



QUARTERLY STATEMENT

AS OF MARCH 31, 2017
OF THE CONDITION AND AFFAIRS OF THE

American Country Insurance Company

NAIC Group Code	04795	(Current Period)	04795	(Prior Period)	NAIC Company Code	38237	Employer's ID Number	36-4168532
Organized under the Laws of	Illinois				State of Domicile or Port of Entry	Illinois		
Country of Domicile	United States							
Incorporated/Organized	12/07/1978				Commenced Business	12/31/1979		
Statutory Home Office	150 Northwest Point Blvd., 3rd Floor				Elk Grove Village, IL, US 60007			
	(Street and Number)				(City or Town, State, Country and Zip Code)			
Main Administrative Office	150 Northwest Point Blvd., 3rd Floor				Elk Grove Village, IL, US 60007		847-472-6700	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	150 Northwest Point Blvd., 3rd Floor				Elk Grove Village, IL, US 60007			
	(Street and Number or P.O. Box)				(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	150 Northwest Point Blvd., 3rd Floor				Elk Grove Village, IL, US 60007		847-700-8603	
	(Street and Number)				(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.atlas-fin.com							
Statutory Statement Contact	Paul Anthony Romano				847-700-8603			
	(Name)				(Area Code) (Telephone Number) (Extension)			
	promano@atlas-fin.com				847-264-2716			
	(E-Mail Address)				(Fax Number)			

OFFICERS

Name	Title	Name	Title
Scott David Wollney	President, CEO	Paul Anthony Romano	VP Finance, CFO, Treasurer
Leslie Patterson DiMaggio	Secretary, VP Operations & IT		

OTHER OFFICERS

Bruce Wayne Giles	VP Product Development & Underwriting	Joseph Raymond Shugrue	VP Claims
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DIRECTORS OR TRUSTEES

Leslie Patterson DiMaggio	Bruce Wayne Giles	Paul Anthony Romano	Joseph Raymond Shugrue
Scott David Wollney			

State ofIL.....
County ofCook.....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.

Scott David Wollney President, CEO	Paul Anthony Romano VP Finance, CFO, Treasurer	Leslie Patterson DiMaggio Secretary, VP Operations & IT
a. Is this an original filing? Yes [X] No []		
b. If no:		
1. State the amendment number		
2. Date filed		
3. Number of pages attached		

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

Louis Charouhis, Sr. Staff Accountant
March 1, 2019

STATEMENT AS OF MARCH 31, 2017 OF THE American Country Insurance Company

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	29,177,521	0	29,177,521	30,563,238
2. Stocks:				
2.1 Preferred stocks	0	0	0	0
2.2 Common stocks	0	0	0	0
3. Mortgage loans on real estate:				
3.1 First liens	2,600,000		2,600,000	2,600,000
3.2 Other than first liens	0		0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)	0	0	0	0
4.2 Properties held for the production of income (less \$ encumbrances)	0	0	0	0
4.3 Properties held for sale (less \$ encumbrances)	0	0	0	0
5. Cash (\$8,224,787), cash equivalents (\$0) and short-term investments (\$0)	8,224,787	0	8,224,787	3,074,428
6. Contract loans (including \$ premium notes)	0		0	0
7. Derivatives	0		0	0
8. Other invested assets	5,506,472	0	5,506,472	5,591,639
9. Receivables for securities	0		0	0
10. Securities lending reinvested collateral assets	0		0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	45,508,781	0	45,508,781	41,829,305
13. Title plants less \$ charged off (for Title insurers only)	0		0	0
14. Investment income due and accrued	332,961	0	332,961	203,723
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	26,940,605	4,303,176	22,637,429	10,276,163
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	40,338,396	0	40,338,396	17,730,963
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)	0		0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	15,255,771		15,255,771	8,748,918
16.2 Funds held by or deposited with reinsured companies	0		0	0
16.3 Other amounts receivable under reinsurance contracts	0		0	0
17. Amounts receivable relating to uninsured plans	0		0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	2,108,498		2,108,498	2,756,248
18.2 Net deferred tax asset	7,940,316	2,592,408	5,347,908	4,548,573
19. Guaranty funds receivable or on deposit	0		0	0
20. Electronic data processing equipment and software	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$)	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0		0	0
23. Receivables from parent, subsidiaries and affiliates	55,816		55,816	504,208
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	433,021	73,975	359,046	365,320
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	138,914,165	6,969,559	131,944,606	86,963,420
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	138,914,165	6,969,559	131,944,606	86,963,420
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
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. Deposits in pools and associations	357,675		357,675	357,674
2502. Other assets - other deposits	40,615	40,615	0	0
2503. Prepaid expense	33,360	33,360	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	1,371	0	1,371	7,646
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	433,021	73,975	359,046	365,320

