



# ANNUAL STATEMENT

For the Year Ended December 31, 2018  
of the Condition and Affairs of the

## APPALACHIAN INSURANCE COMPANY

NAIC Group Code.....	0065, 0065 (Current Period) (Prior Period)	NAIC Company Code.....	10316	Employer's ID Number.....	05-0284861
Organized under the Laws of RI		State of Domicile or Port of Entry	RI	Country of Domicile	US
Incorporated/Organized.....	April 14, 1941	Commenced Business.....	January 1, 1942		
Statutory Home Office	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>				
Main Administrative Office	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>			401-275-3000 <i>(Area Code) (Telephone Number)</i>	
Mail Address	P.O. Box 7500 .. Johnston .. RI .. US .. 02919-0750 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>				
Primary Location of Books and Records	270 Central Avenue .. Johnston .. RI .. US .. 02919-4949 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>			401-275-3000 <i>(Area Code) (Telephone Number)</i>	
Internet Web Site Address	www.fmglobal.com				
Statutory Statement Contact	Jeffrey Black <i>(Name)</i>			401-415-1559 <i>(Area Code) (Telephone Number)</i> <i>(Extension)</i>	
	jeffrey.black@fmglobal.com <i>(E-Mail Address)</i>			401-946-8306 <i>(Fax Number)</i>	

### OFFICERS

Name	Title	Name	Title
1. Thomas Alan Lawson #	Chairman & Chief Executive Officer	2. Jonathan Irving Mishara	Senior Vice President & Secretary
3. Theresa Ann Molloy	Vice President & Controller	4. Denise Anastasia Hebert #	Vice President & Treasurer

### OTHER

Bret Nils Ahnell	Executive Vice President	Kevin Scott Ingram #	Executive Vice President
Malcolm Craig Roberts #	Executive Vice President	Christopher Johnson	Executive Vice President
Sanjay Chawla #	Senior Vice President	Jonathan Irving Mishara	Senior Vice President
Enzo Rebula	Senior Vice President	Michael Robert Turner	Executive Vice President
Deanna Ruth Fidler #	Senior Vice President		

### DIRECTORS OR TRUSTEES

Frank Thomas Connor	Colin Richard Day	Daniel Lee Knotts	Thomas Alan Lawson
John Anderson Luke Jr	Gracia Catherine Martore	Christine Mary McCarthy	Stuart Blain Parker
Israel Ruiz	Michel Giannuzzi	Glenn Rodney Landau	David Thomas Walton #

State of..... Rhode Island  
County of..... Providence

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

_____ (Signature) Thomas Alan Lawson #	_____ (Signature) Jonathan Irving Mishara	_____ (Signature) Theresa Ann Molloy
_____ 1. (Printed Name) Chairman & Chief Executive Officer	_____ 2. (Printed Name) Senior Vice President & Secretary	_____ 3. (Printed Name) Vice President & Controller
_____ (Title)	_____ (Title)	_____ (Title)

Subscribed and sworn to before me  
This 21st day of February 2019  
John A. Soares III Notary Public  
Expires July 5, 2021

a. Is this an original filing? Yes [ X ] No [ ]  
b. If no  
1. State the amendment number \_\_\_\_\_  
2. Date filed \_\_\_\_\_  
3. Number of pages attached \_\_\_\_\_

**SUMMARY INVESTMENT SCHEDULE**

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities.....	153,211,671	57.4	153,211,671		153,211,671	57.4
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies.....		0.0			0	0.0
1.22 Issued by U.S. government sponsored agencies.....		0.0			0	0.0
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities).....		0.0			0	0.0
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations.....		0.0			0	0.0
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations.....		0.0			0	0.0
1.43 Revenue and assessment obligations.....		0.0			0	0.0
1.44 Industrial development and similar obligations.....		0.0			0	0.0
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA.....	2,754,872	1.0	2,754,872		2,754,872	1.0
1.512 Issued or guaranteed by FNMA and FHLMC.....	701,509	0.3	701,509		701,509	0.3
1.513 All other.....	4,998,261	1.9	4,998,261		4,998,261	1.9
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA.....		0.0			0	0.0
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-based securities issued or guaranteed by agencies shown in Line 1.521.....		0.0			0	0.0
1.523 All other.....		0.0			0	0.0
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities).....	45,031,415	16.9	45,031,415		45,031,415	16.9
2.2 Unaffiliated non-U.S. securities (including Canada).....		0.0			0	0.0
2.3 Affiliated securities.....		0.0			0	0.0
3. Equity interests:						
3.1 Investments in mutual funds.....		0.0			0	0.0
3.2 Preferred stocks:						
3.21 Affiliated.....	2,500,000	0.9	2,500,000		2,500,000	0.9
3.22 Unaffiliated.....		0.0			0	0.0
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated.....		0.0			0	0.0
3.32 Unaffiliated.....		0.0			0	0.0
3.4 Other equity securities:						
3.41 Affiliated.....		0.0			0	0.0
3.42 Unaffiliated.....		0.0			0	0.0
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated.....		0.0			0	0.0
3.52 Unaffiliated.....		0.0			0	0.0
4. Mortgage loans:						
4.1 Construction and land development.....		0.0			0	0.0
4.2 Agricultural.....		0.0			0	0.0
4.3 Single family residential properties.....		0.0			0	0.0
4.4 Multifamily residential properties.....		0.0			0	0.0
4.5 Commercial loans.....		0.0			0	0.0
4.6 Mezzanine real estate loans.....		0.0			0	0.0
5. Real estate investments:						
5.1 Property occupied by company.....		0.0			0	0.0
5.2 Property held for production of income (including \$.....0 of property acquired in satisfaction of debt).....		0.0			0	0.0
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt).....		0.0			0	0.0
6. Contract loans.....		0.0			0	0.0
7. Derivatives.....		0.0			0	0.0
8. Receivables for securities.....		0.0			0	0.0
9. Securities lending (Line 10, Asset Page reinvested collateral).....	3,658,170	1.4	3,658,170	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments.....	53,920,949	20.2	53,920,949	3,658,170	57,579,119	21.6
11. Other invested assets.....		0.0			0	0.0
12. Total invested assets.....	266,776,847	100.0	266,776,847	3,658,170	266,776,847	100.0

## SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1.	Book/adjusted carrying value, December 31 of prior year.....		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 6).....		
2.2	Additional investment made after acquisition (Part 2, Column 9).....		0
3.	Current year change in encumbrances:		
3.1	Totals, Part 1, Column 13.....		
3.2	Totals, Part 3, Column 11.....		0
4.	Total gain (loss) on disposals, Part 3, Column 18.....		
5.	Deduct amounts received on disposals, Part 3, Column 15.....	<b>NONE</b>	
6.	Total foreign exchange change in book/adjusted carrying value:		
6.1	Totals, Part 1, Column 15.....		
6.2	Totals, Part 3, Column 13.....		0
7.	Deduct current year's other-than-temporary impairment recognized:		
7.1	Totals, Part 1, Column 12.....		
7.2	Totals, Part 3, Column 10.....		0
8.	Deduct current year's depreciation:		
8.1	Totals, Part 1, Column 11.....		
8.2	Totals, Part 3, Column 9.....		0
9.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....		0
10.	Deduct total nonadmitted amounts.....		
11.	Statement value at end of current period (Line 9 minus Line 10).....		0

## SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year.....		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 7).....		
2.2	Additional investment made after acquisition (Part 2, Column 8).....		0
3.	Capitalized deferred interest and other:		
3.1	Totals, Part 1, Column 12.....		
3.2	Totals, Part 3, Column 11.....		0
4.	Accrual of discount.....		
5.	Unrealized valuation increase (decrease):		
5.1	Totals, Part 1, Column 9.....		
5.2	Totals, Part 3, Column 8.....	<b>NONE</b>	0
6.	Total gain (loss) on disposals, Part 3, Column 18.....		
7.	Deduct amounts received on disposals, Part 3, Column 15.....		
8.	Deduct amortization of premium and mortgage interest points and commitment fees.....		
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest:		
9.1	Totals, Part 1, Column 13.....		
9.2	Totals, Part 3, Column 13.....		0
10.	Deduct current year's other-than-temporary impairment recognized:		
10.1	Totals, Part 1, Column 11.....		
10.2	Totals, Part 3, Column 10.....		0
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12.	Total valuation allowance.....		
13.	Subtotal (Line 11 plus Line 12).....		0
14.	Deduct total nonadmitted amounts.....		
15.	Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....		0

