



**QUARTERLY STATEMENT  
AS OF SEPTEMBER 30, 2017  
OF THE CONDITION AND AFFAIRS OF THE  
Illinois Casualty Company**

NAIC Group Code	0000	0000	NAIC Company Code	15571	Employer's ID Number	36-2165210
	<small>(Current Period)</small>	<small>(Prior Period)</small>				
Organized under the Laws of	Illinois		State of Domicile or Port of Entry	IL		
Country of Domicile	United States of America					
Incorporated/Organized	06/01/2004		Commenced Business	04/13/1950		
Statutory Home Office	225 20th Street		Rock Island, IL, US 61201			
	<small>(Street and Number)</small>		<small>(City or Town, State, Country and Zip Code)</small>			
Main Administrative Office	225 20th Street		Rock Island, IL, US 61201			
	<small>(Street and Number)</small>		<small>(City or Town, State, Country and Zip Code)</small>			
Mail Address	PO Box 5018		Rock Island, IL, US 61204			
	<small>(Street and Number or P.O. Box)</small>		<small>(City or Town, State, Country and Zip Code)</small>			
Primary Location of Books and Records	225 20th Street		Rock Island, IL, US 61201			
	<small>(Street and Number)</small>		<small>(City or Town, State, Country and Zip Code)</small>			
Internet Web Site Address	www.ilcasco.com		(309)793-1700			
			<small>(Area Code) (Telephone Number)</small>			
Statutory Statement Contact	Aimee Marie Oetzel		(309)793-1700			
	<small>(Name)</small>		<small>(Area Code)(Telephone Number)(Extension)</small>			
	financialreporting@ilcasco.com		(309)793-1707			
	<small>(E-Mail Address)</small>		<small>(Fax Number)</small>			

**OFFICERS**

Name	Title
Arron Keath Sutherland	President, CEO
Norman Dieter Schmeichel	V.P., CIO
Howard Joseph Beck	V.P., CUO
Julia Bunton Suiter	Chief Legal Officer
Michael Randall Smith	V.P., CFO

**OTHERS**

**DIRECTORS OR TRUSTEES**

Scott Taylor Burgess Joel Kent Heriford Gerald John Pepping Christine Carol Schmitt Arron Keath Sutherland	James Robert Dingman John Richard Klockau Daniel H Portes Mark Joseph Schwab
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State of Illinois  
 County of Rock Island 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.

\_\_\_\_\_  
(Signature)  
**Arron Keath Sutherland**  
(Printed Name)  
 1.  
**President, CEO**  
(Title)

\_\_\_\_\_  
(Signature)  
**Norman Dieter Schmeichel**  
(Printed Name)  
 2.  
**V.P., CIO**  
(Title)

\_\_\_\_\_  
(Signature)  
**Howard Joseph Beck**  
(Printed Name)  
 3.  
**V.P., CUO**  
(Title)

Subscribed and sworn to before me this  
10th day of November, 2017

- 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[ ]

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

\_\_\_\_\_  
(Notary Public Signature)

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	79,265,766		79,265,766	64,093,285
2. Stocks:				
2.1 Preferred stocks .....	2,307,072		2,307,072	1,640,110
2.2 Common stocks .....	9,812,264		9,812,264	7,033,754
3. Mortgage loans on real estate:				
3.1 First liens .....				
3.2 Other than first liens .....				
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances) .....	2,170,529		2,170,529	2,002,493
4.2 Properties held for the production of income (less \$.....0 encumbrances) .....	2,865,375		2,865,375	2,207,424
4.3 Properties held for sale (less \$.....0 encumbrances) .....				
5. Cash (\$.....3,114,427), cash equivalents (\$.....0) and short-term investments (\$.....879,343) .....	3,993,770		3,993,770	4,279,915
6. Contract loans (including \$.....0 premium notes) .....				
7. Derivatives .....				
8. Other invested assets .....				
9. Receivables for securities .....				
10. Securities lending reinvested collateral assets .....				
11. Aggregate write-ins for invested assets .....				
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	100,414,776		100,414,776	81,256,981
13. Title plants less \$.....0 charged off (for Title insurers only) .....				
14. Investment income due and accrued .....	671,216		671,216	524,156
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	3,442,765		3,442,765	1,715,730
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....61,466 earned but unbilled premiums) .....	14,225,020	6,147	14,218,873	13,954,918
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0) .....				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	535,174		535,174	1,842,002
16.2 Funds held by or deposited with reinsured companies .....				
16.3 Other amounts receivable under reinsurance contracts .....				
17. Amounts receivable relating to uninsured plans .....				
18.1 Current federal and foreign income tax recoverable and interest thereon .....	708,382		708,382	108,382
18.2 Net deferred tax asset .....	2,822,459	179,598	2,642,861	2,780,653
19. Guaranty funds receivable or on deposit .....				
20. Electronic data processing equipment and software .....	412,222	235,802	176,420	113,871
21. Furniture and equipment, including health care delivery assets (\$.....0) .....	211,856	211,856		
22. Net adjustments in assets and liabilities due to foreign exchange rates .....				
23. Receivables from parent, subsidiaries and affiliates .....				592
24. Health care (\$.....0) and other amounts receivable .....				
25. Aggregate write-ins for other-than-invested assets .....	982,210	548,801	433,409	562,618
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	124,426,080	1,182,204	123,243,876	102,859,903
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
28. TOTAL (Lines 26 and 27) .....	124,426,080	1,182,204	123,243,876	102,859,903
<b>DETAILS OF WRITE-INS</b>				
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. Prepaid maintenance and insurance .....	488,382	488,382		
2502. Deposits and other receivables .....	414,582	60,419	354,163	376,307
2503. Premiums receivable on reinsurance .....	79,246		79,246	186,311
2598. Summary of remaining write-ins for Line 25 from overflow page .....				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	982,210	548,801	433,409	562,618

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$.....9,489,604) .....	26,588,894	26,350,767
2. Reinsurance payable on paid losses and loss adjustment expenses .....		
3. Loss adjustment expenses .....	14,322,433	14,351,488
4. Commissions payable, contingent commissions and other similar charges .....	1,758,748	2,420,233
5. Other expenses (excluding taxes, licenses and fees) .....	1,411,894	2,091,707
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	391,194	340,432
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)) .....		
7.2 Net deferred tax liability .....		
8. Borrowed money \$.....43,548 and interest thereon \$.....0 .....	43,548	525,620
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....297,127 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act) .....	26,492,147	24,506,961
10. Advance premium .....	396,473	647,431
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		443
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	103,455	109,790
13. Funds held by company under reinsurance treaties .....	128,939	931,750
14. Amounts withheld or retained by company for account of others .....	813,656	626,032
15. Remittances and items not allocated .....		
16. Provision for reinsurance (including \$.....0 certified) .....		
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....	325,321	
20. Derivatives .....		
21. Payable for securities .....		
22. Payable for securities lending .....		
23. Liability for amounts held under uninsured plans .....		
24. Capital notes \$.....0 and interest thereon \$.....0 .....		
25. Aggregate write-ins for liabilities .....		
26. TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25) .....	72,776,702	72,902,653
27. Protected cell liabilities .....		
28. TOTAL liabilities (Lines 26 and 27) .....	72,776,702	72,902,653
29. Aggregate write-ins for special surplus funds .....		
30. Common capital stock .....	1,000,000	
31. Preferred capital stock .....		
32. Aggregate write-ins for other-than-special surplus funds .....		
33. Surplus notes .....		1,850,000
34. Gross paid in and contributed surplus .....	19,376,742	
35. Unassigned funds (surplus) .....	30,090,432	28,107,250
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 30 \$.....0) .....		
36.2 .....0 shares preferred (value included in Line 31 \$.....0) .....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....	50,467,174	29,957,250
38. TOTALS (Page 2, Line 28, Col. 3) .....	123,243,876	102,859,903
<b>DETAILS OF WRITE-INS</b>		
2501. ....		
2502. ....		
2503. ....		
2598. Summary of remaining write-ins for Line 25 from overflow page .....		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above) .....		
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....		
2999. TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above) .....		
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....		
3299. TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above) .....		