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$3,853,609)	16,197,480	18,655,001
2. Reinsurance payable on paid losses and loss adjustment expenses	8,447,417	2,859,645
3. Loss adjustment expenses	6,609,012	6,346,356
4. Commissions payable, contingent commissions and other similar charges	2,546,126	2,415,424
5. Other expenses (excluding taxes, licenses and fees)	388,315	465,637
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	614,285	343,602
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	0	0
7.2 Net deferred tax liability	0	0
8. Borrowed money \$0 and interest thereon \$	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$53,099,386 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)	34,597,010	24,248,280
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	36,125,727	5,619,504
13. Funds held by company under reinsurance treaties	25,526	25,526
14. Amounts withheld or retained by company for account of others	474,954	248,289
15. Remittances and items not allocated	(197,909)	67,487
16. Provision for reinsurance (including \$ certified)	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	0	0
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	877,829	5,541
20. Derivatives	0	0
21. Payable for securities	0	0
22. Payable for securities lending	0	0
23. Liability for amounts held under uninsured plans	0	0
24. Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	594,389	601,668
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	107,300,159	61,901,960
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	107,300,159	61,901,960
29. Aggregate write-ins for special surplus funds	0	390,709
30. Common capital stock	5,000,000	5,000,000
31. Preferred capital stock	0	0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	4,600,000	4,600,000
34. Gross paid in and contributed surplus	11,514,652	11,514,652
35. Unassigned funds (surplus)	3,529,795	3,556,099
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)	0	0
36.2 shares preferred (value included in Line 31 \$)	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	24,644,447	25,061,460
38. Totals (Page 2, Line 28, Col. 3)	131,944,606	86,963,420
DETAILS OF WRITE-INS		
2501. Unearned ceded commissions.....	390,466	381,896
2502. Escheatables.....	137,277	138,277
2503. Other liability - premium deficiency reserve.....	66,645	81,495
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)	594,389	601,668
2901. Other surplus adjustments.....	0	390,709
2902.		
2903.		
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	390,709
3201.		0
3202.		
3203.		
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	2	3
	Current Year	Prior Year	Prior Year Ended
	to Date	to Date	December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 40,796,537)	16,691,163	17,128,056	61,301,227
1.2 Assumed (written \$ 22,129,136)	11,814,287	9,803,535	40,423,566
1.3 Ceded (written \$ 40,858,445)	16,786,952	17,189,980	61,619,164
1.4 Net (written \$ 22,067,228)	11,718,498	9,741,611	40,105,630
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 4,498,428):			
2.1 Direct	5,645,372	6,521,156	42,889,625
2.2 Assumed	4,643,015	4,144,800	23,821,953
2.3 Ceded	5,746,177	6,673,896	43,199,875
2.4 Net	4,542,210	3,992,060	23,511,703
3. Loss adjustment expenses incurred	2,463,743	1,823,887	7,989,495
4. Other underwriting expenses incurred	4,160,219	3,013,605	11,648,936
5. Aggregate write-ins for underwriting deductions	(5,153)	(2,618)	51,703
6. Total underwriting deductions (Lines 2 through 5)	11,161,019	8,826,935	43,201,837
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	557,478	914,676	(3,096,207)
INVESTMENT INCOME			
9. Net investment income earned	204,943	14,258	519,132
10. Net realized capital gains (losses) less capital gains tax of \$ 2,944	(7,412)	38,049	199,269
11. Net investment gain (loss) (Lines 9 + 10)	197,532	52,307	718,401
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 253)	(253)	(63,269)	(247,605)
13. Finance and service charges not included in premiums	33,102	32,768	118,917
14. Aggregate write-ins for miscellaneous income	(9,991)	39,730	340,734
15. Total other income (Lines 12 through 14)	22,858	9,228	212,046
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	777,869	976,211	(2,165,760)
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)	777,869	976,211	(2,165,760)
19. Federal and foreign income taxes incurred	644,806	308,001	(882,561)
20. Net income (Line 18 minus Line 19)(to Line 22)	133,063	668,210	(1,283,199)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	25,061,460	28,052,956	28,052,956
22. Net income (from Line 20)	133,063	668,210	(1,283,199)
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 \$ (30,120)	(55,938)	(72,337)	(88,316)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	817,363	(32,793)	852,765
27. Change in nonadmitted assets	(1,311,501)	121,875	(2,863,455)
28. Change in provision for reinsurance	0	0	0
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	390,709
38. Change in surplus as regards policyholders (Lines 22 through 37)	(417,013)	684,955	(2,991,496)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	24,644,447	28,737,910	25,061,460
DETAILS OF WRITE-INS			
0501. CLAD fees	(954)	0	42,212
0502. Premium deficiency expense	(4,199)	(2,618)	9,490
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)	(5,153)	(2,618)	51,703
1401. Retroactive reinsurance income	5,535	38,032	323,402
1402. Miscellaneous income	11	1,635	20,292
1403. Fines and penalties	(15,537)	62	(2,960)
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)	(9,991)	39,730	340,734
3701. Other surplus adjustments		0	390,709
3702.		0	0
3703.		0	0
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	390,709

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	16,222,075	13,445,380	45,365,189
2. Net investment income	113,138	47,016	644,975
3. Miscellaneous income	22,858	9,228	212,046
4. Total (Lines 1 to 3)	16,358,071	13,501,624	46,222,209
5. Benefit and loss related payments	9,076,383	8,189,457	26,751,924
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	3,833,054	3,652,062	19,771,431
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	582,500	1,907,500
10. Total (Lines 5 through 9)	12,909,437	12,424,020	48,430,854
11. Net cash from operations (Line 4 minus Line 10)	3,448,634	1,077,605	(2,208,645)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	3,286,680	8,191,389	19,834,283
12.2 Stocks	0	0	0
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	392,458
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	1	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	3,286,681	8,191,389	20,226,741
13. Cost of investments acquired (long-term only):			
13.1 Bonds	1,943,756	9,903,787	12,221,115
13.2 Stocks	0	0	0
13.3 Mortgage loans	0	0	2,600,000
13.4 Real estate	0	0	0
13.5 Other invested assets	0	2,020,518	4,026,606
13.6 Miscellaneous applications	0	0	1
13.7 Total investments acquired (Lines 13.1 to 13.6)	1,943,756	11,924,305	18,847,722
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)	1,342,925	(3,732,916)	1,379,019
Cash from Financing and Miscellaneous Sources			
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).....	358,799	(11,873)	(1,290,164)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	358,799	(11,873)	(1,290,164)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	5,150,358	(2,667,184)	(2,119,790)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	3,074,429	5,194,219	5,194,219
19.2 End of period (Line 18 plus Line 19.1)	8,224,787	2,527,034	3,074,429

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies and Going Concern:

A. Accounting Practices

The accompanying financial statements of American Country Insurance Company (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the Illinois Department of Insurance.