## SCHEDULE BA - VERIFICATION BETWEEN YEARS

### Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8).....		
2.2 Additional investment made after acquisition (Part 2, Column 9).....		0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 16.....		
3.2 Totals, Part 3, Column 12.....		0
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13.....		
5.2 Totals, Part 3, Column 9.....		0
6. Total gain (loss) on disposals, Part 3, Column 19.....		
7. Deduct amounts received on disposals, Part 3, Column 16.....		
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17.....		
9.2 Totals, Part 3, Column 14.....		0
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 Totals, Part 1, Column 15.....		
10.2 Totals, Part 3, Column 11.....		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....		0

NONE

## SCHEDULE D - VERIFICATION BETWEEN YEARS

### Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year.....		220,761,238
2. Cost of bonds and stocks acquired, Part 3, Column 7.....		14,779,418
3. Accrual of discount.....		75,735
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12.....	(4,914)	
4.2 Part 2, Section 1, Column 15.....		
4.3 Part 2, Section 2, Column 13.....		
4.4 Part 4, Column 11.....		(4,914)
5. Total gain (loss) on disposals, Part 4, Column 19.....		(86,877)
6. Deduct consideration for bonds and stocks disposed of, Part 4, Column 7.....		26,038,364
7. Deduct amortization of premium.....		315,748
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15.....		
8.2 Part 2, Section 1, Column 19.....		
8.3 Part 2, Section 2, Column 16.....		
8.4 Part 4, Column 15.....		0
9. Deduct current year's other-than-temporary impairment recognized:		
9.1 Part 1, Column 14.....		
9.2 Part 2, Section 1, Column 17.....		
9.3 Part 2, Section 2, Column 14.....		
9.4 Part 4, Column 13.....		0
10. Total investment income recognized as a result of prepayment and/or acceleration fees, Note 5R, Line 5R(2).....		27,240
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9+10).....		209,197,728
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....		209,197,728

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b>	1. United States.....	155,966,543	153,550,733	156,718,011	155,763,188
Governments (Including all obligations guaranteed by governments)	2. Canada.....				
	3. Other Countries.....				
	4. Totals.....	155,966,543	153,550,733	156,718,011	155,763,188
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals.....				
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals.....				
U.S. Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions	7. Totals.....	701,509	740,795	704,508	684,229
Industrial and Miscellaneous, SVO Identified Funds, Bank Loans and Hybrid Securities (Unaffiliated)	8. United States.....	48,754,863	48,684,650	48,818,542	48,541,000
	9. Canada.....	1,274,813	1,255,097	1,274,707	1,275,000
	10. Other Countries.....				
	11. Totals.....	50,029,676	49,939,747	50,093,249	49,816,000
Parent, Subsidiaries and Affiliates	12. Totals.....				
	<b>13. Total Bonds.....</b>	<b>206,697,728</b>	<b>204,231,275</b>	<b>207,515,768</b>	<b>206,263,417</b>
<b>PREFERRED STOCKS</b>	14. United States.....				
Industrial and Miscellaneous (Unaffiliated)	15. Canada.....				
	16. Other Countries.....				
	17. Totals.....	0	0	0	0
Parent, Subsidiaries and Affiliates	18. Totals.....	2,500,000	2,500,000	2,500,000	
	<b>19. Total Preferred Stocks.....</b>	<b>2,500,000</b>	<b>2,500,000</b>	<b>2,500,000</b>	
<b>COMMON STOCKS</b>	20. United States.....				
Industrial and Miscellaneous (Unaffiliated)	21. Canada.....				
	22. Other Countries.....				
	23. Totals.....	0	0	0	0
Parent, Subsidiaries and Affiliates	24. Totals.....				
	<b>25. Total Common Stocks.....</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>26. Total Stocks.....</b>	<b>2,500,000</b>	<b>2,500,000</b>	<b>2,500,000</b>	
	<b>27. Total Bonds and Stocks.....</b>	<b>209,197,728</b>	<b>206,731,275</b>	<b>210,015,768</b>	

### SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total from Column 7 Prior Year	10 % from Col. 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>1. U.S. Governments</b>												
1.1 NAIC 1.....		91,528,913	61,682,758	27,428	2,727,444	.XXX	155,966,543	75.5	159,957,849	73.3	155,966,543	
1.2 NAIC 2.....						.XXX	0	0.0		0.0		
1.3 NAIC 3.....						.XXX	0	0.0		0.0		
1.4 NAIC 4.....						.XXX	0	0.0		0.0		
1.5 NAIC 5.....						.XXX	0	0.0		0.0		
1.6 NAIC 6.....						.XXX	0	0.0		0.0		
1.7 Totals.....	0	91,528,913	61,682,758	27,428	2,727,444	.XXX	155,966,543	75.5	159,957,849	73.3	155,966,543	0
<b>2. All Other Governments</b>												
2.1 NAIC 1.....						.XXX	0	0.0		0.0		
2.2 NAIC 2.....						.XXX	0	0.0		0.0		
2.3 NAIC 3.....						.XXX	0	0.0		0.0		
2.4 NAIC 4.....						.XXX	0	0.0		0.0		
2.5 NAIC 5.....						.XXX	0	0.0		0.0		
2.6 NAIC 6.....						.XXX	0	0.0		0.0		
2.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, etc., Guaranteed</b>												
3.1 NAIC 1.....						.XXX	0	0.0		0.0		
3.2 NAIC 2.....						.XXX	0	0.0		0.0		
3.3 NAIC 3.....						.XXX	0	0.0		0.0		
3.4 NAIC 4.....						.XXX	0	0.0		0.0		
3.5 NAIC 5.....						.XXX	0	0.0		0.0		
3.6 NAIC 6.....						.XXX	0	0.0		0.0		
3.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	0	0.0	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>												
4.1 NAIC 1.....						.XXX	0	0.0		0.0		
4.2 NAIC 2.....						.XXX	0	0.0		0.0		
4.3 NAIC 3.....						.XXX	0	0.0		0.0		
4.4 NAIC 4.....						.XXX	0	0.0		0.0		
4.5 NAIC 5.....						.XXX	0	0.0		0.0		
4.6 NAIC 6.....						.XXX	0	0.0		0.0		
4.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>												
5.1 NAIC 1.....				496,572	204,937	.XXX	701,509	0.3	880,812	0.4	701,509	
5.2 NAIC 2.....						.XXX	0	0.0		0.0		
5.3 NAIC 3.....						.XXX	0	0.0		0.0		
5.4 NAIC 4.....						.XXX	0	0.0		0.0		
5.5 NAIC 5.....						.XXX	0	0.0		0.0		
5.6 NAIC 6.....						.XXX	0	0.0		0.0		
5.7 Totals.....	0	0	0	496,572	204,937	.XXX	701,509	0.3	880,812	0.4	701,509	0

