	Effective Tax Rate (%)
1. Tax reconciliation by effective rate:			
a. Income before taxes	178,227,725	37,427,822	21.00 %
b. Tax-exempt interest	(8,072,866)	(1,695,302)	(0.95)%
c. Dividends received deduction	(3,603,841)	(756,807)	(0.42)%
d. Proration	2,919,177	613,027	0.34 %
e. Meals & entertainment, lobbying expense, etc.	2,198,760	461,740	0.26 %
f. Pension (pre-paid & unfunded PBO)	14,257,274	2,994,028	1.68 %
g. Change in nonadmit	(1,101,836)	(231,386)	(0.13)%
h. Realized (gain)/loss on donation of securities	0	0	0.00 %
i. Rate change	0	0	0.00 %
j. Other, including prior year true-ups	255,538	(770,451)	(0.44)%
Total	185,079,931	38,042,671	21.34 %
2. Tax reconciliation by statement of income:			
a. Federal and foreign income tax incurred expense/(benefit)		34,543,708	19.38 %
b. Tax on realized gains/(losses)		5,506,347	3.09 %
c. Change in net deferred income tax charge/(benefit)		(2,007,384)	(1.13)%
Total		38,042,671	21.34 %

E. Operating Loss and Tax Credit Carry-forwards:

1. The Company did not have any unused loss carryforwards.
2. The following is the income tax expense that is available for recoupment in the event of future net losses:

	Ordinary (\$)	Capital (\$)	Total (\$)
2020	32,747,807	5,506,347	38,254,154
2019	28,582,332	3,998,530	32,580,862
2018	0	1,359,169	1,359,169
<b>Total</b>	<b>61,330,139</b>	<b>10,864,046</b>	<b>72,194,185</b>

3. The Company did not have any protective deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return:

- The Company's federal income tax return is consolidated through Grange Mutual Holding Company ("GMHC"), see 10A below for additional information on the corporate structure.
- The method of allocation among companies is subject to a written agreement, approved by the Board of Directors, whereby allocation is made based upon the subsidiary's portion of the consolidated tax liability.

G. Federal or Foreign Income Tax Loss Contingencies: Not applicable

H. Repatriation Transition Tax: Not applicable

I. Alternative Minimum Tax Credit: Not applicable

### 10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties:

A. Relationship with Parent, Subsidiaries and Affiliates:

- The Company and its affiliate, IIC, are stock companies 100% owned by Grange Holdings, Inc. ("GHI"), which is 100% owned by Grange Mutual Holding Company.
- The Company owns 100% of the common stock of Grange Indemnity Insurance Company, Grange Insurance Company of Michigan, Grange Property & Casualty Insurance Company and Trustgard Insurance Company. The Company, domiciled in the state of Ohio, is a member of the Grange Insurance Operations.
- The Company is affiliated with IIC, which has two 100% wholly owned subsidiaries, Integrity Property & Casualty Insurance Company and Integrity Select Insurance Company. The companies, domiciled in Ohio, are members of the Grange Insurance Operations.

B. Detail of Related Party Transactions:

In Q3 of 2020, the Company transferred cash totaling \$112.0 million, via dividend, to GHI.

C. Transactions With Related Party Who Are Not Reported on Schedule Y: Not applicable

D. Amounts Due From or To Related Parties:

At December 31, 2020, the Company reported \$2.5 million as amounts due to its subsidiaries and affiliate, IIC. The terms of the settlement require that these amounts be settled within the subsequent quarter. Other expenses and net intercompany balances with IIC are reimbursed quarterly. See Note 10E for additional information.

At December 31, 2020, the Company reported \$5.2 million as amounts due from GHI and Northview. Net intercompany balances are reimbursed quarterly.

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

- E. Description of Material Management or Service Contracts:  
The Company maintains a service agreement with its Subsidiaries and affiliate (IIC), whereby the Company provides services to the Subsidiaries and IIC and makes available all services necessary to support their business operations. These services include all necessary financial, actuarial, audit, accounting, tax, information technology, records management and legal and compliance services, other than those provided by third party service providers.
- F. Nature of the Control Relationship:  
The Company participates in a pooling reinsurance agreement detailed in Note 26.
- G. Amount Deducted for Investment in Upstream Company: Not applicable
- H. Investments in Affiliates Greater than 10% of Admitted Assets: Not applicable
- I. Write-down for Impairments of Investments in Subsidiary, Controlled or Affiliated Companies: Not applicable
- J. Foreign Subsidiary Value Using CARVM: Not applicable
- K. Downstream Holding Company Value Using Look-Through Method: Not applicable
- L. All SCA Investments: Not applicable
- M. Investment in Insurance SCAs: Not applicable
- N. SCA and SSAP No. 48 Entity Loss Tracking: Not applicable

11. Debt:
- A. Apart from the item described in Note 11B immediately below, the Company did not have any capital notes or other debt obligations outstanding during the periods presented.
- B. Federal Home Loan Bank Agreements:
1. The Company is a member of the Federal Home Loan Bank ("FHLB") of Cincinnati. Through its membership, the Company has executed a \$60.0 million 10-year fixed-term, fixed-rate advance at 2.23% in October 2016 for general operating purposes. In March 2020, the Company executed a \$50.0 million 10-year fixed-term, fixed-rate advance at 1.99% and a \$90.0 million 5-year fixed-term, fixed-rate advance at 1.86%, both for general operating purposes and to provide additional liquidity in the wake of the COVID-19 pandemic. The Company has determined the current, actual maximum borrowing capacity as \$259.9 million based on the FHLB Additional Borrowing Capacity statement published at the time of the report.
2. FHLB Capital Stock
- a. Aggregate Totals

	1. Current Year			2. Prior Year End		
	Total	General Account	Protected Cell Account	Total	General Account	Protected Cell Account
a. Membership Stock – Class A	0	0	0	0	0	0
b. Membership Stock – Class B	4,507,331	4,507,331	0	4,238,415	4,238,415	0
c. Activity Stock	5,800,169	5,800,169	0	1,200,285	1,200,285	0
d. Excess Stock	0	0	0	0	0	0
e. Total (a+b+c+d)	10,307,500	10,307,500	0	5,438,700	5,438,700	0

f. Actual or estimate borrowing capacity as determined by the insurer (\$)	259,903,145	204,246,568
--	-------------	-------------

	1 Current Year Total (2+3+4+5)	2 Not Eligible for Redemption	Eligible for Redemption		
			3 Less Than 6 Months	4 1 to Less Than 3 Years	5 3 to 5 Years
1. Membership Stock – Class A	0	0	0	0	0
2. Membership Stock – Class B	4,507,331	4,507,331	0	0	0

3. Collateral Pledged to FHLB					
a. Amount Pledged as of Reporting Date			Fair Value (\$)	Carrying Value (\$)	Aggregate Total Borrowing (\$)
1. Current year total general account collateral pledged			214,605,783	207,286,085	200,000,000
2. Current year protected cell account collateral pledged			0	0	0
3. Current year total general and protected cell accounts collateral pledged			214,605,783	207,286,085	200,000,000
4. Prior year end total general and protected cell accounts collateral pledged			213,980,151	209,857,095	60,000,000

b. Maximum Amount Pledged During Reporting Period			Fair Value (\$)	Carrying Value (\$)	Amount Borrowed at Time of Maximum Collateral (\$)
1. Current year total general account maximum collateral pledged			234,189,614	226,296,315	200,000,000
2. Current year protected cell account maximum collateral pledged			0	0	0
3. Current year total general and protected cell accounts maximum collateral pledged			234,189,614	226,296,315	200,000,000
4. Prior year end total general and protected cell accounts maximum collateral pledged			225,886,763	219,269,103	60,000,000

4. Borrowing from FHLB							
a. Amount as of the Reporting Date							
		1. Current Year			2. Prior Year End		
		Total (\$)	General Account (\$)	Protected Cell Account (\$)	Total (\$)	General Account (\$)	Protected Cell Account (\$)
a.	Debt	200,000,000	200,000,000	0	60,000,000	60,000,000	0
b.	Funding Agreements	0	0	0	0	0	0
c.	Other	0	0	0	0	0	0
d.	Total (a+b+c)	200,000,000	200,000,000	0	60,000,000	60,000,000	0
b. Maximum Amount during Reporting Period (Current Year)							

b. Maximum Amount during Reporting Period (Current Year)					
			Total (\$)	General Account (\$)	Protected Cell Account (\$)
a. Debt			200,000,000	200,000,000	0
b. Funding Agreements			0	0	0
c. Other			0	0	0
d. Total (a+b+c)			200,000,000	200,000,000	0

- c. The Company has no prepayment obligations under its debt arrangement.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans:
- Effective April 1, 2019, the qualified defined benefit pension plans of the Company and IIC were merged together under the Company and were subsequently moved, via dividend, to the parent company, GHI, who will be the sponsor of the consolidated qualified defined benefit pension plan ("Plan") moving forward. The Plan was currently fully funded as of December 31, 2020 and 2019, with no contributions in 2020 or 2019. As a result, all costs associated with this plan are held at GHI. If the Plan is underfunded in future periods and contributions into the Plan are required, the cost of those future contributions will be allocated via the pooling agreement.

There are two nonqualified plans also sponsored by GHI.

The postretirement healthcare benefit plan ("Postretirement Plan") is still sponsored by the Company and all annual costs for 2020 are shared via the pooling

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

agreement. In August 2020, the Company announced the following changes to the Postretirement Plan: 1) benefits provided under the Postretirement Plan will be terminated for any active associate participating in the Postretirement Plan who has not yet reached 50 years of age by December 31, 2020 and 2) the Company will no longer self-insure healthcare benefits provided to retirees who are age 65 or older, with coverage for those participants instead moving to Medicare exchanges with Health Reimbursement Accounts ("HRA") effective January 1, 2021. The Company's policy is to pay the cost of the HRA (previously the benefits) with cash flows from current operations; therefore, there were no Postretirement Plan assets as of December 31, 2020 or 2019. The Company uses a December 31 measurement date for the Postretirement Plan.