Prescribed statutory accounting practices (SAP) include the National Association of Insurance Commissioners’ (NAIC) *Accounting Practices and Procedures Manual* (NAIC SAP), as well as state laws, regulations, and general administrative rules. Permitted statutory accounting practices encompass all accounting practices not so prescribed when such practices are approved by the insurance department of the insurer’s state of domicile.

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Illinois is shown below:

	<u>SSAP #</u>	<u>F/S Page</u>	<u>F/S Line #</u>	<u>2017</u>	<u>2016</u>
<u>NET INCOME</u>					
(1) Illinois Company state basis (page 4, line 20, columns 1 & 2)				\$ 133,063	\$ (1,283,199)
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:				—	—
(3) State Permitted Practices that increase/(decrease) NAIC SAP:					
Unapproved surplus note interest	00	04	09	65,219	63,596
(4) NAIC SAP (1-2-3=4)				<u>\$ 67,844</u>	<u>\$ (1,346,795)</u>
<u>SURPLUS</u>					
(5) Illinois Company state basis (page 3, line 37, columns 1 & 2)				\$ 24,644,447	\$ 25,061,460
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:				—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP:					
Unapproved surplus note interest	00	03	35	65,219	63,596
(8) NAIC SAP (5-6-7=8)				<u>\$ 24,579,228</u>	<u>\$ 24,997,864</u>

C. Accounting Policy

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 all securities except for interest only securities or securities where the yield had become negative that are valued using the prospective method.

No significant changes to the remainder of the note.

2. Accounting Changes and Corrections of Errors:

No significant changes.

3. Business Combinations and Goodwill:

No significant changes.

4. Discontinued Operations:

No significant changes.

5. Investments:

D. Loan-Backed Securities

- Prepayment assumptions for fixed rate agency mortgage backed securities are determined using Mortgage Industry Advisory Corporations (MAIC) Mortgage Industry Medians (MIMs). MIMs are derived from a semi-monthly dealer consensus survey of long-term prepayment projections. Prepayment assumptions for other loan-backed and structured securities are obtained from an outside vendor using a model/scenario based on the current interest rate and economic environment.
- The Company does not have any loan-backed securities with a recognized other-than-temporary impairment.
- The Company does not have any loan-backed securities with a recognized other-than-temporary impairment.

NOTES TO FINANCIAL STATEMENTS

4. All impaired securities for which an other-than-temporary impairment has not been recognized in earnings as a realized loss are as follows:

(a) The aggregate amount of unrealized losses:			
	1. Less than 12 Months	\$	221,400
	2. 12 Months or Longer	\$	14,122
(b) The aggregate related fair value of securities with unrealized losses:			
	1. Less than 12 Months	\$	11,927,865
	2. 12 Months or Longer	\$	970,205

5. Bonds in an unrealized loss position are regularly reviewed for other-than-temporary declines in value. Factors considered in determining whether a decline is other-than-temporary include the length of time a bond has been in an unrealized loss position and the reasons for the decline in value. Assessments include judgments about an obligor's or guarantor's current and projected financial position, projected ability to service and repay its debt obligations, the existence of, and realizable value for, any collateral backing the obligations, and the macro-economic and micro-economic outlooks for specific industries and issuers. Estimating the future cash flows of loan-backed securities also involves assumptions regarding the underlying collateral such as prepayment rates, default and recovery rates, existence of subordinated classes capable of absorbing losses, and third-party servicing abilities.

E. Repurchase Agreements

The Company does not have any repurchase agreements.

I. Working Capital Finance Investments

The Company does not have any working capital finance investments.

J. Offsetting and Netting of Assets and Liabilities

The Company does not have offsetting or netting to report.

No significant changes to the remainder of the note.

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

No significant changes.

7. Investment Income:

No significant changes.

8. Derivative Investments:

No significant changes.

9. Income Taxes:

No significant changes.

10. Information Concerning Parent, Subsidiaries and Affiliates:

No significant changes.

11. Debt:

During the period covered by this statement, the Company had no outstanding debt.

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

A. Defined Benefit Plan

The Company does not participate in a defined benefit plan.

No significant changes to the remainder of the note.

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

11) The Company issued the following surplus debentures or similar obligations:

On May 1, 2015, a surplus note in the amount of \$4,600,000 was issued to American Insurance Acquisition, Inc., the Company's parent, in exchange for cash. Interest in the amount of \$63,596 was paid on this note during the year.

No significant changes to the remainder of the note.

NOTES TO FINANCIAL STATEMENTS

14. Liabilities, Contingencies and Assessments:

No significant changes.

15. Leases:

No significant changes.

16. Information About Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk:

No significant changes.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities:

The Company had no transfers of receivables reported as sales, no transfers and servicing of financial assets and no wash sales.

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans:

No significant changes.

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

No significant changes.

20. Fair Value Measurements:

A.

1) Fair Value Measurements at Reporting Date

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
a. Assets at fair value				
Bond				
Industrial and Misc.	\$ —	\$ 282,506	\$ —	\$ 282,506

- 2) The Company does not have any fair value measurements categorized within Level 3.
- 4) The fair values of the Level 2 securities are obtained from independent pricing services or from the Company’s investment manager and are determined using quoted market prices from an orderly market at the reporting date for those or similar investments. If quoted market prices from an orderly market are not available, the fair values are determined by the Company’s investment manager using an income approach valuation technique (present value using the discount rate adjustment technique). The Company does not have any fair value measurements categorized within Level 3.
- 5) The Company does not have derivative assets and liabilities.

