



# QUARTERLY STATEMENT

AS OF JUNE 30, 2016  
OF THE CONDITION AND AFFAIRS OF THE

## PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

NAIC Group Code 00382 , 00382 NAIC Company Code 15040 Employer's ID Number 05-0204000  
(Current Period) (Prior Period)

Organized under the Laws of Rhode Island , State of Domicile or Port of Entry Rhode Island  
Country of Domicile United States

Incorporated/Organized 10/27/1800 Commenced Business 10/27/1800

Statutory Home Office 340 East Avenue , Warwick, RI, US 02886-1802  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 340 East Avenue Warwick, RI, US 02886-1802 401-827-1800  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address P.O. Box 6066 , Providence, RI, US 02940-6066  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 340 East Avenue Warwick, RI, US 02886-1802 401-827-1800-125  
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.providencemutual.com

Statutory Statement Contact Richard Albert Sinnigen 401-827-1800-125  
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### OFFICERS

Name	Title	Name	Title
<u>Sandra Glaser Parrillo</u>	<u>President</u>	<u>Earl Francis Cottam Jr.</u>	<u>Treasurer</u>
<u>Richard Albert Sinnigen</u>	<u>Secretary</u>		

### OTHER OFFICERS

<u>Thomas Francis Burkart</u>	<u>Vice President</u>	<u>Leonard John Ryer</u>	<u>Vice President</u>
<u>Joseph John Muccio</u>	<u>Vice President</u>	<u>Duc Tu Ngo</u>	<u>Vice President</u>

### DIRECTORS OR TRUSTEES

<u>Leslie Adams Gardner</u>	<u>Robert White Parsons</u>	<u>Mary Louise Fazzano</u>	<u>John Scott Lombardo</u>
<u>Sandra Glaser Parrillo</u>	<u>Alan Henry Litwin</u>	<u>David Martin Gilden</u>	<u>B. Michael Rauh Jr.</u>
<u>Edwin Joseph Santos</u>			

State of Rhode Island

County of Kent 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.

Sandra Glaser Parrillo  
President

Earl Francis Cottam Jr.  
Treasurer

Richard Albert Sinnigen  
Secretary

a. Is this an original filing? Yes [X] No [ ]

Subscribed and sworn to before me this  
12th day of August, 2016

b. If no:  
1. State the amendment number \_\_\_\_\_  
2. Date filed \_\_\_\_\_  
3. Number of pages attached \_\_\_\_\_

Caroline M. Curtis, Notary Public  
November 1, 2016

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

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 .....	108,915,825		108,915,825	107,830,727
2. Stocks:				
2.1 Preferred stocks .....	235,683		235,683	229,680
2.2 Common stocks .....	45,791,024		45,791,024	44,460,477
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....	2,800,855		2,800,855	2,849,527
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ ..... 1,601,617 ), cash equivalents (\$ ..... 0 ) and short-term investments (\$ ..... 2,439,600 ) .....	4,041,217		4,041,217	8,519,793
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....	0		0	0
8. Other invested assets .....	0		0	0
9. Receivables for securities .....			0	0
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	161,784,604	0	161,784,604	163,890,204
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	646,563		646,563	630,453
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	1,332,344	168,986	1,163,358	1,263,323
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....	12,509,834		12,509,834	12,095,413
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	1,527,394		1,527,394	1,532,140
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	44,978		44,978	44,978
18.2 Net deferred tax asset .....	7,479,727	2,745,942	4,733,785	4,262,928
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	154,580	18,039	136,541	184,150
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	528,762	528,762	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....			0	0
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other-than-invested assets .....	6,620,273	0	6,620,273	6,377,445
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	192,629,059	3,461,729	189,167,330	190,281,034
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	192,629,059	3,461,729	189,167,330	190,281,034
<b>DETAILS OF WRITE-INS</b>				
1101. ....			0	0
1102. ....			0	0
1103. ....			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0	0
2501. Other Assets .....	529,728		529,728	293,972
2502. Pools and Associations .....	6,090,545		6,090,545	6,083,473
2503. ....				
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	6,620,273	0	6,620,273	6,377,445

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....14,627,306 ) .....	35,833,449	36,421,029
2. Reinsurance payable on paid losses and loss adjustment expenses .....		0
3. Loss adjustment expenses .....	11,410,070	11,969,924
4. Commissions payable, contingent commissions and other similar charges .....	2,100,662	1,914,431
5. Other expenses (excluding taxes, licenses and fees) .....	1,575,759	1,707,096
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	100,924	339,193
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		0
7.2 Net deferred tax liability .....		0
8. Borrowed money \$ ..... and interest thereon \$ .....		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ .....1,850,753 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	44,729,282	45,154,969
10. Advance premium .....	1,413,227	938,476
11. Dividends declared and unpaid:		
11.1 Stockholders .....		0
11.2 Policyholders .....		0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	623,013	954,162
13. Funds held by company under reinsurance treaties .....	378,207	390,740
14. Amounts withheld or retained by company for account of others .....	11,090	12,882
15. Remittances and items not allocated .....	22,041	11,172
16. Provision for reinsurance (including \$ ..... certified) .....	98,000	98,000
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....		0
19. Payable to parent, subsidiaries and affiliates .....		40,241
20. Derivatives .....	0	0
21. Payable for securities .....	893,000	0
22. Payable for securities lending .....		0
23. Liability for amounts held under uninsured plans .....		0
24. Capital notes \$ ..... and interest thereon \$ .....		0
25. Aggregate write-ins for liabilities .....	0	0
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	99,188,724	99,952,315
27. Protected cell liabilities .....		0
28. Total liabilities (Lines 26 and 27) .....	99,188,724	99,952,315
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....		0
31. Preferred capital stock .....		0
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....		0
34. Gross paid in and contributed surplus .....		0
35. Unassigned funds (surplus) .....	89,978,606	90,328,719
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		0
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....	89,978,606	90,328,719
38. Totals (Page 2, Line 28, Col. 3)	189,167,330	190,281,034
<b>DETAILS OF WRITE-INS</b>		
2501. ....		0
2502. ....		0
2503. ....		0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	0	0
2901. ....		0
2902. ....		0
2903. ....		0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201. ....		0
3202. ....		0
3203. ....		0
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

## 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 \$ 44,145,294 )	44,572,374	41,380,165	84,309,257
1.2 Assumed (written \$ 309,003 )	321,809	304,045	620,176
1.3 Ceded (written \$ 6,336,274 )	6,350,473	7,447,312	14,759,406
1.4 Net (written \$ 38,118,023 )	38,543,710	34,236,898	70,170,027
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 27,263,324 ):			
2.1 Direct	26,730,388	43,464,131	72,618,589
2.2 Assumed	145,766	205,779	424,046
2.3 Ceded	3,159,288	14,857,365	24,575,600
2.4 Net	23,716,866	28,812,545	48,467,035
3. Loss adjustment expenses incurred	3,141,366	5,301,951	8,481,122
4. Other underwriting expenses incurred	15,088,887	14,190,308	28,472,184
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	41,947,119	48,304,804	85,420,341
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(3,403,409)	(14,067,906)	(15,250,314)
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	1,280,443	1,238,996	2,651,261
10. Net realized capital gains (losses) less capital gains tax of \$	178,582	203,551	12,100,778
11. Net investment gain (loss) (Lines 9 + 10)	1,459,025	1,442,547	14,752,039
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ .61 amount charged off \$ 33,657 )	(33,596)	(33,200)	(71,891)
13. Finance and service charges not included in premiums	235,856	228,581	469,311
14. Aggregate write-ins for miscellaneous income	(127,162)	(106,934)	(229,674)
15. Total other income (Lines 12 through 14)	75,098	88,447	167,746
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(1,869,286)	(12,536,912)	(330,529)
17. Dividends to policyholders	0	0	0
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)	(1,869,286)	(12,536,912)	(330,529)
19. Federal and foreign income taxes incurred	0	0	0
20. Net income (Line 18 minus Line 19)(to Line 22)	(1,869,286)	(12,536,912)	(330,529)
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	90,328,719	103,308,242	103,308,241
22. Net income (from Line 20)	(1,869,286)	(12,536,912)	(330,529)
23. Net transfers (to) from Protected Cell accounts	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 269,439	463,884	(536,264)	(9,929,509)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	740,295	4,410,841	476,944
27. Change in nonadmitted assets	314,994	(22,473)	(3,156,428)
28. Change in provision for reinsurance	0	0	(40,000)
29. Change in surplus notes	0	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0	0
31. Cumulative effect of changes in accounting principles	0	0	0
32. Capital changes:			
32.1 Paid in	0	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0	0
32.3 Transferred to surplus	0	0	0
33. Surplus adjustments:			
33.1 Paid in	0	0	0
33.2 Transferred to capital (Stock Dividend)	0	0	0
33.3 Transferred from capital	0	0	0
34. Net remittances from or (to) Home Office	0	0	0
35. Dividends to stockholders	0	0	0
36. Change in treasury stock	0	0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	(350,113)	(8,684,808)	(12,979,522)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	89,978,606	94,623,434	90,328,719
<b>DETAILS OF WRITE-INS</b>			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Policyholder Service Fees	(127,162)	(106,934)	(229,674)
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(127,162)	(106,934)	(229,674)
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