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**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total from Column 7 Prior Year	10 % from Col. 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>6. Industrial and Miscellaneous (unaffiliated)</b>												
6.1 NAIC 1.....	6,899,709	20,581,996	7,143,473			.XXX	34,625,178	16.8	39,500,915	18.1	33,075,179	1,549,999
6.2 NAIC 2.....	1,499,504	8,991,601	3,918,343			.XXX	14,409,448	7.0	17,921,662	8.2	14,409,448	
6.3 NAIC 3.....	995,050					.XXX	995,050	0.5		0.0	995,050	
6.4 NAIC 4.....						.XXX	0	0.0		0.0		
6.5 NAIC 5.....						.XXX	0	0.0		0.0		
6.6 NAIC 6.....						.XXX	0	0.0		0.0		
6.7 Totals.....	9,394,263	29,573,597	11,061,816	0	0	.XXX	50,029,676	24.2	57,422,577	26.3	48,479,677	1,549,999
<b>7. Hybrid Securities</b>												
7.1 NAIC 1.....						.XXX	0	0.0		0.0		
7.2 NAIC 2.....						.XXX	0	0.0		0.0		
7.3 NAIC 3.....						.XXX	0	0.0		0.0		
7.4 NAIC 4.....						.XXX	0	0.0		0.0		
7.5 NAIC 5.....						.XXX	0	0.0		0.0		
7.6 NAIC 6.....						.XXX	0	0.0		0.0		
7.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>												
8.1 NAIC 1.....						.XXX	0	0.0		0.0		
8.2 NAIC 2.....						.XXX	0	0.0		0.0		
8.3 NAIC 3.....						.XXX	0	0.0		0.0		
8.4 NAIC 4.....						.XXX	0	0.0		0.0		
8.5 NAIC 5.....						.XXX	0	0.0		0.0		
8.6 NAIC 6.....						.XXX	0	0.0		0.0		
8.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	0	0.0	0	0
<b>9. SVO Identified Funds</b>												
9.1 NAIC 1.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.2 NAIC 2.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.3 NAIC 3.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.4 NAIC 4.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.5 NAIC 5.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.6 NAIC 6.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0		0.0		
9.7 Totals.....	.XXX	.XXX	.XXX	.XXX	.XXX		0	0.0	0	0.0	0	0
<b>10. Bank Loans</b>												
10.1 NAIC 1.....						.XXX	0	0.0	.XXX	.XXX		
10.2 NAIC 2.....						.XXX	0	0.0	.XXX	.XXX		
10.3 NAIC 3.....						.XXX	0	0.0	.XXX	.XXX		
10.4 NAIC 4.....						.XXX	0	0.0	.XXX	.XXX		
10.5 NAIC 5.....						.XXX	0	0.0	.XXX	.XXX		
10.6 NAIC 6.....						.XXX	0	0.0	.XXX	.XXX		
10.7 Totals.....	0	0	0	0	0	.XXX	0	0.0	.XXX	.XXX	0	0

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**SCHEDULE D - PART 1A - SECTION 1 (continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total from Column 7 Prior Year	10 % from Col. 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>11. Total Bonds Current Year</b>												
11.1 NAIC 1.....	(d).....6,899,709	.....112,110,909	.....68,826,231	.....524,000	.....2,932,381	.....0	.....191,293,230	.....92.5	.....XXX	.....XXX	.....189,743,231	.....1,549,999
11.2 NAIC 2.....	(d).....1,499,504	.....8,991,601	.....3,918,343	.....0	.....0	.....0	.....14,409,448	.....7.0	.....XXX	.....XXX	.....14,409,448	.....0
11.3 NAIC 3.....	(d).....995,050	.....0	.....0	.....0	.....0	.....0	.....995,050	.....0.5	.....XXX	.....XXX	.....995,050	.....0
11.4 NAIC 4.....	(d).....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....XXX	.....XXX	.....0	.....0
11.5 NAIC 5.....	(d).....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....XXX	.....XXX	.....0	.....0
11.6 NAIC 6.....	(d).....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....XXX	.....XXX	.....0	.....0
11.7 Totals.....	.....9,394,263	.....121,102,510	.....72,744,574	.....524,000	.....2,932,381	.....0	(b).....206,697,728	.....100.0	.....XXX	.....XXX	.....205,147,729	.....1,549,999
11.8 Line 11.7 as a % of Col. 7.....	.....4.5	.....58.6	.....35.2	.....0.3	.....1.4	.....0.0	.....100.0	.....XXX	.....XXX	.....XXX	.....99.3	.....0.7
<b>12. Total Bonds Prior Year</b>												
12.1 NAIC 1.....	.....4,300,521	.....117,246,478	.....74,608,987	.....646,372	.....3,537,218	.....0	.....XXX	.....XXX	.....200,339,576	.....91.8	.....198,789,946	.....1,549,630
12.2 NAIC 2.....	.....1,499,805	.....6,995,241	.....9,426,616	.....0	.....0	.....0	.....XXX	.....XXX	.....17,921,662	.....8.2	.....16,931,454	.....990,208
12.3 NAIC 3.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....XXX	.....0	.....0.0	.....0	.....0
12.4 NAIC 4.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....XXX	.....0	.....0.0	.....0	.....0
12.5 NAIC 5.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....XXX	(c).....0	.....0.0	.....0	.....0
12.6 NAIC 6.....	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX	.....XXX	(c).....0	.....0.0	.....0	.....0
12.7 Totals.....	.....5,800,326	.....124,241,719	.....84,035,603	.....646,372	.....3,537,218	.....0	.....XXX	.....XXX	(b).....218,261,238	.....100.0	.....215,721,400	.....2,539,838
12.8 Line 12.7 as a % of Col. 9.....	.....2.7	.....56.9	.....38.5	.....0.3	.....1.6	.....0.0	.....XXX	.....XXX	.....100.0	.....XXX	.....98.8	.....1.2
<b>13. Total Publicly Traded Bonds</b>												
13.1 NAIC 1.....	.....6,899,709	.....110,560,910	.....68,826,231	.....524,000	.....2,932,381	.....0	.....189,743,231	.....91.8	.....198,789,946	.....91.1	.....189,743,231	.....XXX
13.2 NAIC 2.....	.....1,499,504	.....8,991,601	.....3,918,343	.....0	.....0	.....0	.....14,409,448	.....7.0	.....16,931,454	.....7.8	.....14,409,448	.....XXX
13.3 NAIC 3.....	.....995,050	.....0	.....0	.....0	.....0	.....0	.....995,050	.....0.5	.....0	.....0.0	.....995,050	.....XXX
13.4 NAIC 4.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....0	.....XXX
13.5 NAIC 5.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....0	.....XXX
13.6 NAIC 6.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....0	.....XXX
13.7 Totals.....	.....9,394,263	.....119,552,511	.....72,744,574	.....524,000	.....2,932,381	.....0	.....205,147,729	.....99.3	.....215,721,400	.....98.8	.....205,147,729	.....XXX
13.8 Line 13.7 as a % of Col. 7.....	.....4.6	.....58.3	.....35.5	.....0.3	.....1.4	.....0.0	.....100.0	.....XXX	.....XXX	.....XXX	.....100.0	.....XXX
13.9 Line 13.7 as a % of Line 11.7, Col. 7, Section 11.....	.....4.5	.....57.8	.....35.2	.....0.3	.....1.4	.....0.0	.....99.3	.....XXX	.....XXX	.....XXX	.....99.3	.....XXX
<b>14. Total Privately Placed Bonds</b>												
14.1 NAIC 1.....	.....0	.....1,549,999	.....0	.....0	.....0	.....0	.....1,549,999	.....0.7	.....1,549,630	.....0.7	.....XXX	.....1,549,999
14.2 NAIC 2.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....990,208	.....0.5	.....XXX	.....0
14.3 NAIC 3.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....XXX	.....0
14.4 NAIC 4.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....XXX	.....0
14.5 NAIC 5.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....XXX	.....0
14.6 NAIC 6.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0.0	.....0	.....0.0	.....XXX	.....0
14.7 Totals.....	.....0	.....1,549,999	.....0	.....0	.....0	.....0	.....1,549,999	.....0.7	.....2,539,838	.....1.2	.....XXX	.....1,549,999
14.8 Line 14.7 as a % of Col. 7.....	.....0.0	.....100.0	.....0.0	.....0.0	.....0.0	.....0.0	.....100.0	.....XXX	.....XXX	.....XXX	.....XXX	.....100.0
14.9 Line 14.7 as a % of Line 11.7, Col. 7, Section 11.....	.....0.0	.....0.7	.....0.0	.....0.0	.....0.0	.....0.0	.....0.7	.....XXX	.....XXX	.....XXX	.....XXX	.....0.7

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- (a) Includes \$.....1,549,999 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
- (b) Includes \$.....0 current year of bonds with Z designations, \$.....0 prior year of bonds with Z designations and \$.....0 prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.
- (c) Includes \$.....0 current year of bonds with 5GI designations, \$.....0 prior year of bonds with 5\* or 5GI designations and \$.....0 current year, \$.....0 prior year of bonds with 6\* designations. "5GI" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
- (d) Includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.