C.

<u>Type of Financial Instrument</u>	<u>Aggregate Fair Value</u>	<u>Admitted Assets</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Not Practicable (Carrying Value)</u>
Long Term Bonds	\$ 28,904,740	\$ 29,177,520	\$ 3,347,015	\$ 25,557,725	\$ —	\$ —

D. The Company does not have any assets that are not practicable to estimate fair value as of March 31, 2017.

21. Other Items:

No significant changes.

22. Events Subsequent:

There are no material subsequent events.

23. Reinsurance:

No significant changes.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination:

F. The Company does not transact any accident and health business.

No significant changes to the remainder of the note.

NOTES TO FINANCIAL STATEMENTS

25. Change in Incurred Losses and Loss Adjustment Expenses:

Reserves as of December 31, 2016 were \$25.0 million. As of March 31, 2017, \$8.1 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior accident years. Reserves remaining for prior years are now \$16.9 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on commercial auto lines of insurance. Therefore, there has been an unfavorable prior-year development of \$50,000.0 since December 31, 2016 to March 31, 2017. Any change 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.

26. Intercompany Pooling Arrangements:

No significant changes.

27. Structured Settlements:

No significant changes.

28. Health Care Receivables:

No significant changes.

29. Participating Policies:

No significant changes.

30. Premium Deficiency Reserves:

No significant changes.

31. High Deductibles:

No significant changes.

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

No significant changes.

33. Asbestos/Environmental Reserves:

No significant changes.

34. Subscriber Savings Accounts:

No significant changes.

35. Multiple Peril Crop Insurance:

No significant changes.

36. Financial Guaranty Insurance:

The Company does not write financial guaranty insurance.

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 ☒
- 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 ☒
- 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 ☒ 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 ☒
- 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 ☒
- 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 ☒
- 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).

06/29/2012
- 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 ☐ NA ☒
- 6.6

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

Yes ☒ 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 ☒
- 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 ☒
- 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 ☒
- 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?
(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.

Yes [X] No []

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 [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 [X] 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 [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:\$3,506,473

13.

Amount of real estate and mortgages held in short-term investments:\$

14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [X] No []

14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$2,600,000	\$2,600,000
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$2,600,000	\$2,600,000
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 [X]

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

\$0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$0
- 16.3 Total payable for securities lending reported on the liability page

\$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*?
- Yes ☒ 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
Fifth Third Bank.....	5001 Kingsley Drive, Maildrop 1M0B2J, Cincinnati, OH 45227.....

- 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 ☐ No ☒

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

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
Asset Allocation & Management Company, LLC.....	U.....

- 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?
- Yes ☒ No ☐

- 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?
- Yes ☐ No ☒

- 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.

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
109875.....	Asset Allocation & Management Company, LLC.....		Securities Exchange Commission.....	DS.....

- 18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed?
- Yes ☒ No ☐

- 18.2 If no, list exceptions:
-

GENINTPT1 - Attachment

The Company intends to enter into an intercompany managing general agent agreement (the “MGA Agreement”) by and between the Company and its affiliates, American Service Insurance Company, Gateway Insurance Company, Global Liberty Insurance Company of New York and Anchor Group Management Inc. (AGMI) as managing general agent, with a proposed effective date of 1/1/2017. Pursuant to this MGA Agreement, AGMI shall furnish underwriting and policy solicitation and issuance services, premium collection services, accounting services, information technology services, customer relations services, and other services. As compensation for its services, AGMI shall receive a commission of seventeen percent (17% of gross premiums written) under the MGA Agreement. Regulatory approval of the proposed MGA Agreement has been requested and remains pending.

The Company intends to enter into an intercompany management agreement (the “Services Agreement”) by and between the Company and its affiliates American Service Insurance Company, Gateway Insurance Company, Global Liberty Insurance Company of New York and Anchor Group Management Inc. (AGMI) with a proposed effective date of 1/1 /2017. Pursuant to this Services Agreement, AGMI shall furnish management/executive services, marketing services, financial management services, human resources services, corporate and regulatory legal services, and other services. These services are to be provided at cost, without including profit or overhead. Regulatory approval of the proposed Services Agreement has been requested and remains pending.

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? Yes [] No [X] NA []
If yes, attach an explanation.

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? Yes [] No [X]
If yes, attach an explanation.

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:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
TOTAL			0	0	0	0	0	0	0	0