A. Defined Benefit Plan:  
Below is a summary of assets, obligations and assumptions of the Plan and Postretirement Plan as of December 31, 2020 and 2019.

1. Change in Benefit Obligation

		Amount (\$)			
		Overfunded		Underfunded	
		2020	2019	2020	2019
a.	Pension Benefits				
1.	Benefit obligation at beginning of year	0	0	0	175,566,994
2.	Service cost	0	0	0	0
3.	Interest cost	0	0	0	0
4.	Contribution by plan participants	0	0	0	0
5.	Actuarial gain/(loss)	0	0	0	0
6.	Foreign currency exchange rate changes	0	0	0	0
7.	Benefits paid	0	0	0	0
8.	Plan amendments	0	0	0	0
9.	Plan merger			0	15,817,883
10.	Business combinations, divestitures, curtailments, settlements, and special termination benefits	0	0	0	(191,384,877)
11.	Benefit obligation at end of year	0	0	0	0
b.	Postretirement Benefits				
1.	Benefit obligation at beginning of year	0	0	33,430,359	30,279,601
2.	Service cost	0	0	238,896	254,186
3.	Interest cost	0	0	927,068	1,163,446
4.	Contribution by plan participants	0	0	0	0
5.	Actuarial gain/(loss)	0	0	(868,371)	3,543,394
6.	Foreign currency exchange rate changes	0	0	0	0
7.	Benefits paid	0	0	(1,496,974)	(1,810,268)
8.	Plan amendments	0	0	(13,006,673)	0
9.	Business combinations, divestitures, curtailments, settlements, and special termination benefits	0	0	0	0
10.	Benefit obligation at end of year	0	0	19,224,305	33,430,359
c.	Nonqualified Plans				
1.	Benefit obligation at beginning of year	0	0	0	5,444,891
2.	Service cost	0	0	0	0
3.	Interest cost	0	0	0	0
4.	Contribution by plan participants	0	0	0	0
5.	Actuarial gain/(loss)	0	0	0	0
6.	Foreign currency exchange rate changes	0	0	0	0
7.	Benefits paid	0	0	0	0
8.	Plan amendments	0	0	0	0
9.	Business combinations, divestitures, curtailments, settlements, and special termination benefits	0	0	0	(5,444,891)
10.	Benefit obligation at end of year	0	0	0	0

2. Change in Plan Assets

		Amount (\$)					
		Pension Benefits		Postretirement Benefits		Nonqualified Plans	
		2020	2019	2020	2019	2020	2019
a.	Fair value of plan assets at beginning of year	0	165,261,463	0	0	0	0
b.	Actual return on plan assets	0	0	0	0	0	0
c.	Foreign currency exchange rate changes	0	0	0	0	0	0
d.	Reporting entity contribution	0	0	1,496,974	1,810,268	0	0
e.	Plan participants' contributions	0	0	0	0	0	0
f.	Benefits paid	0	0	(1,496,974)	(1,810,268)	0	0
g.	Plan merger	0	14,328,798	0	0	0	0
h.	Business combinations, divestitures, curtailments, settlements, and special termination benefits	0	(179,590,261)	0	0	0	0
i.	Fair value of plan assets at end of year	0	0	0	0	0	0

3. Funded Status:

		Amount (\$)			
		Pension Benefits		Postretirement Benefits	
		2020	2019	2020	2019
a.	Components				
1.	Prepaid benefit costs	0	0	0	0
2.	Overfunded plan assets	0	0	0	0
3.	Accrued benefit costs	0	0	35,930,041	35,878,821
4.	Liability for pension benefits	0	0	(16,705,736)	(2,448,462)
b.	Assets and liabilities recognized				
1.	Assets (nonadmitted)	0	0	0	0
2.	Liability recognized	0	0	19,224,305	33,430,359
c.	Unrecognized liabilities	0	0	0	0

4. Components of Net Periodic Benefit Cost:

		Amount (\$)					
		Pension Benefits		Postretirement Benefits		Nonqualified Plans	
		2020	2019	2020	2019	2020	2019
a.	Service cost	0	0	238,896	254,186	0	0
b.	Interest cost	0	0	927,068	1,163,446	0	0
c.	Expected return on plan assets	0	0	0	0	0	0
d.	Transition asset or (obligation)	0	0	0	0	0	0
e.	(Gains) and losses	0	0	(29,410)	(402,701)	0	0
f.	Prior service cost/(credit)	0	0	411,640	304,667	0	0
g.	(Gain) or loss recognized due to a settlement or curtailment	0	0	0	0	0	0
h.	Total net period benefit cost	0	0	1,548,194	1,319,598	0	0

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

5. Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost:

	Amount (\$)			
	Pension Benefits		Postretirement Benefits	
	2020	2019	2020	2019
a. Items not yet recognized as a component of net periodic cost - prior year	0	(54,844,611)	2,448,462	4,596,176
b. Net prior service cost or credit merged in with IIC	0	915,700	0	0
c. Net prior service cost or credit arising during the period	0	0	13,006,673	0
d. Net prior service cost or credit recognized	0	0	411,640	304,667
e. Net prior service cost or credit transferred to GHI	0	(915,700)	0	(57,499)
f. Net gain or loss merged in with IIC	0	(5,496,358)	0	0
g. Net gain and loss arising during the period	0	0	868,371	(3,543,394)
h. Net gain and loss recognized	0	0	(29,410)	(402,701)
i. Net gain or loss transferred to GHI	0	60,340,969	0	1,551,213
j. Items not yet recognized as a component of net periodic cost - current year	0	0	16,705,736	2,448,462

6. Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost:

	Amount (\$)			
	Pension Benefits		Postretirement Benefits	
	2020	2019	2020	2019
a. Net transition asset or (obligation)	0	0	0	0
b. Net prior service cost/(credit)	0	0	12,205,187	(1,213,126)
c. Net recognized gains and losses	0	0	4,500,549	3,661,588

7. Weighted-average assumptions used to determine net periodic benefit cost as of December 31:

	Pension		Postretirement		Nonqualified	
	2020	2019	2020	2019	2020	2019
a. Discount rate	NA	NA	3.30 %	4.31 %	NA	NA
b. Expected long-term rate of return on plan assets	NA	NA	NA	NA	NA	NA
c. Rate of compensation increase	NA	NA	NA	NA	NA	NA
d. Interest crediting rates (for cash balance plans)	NA	NA	NA	NA	NA	NA

Weighted-average assumptions used to determine projected benefit obligations as of December 31:

	Pension		Postretirement		Nonqualified	
	2020	2019	2020	2019	2020	2019
e. Weighted-average discount rate	NA	NA	2.40 %	3.30 %	NA	NA
f. Rate of compensation increase	NA	NA	NA	NA	NA	NA
g. Interest crediting rates (for cash balance plans)	NA	NA	NA	NA	NA	NA

For measurement purposes, a 6.50% annual rate of increase in the per capita cost of covered health care benefits was assumed for 2021, then decrease gradually to 4.50% for 2026, and remain at that level thereafter.

8. The amount of the accumulated benefit obligation: Not applicable

9. In addition to pension benefits, the Company provides certain health care and life insurance benefits for retired employees and eligible dependents.

10. The following total estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated for the Postretirement Plan:

	Amount (\$)
a. 2021	1,530,540
b. 2022	1,427,079
c. 2023	1,309,666
d. 2024	1,242,703
e. 2025	1,142,582
f. Thereafter	5,086,469

11. The Company does not have any regulatory pension plan contribution requirements for 2021.

12. Securities, Insurance Contracts, and Other Employer Transactions: Not applicable

13. Prior service cost is amortized on a straight-line basis over participants' average future service, not on a weighted-average basis.

14. Substantive commitment used as basis for accounting for the benefit obligation: Not applicable

15. Cost of providing special or contractual termination benefits recognized during the period: Not applicable

16. Explanation of significant change in the benefit obligation or plan assets not otherwise apparent: See Note 12A above

17. The Company's benefit plan obligations, plan assets and recorded unfunded liabilities as of December 31, 2020:

	Pension Benefits (\$)	Postretirement Benefits (\$)	Nonqualified Plans (\$)
Benefit obligation	0	(19,224,305)	0
SSAP 92 / 102 remaining deferral	0	0	0
Net benefit obligation	0	(19,224,305)	0
Plan assets	0	0	0
Unfunded liability	0	(19,224,305)	0

18. Transition surplus impact: Not applicable

B. Investment Policies and Strategies: Not applicable, the Postretirement Plan does not have any assets.

C. Fair Value Measurements: Not applicable, the Postretirement Plan does not have any assets.

D. Narrative of the Basis Used to Determine the Overall Expected Long-Term Rate-of-Return: Not applicable, the Postretirement Plan does not have any assets.

E. Defined Contribution Plan:

The Company sponsors a defined contribution plan that covers all full-time employees ("DC Plan") in which newly hired employees who have not made an election whether to participate or not are automatically enrolled with a 6% of base pay contribution rate following thirty days of employment. The Company contributes a 50% match of each participant's contributions that does not exceed 6% of compensation. Such contributions made by the Company were approximately \$2.8 million in both 2020 and 2019.

The DC Plan also provides that additional employer contributions (as defined) may be made in such amounts as determined by the Board. Additional employer contributions were approximately \$1.3 million and \$0.4 million in 2020 and 2019, respectively.

