

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	170,659,649		170,659,649	138,935,349
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	195,901		195,901	226,666
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 5,996,413 , Schedule E-Part 1) , cash equivalents (\$ 9,265,341 , Schedule E-Part 2) and short-term investments (\$ 760,445 , Schedule DA)	16,022,199		16,022,199	13,732,263
6. Contract loans (including \$ premium notes)	9,596,222		9,596,222	9,130,733
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	1,000	1,000		
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	196,474,971	1,000	196,473,971	162,025,011
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	2,334,619	14,764	2,319,855	2,085,480
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	305,586		305,586	395,710
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	1,655,824		1,655,824	1,647,820
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	1,378,661		1,378,661	339,668
16.2 Funds held by or deposited with reinsured companies	4,258,793		4,258,793	4,963,378
16.3 Other amounts receivable under reinsurance contracts	350,658		350,658	277,516
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	340,051		340,051	928,789
18.2 Net deferred tax asset	4,447,903	2,101,415	2,346,488	1,450,471
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	710,215	372,261	337,954	580,235
21. Furniture and equipment, including health care delivery assets (\$)	141,940	11,294	130,646	106,298
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$) and other amounts receivable	28,074	28,074		
25. Aggregate write-ins for other-than-invested assets	14,309,253	5,175,071	9,134,182	9,283,160
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	226,736,548	7,703,879	219,032,669	184,083,536
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	226,736,548	7,703,879	219,032,669	184,083,536
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Goodwill	6,928,140	4,736,026	2,192,114	1,761,216
2502. Cash accounts held by administrators	5,146,431		5,146,431	6,128,588
2503. Administrative fees receivable	686,246		686,246	848,070
2598. Summary of remaining write-ins for Line 25 from overflow page	1,548,436	439,045	1,109,391	545,286
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	14,309,253	5,175,071	9,134,182	9,283,160

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 141,140,684 (Exhibit 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	141,140,684	121,435,560
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	17,944,967	19,032,574
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	4,104,154	3,362,067
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	2,166,667	1,081,426
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	12,317,162	6,900,558
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	37,442	39,441
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 27,800 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)	125,941	155,877
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ ceded		
9.4 Interest Maintenance Reserve (IMR, Line 6)		
10. Commissions to agents due or accrued-life and annuity contracts \$ 711 accident and health \$ 2,793 and deposit-type contract funds \$	3,504	26,602
11. Commissions and expense allowances payable on reinsurance assumed	186	13,170
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	691,424	393,696
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	845,273	468,487
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income	305,541	341,820
17. Amounts withheld or retained by company as agent or trustee	10,528	10,433
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	49,408	40,538
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	226,570	2,947
24.02 Reinsurance in unauthorized and certified (\$) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers	4,141,873	327,164
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	9,062,675	8,699,816
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	193,173,999	162,332,176
27. From Separate Accounts statement		
28. Total liabilities (Lines 26 and 27)	193,173,999	162,332,176
29. Common capital stock	1,750,000	1,750,000
30. Preferred capital stock	750,000	750,000
31. Aggregate write-ins for other-than-special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	16,298,618	16,298,618
34. Aggregate write-ins for special surplus funds	(3,423,299)	(3,988,550)
35. Unassigned funds (surplus)	10,483,351	6,941,292
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	23,358,670	19,251,360
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	25,858,670	21,751,360
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	219,032,669	184,083,536
DETAILS OF WRITE-INS		
2501. Reinsurance premiums payable	704,413	351,512
2502. Experience refunds payable	631,933	902,515
2503. Reinsurance claims payable	1,271,673	20,446
2598. Summary of remaining write-ins for Line 25 from overflow page	6,454,656	7,425,343
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	9,062,675	8,699,816
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)		
3401. Unamortized costs of merged companies	(3,423,299)	(3,988,550)
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	(3,423,299)	(3,988,550)