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned			
1.1 Direct (written \$.....40,526,640)	38,504,368	37,416,387	50,190,888
1.2 Assumed (written \$.....217,775)	228,486	237,196	318,476
1.3 Ceded (written \$.....6,018,918)	5,992,542	5,958,992	7,897,999
1.4 Net (written \$.....34,725,497)	32,740,312	31,694,591	42,611,365
<b>DEDUCTIONS:</b>			
2. Losses incurred (current accident year \$.....17,287,607)			
2.1 Direct	21,471,972	20,382,928	23,682,730
2.2 Assumed	90,678	74,745	138,729
2.3 Ceded	5,480,831	7,090,329	6,257,956
2.4 Net	16,081,819	13,367,344	17,563,503
3. Loss adjustment expenses incurred	5,445,224	5,343,734	6,781,048
4. Other underwriting expenses incurred	12,375,400	12,251,173	16,267,434
5. Aggregate write-ins for underwriting deductions			
6. TOTAL underwriting deductions (Lines 2 through 5)	33,902,443	30,962,250	40,611,985
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(1,162,131)	732,340	1,999,380
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	1,384,976	1,171,462	1,597,134
10. Net realized capital gains (losses) less capital gains tax of \$.....130,743	253,796	12,572	24,547
11. Net investment gain (loss) (Lines 9 + 10)	1,638,772	1,184,034	1,621,681
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....11,555 amount charged off \$.....43,371)	(31,816)	(34,338)	(67,933)
13. Finance and service charges not included in premiums	168,360	160,027	217,634
14. Aggregate write-ins for miscellaneous income	13,643	(3,745)	1,135
15. TOTAL other income (Lines 12 through 14)	150,187	121,944	150,836
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	626,828	2,038,318	3,771,897
17. Dividends to policyholders	2,203	1,001	1,444
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)	624,625	2,037,317	3,770,453
19. Federal and foreign income taxes incurred	(3,335)	(106,238)	324,747
20. Net income (Line 18 minus Line 19) (to Line 22)	627,960	2,143,555	3,445,706
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	29,957,250	26,855,678	26,855,678
22. Net income (from Line 20)	627,960	2,143,555	3,445,706
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....140,390	272,518	503,479	592,747
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(397,097)	(374,070)	(172,116)
27. Change in nonadmitted assets	1,479,801	399,243	(693,337)
28. Change in provision for reinsurance			
29. Change in surplus notes	(1,850,000)	(71,429)	(71,429)
30. Surplus (contributed to) withdrawn from Protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in	1,000,000		
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in	19,376,742		
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders (Lines 22 through 37)	20,509,924	2,600,779	3,101,571
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	50,467,174	29,456,457	29,957,250
<b>DETAILS OF WRITE-INS</b>			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. Cash value on officers' life insurance policies	2,326	60,000	71,960
1402. Gain (Loss) from sales of assets	323	(74,797)	(81,937)
1403. Miscellaneous income	10,994	11,052	11,112
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	13,643	(3,745)	1,135
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)			

**CASH FLOW**

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	32,480,104	31,991,493	42,763,405
2. Net investment income .....	1,582,717	1,535,435	2,068,304
3. Miscellaneous income .....	150,187	121,944	150,836
4. TOTAL (Lines 1 to 3) .....	34,213,008	33,648,872	44,982,545
5. Benefit and loss related payments .....	14,536,864	13,854,728	19,994,909
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			
7. Commissions, expenses paid and aggregate write-ins for deductions .....	17,675,801	17,459,202	23,012,973
8. Dividends paid to policyholders .....	2,646	1,805	1,838
9. Federal and foreign income taxes paid (recovered) net of \$..... 130,743 tax on capital gains (losses) .....	727,408		300,000
10. TOTAL (Lines 5 through 9) .....	32,942,719	31,315,735	43,309,720
11. Net cash from operations (Line 4 minus Line 10) .....	1,270,289	2,333,137	1,672,825
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	5,657,390	9,827,245	14,556,151
12.2 Stocks .....	2,209,413	1,590,088	1,689,086
12.3 Mortgage loans .....			
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 .....			212,731
12.8 TOTAL investment proceeds (Lines 12.1 to 12.7) .....	7,866,803	11,417,333	16,457,968
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	20,990,085	9,803,435	11,602,293
13.2 Stocks .....	4,907,503	1,966,060	3,841,377
13.3 Mortgage loans .....			
13.4 Real estate .....	959,420	1,907,623	2,089,427
13.5 Other invested assets .....			
13.6 Miscellaneous applications .....			212,731
13.7 TOTAL investments acquired (Lines 13.1 to 13.6) .....	26,857,008	13,677,118	17,745,828
14. Net increase (or decrease) in contract loans and premium notes .....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(18,990,205)	(2,259,785)	(1,287,860)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	(1,850,000)	(71,429)	(71,428)
16.2 Capital and paid in surplus, less treasury stock .....	20,376,742		
16.3 Borrowed funds .....	(482,072)		525,620
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....			
16.5 Dividends to stockholders .....			
16.6 Other cash provided (applied) .....	(610,899)	1,414,276	1,261,361
17. Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6) .....	17,433,771	1,342,847	1,715,553
<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) .....	(286,145)	1,416,199	2,100,518
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	4,279,915	2,179,396	2,179,396
19.2 End of period (Line 18 plus Line 19.1) .....	3,993,770	3,595,595	4,279,915

**Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:**

20.0001	.....			
20.0002	.....			
20.0003	.....			
20.0004	.....			

# Notes to Financial Statement

## 1. Summary of Significant Accounting Policies

### A. Accounting Practices

The financial statements of Illinois Casualty Company are presented on the basis of accounting practices prescribed or permitted by the Illinois Department of Insurance.

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

	SSAP #	F/S Page	F/S Line #	2017	2016
<b>NET INCOME</b>					
(1) State basis (Page 4, Line 20, Columns 1 & 3)	XXX	XXX	XXX	627,960	3,445,706
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:					
(3) State Permitted Practices that increase/(decrease) NAIC SAP:					
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	627,960	3,445,706
<b>SURPLUS</b>					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	50,467,174	29,957,250
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:					
(7) State Permitted Practices that increase/(decrease) NAIC SAP:					
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	50,467,174	29,957,250

### 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 pro rata methods for direct business and are based on reports sent to the Company's reinsurance companies.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sale 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 money market investments are stated at fair value. Short-term bond investments are stated at amortized cost.
- Bonds with a NAIC rating 1 and 2 are stated at amortized cost using the interest method; all others are stated at the lower of amortized cost or fair value. For residential mortgage-backed securities (RMBS), commercial mortgage-backed securities (CMBS) and loan-backed and structured securities (LBASS), the NAIC has retained third-party investment management firms to assist in the determination of the appropriate NAIC designations and Book Adjusted Carrying Values based not only on the probability of loss, but also the severity of loss. Those RMBS, CMBS and LBASS securities that are not modeled but receive a current year Acceptable Rating Organizations (ARO) rating are subject to the Modified FE process which determines the appropriate NAIC designations and Book Adjusted Carrying Values.
- The Company maintains an investment in properties held for the production of income. The properties are presented at cost, less accumulated depreciation, and are depreciated for financial statement purposes for a period based on their economic life.
- Common stocks, exchange trade funds, other than investments in stocks of subsidiary and unaffiliated companies, are stated at fair value.
- Investment grade redeemable preferred stocks are stated at amortized cost, others are carrier at market.
- The Company does not participate in mortgage loans as an investment vehicle.
- Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. The retrospective adjustment method is used to value those securities.
- The Company's investments in its wholly owned subsidiaries (Beverage Insurance Agency and Estrella Innovative Solutions, Inc.) are stated at a limited statutory basis of accounting.
- The Company does not have any investments in any joint ventures, partnerships, or limited liability companies.

## Notes to Financial Statement

10. The Company does not utilize derivatives as an investment vehicle.
11. The Company does not factor anticipated investment income into the premium deficiency reserve.
12. 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 are continually reviewed and any adjustments are reflected in the period determined.
13. Non-Admitted Assets - Certain assets designated as "non-admitted", in accordance with Statement of Statutory Accounting Principles (SSAP) No.4 Assets and Non-Admitted Assets, are excluded from the statutory balance sheet and such amounts are charged directly to unassigned funds.
14. The Company has not modified its capitalization policy from the prior period.

### 2. Accounting Changes and Corrections of Errors

None

### 3. Business Combinations and Goodwill

None

### 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 Agency Mortgage-Backed Securities and Collateralized Mortgage Obligations were generated using a third-party prepayment model. The multi-factor model captures house price change trends, housing turnover, borrower default, and refinance incentive, among other factors. On an ongoing basis, we monitor the rate of prepayment and calibrate the model to reflect actual experience, market factors, and viewpoint.

(2) Not Applicable

(3) Not Applicable

(4)

Description	Amount
a. The aggregate amount of unrealized losses:	
1. Less than 12 Months	(147,171)
2. 12 Months or Longer	(132,472)
b. The aggregate related fair value of securities with unrealized losses:	
1. Less than 12 Months	14,116,981
2. 12 Months or Longer	5,343,031

- (5) The Company regularly performs various valuation procedures with respect to its investments, including reviewing each fixed maturity security in an unrealized loss position to assess whether the security is a candidate for credit loss. Specifically, the Company considers credit rating, market price, and issuer specific financial information, among other factors, to assess the likelihood of collection of all principal and interest as contractually due. Securities for which the Company determines that a credit loss is likely are subjected to further analysis to estimate the credit loss to be recognized in earnings, if any. Upon identification of such securities and periodically thereafter, a detailed review is performed to determine whether the decline is considered other than temporary.

The factors considered in reaching the conclusion that a decline below cost is other than temporary include among others, whether:

- a. the issuer is in financial distress;
- b. the investment is secured;

## Notes to Financial Statement

- c. a significant credit rating action occurred;
- d. scheduled interest payments were delayed or missed;
- e. change in laws or regulations have affected an issuer or industry;
- f. the investment has an unrealized loss and was identified by our Investment Manager as an investment to be sold before recovery or maturity; and
- g. the investment failed cash flow projection testing to determine if anticipated principal and interest payments will be realized.

The securities listed in the above tables are not deemed to be other-than-temporarily impaired.

## E. Repurchase Agreements and/or Securities Lending Transactions

None

## F. Real Estate

The Company currently holds six properties for the sole purpose of investment income. The Company's other real estate investment is its home office building.