**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.....	38,253,762	34,735,795	71,855,924
2. Net investment income .....	1,556,538	1,641,643	3,362,160
3. Miscellaneous income .....	75,098	88,447	167,746
4. Total (Lines 1 to 3) .....	39,885,398	36,465,885	75,385,830
5. Benefit and loss related payments .....	24,299,700	26,879,318	45,241,424
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	18,973,480	18,679,776	35,861,271
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	0	436,170	436,169
10. Total (Lines 5 through 9) .....	43,273,180	45,995,264	81,538,864
11. Net cash from operations (Line 4 minus Line 10) .....	(3,387,782)	(9,529,379)	(6,153,034)
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	15,702,165	17,414,685	29,601,973
12.2 Stocks .....	3,245,899	4,813,191	51,015,152
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	0	0
12.7 Miscellaneous proceeds .....	893,000	1,145,432	566,448
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	19,841,064	23,373,308	81,183,573
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	16,994,016	10,654,294	22,410,651
13.2 Stocks .....	3,707,327	4,465,005	49,536,996
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	12,439
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	566,448
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	20,701,343	15,119,299	72,526,534
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(860,279)	8,254,009	8,657,039
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied).....	(230,515)	(1,013,996)	145,061
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(230,515)	(1,013,996)	145,061
<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) .....	(4,478,576)	(2,289,366)	2,649,066
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	8,519,793	5,870,727	5,870,727
19.2 End of period (Line 18 plus Line 19.1) .....	4,041,217	3,581,361	8,519,793

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies and Going Concern

#### A) Accounting Practices

The accompanying financial statements of the Company are presented on the basis of accounting practices prescribed or permitted by the State of Rhode Island Department of Business Regulation Insurance Division. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as prescribed or permitted practices by the State of Rhode Island Department of Business Regulation Insurance Division.

The Company, with the explicit permission of the State of Rhode Island Department of Business Regulation Insurance Division, records its investment in an unaudited wholly owned subsidiary as an admitted asset. If the investment was non-admitted, common stocks and statutory surplus would be decreased by \$1,214,293 and \$1,229,815 as of June 30, 2016 and 2015, respectively.

Net Income	<u>State</u>	<u>2016</u>	<u>2015</u>
Company state basis	RI	(1,869,286)	(12,536,912)
State prescribed practices	RI	0	0
State permitted practices	RI	<u>0</u>	<u>0</u>
NAIC SAP	RI	<u>(1,869,286)</u>	<u>(12,536,912)</u>
Surplus			
Company state basis	RI	89,978,606	94,623,434
State prescribed practices	RI	0	0
State permitted practices	RI	<u>(1,214,293)</u>	<u>(1,229,815)</u>
NAIC SAP	RI	<u>88,764,313</u>	<u>93,393,619</u>

#### B) Use of Estimates in Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

#### C) Accounting Policies

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 semi-monthly pro-rata methods for direct and ceded business.

Expenses incurred in connection with acquiring new insurance business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition the Company uses the following accounting policies:

1. Short-term investments are stated at amortized cost.
2. Bonds not backed by other loans are stated at either amortized cost using the interest method or the lower of amortized cost or fair market value.
3. Unaffiliated common stocks are stated at fair market value.
4. Unaffiliated preferred stocks are stated at fair market value.
5. The Company does not hold mortgage loans.
6. Loan-backed securities, including Mortgage-Backed Securities and Asset-Backed Securities, are stated at either amortized cost or the lower of amortized cost or fair value, using the interest method. Prepayment assumptions are reviewed on a periodic basis. If changes in prepayments are deemed necessary, securities are revalued based upon the new prepayment assumptions. The retrospective adjustment method is used to revalue all securities except for interest only securities, securities where the yield had become negative or securities where an other than temporary impairment was recognized as adopted under SSAP No. 43R, that are valued using the prospective method.
7. Common stocks of uncombined subsidiaries and affiliates in which the Company has an interest of 20% or more are carried on the equity basis.
8. Real estate is stated at cost less accumulated depreciation.
9. The Company does not hold derivative instruments.
10. The Company does utilize anticipated investment income as a factor in premium deficiency calculations.
11. 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 necessary 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.
12. The Company has not modified its capitalization policy from the prior period.
13. The Company has no pharmaceutical rebate receivables.

#### D) Going Concern

Not Applicable

### 2. Accounting Changes and Corrections of Errors

There have been no accounting changes or corrections of errors during the statement periods.

### 3. Business Combinations and Goodwill

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

## 4. Discontinued Operations

Not applicable.

## 5. Investments

## A) Mortgage Loans

Not applicable.

## B) Debt Restructuring

Not applicable.

## C) Reverse Mortgages

Not applicable.

## D) Loan-Backed Securities

1) Prepayment assumptions for Mortgage-Backed Securities and Asset-Backed Securities 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.

2) Other-than-temporary impairments were \$0 and \$0 in 2016 and 2015, respectively.

3) Not Applicable.

4) All impaired securities (fair value is less than cost or amortized cost) for which an other than temporary impairment has not been recognized in earnings.

	<u>Fair Value</u>	<u>Unrealized Losses</u>
Unrealized losses less than 12 months	5,391,829	26,653
Unrealized losses greater than 12 months	<u>8,942,595</u>	<u>146,868</u>
Total	<u>14,334,424</u>	<u>173,521</u>

5) Loan backed securities in an unrealized loss position are reviewed to determine whether other-than-temporary impairments should be recognized. The Company asserts that it has the intent and ability to hold these securities long enough to allow the cost basis of these securities to be recovered.

## E) Repurchase Agreements

Not applicable.

## F) Real Estate

Not applicable.

## G) Low-Income Housing Tax Credits

Not applicable.

## H) Restricted Assets

Not applicable

## I) Working Capital Finance Investments

Not applicable.

## J) Offsetting and Netting of Assets and Liabilities

Not applicable

## K) Structured Notes

<u>CUSIP</u>	<u>Actual Cost</u>	<u>Fair Value</u>	<u>Book / Adjusted Carrying Value</u>	<u>Mortgage- Referenced Security (Yes/No)</u>
845467AL3	508,888	488,325	488,325	No

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

Not applicable.

## 7. Investment Income

All due and accrued income was included in investment income during the statement periods.