5. Operating Percentages:

5.1 A&H loss percent

5.2 A&H cost containment percent

5.3 A&H expense percent excluding cost containment expenses.....

%

%

%

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..... \$

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..... \$

STATEMENT AS OF MARCH 31, 2017 OF THE American Country Insurance Company

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

STATEMENT AS OF MARCH 31, 2017 OF THE American Country Insurance Company

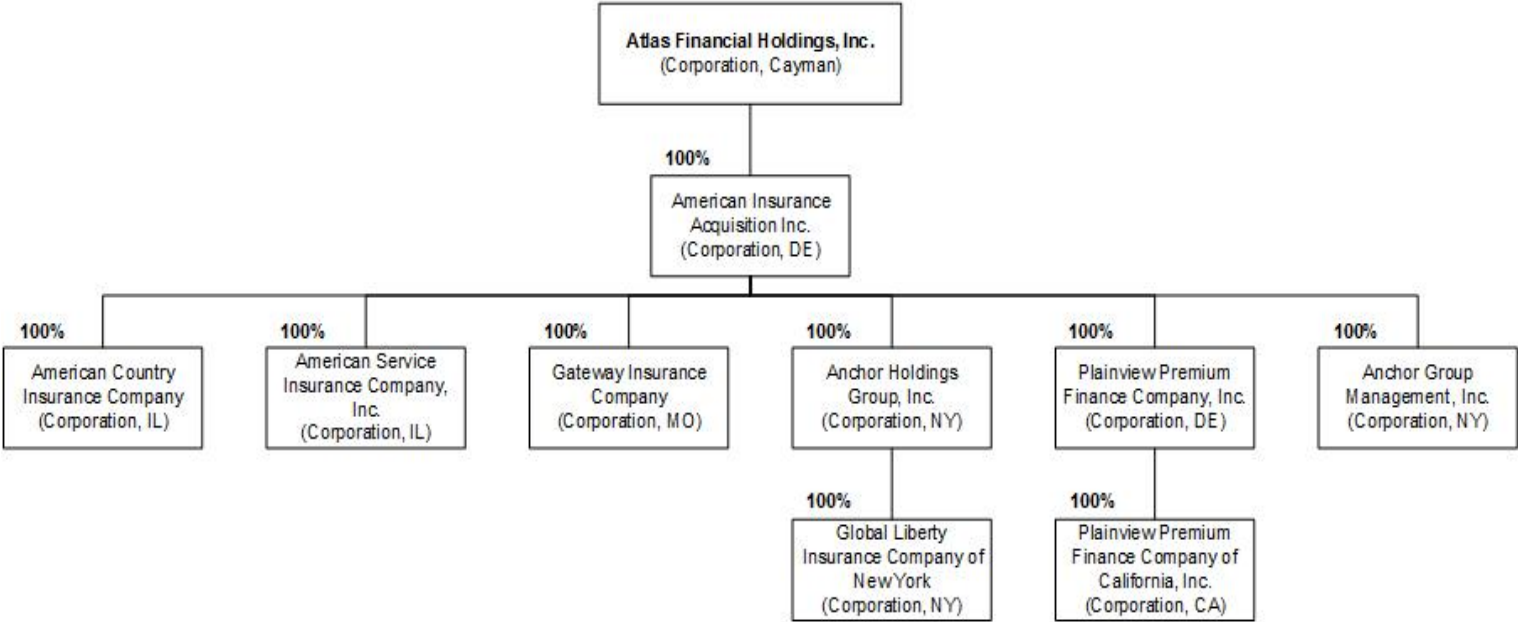
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date – Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL..N		0		0		0
2. Alaska	AK..N		0		0		0
3. Arizona	AZ..N		0		0		0
4. Arkansas	AR..N		0		0		0
5. California	CA..N		0		0		0
6. Colorado	CO..N		0		0		0
7. Connecticut	CT..L		0		0		(56,632)
8. Delaware	DE..N		0		0		0
9. Dist. Columbia	DC..L	14,364	4,348	13,149	0	9,598	271
10. Florida	FL..N		0		0		0
11. Georgia	GA..N		0		0		0
12. Hawaii	HI..N		0		0		0
13. Idaho	ID..E		0		0		0
14. Illinois	IL..L	5,391,456	5,656,978	1,178,875	988,602	5,202,848	4,513,671
15. Indiana	IN..L	247,110	637,273	96,103	60,941	596,786	372,984
16. Iowa	IA..L	148,834	126,178	54,665	24,491	1,343	95,340
17. Kansas	KS..E		0		0		0
18. Kentucky	KY..L	8,092	35,789	197,867	197,140	(29,514)	175,216
19. Louisiana	LA..N		0		0		0
20. Maine	ME..N		0		0		0
21. Maryland	MD..N		0		0		0
22. Massachusetts	MA..L		0		3,127		(3,127)
23. Michigan	MI..L	962,369	1,872,789	4,686,312	3,134,604	6,624,412	2,689,065
24. Minnesota	MN..L	(167,045)	1,197,957	459,052	498,625	1,406,353	2,235,265
25. Mississippi	MS..L		0		0		0
26. Missouri	MO..N		0		0		0
27. Montana	MT..N		0		0		0
28. Nebraska	NE..N		0		0		0
29. Nevada	NV..L	11,566	(351,418)	390,065	98,807	163,884	625,127
30. New Hampshire	NH..N		0		0		0
31. New Jersey	NJ..N		0		0		0
32. New Mexico	NM..N		0		0		0
33. New York	NY..L	33,818,569	8,829,362	2,906,558	2,758,161	15,606,720	22,004,483
34. No. Carolina	NC..N		0		0		0
35. No. Dakota	ND..E		0		0		0
36. Ohio	OH..L		0		0		0
37. Oklahoma	OK..L	82,285	354,338	101,293	144,822	413,027	351,789
38. Oregon	OR..E		0		0		0
39. Pennsylvania	PA..L	141,460	298,624	194,923	159,372	1,475,679	905,904
40. Rhode Island	RI..N		0		0		0
41. So. Carolina	SC..N		0		0		0
42. So. Dakota	SD..L		0		0		0
43. Tennessee	TN..E		0		0		0
44. Texas	TX..L	31,110	83,339	646,765	606,082	255,588	1,750,969
45. Utah	UT..L		0		0		0
46. Vermont	VT..N		0		0		0
47. Virginia	VA..N		0		0		0
48. Washington	WA..N		0		0		0
49. West Virginia	WV..E		0		0		0
50. Wisconsin	WI..L	106,367	126,604	360,114	207,989	124,339	579,740
51. Wyoming	WY..N		0		0		0
52. American Samoa	AS..N		0		0		0
53. Guam	GU..N		0		0		0
54. Puerto Rico	PR..N		0		0		0
55. U.S. Virgin Islands	VI..N		0		0		0
56. Northern Mariana Islands	MP..N		0		0		0
57. Canada	CAN..N		0		0		0
58. Aggregate Other Alien	OT..XXX	0	0	0	0	0	0
59. Totals	(a) 19	40,796,537	18,872,161	11,285,741	8,882,762	31,851,062	36,240,066
DETAILS OF WRITE-INS							
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 (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

