



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2015
OF THE CONDITION AND AFFAIRS OF THE

American Country Insurance Company

NAIC Group Code 04795 , 04795 NAIC Company Code 38237 Employer's ID Number 36-4168532
(Current Period) (Prior Period)

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
<u>Scott David Wollney</u>	<u>President, CEO</u>	<u>Paul Anthony Romano</u>	<u>VP Finance, CFO, Treasurer</u>
<u>Leslie Patterson DiMaggio</u>	<u>Secretary, VP Operations & IT</u>		

OTHER OFFICERS

<u>Bruce Wayne Giles</u>	<u>VP Product Development & Underwriting</u>	<u>Joseph Raymond Shugrue</u>	<u>VP Claims</u>
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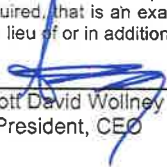
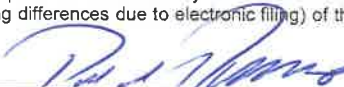
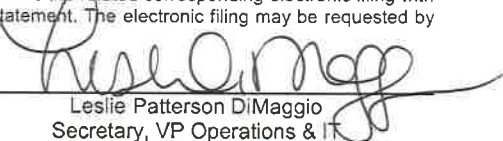
DIRECTORS OR TRUSTEES

<u>Leslie Patterson DiMaggio</u>	<u>Bruce Wayne Giles</u>	<u>Paul Anthony Romano</u>	<u>Joseph Raymond Shugrue</u>
<u>Scott David Wollney</u>			

State of IL

County of Cook ss

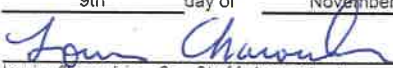
The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any 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
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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
9th day of November, 2015

Louis Charouhis, Sr. Staff Accountant
March 1, 2019



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	28,925,600		28,925,600	32,622,196
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$6,362,053), cash equivalents (\$) and short-term investments (\$)	6,362,053		6,362,053	3,458,119
6. Contract loans (including \$ premium notes)				
7. Derivatives				
8. Other invested assets	2,093,977		2,093,977	1,622,928
9. Receivables for securities				
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	37,381,630		37,381,630	37,703,243
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	154,434		154,434	154,434
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	7,894,732		7,894,732	3,927,443
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	30,501,712		30,501,712	27,055,891
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	4,865,253		4,865,253	8,713,173
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				78,911
18.2 Net deferred tax asset	6,361,722	2,804,656	3,557,066	1,842,213
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	1,386,691		1,386,691	
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	515,374	146,740	368,634	367,869
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	89,061,547	2,951,396	86,110,151	79,843,176
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	89,061,547	2,951,396	86,110,151	79,843,176
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Deposits in pools and associations	357,675		357,675	357,675
2502. Prepaid expenses	98,714	98,714		
2503. Other assets - advance commissions	35,611	35,611		
2598. Summary of remaining write-ins for Line 25 from overflow page	23,373	12,414	10,959	10,194
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	515,374	146,740	368,634	367,869

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$8,571,994)	20,274,531	21,871,744
2. Reinsurance payable on paid losses and loss adjustment expenses	1,709,219	4,549,819
3. Loss adjustment expenses	4,683,457	4,382,722
4. Commissions payable, contingent commissions and other similar charges	2,961,227	2,395,234
5. Other expenses (excluding taxes, licenses and fees)	480,116	672,722
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	573,813	352,321
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	82,625	
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$38,697,132 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)	21,635,104	16,596,794
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	5,917,917	9,393,892
13. Funds held by company under reinsurance treaties	12,294	12,294
14. Amounts withheld or retained by company for account of others	171,905	133,557
15. Remittances and items not allocated	209,006	75,556
16. Provision for reinsurance (including \$ certified)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	1,495	841,859
20. Derivatives		
21. Payable for securities		
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	691,555	139,244
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	59,404,265	61,417,757
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	59,404,265	61,417,757
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	5,000,000	5,000,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes	4,600,000	
34. Gross paid in and contributed surplus	11,514,652	11,514,652
35. Unassigned funds (surplus)	5,591,234	1,910,766
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	26,705,886	18,425,419
38. Totals (Page 2, Line 28, Col. 3)	86,110,151	79,843,176
DETAILS OF WRITE-INS		
2501. Unearned ceded commissions.....	611,345	131,958
2502. Other liability - premium deficiency reserve.....	63,326	
2503. Escheatables.....	14,863	5,470
2598. Summary of remaining write-ins for Line 25 from overflow page	2,021	1,816
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	691,555	139,244
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1	2	3
	Current Year	Prior Year	Prior Year Ended
	to Date	to Date	December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 62,977,559)	53,783,207	42,478,907	58,496,356
1.2 Assumed (written \$ 33,084,677)	27,993,624	21,307,713	29,529,587
1.3 Ceded (written \$ 63,212,254)	53,965,159	42,536,222	58,588,799
1.4 Net (written \$ 32,849,982)	27,811,672	21,250,399	29,437,144
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 11,930,528):			
2.1 Direct	21,527,772	20,093,891	25,887,925
2.2 Assumed	11,302,178	10,282,195	10,713,902
2.3 Ceded	21,819,117	20,158,885	25,861,677
2.4 Net	11,010,833	10,217,200	10,740,150
3. Loss adjustment expenses incurred	5,064,688	3,053,372	7,583,397
4. Other underwriting expenses incurred	8,243,844	6,589,875	8,664,600
5. Aggregate write-ins for underwriting deductions	19,615		
6. Total underwriting deductions (Lines 2 through 5)	24,338,980	19,860,447	26,988,146
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	3,472,692	1,389,952	2,448,998
INVESTMENT INCOME			
9. Net investment income earned	254,732	365,775	484,216
10. Net realized capital gains (losses) less capital gains tax of \$ 9,584	(66,237)	(47,011)	(18,577)
11. Net investment gain (loss) (Lines 9 + 10)	188,495	318,764	465,639
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ (49) amount charged off \$ 106,686)	(106,735)	(125,895)	(139,277)
13. Finance and service charges not included in premiums	128,468	95,913	134,563
14. Aggregate write-ins for miscellaneous income	(133,195)	51,661	66,286
15. Total other income (Lines 12 through 14)	(111,462)	21,678	61,571
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	3,549,725	1,730,394	2,976,209
17. Dividends to policyholders			(586)
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)	3,549,725	1,730,394	2,976,794
19. Federal and foreign income taxes incurred	1,611,952	764,456	1,020,674
20. Net income (Line 18 minus Line 19)(to Line 22)	1,937,773	965,938	1,956,120
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	18,425,419	15,089,652	15,089,652
22. Net income (from Line 20)	1,937,773	965,938	1,956,120
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 10,554	20,487	9,285	(81,816)
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	419,662	373,991	3,143,160
27. Change in nonadmitted assets	1,302,546	520,794	(3,106,698)
28. Change in provision for reinsurance			
29. Change in surplus notes	4,600,000		
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in		1,425,000	1,425,000
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders (Lines 22 through 37)	8,280,467	3,295,007	3,335,766
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	26,705,886	18,384,660	18,425,419
DETAILS OF WRITE-INS			
0501. Premium deficiency expense	19,615		
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	19,615		
1401. Miscellaneous income	5,122	388	968
1402. Fines and penalties	(49,251)	(1,335)	(1,393)
1403. Retroactive reinsurance income	(89,067)	49,728	63,830
1498. Summary of remaining write-ins for Line 14 from overflow page		2,880	2,880
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(133,195)	51,661	66,286
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)			