## 8. Derivative Instruments

Not applicable

## NOTES TO FINANCIAL STATEMENTS

## Note 9. Income Taxes

A. 1. Components of the net deferred income tax asset or net deferred tax liability;	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
<b>June 30, 2016</b>			
(a) Gross deferred tax assets	7,788,403	(266,841)	7,521,562
(b) Statutory Valuation Allowance Adjustments	0	0	0
(c) Adjusted gross deferred tax assets (1a-1b)	7,788,403	(266,841)	7,521,562
(d) Deferred tax assets nonadmitted	(2,745,942)	0	(2,745,942)
(e) Subtotal net admitted deferred tax assets (1c-1d)	5,042,461	(266,841)	4,775,620
(f) Deferred tax liabilities	(41,836)	0	(41,836)
(g) Net admitted deferred tax assets / (net deferred tax liabilities) (1e-1f)	5,000,625	(266,841)	4,733,784
<b>December 31, 2015</b>			
(a) Gross deferred tax assets	7,040,364	2,598	7,042,962
(b) Statutory Valuation Allowance Adjustments	0	0	0
(c) Adjusted gross deferred tax assets (1a-1b)	7,040,364	2,598	7,042,962
(d) Deferred tax assets nonadmitted	(2,745,942)	0	(2,745,942)
(e) Subtotal net admitted deferred tax assets (1c-1d)	4,294,422	2,598	4,297,020
(f) Deferred tax liabilities	(34,092)	0	(34,092)
(g) Net admitted deferred tax assets / (net deferred tax liabilities) (1e-1f)	4,260,330	2,598	4,262,928
<b>Change</b>			
(a) Gross deferred tax assets	748,039	(269,439)	478,600
(b) Statutory Valuation Allowance Adjustments	0	0	0
(c) Adjusted gross deferred tax assets (1a-1b)	748,039	(269,439)	478,600
(d) Deferred tax assets nonadmitted	0	0	0
(e) Subtotal net admitted deferred tax assets (1c-1d)	748,039	(269,439)	478,600
(f) Deferred tax liabilities	(7,744)	0	(7,744)
(g) Net admitted deferred tax assets / (net deferred tax liabilities) (1e-1f)	740,295	(269,439)	470,856
<b>2. Admission Calculation Components</b>			
<b>June 30, 2016</b>			
(a) Federal income taxes paid in prior years recoverable through loss carrybacks (11a)	0	0	0
(b) Adjusted gross DTAs expected to be realized after application of the threshold limitations (Lesser of 11bi or 11bii)	0	0	0
1. Adjusted gross DTAs expected to be realized following the balance sheet date (11bi)	N/A	N/A	4,210,950
2. Adjusted gross DTAs allowed per limitation threshold (11bii)	N/A	N/A	13,496,791
Lesser of (b)1. or (b)2.	4,477,791	(266,841)	4,210,950
(c) Adjusted gross DTAs offset by gross DTLs (11c)	(41,836)	0	(41,836)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	4,519,627	(266,841)	4,252,786
<b>December 31, 2015</b>			
(a) Federal income taxes paid in prior years recoverable through loss carrybacks (11a)	0	0	0
(b) Adjusted gross DTAs expected to be realized after application of the threshold limitations (Lesser of 11bi or 11bii)	0	0	0
1. Adjusted gross DTAs expected to be realized following the balance sheet date (11bi)	N/A	N/A	4,262,928
2. Adjusted gross DTAs allowed per limitation threshold (11bii)	N/A	N/A	15,496,236
Lesser of (b)1. or (b)2.	4,260,330	2,598	4,262,928
(c) Adjusted gross DTAs offset by gross DTLs (11c)	(34,092)	0	(34,092)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	4,294,422	2,598	4,297,020
<b>Change</b>			
(a) Federal income taxes paid in prior years recoverable through loss carrybacks (11a)	0	0	0
(b) Adjusted gross DTAs expected to be realized after application of the threshold limitations (Lesser of 11bi or 11bii)	0	0	0
1. Adjusted gross DTAs expected to be realized following the balance sheet date (11bi)	N/A	N/A	(51,978)
2. Adjusted gross DTAs allowed per limitation threshold (11bii)	N/A	N/A	(1,999,445)
Lesser of (b)1. or (b)2.	217,461	(269,439)	(51,978)
(c) Adjusted gross DTAs offset by gross DTLs (11c)	(7,744)	0	(7,744)
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101	225,205	(269,439)	(44,234)
<b>3. Disclosure of ratios used for threshold limitation (for 11b);</b>			
(a) Ratio percentage used to determine recovery period and threshold limitation amount	<u>06/30/16</u>	<u>12/31/15</u>	
	0%	0%	
(b) Amount of adjusted capital and surplus used to determine recovery period threshold limitation in 2(b)2 above	89,978,606	86,065,791	

## NOTES TO FINANCIAL STATEMENTS

## 4. Impact of Tax Planning Strategies On the Determination of:

	Ordinary Percentage	Capital Percentage	Total Percentage
<b>June 30, 2016</b>			
(a) Adjusted gross deferred tax assets	0	0	0
(Percentage of total adjusted gross deferred tax assets)	N/A	N/A	0%
(b) Net admitted adjusted gross deferred tax assets	0	0	0
(Percentage of total net admitted adjusted gross deferred tax assets)	N/A	N/A	0%
(c) Does the Company's tax-planning strategies include the use of reinsurance?	Yes ___	No ___	X ___

**December 31, 2015**

(a) Adjusted gross deferred tax assets	0	0	0
(Percentage of total adjusted gross deferred tax assets)	N/A	N/A	0%
(b) Net admitted adjusted gross deferred tax assets	0	0	0
(Percentage of total net admitted adjusted gross deferred tax assets)	N/A	N/A	0%

**Change**

(a) Adjusted gross deferred tax assets	0	0	0
(Percentage of total adjusted gross deferred tax assets)	N/A	N/A	0%
(b) Net admitted adjusted gross deferred tax assets	0	0	0
(Percentage of total net admitted adjusted gross deferred tax assets)	N/A	N/A	0%

## B. Unrecognized deferred tax liabilities

(1) There are no temporary differences for which deferred tax liabilities are not recognized.

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

	06/30/16	12/31/15	Change
1 Current tax expense incurred			
(a) Current year federal tax expense (benefit)- ordinary income	0	0	0
(b) Current year foreign tax expense (benefit)- ordinary income	0	0	0
(c) Subtotal	0	0	0
(d) Current year tax expense (benefit) - net realized capital gains(losses)	0	0	0
(e) Utilization of operating loss carry forwards	0	0	0
(f) Tax on Capital Gains	0	0	0
(g) Federal and foreign income taxes incurred	0	0	0

## 2 Deferred income tax assets and liabilities consist of the following major components:

## Deferred tax assets:

	06/30/16	12/31/15	Change
(a) Ordinary			
(1) Discounting of unpaid losses and loss adjustment expenses	699,339	724,929	(25,590)
(2) Unearned premium reserve	3,041,591	3,070,538	(28,947)
(3) Fixed assets	99,522	99,521	1
(4) Compensation and benefit accruals	517,021	517,021	0
(5) Receivables nonadmitted	161,697	161,697	0
(6) Net operating loss carryforward	1,801,859	999,282	802,577
(7) Tax Credit C/F	987,402	987,402	0
(8) Anticipated Salvage and Subrogation	420,286	420,286	0
(9) Other (including items <5% of total ordinary tax assets)	59,688	59,688	0
Subtotal	7,788,405	7,040,364	748,041
(b) Statutory Valuation Allowance Adjustment	0	0	0
(c) Nonadmitted ordinary deferred tax assets	(2,745,942)	(2,745,942)	0
(d) Admitted ordinary deferred tax assets	5,042,463	4,294,422	748,041

## (e) Capital

(1) Investments	2,454	2,454	0
(2) Unrealized capital losses	(269,294)	145	(269,439)
(3) Other (including items <5% of total capital tax assets)	(1)	(1)	0
Subtotal	(266,841)	2,598	(269,439)
(f) Statutory Valuation Allowance Adjustment	0	0	0
(g) Nonadmitted capital deferred tax assets	0	0	0
(h) Admitted capital deferred tax assets	(266,841)	2,598	(269,439)

## (i) Admitted deferred tax assets

4,775,622 4,297,020 478,602

## 3 Deferred tax liabilities:

(a) Ordinary			
(1) Other (including items <5% of ordinary tax liabilities)	(41,837)	(34,092)	(7,745)
Subtotal	(41,837)	(34,092)	(7,745)

## (b) Capital

(1) Unrealized capital gains	0	0	0
(2) Other (including items <5% of capital tax liabilities)	0	0	0
Subtotal	0	0	0

## (c) Deferred tax liabilities

(41,837) (34,092) (7,745)

## NOTES TO FINANCIAL STATEMENTS

4 Net deferred tax asset (liability) 4,733,785 4,262,928 470,857

The valuation allowance adjustment to gross deferred tax assets as of June 30, 2016 and December 31, 2015 was \$0 and \$ 0, respectively.

The realization of the deferred tax asset is dependent upon the Company's ability to generate sufficient taxable income in future periods. Based on historical results and the prospects for future current operations, management anticipates that it is more likely than not that future taxable income will be sufficient for the realization the remaining deferred tax assets.

The change in the net deferred income taxes is comprised of the following (this analysis is exclusive of the nonadmitted DTAs as the Change in Nonadmitted Assets is reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement);

	<u>06/30/16</u>	<u>12/31/15</u>	<u>Change</u>
Total deferred tax assets	7,521,563	7,042,962	478,601
Total deferred tax liabilities	(41,836)	(34,092)	(7,744)
Net deferred tax assets/liabilities	7,479,727	7,008,870	470,857
Statutory valuation allowance adjustment	0	0	0
Net deferred tax assets/liabilities after SVA	7,479,727	7,008,870	470,857
Tax effect of unrealized gains/(losses)	(269,294)	145	(269,439)
Statutory valuation allowance adjustment allocated to unrealized	0	0	0
Change in net deferred income tax	7,749,021	7,008,725	740,296

D. Reconciliation of federal income tax rate to actual effective rate:

The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows;

	Tax effect <u>34%</u>	Effective <u>Tax Rate</u>
<b>June 30, 2016</b>		
Provision at statutory rate	(635,558)	(34.0%)
Tax-exempt interest (net of proration)	(43,814)	(2.3%)
Dividends received deduction (net of proration)	(60,924)	(3.3%)
Change in Non-Admitted Assets	0	0.0%
Other, net	0	0.0%
	(740,296)	(39.6%)
Federal and foreign income taxes incurred	0	0.0%
Change in net deferred taxes	(740,296)	(39.6%)
	(740,296)	(39.6%)
<b>December 31, 2015</b>		
Provision at statutory rate	(112,380)	(34.0%)
Tax-exempt interest (net of proration)	(112,463)	(34.0%)
Dividends received deduction (net of proration)	(169,844)	(51.4%)
Change in Non-Admitted Assets	0	0.0%
Other, net	(82,257)	(24.9%)
	(476,944)	(144.3%)
Federal and foreign income taxes incurred	0	0.0%
Change in net deferred taxes	(476,944)	(144.3%)
	(476,944)	(144.3%)

E. Carryforward, recoverable taxes and IRC section 6603 deposits;

1 As of June 30, 2016, there are the following net operating loss carryforwards available for tax purposes:

Origination Year	Expiration Year	Amount
2012	2032	1,554,984
2013	2033	0
2014	2034	0
2015	2035	1,384,082
2016	2036	2,360,519
Total		<u>5,299,585</u>

Alternative minimum tax credit carryover in the amount of \$987,402 which do not have an expiration date.