All employee contributions to the DC Plan are 100% vested at all times. All employer matching and additional employer contributions are 100% vested after a participant has completed 2 years of service with the Company. There were no amendments to the DC Plan during the years ended December 31, 2020 and 2019.

In addition to the DC Plan described in the preceding paragraphs, the Company offers a defined contribution plan, referred to as Retirement Accumulation Accounts ("RA Account"), to employees of the Company who are hired on or after January 1, 2007, as they are not eligible to participate in the Plan sponsored by GHI. Employer contributions to the RA Accounts become 100% vested upon the employee completing three years of credited service. The Company contributed approximately \$2.1 million and \$1.9 million to the eligible participants' RA Accounts in 2020 and 2019, respectively.

Effective January 1, 2021, the sponsorship of the DC Plan will move from the Company to GHI. The DC Plan will still cover all full-time employees in which newly hired employees who have not made an election whether to participate or not are automatically enrolled at a 6% of base pay contribution rate following thirty days of employment. The Company's matching contribution will increase to be a 100% match (from 50% previously) of each participants contributions that do not exceed 6% of compensation for employees who are not eligible to participate in the Plan and a 50% match of each participants contributions that do not exceed 6% of compensation for employees who are eligible to participate in the Plan. The DC Plan will still provide that additional employer contributions (as defined) may be made in such amounts as determined by the Board. Additionally, with the change in the DC Plan, the RA Account will no longer be contributed to beyond 2020 the benefit earned by participants in 2020.

F. Multiemployer Plan: Not Applicable

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

G. Consolidating/Holding Company Plans:

As discussed above, in 2019, sponsorship of the Plan was transferred to GHI. The Plan covers full-time employees of the Company and IIC that were hired on or before December 31, 2006 and June 30, 2008, respectively. Under the terms of the Plan, participants are eligible to receive normal retirement benefits upon reaching age 65. A participant may elect an early retirement date at a reduced benefit upon reaching age 55 and completing 5 years of credited service. Under the provisions of the Plan, benefits are determined by applying factors specified in the Plan to a participant's defined average monthly compensation. GHI uses a December 31 measurement date for the Plan. GHI's funding policy is to annually contribute into the Plan an amount equal to the minimum required contribution per IRS rules and regulations, plus any discretionary amount deemed appropriate. As of December 31, 2020, the Plan was fully funded, and no contribution is expected to be made in 2021. If the Plan is underfunded in future periods and contributions into the Plan are required, the cost of those future contributions will be allocated between the Company and GIC proportionately based on the remaining participants in the Plan. The Plan's total net periodic benefit cost recorded by GHI in 2020 and 2019 was \$3.6 million and \$4.5 million, respectively.

As a supplement to the benefits provided under the Plan, GHI sponsors a supplemental defined benefit pension plan (the "Supplemental Plan") for certain highly compensated employees (as defined). GHI's policy is to pay the cost of benefits with cash flows from current operations; therefore, there were no Supplemental Plan assets as of December 31, 2020 or 2019. The net periodic benefit cost recorded by GHI in 2020 and 2019 was \$38 thousand and \$43 thousand, respectively.

GHI also sponsors a defined benefit pension plan (the "Board Plan"), for non-employee members of the Board who were first elected to the Board on or before January 1, 1996. GHI's policy is to pay the cost of benefits with cash flows from current operations; therefore, there were no Board Plan assets as of December 31, 2020 or 2019. The net periodic benefit cost recorded by GHI in both 2020 and 2019 was \$0.2 million.

H. Postemployment Benefits and Compensated Absences:

The Company has an accrued liability of \$1.6 million and \$1.7 million at December 31, 2020 and 2019, respectively, related to its paid time off program.

I. Impact of Medicare Modernization Act on Postretirement Benefits:

- 1. Recognition of the existence of the Act: Not applicable
- 2. Effects of the Subsidy in Measuring the Net Postretirement Benefit Cost: Not applicable
- 3. Disclosure on gross benefit:

	Amount (\$)	
	2020	2019
Subsidy received during the calendar year	142,436	127,515
Expected subsidy receivable	0	164,073
Future gross benefits payments are estimated to be at approximately the same level as 2020.		

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations:

- A. The Company has 2,000 shares authorized, issued and outstanding. All shares are Class A shares.
- B. The Company has no preferred stock outstanding.
- C. Dividend Restrictions: The Company does not pay dividends to its policyholders. Dividends to policyholders recorded in these financial statements were paid by other companies within the intercompany pooling agreement discussed in Note 26.
- D. The Company has paid dividends to GHI of \$112.0 million through December 31, 2020 as described in Note 10.
- E. There is currently no portion of the Company's profits that may be paid as ordinary dividends to stockholders. The Company does not pay dividends to its policyholders, see item C and D immediately above and Note 10 for discussion of the dividends to GHI in 2020.
- F. There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
- G. No advances to surplus were made.
- H. No amounts of stock were held by the Company for special purposes.
- I. No special surplus funds are held.
- J. The portion of unassigned funds (surplus) represented or reduced by gross cumulative unrealized gains and losses is approximately \$357.1 million.
- K. The Company has no surplus notes.
- L. There has not been a restatement due to prior quasi-reorganizations.
- M. There has been no quasi-reorganization in the past 10 years.

14. Liabilities, Contingencies and Assessments:

- A. Contingent Commitments: Not applicable
- B. Assessments:
  - 1. In the ordinary course of business, the Company receives notification of potential assessments as a result of the insolvency of insurance companies. It is expected that the insolvencies will result in a retrospective-based guaranty fund assessment against the Company. As of December 31, 2020, the Company has recorded a liability for these guaranty fund assessments in the amount of \$0.9 million. The Company believes there are no insolvencies that will have a material financial impact on the results of the Company. This amount includes assessments against all companies discussed in Note 1C.
  - 2. The Company does not record premium tax offsets as an asset, since these amounts would be non-admitted, given the lengthy nature of insolvency assessments. The Company does not write long-term care insurance and had no related assessments.
- C. Gain Contingencies: Not applicable
- D. Claims Related Extra Contractual Obligations 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 business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

15. Leases:

- A. Lessee Leasing Arrangements: Not Applicable
- B. Lessor Leasing Arrangements: The Company is the lessor for various office buildings to third parties. These leases are typical for office leasing. The Company considers these leases to be immaterial.

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk: Not applicable

17. Transfer and Servicing of Financial Assets and Extinguishments of Liabilities:

- A. Transfers of Receivables Reported as Sales: None
- B. Transfer and Servicing of Financial Assets:
  - 1. Loaned Securities:

The Company participates in a securities lending program with its custodian as lending agent. Securities on loan as of December 31, 2020 were fixed income bonds totaling \$8.6 million. Collateral received from lending activities is maintained in accordance to the securities lending agreement, whereby the collateral requirement shall be an amount equal to 102% of the then current market value of the relevant loaned securities where securities and collateral are denominated in the same currency, and 105% for all other securities. The Company's lending agent, its custodian, reinvests the cash collateral according to investment guidelines outlined in the securities lending agreement and is reported on-balance sheet. Collateral received in the form of securities are restricted and off-balance sheet. The Company is not able to sell or reinvest the securities received as collateral and according to the MLSA, the borrower bears all the risk associated with said securities.
  - 2. Servicing Assets and Servicing Liabilities: None

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

- 3. Servicing Assets and Servicing Liabilities Measured at Fair Value: None
- 4. Securitizations, Asset-backed Financing Agreements and Similar Transfers with Continued Involvement: None
- 5. Assets Accounted for as Secured Borrowing: None
- 6. Receivables with Recourse: None
- 7. Securities Underlying Repurchase and Reverse Repurchase Agreements: None

C. Wash Sales: None

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans: Not applicable

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators: Not applicable

20. Fair Value Measurements:

A. Fair Value Hierarchy

- 1. The Company has categorized its investments that are measured at fair value into the three-level hierarchy or investments reported at net asset value ("NAV") as of December 31, 2020:

	Amount (\$)				
	Level 1	Level 2	Level 3	NAV	Total
a. Assets at fair value/NAV					
Preferred stock - Industrial & miscellaneous	14,592,501	0	0	0	14,592,501
Bonds - Industrial & miscellaneous	0	6,480,277	0	0	6,480,277
Common stock - Industrial & miscellaneous	236,188,441	10,352,214	0	311,706,152	558,246,807
Common stock - Parent, subs & affiliates	0	0	234,357,435	0	234,357,435
Other invested assets - Hedge funds	0	0	0	38,310,252	38,310,252
Other invested assets - Floating rate bank loans fund	0	0	0	96,799,830	96,799,830
Total assets at fair value/NAV	250,780,942	16,832,491	234,357,435	446,816,234	948,787,102

b. Total liabilities at fair value/NAV 0 0 0 0 0

- 2. The fair value measurements in Level 3 of the hierarchy as of December 31, 2020:

Amount (\$)										
	Beginning Balance at 01/01/2020	Transfers Into Level 3	Transfers Out of Level 3	Return on Assets in Net Income	Return on Assets in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2020
Common stock	229,654,350	0	0	0	4,703,085	0	0	0	0	234,357,435

- 3. The Company's policy is to recognize transfers in and out as of the end of the reporting period.

- 4. As of December 31, 2020, the reported fair value of the entity's investments categorized within Level 2 and Level 3 of the fair value hierarchy are as follows:

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

**Common Stocks, Industrial & Misc.** – According to statutory accounting rules, common stocks are reported at fair value. The Company holds two positions not actively traded. One represents membership in National Association of Mutual Insurance Company and is valued by the SVO. The other represents membership with FHLB of Cincinnati. Therefore, these securities are included in level 2.