## G. Investments in Low-Income Housing Tax Credits (LIHTC)

None

## H. Restricted Assets

## (1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted					Current Year					
	Current Year					6	7	8	9	Percentage	
	1	2	3	4	5					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 Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
(a) Subject to contractual obligation for which liability is not shown										%	%
(b) Collateral held under security lending agreements										%	%
(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										%	%
(j) On deposit with states	3,628,617				3,628,617	2,917,240	711,377		3,628,617	2.92%	2.94%
(k) On deposit with other regulatory bodies										%	%
(l) Pledged as collateral to FHLB (including assets backing funding agreements)										%	%
(m) Pledged as collateral not captured in other categories	1,547,687				1,547,687	1,799,970	(252,283)		1,547,687	1.24%	1.26%
(n) Other restricted assets										%	%
(o) Total Restricted Assets	5,176,304				5,176,304	4,717,210	459,094		5,176,304	4.16%	4.20%

(a) Subset of column 1

(c) Column 5 divided by Asset Page Column 1, Line 28

(b) Subset of column 3

(d) Column 9 divided by Asset Page, Column 3, Line 28

## (2) Detail of Asset Pledged as Collateral Not Captured in Other Categories (Contracts That Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Description of Assets	Gross (Admitted & Nonadmitted) Restricted					6	7	8	Percentage	
	Current Year								Total From Prior Year	Increase/ (Decrease) (5 minus 6)
	1	2	3	4	5	Admitted Restricted to Total Admitted Assets				
	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 Current Year Admitted Restricted	Gross (Admitted & Nonadmitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Sale Leaseback & Other Financing	1,547,687				1,547,687	1,799,970	(252,283)	1,547,687	1.24%	1.26%
									%	%
Total (c)									%	%

(a) Subset of column 1

(b) Subset of column 3

(c) Total line for columns 1 through 7 should equal 5H(1)M Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5H(1)M Columns 9 through 11 respectively.

## (3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

None

## (4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

None



## Notes to Financial Statement

**I. Working Capital Finance Investments**

The Company does not own any Working Capital Finance Investments.

**J. Offsetting and Netting of Assets and Liabilities**

Not Applicable

**K. Structured Notes**

None

**L. 5\* Securities**

None

**M. Short Sales**

None

**N. Prepayment Penalty and Acceleration Fees**

None

**6. Joint Ventures, Partnerships and Limited Liability Companies**

Not Applicable

**7. Investment Income**

**A. Accrued Investment Income**

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

**B. Amounts Non-admitted**

None

**8. Derivative Instruments**

Not Applicable

**9. Income Taxes**

The Company did not incur any material changes to its income taxes since December 31, 2016.

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

**A. Nature of Relationships**

Illinois Casualty Company converted from a mutual to a stock insurance company on March 24, 2017, and became the wholly owned subsidiary of ICC Holdings, Inc. Stock of ICC Holdings is traded on the NASDAQ exchange under the symbol ICCH.

The Company owns 100% of the stock of Beverage Insurance Agency, which has been inactive for several years and has \$0 in assets, liabilities and equity.

The Company owns 100% of the stock of Estrella Innovative Solutions, Inc., a wholly owned non-insurance subsidiary. Estrella Innovative Solutions, Inc. was incorporated August 25, 2014, for the purpose of providing information technology services.

ICC Realty, LLC is a wholly owned subsidiary of the Company and was incorporated on October 12, 2015. ICC Realty, LLC is a serial LLC that holds investment property for the Company.

**B. Detail of Transactions Greater the ½% of Admitted Assets**

No transactions exceeded this threshold either individually, or in the aggregate.

**C. Change in Terms of Intercompany Arrangements**

The Company Tax Allocation and Cost Sharing agreements have been filed with the Illinois Department of Insurance.

**D. Amounts Due to or from Related Parties**

The Company reported a payable of \$325,321 and \$0 at September 30, 2017, and September 30, 2016, respectively due from its affiliates.

## Notes to Financial Statement

### E. Guarantees of Contingencies for Related Parties

The Company does not have any guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that result in a material contingent exposure of the reporting entity's or any related party's assets or liabilities.

### F. Management, Service Contracts, Cost Sharing Agreements

The Company participates in a cost sharing agreement with ICC Holdings, Inc. and Estrella Innovative Solutions, Inc. The method of allocation between the companies is subject to a written agreement accepted by the Illinois Department of Insurance. The Parties may share services determined to be reasonably necessary in the conduct of their operations, including but not limited to: (i) accounting, reporting, tax and auditing; (ii) telecommunication services and electronic data processing services, facilities and integration, including software programming and documentation, hardware utilization, and systems support; (iii) legal services; (iv) purchasing, payroll and employee relations services; (v) executive management services; (vi) other administrative services; and (vii) the cooperative purchase of goods and third party services, including but not limited to office equipment, office supplies, insurance, health and welfare plans, software licensing, and professional services ("Services"). As a part of the demutualization transaction, ICC Holdings, Inc. contributed \$23.9 million to the Company. Of that contribution, \$1 million went to capital stock, \$19.4 million to paid in capital, and the remaining to cost reimbursement.

Estrella has contracted with a firm in Mexico to provide technical services. These services will be provided to ICC at cost. The Company has incurred \$236,351 and \$281,449 for 2017 and 2016, respectively, for third party programming fees.

The Company has incurred costs on behalf of the holding company, for which it has billed the holding company \$210,000 in 2017. This amount is derived from allocations by the Company for services as mentioned above. The holding company filed the Second Amended Cost Sharing agreement with the Illinois Department of Insurance in early third quarter of 2017. This agreement was approved by the Illinois Department of Insurance in July 2017.

G-N. Not applicable.

### O. All SCA Investments

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

1 SCA Entity	2 Percentage of SCA Ownership	3 Gross Amount	4 Admitted Amount	5 Nonadmitted Amount
a. SSAP No. 97 8a Entities				
Total SSAP No. 97 8a Entities	XXX			
b. SSAP No. 97 8b (ii) Entities				
Beverage Insurance Agency	100%	0	0	0
Estrella Innovative Solutions, Inc.	100%	63,839	63,839	0
Total SSAP No. 97 8b (ii) Entities	XXX	63,839	63,839	0
c. SSAP No. 97 8b (iii) Entities				
Total SSAP No. 97 8b (iii) Entities	XXX			
d. SSAP No. 97 8b (iv) Entities				
Total SSAP No. 97 8b (iv) Entities	XXX			
e. SSAP No. 97 8b Entities (b+c+d)	XXX	63,839	63,839	0
f. Aggregate Total (a+e)	XXX	63,839	63,839	0

#### (2) NAIC Filing Response Information

1 SCA Entity (Should be same entities as shown in M(1) above)	2 Type of NAIC Filing*	3 Date of Filing to the NAIC	4 NAIC Valuation Amount	5 NAIC Response Received Y/N	6 NAIC Disallowed Entities Valuation Method Resubmission Required Y/N	7 Code**
a. SSAP No. 97 8a Entities						
Total SSAP No. 97 8a Entities	XXX	XXX		XXX	XXX	XXX
b. SSAP No. 97 8b (ii) Entities						
Beverage Insurance Agency	S1	Incomplete		N		
Estrella Innovative Solutions, Inc.	S1	Incomplete		N		
Total SSAP No. 97 8b (ii) Entities	XXX	XXX		XXX	XXX	XXX
c. SSAP No. 97 8b (iii) Entities						
Total SSAP No. 97 8b (iii) Entities	XXX	XXX		XXX	XXX	XXX
d. SSAP No. 97 8b (iv) Entities						
Total SSAP No. 97 8b (iv) Entities	XXX	XXX		XXX	XXX	XXX
e. SSAP No. 97 8b Entities (b+c+d)	XXX	XXX		XXX	XXX	XXX
f. Aggregate Total (a+e)	XXX	XXX		XXX	XXX	XXX

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

\*\* I - Immaterial or M - Material

### P. Investment in Insurance SCAs

None

## Notes to Financial Statement

### 11. Debt

#### A. Debt Consists of the Following Obligations

The Company's home office debt was satisfied in third quarter 2017. A portion of the Company's \$575,000 debt agreements at year-end 2016 was paid off in third quarter 2017. The remaining debt balance is \$43,548. There were no changes to the loan terms or the interest rate.

#### B. FHLB (Federal Home Loan Bank) Agreements

Not Applicable

### 12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans.

#### A-D. Defined Benefit Plan

In 2012, the Company implemented a non-contributory defined benefit pension plan covering a limited number of executives. Assuming a projected discount rate of 4.95%, the plan requires \$1,548,103.76 to be accrued by December 31, 2031 to meet the fully vested projected benefit obligation. The plan is structured to permit 0% vesting in years 2012 through 2016, 25% vesting in years 2017 through 2021, 50% vesting in years 2022 through 2031, and 100% vesting effective January 1, 2032. As of September 30, 2017 the Company had accrued a pension liability in the amount of \$192,109 in accordance with actuarially determined assumptions.

#### E. Defined Contribution Plans

The Company sponsors a 401(k) profit sharing plan for its employees. The Company offers a matching percentage as well as a profit sharing percentage of each employee's compensation. The employees vest at a rate of 25% per year for the profit sharing distribution and the matching percentage is 100% vested. The total contribution to the 401(k) profit sharing plan was \$202,340 and \$217,598 for 2017 and 2016, respectively. Beginning in March 2017, the Company offers an ESOP contribution plan. The ESOP Trust purchased 350,000 shares or 10% of the IPO which is payable over 15 years. 21,878 shares are allocable to employees in the first year and 23,437 in each year thereafter. A total expense of \$150,036 has been accrued as of September 30, 2017 related to this plan.

#### F. Multiemployer Plans

Not Applicable

#### G. Consolidated/Holding Company Plans

Not Applicable

#### H. Postemployment Benefits and Compensated Absences

The Company did not incur any major changes to its post-employment benefits since December 31, 2016.