2 The amount of Federal income taxes incurred that are available for recoupment in the event of future net losses are:

	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
2016	0	0	0
2015	0	0	0

3 The aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Code are \$ 0.

F. Consolidated federal income tax return

## NOTES TO FINANCIAL STATEMENTS

1 The Company's federal income tax return is consolidated with The Providence Plantations Insurance Company

2 Income taxes are allocated based on a ratio of each member's taxable income or loss to the consolidated taxable income. Intercompany tax balances are settled annually.

### 10. Information Concerning Parent, Subsidiaries and Affiliates

#### A) Nature of Relationships

The Company is not directly or indirectly owned or controlled by any other entity.

B-L) Not applicable.

### 11. Debt

Not applicable.

### 12. Retirement Plans, Deferred Compensation and Other Postretirement Benefit Plans

#### A) Defined Benefit Plan

Not applicable.

B-D) Not applicable.

#### E) Defined Contribution Plan

The Company maintains a profit sharing and 401(k) savings plan to provide benefits for substantially all employees, including officers, upon retirement or, to the extent of vested amounts, upon termination of employment.

The Company maintains a nonqualified excess benefit plan which is credited for benefits which exceed the government's restrictions on how much pre-tax investment an employee may make. In addition, the Company maintains nonqualified pension plans covering key employees.

F-I) Not applicable.

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

1-5) Not applicable.

6) No restrictions have been placed upon the unassigned surplus funds and there are no outstanding unpaid advances to surplus as of the reporting periods.

7-9) Not applicable.

10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is \$1,017,017.

11-13) Not applicable.

### 14. Contingencies

#### A) Contingent Commitments

Not applicable.

#### B) Assessments

The Company is subject to guaranty fund assessments by the state in which it writes business. The Company has established a guaranty fund accrual which represents management's best estimate based on the information received by the Company as of the current reporting period.

#### C) Gain Contingencies

Not applicable.

#### D) Claims Relating to Extra Contractual Obligations & Bad Faith Losses

Not applicable.

#### E) Product Warranties

Not applicable.

#### F) Joint and Several Liability

Not applicable.

#### G) All Other Contingencies

Various lawsuits against the Company have arisen in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

### 15. Leases

The Company does not have any material lease obligations at this time.

### 16. Information about Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Not applicable.

## NOTES TO FINANCIAL STATEMENTS

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

Not applicable.

## 18. Gain or Loss to the Insurer from Uninsured A&amp;H Plans and the Uninsured Portion of Partially Insured Plans

Not applicable.

## 19. Direct Premium Written / Produced by Managing General Agents / Third Party Administrators

Not applicable.

## 20. Fair Value Measurements

## A) Fair Value Measurements at June 30, 2016.

The Company's valuation techniques are based on observable and unobservable inputs. Observable inputs reflect market data obtained pricing from independent sources based on trades of securities while unobservable inputs reflect the Company's market assumptions.

Level 1 – Observable inputs in the form of quoted process for identical instruments in active markets.

Level 2 – Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active or other inputs that are observable or can be derived from observable market data for substantially the full term of the assets and liabilities.

Level 3 – One or more unobservable inputs that are supported by little or no market activity and are significant to the fair value of the assets and liabilities. Level 3 assets and liabilities include financial instruments whose fair value is determined using internal models, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level3</u>	<u>Total</u>
Bonds				
Industrial & Misc	0	1,465,705	0	1,465,705
Preferred Stocks				
Industrial & Misc	0	235,683	0	235,683
Common Stock				
Industrial & Misc	22,536,102	0	17,289	22,553,391
Mutual Funds	22,023,340	0	0	22,023,340
Parent, Sub & Affiliate	0	0	1,214,293	1,214,293
Total Assets as Fair Value	44,559,442	1,701,388	1,231,582	47,492,412

As of June 30, 2016, the common stocks in level 3 are privately held securities.

## B) Not applicable.

## C) Fair Value Measurements for All Financial Instruments at June 30, 2016.

<u>Description</u>	<u>Aggregate Fair Value</u>	<u>Admitted Assets</u>	<u>Level1</u>	<u>Level 2</u>	<u>Level 3</u>
Bonds					
Governments	4,686,198	4,532,982	1,912,753	2,773,445	0
Industrial & Misc	71,155,520	70,010,826	225,906	70,929,614	0
Political Subdivisions	586,205	576,084	0	586,205	0
Special Revenue	<u>35,063,467</u>	<u>33,795,933</u>	<u>0</u>	<u>35,063,467</u>	<u>0</u>
Total Bonds	111,491,390	108,915,825	2,138,659	109,352,731	0
Preferred Stocks					
Industrial & Misc	235,683	235,683	0	235,683	0
Common Stock					
Industrial & Misc	22,553,391	22,553,391	22,536,102	0	17,289
Mutual Funds	22,023,340	22,023,340	22,023,340	0	0
Parent, Sub & Affiliate	<u>1,214,293</u>	<u>1,214,293</u>	<u>0</u>	<u>0</u>	<u>1,214,293</u>
Total Common Stock	45,791,024	45,791,024	44,559,442	0	1,231,582
Short-term Investments					
Money Market Funds	2,439,600	2,439,600	2,439,600	0	0
Industrial & Misc	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Short Term Inv	2,439,600	2,439,600	2,439,600	0	0
Total Assets	159,957,697	157,382,132	49,137,701	109,588,414	1,231,582

## NOTES TO FINANCIAL STATEMENTS

## 21. Other Items

A) Extraordinary Items  
Not applicable.

B) Troubled Debt Restructuring: Debtors  
Not applicable.

## C) Other Disclosures

Assets in the amount of \$397,121 and \$396,712 at June 30, 2016 and 2015, respectively, were on deposit with government authorities as required by law.

D) Business Interruption Insurance Recoveries  
Not applicable.

E) State Transferable Tax Credits  
Not applicable.

## F) Subprime Mortgage Related Risk Exposure

The Company does not engage in direct subprime residential mortgage lending. The Company's exposure to subprime is limited to investments within the fixed income investment portfolio which contains securities collateralized by mortgages that have characteristics of subprime lending. Such characteristics include an interest rate above prime to borrowers who do not qualify for prime rate loans, borrowers with low credit ratings (FICO scores), unconventionally high initial loan-to-value ratios, and borrowers with less than conventional documentation of their income and / or net assets.

The Company minimizes risk exposure by holding securities which carry higher credit ratings and by monitoring the underlying collateral performance on an ongoing basis.

The chart below summarizes the Actual Cost, Book Adjusted Carrying Value and the Fair Value of subprime mortgage related risk exposure.

<u>Cost</u>	<u>Book Adjusted Carrying Value</u>	<u>Fair Value</u>
\$0	\$0	\$5,526

22. Events Subsequent  
Not applicable.

## 23. Reinsurance

## A) Unsecured Reinsurance Recoverables

The Company does not have any unsecured aggregate recoverables for losses; paid and unpaid including IBNR, loss adjustment expenses, and unearned premium that exceeds 3% of the Company's policyholder surplus.

## B) Reinsurance Recoverable in Dispute

There are no individual reinsurance recoverables on paid and unpaid (including IBNR) losses in dispute by reason of notification, arbitration or litigation with any company which exceeds 5% of the Company's policyholder surplus or aggregate reinsurance recoverables on paid and unpaid (including IBNR) losses in dispute which exceed 10% of the Company's policyholder surplus.

## C) Reinsurance Assumed and Ceded

	ASSUMED REINSURANCE		CEDED REINSURANCE		NET	
	Premium Reserve (1)	Commission Equity (2)	Premium Reserve (3)	Commission Equity (4)	Premium Reserve (5)	Commission Equity (6)
Affiliates	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other	356,893	57,727	1,850,752	163,862	(1,493,859)	(106,135)
Total	356,893	57,727	1,850,752	163,862	(1,493,859)	(106,135)

Direct Unearned Premium Reserve \$44,729,282

D-I) Not applicable.

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

The Company was not involved in any retrospectively rated contracts during the statement periods.

## 25. Change 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 \$6,714,000 during 2016, compared to a decrease of \$5,203,000 during 2015. The increase / decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

## NOTES TO FINANCIAL STATEMENTS

26. Intercompany Pooling Arrangements  
Not applicable.

27. Structured Settlements  
The Company has not purchased any annuities under which the claimant is payee but for which the Company is contingently liable.