**Parent, Subsidiaries, and Affiliates** – The Company's investments in four subsidiaries are measured and reported at fair value, as of December 31, 2020 for each respective entity, totaling \$234.4 million. Fair value measurement is determined by the individual entity's surplus at the end of a period, or the amount by which assets exceed liabilities. All subsidiaries are in the insurance industry, whereby its assets are largely comprised of fixed income securities carried at amortized cost and its liabilities represent payables related to current federal income taxes and deferred taxes. Some inputs to the valuation methodology are unobservable and significant to the fair value measurement and result in disclosure at Level 3.

- 5. Derivative Assets and Liabilities: None

B. Other Fair Value Disclosures: Not applicable

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3 and NAV as of December 31, 2020:

Type of Financial Instrument	Amount (\$)						Not Practicable (Carrying Value)
	Aggregate Fair Value/NAV	Admitted Assets	Level 1	Level 2	Level 3	NAV	
Bonds	1,556,556,597	1,454,431,750	106,998,930	1,449,557,667	0	0	0
Common stock	792,604,243	792,604,243	236,188,442	10,352,214	234,357,435	311,706,152	0
Preferred stock	56,298,123	53,478,731	56,298,123	0	0	0	0
Other invested assets	135,110,082	135,110,082	0	0	0	135,110,082	0
Money market	107,146,350	107,146,350	107,146,350	0	0	0	0
Total	2,647,715,395	2,542,771,156	506,631,845	1,459,909,881	234,357,435	446,816,234	0

D. Not Practicable to Estimate Fair Value: Not applicable

E. Investments Measured using NAV:

Mutual Funds

**BMO Pyrford International Stock Fund (\$68.7 million)** – The fund seeks capital appreciation by investing in equity securities of companies located in a number of countries outside the United States. The fund may meet redemption requests by redeeming shares in-kind, especially in stressed market conditions, although the fund does not intend to do so.

**DFA International Core Equity Portfolio (\$73.1 million)** – The portfolio purchases a broad and diverse group of securities of non-U.S. companies in developed markets with a greater emphasis on small capitalization, value and high profitability companies as compared to their representation in the international universe. The portfolio reserves the right to meet redemption requests through an in-kind redemption, typically in response to a particularly large redemption, at the request of a client or in stressed market conditions.

**TCW Emerging Markets Income Fund (\$98.0 million)** – The fund invests primarily in debt securities issued or guaranteed by companies, financial institutions and government entities in emerging market countries. The fund reserves the right to make a "redemption in kind" (payment in portfolio securities) rather than cash if the amount redeemed in any 90-day period is large enough to effect fund operations.

**Transamerica International Equity Fund (\$71.9 million)** – The fund seeks maximum long-term total return, consistent with reasonable risk to principal, by investing in a diversified portfolio of common stocks of primarily non-U.S. issuers. Shares will normally be redeemed for cash, although each fund retains the right to wholly or partly redeem its shares in kind, under unusual circumstances (such as adverse or unstable market, economic, or political conditions), in an effort to protect the interests of shareholders by the delivery of securities selected from its assets at its discretion.

Other Invested Assets

**Eaton Vance Institutional Senior Loans Fund (\$96.8 million)** – The Fund's investment objective is to provide as high a level of current income as is consistent with the preservation of capital, by investing in a portfolio primarily of senior floating-rate loans. The Company does not have any unfunded commitments as of December 31, 2020. Redemption requests must be for amounts of \$100,000 or more. Upon commencement of redemption privileges, a Shareholder may redeem its Shares upon advance written notice to the Fund pursuant to the following schedule: for amounts up to one-third of a Shareholder's account, Shares of an equivalent amount in value will be redeemed and the redemption proceeds resulting therefrom will be paid no later than thirty (30) days after the Fund receives the redemption request (the "Notice Date"); for amounts up to two-thirds of a Shareholder's account, Shares of an equivalent amount in value will be redeemed and the redemption proceeds resulting therefrom will be paid no later than sixty (60) days after the Notice Date; and for amounts greater than two-thirds of a Shareholder's account, Shares of an equivalent amount in value will be redeemed and the redemption proceeds resulting therefrom will be paid no later than ninety (90) days after the Notice Date. For the avoidance of doubt, a Notice Date must be a day on which the NYSE is open for trading. Notwithstanding the foregoing, if cash is available to pay redemption

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

requests sooner than hereinbefore provided, the Fund may do so to remain more fully invested. Redemption proceeds will equal the net asset value of Shares redeemed on the date of redemption and will be paid by wire.

**Q-Black Appreciation Fund II (\$23.3 million)** – The Fund’s objective is to provide its investors with capital appreciation while endeavoring to minimize corresponding risk. The Fund seeks to achieve its objective through direct and/or indirect investments that pursue a variety of investment strategies. The Company does not have any unfunded commitments as of December 31, 2020. A Committed Interest Member may withdraw its capital on the third anniversary of the end of the fiscal quarter in which the contribution was made, with at least 370 days written notice. On each 3-year anniversary any committed capital account that is not withdrawn will automatically be re-committed for an additional 3-year lock-up period. In the event the Managing Member permits a withdrawal prior to the lapse of 3 years, the member shall be assessed an early withdrawal fee. Members may convert all or a portion of their capital account to a Standard Interest Member with shorter lock-up periods.

**Goldentree Partners, LP (\$14.0 million)** – The principal investment objective of the Partnership is to achieve superior risk-adjusted total returns by investing, directly or through its investment in the Master Fund, primarily in public and private non-investment grade and non-rated debt securities. Securities and other instruments acquired by the Partnership may include, but are not limited to, all types of debt obligations including bank debt, public and private equity, options, swaps, and real estate related instruments. The Partnership may acquire the foregoing instruments through the Master Fund, directly, or indirectly through investments in securitizations, structured financings, special purpose vehicles or other collective investment vehicles, some of which may be managed by the Investment Manager or its affiliates. The Company does not have any unfunded commitments as of December 31, 2020. Each limited partner upon 90 days’ notice has the right to withdraw all or any portion of their capital account (excluding its pro rata share in any Special Investments) subject to the lock up provisions in which the class the Company is an investor (Class F) has a lock-up period of 1 year with semi-annual withdrawal frequency after the lock-up period.

**Goldentree Partners II, LP (\$0.8 million)** – Effective February 22, 2017, the General Partner, in consultation with the Investment Manager, authorized the commencement of the wind down of the Partnership. On March 31, 2017, the Partnership sold all of its securities, excluding Special Investments, to funds affiliated with the Investment Manager, and redeemed its investment in the Master Fund. All partners’ interests were redeemed with the exception of interests associated with Special Investments. Prior to liquidation, the principal investment objective of the Partnership was to achieve superior risk-adjusted total returns by investing primarily in public and private non-investment grade and non-rated debt securities. Securities and other instruments acquired by the Partnership may include, but are not limited to, all types of debt obligations, including bank debt, public and private equity, options, swaps and real estate related instruments. The Company does not have any unfunded commitments as of December 31, 2020. All partners’ interests were redeemed with the exception of interests associated with Special Investments and no further subscriptions or redemption requests will be accepted.

**Update Venture Partners II, LP (\$0.2 million)** – The primary objective of the Partnership is to achieve returns for their partners by investing in equity and equity-related securities in privately negotiated transactions, across the full investment life cycle, in the information technology industry. The Company does not have any unfunded commitments as of December 31, 2020. No transfer of a Limited Partner’s interest in the Partnership, in whole or in part, shall be made without prior written consent of the General Partner. Consent, which will not be unreasonably withheld or delayed, shall be required for any transfer of part or all of any Limited Partner’s economic interest in the Partnership.

21. Other Items:

A. Unusual or Infrequent Items:

The Grange Insurance Operations issued paybacks to personal auto and BOP policyholders in the second quarter of 2020 in response to the expected reduction in loss frequency and the financial hardships encountered as a result of the COVID-19 pandemic. In accordance with NAIC SAP INT 20-08, the paybacks were included in other underwriting expenses incurred on Page 4, Line 4, see Note 1A.

The Company’s expense ratio was adversely impacted by the paybacks as was bad debt expense arising during the pandemic related to our billing leniency efforts, such as suspending cancellations, non-renewals for non-payments and pausing collection activities (Page 4, Line 12).

B. Trouble Debt Restructuring: Not applicable

C. Other Disclosures:

The Company utilizes a variety of catastrophe mitigation techniques including exposure management, catastrophe modeling, transfer of risk via reinsurance and claims staff preparation. Exposure management includes active management of exposures and loss potentials such as monitoring of changes in insured values, peril avoidance, pricing actions and/or agency realignments. The Company primarily relies on two probabilistic catastrophe models to identify PML and TVaR estimates on an annual basis. A deterministic model augments this effort. The Company has a comprehensive catastrophic reinsurance program in place and we currently purchase coverage up to our 250-year event outcome. The Company places an emphasis on settlement of claims by Company personnel and these associates receive ongoing training on property claims practices.

D. Business Interruption Insurance Recoveries: Not applicable

E. State Transferable and Non-Transferable Tax Credits: Not applicable

F. Subprime-Mortgage Related Risk Exposure: Not applicable

G. Insurance-Linked Securities 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

22. Events Subsequent:

There have been no events after the period’s end, but before the filing of this statement, which have a material effect upon the financial condition of the Company.