As At:
March 31, 2017



Atlas Ownership Percentages

Public Shareholders Holding Less Than 10% Each	100%
Total	100%

12

12

12

1212

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	0	0	0.0	0.0
2.	Allied lines	0	0	0.0	0.0
3.	Farmowners multiple peril	0	0	0.0	0.0
4.	Homeowners multiple peril	0	0	0.0	0.0
5.	Commercial multiple peril	0	0	0.0	0.0
6.	Mortgage guaranty	0	0	0.0	0.0
8.	Ocean marine	0	0	0.0	0.0
9.	Inland marine	0	0	0.0	0.0
10.	Financial guaranty	0	0	0.0	0.0
11.1	Medical professional liability -occurrence	0	0	0.0	0.0
11.2	Medical professional liability -claims made	0	0	0.0	0.0
12.	Earthquake	0	0	0.0	0.0
13.	Group accident and health	0	0	0.0	0.0
14.	Credit accident and health	0	0	0.0	0.0
15.	Other accident and health	0	0	0.0	0.0
16.	Workers' compensation	565,571	197,950	35.0	35.0
17.1	Other liability occurrence	285,329	105,572	37.0	37.0
17.2	Other liability-claims made	0	0	0.0	0.0
17.3	Excess Workers' Compensation	0	0	0.0	0.0
18.1	Products liability-occurrence	0	0	0.0	0.0
18.2	Products liability-claims made	0	0	0.0	0.0
19.1,19.2	Private passenger auto liability	0	0	0.0	0.0
19.3,19.4	Commercial auto liability	15,156,597	4,931,651	32.5	37.1
21.	Auto physical damage	683,665	410,199	60.0	60.0
22.	Aircraft (all perils)	0	0	0.0	0.0
23.	Fidelity	0	0	0.0	0.0
24.	Surety	0	0	0.0	0.0
26.	Burglary and theft	0	0	0.0	0.0
27.	Boiler and machinery	0	0	0.0	0.0
28.	Credit	0	0	0.0	0.0
29.	International	0	0	0.0	0.0
30.	Warranty	0	0	0.0	0.0
31.	Reinsurance - Nonproportional Assumed Property	XXX	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	16,691,163	5,645,372	33.8	38.1
DETAILS OF WRITE-INS					
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 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire	0		0
2.	Allied lines	0		0
3.	Farmowners multiple peril	0		0
4.	Homeowners multiple peril	0		0
5.	Commercial multiple peril	0		0
6.	Mortgage guaranty	0		0
8.	Ocean marine	0		0
9.	Inland marine	0		0
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	872,016	872,016	966,099
17.1	Other liability occurrence	359,739	359,739	304,205
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	0		0
19.3,19.4	Commercial auto liability	38,777,208	38,777,208	16,951,104
21.	Auto physical damage	787,574	787,574	650,753
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	40,796,537	40,796,537	18,872,161
DETAILS OF WRITE-INS				
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

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 Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2014 + Prior	3,283	1,495	4,778	2,897	322	3,219	2,503	278	(1,226)	1,555	2,117	(2,121)	(4)
2. 2015	2,182	2,241	4,423	2,007	223	2,230	1,849	205	134	2,188	1,674	(1,679)	(5)
3. Subtotals 2015 + prior	5,465	3,736	9,201	4,904	545	5,449	4,352	483	(1,092)	3,743	3,791	(3,800)	(9)
4. 2016	5,086	10,716	15,802	2,410	268	2,678	5,129	570	7,484	13,183	2,453	(2,394)	59
5. Subtotals 2016 + prior	10,551	14,452	25,003	7,314	813	8,127	9,481	1,053	6,392	16,926	6,244	(6,194)	50
6. 2017	XXX	XXX	XXX	XXX	1,074	1,074	XXX	1,154	4,725	5,879	XXX	XXX	XXX
7. Totals	10,551	14,452	25,003	7,314	1,887	9,201	9,481	2,207	11,117	22,805	6,244	(6,194)	50
8. Prior Year-End Surplus As Regards Policy-holders	25,061										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. 59.2	2. (42.9)	3. 0.2
											Col. 13, Line 7 Line 8		
											4. 0.2		

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.


	Response
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.




382372017490000001

2.




382372017455000001

3.



382372017365000001

4.



382372017505000001

OVERFLOW PAGE FOR WRITE-INS

PQ002 Additional Aggregate Lines for Page 02 Line 25.
*ASSETS

	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	December 31 Prior Year Net Admitted Assets
2504. Receivable from pools.....	1,371		1,371	7,646
2505.			0	0
2597. Summary of remaining write-ins for Line 25 from Page 02	1,371	0	1,371	7,646

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	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
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		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

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	2,600,000	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		2,600,000
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)	2,600,000	2,600,000
12. Total valuation allowance		0
13. Subtotal (Line 11 plus Line 12)	2,600,000	2,600,000
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	2,600,000	2,600,000

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	5,591,639	2,011,316
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		3,998,088
2.2 Additional investment made after acquisition		28,518
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)	(85,167)	(196,283)
6. Total gain (loss) on disposals		142,458
7. Deduct amounts received on disposals		392,458
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)	5,506,472	5,591,639
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	5,506,472	5,591,639