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1 less Col. 11)	60,420,666	46,728,789
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	10,353,361	9,473,233
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	15,143	16,625
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	16,290,197	8,623,472
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	6,857,197	5,678,860
9. Totals (Lines 1 to 8.3)	93,936,564	70,520,979
10. Death benefits	9,030,035	8,722,772
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	238,449	170,728
13. Disability benefits and benefits under accident and health contracts	36,358,627	27,250,666
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	5,689,713	5,841,789
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	147,768	155,812
18. Payments on supplementary contracts with life contingencies	15,499	
19. Increase in aggregate reserves for life and accident and health contracts	(5,125,654)	(2,679,820)
20. Totals (Lines 10 to 19)	46,354,437	39,461,947
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	23,970,207	11,350,767
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	1,364,107	2,060,594
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	10,558,349	9,236,112
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	2,410,720	1,611,242
25. Increase in loading on deferred and uncollected premiums	82,596	(27,396)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	4,720,899	5,684,717
28. Totals (Lines 20 to 27)	89,461,315	69,377,983
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	4,475,249	1,142,996
30. Dividends to policyholders	61,132	61,256
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	4,414,117	1,081,740
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	2,336,335	146,102
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	2,077,782	935,638
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ (95,000) (excluding taxes of \$ (13,539) transferred to the IMR)	(855,000)	(904,430)
35. Net Income (Line 33 plus Line 34)	1,222,782	31,208
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	21,751,360	24,924,131
37. Net income (Line 35)	1,222,782	31,208
38. Change in net unrealized capital gains (losses) less capital gains tax of \$	599,280	(7,007)
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	740,102	(508,190)
41. Change in nonadmitted assets	2,038,769	(2,419,373)
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis (increase) or decrease		
44. Change in asset valuation reserve	(223,623)	373
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts statement		
48. Change in surplus notes		
49. Cumulative effects of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders	(270,000)	(270,000)
53. Aggregate write-ins for gains and losses in surplus		218
54. Net change in capital and surplus for the year (Lines 37 through 53)	4,107,310	(3,172,771)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	25,858,670	21,751,360
DETAILS OF WRITE-INS		
08.301. Experience refunds	719,936	490,853
08.302. Adjustments on assumed modified coinsurance	2,375,396	3,978,485
08.303. Administration and marketing fees	1,953,601	1,209,522
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	1,808,264	
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	6,857,197	5,678,860
2701. Amortization of goodwill	1,644,452	1,275,774
2702. Administration allowances	2,561,532	1,655,056
2703. Experience refunds	514,705	906,849
2798. Summary of remaining write-ins for Line 27 from overflow page	210	1,847,038
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	4,720,899	5,684,717
5301. Prior year adjustments		218
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)		218

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	60,689,563	47,693,630
2. Net investment income	10,026,389	10,356,421
3. Miscellaneous income	20,745,887	13,066,180
4. Total (Lines 1 through 3)	91,461,839	71,116,231
5. Benefit and loss related payments	44,617,398	40,151,190
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	39,879,380	31,271,790
7. Commissions, expenses paid and aggregate write-ins for deductions	63,131	63,304
8. Dividends paid to policyholders	1,639,057	500,000
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Lines 5 through 9)	86,198,966	71,986,284
11. Net cash from operations (Line 4 minus Line 10)	5,262,873	(870,053)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	7,198,570	16,077,721
12.2 Stocks		
12.3 Mortgage loans	30,765	28,620
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	7,229,335	16,106,341
13. Cost of investments acquired (long-term only):		
13.1 Bonds	39,672,245	17,302,151
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	39,672,245	17,302,151
14. Net increase (decrease) in contract loans and premium notes	465,489	(222,810)
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(32,908,399)	(973,000)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities	270,000	270,000
16.5 Dividends to stockholders	30,205,462	1,912,841
16.6 Other cash provided (applied)		
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	29,935,462	1,642,841
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	2,289,936	(200,212)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	13,732,263	13,932,475
19.2 End of year (Line 18 plus Line 19.1)	16,022,199	13,732,263
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.001		
20.002		
20.003		
20.004		
20.005		
20.006		
20.007		
20.008		
20.009		
20.010		