Did the reporting entity write accident and health insurance premium that is subject to section 9010 of the federal Affordable Care Act? No

23. Reinsurance:

A. Unsecured Reinsurance Recoverable: None exceed 3% of Surplus

B. Reinsurance Recoverable in Dispute: Not applicable

C. Reinsurance Assumed and Ceded:

1. The following table summarizes assumed and ceded unearned premiums and the related commission equity as of December 31, 2020:

		Amount (\$)					
		Assumed Reinsurance		Ceded Reinsurance		Net	
		Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
k.	Affiliates	403,192,598	72,574,668	23,312,616	4,196,271	379,879,982	68,378,397
l.	All other	416,294	74,933	3,762,896	677,321	(3,346,602)	(602,388)
m.	Total	403,608,892	72,649,601	27,075,512	4,873,592	376,533,380	67,776,009

n. Direct Unearned Premium Reserve: 182,969,410

2. The Company’s contingent commissions associated with existing contractual arrangements:

		Amount (\$)			
		Direct	Assumed	Ceded	Net
a.	Contingent commission	11,491,828	21,682,015	1,326,954	31,846,889
b.	Sliding scale adjustments	0	0	0	0
c.	Other profit commission arrangements	0	0	0	0
d.	Total	11,491,828	21,682,015	1,326,954	31,846,889

3. Protected Cells: Not applicable

D. Uncollectible Reinsurance: Not applicable

E. Commutation of Ceded Reinsurance: Not applicable



ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

- 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
- K. Reinsurance Credit: Not applicable
24. Retrospectively Rated Contracts and Contracts Subject to Redetermination: Not Applicable
25. Changes in Incurred Losses and Loss Adjustment Expenses:

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

	Amount (\$)	
	2020	2019
Balance January 1	863,062,278	851,499,905
Less: Reinsurance Recoverable	217,614,789	213,168,875
Net Balance January 1	645,447,489	638,331,030
Incurred Related to:		
Current Year	797,968,609	822,058,980
Prior Year	(76,733,160)	(66,556,266)
Total Incurred	721,235,449	755,502,714
Paid Related to:		
Current Year	521,899,618	493,605,802
Prior Year	251,578,767	254,780,453
Total Paid	773,478,385	748,386,255
Net Balance at the end of reporting period	593,204,553	645,447,489
Plus: Reinsurance Recoverable	286,835,085	217,614,789
Balance at the end of reporting period	880,039,638	863,062,278

26. Intercompany Pooling Agreements:

Effective January 1, 2017, the Company participates in a pooling agreement with the following percentages:

		NAIC Co Code	Pooling Percentage (%)	
			2020	2019
Lead Company:	Grange Insurance Company	14060	96.0%	96.0%
Affiliates:	Trustgard Insurance Company	40118	0.0%	0.0%
	Grange Indemnity Insurance Company	10322	0.0%	0.0%
	Grange Insurance Company of Michigan	11136	0.0%	0.0%
	Grange Property & Casualty Insurance Company	11982	0.0%	0.0%
	Integrity Insurance Company	14303	4.0%	4.0%
	Integrity Property & Casualty Insurance Company	12986	0.0%	0.0%
	Integrity Select Insurance Company	10288	0.0%	0.0%

The intercompany pooling agreement cedes underwriting results back only to GIC and IIC, with their respective stock subsidiary companies receiving none from the pool.

All lines of business are subject to the pooling agreement, with no exceptions. All members of the pool are parties to all reinsurance treaties entered by the group with non-affiliated reinsurers. There are no discrepancies between the reinsurance schedules of the lead company and the reinsurance schedules of the other participants.

27. Structured Settlements: Not applicable
28. Health Care Receivables: Not applicable
29. Participating Policies: Not applicable
30. Premium Deficiency Reserves:
1. Liability carried for premium deficiency reserves:

2. Date of the most recent evaluation of this liability:

3. Was anticipated investment income utilized in the calculation?
31. High Deductibles: Not applicable
32. Discounting of Liabilities for Unpaid Losses or Unpaid Adjustment Expenses: Not applicable
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? No
- B. Ending Reserves for Asbestos Claims for Bulk and IBNR Losses Included in A: None
- C. Ending Reserves for Asbestos Claims for LAE included in A (Case, Bulk and IBNR): None
- 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? Yes

	Amount (\$)				
	2016	2017	2018	2019	2020
Direct Basis					
Beginning reserves (include Case, Bulk and IBNR)	239,809	434,484	5,255,152	5,163,412	4,846,124
Incurred losses and loss adjustment expenses	525,602	6,158,904	288,231	280,066	397,734
Calendar year payments for losses and loss adjustment expenses	330,927	1,338,236	379,971	597,354	1,074,723
Ending reserves (include Case, Bulk and IBNR)	434,484	5,255,152	5,163,412	4,846,124	4,169,135
Assumed Reinsurance Basis					
Beginning reserves (include Case, Bulk and IBNR)	0	0	0	0	0
Incurred losses and loss adjustment expenses	0	0	0	0	0
Calendar year payments for losses and loss adjustment expenses	0	0	0	0	0
Ending reserves (include Case, Bulk and IBNR)	0	0	0	0	0
Net of Ceded Reinsurance Basis					
Beginning reserves (include Case, Bulk and IBNR)	(4,837)	186,170	3,335,153	3,246,294	2,821,639
Incurred losses and loss adjustment expenses	521,934	4,487,219	186,770	(15,520)	398,796

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE  
GRANGE INSURANCE COMPANY

NOTES TO FINANCIAL STATEMENTS

Calendar year payments for losses and loss adjustment expenses	330,927	1,338,236	275,629	409,135	308,745
Ending reserves (include Case, Bulk and IBNR)	186,170	3,335,153	3,246,294	2,821,639	2,911,690

E. Ending Reserves for Environmental Claims for Bulk and IBNR Losses Included in D:

	Amount (\$)	
	2020	2019
Direct Basis	2,544,000	2,544,000
Assumed Reinsurance Basis	0	0
Net of Ceded Reinsurance Basis	2,544,000	2,544,000

F. Ending Reserves for Environmental Claims for LAE included in A (Case, Bulk and IBNR):

	Amount (\$)	
	2020	2019
Direct Basis	429,137	406,251
Assumed Reinsurance Basis	0	0
Net of Ceded Reinsurance Basis	429,137	406,251

- 34. Subscriber Savings Accounts: Not applicable
- 35. Multiple Peril Crop Insurance: Not applicable
- 36. Financial Guaranty Insurance: Not applicable

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes [ X ] No [ ]
- If yes, complete Schedule Y, Parts 1, 1A and 2.
- 1.2

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

Yes [ X ] No [ ] N/A [ ]
- 1.3

State Regulating? Ohio.....
- 1.4

Is the reporting entity publicly traded or a member of a 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.

.....12/31/2019
- 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.

.....12/31/2019
- 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).

.....02/03/2021
- 3.4

By what department or departments? Ohio.....
- 3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes [ ] No [ ] N/A [ X ]
- 3.6

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

Yes [ 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?

Yes [ ] No [ X ]
- If yes, complete and file the merger history data file with the NAIC.
- 5.2

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

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

- 6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [ ] No [ X ]
- 6.2

If yes, give full information .....
- 7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [ ] No [ X ]
- 7.2

If yes,
- 7.21

State the percentage of foreign control .....

.....0.0 %
- 7.22

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

1 Nationality	2 Type of Entity
.....	.....
.....	.....
.....	.....

GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a bank holding company regulated by 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 response to 8.3 is yes, please provide 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
Deloitte & Touche LLP, 180 E. Broad St., Suite 1400, Columbus, OH 43215.....

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

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

10.3 Has the insurer been granted any exemptions related to the 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 [ ]

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?  
Philip A. Baum, FCAS, MAAA, Officer of the Reporting Entity.....

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

12.11 Name of real estate holding company

12.12 Number of parcels involved

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 [ X ] No [ ]

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

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

c. Compliance with applicable governmental laws, rules and regulations;

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

e. Accountability for adherence to the code.

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

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

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

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

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

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?
- Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1	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 subordinate committee thereof?
- Yes [ X ] No [ ]
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?
- Yes [ X ] No [ ]
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person?
- Yes [ X ] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?
- Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$.....
- 20.12 To stockholders not officers \$.....
- 20.13 Trustees, supreme or grand (Fraternal only) \$.....
- 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 \$.....
- 20.22 To stockholders not officers \$.....
- 20.23 Trustees, supreme or grand (Fraternal only) \$.....
- 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 reported in the statement?
- Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$.....
- 21.22 Borrowed from others \$.....
- 21.23 Leased from others \$.....
- 21.24 Other \$.....
- 22.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments?
- Yes [ ] No [ X ]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$.....
- 22.22 Amount paid as expenses \$.....
- 22.23 Other amounts paid \$.....
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?
- Yes [ ] No [ X ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:
- \$.....0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)
- Yes [ ] No [ X ]
- 24.02 If no, give full and complete information, relating thereto
- On deposit in custodial account.....
- 24.03 For securities 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)
- See Notes to Financial Statement Number 17.....
- 24.04 For the reporting entity's securities lending program, report amount of collateral for conforming programs as outlined in the Risk-Based Capital Instructions.
- \$.....8,620,124
- 24.05 For the reporting entity's securities lending program, report amount of collateral for other programs.
- \$.....0
- 24.06 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?
- Yes [ X ] No [ ] NA [ ]
- 24.07 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?
- Yes [ X ] No [ ] NA [ ]
- 24.08 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending?
- Yes [ X ] No [ ] NA [ ]

GENERAL INTERROGATORIES

- 24.09 For the reporting entity's securities lending program, state the amount of the following as of December 31 of the current year:
- 24.091 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

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

24.093 Total payable for securities lending reported on the liability page
- 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 currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03).
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements

25.22 Subject to reverse repurchase agreements

25.23 Subject to dollar repurchase agreements

25.24 Subject to reverse dollar repurchase agreements

25.25 Placed under option agreements

25.26 Letter stock or securities restricted as to sale – excluding FHLB Capital Stock

25.27 FHLB Capital Stock

25.28 On deposit with states

25.29 On deposit with other regulatory bodies

25.30 Pledged as collateral – excluding collateral pledged to an FHLB

25.31 Pledged as collateral to FHLB – including assets backing funding agreements

25.32 Other

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?
- 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.