#### I. Impact of Medicare Modernization Act on Postretirement Benefits

Not Applicable

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

#### A. Outstanding Shares

The Company has 100,000 shares of common stock authorized, issued, and outstanding as of September 30, 2017. The par value of the shares is \$10 per share.

#### B. Dividend Rate of Preferred Stock

Not Applicable

#### C. Dividend Restrictions

No Illinois domiciled company may pay any extraordinary dividend or make any other extraordinary distribution to its security holders until: (a) 30 days after the Director has received notice of the declaration thereof and has not within such period disapproved the payment, or (b) the Director approves such payment within the 30-day period. For purposes of this subsection, an extraordinary dividend or distribution is any dividend or distribution of cash or other property whose fair market value, together with that of other dividends or distributions, made within the period of 12 consecutive months ending on the date on which the proposed dividend is scheduled for payment or distribution exceeds the greater of: (a) 10% of the company's surplus as regards policyholders as of the 31st day of December next preceding, or (b) the net income of the company for the 12-month period ending the 31st day of December next preceding, but does not include pro rata distributions of any class of the company's own securities.

#### D. Dates and Amounts of Dividends Paid

Not Applicable

## Notes to Financial Statement

E. Amount of Ordinary Dividends That May Be Paid

There are no additional limitations other than those described in item C above.

F. Restrictions Placed on Unassigned Surplus

None

G. Mutual Surplus Advance

None

H. Company Stock Held for Special Purposes

Not applicable

I. Changes in Special Surplus Funds

There have not been any significant changes since December 31, 2016.

J. Changes in Unassigned Funds

There have not been any significant changes since December 31, 2016.

K. The Company issued the following surplus debentures or similar obligations:

All surplus notes were paid off as of March 31, 2017.

L. The impact of any restatement due to prior quasi-reorganizations is as follows:

Not Applicable

M. Effective Date of Quasi Reorganization

Not Applicable

### 14. Liabilities, Contingencies and Assessments

A-E. The Company did not incur any material changes in its contingency items since December 31, 2016.

### 15. Leases

A. Lessee Operating Lease

1. None

2. None

3. Sale-Leaseback Transactions

a. The Company entered into a sale-leaseback arrangement on September 22, 2015, a second sale-leaseback arrangement on March 31, 2016, and a final arrangement on September 29, 2016. To secure a lower implied lease rate, the Company pledged bonds that are referenced in Footnote 5H. In the transactions, BOFI Federal Bank has purchased nonadmitted electronic data processing software, furniture, fixtures, equipment, and titled vehicles which are leased to the Company. In the first agreement, rental payments are \$15,094.50 for the electronic data processing software and \$5,609.33 for the titled vehicles. The term of the lease is 48 months and 36 months, respectively. In the second agreement, rental payments are \$19,143 for all items sold. The term of the lease is 36 months. There have been no other sale-leaseback transactions in 2017.

b. None

B. Lessor Leases

None

### 16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk

The Company did not have any investment that had an off-balance-sheet risk.

### 17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables reported as Sales

None

## Notes to Financial Statement

## B. Transfer and Servicing of Financial Assets

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.

## (1) Fair Value Measurements at Reporting Date

Description for each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value				
Perpetual Preferred stock				
Industrial and Misc		1,034,660		1,034,660
Parent, Subsidiaries and Affiliates				
Total Perpetual Preferred Stocks		1,034,660		1,034,660
Bonds				
U.S. Governments				
Industrial and Misc		995,277		995,277
Hybrid Securities				
Parent, Subsidiaries and Affiliates				
Total Bonds		995,277		995,277
Common Stock				
Industrial and Misc	9,748,425			9,748,425
Parent, Subsidiaries and Affiliates		63,839		63,839
Total Common Stocks	9,748,425	63,839		9,812,264
Derivative assets				
Interest rate contracts				
Foreign exchange contracts				
Credit contracts				
Commodity futures contracts				
Commodity forward contracts				
Total Derivatives				
Separate account assets				
	9,748,425	2,093,776		11,842,201
Total assets at fair value				
b. Liabilities at fair value				
Derivative liabilities				
Total liabilities at fair value				

## (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

Not Applicable

## C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$81,199,216	\$79,265,766	\$1,343,760	\$79,855,467		
Common Stock	9,748,425	9,812,264	9,748,425			
Perpetual Preferred Stock	2,384,622	2,307,072		2,384,622		
Short-term Investments	879,343	879,343	879,343			
	\$94,211,607	\$92,264,445	\$11,971,528	\$82,240,089		

## D. Not Practicable to Estimate Fair Value

Not Applicable

## 21. Other Items

The Company received licensure in the states of Kansas and Colorado in 2017 and began writing in those states with April 1, 2017, and June 25, 2017, effective dates, respectively. On March 24, 2017, the Company converted from a mutual to a stock company and became the wholly owned subsidiary of ICC Holdings, Inc.

## 22. Events Subsequent

Type II – Non-recognized Subsequent Events:

Subsequent events have been considered through November 13, 2017 for the statutory statement issued on November 13, 2017, for the period ending September 30, 2017.

## Notes to Financial Statement

The Company sold all of its real estate holdings held by ICC Realty, Inc. to its parent, ICC Holdings, Inc. via the sale of ICC Realty, Inc. to ICC Holdings, Inc. during the fourth quarter of 2017, for a total of approximately \$5.7 million, which will result in a pretax gain of \$425,000.

On October 19, 2017, the Company received approval from the Illinois Department of Insurance to increase its "Common Capital Stock" by \$2.0 million with a corresponding decrease in "Gross Paid-in and Contributed Surplus".

### 23. Reinsurance

The Company did not incur any material change in its reinsurance since December 31, 2016.

### 24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

A-E. None

F. Risk-Sharing Provisions of the Affordable Care Act (ACA)

(1) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions (YES/NO)? NO

(2) – (5). Not Applicable

### 25. Changes in Incurred Losses and Loss Adjustment Expenses

The estimated cost of loss and loss adjustment expenses attributable to insured events of prior years' decreased by \$1,369,000 as of September 30, 2017, as compared to a decrease of \$224,000 during this same period of 2016. The 2017 development was due to savings in the other liability and workers' compensation product lines.

### 26. Intercompany Pooling Arrangements

Not Applicable

### 27. Structured Settlements

The Company did not incur any material change during the period covered.

### 28. Health Care Receivables

Not Applicable

### 29. Participating Policies

Not Applicable

### 30. Premium Deficiency Reserves

No material change since December 31, 2016.

### 31. High Deductibles

Not Applicable

### 32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

Not Applicable

### 33. Asbestos/Environmental Reserves

Not Applicable

### 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 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes[ ] No[X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes[ ] No[ ] N/A[X]
  
- 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[X] No[ ]
- 2.2 If yes, date of change: 04/06/2017
  
- 3.1 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 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes:
  
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes[ ] No[X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes[ ] No[ ] N/A[X]  
If yes, attach an explanation.
  
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2016
- 6.2 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. 12/31/2011
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/24/2013
- 6.4 By what department or departments?  
Illinois Department of Insurance
- 6.5 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]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[ ] No[ ] N/A[X]
  
- 7.1 Has this 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]
- 7.2 If yes, give full information
  
- 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 below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
		Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]

- 9.1 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.
- 9.11 If the response to 9.1 is No, please explain: Yes[ ] No[X]
- 9.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

### FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[ ] No[X]
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

### INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes[ ] No[X]
- 11.2 If yes, give full and complete information relating thereto:
  
- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0
- 13. Amount of real estate and mortgages held in short-term investments: \$ 0

## GENERAL INTERROGATORIES (Continued)

### INVESTMENT

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?  
 14.2 If yes, please complete the following:

Yes[X] No[]

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....		
14.22 Preferred Stock .....		
14.23 Common Stock .....	51,207	63,839
14.24 Short-Term Investments .....		
14.25 Mortgages Loans on Real Estate .....		
14.26 All Other .....		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	51,207	63,839
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....		

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?  
 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
 If no, attach a description with this statement.

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

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:  
 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2  
 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2  
 16.3 Total payable for securities lending reported on the liability page

\$ ..... 0  
 \$ ..... 0  
 \$ ..... 0

17. 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?  
 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

Yes[X] No[]

1 Name of Custodian(s)	2 Custodian Address
American Bank & Trust .....	1600 4th Avenue Suite 405, Rock Island, IL 61201 .....
Illinois National Bank (For State of Illinois) .....	322 East Capital Avenue, Springfield, IL 62701 .....
Central Bank (For State of Missouri) .....	PO Box 779, Jefferson City, MO 65102-9982 .....
JP Morgan Chase Bank (For State of Michigan) .....	1111 Polaris Parkway, Floor 3J, Columbus, OH 43240 .....

17.2 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)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?  
 17.4 If yes, give full and complete information relating thereto:

Yes[] No[X]

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

17.5 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
New England Asset Management, Inc. ....	U .....
Arron Sutherland .....	I .....

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?  
 17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets?  
 17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

Yes[X] No[]

Yes[X] No[]



## GENERAL INTERROGATORIES (Continued)

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
105900 .....	New England Asset Management, Inc. ....	KUR85EPS4GQFZTFC130 .....	Securities Exchange Commission .....	NO .....