28. Health Care Receivables  
Not applicable.

29. Participating Policies  
Not applicable.

30. Premium Deficiency Reserves  
Not applicable.

31. High Deductibles  
Not applicable.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses  
Not applicable.

33. Asbestos/Environmental Reserves  
The Company has minor exposure to asbestos and / or environmental claims.

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 [ ]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [X]
- 2.2 If yes, date of change: .....
- 3.1 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 [ ] NA [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. ....12/31/2015
- 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. ....12/31/2010
- 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). ....05/12/2012
- 6.4 By what department or departments?  
Rhode Island.....
- 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 [ ] NA [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [X] No [ ] NA [ ]
- 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

## GENERAL INTERROGATORIES

- 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  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:  
 .....

- 9.2 Has the code of ethics for senior managers been amended? ..... Yes  No

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

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

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

### 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

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

- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? ..... Yes  No

14.2 If yes, please complete the following:

	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 .....	\$ .....1,214,293	\$ .....1,214,293
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....1,214,293	\$ .....1,214,293
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? ..... Yes  No

- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? ..... Yes  No

If no, attach a description with this statement.

**GENERAL INTERROGATORIES**

- 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 \$ .....

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*? ..... Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
U.S. Bank National Association.....	1025 Connecticut Avenue NW, Suite 517, Washington, DC 20036.....

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? ..... Yes [X] No [ ]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
Bank of America.....	U.S. Bank National Association.....	.06/01/2016.....	Bank of America is phasing out insurance company clients from their model.....

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
SEC File# 801-22445.....	New England Asset Management.....	74 Batterson Park Road, Farmington, CT 06032-3065.....
SEC File# 801-72830.....	LVW Advisors, LLC.....	67 Monroe Avenue, Pittsford, NY 14534.....

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:  
.....





STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

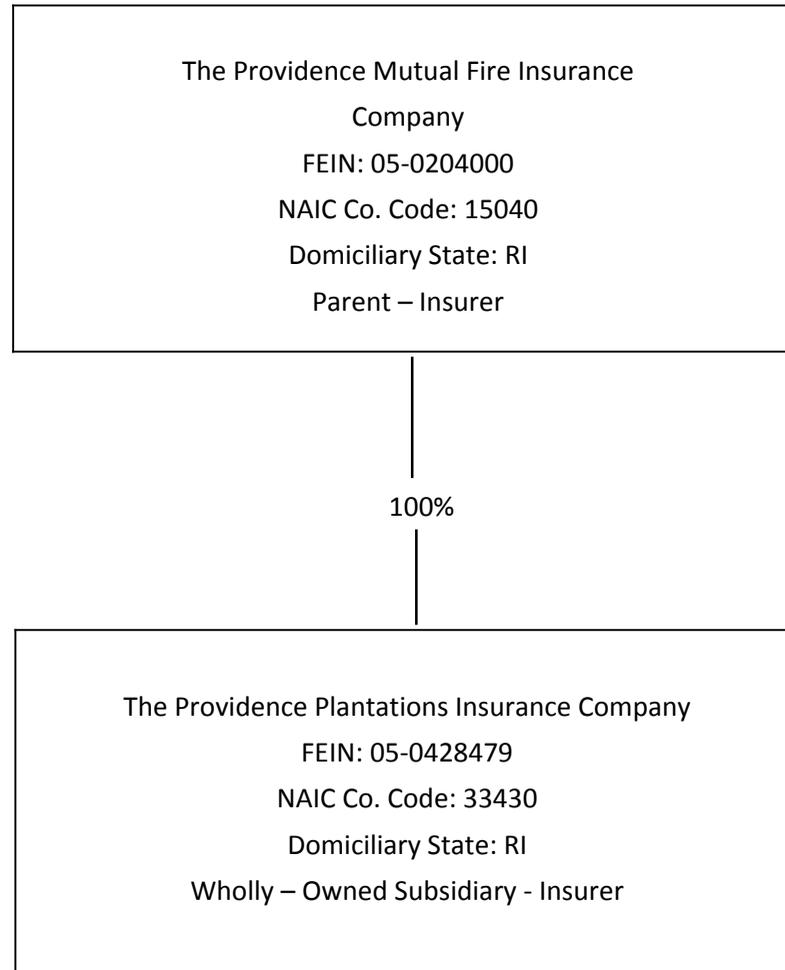
Current Year to Date - Allocated by States and Territories

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	0	0	0	0	0	
2. Alaska	AK	N	0	0	0	0	0	
3. Arizona	AZ	N	0	0	0	0	0	
4. Arkansas	AR	N	0	0	0	0	0	
5. California	CA	N	0	0	0	0	0	
6. Colorado	CO	N	0	0	0	0	0	
7. Connecticut	CT	L	6,581,345	5,052,702	2,170,274	3,583,909	5,563,519	4,240,766
8. Delaware	DE	N	0	0	0	0	0	0
9. Dist. Columbia	DC	N	0	0	0	0	0	0
10. Florida	FL	N	0	0	0	0	0	0
11. Georgia	GA	N	0	0	0	0	0	0
12. Hawaii	HI	N	0	0	0	0	0	0
13. Idaho	ID	N	0	0	0	0	0	0
14. Illinois	IL	N	0	0	0	0	0	0
15. Indiana	IN	N	0	0	0	0	0	0
16. Iowa	IA	N	0	0	0	0	0	0
17. Kansas	KS	N	0	0	0	0	0	0
18. Kentucky	KY	N	0	0	0	0	0	0
19. Louisiana	LA	N	0	0	0	0	0	0
20. Maine	ME	L	1,477,057	1,227,429	1,473,767	377,319	1,268,992	989,399
21. Maryland	MD	N	0	0	0	0	0	0
22. Massachusetts	MA	L	11,225,823	11,098,982	7,578,949	12,430,430	10,565,215	12,207,300
23. Michigan	MI	N	0	0	0	0	0	0
24. Minnesota	MN	N	0	0	0	0	0	0
25. Mississippi	MS	N	0	0	0	0	0	0
26. Missouri	MO	N	0	0	0	0	0	0
27. Montana	MT	N	0	0	0	0	0	0
28. Nebraska	NE	N	0	0	0	0	0	0
29. Nevada	NV	N	0	0	0	0	0	0
30. New Hampshire	NH	L	3,602,619	3,355,795	1,590,201	2,101,787	2,964,429	4,715,370
31. New Jersey	NJ	L	6,145,102	5,991,350	3,229,651	2,595,287	5,170,991	6,478,853
32. New Mexico	NM	N	0	0	0	0	0	0
33. New York	NY	L	2,229,355	2,361,720	1,574,916	1,050,718	2,437,234	2,888,071
34. No. Carolina	NC	N	0	0	0	0	0	0
35. No. Dakota	ND	N	0	0	0	0	0	0
36. Ohio	OH	N	0	0	0	0	0	0
37. Oklahoma	OK	N	0	0	0	0	0	0
38. Oregon	OR	N	0	0	0	0	0	0
39. Pennsylvania	PA	N	0	0	0	0	0	0
40. Rhode Island	RI	L	12,883,993	12,119,014	12,756,736	11,465,702	14,045,069	14,180,433
41. So. Carolina	SC	N	0	0	0	0	0	0
42. So. Dakota	SD	N	0	0	0	0	0	0
43. Tennessee	TN	N	0	0	0	0	0	0
44. Texas	TX	N	0	0	0	0	0	0
45. Utah	UT	N	0	0	0	0	0	0
46. Vermont	VT	L	0	0	0	0	0	0
47. Virginia	VA	N	0	0	0	0	0	0
48. Washington	WA	N	0	0	0	0	0	0
49. West Virginia	WV	N	0	0	0	0	0	0
50. Wisconsin	WI	N	0	0	0	0	0	0
51. Wyoming	WY	N	0	0	0	0	0	0
52. American Samoa	AS	N	0	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0	0
54. Puerto Rico	PR	N	0	0	0	0	0	0
55. U.S. Virgin Islands	VI	N	0	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0	0
57. Canada	CAN	N	0	0	0	0	0	0
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	0
59. Totals	(a)	8	44,145,294	41,206,992	30,374,494	33,605,152	42,015,449	45,700,192
<b>DETAILS OF WRITE-INS</b>								
58001.	XXX							
58002.	XXX							
58003.	XXX							
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX		0	0	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX		0	0	0	0	0	0

(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; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of 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**