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	30,563,238	38,089,891
2. Cost of bonds and stocks acquired	1,943,756	12,221,115
3. Accrual of discount	1,079	6,154
4. Unrealized valuation increase (decrease)	(893)	60,412
5. Total gain (loss) on disposals	(4,468)	219,348
6. Deduct consideration for bonds and stocks disposed of	3,286,680	19,834,283
7. Deduct amortization of premium	38,512	199,400
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)	29,177,521	30,563,238
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	29,177,521	30,563,238

STATEMENT AS OF MARCH 31, 2017 OF THE American Country 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
BONDS								
1. NAIC 1 (a).....	27,517,753	1,305,348	3,291,147	(34,508)	25,497,445	0	0	27,517,753
2. NAIC 2 (a).....	2,761,910	638,409		(2,749)	3,397,570	0	0	2,761,910
3. NAIC 3 (a).....	283,575			(1,069)	282,506	0	0	283,575
4. NAIC 4 (a).....	0				0	0	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds	30,563,238	1,943,756	3,291,147	(38,325)	29,177,521	0	0	30,563,238
PREFERRED STOCK								
8. NAIC 1	0				0	0	0	0
9. NAIC 2	0				0	0	0	0
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.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	30,563,238	1,943,756	3,291,147	(38,325)	29,177,521	0	0	30,563,238

(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 \$; NAIC 2 \$;

NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

Schedule DA - Part 1

NONE

Schedule DA - Verification

NONE

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
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	1,499,946
2. Cost of cash equivalents acquired		0
3. Accrual of discount		54
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals.....		0
6. Deduct consideration received on disposals		1,500,000
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)	0	0
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

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 MARCH 31, 2017 OF THE American Country Insurance Company

SCHEDULE D - PART 3

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

[illegible]