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 result of interest rate sensitivity?
- 26.4 If the response to 26.3 is YES, does the reporting entity utilize:
- 26.41 Special accounting provision of SSAP No. 108

26.42 Permitted accounting practice

26.43 Other accounting guidance
- 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:
- 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 Guideline 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 that 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?
- 27.2 If yes, state the amount thereof at December 31 of the current year.

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*?
- 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
Northern Trust.....	333 S Wabash WB43, Chicago, IL 60604.....
Federal Home Loan Bank of Cincinnati.....	221 E. 4th St., Suite 600, Cincinnati, OH 45202.....

GENERAL INTERROGATORIES

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

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

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

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

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

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
Advent Capital Management, LLC.....	U.....
SSGA Funds Management, Inc.....	U.....
SSI Investment Management.....	U.....
Thompson, Siegel & Walmsley, LLC.....	U.....
Crescent Capital Group LP.....	U.....
J. Christopher Montgomery.....	I.....
James Habegger.....	I.....
John Ammendola.....	I.....
Teresa Brown.....	I.....

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

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
113013.....	Advent Capital Management, LLC.....		SEC #801-60263.....	NO.....
111242.....	SSGA Funds Management, Inc.....	FTUG13NU6B7EELQF380.....	SEC #801-60103.....	NO.....
104889.....	SSI Investment Management.....		SEC #801-10544.....	NO.....
105726.....	Thompson, Siegel & Walmsley, LLC.....		SEC #801-6273.....	NO.....
153966.....	Crescent Capital Group LP.....	549300L8Z46F3ZAWSB82.....	SEC #801-71747.....	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
29.2001 09658L-51-3.....	BMO Pyrford Intl Stock Fund.....	68,731,399.....
29.2002 893509-22-4.....	Transamerica Intl Equity.....	71,894,349.....
29.2003 233203-37-1.....	DFA Intl Core Equity.....	73,051,213.....
29.2004 87234N-76-5.....	TCW Emerging Markets Income Fund.....	98,029,191.....
29.2999 TOTAL		311,706,152.....

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
BMO Pyrford Intl Stock Fund.....	Japan Tobacco.....	2,268,136.....	12/31/2020.....
Transamerica Intl Equity.....	Sony Corp.....	2,298,462.....	12/31/2020.....
DFA Intl Core Equity.....	Nestle.....	796,258.....	12/31/2020.....
TCW Emerging Markets Income Fund...	Saudi International Bond.....	1,757,663.....	12/31/2020.....

GENERAL INTERROGATORIES

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.....	1,454,431,750	1,556,556,597	102,124,847
30.2 Preferred Stocks.....	53,478,731	56,298,123	2,819,392
30.3 Totals	1,507,910,481	1,612,854,720	104,944,239

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

The Company utilizes fair values provided by its custodian Northern Trust. ICE is their primary source.....

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 of each self-designated 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 ]

36. By rolling/renewing short-term or cash equivalent investments with continued reporting on Schedule DA, Part 1 or Schedule E Part 2 (identified through a code (%) in those investment schedules), the reporting entity is certifying to the following:

- a. The investment is a liquid asset that can be terminated by the reporting entity on the current maturity date.
- b. If the investment is with a nonrelated party or nonaffiliated then it reflects an arms-length transaction with renewal completed at the discretion of all involved parties.
- c. If the investment is with a related party or affiliate, then the reporting entity has completed robust re-underwriting of the transaction for which documentation is available for regulator review.
- d. Short-term and cash equivalent investments that have been renewed/rolled from the prior period that do not meet the criteria in 36.a -36.c are reported as long-term investments.

Has the reporting entity rolled/renewed short-term or cash equivalent investments in accordance with these criteria?

Yes [ X ] No [ ] NA [ ]

OTHER

37.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ .....3,359,450

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

1 Name	2 Amount Paid
Insurance Services Offices, Inc.....	\$.....1,818,224



GENERAL INTERROGATORIES

- 38.1 Amount of payments for legal expenses, if any?

\$ .....536,049
- 38.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Baker & Hostetler LLP.....	\$.....412,789

- 39.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers, or departments of government, if any? \$ .....0
- 39.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers, or departments of government during the period covered by this statement.

1 Name	2 Amount Paid

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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

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

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

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. .... \$ .....

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	\$ .....1,238,471,736	\$	.....1,173,394,306
2.3	Premium Ratio (2.1/2.2)	.....0.000		.....0.000
2.4	Reserve Numerator	\$ .....2,110	\$	.....2,110
2.5	Reserve Denominator	\$ .....1,152,636,261	\$	.....1,172,262,928
2.6	Reserve Ratio (2.4/2.5)	.....0.000		.....0.000

3.1 Did the reporting entity issue participating policies during the calendar year? ..... Yes [ ] No [ X ]

3.2 If yes, provide the amount of premium written for participating and/or no-participating policies during the calendar year:

3.21 Participating policies..... \$ .....

3.22 Non-participating policies..... \$ .....

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies?..... Yes [ ] No [ X ]

4.2 Does the reporting entity issue non-assessable policies?..... Yes [ X ] No [ ]

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. .... \$ .....

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents?..... Yes [ ] No [ X ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation..... Yes [ ] No [ ] N/A [X]

5.22 As a direct expense of the exchange..... Yes [ ] No [ ] N/A [X]

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 [ ] No [ X ]

5.5 If yes, give full information  
.....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- ## 16.1

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

11.1

Has the reporting entity guaranteed policies issued by any other entity and now in force:

Yes [ ] No [X]

11.2

If yes, give full information

12.1

If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11

Unpaid losses.

\$

12.12

Unpaid underwriting expenses (including loss adjustment expenses).

\$

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?

\$

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 [ ] No [X] N/A [ ]

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 [ ] No [X]

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.

\$

13.1

Largest net aggregate amount insured in any one risk (excluding workers' compensation):

\$2,000,000

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 [ ] No [X]

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.

1

14.1

Is the reporting entity a cedant in a multiple cedant reinsurance contract?

Yes [X] No [ ]

14.2

If yes, please describe the method of allocating and recording reinsurance among the cedants:  
See Notes to Financial Statements Number 26. Catastrophe Excess Loss Agreement allocated based on percentage of participation.

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 [X] 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 [X]

15.2

If yes, give full information

16.1

Does the reporting entity write any warranty business?

Yes [ ] No [X]

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	\$	\$	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

\* Disclose type of coverage:

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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 [ ☒ ]

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.....

\$.....

17.12

Unfunded portion of Interrogatory 17.11.....

\$.....

17.13

Paid losses and loss adjustment expenses portion of Interrogatory 17.11

\$.....

17.14

Case reserves portion of Interrogatory 17.11.....

\$.....

17.15

Incurred but not reported portion of Interrogatory 17.11.....

\$.....

17.16

Unearned premium portion of Interrogatory 17.11.....

\$.....

17.17

Contingent commission portion of Interrogatory 17.11.....

\$.....

18.1

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

Yes [ ☐ ] No [ ☒ ]

18.2

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

\$.....

18.3

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

Yes [ ☐ ] No [ ☒ ]

18.4

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

\$.....

19.

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

Yes [ ☒ ] No [ ☐ ]

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 [ ☐ ]

ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE 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 2020	2 2019	3 2018	4 2017	5 2016
<b>Gross Premiums Written</b> (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)	489,770,086	483,596,182	463,007,790	452,372,228	451,470,220
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	359,581,635	347,305,582	330,277,090	330,749,199	331,224,296
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	493,989,950	460,682,094	425,588,746	410,099,735	409,377,311
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	(63)	0
5. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
6. Total (Line 35)	1,343,341,672	1,291,583,858	1,218,873,626	1,193,221,100	1,192,071,827
<b>Net Premiums Written</b> (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)	465,597,738	460,582,118	441,999,549	449,818,085	375,147,652
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	344,085,221	332,367,875	315,663,678	329,158,073	276,345,218
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	461,448,118	430,284,249	396,888,316	407,502,199	331,566,131
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	0	0	0	(60)	0
11. Nonproportional reinsurance lines (Lines 31, 32 & 33)	0	0	0	0	0
12. Total (Line 35)	1,271,131,078	1,223,234,241	1,154,551,544	1,186,478,297	983,059,002
<b>Statement of Income</b> (Page 4)					
13. Net underwriting gain (loss) (Line 8)	105,068,439	51,129,572	65,799,089	45,267,316	56,642,328
14. Net investment gain (loss) (Line 11)	63,957,722	65,795,249	77,685,400	64,294,136	54,259,791
15. Total other income (Line 15)	9,266,971	11,158,560	12,678,423	14,034,203	2,911,321
16. Dividends to policyholders (Line 17)	5,571,754	5,070,920	4,443,329	3,976,668	3,031,059
17. Federal and foreign income taxes incurred (Line 19)	34,543,708	25,846,684	14,471,228	15,468,955	28,240,778
18. Net income (Line 20)	138,177,670	97,165,777	137,248,356	104,150,032	82,541,603
<b>Balance Sheet Lines</b> (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	3,007,113,088	2,817,081,983	2,649,009,183	2,552,588,994	2,311,663,058
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 15.1)	294,224,209	280,733,922	253,964,410	241,903,719	197,547,274
20.2 Deferred and not yet due (Line 15.2)	1,737,485	2,056,464	863,574	858,892	783,083
20.3 Accrued retrospective premiums (Line 15.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26)	1,502,172,356	1,369,238,059	1,331,836,834	1,338,047,609	1,204,841,363
22. Losses (Page 3, Line 1)	445,350,025	499,103,605	490,115,066	519,777,536	449,830,719
23. Loss adjustment expenses (Page 3, Line 3)	147,854,528	146,343,884	148,215,963	150,605,711	135,120,251
24. Unearned premiums (Page 3, Line 9)	559,502,790	526,843,448	477,003,513	461,215,049	392,465,708
25. Capital paid up (Page 3, Lines 30 & 31)	5,000,000	5,000,000	0	0	0
26. Surplus as regards policyholders (Page 3, Line 37)	1,504,940,733	1,447,843,924	1,317,172,349	1,214,541,385	1,106,821,695
<b>Cash Flow</b> (Page 5)					
27. Net cash from operations (Line 11)	104,340,068	114,395,457	93,117,424	209,026,798	89,614,336
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	1,504,940,733	1,447,843,924	1,317,172,349	1,217,143,037	1,109,661,374
29. Authorized control level risk-based capital	114,101,247	104,918,628	102,493,133	109,383,915	117,528,766
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b>					
(Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1)	54.3	55.5	57.3	56.2	52.5
31. Stocks (Lines 2.1 & 2.2)	31.6	32.4	29.7	31.5	33.5
32. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.1	0.1
33. Real estate (Lines 4.1, 4.2 & 4.3)	3.4	3.7	4.0	4.3	4.9
34. Cash, cash equivalents and short-term investments (Line 5)	5.5	3.0	2.8	2.8	2.5
35. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7)	0.0	0.0	0.0	0.0	0.0
37. Other invested assets (Line 8)	5.0	4.5	4.9	4.9	5.2
38. Receivables for securities (Line 9)	0.0	0.1	0.1	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10)	0.3	0.8	1.1	0.1	1.3
40. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1)	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1)	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1)	234,357,435	229,654,350	224,348,579	295,957,388	289,180,001
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
46. Affiliated mortgage loans on real estate	0	0	0	0	0
47. All other affiliated	0	0	0	0	0
48. Total of above Lines 42 to 47	234,357,435	229,654,350	224,348,579	295,957,388	289,180,001
49. Total Investment in parent included in Lines 42 to 47 above		0	0	0	0
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)	15.6	15.9	17.0	24.4	26.1