**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total from Column 7 Prior Year	10 % from Col. 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
<b>1. U.S. Governments</b>												
1.1 Issuer Obligations.....		91,528,913	61,682,758			XXX	153,211,671	74.1	156,654,158	71.8	153,211,671	
1.2 Residential Mortgage-Backed Securities.....				27,428	2,727,444	XXX	2,754,872	1.3	3,303,691	1.5	2,754,872	
1.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
1.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
1.5 Totals.....	0	91,528,913	61,682,758	27,428	2,727,444	XXX	155,966,543	75.5	159,957,849	73.3	155,966,543	0
<b>2. All Other Governments</b>												
2.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
2.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
2.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
2.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
2.5 Totals.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>												
3.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
3.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
3.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
3.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
3.5 Totals.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>												
4.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
4.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
4.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
4.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
4.5 Totals.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>												
5.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
5.2 Residential Mortgage-Backed Securities.....				496,572	204,937	XXX	701,509	0.3	880,812	0.4	701,509	
5.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
5.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
5.5 Totals.....	0	0	0	496,572	204,937	XXX	701,509	0.3	880,812	0.4	701,509	0
<b>6. Industrial and Miscellaneous (unaffiliated)</b>												
6.1 Issuer Obligations.....	9,394,263	29,573,597	6,063,555			XXX	45,031,415	21.8	51,402,046	23.6	43,481,416	1,549,999
6.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
6.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
6.4 Other Loan-Backed and Structured Securities.....			4,998,261			XXX	4,998,261	2.4	6,020,533	2.8	4,998,261	
6.5 Totals.....	9,394,263	29,573,597	11,061,816	0	0	XXX	50,029,676	24.2	57,422,579	26.3	48,479,677	1,549,999
<b>7. Hybrid Securities</b>												
7.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
7.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
7.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
7.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
7.5 Totals.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>												
8.1 Issuer Obligations.....						XXX	0	0.0	0	0.0	0	
8.2 Residential Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
8.3 Commercial Mortgage-Backed Securities.....						XXX	0	0.0	0	0.0	0	
8.4 Other Loan-Backed and Structured Securities.....						XXX	0	0.0	0	0.0	0	
8.5 Totals.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0

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**SCHEDULE D - PART 1A - SECTION 2 (continued)**

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values By Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total from Column 7 Prior Year	10 % from Col. 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
<b>9. SVO Identified Funds</b>												
9.1 Exchange Traded Funds Identified by the SVO.....	XXX	XXX	XXX	XXX	XXX		0	0.0		0.0		
9.2 Bond Mutual Funds Identified by the SVO.....	XXX	XXX	XXX	XXX	XXX		0	0.0		0.0		
9.3 Totals.....	XXX	XXX	XXX	XXX	XXX	0	0	0.0	0	0.0	0	0
<b>10. Bank Loans</b>												
10.1 Bank Loans - Issued.....						XXX	0	0.0	XXX	XXX		
10.2 Bank Loans - Acquired.....						XXX	0	0.0	XXX	XXX		
10.3 Totals.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
<b>11. Total Bonds Current Year</b>												
11.1 Issuer Obligations.....	9,394,263	121,102,510	67,746,313	0	0	XXX	198,243,086	95.9	XXX	XXX	196,693,087	1,549,999
11.2 Residential Mortgage-Backed Securities.....	0	0	0	524,000	2,932,381	XXX	3,456,381	1.7	XXX	XXX	3,456,381	0
11.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
11.4 Other Loan-Backed and Structured Securities.....	0	0	4,998,261	0	0	XXX	4,998,261	2.4	XXX	XXX	4,998,261	0
11.5 SVO Identified Funds.....	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
11.6 Bank Loans.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
11.7 Totals.....	9,394,263	121,102,510	72,744,574	524,000	2,932,381	0	206,697,728	100.0	XXX	XXX	205,147,729	1,549,999
11.8 Line 11.7 as a % of Col. 7.....	4.5	58.6	35.2	0.3	1.4	0.0	100.0	XXX	XXX	XXX	99.3	0.7
<b>12. Total Bonds Prior Year</b>												
12.1 Issuer Obligations.....	5,799,413	123,219,172	79,037,617	0	0	XXX	XXX	XXX	208,056,202	95.3	205,516,364	2,539,838
12.2 Residential Mortgage-Backed Securities.....	913	0	0	646,372	3,537,218	XXX	XXX	XXX	4,184,503	1.9	4,184,503	0
12.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
12.4 Other Loan-Backed and Structured Securities.....	0	1,022,547	4,997,986	0	0	XXX	XXX	XXX	6,020,533	2.8	6,020,533	0
12.5 SVO Identified Funds.....	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
12.6 Bank Loans.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
12.7 Totals.....	5,800,326	124,241,719	84,035,603	646,372	3,537,218	0	XXX	XXX	218,261,238	100.0	215,721,400	2,539,838
12.8 Line 12.7 as a % of Col. 9.....	2.7	56.9	38.5	0.3	1.6	0.0	XXX	XXX	100.0	XXX	98.8	1.2
<b>13. Total Publicly Traded Bonds</b>												
13.1 Issuer Obligations.....	7,844,264	121,102,510	67,746,313	0	0	XXX	196,693,087	95.2	205,516,364	94.2	196,693,087	XXX
13.2 Residential Mortgage-Backed Securities.....	0	0	0	524,001	2,932,380	XXX	3,456,381	1.7	4,184,503	1.9	3,456,381	XXX
13.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	XXX	0	0.0	0	0.0	0	XXX
13.4 Other Loan-Backed and Structured Securities.....	0	0	4,998,261	0	0	XXX	4,998,261	2.4	6,020,533	2.8	4,998,261	XXX
13.5 SVO Identified Funds.....	XXX	XXX	XXX	XXX	XXX	0	0	0.0	0	0.0	0	XXX
13.6 Bank Loans.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	XXX
13.7 Totals.....	7,844,264	121,102,510	72,744,574	524,001	2,932,380	0	205,147,729	99.3	215,721,400	98.8	205,147,729	XXX
13.8 Line 13.7 as a % of Col. 7.....	3.8	59.0	35.5	0.3	1.4	0.0	100.0	XXX	XXX	XXX	100.0	XXX
13.9 Line 13.7 as a % of Line 11.7, Col. 7, Section 11.....	3.8	58.6	35.2	0.3	1.4	0.0	99.3	XXX	XXX	XXX	99.3	XXX
<b>14. Total Privately Placed Bonds</b>												
14.1 Issuer Obligations.....	1,549,999	0	0	0	0	XXX	1,549,999	0.7	2,539,838	1.2	XXX	1,549,999
14.2 Residential Mortgage-Backed Securities.....	0	0	0	0	0	XXX	0	0.0	0	0.0	XXX	0
14.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	XXX	0	0.0	0	0.0	XXX	0
14.4 Other Loan-Backed and Structured Securities.....	0	0	0	0	0	XXX	0	0.0	0	0.0	XXX	0
14.5 SVO Identified Funds.....	XXX	XXX	XXX	XXX	XXX	0	0	0.0	0	0.0	XXX	0
14.6 Bank Loans.....	0	0	0	0	0	XXX	0	0.0	XXX	XXX	XXX	0
14.7 Totals.....	1,549,999	0	0	0	0	0	1,549,999	0.7	2,539,838	1.2	XXX	1,549,999
14.8 Line 14.7 as a % of Col. 7.....	100.0	0.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
14.9 Line 14.7 as a % of Line 11.7, Col. 7, Section 11.....	0.7	0.0	0.0	0.0	0.0	0.0	0.7	XXX	XXX	XXX	XXX	0.7

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**Sch. DA - Verification  
NONE**

**Sch. DB - Pt. A - Verification  
NONE**

**Sch. DB - Pt. B - Verification  
NONE**

**Sch. DB - Pt. C - Sn. 1  
NONE**

**Sch. DB - Pt. C - Sn. 2  
NONE**

**Sch. DB - Verification  
NONE**

**SCHEDULE E - PART 2 - VERIFICATION BETWEEN YEARS**

Cash Equivalents

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	1 Total	2 Bonds	3 Money Market Mutual Funds	4 Other (a)
1. Book/adjusted carrying value, December 31 of prior year.....	78,044,772		78,044,772	
2. Cost of cash equivalents acquired.....	1,020,898		1,020,898	
3. Accrual of discount.....	0			
4. Unrealized valuation increase (decrease).....	7,052		7,052	
5. Total gain (loss) on disposals.....	(2,999)		(2,999)	
6. Deduct consideration received on disposals.....	37,742,519		37,742,519	
7. Deduct amortization of premium.....	0			
8. Total foreign exchange change in book/adjusted carrying value.....	0			
9. Deduct current year's other-than-temporary impairment recognized.....	0			
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	41,327,204	0	41,327,204	0
11. Deduct total nonadmitted amounts.....	0			
12. Statement value at end of current period (Line 10 minus Line 11).....	41,327,204	0	41,327,204	0

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment:.....