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

E04

STATEMENT AS OF MARCH 31, 2017 OF THE American Country 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)
Bonds - U.S. Governments																					
36202D-KK-6...	G2 002998 - RMBS.....		..03/01/2017..	Paydown.....		.....122	.....122	.....146	.....143		.....(22)		.....(22)		.....122			.....0	.....1	..11/20/2030..	..1
383766-D4-9...	GNR 1127 B - CMBS.....		..03/01/2017..	Paydown.....		.....109,096	.....109,096	.....115,533	.....109,299		.....(203)		.....(203)		.....109,096			.....0	.....48	..09/16/2034..	..1
38378B-AS-8...	GNR 11161 A - CMBS.....		..03/01/2017..	Paydown.....		.....5,659	.....5,659	.....5,686	.....5,669		.....(11)		.....(11)		.....5,659			.....0	.....8	..01/16/2034..	..1
38378D-CE-3...	GNR 1217B KG - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....29,619	.....29,619	.....30,579	.....30,341		.....(722)		.....(722)		.....29,619			.....0	.....51	..07/20/2039..	..1
0599999 - Bonds - U.S. Governments						144,495	144,495	151,944	145,453	0	(958)	0	(958)	0	144,495	0	0	0	108	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
312927-CQ-7...	FH A80979 - RMBS.....		..01/17/2017..	VARIOUS.....		.....18,035	.....16,251	.....17,814	.....18,670		.....(16)		.....(16)		.....18,665		.....(629)	.....(629)	.....127	..08/01/2038..	..1
31292H-FT-6...	FH C01078 - RMBS.....		..03/01/2017..	Paydown.....		.....90	.....90	.....107	.....105		.....(15)		.....(15)		.....90			.....0	.....1	..10/01/2030..	..1
3136A7-FL-1...	FNR 1270D HP - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....24,160	.....24,160	.....24,505	.....24,407		.....(247)		.....(247)		.....24,160			.....0	.....41	..01/25/2041..	..1
3136AH-6A-3...	FNR 145E LB - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....17,185	.....17,185	.....17,297	.....17,283		.....(98)		.....(98)		.....17,185			.....0	.....17	..07/25/2043..	..1
3136AH-FS-4...	FNR 13119E VA - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....15,375	.....15,375	.....16,052	.....15,983		.....(609)		.....(609)		.....15,375			.....0	.....39	..10/25/2033..	..1
3136AP-EE-8...	FNR 1547C GA - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....35,081	.....35,081	.....36,430	.....36,329		(1 248)		(1 248)		.....35,081			.....0	.....90	..06/25/2044..	..1
3138EO-SF-7...	FN AJ7717 - RMBS.....		..03/01/2017..	Paydown.....		.....19,377	.....19,377	.....20,442	.....20,246		.....(869)		.....(869)		.....19,377			.....0	.....41	..12/01/2026..	..1
3138M4-ZR-6...	FN AP1651 - RMBS.....		..03/01/2017..	Paydown.....		.....15,974	.....15,974	.....16,606	.....16,576		.....(602)		.....(602)		.....15,974			.....0	.....14	..08/01/2042..	..1
31403C-6L-0...	FN 745275 - RMBS.....		..03/01/2017..	Paydown.....		.....1,900	.....1,900	.....2,059	.....2,064		.....(165)		.....(165)		.....1,900			.....0	.....7	..02/01/2036..	..1
31405U-WT-2...	FN 799958 - RMBS.....		..02/01/2017..	VARIOUS.....		(5,566)	(5,566)	(5,921)	.....136,377		.....(41)		.....(41)		(5,566)			.....0	.....337	..11/01/2034..	..1
31417A-OE-2...	FN AB4052 - RMBS.....		..03/01/2017..	Paydown.....		.....21,973	.....21,973	.....23,888	.....23,803		(1 830)		(1 830)		.....21,973			.....0	.....63	..12/01/2041..	..1
31417B-RN-9...	FN AB4992 - RMBS.....		..03/01/2017..	Paydown.....		.....34,902	.....34,902	.....36,411	.....36,120		(1 218)		(1 218)		.....34,902			.....0	.....75	..04/01/2027..	..1
31418A-JV-1...	FN MA1175 - RMBS.....		..03/01/2017..	Paydown.....		.....22,267	.....22,267	.....23,149	.....23,104		.....(837)		.....(837)		.....22,267			.....0	.....47	..09/01/2042..	..1
31419J-TQ-1...	FN AE7758 - RMBS.....		..03/01/2017..	Paydown.....		.....12,207	.....12,207	.....12,963	.....12,832		.....(626)		.....(626)		.....12,207			.....0	.....31	..11/01/2025..	..1
54627R-AB-6...	ENVIRONMENTAL FACS & LOUISIANA LOC GOVT		..03/01/2017..	Paydown.....		.....78,057	.....78,057	.....81,188	.....78,144		.....(87)		.....(87)		.....78,057		.....0	.....0	.....964	..02/01/2019..	..1FE
54627R-AJ-9...	ENVIRONMENTAL FACS & LOUISIANA LOC GOVT		..02/02/2017..	Call @ 99.927.....		.....19,560	.....19,560	.....19,556	.....19,558		.....0		.....0		.....19,558		.....2	.....2	.....162	..02/01/2022..	..1FE
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						330,577	328,793	342,547	481,602	0	(8,497)	0	(8,497)	0	331,204	0	(627)	(627)	2,058	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
00842C-AF-2...	ABMT 157 A6 - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....24,136	.....24,136	.....24,382	.....24,354		.....(218)		.....(218)		.....24,136			.....0	.....65	..11/27/2045..	..1FM
05547G-AA-1...	BBCMS 15STP A - CMBS.....		..03/10/2017..	Paydown.....		.....970	.....970	.....999	.....992		.....(22)		.....(22)		.....970			.....0	.....5	..09/12/2028..	..1FM
CBASS 05CB5 AF4 - CMO/RMBS.....						9,846	9,846	9,679	9,739		.....117		.....117		9,846			.....0	.....20	..01/25/2033..	..1FM
12489W-MY-7...	CHAIT 127 A - ABS.....		..01/30/2017..	BNP SECURITIES.....		.....519,400	.....530,000	.....520,477	.....521,543		.....96		.....96		.....521,639		.....(2,239)	.....(2,239)	.....1,495	..09/16/2024..	..1FE
31405U-WT-2...	FN 799958 - RMBS.....		..02/01/2017..	Paydown.....		.....141,850	.....135,036	.....143,660						.....141,901			.....0	.....191	..11/01/2034..	..1	
34528Q-BP-8...	FORDF 122 A - ABS.....		..01/17/2017..	Paydown.....		.....1,000,000	.....1,000,000	.....1,005,469	.....1,000,167		.....(167)		.....(167)		.....1,000,000		.....(51)	.....(51)	.....1,600	..01/15/2019..	..1FE
46644M-AS-5...	JPMMT 153 A3 - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....14,010	.....14,010	.....14,209	.....14,201		.....(191)		.....(191)		.....14,010			.....0	.....23	..05/25/2045..	..1FE
477877-AD-6...	IDOT 14B A3 - ABS.....		..03/15/2017..	Paydown.....		.....161,055	.....161,055	.....161,020	.....161,049		.....7		.....7		.....161,055			.....0	.....156	..11/15/2018..	..1FE
49327M-2A-1...	KEYBANK NA.....		..02/01/2017..	MORGAN STANLEY DEAN WITTER.....		.....500,155	.....500,000	.....507,100	.....501,669		.....(133)		.....(133)		.....501,537		.....(1,382)	.....(1,382)	.....4,148	..02/01/2018..	..1FE
50116R-AC-0...	KCOT 151 A3 - ABS.....		..03/15/2017..	Paydown.....		.....93,544	.....93,544	.....93,178	.....93,390		.....154		.....154		.....93,544			.....0	.....199	..03/15/2019..	..1FE
64829E-AA-2...	NRZT 152 A1 - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....15,236	.....15,236	.....15,645	.....15,642		.....(406)		.....(406)		.....15,236			.....0	.....41	..08/25/2055..	..1FE
65477L-AD-2...	NAROT 13B A4 - ABS.....		..02/03/2017..	VARIOUS.....		.....318,335	.....318,335	.....318,981	.....318,539		.....(36)		.....(36)		.....318,503		.....(169)	.....(169)	.....571	..10/15/2019..	..1FE
81746C-AQ-5...	SEMT 143 A8 - CMO/RMBS.....		..03/01/2017..	Paydown.....		.....13,071	.....13,071	.....13,459	.....13,461		.....(390)		.....(390)		.....13,071		.....0	.....0	.....26	..10/25/2044..	..1FM
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						2,811,607	2,815,238	2,828,258	2,674,746	0	(1,189)	0	(1,189)	0	2,815,448	0	(3,841)	(3,841)	8,538	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						3,286,680	3,288,526	3,322,748	3,301,801	0	(10,644)	0	(10,644)	0	3,291,147	0	(4,468)	(4,468)	10,704	XXX	XXX
8399999 - Subtotals - Bonds						3,286,680	3,288,526	3,322,748	3,301,801	0	(10,644)	0	(10,644)	0	3,291,147	0	(4,468)	(4,468)	10,704	XXX	XXX
9999999 Totals						3,286,680	XXX	3,322,748	3,301,801	0	(10,644)	0	(10,644)	0	3,291,147	0	(4,468)	(4,468)	10,704	XXX	XXX

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

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

STATEMENT AS OF MARCH 31, 2017 OF THE American Country Insurance Company

SCHEDULE E - PART 1 - CASH

[illegible]

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
NONE							
8699999 Total Cash Equivalents					0	0	0