FIVE-YEAR HISTORICAL DATA

(Continued)					
	1 2020	2 2019	3 2018	4 2017	5 2016
<b>Capital and Surplus Accounts</b> (Page 4)					
51. Net unrealized capital gains (losses) (Line 24) .....	16,336,022	76,641,490	(51,693,926)	54,914,921	(3,815,140)
52. Dividends to stockholders (Line 35) .....	(112,000,000)	(67,761,811)	0	0	0
53. Change in surplus as regards policyholders for the year (Line 38) .....	57,096,809	130,671,575	102,630,964	107,719,690	38,736,956
<b>Gross Losses Paid</b> (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) .....	228,294,775	264,004,182	285,056,606	277,680,941	276,205,511
55. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	169,667,261	171,529,348	162,181,045	156,092,205	163,835,520
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	290,061,163	228,444,470	202,356,856	192,158,701	152,126,364
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	0	0	0	(1,080)	647
58. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
59. Total (Line 35) .....	688,023,199	663,978,000	649,594,506	625,930,768	592,168,042
<b>Net Losses Paid</b> (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) .....	216,632,290	252,302,644	270,408,095	213,467,262	228,224,893
61. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	162,687,652	164,668,174	155,693,803	149,405,557	137,621,837
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	272,901,232	211,050,654	186,541,335	169,023,299	123,562,482
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) .....	0	0	0	(1,118)	543
64. Nonproportional reinsurance lines (Lines 31, 32 & 33) .....	0	0	0	0	0
65. Total (Line 35) .....	652,221,175	628,021,473	612,643,233	531,895,000	489,409,755
<b>Operating Percentages</b> (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) .....	48.3	54.3	51.2	53.8	49.7
68. Loss expenses incurred (Line 3) .....	9.9	10.1	10.9	10.8	12.6
69. Other underwriting expenses incurred (Line 4) .....	33.3	31.3	32.1	31.3	32.0
70. Net underwriting gain (loss) (Line 8) .....	8.5	4.4	5.8	4.0	5.7
<b>Other Percentages</b>					
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) .....	31.7	29.1	30.6	28.3	32.1
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	58.2	64.4	62.1	64.6	62.3
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) .....	84.5	84.5	87.7	97.7	88.8
<b>One Year Loss Development (\$000 omitted)</b>					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11) .....	(57,459)	(40,591)	(55,430)	(20,458)	(20,062)
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 100.0) .....	(4.0)	(3.1)	(4.6)	(1.8)	(1.9)
<b>Two Year Loss Development (\$000 omitted)</b>					
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) .....	(70,469)	(67,462)	(50,165)	(29,903)	5,454
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) .....	(5.4)	(5.6)	(4.5)	(2.8)	0.5

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

If no, please explain

.....

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  Direct and Assumed	2  Ceded	3  Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10  Salvage and Subrogation Received	11  Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	Number of Claims Reported Direct and Assumed
				4  Direct and Assumed	5  Ceded	6  Direct and Assumed	7  Ceded	8  Direct and Assumed	9  Ceded			
1. Prior	XXX	XXX	XXX	2,839	1,714	455	20	0	0	336	1,559	XXX
2. 2011	1,061,996	60,237	1,001,759	708,414	91,024	27,213	597	91,061	17	34,801	735,051	XXX
3. 2012	1,049,020	55,725	993,294	616,170	28,370	25,064	262	84,951	25	33,330	697,528	XXX
4. 2013	1,112,953	51,619	1,061,333	600,855	16,440	27,190	710	90,607	26	34,743	701,477	XXX
5. 2014	1,183,215	48,946	1,134,270	635,913	5,842	31,842	95	98,120	76	39,617	759,861	XXX
6. 2015	1,220,621	44,297	1,176,325	643,746	13,167	32,080	1,090	98,474	126	38,492	759,916	XXX
7. 2016	1,178,833	43,320	1,135,513	548,765	2,639	21,159	35	96,409	14	37,504	663,646	XXX
8. 2017	1,152,878	35,149	1,117,729	555,374	4,546	16,999	68	94,730	13	36,843	662,477	XXX
9. 2018	1,175,563	36,800	1,138,763	560,584	20,185	11,244	223	98,264	27	37,418	649,657	XXX
10. 2019	1,211,676	38,282	1,173,394	541,426	7,300	8,851	1,123	95,511	50	38,958	637,315	XXX
11. 2020	1,287,364	48,892	1,238,472	468,570	25,711	3,389	32	75,716	33	23,428	521,900	XXX
12. Totals	XXX	XXX	XXX	5,882,656	216,938	205,487	4,256	923,844	406	355,471	6,790,387	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13	14	15	16	17	18	19	20					
	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding Direct and Assumed
1. ....	111,456	107,236	4,142	1,055	45	297	1,181	0	0	0	367	8,235	XXX
2. ....	10,435	10,013	798	395	0	0	510	0	74	0	193	1,410	XXX
3. ....	13,876	11,411	1,147	520	0	0	676	0	83	0	241	3,851	XXX
4. ....	20,766	17,246	1,873	869	0	0	1,170	0	142	0	335	5,836	XXX
5. ....	5,966	1,553	2,439	664	0	0	2,182	0	213	0	488	8,584	XXX
6. ....	6,227	1,219	4,473	1,219	0	0	3,331	0	426	0	679	12,020	XXX
7. ....	14,083	641	5,221	874	0	0	4,728	0	757	0	1,063	23,273	XXX
8. ....	23,318	23	8,452	943	0	0	7,567	0	1,577	0	1,440	39,948	XXX
9. ....	48,094	8,894	17,521	1,765	3	0	14,299	0	3,762	0	2,699	73,020	XXX
10. ....	95,914	20,400	36,272	2,125	7	182	23,138	0	8,335	0	5,732	140,959	XXX
11. ....	196,305	80,717	102,926	16,574	40	0	29,440	0	44,647	0	20,758	276,069	XXX
12. ....	546,440	259,353	185,266	27,003	95	480	88,222	0	60,016	0	33,997	593,205	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	27	28	29	30	31	32	33		35	36
	Direct and Assumed	Ceded	Net	Direct and Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1. ....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	7,307	929
2. ....	838,506	102,045	736,461	79.0	169.4	73.5	0	0	96.0	825	584
3. ....	741,968	40,588	701,380	70.7	72.8	70.6	0	0	96.0	3,092	759
4. ....	742,603	35,290	707,313	66.7	68.4	66.6	0	0	96.0	4,524	1,312
5. ....	776,675	8,231	768,444	65.6	16.8	67.7	0	0	96.0	6,188	2,396
6. ....	788,757	16,821	771,936	64.6	38.0	65.6	0	0	96.0	8,263	3,757
7. ....	691,122	4,203	686,920	58.6	9.7	60.5	0	0	96.0	17,788	5,485
8. ....	708,018	5,594	702,425	61.4	15.9	62.8	0	0	96.0	30,804	9,144
9. ....	753,771	31,094	722,677	64.1	84.5	63.5	0	0	96.0	54,957	18,064
10. ....	809,454	31,180	778,273	66.8	81.4	66.3	0	0	96.0	109,661	31,298
11. ....	921,034	123,066	797,969	71.5	251.7	64.4	0	0	96.0	201,942	74,127
12. ....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	445,350	147,855

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.