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No[ ]

18.2 If no, list exceptions:

## GENERAL INTERROGATORIES

### PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change?  
If yes, attach an explanation. Yes[ ] No[ ] N/A[X]
2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?  
If yes, attach an explanation. Yes[ ] No[X]
- 3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes[ ] No[X]  
3.2 If yes, give full and complete information thereto
- 4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes[ ] No[X]  
4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount Rate	TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
04.2999 Total .....										

5. Operating Percentages:  
 5.1 A&H loss percent ..... 0.000%  
 5.2 A&H cost containment percent ..... 0.000%  
 5.3 A&H expense percent excluding cost containment expenses ..... 0.000%
- 6.1 Do you act as a custodian for health savings accounts? Yes[ ] No[X]  
 6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ ..... 0  
 6.3 Do you act as an administrator for health savings accounts? Yes[ ] No[X]  
 6.4 If yes, please provide the balance of the funds administered as of the reporting date. \$ ..... 0

## SCHEDULE F - CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
<b>U.S. insurers</b>						
20583 .....	13-1290712 .....	XL REINS AMER INC .....	NY .....	Authorized .....		
10677 .....	31-0542366 .....	CINCINNATI INS CO .....	OH .....	Authorized .....		
<b>All other insurers</b>						
00000 .....	AA-1120064 .....	Lloyd's Syndicate Number 1919 .....	GBR .....	Authorized .....		
00000 .....	AA-1120055 .....	Lloyd's Syndicate Number 3623 .....	GBR .....	Authorized .....		
00000 .....	AA-1128121 .....	LLOYD'S SYNDICATE NUMBER 2121 .....	GBR .....	Authorized .....		
00000 .....	AA-1128003 .....	LLOYD'S SYNDICATE NUMBER 2003 .....	GBR .....	Authorized .....		
00000 .....	AA-1126033 .....	LLOYD'S SYNDICATE NUMBER 33 .....	GBR .....	Authorized .....		
00000 .....	AA-1127301 .....	LLOYD'S SYNDICATE NUMBER 1301 .....	GBR .....	Authorized .....		
00000 .....	AA-1120103 .....	LLOYD'S SYNDICATE NUMBER 1967 .....	GBR .....	Authorized .....		
00000 .....	AA-1127084 .....	LLOYD'S SYNDICATE NUMBER 1084 .....	GBR .....	Authorized .....		
00000 .....	AA-1120157 .....	LLOYD'S SYNDICATE NUMBER 1729 .....	GBR .....	Authorized .....		
00000 .....	AA-1120163 .....	LLOYD'S SYNDICATE NUMBER 5678 .....	GBR .....	Authorized .....		
00000 .....	AA-3190875 .....	Hiscox Ins Co (Bermuda) Ltd .....	BMU .....	Authorized .....		
00000 .....	AA-1120181 .....	Lloyd's Syndicate Number 5886 .....	GBR .....	Authorized .....		
00000 .....	AA-1120086 .....	Lloyd's Syndicate Number 4141 .....	GBR .....	Authorized .....		

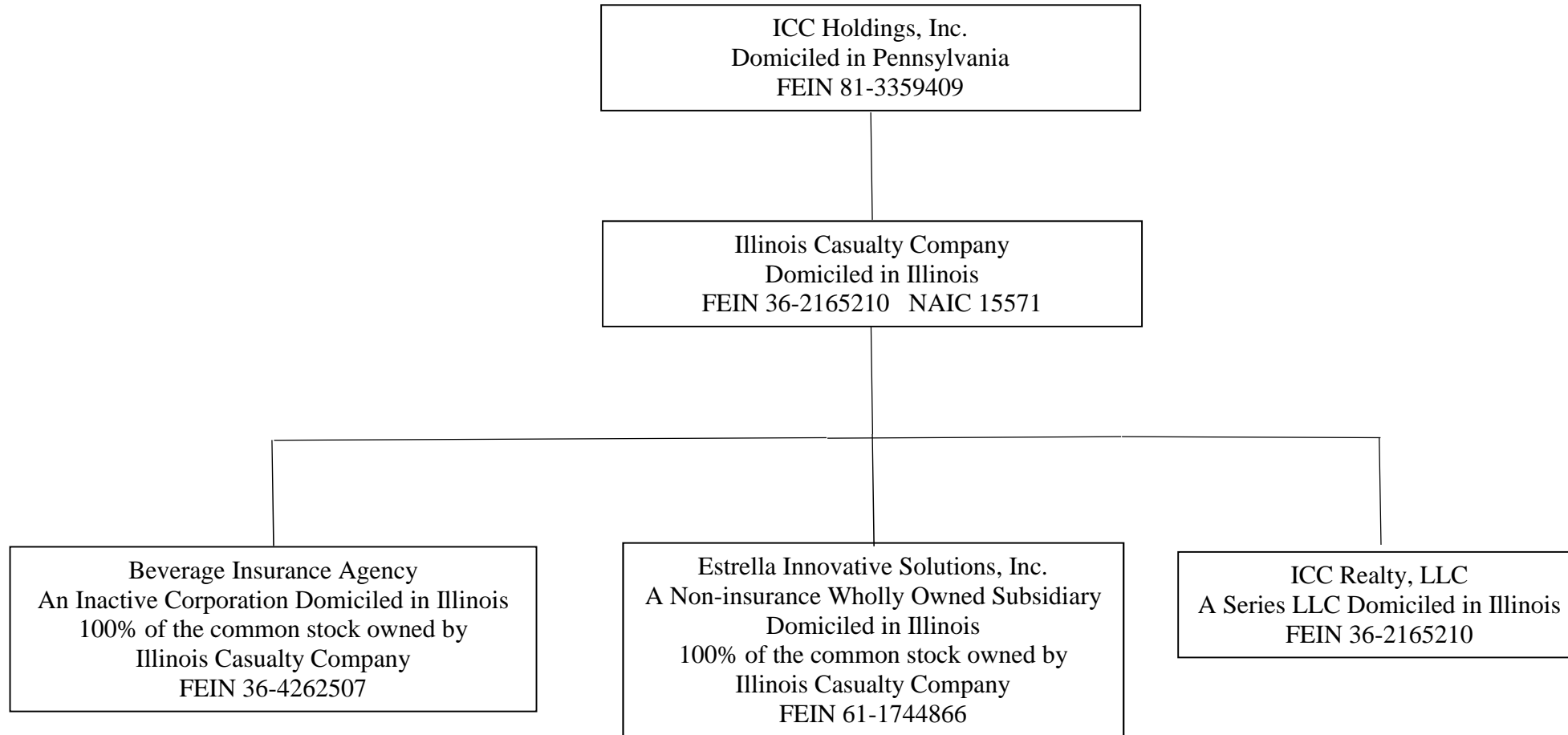
**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN****Current Year to Date - Allocated by States and Territories**

States, etc.	1 Active Status	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
1. Alabama (AL)	N						
2. Alaska (AK)	N						
3. Arizona (AZ)	N						
4. Arkansas (AR)	N						
5. California (CA)	N						
6. Colorado (CO)	L	198,169				5,000	
7. Connecticut (CT)	N						
8. Delaware (DE)	N						
9. District of Columbia (DC)	N						
10. Florida (FL)	N						
11. Georgia (GA)	N						
12. Hawaii (HI)	N						
13. Idaho (ID)	N						
14. Illinois (IL)	L	13,981,215	14,629,729	12,460,429	10,550,348	17,446,406	22,888,459
15. Indiana (IN)	L	3,346,073	3,441,953	1,786,784	2,145,914	3,734,924	3,523,107
16. Iowa (IA)	L	4,996,720	5,091,547	1,890,174	1,391,955	4,244,527	4,392,782
17. Kansas (KS)	L	76,589				7,500	
18. Kentucky (KY)	N						
19. Louisiana (LA)	N						
20. Maine (ME)	N						
21. Maryland (MD)	N						
22. Massachusetts (MA)	N						
23. Michigan (MI)	L						
24. Minnesota (MN)	L	9,098,441	8,240,223	2,320,023	3,957,440	4,885,203	5,039,964
25. Mississippi (MS)	N						
26. Missouri (MO)	L	7,162,711	6,786,488	3,004,226	4,973,501	4,504,420	3,256,633
27. Montana (MT)	N						
28. Nebraska (NE)	N						
29. Nevada (NV)	N						
30. New Hampshire (NH)	N						
31. New Jersey (NJ)	N						
32. New Mexico (NM)	N						
33. New York (NY)	N						
34. North Carolina (NC)	N						
35. North Dakota (ND)	N						
36. Ohio (OH)	L	623,039	22,032	17,945		47,639	
37. Oklahoma (OK)	N						
38. Oregon (OR)	N						
39. Pennsylvania (PA)	N						
40. Rhode Island (RI)	N						
41. South Carolina (SC)	N						
42. South Dakota (SD)	N						
43. Tennessee (TN)	N						
44. Texas (TX)	N						
45. Utah (UT)	N						
46. Vermont (VT)	N						
47. Virginia (VA)	N						
48. Washington (WA)	N						
49. West Virginia (WV)	N						
50. Wisconsin (WI)	L	1,043,683	957,387	272,514	950,747	337,516	302,062
51. Wyoming (WY)	N						
52. American Samoa (AS)	N						
53. Guam (GU)	N						
54. Puerto Rico (PR)	N						
55. U.S. Virgin Islands (VI)	N						
56. Northern Mariana Islands (MP)	N						
57. Canada (CAN)	N						
58. Aggregate other alien (OT)	X X X						
59. Totals	(a) 10	40,526,640	39,169,359	21,752,095	23,969,904	35,213,135	39,403,008
<b>DETAILS OF WRITE-INS</b>							
58001	X X X						
58002	X X X						
58003	X X X						
58998 Summary of remaining write-ins for Line 58 from overflow page	X X X						
58999 TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X						