**Sch. A - Pt. 1  
NONE**

**Sch. A - Pt. 2  
NONE**

**Sch. A - Pt. 3  
NONE**

**Sch. B - Pt. 1  
NONE**

**Sch. B - Pt. 2  
NONE**

**Sch. B - Pt. 3  
NONE**

**Sch. BA - Pt. 1  
NONE**

**Sch. BA - Pt. 2  
NONE**

**Sch. BA - Pt. 3  
NONE**

# SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2					6		7		Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
						3	4	5	8	9	12			13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description					Code	NAIC Designation and Administrative Symbol	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date	
<b>U.S. Government - Issuer Obligations</b>																								
912828	4V	9	US TREAS BILLS			1	14,279,668	101.546	14,724,301	14,500,000	14,284,578		4,910			2.875	3.050	FA	157,461		10/02/2018	08/15/2028		
912828	D5	6	U S TREASURY			1	5,523,848	99.116	5,451,380	5,500,000	5,514,415		(2,374)			2.375	2.320	FA	49,339	130,625	10/31/2014	08/15/2024		
912828	F9	6	U S TREASURY	SD		1	5,740,557	98.730	5,637,483	5,710,000	5,723,024		(4,437)			2.000	1.910	AO	19,351	115,700	12/01/2014	10/31/2021		
912828	J4	3	U S TREASURY			1	5,902,266	97.841	5,870,460	6,000,000	5,954,066		13,958			1.750	2.000	FA	35,951	105,000	03/09/2015	02/28/2022		
912828	QN	3	U S TREASURY	LS		1	4,736,074	101.498	4,567,410	4,500,000	4,562,648		(25,345)			3.125	2.510	MN	18,258	140,625	08/04/2011	05/15/2021		
912828	RR	3	U S TREASURY	LS		1	17,531,914	98.731	16,784,270	17,000,000	17,179,905		(60,757)			2.000	1.620	MN	44,144	340,000	12/18/2012	11/15/2021		
912828	SF	8	U S TREASURY			1	16,020,850	98.614	15,531,705	15,750,000	15,842,476		(28,653)			2.000	1.800	FA	118,981	315,000	08/13/2012	02/15/2022		
912828	SV	3	U S TREASURY			1	11,703,047	97.680	11,233,200	11,500,000	11,572,385		(20,762)			1.750	1.550	MN	26,129	201,250	06/05/2012	05/15/2022		
912828	UN	8	U S TREASURY			1	14,889,844	98.083	14,712,450	15,000,000	14,950,618		11,358			2.000	2.080	FA	113,315	300,000	05/28/2013	02/15/2023		
912828	V2	3	UNITED STATES TREAS			1	1,490,977	98.750	1,481,250	1,500,000	1,493,354		1,240			2.250	2.340	JD	17,060	33,750	01/26/2017	12/31/2023		
912828	WJ	5	U S TREASURY			1	3,044,531	99.844	2,995,320	3,000,000	3,025,908		(4,479)			2.500	2.320	MN	9,738	75,000	08/28/2014	05/15/2024		
912828	XR	6	U S TREASURY			1	14,250,557	97.649	13,914,983	14,250,000	14,250,438		(118)			1.750	1.740	MN	21,923	249,375	06/26/2017	05/31/2022		
912828	XT	2	US TREAS BILLS			1	24,917,969	97.321	24,330,250	25,000,000	24,935,016		11,242			2.000	2.050	MN	43,956	500,000	06/28/2017	05/31/2024		
912828	XX	3	US TREAS BILLS	LS		1	13,903,203	97.268	13,617,520	14,000,000	13,922,840		13,112			2.000	2.100	JD	141,538	280,000	06/29/2017	06/30/2024		
0199999	U.S. Government - Issuer Obligations						153,935,305	XXX	150,851,982	153,210,000	153,211,671		0	(91,105)	0	0	XXX	XXX	XXX	817,144	2,786,325	XXX	XXX	
<b>U.S. Government - Residential Mortgage-Backed Securities</b>																								
36179M	2T	6	GNMA PASS-THRU M SINGLE F			4	2,755,071	105.583	2,667,192	2,526,139	2,727,444		(38,970)			5.000	2.870	MON	10,526	126,307	10/31/2013	02/20/2043		
36200Q	2T	0	GOVT NATL MTGE ASSN			4	27,635	116.673	31,559	27,049	27,428		(34)			7.000	6.450	MON	158	1,893	03/21/2002	02/15/2032		
0299999	U.S. Government - Residential Mortgage-Backed Securities						2,782,706	XXX	2,698,751	2,553,188	2,754,872		0	(39,004)	0	0	XXX	XXX	XXX	10,684	128,200	XXX	XXX	
0599999	Total - U.S. Government						156,718,011	XXX	153,550,733	155,763,188	155,966,543		0	(130,109)	0	0	XXX	XXX	XXX	827,828	2,914,525	XXX	XXX	
<b>U.S. Special Revenue &amp; Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their U.S. Political Subdivisions - Residential Mortgage-Backed Securities</b>																								
31296S	M5	2	FHLMC			4	219,153	108.265	229,036	211,551	219,153		(1,103)			6.000	4.950	MON	1,058	12,693	01/09/2004	01/01/2034		
31297T	WF	6	FHLMC PC			4	117,938	106.152	130,944	123,354	117,938		1,334			5.000	6.240	MON	514	6,168	11/09/2005	09/01/2035		
31411A	JG	1	FEDERAL NATL MG			4	159,755	109.003	173,016	158,726	159,481		(33)			6.000	5.770	MON	1,585	9,524	11/09/2006	11/01/2036		
31419A	DS	3	FNMA PASS-THRU LNG 30 Y			4	207,662	109.024	207,799	190,598	204,937		(3,422)			6.000	4.180	MON	1,899	11,436	11/30/2010	09/01/2039		
2699999	U.S. Special Revenue - Residential Mortgage-Backed Securities						704,508	XXX	740,795	684,229	701,509		0	(3,224)	0	0	XXX	XXX	XXX	5,056	39,821	XXX	XXX	
3199999	Total - U.S. Special Revenue & Special Assessment Obligations						704,508	XXX	740,795	684,229	701,509		0	(3,224)	0	0	XXX	XXX	XXX	5,056	39,821	XXX	XXX	
<b>Industrial &amp; Miscellaneous (Unaffiliated) - Issuer Obligations</b>																								
025816	BD	0	AMERICAN EXPRESS	LS		1FE	2,875,000	96.823	2,783,661	2,875,000	2,875,000					2.650	2.650	JD	44,019	76,188	12/03/2012	12/02/2022		
03040W	AK	1	AMERICAN WTR CAP CORP			1FE	2,141,422	102.228	2,197,902	2,150,000	2,145,212		822			3.850	3.890	MS	27,592	82,775	11/08/2013	03/01/2024		
03523T	BB	3	ANHEUSER BUSCH INBEV WORL			2FE	496,415	102.016	510,080	500,000	499,109		392			4.375	4.460	FA	8,264	21,875	01/24/2011	02/15/2021		
06051G	EX	3	BANK AMER CORP			1FE	999,830	99.981	999,810	1,000,000	999,998		38			2.600	2.600	JJ	11,989	26,000	10/17/2013	01/15/2019		
10112R	AX	2	BOSTON PROPERTIES LP			1	1,445,766	96.975	1,406,138	1,450,000	1,446,845		383			3.650	3.680	FA	22,052	52,925	01/08/2016	02/01/2026		
126408	GZ	0	CSX CORP			1	999,240	101.589	1,015,890	1,000,000	999,603		74			3.700	3.700	MN	6,167	37,000	10/17/2013	11/01/2023		
14913Q	2S	7	CATERPILLAR FIN SERV LTD			1FE	499,750	101.208	506,041	500,000	499,753		3			3.650	3.660	JD	1,217		12/03/2018	12/07/2023		
172967	HD	6	CITIGROUP INC			2FE	1,496,550	100.393	1,505,895	1,500,000	1,498,172		339			3.875	3.900	AO	10,656	58,125	10/21/2013	10/25/2023		
25156P	AN	3	DEUTSCHE TELEKOM INTL FIN			2FE	993,710	101.377	1,013,770	1,000,000	999,577		779			6.000	6.080	JJ	28,833	60,000	06/15/2009	07/08/2019		
25245B	AB	3	DIAGEO INVESTMENT CORP	LS		1FE	2,142,217	99.067	2,129,941	2,150,000	2,147,130		802			2.875	2.910	MN	8,585	61,813	05/08/2012	05/11/2022		
26441C	AL	9	DUKE ENERGY CORP NEW			1	997,950	101.000	1,010,000	1,000,000	998,921		201			3.950	3.970	AO	8,339	39,500	10/08/2013	10/15/2023		
29250R	AU	0	ENBRIDGE ENERGY PARTNERS			1	1,500,720	101.412	1,521,180	1,500,000	1,500,226		(77)			4.200	4.190	MS	18,550	63,000	09/13/2011	09/15/2021		