ANNUAL STATEMENT FOR THE YEAR 2020 OF THE GRANGE INSURANCE COMPANY

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
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	One Year	Two Year
1. Prior	212,969	206,522	205,521	210,567	212,904	215,192	219,026	218,785	218,810	217,879	(932)	(906)
2. 2011	658,251	638,515	640,633	645,670	646,350	647,011	646,705	645,984	645,900	645,342	(558)	(642)
3. 2012	XXX	625,523	619,581	622,697	620,375	618,575	616,311	615,423	616,782	616,371	(411)	949
4. 2013	XXX	XXX	620,329	618,375	627,341	623,244	620,463	618,324	618,260	616,589	(1,671)	(1,735)
5. 2014	XXX	XXX	XXX	674,854	685,016	674,375	677,145	672,807	672,623	670,187	(2,436)	(2,620)
6. 2015	XXX	XXX	XXX	XXX	697,750	688,412	680,183	673,593	674,262	673,162	(1,100)	(431)
7. 2016	XXX	XXX	XXX	XXX	XXX	624,784	611,300	596,512	595,153	589,767	(5,387)	(6,745)
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	648,561	622,838	610,442	606,131	(4,311)	(16,707)
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	662,310	633,750	620,678	(13,072)	(41,632)
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	702,059	674,478	(27,582)	XXX
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	677,638	XXX	XXX
12. Totals											(57,459)	(70,469)

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
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020		
1. Prior	000	85,494	144,007	175,831	188,981	196,643	200,960	206,328	208,084	209,644	XXX	XXX
2. 2011	427,826	536,675	579,198	612,564	628,068	636,460	640,562	641,800	643,608	644,006	XXX	XXX
3. 2012	XXX	407,699	509,904	554,731	588,847	600,686	606,127	608,042	610,554	612,603	XXX	XXX
4. 2013	XXX	XXX	379,500	490,483	547,374	580,778	597,359	606,598	610,069	610,895	XXX	XXX
5. 2014	XXX	XXX	XXX	420,436	538,034	589,230	628,116	648,118	658,257	661,817	XXX	XXX
6. 2015	XXX	XXX	XXX	XXX	400,097	518,956	587,379	629,624	651,948	661,568	XXX	XXX
7. 2016	XXX	XXX	XXX	XXX	XXX	355,953	467,744	519,844	552,592	567,251	XXX	XXX
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	375,495	495,503	542,617	567,759	XXX	XXX
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	387,564	505,244	551,419	XXX	XXX
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	415,322	541,854	XXX	XXX
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	446,216	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 2011	2 2012	3 2013	4 2014	5 2015	6 2016	7 2017	8 2018	9 2019	10 2020
1. Prior	82,367	38,766	17,828	12,117	9,726	9,516	10,218	6,904	5,987	4,267
2. 2011	105,312	41,783	20,527	11,127	6,744	4,319	3,011	2,014	1,553	914
3. 2012	XXX	103,982	48,875	25,450	13,180	7,828	4,530	2,885	2,095	1,304
4. 2013	XXX	XXX	103,965	54,292	31,165	18,189	8,840	5,461	4,156	2,174
5. 2014	XXX	XXX	XXX	118,837	71,113	38,515	23,552	10,941	7,721	3,957
6. 2015	XXX	XXX	XXX	XXX	138,853	76,239	42,322	20,754	13,090	6,585
7. 2016	XXX	XXX	XXX	XXX	XXX	131,105	69,223	35,454	18,113	9,075
8. 2017	XXX	XXX	XXX	XXX	XXX	XXX	128,244	60,446	30,575	15,076
9. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	133,359	57,682	30,056
10. 2019	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	125,999	57,285
11. 2020	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	115,793

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated By States And Territories									
States, etc.	1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
		2	3						
	Active Status (a)	Direct Premiums Written	Direct Premiums Earned	Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
1. Alabama	AL L	.0	.0	.0	.0	.0	.0	.0	
2. Alaska	AK N	.0	.0	.0	.0	.0	.0	.0	
3. Arizona	AZ N	.0	.0	.0	.0	.0	.0	.0	
4. Arkansas	AR N	.0	.0	.0	.0	.0	.0	.0	
5. California	CA N	.0	.0	.0	.0	.0	.0	.0	
6. Colorado	CO N	.0	.0	.0	.0	.0	.0	.0	
7. Connecticut	CT N	.0	.0	.0	.0	.0	.0	.0	
8. Delaware	DE N	.0	.0	.0	.0	.0	.0	.0	
9. Dist. Columbia	DC N	.0	.0	.0	.0	.0	.0	.0	
10. Florida	FL N	.0	.0	.0	.0	.0	.0	.0	
11. Georgia	GA L	55,270,482	53,613,583	.0	22,948,152	27,475,833	31,555,790	317,169	
12. Hawaii	HI N	.0	.0	.0	.0	.0	.0	.0	
13. Idaho	ID N	.0	.0	.0	.0	.0	.0	.0	
14. Illinois	IL L	19,347,381	19,068,138	.0	10,285,599	11,360,875	19,268,806	123,969	
15. Indiana	IN L	16,136,774	16,204,439	.0	7,235,424	5,462,774	14,249,539	97,998	
16. Iowa	IA L	.0	.0	.0	.0	.0	.0	.0	
17. Kansas	KS L	.0	.0	.0	.0	.0	.0	.0	
18. Kentucky	KY L	30,005,581	29,670,834	.0	10,725,714	11,656,255	15,857,367	219,199	
19. Louisiana	LA N	.0	.0	.0	.0	.0	.0	.0	
20. Maine	ME N	.0	.0	.0	.0	.0	.0	.0	
21. Maryland	MD N	.0	.0	.0	.0	.0	.0	.0	
22. Massachusetts	MA N	.0	.0	.0	.0	.0	.0	.0	
23. Michigan	MI N	.0	.0	.0	.0	.0	.0	.0	
24. Minnesota	MN L	.0	.0	.0	.0	.0	.0	.0	
25. Mississippi	MS N	.0	.0	.0	.0	.0	.0	.0	
26. Missouri	MO L	.0	.0	.0	.0	.0	.0	.0	
27. Montana	MT N	.0	.0	.0	.0	.0	.0	.0	
28. Nebraska	NE N	.0	.0	.0	.0	.0	.0	.0	
29. Nevada	NV N	.0	.0	.0	.0	.0	.0	.0	
30. New Hampshire	NH N	.0	.0	.0	.0	.0	.0	.0	
31. New Jersey	NJ N	.0	.0	.0	.0	.0	.0	.0	
32. New Mexico	NM N	.0	.0	.0	.0	.0	.0	.0	
33. New York	NY N	.0	.0	.0	.0	.0	.0	.0	
34. No. Carolina	NC L	.0	.0	.0	.0	.0	.0	.0	
35. No. Dakota	ND N	.0	.0	.0	.0	.0	.0	.0	
36. Ohio	OH L	233,026,156	239,481,701	.0	101,371,203	82,021,176	63,600,982	3,327,297	
37. Oklahoma	OK N	.0	.0	.0	.0	.0	.0	.0	
38. Oregon	OR N	.0	.0	.0	.0	.0	.0	.0	
39. Pennsylvania	PA L	45,548,637	39,694,968	.0	25,186,189	27,946,098	21,212,654	411,254	
40. Rhode Island	RI N	.0	.0	.0	.0	.0	.0	.0	
41. So. Carolina	SC L	.0	.0	.0	74,627	(23,577)	94,629	.0	
42. So. Dakota	SD N	.0	.0	.0	.0	.0	.0	.0	
43. Tennessee	TN L	28,938,535	29,776,731	.0	19,402,287	23,492,696	19,603,277	220,378	
44. Texas	TX N	.0	.0	.0	.0	.0	.0	.0	
45. Utah	UT N	.0	.0	.0	.0	.0	.0	.0	
46. Vermont	VT N	.0	.0	.0	.0	.0	.0	.0	
47. Virginia	VA L	7,604,324	6,823,131	.0	3,883,771	3,987,134	3,894,624	39,536	
48. Washington	WA N	.0	.0	.0	.0	.0	.0	.0	
49. West Virginia	WV N	.0	.0	.0	.0	.0	.0	.0	
50. Wisconsin	WI L	.0	.0	.0	.0	.0	.0	.0	
51. Wyoming	WY N	.0	.0	.0	.0	.0	.0	.0	
52. American Samoa	AS N	.0	.0	.0	.0	.0	.0	.0	
53. Guam	GU N	.0	.0	.0	.0	.0	.0	.0	
54. Puerto Rico	PR N	.0	.0	.0	.0	.0	.0	.0	
55. U.S. Virgin Islands	VI N	.0	.0	.0	.0	.0	.0	.0	
56. Northern Mariana Islands	MP N	.0	.0	.0	.0	.0	.0	.0	
57. Canada	CAN N	.0	.0	.0	.0	.0	.0	.0	
58. Aggregate other alien	OT XXX	.0	.0	.0	.0	.0	.0	.0	.0
59. Totals	XXX	435,877,870	434,333,525	0	201,112,967	193,379,264	189,337,669	4,756,801	0
DETAILS OF WRITE-INS									
58001.	XXX								
58002.	XXX								
58003.	XXX								
58998. Sum. of remaining write-ins for Line 58 from overflow page	XXX	.0	.0	.0	.0	.0	.0	.0	.0
58999. Totals (Lines 58001 through 58003 + 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 .....16 R – Registered – Non-domiciled RRGs ..... 0  
E – Eligible – Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile – See DSLI) ..... 0 Q – Qualified – Qualified or accredited reinsurer ..... 0  
D – Domestic Surplus Lines Insurer (DSLII) – Reporting entities authorized to write surplus lines in the state of domicile ..... 0 N – None of the above – Not allowed to write business in the state .....41

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

Location of the risk.

STATEMENT AS OF DECEMBER 31, 2020 OF THE  
GRANGE INSURANCE COMPANY

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

PART 1 – ORGANIZATIONAL CHART