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state (other than their state of domicile - see DSLI); (D) DSLI - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write Surplus Lines in the state of domicile; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of D and L responses except for Canada and Other Alien.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER**  
**MEMBERS OF A HOLDING COMPANY GROUP**  
**PART 1 - ORGANIZATIONAL CHART**



## SCHEDULE Y

### PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	Is an SCA Filing Required? (Y/N)	*
.....	.....	00000	81-3359409	.....	0001681903	Nasdaq .....	ICC Holdings, Inc. ....	.. PA ..	.. UDP ..	ICC Holdings, Inc. ....	Ownership .....	..... 100.0	ICC Holdings, Inc. ....	.... N ....	.....
.....	.....	15571	36-2165210	.....	.....	.....	Illinois Casualty Company .....	.. IL ..	.. RE ..	ICC Holdings, Inc. ....	Ownership .....	..... 100.0	ICC Holdings, Inc. ....	.... N ....	.....
.....	.....	00000	36-4262507	.....	.....	.....	Beverage Insurance Agency .....	.. IL ..	.. DS ..	Illinois Casualty Company .....	Ownership .....	..... 100.0	Illinois Casualty Company .....	.... N ....	.....
.....	.....	00000	61-1744866	.....	.....	.....	Estrella Innovative Solutions, Inc .....	.. IL ..	.. NIA ..	Illinois Casualty Company .....	Ownership .....	..... 100.0	Illinois Casualty Company .....	.... N ....	.....
.....	.....	00000	36-2165210	.....	.....	.....	ICC Realty, LLC .....	.. IL ..	.. OTH ..	Illinois Casualty Company .....	Ownership .....	..... 100.0	Illinois Casualty Company .....	.... N ....	0000001

Asterisk	Explanation
0000001	Series LLC with the sole purpose of holding income producing real estate for Illinois Casualty Company .....

## PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril	22,767,645	16,437,966	72.199	52.642
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty				
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability - claims made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation	5,317,420	1,095,150	20.596	46.982
17.1 Other liability - occurrence	10,419,303	3,938,856	37.804	62.561
17.2 Other liability - claims made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability - claims made				
19.1 19.2 Private passenger auto liability				
19.3 19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business				
35. TOTALS	38,504,368	21,471,972	55.765	54.476
DETAILS OF WRITE-INS				
3401.				
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)				

## PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril	8,451,162	24,299,482	22,847,448
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty			
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation	1,676,421	5,174,375	5,920,296
17.1 Other liability - occurrence	3,989,418	11,052,783	10,401,615
17.2 Other liability - claims made			
17.3 Excess Workers' Compensation			
18.1 Products liability - occurrence			
18.2 Products liability - claims made			
19.1 19.2 Private passenger auto liability			
19.3 19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
31. Reinsurance-Nonproportional Assumed Property	X X X	X X X	X X X
32. Reinsurance-Nonproportional Assumed Liability	X X X	X X X	X X X
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X	X X X	X X X
34. Aggregate write-ins for other lines of business			
35. TOTALS	14,117,001	40,526,640	39,169,359
DETAILS OF WRITE-INS			
3401.			
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)			

**PART 3 (000 omitted)**  
**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2017 Loss and LAE Payments on Claims Reported as of Prior Year-End	2017 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2017 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2014 + Prior .....	9,316	3,405	12,721	4,819	1,622	6,441	5,584	203	1,560	7,347	1,087	(20)	1,067
2. 2015 .....	4,116	5,894	10,010	1,815	818	2,633	2,699	396	2,909	6,005	399	(1,771)	(1,372)
3. Subtotals 2015 + Prior .....	13,432	9,299	22,731	6,634	2,440	9,074	8,284	599	4,469	13,352	1,486	(1,791)	(305)
4. 2016 .....	6,739	11,232	17,971	2,922	940	3,862	3,510	2,206	7,329	13,045	(308)	(757)	(1,064)
5. Subtotals 2016 + Prior .....	20,171	20,531	40,702	9,556	3,380	12,936	11,793	2,805	11,798	26,396	1,178	(2,548)	(1,369)
6. 2017 .....	X X X	X X X	X X X	X X X	8,382	8,382	X X X	5,540	8,975	14,515	X X X	X X X	X X X
7. Totals .....	20,171	20,531	40,702	9,556	11,762	21,318	11,793	8,346	20,772	40,911	1,178	(2,548)	(1,369)
8. Prior Year-End Surplus As Regards Policyholders .....	29,957										Col. 11, Line 7 As % of Col. 1 Line 7 1..... 5.841	Col. 12, Line 7 As % of Col. 2 Line 7 2..... (12.409)	Col. 13, Line 7 As % of Col. 3 Line 7 3..... (3.365)
													Col. 13, Line 7 Line 8 4..... (4.571)

Q14







STATEMENT AS OF **September 30, 2017** OF THE **Illinois Casualty Company**  
**SCHEDULE A - VERIFICATION**

**Real Estate**

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	4,209,917	2,274,716
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	719,502	1,681,992
2.2 Additional investment made after acquisition .....	56,128	98,910
3. Current year change in encumbrances .....	183,790	308,525
4. Total gain (loss) on disposals .....		
5. Deduct amounts received on disposals .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
7. Deduct current year's other-than-temporary impairment recognized .....		
8. Deduct current year's depreciation .....	133,433	154,226
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8) .....	5,035,904	4,209,917
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10) .....	5,035,904	4,209,917

**SCHEDULE B - VERIFICATION**

**Mortgage Loans**

	1	2
	Year To Date	Prior Year Ended December 31
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 .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage interest paid .....		
9. Total foreign exchange change in book value/recorded investment .....		
10. Deduct current year's other-than-temporary impairment recognized .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) .....		
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		
14. Deduct total nonadmitted amounts .....		
15. Statement value at end of current period (Line 13 minus Line 14) .....		

**NONE**

**SCHEDULE BA - VERIFICATION**

**Other Long-Term Invested Assets**

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value .....		
10. Deduct current year's other-than-temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10) .....		
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....		

**NONE**

**SCHEDULE D - VERIFICATION**

**Bonds and Stocks**

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	72,767,149	72,879,893
2. Cost of bonds and stocks acquired .....	25,897,588	15,443,670
3. Accrual of discount .....	21,739	26,380
4. Unrealized valuation increase (decrease) .....	412,908	898,103
5. Total gain (loss) on disposals .....	442,945	249,923
6. Deduct consideration for bonds and stocks disposed of .....	7,866,803	16,245,237
7. Deduct amortization of premium .....	233,108	272,852
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....	57,316	212,731
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	91,385,102	72,767,149
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	91,385,102	72,767,149

**SCHEDULE D - PART 1B****Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation**

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. NAIC 1 (a) .....	69,639,058	5,085,738	6,349,665	(80,006)	54,257,027	69,639,058	68,295,125	53,025,922
2. NAIC 2 (a) .....	10,062,101	57,775		(501,844)	10,070,338	10,062,101	9,618,032	9,364,362
3. NAIC 3 (a) .....	1,726,083			505,868	1,724,226	1,726,083	2,231,951	1,703,001
4. NAIC 4 (a) .....								
5. NAIC 5 (a) .....								
6. NAIC 6 (a) .....								
7. Total Bonds .....	81,427,242	5,143,513	6,349,665	(75,982)	66,051,591	81,427,242	80,145,108	64,093,285
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	225,322				225,322	225,322	225,322	
9. NAIC 2 .....	1,431,520		54,280	(25,780)	1,390,739	1,431,520	1,351,460	1,338,020
10. NAIC 3 .....	730,290				724,050	730,290	730,290	302,090
11. NAIC 4 .....								
12. NAIC 5 .....								
13. NAIC 6 .....								
14. Total Preferred Stock .....	2,387,132		54,280	(25,780)	2,340,111	2,387,132	2,307,072	1,640,110
15. Total Bonds & Preferred Stock .....	83,814,374	5,143,513	6,403,945	(101,762)	68,391,702	83,814,374	82,452,180	65,733,395

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....879,343; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0

**SCHEDULE DA - PART 1****Short - Term Investments**

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals .....	879,343	X X X	879,343		

**SCHEDULE DA - Verification****Short-Term Investments**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	3,609,803	575,052
2. Cost of short-term investments acquired .....	40,711,792	16,818,975
3. Accrual of discount .....	9,134	
4. Unrealized valuation increase (decrease) .....		
5. Total gain (loss) on disposals .....	(1,090)	
6. Deduct consideration received on disposals .....	43,450,296	13,784,225
7. Deduct amortization of premium .....		
8. Total foreign exchange change in book/adjusted carrying value .....		
9. Deduct current year's other-than-temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9) .....	879,343	3,609,803
11. Deduct total nonadmitted amounts .....		
12. Statement value at end of current period (Line 10 minus Line 11) .....	879,343	3,609,803