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## SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2		Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
			3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description		Code	For Reg n	Bond CHAR	NAIC Desig- nation and Admini- strative Symbol	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than- Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
31428X AY 2	FEDEX CORP.....					2FE	998,280	102.521	1,025,210	1,000,000	999,046		168			4.000	4.020	JJ	18,444	40,000	01/06/2014	01/15/2024
38148Y AC 2	GOLDMAN SACHS GROUP INC.....				1,5	1FE	249,403	97.155	242,888	250,000	249,528		119			2.876	2.920	AO	1,218	7,190	12/12/2017	10/31/2022
465685 AJ 4	ITC HLDGS CORP.....				1	2FE	498,330	99.560	497,800	500,000	499,020		159			3.650	3.690	JD	811	18,250	05/28/2014	06/15/2024
46625H HU 7	JPMORGAN CHASE & CO.....					1FE	238,053	101.809	254,523	250,000	247,356		1,383			4.250	4.870	AO	2,243	10,625	02/09/2011	10/15/2020
46625H JC 5	JPMORGAN CHASE & CO.....					1FE	2,006,320	102.366	2,047,320	2,000,000	2,002,014		(711)			4.350	4.300	FA	32,867	87,000	12/19/2011	08/15/2021
501044 CX 7	KROGER CO.....				1	2FE	1,496,325	99.614	1,494,210	1,500,000	1,498,858		533			3.300	3.330	JJ	22,825	49,500	12/16/2013	01/15/2021
58933Y AA 3	MERCK & CO INC.....				1	1FE	498,490	102.075	510,375	500,000	499,651		161			3.875	3.910	JJ	8,934	19,375	12/07/2010	01/15/2021
59562V AY 3	BERKSHIRE HATHAWAY ENERGY.....				1	1FE	1,648,763	101.477	1,674,371	1,650,000	1,649,340		121			3.750	3.750	MN	7,906	61,875	11/05/2013	11/15/2023
64952W BQ 5	NEW YORK LIFE GLOBAL FDG.....					1FE	1,548,218	100.000	1,550,000	1,550,000	1,550,000		369			2.100	2.120	JJ	16,185	32,550	12/05/2013	01/02/2019
655844 BC 1	NORFOLK SOUTHERN CORP.....					2FE	498,750	101.078	505,390	500,000	499,927		154			5.900	5.930	JD	1,311	29,500	05/27/2009	06/15/2019
693476 BF 9	PNC FUNDING CORP.....					1FE	1,995,820	101.584	2,031,680	2,000,000	1,999,752		536			6.700	6.720	JD	7,817	134,000	06/04/2009	06/10/2019
806854 AH 8	SCHLUMBERGER INVT SA.....		LS		1	1FE	1,010,510	100.534	1,005,340	1,000,000	1,005,798		(1,062)			3.650	3.520	JD	3,042	36,500	03/20/2014	12/01/2023
828807 CF 2	SIMON PPTY GROUP LP.....				1	1FE	2,988,150	102.129	3,063,870	3,000,000	2,997,117		1,242			4.375	4.420	MS	43,750	131,250	08/09/2010	03/01/2021
857477 AM 5	STATE STR CORP.....					1FE	997,600	101.086	1,010,860	1,000,000	998,718		235			3.700	3.720	MN	4,214	37,000	11/14/2013	11/20/2023
871829 AQ 0	SYSCO CORPORATION.....					1FE	987,220	96.506	965,060	1,000,000	995,196		1,311			2.600	2.740	JD	1,372	26,000	06/06/2012	06/12/2022
887317 AR 6	TIME WARNER INC.....					2FE	1,993,980	99.983	1,999,660	2,000,000	1,996,711		587			4.050	4.080	JD	3,600	81,000	12/11/2013	12/15/2023
92343V EN 0	VERIZON COMMUNICATIONS INC.....					2FE	996,401	97.152	841,336	866,000	973,433		(16,775)			3.376	1.260	FA	11,045	29,155	08/17/2017	02/15/2025
94974B EV 8	WELLS FARGO CO MTN.....					1FE	3,237,600	102.431	3,072,930	3,000,000	3,140,583		(60,076)			4.600	2.440	AO	34,500	138,000	05/10/2017	04/01/2021
94974B FQ 8	WELLS FARGO & CO.....					1FE	2,344,854	99.971	2,349,319	2,350,000	2,349,959		1,038			2.150	2.190	JJ	23,298	50,525	10/21/2013	01/15/2019
984121 CG 6	XEROX CORP.....		LS			3FE	999,150	99.505	995,050	1,000,000	995,050		(4,914)			2.750	2.760	MS	8,097	27,500	12/03/2013	03/15/2019
78012K ZG 5	ROYAL BK CDA.....		LS	A		1FE	1,274,707	98.439	1,255,097	1,275,000	1,274,812		57			2.750	2.750	FA	14,608	35,061	01/25/2017	02/01/2022
3299999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.....						45,095,494	XXX	44,992,597	44,816,000	45,031,415		(4,914)		(66,521)	0	0	XXX	464,350	1,661,057	XXX	XXX
<b>Industrial &amp; Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities</b>																						
14041N FM 8	CAPITAL ONE MULTI-ASSET EXECUTION TRUST.....					1FE	4,997,755	98.943	4,947,150	5,000,000	4,998,261		276			2.430	2.440	MON	5,400	121,500	03/20/2017	01/15/2025
3599999	Industrial & Miscellaneous - Other Loan-Backed and Structured Securities.....						4,997,755	XXX	4,947,150	5,000,000	4,998,261		0		0	XXX	XXX	XXX	5,400	121,500	XXX	XXX
3899999	Total - Industrial & Miscellaneous (Unaffiliated).....						50,093,249	XXX	49,939,747	49,816,000	50,029,676		(4,914)		(66,245)	0	0	XXX	469,750	1,782,557	XXX	XXX
<b>Totals</b>																						
7799999	Total - Issuer Obligations.....						199,030,799	XXX	195,844,579	198,026,000	198,243,086		(4,914)		(157,626)	0	0	XXX	1,281,494	4,447,382	XXX	XXX
7899999	Total - Residential Mortgage-Backed Securities.....						3,487,214	XXX	3,439,546	3,237,417	3,456,381		0		(42,228)	0	0	XXX	15,740	168,021	XXX	XXX
8099999	Total - Other Loan-Backed and Structured Securities.....						4,997,755	XXX	4,947,150	5,000,000	4,998,261		0		0	XXX	XXX	XXX	5,400	121,500	XXX	XXX
8399999	Grand Total - Bonds.....						207,515,768	XXX	204,231,275	206,263,417	206,697,728		(4,914)		(199,578)	0	0	XXX	1,302,634	4,736,903	XXX	XXX