**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	976,490	915,579	93.8	27.2
2. Allied lines	820,834	167,144	20.4	59.0
3. Farmowners multiple peril			0.0	0.0
4. Homeowners multiple peril	25,436,514	14,384,007	56.5	114.4
5. Commercial multiple peril	8,008,793	3,481,349	43.5	118.6
6. Mortgage guaranty			0.0	0.0
8. Ocean marine			0.0	0.0
9. Inland marine	345,906	88,581	25.6	33.9
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability -occurrence			0.0	0.0
11.2 Medical professional liability -claims made			0.0	0.0
12. Earthquake			0.0	0.0
13. Group accident and health			0.0	0.0
14. Credit accident and health			0.0	0.0
15. Other accident and health			0.0	0.0
16. Workers' compensation			0.0	0.0
17.1 Other liability occurrence	668,420	652,403	97.6	77.8
17.2 Other liability-claims made			0.0	0.0
17.3 Excess Workers' Compensation			0.0	0.0
18.1 Products liability-occurrence			0.0	0.0
18.2 Products liability-claims made			0.0	0.0
19.1,19.2 Private passenger auto liability	5,237,289	4,650,490	88.8	66.0
19.3,19.4 Commercial auto liability	133,403	16,256	12.2	41.2
21. Auto physical damage	2,944,725	2,374,579	80.6	106.9
22. Aircraft (all perils)			0.0	0.0
23. Fidelity			0.0	0.0
24. Surety			0.0	0.0
26. Burglary and theft			0.0	0.0
27. Boiler and machinery			0.0	0.0
28. Credit			0.0	0.0
29. International			0.0	0.0
30. Warranty			0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
35. TOTALS	44,572,374	26,730,388	60.0	105.0
<b>DETAILS OF WRITE-INS</b>				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

**PART 2 - DIRECT PREMIUMS WRITTEN**

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire	466,040	906,241	982,262
2. Allied lines	417,985	797,852	795,523
3. Farmowners multiple peril	0		0
4. Homeowners multiple peril	13,076,824	23,822,713	23,956,830
5. Commercial multiple peril	4,488,438	8,574,936	7,360,462
6. Mortgage guaranty	0		0
8. Ocean marine	0		0
9. Inland marine	180,180	328,332	329,240
10. Financial guaranty	0		0
11.1 Medical professional liability-occurrence	0		0
11.2 Medical professional liability-claims made	0		0
12. Earthquake	0		0
13. Group accident and health	0		0
14. Credit accident and health	0		0
15. Other accident and health	0		0
16. Workers' compensation	0		0
17.1 Other liability occurrence	335,265	645,954	640,284
17.2 Other liability-claims made	0		0
17.3 Excess Workers' Compensation	0		0
18.1 Products liability-occurrence	0		0
18.2 Products liability-claims made	0		0
19.1,19.2 Private passenger auto liability	2,980,063	5,598,854	4,585,274
19.3,19.4 Commercial auto liability	85,429	184,129	87,708
21. Auto physical damage	1,740,710	3,286,283	2,469,409
22. Aircraft (all perils)	0		0
23. Fidelity	0		0
24. Surety	0		0
26. Burglary and theft	0		0
27. Boiler and machinery	0		0
28. Credit	0		0
29. International	0		0
30. Warranty	0		0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0
35. TOTALS	23,770,934	44,145,294	41,206,992
<b>DETAILS OF WRITE-INS</b>			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

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)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 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 Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2013 + Prior .....	5,862	5,915	11,777	3,021	11	3,032	3,361	33	3,633	7,027	520	(2,238)	(1,718)
2. 2014 .....	4,867	4,338	9,205	1,785	14	1,799	3,482	102	2,480	6,064	400	(1,742)	(1,342)
3. Subtotals 2014 + prior .....	10,729	10,253	20,982	4,806	25	4,831	6,843	135	6,113	13,091	920	(3,980)	(3,060)
4. 2015 .....	12,421	14,988	27,409	7,243	618	7,861	7,104	388	6,375	13,867	1,926	(7,607)	(5,681)
5. Subtotals 2015 + prior .....	23,150	25,241	48,391	12,049	643	12,692	13,947	523	12,488	26,958	2,846	(11,587)	(8,741)
6. 2016 .....	XXX	XXX	XXX	XXX	15,314	15,314	XXX	8,699	11,587	20,286	XXX	XXX	XXX
7. Totals .....	23,150	25,241	48,391	12,049	15,957	28,006	13,947	9,222	24,075	47,244	2,846	(11,587)	(8,741)
8. Prior Year-End Surplus As Regards Policy-holders	90,329												
											Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 12.3	2. (45.9)	3. (18.1)
													Col. 13, Line 7 Line 8
													4. (9.7)

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

	<u>Response</u>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	.....NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....

**Explanation:**

- 1.
- 2.
- 3.
- 4.

**Bar Code:**

1.	 1 5 0 4 0 2 0 1 6 4 9 0 0 0 0 0 2
2.	 1 5 0 4 0 2 0 1 6 4 5 5 0 0 0 0 2
3.	 1 5 0 4 0 2 0 1 6 3 6 5 0 0 0 0 2
4.	 1 5 0 4 0 2 0 1 6 5 0 5 0 0 0 0 2

**OVERFLOW PAGE FOR WRITE-INS**

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**SCHEDULE A – VERIFICATION**

**Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	2,849,527	2,934,421
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		12,439
2.2 Additional investment made after acquisition .....		0
3. Current year change in encumbrances .....		0
4. Total gain (loss) on disposals .....		0
5. Deduct amounts received on disposals .....		0
6. Total foreign exchange change in book/adjusted carrying value .....		0
7. Deduct current year's other-than-temporary impairment recognized .....		0
8. Deduct current year's depreciation .....	48,672	97,333
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	2,800,855	2,849,527
10. Deduct total nonadmitted amounts .....	0	0
11. Statement value at end of current period (Line 9 minus Line 10) .....	2,800,855	2,849,527

**SCHEDULE B – VERIFICATION**

**Mortgage Loans**

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Capitalized deferred interest and other .....		0
4. Accrual of discount .....		0
5. Unrealized valuation increase (decrease) .....		0
6. Total gain (loss) on disposals .....		0
7. Deduct amounts received on disposals .....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		0
10. Deduct current year's other-than-temporary impairment recognized .....		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Total valuation allowance .....		0
13. Subtotal (Line 11 plus Line 12) .....	0	0
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14) .....	0	0

NONE

**SCHEDULE BA – VERIFICATION**

**Other Long-Term Invested Assets**

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

NONE

**SCHEDULE D – VERIFICATION**

**Bonds and Stocks**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	152,520,876	164,699,482
2. Cost of bonds and stocks acquired .....	20,701,343	71,947,647
3. Accrual of discount .....	11,837	27,903
4. Unrealized valuation increase (decrease) .....	733,328	(15,044,639)
5. Total gain (loss) on disposals .....	178,582	12,667,228
6. Deduct consideration for bonds and stocks disposed of .....	18,948,064	80,617,128
7. Deduct amortization of premium .....	255,370	593,169
8. Total foreign exchange change in book/adjusted carrying value .....		0
9. Deduct current year's other-than-temporary impairment recognized .....		566,448
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	154,942,532	152,520,876
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11) .....	154,942,532	152,520,876

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

**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).....	95,758,912	8,265,755	8,967,564	(90,932)	95,758,912	94,966,171	0	96,313,032
2. NAIC 2 (a).....	15,978,785			(1,055,236)	15,978,785	14,923,549	0	15,755,530
3. NAIC 3 (a).....	499,862		499,871	977,389	499,862	977,380	0	1,244,500
4. NAIC 4 (a).....	513,750		239,536	214,111	513,750	488,325	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds	112,751,309	8,265,755	9,706,971	45,332	112,751,309	111,355,425	0	113,313,062
<b>PREFERRED STOCK</b>								
8. NAIC 1.....						0	0	
9. NAIC 2.....	228,810			6,873	228,810	235,683	0	229,680
10. NAIC 3.....	0				0	0	0	0
11. NAIC 4.....	0				0	0	0	0
12. NAIC 5.....	0				0	0	0	0
13. NAIC 6.....	0				0	0	0	0
14. Total Preferred Stock.....	228,810	0	0	6,873	228,810	235,683	0	229,680
15. Total Bonds & Preferred Stock	112,980,119	8,265,755	9,706,971	52,205	112,980,119	111,591,108	0	113,542,742

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

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**SCHEDULE DA - PART 1**

## Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	2,439,600	XXX	2,439,600	19	

**SCHEDULE DA - VERIFICATION**

## Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	5,482,335	2,906,605
2. Cost of short-term investments acquired .....	6,650,929	6,705,749
3. Accrual of discount .....		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals .....		0
6. Deduct consideration received on disposals .....	9,693,664	4,130,019
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other-than-temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	2,439,600	5,482,335
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	2,439,600	5,482,335