**SI04 Schedule DB - Part A Verification ..... NONE**

**SI04 Schedule DB - Part B Verification ..... NONE**

**SI05 Schedule DB Part C Section 1 ..... NONE**

**SI06 Schedule DB Part C Section 2 ..... NONE**

**SI07 Schedule DB - Verification ..... NONE**

**SI08 Schedule E - Verification (Cash Equivalents) ..... NONE**

### SCHEDULE A - PART 2

Showing all Real Estate **ACQUIRED AND ADDITIONS MADE** During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 City	3 State						
<b>Acquired by Purchase</b>								
Property Inspection .....	Moline .....	IL .....	07/28/2017 .....	Babe's Termite & Pest .....				60
Fire Alarm System .....	Moline .....	IL .....	07/21/2017 .....	Per Mar Security Services .....				3,333
Boardroom Improvements .....	Rock Island .....	IL .....	08/11/2017 .....	Conference Technologies, Inc. ....				16,911
Flooring .....	Rock Island .....	IL .....	08/18/2017 .....	Hudson Floor Coverings .....				3,784
Asphalt and Seal Coating .....	Rock Island .....	IL .....	08/25/2017 .....	Milan Blacktop .....				1,463
Asphalt .....	Moline .....	IL .....	08/04/2017 .....	Seven Hills Paving, LLC .....				9,694
Flooring .....	Rock Island .....	IL .....	09/15/2017 .....	Hudson Floor Coverings .....				3,784
Security Access Control System .....	Rock Island .....	IL .....	09/08/2017 .....	Per Mar Security Services .....				19,944
0199999 Subtotal - Acquired by Purchase .....								58,973
0399999 Totals .....								58,973

### SCHEDULE A - PART 3

Showing All Real Estate **DISPOSED** During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 Taxes, Repairs and Expenses Incurred
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other-Than- Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B/A C.V. (11 - 9 - 10)	13 Total Foreign Exchange Change in B/A C.V.							
<b>NONE</b>																			
0399999 Totals .....																			

QE01

**E02 Schedule B Part 2 ..... NONE**

**E02 Schedule B Part 3 ..... NONE**

**E03 Schedule BA Part 2 ..... NONE**

**E03 Schedule BA Part 3 ..... NONE**



## SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
453722NP1	INDEPENDENCE MO SCH DIST		07/14/2017	RBC CAPITAL MARKETS	X X X	924,645	750,000	2,177	1FE
2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					X X X	924,645	750,000	2,177	X X X
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
02005AFD5	ALLY MASTER OWNER TRUST 15 2 A1		07/11/2017	FTN FINANCIAL SECURITIES CORP	X X X	1,206,750	1,200,000	1,671	1FE
14310BAL5	CARLYLE GLOBAL MARKET STRATEGI 13-1A A1R		07/25/2017	CITIGROUP GLOBAL MARKETS	X X X	750,000	750,000		1FE
26251BAL0	DRYDEN SENIOR LOAN FUND 13-28A A1LR		08/03/2017	CITIGROUP GLOBAL MARKETS	X X X	575,000	575,000		1FE
55818KAR2	MADISON PARK FUNDING LTD 13-11A AR		08/04/2017	BANK OF AMERICA	X X X	750,000	750,000	2,318	1FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					X X X	3,281,750	3,275,000	3,989	X X X
<b>Bonds - Hybrid Securities</b>									
808513AE5	CHARLES SCHWAB CORP		07/27/2017	WELLS FARGO FINANCIAL	X X X	57,775	50,000		2FE
4899999 Subtotal - Bonds - Hybrid Securities					X X X	57,775	50,000		X X X
8399997 Subtotal - Bonds - Part 3					X X X	4,264,170	4,075,000	6,166	X X X
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
8399999 Subtotal - Bonds					X X X	4,264,170	4,075,000	6,166	X X X
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
<b>Common Stocks - Mutual Funds</b>									
97717X701	WISDOMTREE EUROPE HEDGED EQU		07/11/2017	SANFORD BERNSTEIN	10,000.000	625,850	X X X		L
9299999 Subtotal - Common Stocks - Mutual Funds					X X X	625,850	X X X		X X X
9799997 Subtotal - Common Stocks - Part 3					X X X	625,850	X X X		X X X
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					X X X	X X X	X X X	X X X	X X X
9799999 Subtotal - Common Stocks					X X X	625,850	X X X		X X X
9899999 Subtotal - Preferred and Common Stocks					X X X	625,850	X X X		X X X
9999999 Total - Bonds, Preferred and Common Stocks					X X X	4,890,020	X X X	6,166	X X X

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

QE04

# SCHEDULE D - PART 4

## Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 - 13)	15 Total Foreign Exchange Change in B./A.C.V.							
<b>Bonds - U.S. Governments</b>																					
36180CY78	GOVERNMENT NATL MTG ASSOC #AD1634		09/01/2017	PAYDOWN	X X X	15,447	15,447	16,162	15,497		(50)		(50)		15,447				306	01/15/2043	1FE
36202DBJ9	GOVERNMENT NATL MTG ASSOC II #002741		09/01/2017	PAYDOWN	X X X	100	100	99	100						100				4	04/20/2029	1FE
36202DDB4	GOVERNMENT NATL MTG ASSOC II #002798		09/01/2017	PAYDOWN	X X X	30	30	30	30						30				2	08/20/2029	1FE
36202DFZ9	GOVERNMENT NATL MTG ASSOC II #002884		09/01/2017	PAYDOWN	X X X	43	43	43	43						43				2	02/20/2030	1FE
0599999 Subtotal - Bonds - U.S. Governments					X X X	15,620	15,620	16,334	15,670		(50)		(50)		15,620				314	X X X	X X X
<b>Bonds - U.S. States, Territories and Possessions</b>																					
7091415R2	PENNSYLVANIA ST		09/01/2017	MATURITY	X X X	250,000	250,000	249,990	249,999		1		1		250,000				10,000	09/01/2017	1FE
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions					X X X	250,000	250,000	249,990	249,999		1		1		250,000				10,000	X X X	X X X
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>																					
283734FZ9	EL PASO TX		08/15/2017	PREREFUNDED	X X X	220,000	220,000	232,586	220,933		(933)		(933)		220,000				11,000	08/15/2020	1FE
2499999 Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					X X X	220,000	220,000	232,586	220,933		(933)		(933)		220,000				11,000	X X X	X X X
<b>Bonds - U.S. Special Revenue, Special Assessment</b>																					
3128M5UZ1	FEDERAL HOME LN MTG CORP #G03900		09/01/2017	PAYDOWN	X X X	4,017	4,017	3,992	4,014		4		4		4,017				151	02/01/2038	1FE
3128M9YG1	FEDERAL HOME LN MTG CORP #G07611		09/01/2017	PAYDOWN	X X X	11,333	11,333	11,738	11,369		(36)		(36)		11,333				312	01/01/2044	1FE
3128MJX88	FEDERAL HOME LN MTG CORP #G08702		09/01/2017	PAYDOWN	X X X	15,163	15,163	15,893	15,209		(46)		(46)		15,163				352	04/01/2046	1FE
3128MJYC8	FEDERAL HOME LN MTG CORP #G08706		09/01/2017	PAYDOWN	X X X	18,103	18,103	19,031	18,165		(63)		(63)		18,103				425	05/01/2046	1FE
3128MJZP8	FEDERAL HOME LN MTG CORP #G08749		09/01/2017	PAYDOWN	X X X	97,133	97,133	101,785			(179)		(179)		97,133				1,648	02/01/2047	1FE
3128PRUA5	FEDERAL HOME LN MTG CORP #J12377		09/01/2017	PAYDOWN	X X X	12,153	12,153	12,647	12,233		(80)		(80)		12,153				319	06/01/2025	1FE
3128PRUR8	FEDERAL HOME LN MTG CORP #J12392		09/01/2017	PAYDOWN	X X X	2,046	2,046	2,124	2,065		(19)		(19)		2,046				55	06/01/2025	1FE
3128PRY29	FEDERAL HOME LN MTG CORP #J12529		09/01/2017	PAYDOWN	X X X	6,932	6,932	7,336	7,003		(71)		(71)		6,932				195	07/01/2025	1FE
31292K4U8	FEDERAL HOME LN MTG CORP #C03535		09/01/2017	PAYDOWN	X X X	12,546	12,546	13,200	12,614		(68)		(68)		12,546				381	08/01/2040	1FE
3132GJVJ5	FEDERAL HOME LN MTG CORP #Q03617		09/01/2017	PAYDOWN	X X X	10,618	10,618	11,036	10,662		(45)		(45)		10,618				313	10/01/2041	1FE
3132M5C59	FEDERAL HOME LN MTG CORP #Q24892		09/01/2017	PAYDOWN	X X X	5,631	5,631	5,891	5,655		(24)		(24)		5,631				160	02/01/2044	1FE
3132MACR0	FEDERAL HOME LN MTG CORP #Q29380		09/01/2017	PAYDOWN	X X X	11,738	11,738	12,483	11,809		(71)		(71)		11,738				322	11/01/2044	1FE
3132QMLQ2	FEDERAL HOME LN MTG CORP #Q31234		09/01/2017	PAYDOWN	X X X	3,182	3,182	3,340	3,190		(8)		(8)		3,182				81	02/01/2045	1FE
3132QUDC4	FEDERAL HOME LN MTG CORP #Q37298		09/01/2017	PAYDOWN	X X X	22,214	22,214	22,962	22,255		(42)		(42)		22,214				519	11/01/2045	1FE
3132WEF23	FEDERAL HOME LN MTG CORP #Q41084		09/01/2017	PAYDOWN	X X X	4,814	4,814	5,072	4,824		(10)		(10)		4,814				113	06/01/2046	1FE
3136ALE5	FANNIE MAE 13 58 KJ		09/01/2017	PAYDOWN	X X X	7,500	7,500	7,659	7,517		(18)		(18)		7,500				149	02/25/2043	1FE
3137AU4Y2	FREDDIE MAC 4101 QN		09/01/2017	PAYDOWN	X X X	6,806	6,806	7,118	6,833		(28)		(28)		6,806				159	09/15/2042	1FE
3138A4SZ9	FEDERAL NATIONAL MTG ASSOC #AH3235		09/01/2017	PAYDOWN	X X X	5,010	5,010	5,045	5,015		(5)		(5)		5,010				121	02/01/2026	1FE
3138A7QK7	FEDERAL NATIONAL MTG ASSOC #AH5857		09/01/2017	PAYDOWN	X X X	5,112	5,112	5,205	5,117		(5)		(5)		5,112				120	02/01/2041	1FE
3138EGHR8	FEDERAL NATIONAL MTG ASSOC #AL0239		09/01/2017	PAYDOWN	X X X	9,518	9,518	9,628	9,533		(15)		(15)		9,518				258	04/01/2041	1FE
3138EN7M5	FEDERAL NATIONAL MTG ASSOC #AL6299		09/01/2017	PAYDOWN	X X X	24,042	24,042	25,237	24,127		(85)		(85)		24,042				564	01/01/2045	1FE
3138MF2X4	FEDERAL NATIONAL MTG ASSOC #AQ0789		09/01/2017	PAYDOWN	X X X	14,174	14,174	14,790	14,261		(87)		(87)		14,174				233	11/01/2027	1FE
3138WHM66	FEDERAL NATIONAL MTG ASSOC #AS7580		09/01/2017	PAYDOWN	X X X	22,444	22,444	23,383	22,504		(61)		(61)		22,444				447	07/01/2046	1FE