E10.1

### SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	7	8	Fair Value		11	Dividends			Change in Book/Adjusted Carrying Value					20	21	
		3	4					9	10		12	13	14	15	16	17	18	19			
CUSIP Identification	Description	Code	Foreign	Number of Shares	Par Value per Share	Rate per Share	Book/Adjusting Carrying Value	Rate per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Declared but Unpaid	Amount Received During Year	Nonadmitted Declared but Unpaid	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (15+16-17)	Total Foreign Exchange Change in B./A.C.V.	NAIC Designation and Administrative Symbol / Market Indicator	Date Acquired	
<b>Preferred Stocks - Parent, Subsidiaries and Affiliates</b>																					
00822#	11 0			25,000,000	100.00		2,500,000	100.000	2,500,000	2,500,000		175,000					0		P1A	07/26/1978	
8599999. Total - Preferred Stocks - Parent, Subsidiaries and Affiliates							2,500,000	XXX	2,500,000	2,500,000	0	175,000	0	0	0	0	0	0	0	XXX	XXX
8999999. Total - Preferred Stocks							2,500,000	XXX	2,500,000	2,500,000	0	175,000	0	0	0	0	0	0	0	XXX	XXX



**SCHEDULE D - PART 2 - SECTION 2**  
Showing all COMMON STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	Fair Value		9	Dividends			Change in Book/Adjusted Carrying Value				17	18
		3	4			7	8		10	11	12	13	14	15	16		
CUSIP Identification	Description	Code	gn	Number of Shares	Book/Adjusted Carrying Value	Rate per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Declared but Unpaid	Amount Received During Year	Nonadmitted Declared but Unpaid	Unrealized Valuation Increase (Decrease)	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (13-14)	Total Foreign Exchange Change in B./A.C.V.	NAIC Market Indicator and Administrative Symbol (a)	Date Acquired
9899999	Total Common and Preferred Stock.....				2,500,000	XXX	2,500,000	2,500,000	0	175,000	0	0	0	0	0	XXX	XXX

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues.....0, the total \$ value (included in Column 8) of all such issues \$.....0.

### SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
<b>Bonds - U.S. Government</b>								
912828 4V 9	US TREAS BILLS.....		10/02/2018.....	WELLS FARGO.....		14,279,668	14,500,000	55,508
0599999	Total - Bonds - U.S. Government.....					14,279,668	14,500,000	55,508
<b>Bonds - Industrial and Miscellaneous</b>								
14913Q 2S 7	CATERPILLAR FIN SERV LTD.....		12/03/2018.....	MITSUBISHI.....		499,750	500,000	
3899999	Total - Bonds - Industrial and Miscellaneous.....					499,750	500,000	0
8399997	Total - Bonds - Part 3.....					14,779,418	15,000,000	55,508
8399999	Total - Bonds.....					14,779,418	15,000,000	55,508
9999999	Total - Bonds, Preferred and Common Stocks.....					14,779,418	XXX	55,508

## SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	For rei g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than- Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date
<b>Bonds - U.S. Government</b>																				
36179M	2T 6		12/01/2018	MORTGAGE PAYDOWN.....		504,850	504,850	550,603	508,222		(3,371)		(3,371)		504,850			0	13,115	02/20/2043
36200Q	2T 0		12/01/2018	MORTGAGE PAYDOWN.....		1,592	1,592	1,626	1,593		(1)		(1)		1,592			0	.61	02/15/2032
912828	MP 2		02/06/2018	JP MORGAN.....		3,091,289	3,000,000	2,943,161	2,985,961		636		636		2,986,597		104,692	104,692	52,011	02/15/2020
912828	PC 8		10/02/2018	WELLS FARGO.....		14,437,129	14,500,000	14,822,246	14,645,088		(37,309)		(37,309)		14,607,779		(170,650)	(170,650)	336,150	11/15/2020
0599999	Total - Bonds - U.S. Government.....					18,034,860	18,006,442	18,317,636	18,140,864	0	(40,045)	0	(40,045)	0	18,100,818	0	(65,958)	(65,958)	401,337	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment</b>																				
31294K	M4 4		01/01/2018	MATURITY.....		913	913	948	913				0		913			0	.4	01/01/2018
31296S	M5 2		12/01/2018	MORTGAGE PAYDOWN.....		52,956	52,956	54,859	52,863		92		92		52,956			0	1,816	01/01/2034
31297T	WF 6		12/01/2018	MORTGAGE PAYDOWN.....		33,838	33,838	32,352	33,686		152		152		33,838			0	.718	09/01/2035
31298N	UG 8		12/15/2018	MORTGAGE PAYDOWN.....		947	947	977	975		(27)		(27)		947			0	.38	05/01/2031
31411A	JG 1		11/01/2018	VARIOUS.....		33,423	33,423	33,640	33,418		5		5		33,423			0	1,297	11/01/2036
31419A	DS 3		11/01/2018	VARIOUS.....		53,802	53,802	58,619	54,223		(421)		(421)		53,802			0	1,892	09/01/2039
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments.....					175,879	175,879	181,395	176,078	0	(199)	0	(199)	0	175,879	0	0	0	5,765	XXX
<b>Bonds - Industrial and Miscellaneous</b>																				
07274N	AS 2		11/15/2018	MATURITY.....		1,000,000	1,000,000	998,610	999,750		250		250		1,000,000			0	19,500	11/15/2018
17305E	EE 1		02/05/2018	REDEMPTION OF A S. T. SECURITY.....		1,000,000	1,000,000	1,086,250	1,022,547		(859)		(859)		1,021,688		(21,687)	(21,687)	26,750	02/07/2020
26442C	AC 8		01/15/2018	MATURITY.....		500,000	500,000	498,300	499,992		8		8		500,000			0	13,125	01/15/2018
38141G	FM 1		04/01/2018	MATURITY.....		1,000,000	1,000,000	998,160	999,940		60		60		1,000,000			0	30,750	04/01/2018
49326E	EE 9		12/13/2018	MATURITY.....		1,000,000	1,000,000	999,370	999,879		121		121		1,000,000			0	23,000	12/13/2018
867914	BF 9		02/08/2018	KEYBANC.....		500,385	500,000	499,575	499,926		10		10		499,936		449	449	3,297	11/01/2018
89236T	AY 1		10/24/2018	VARIOUS.....		1,800,000	1,800,000	1,799,568	1,799,927		73		73		1,800,000			0	36,000	10/24/2018
92857W	AS 9		06/16/2018	ISSUE CALLED at 102.724.....		1,027,240	1,000,000	997,410	999,535		146		146		999,681		319	319	55,398	06/10/2019
3899999	Total - Bonds - Industrial and Miscellaneous.....					7,827,625	7,800,000	7,877,243	7,821,496	0	(191)	0	(191)	0	7,821,305	0	(20,919)	(20,919)	207,820	XXX
8399997	Total - Bonds - Part 4.....					26,038,364	25,982,321	26,376,274	26,138,438	0	(40,435)	0	(40,435)	0	26,098,002	0	(86,877)	(86,877)	614,922	XXX
8399999	Total - Bonds.....					26,038,364	25,982,321	26,376,274	26,138,438	0	(40,435)	0	(40,435)	0	26,098,002	0	(86,877)	(86,877)	614,922	XXX
9999999	Total - Bonds, Preferred and Common Stocks.....					26,038,364	XXX	26,376,274	26,138,438	0	(40,435)	0	(40,435)	0	26,098,002	0	(86,877)	(86,877)	614,922	XXX

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### SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends

**NONE**

**SCHEDULE D - PART 6 - SECTION 1**  
Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code	5 ID Number	6 NAIC Valuation Method	7 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	8 Total Amount of Such Intangible Assets	9 Book/Adjusted Carrying Value	10 Nonadmitted Amount	Stock of Such Company Owned by Insurer on Statement Date		
										11 Number of Shares	12 % of Outstanding	
<b>Preferred Stocks - U.S. Property and Casualty Insurer</b>												
00822# 11 0	AFFILIATED FM INSURANCE COMPANY		10014	05-0254496	.8bi	NO		2,500,000			25,000,000	34.5
0299999. Total - Preferred Stocks - U.S. Property and Casualty Insurer							0	2,500,000	0	XXX	XXX	
0999999. Total - Preferred Stocks							0	2,500,000	0	XXX	XXX	
1999999. Total - Preferred and Common Stock							0	2,500,000	0	XXX	XXX	

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$.....201,170,441.
2. Total amount of intangible assets nonadmitted \$.....0.