Schedule DB - Part A - Verification

**NONE**

Schedule DB - Part B - Verification

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Verification

**NONE**

Schedule E - Verification

**NONE**

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 2

**NONE**

Schedule B - Part 3

**NONE**

Schedule BA - Part 2

**NONE**

Schedule BA - Part 3

**NONE**

STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Special Revenue</b>									
3128MJ-X4-7	FEDERAL HOME LN MTG CORP #G08698		05/05/2016	NOMURA SECURITIES INTL		1,041,706	992,101	1,061	1FE
<b>3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>						1,041,706	992,101	1,061	XXX
<b>Bonds - Industrial and Miscellaneous (Unaffiliated)</b>									
05377R-CK-8	AVIS BUDGET RENTAL CAR FUNDING 16-2A A		05/24/2016	BARCLAYS CAPITAL		999,874	1,000,000		1FE
28415P-AA-2	ELARA HGV TIMESHARE ISSUER 16-A A		06/22/2016	DEUTSCHE BANK		749,988	750,000		1FE
36320T-AA-1	GALAXY CLO LTD 16-22A A1		06/13/2016	GOLDMAN SACHS		375,000	375,000		1FE
36320T-AG-8	GALAXY CLO LTD 16-22A A2		06/13/2016	GOLDMAN SACHS		375,000	375,000		1FE
50219Q-AC-8	LSTAR COMMERCIAL MORTGAGE TRUS 16-4 A2		06/10/2016	CITIGROUP GLOBAL MARKETS		499,973	500,000	1,003	1FE
<b>3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)</b>						2,999,835	3,000,000	1,003	XXX
<b>8399997 - Subtotals - Bonds - Part 3</b>						4,041,541	3,992,101	2,064	XXX
<b>8399999 - Subtotals - Bonds</b>						4,041,541	3,992,101	2,064	XXX
<b>Common Stocks - Industrial and Miscellaneous</b>									
02209S-10-3	ALTRIA GROUP INC		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	280.000	17,987			L
084670-70-2	BERKSHIRE HATHAWAY INC-CL B		06/22/2016	CONVERGEX LLC	85.000	12,271			L
09247X-10-1	BLACKROCK INC		06/22/2016	CONVERGEX LLC	25.000	8,762			L
12673P-10-5	CA INC		06/22/2016	CONVERGEX LLC	80.000	2,669			L
172062-10-1	CINCINNATI FINANCIAL CORP		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	510.000	35,411			L
17275R-10-2	CISCO SYSTEMS INC		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	1,680.000	48,828			L
191216-10-0	COCA-COLA CO/THE		06/22/2016	CONVERGEX LLC	229.000	10,318			L
22025Y-40-7	CORRECTIONS CORP OF AMERICA		06/22/2016	CONVERGEX LLC	35.000	1,209			L
25746U-10-9	DOMINION RESOURCES INC		06/22/2016	CONVERGEX LLC	70.000	5,171			L
26441C-20-4	DUKE ENERGY CORP		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	475.000	37,415			L
369550-10-8	GENERAL DYNAMICS CORP		06/22/2016	CONVERGEX LLC	35.000	4,904			L
370334-10-4	GENERAL MILLS INC		06/22/2016	CONVERGEX LLC	109.000	7,243			L
548661-10-7	LOWES COS INC		06/22/2016	VARIOUS	830.000	66,959			L
58933Y-10-5	MERCK & CO INC		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	530.000	30,104			L
594918-10-4	MICROSOFT CORP		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	490.000	25,680			L
61945C-10-3	THE MOSAIC COMPANY		06/22/2016	CONVERGEX LLC	165.000	4,512			L
704326-10-7	PAYCHEX INC		06/22/2016	CONVERGEX LLC	170.000	9,429			L
92343V-10-4	VERIZON COMMUNICATIONS		06/02/2016	BERNSTEIN (SANFORD C) & CO. INC	1,350.000	68,405			L
949746-10-1	WELLS FARGO & CO		06/22/2016	VARIOUS	1,410.000	71,891			L
25243Q-20-5	DIAGEO PLC-SPONSORED ADR	R	06/22/2016	VARIOUS	6,540.000	665,520			L
<b>9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)</b>						1,134,688	XXX	0	XXX
<b>9799997 - Subtotals - Common Stocks - Part 3</b>						1,134,688	XXX	0	XXX
<b>9799999 - Subtotals - Common Stocks</b>						1,134,688	XXX	0	XXX
<b>9899999 - Subtotals - Preferred and Common Stocks</b>						1,134,688	XXX	0	XXX
<b>9999999 Totals</b>						5,176,229	XXX	2,064	XXX

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

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STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
<b>Bonds - U.S. Governments</b>																					
36179R-XD-6..	GOVERNMENT NATL MTG ASSOC 11 #M3376		06/01/2016	PAYDOWN		18,016	18,016	18,933			(14)		(14)		18,016			0	164	01/20/2046	1FE
3620AR-MG-3..	GOVERNMENT NATL MTG ASSOC #737559		06/01/2016	PAYDOWN		42,686	42,686	43,847	42,748		(62)		(62)		42,686			0	715	10/15/2040	1FE
3620C4-YF-1..	GOVERNMENT NATL MTG ASSOC #748710		06/01/2016	PAYDOWN		3,824	3,824	3,928	3,835		(11)		(11)		3,824			0	64	10/15/2040	1FE
3620C4-YH-7..	GOVERNMENT NATL MTG ASSOC #748712		06/01/2016	PAYDOWN		67,256	67,256	69,085	67,344		(87)		(87)		67,256			0	1,058	10/15/2040	1FE
36241K-V7-0..	GOVERNMENT NATL MTG ASSOC #782438		06/01/2016	PAYDOWN		15,795	15,795	15,778	15,794		2		2		15,795			0	359	10/15/2038	1FE
912828-P2-0..	UNITED STATES TREASURY NOTE		06/17/2016	MORGAN STANLEY & CO.		1,001,129	1,000,000	1,000,433	1,299,720		(78)		(78)		1,000,355		774	774	2,905	01/31/2018	1
<b>0599999 - Bonds - U.S. Governments</b>						1,148,707	1,147,577	1,152,004	129,720	0	(251)	0	(251)	0	1,147,933	0	774	774	5,264	XXX	XXX
<b>Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions</b>																					
3128MJ-X4-7..	FEDERAL HOME LN MTG CORP #G08698		06/01/2016	PAYDOWN		6,520	6,520	6,846					0		6,520			0	19	03/01/2046	1FE
3128MM-P6-4..	FEDERAL HOME LN MTG CORP #G18444		06/01/2016	PAYDOWN		13,408	13,408	13,923	13,443		(35)		(35)		13,408			0	141	09/01/2027	1FE
3128MM-P8-0..	FEDERAL HOME LN MTG CORP #G18446		06/01/2016	PAYDOWN		51,539	51,539	53,552	51,662		(123)		(123)		51,539			0	556	10/01/2027	1FE
3128MM-P0-0..	FEDERAL HOME LN MTG CORP #G18430		06/01/2016	PAYDOWN		22,600	22,600	23,264	22,651		(51)		(51)		22,600			0	279	04/01/2027	1FE
3128PS-TP-2..	FEDERAL HOME LN MTG CORP #J13258		06/01/2016	PAYDOWN		10,718	10,718	10,996	10,737		(19)		(19)		10,718			0	154	10/01/2025	1FE
3128PV-AL-4..	FEDERAL HOME LN MTG CORP #J15411		06/01/2016	PAYDOWN		36,908	36,908	37,975	37,081		(173)		(173)		36,908			0	681	05/01/2026	1FE
3128PV-BD-1..	FEDERAL HOME LN MTG CORP #J15436		06/01/2016	PAYDOWN		33,366	33,366	34,330	33,458		(93)		(93)		33,366			0	579	05/01/2026	1FE
3128PV-CG-3..	FEDERAL HOME LN MTG CORP #J15471		06/01/2016	PAYDOWN		58,294	58,294	59,979	58,387		(93)		(93)		58,294			0	910	05/01/2026	1FE
3128PV-QT-0..	FEDERAL HOME LN MTG CORP #J15866		06/01/2016	PAYDOWN		43,405	43,405	45,053	43,511		(107)		(107)		43,405			0	834	07/01/2026	1FE
312945-6J-2..	FEDERAL HOME LN MTG CORP #A97173		06/01/2016	PAYDOWN		25,400	25,400	26,134	25,434		(34)		(34)		25,400			0	444	03/01/2041	1FE
312946-LR-5..	FEDERAL HOME LN MTG CORP #A97536		06/01/2016	PAYDOWN		6,898	6,898	7,096	6,900		(2)		(2)		6,898			0	130	03/01/2041	1FE
3132L5-SE-4..	FEDERAL HOME LN MTG CORP #V80517		06/01/2016	PAYDOWN		53,747	53,747	56,862	53,891		(144)		(144)		53,747			0	889	10/01/2043	1FE
3132L7-ED-7..	FEDERAL HOME LN MTG CORP #V81932		06/01/2016	PAYDOWN		38,076	38,076	39,611	38,150		(73)		(73)		38,076			0	560	10/01/2045	1FE
3132QL-NJ-8..	FEDERAL HOME LN MTG CORP #030392		06/01/2016	PAYDOWN		20,083	20,083	21,150	20,111		(28)		(28)		20,083			0	306	12/01/2044	1FE
3132OS-4S-4..	FEDERAL HOME LN MTG CORP #036232		06/01/2016	PAYDOWN		16,502	16,502	17,238	16,520		(18)		(18)		16,502			0	227	09/01/2045	1FE
3132QU-DC-4..	FEDERAL HOME LN MTG CORP #037298		06/01/2016	PAYDOWN		38,531	38,531	39,850	38,591		(59)		(59)		38,531			0	581	11/01/2045	1FE
3138EN-NY-1..	FEDERAL NATIONAL MTG ASSOC #AL5806		06/01/2016	PAYDOWN		77,259	77,259	81,714	77,522		(262)		(262)		77,259			0	1,116	09/01/2029	1FE
3138EN-WW-5..	FEDERAL NATIONAL MTG ASSOC #AL6060		06/01/2016	PAYDOWN		41,304	41,304	44,073	41,415		(110)		(110)		41,304			0	664	11/01/2044	1FE
3138WA-WV-5..	FEDERAL NATIONAL MTG ASSOC #AS1559		06/01/2016	PAYDOWN		44,072	44,072	46,571	44,175		(103)		(103)		44,072			0	745	01/01/2044	1FE
3138WF-UV-6..	FEDERAL NATIONAL MTG ASSOC #AS5995		06/01/2016	PAYDOWN		14,756	14,756	15,381	14,765		(9)		(9)		14,756			0	214	10/01/2045	1FE
3138Y6-NS-9..	FEDERAL NATIONAL MTG ASSOC #AX4900		06/01/2016	PAYDOWN		65,967	65,967	68,971	66,110		(144)		(144)		65,967			0	930	12/01/2044	1FE
3138YW-KA-4..	FEDERAL NATIONAL MTG ASSOC #AZ4788		06/01/2016	PAYDOWN		33,148	33,148	35,432	33,148		(34)		(34)		33,148			0	358	10/01/2045	1FE
313970-S6-6..	FANNIE MAE 11 20 CA FEDERAL NATIONAL MTG		06/01/2016	PAYDOWN		67,960	67,960	69,723	68,253		(293)		(293)		67,960			0	1,012	07/25/2024	1FE
31419A-Y3-5..	ASSOC #AE0729 FEDERAL NATIONAL MTG		06/01/2016	PAYDOWN		19,418	19,418	20,301	19,469		(50)		(50)		19,418			0	320	01/01/2026	1FE
31419A-YA-9..	ASSOC #AE0704 FEDERAL NATIONAL MTG		06/01/2016	PAYDOWN		20,335	20,335	21,247	20,410		(75)		(75)		20,335			0	341	01/01/2026	1FE