QE05

## SCHEDULE D - PART 4

### Show All Long-Term Bonds and Stocks Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22	
										11	12	13	14	15								
CUSIP Identification	Description	Forfeiture Date	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 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	NAIC Designation or Market Indicator (a)	
3138YAM28	FEDERAL NATIONAL MTG ASSOC #AX8476		09/01/2017	PAYDOWN	XXX	2,325	2,325	2,443	2,327				(2)		2,325				54	11/01/2044	1FE	
31397QL22	FANNIE MAE 11 19 EN		09/01/2017	PAYDOWN	XXX	6,065	6,065	6,353	6,111				(46)		6,065				160	05/25/2040	1FE	
3140F0T53	FEDERAL NATIONAL MTG ASSOC #BC5071		09/01/2017	PAYDOWN	XXX	63,011	63,011	66,368	63,323				(313)		63,011				1,370	11/01/2043	1FE	
3140GPZX9	FEDERAL NATIONAL MTG ASSOC #BH1657		09/01/2017	PAYDOWN	XXX	14,662	14,662	15,118				(2)		14,662				100	04/01/2047	1FE		
31412N6D3	FEDERAL NATIONAL MTG ASSOC #930668		09/01/2017	PAYDOWN	XXX	2,451	2,451	2,612	2,469				(18)		2,451				90	03/01/2024	1FE	
31412PRQ6	FEDERAL NATIONAL MTG ASSOC #931195		09/01/2017	PAYDOWN	XXX	3,886	3,886	4,106	3,928				(42)		3,886				119	05/01/2024	1FE	
31417DSZ7	FEDERAL NATIONAL MTG ASSOC #AB6835		09/01/2017	PAYDOWN	XXX	13,953	13,953	14,766	14,026				(73)		13,953				326	11/01/2042	1FE	
31418B5C6	FEDERAL NATIONAL MTG ASSOC #MA2642		09/01/2017	PAYDOWN	XXX	12,708	12,708	13,317	12,756				(49)		12,708				298	06/01/2046	1FE	
31418CFP4	FEDERAL NATIONAL MTG ASSOC #MA2873		09/01/2017	PAYDOWN	XXX	28,678	28,678	29,748				(33)		28,678				410	01/01/2037	1FE		
31418QNT6	FEDERAL NATIONAL MTG ASSOC #AD3101		09/01/2017	PAYDOWN	XXX	17,119	17,119	18,240	17,263				(144)		17,119				582	04/01/2040	1FE	
31418TC47	FEDERAL NATIONAL MTG ASSOC #AD5490		09/01/2017	PAYDOWN	XXX	24,218	24,218	25,734	24,285				(66)		24,218				849	05/01/2040	1FE	
31418VS78	FEDERAL NATIONAL MTG ASSOC #AD7741		09/01/2017	PAYDOWN	XXX	5,321	5,321	5,506	5,336				(16)		5,321				154	07/01/2040	1FE	
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					XXX	526,626	526,626	550,906	387,798				(1,866)		526,626				11,909	XXX	XXX	
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>																						
12626BAA2	COMM MORTGAGE TRUST 13 CR10 A1		09/01/2017	PAYDOWN	XXX	21,758	21,758	21,758	21,758						21,758				189	08/10/2046	1FM	
14313YAH1	CARMAX AUTO OWNER TRUST 16 1 A2B		09/15/2017	PAYDOWN	XXX	128,070	128,070	128,070	128,070						128,070				1,272	04/15/2019	1FE	
41284AAD0	HARLEY-DAVIDSON MOTORCYCLE TR 14 1 A3		09/15/2017	PAYDOWN	XXX	34,614	34,614	34,605	34,611				3		34,614				253	09/15/2019	1FE	
67741YAA6	OHIO PHASE-IN-RECOVERY FUNDING 13 1 A1		07/01/2017	PAYDOWN	XXX	49,218	49,218	49,217	49,218						49,218				472	07/01/2018	1FE	
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	233,660	233,660	233,650	233,657				3		233,660				2,186	XXX	XXX	
8399997 Subtotal - Bonds - Part 4					XXX	1,245,906	1,245,906	1,283,466	1,108,057				(2,845)		1,245,906				35,409	XXX	XXX	
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds					XXX	1,245,906	1,245,906	1,283,466	1,108,057				(2,845)		1,245,906				35,409	XXX	XXX	
<b>Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)</b>																						
808513600	CHARLES SCHWAB CORP 5.95%		07/27/2017	WELLS FARGO FINANCIAL	2,000,000	55,199	25.00	54,280	49,980				4,300		54,280		919	919	1,488	XXX	P2LFE	
8499999 Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)					XXX	55,199	XXX	54,280	49,980				4,300		54,280		919	919	1,488	XXX	XXX	
8999997 Subtotal - Preferred Stocks - Part 4					XXX	55,199	XXX	54,280	49,980				4,300		54,280		919	919	1,488	XXX	XXX	
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999 Subtotal - Preferred Stocks					XXX	55,199	XXX	54,280	49,980				4,300		54,280		919	919	1,488	XXX	XXX	
<b>Common Stocks - Mutual Funds</b>																						
81369Y506	ENERGY SELECT SECTOR SPDR		07/11/2017	VARIOUS	3,100,000	198,500	XXX	258,568	233,492				25,076		201,252		(2,752)	(2,752)	2,691	XXX	L	
9299999 Subtotal - Common Stocks - Mutual Funds					XXX	198,500	XXX	258,568	233,492				25,076		201,252		(2,752)	(2,752)	2,691	XXX	XXX	
9799997 Subtotal - Common Stocks - Part 4					XXX	198,500	XXX	258,568	233,492				25,076		201,252		(2,752)	(2,752)	2,691	XXX	XXX	
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999 Subtotal - Common Stocks					XXX	198,500	XXX	258,568	233,492				25,076		201,252		(2,752)	(2,752)	2,691	XXX	XXX	
9899999 Subtotal - Preferred and Common Stocks					XXX	253,699	XXX	312,848	283,472				29,376		255,532		(1,833)	(1,833)	4,179	XXX	XXX	
9999999 Total - Bonds, Preferred and Common Stocks					XXX	1,499,605	XXX	1,596,314	1,391,529				29,376		1,501,438		(1,833)	(1,833)	39,588	XXX	XXX	

QE05.1

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0.

**E06 Schedule DB Part A Section 1 ..... NONE**

**E07 Schedule DB Part B Section 1 ..... NONE**

**E08 Schedule DB Part D Section 1 ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged By Reporting Entity ..... NONE**

**E09 Schedule DB Part D Section 2 - Collateral Pledged To Reporting Entity ..... NONE**

**E10 Schedule DL - Part 1 - Securities Lending Collateral Assets ..... NONE**

**E11 Schedule DL - Part 2 - Securities Lending Collateral Assets ..... NONE**

**SCHEDULE E - PART 1 - CASH****Month End Depository Balances**

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
<b>open depositories</b>								
American Bank & Trust ..... Rock Island, IL .....			1,603		1,720,640	1,274,091	3,114,152	X X X
0199998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories .	X X X	X X X						X X X
0199999 Totals - Open Depositories .....	X X X	X X X	1,603		1,720,640	1,274,091	3,114,152	X X X
0299998 Deposits in .....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories .....	X X X	X X X						X X X
0299999 Totals - Suspended Depositories .....	X X X	X X X						X X X
0399999 Total Cash On Deposit .....	X X X	X X X	1,603		1,720,640	1,274,091	3,114,152	X X X
0499999 Cash in Company's Office .....	X X X	X X X	X X X	X X X	275	275	275	X X X
0599999 Total Cash .....	X X X	X X X	1,603		1,720,915	1,274,366	3,114,427	X X X

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
N O N E							
8699999 Total - Cash Equivalents .....							