E16

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 8, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
<b>NONE</b>					

**Sch. DA - Pt. 1  
NONE**

**Sch. DB - Pt. A - Sn. 1  
NONE**

**Sch. DB - Pt. A - Sn. 2  
NONE**

**Sch. DB - Pt. B - Sn. 1  
NONE**

**Sch. DB - Pt. B - Sn. 2  
NONE**

**Sch. DB - Pt. D - Sn. 1  
NONE**

**Sch. DB - Pt. D - Sn. 2  
NONE**

**SCHEDULE DL - PART 1  
SECURITIES LENDING COLLATERAL ASSETS**

Reinvested Collateral Assets Owned December 31 Current Year

(Securities lending collateral assets reported in aggregate on one Line 10 of the Assets page and not included on Schedules A, B, BA, D, DB and E.)

1	2	3	4	5	6	7
CUSIP Identification	Description	Code	NAIC Designation and Administrative Symbol / Market Indicator	Fair Value	Book/Adjusted Carrying Value	Maturity Date
<b>Cash Equivalents (Schedule E Part 2 Type)</b>						
000000 00 0	BANK OF AMERICA N.A.....	C.....		500,000	500,000	12/21/2018.....
000000 00 0	DEUTSCHE BANK SECURITIES INC.....	C.....		468,170	468,170	12/21/2018.....
000000 00 0	HSBC SECURITIES,INC.....	C.....		400,000	400,000	12/21/2018.....
000000 00 0	MIZUHO SECURITIES USA INC.....	C.....		500,000	500,000	12/21/2018.....
000000 00 0	ML PIERCE FENNER & SMITH INC.....	C.....		500,000	500,000	12/21/2018.....
000000 00 0	NATIXIS NEW YORK BRANCH.....	C.....		400,000	400,000	12/21/2018.....
000000 00 0	NATWEST MARKETS SECURITIES INC.....	C.....		350,000	350,000	12/21/2018.....
000000 00 0	PERSHING LLC.....	C.....		540,000	540,000	12/21/2018.....
9199999	Total - Cash Equivalents (Schedule E Part 2 Type).....			3,658,170	3,658,170	XXX
9999999	Totals.....			3,658,170	3,658,170	XXX

General Interrogatories:

- The activity for the year: Fair Value \$.....2,491,768 Book/Adjusted Carrying Value \$.....2,491,768
- Average balance for the year: Fair Value \$.....1,877,389 Book/Adjusted Carrying Value \$.....1,877,389
- Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation:  
 NAIC 1: \$.....3,658,170 NAIC 2: \$.....0 NAIC 3: \$.....0 NAIC 4: \$.....0 NAIC 5: \$.....0 NAIC 6: \$.....0

**SCHEDULE DL - PART 2  
SECURITIES LENDING COLLATERAL ASSETS**

Reinvested Collateral Assets Owned December 31 Current Year

(Securities lending collateral assets included on Schedules A, B, BA, D, DB and E and not reported in aggregate on Line 10 of the Assets page).

1	2	3	4	5	6	7
CUSIP Identification	Description	Code	NAIC Designation and Administrative Symbol / Market Indicator	Fair Value	Book/Adjusted Carrying Value	Maturity Date

General Interrogatories:

1. The activity for the year: Fair Value \$.....0 Book/Adjusted Carrying Value \$.....0
2. Average balance for the year: Fair Value \$.....0 Book/Adjusted Carrying Value \$.....0

**NONE**



Annual Statement for the year 2018 of the **APPALACHIAN INSURANCE COMPANY**  
**SCHEDULE E - PART 1 - CASH**

1	2	3	4	5	6	7
Depository	Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
<b>Open Depositories</b>						
JP MORGAN CHASE..... NEW YORK, NY.....		.068	208,425		12,594,026	XXX
0199998. Deposits in.....1 depositories that do not exceed allowable limits in any one depository (see Instructions) - Open Depositories.....	XXX	XXX			(281)	XXX
0199999. Total - Open Depositories.....	XXX	XXX	208,425	0	12,593,745	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	208,425	0	12,593,745	XXX
0599999. Total Cash.....	XXX	XXX	208,425	0	12,593,745	XXX

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January.....	28,423,736	4. April.....	12,943,699	7. July.....	13,675,556	10. October.....	18,412,778
2. February.....	33,726,193	5. May.....	13,794,246	8. August.....	14,220,647	11. November.....	20,065,565
3. March.....	11,735,678	6. June.....	13,229,188	9. September.....	16,142,670	12. December.....	12,593,745

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 CUSIP	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Amount Received During Year
<b>All Other Money Market Mutual Funds</b>								
09248U 61 9	BLACKROCK LIQUIDITY TEMPFUND INST'L.....		11/30/2018.....	.....2.490		.....41,327,204	.....	.....762,733
8699999. Total - All Other Money Market Mutual Funds.....						.....41,327,204	.....0	.....762,733
8899999. Total - Cash Equivalents.....						.....41,327,204	.....0	.....762,733

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits for the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusting Carrying Value	4 Fair Value	5 Book/Adjusting Carrying Value	6 Fair Value
1. Alabama.....	AL					
2. Alaska.....	AK					
3. Arizona.....	AZ					
4. Arkansas.....	AR					
5. California.....	CA					
6. Colorado.....	CO					
7. Connecticut.....	CT					
8. Delaware.....	DE					
9. District of Columbia.....	DC					
10. Florida.....	FL					
11. Georgia.....	GA					
12. Hawaii.....	HI					
13. Idaho.....	ID					
14. Illinois.....	IL					
15. Indiana.....	IN					
16. Iowa.....	IA					
17. Kansas.....	KS					
18. Kentucky.....	KY					
19. Louisiana.....	LA					
20. Maine.....	ME					
21. Maryland.....	MD					
22. Massachusetts.....	MA					
23. Michigan.....	MI					
24. Minnesota.....	MN					
25. Mississippi.....	MS					
26. Missouri.....	MO					
27. Montana.....	MT					
28. Nebraska.....	NE					
29. Nevada.....	NV					
30. New Hampshire.....	NH					
31. New Jersey.....	NJ	B...	Property and Casualty.....		100,228	98,730
32. New Mexico.....	NM	B...	Property and Casualty.....		110,251	108,603
33. New York.....	NY	B...	Property and Casualty.....		2,706,158	2,665,710
34. North Carolina.....	NC					
35. North Dakota.....	ND					
36. Ohio.....	OH					
37. Oklahoma.....	OK					
38. Oregon.....	OR					
39. Pennsylvania.....	PA					
40. Rhode Island.....	RI	B...	Property and Casualty.....	2,656,044	2,616,345	
41. South Carolina.....	SC	B...	Property and Casualty.....		150,342	148,095
42. South Dakota.....	SD					
43. Tennessee.....	TN					
44. Texas.....	TX					
45. Utah.....	UT					
46. Vermont.....	VT					
47. Virginia.....	VA					
48. Washington.....	WA					
49. West Virginia.....	WV					
50. Wisconsin.....	WI					
51. Wyoming.....	WY					
52. American Samoa.....	AS					
53. Guam.....	GU					
54. Puerto Rico.....	PR					
55. US Virgin Islands.....	VI					
56. Northern Mariana Islands.....	MP					
57. Canada.....	CAN					
58. Aggregate Alien and Other.....	OT	XXX	XXX	0	0	0
59. Total.....	XXX	XXX		2,656,044	2,616,345	3,066,979
						3,021,138

**DETAILS OF WRITE-INS**

5801. ....						
5802. ....						
5803. ....						
5898. Summary of remaining write-ins for line 58 from overflow page.....	XXX	XXX		0	0	0
5899. Total (Lines 5801 thru 5803+5898) (Line 58 above).....	XXX	XXX		0	0	0

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