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STATEMENT AS OF JUNE 30, 2016 OF THE PROVIDENCE MUTUAL FIRE INSURANCE COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock 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	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						860,213	860,213	897,272	822,644	0	(2,132)	0	(2,132)	0	860,213	0	0	0	12,992	XXX	XXX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																						
00101J-AE-6	ADT CORP		05/02/2016	TENDER OFFER		507,835	500,000	499,480	497,500	2,335	36		2,371		499,871		7,964	7,964	8,969	07/15/2017	3FE	
12625J-AA-6	CPS AUTO TRUST 13 B A		06/15/2016	PAYDOWN		73,638	73,638	73,637	73,596		42		42		73,638			0	551	09/15/2020	1FE	
210717-AA-2	CONSUMERS SECURITIZATION FUND 14 A A1		05/01/2016	PAYDOWN		97,890	97,890	97,888	97,890				0		97,890			0	653	11/01/2020	1FE	
40431J-AF-0	HSI ASSET SECURITIZATION CORP 07 OPT1 M1		04/25/2016	PAYDOWN CALLED BY ISSUER at 101.000			2,985	41					0					0	10	12/25/2036	1FM	
406216-BF-7	HALL BURTON CO		05/12/2016			505,000	500,000	498,975	499,001		70		70		499,071		5,929	5,929	6,713	11/15/2020	1FE	
57165L-AA-2	MARRIOTT VACATION CLUB OWNER 10 1A A		06/20/2016	PAYDOWN		19,837	19,837	19,835	19,805		33		33		19,837			0	284	10/20/2032	1FE	
66989E-AF-2	NOVASTAR HOME EQUITY LOAN 07 2 M1		06/25/2016	PAYDOWN			1,380	16					0					0	4	09/25/2037	1FM	
68267Y-AA-8	ONEMAIN FINANCIAL ISSUANCE TR 14 1A A		06/18/2016	PAYDOWN		191,434	191,434	191,430	191,231		203		203		191,434			0	2,054	06/18/2024	1FE	
82650H-AA-1	SIERRA RECEIVABLES FUNDING CO 13 3A A		06/20/2016	PAYDOWN		32,024	32,024	32,015	31,991		33		33		32,024			0	293	10/20/2030	1FE	
82651U-AA-1	SIERRA RECEIVABLES FUNDING CO 12 2A A		06/20/2016	PAYDOWN		8,644	8,644	8,643	8,635		9		9		8,644			0	83	03/20/2029	1FE	
82652D-AA-8	SIERRA RECEIVABLES FUNDING CO 14 2A A		06/20/2016	PAYDOWN		40,426	40,426	40,420	40,390		37		37		40,426			0	342	06/20/2031	1FE	
845467-AL-3	SOUTHWESTERN ENERGY CO		06/29/2016	VARIOUS		228,375	240,000	239,477	239,516		20		20		239,536		(11,161)	(11,161)	10,801	01/23/2025	4FE	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						1,705,104	1,708,258	1,701,857	1,689,554	2,335	482	0	2,818	0	1,702,371	0	2,732	2,732	30,756	XXX	XXX	
8399997 - Subtotals - Bonds - Part 4						3,714,024	3,716,049	3,751,133	2,651,918	2,335	(1,900)	0	435	0	3,710,517	0	3,506	3,506	49,013	XXX	XXX	
8399999 - Subtotals - Bonds						3,714,024	3,716,049	3,751,133	2,651,918	2,335	(1,900)	0	435	0	3,710,517	0	3,506	3,506	49,013	XXX	XXX	
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																						
02209S-10-3	ALTRIA GROUP INC		04/11/2016	PRIOR PERIOD INCOME, BERNSTEIN (SANFORD C) & CO, INC			XXX						0					0	3,955	XXX	J	
166764-10-0	CHEVRON CORP		06/02/2016			715,000	71,666	73,468	64,321	9,147			9,147		73,468		(1,802)	(1,802)	1,530	XXX	J	
418056-10-7	HASBRO INC		06/14/2016	JONESTRADING INST SVCS LLC, BERNSTEIN (SANFORD C) & CO, INC		7,909,000	671,578	578,886	532,750	46,136			46,136		578,886		92,693	92,693	7,672	XXX	J	
49456B-10-1	KINDER MORGAN INC		06/02/2016			1,540,000	27,615	36,338	22,977	13,361			13,361		36,338		(8,722)	(8,722)	385	XXX	J	
532457-10-8	ELI LILLY & CO		06/02/2016			255,000	19,231	21,048	21,486	(438)			(438)		21,048		(1,817)	(1,817)	260	XXX	J	
717081-10-3	PFIZER INC		06/02/2016			1,060,000	36,984	2,256	34,217	(31,961)			(31,961)		2,256		34,729	34,729	636	XXX	J	
761713-10-6	REYNOLDS AMERICAN INC		04/01/2016	PRIOR PERIOD INCOME, BERNSTEIN (SANFORD C) & CO, INC			XXX						0					0	5,331	XXX	J	
143658-30-0	CARNIVAL CORPORATION		06/02/2016			830,000	39,967	42,038	45,218	(3,181)			(3,181)		42,038		(2,071)	(2,071)	540	XXX	J	
9099999 - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						867,042	XXX	754,036	720,970	33,063	0	0	33,063	0	754,036	0	113,009	113,009	20,308	XXX	XXX	
Common Stock - Mutual Funds																						
74925K-58-1	BOSTON PARTNERS LNG/SHRT RES-INS		05/31/2016	DIRECT		0.164	2	3	2	0	0	0	0	0	3	0	0	0	0	XXX	J	
9299999 - Common Stocks - Mutual Funds						2	XXX	3	2	0	0	0	0	0	3	0	0	0	0	0	XXX	XXX
9799997 - Subtotals - Common Stocks - Part 4						867,045	XXX	754,036	720,972	33,063	0	0	33,063	0	754,036	0	113,009	113,009	20,308	XXX	XXX	
9799999 - Subtotals - Common Stocks						867,045	XXX	754,036	720,972	33,063	0	0	33,063	0	754,036	0	113,009	113,009	20,308	XXX	XXX	
9899999 - Subtotals - Preferred and Common Stocks						867,045	XXX	754,036	720,972	33,063	0	0	33,063	0	754,036	0	113,009	113,009	20,308	XXX	XXX	
9999999 Totals						4,581,069	XXX	4,505,169	3,372,890	35,398	(1,900)	0	33,498	0	4,464,553	0	116,516	116,516	69,321	XXX	XXX	

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

EO 5.1

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DL - Part 1

**NONE**

Schedule DL - Part 2

**NONE**



**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
<b>NONE</b>							
8699999 Total Cash Equivalents					0	0	0