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	21,960,896	19,835,933	28,743,943
2. Net investment income	428,858	609,259	797,705
3. Miscellaneous income	(111,462)	21,679	61,571
4. Total (Lines 1 to 3)	22,278,292	20,466,871	29,603,219
5. Benefit and loss related payments	11,251,586	9,346,698	16,140,337
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	12,152,776	10,428,007	13,634,042
8. Dividends paid to policyholders			(586)
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	1,460,000	595,000	990,000
10. Total (Lines 5 through 9)	24,864,362	20,369,705	30,763,793
11. Net cash from operations (Line 4 minus Line 10)	(2,586,070)	97,166	(1,160,574)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	14,379,309	4,861,016	6,444,849
12.2 Stocks			
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds	1		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	14,379,310	4,861,016	6,444,849
13. Cost of investments acquired (long-term only):			
13.1 Bonds	10,967,761	6,258,269	6,991,361
13.2 Stocks			
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets	385,740	1,500,000	1,500,000
13.6 Miscellaneous applications			
13.7 Total investments acquired (Lines 13.1 to 13.6)	11,353,501	7,758,269	8,491,361
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	3,025,809	(2,897,253)	(2,046,512)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	4,600,000		
16.2 Capital and paid in surplus, less treasury stock.....		1,425,000	1,425,000
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied).....	(2,135,805)	(322,283)	626,639
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	2,464,195	1,102,717	2,051,640
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	2,903,934	(1,697,370)	(1,155,446)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	3,458,119	4,613,565	4,613,565
19.2 End of period (Line 18 plus Line 19.1)	6,362,053	2,916,195	3,458,119

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies:

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. The Company did not use any permitted or prescribed practices during 2015 or 2014.

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:

NET INCOME		State of Domicile	2015	2014
(1)	Illinois Company state basis (page 4, line 20, columns 1 & 3)	IL	\$ 1,937,773	\$ 1,956,120
(2)	State prescribed practices that increase/(decrease) NAIC SAP:	IL	\$ 0	\$ 0
(3)	NAIC SAP (1-2=3)	IL	\$ 1,937,773	\$ 1,956,120
SURPLUS				
(4)	Illinois Company state basis (page 3, line 37, columns 1 & 2)	IL	\$ 26,705,886	\$ 18,425,419
(5)	State prescribed practices that increase/(decrease) NAIC SAP:	IL	\$ 0	\$ 0
(6)	NAIC SAP (4-5=6)	IL	\$ 26,705,886	\$ 18,425,419

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

- 1) Prepayment assumptions were obtained from Bloomberg market data and the Company’s investment manager’s internal estimates.
- 2) The Company does not have any loan-backed securities with a recognized other-than-temporary impairment.
- 3) The Company does not have any loan-backed securities with a recognized other-than-temporary impairment.
- 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

\$ 66,864

2. 12 Months or Longer

\$ 29,291

(b) The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months

\$ 6,901,868

2. 12 Months or Longer

\$ 2,339,291
- 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

NOTES TO FINANCIAL STATEMENTS

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 for the remainder of the note.

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

No significant changes for the remainder of the note.

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:

A. On March 11, 2015, Atlas Financial Holdings, Inc. (AFH) and American Insurance Acquisition, Inc. (AIA), the Company's ultimate parent and direct parent, respectively, acquired Anchor Holdings Group, Inc. (AHG), the parent company of Global Liberty Insurance Company of New York (GLI) along with its affiliated underwriting and premium finance companies. AFH and AIA purchased all the outstanding common shares of AHG, GLI, and affiliates for a combination of cash and AFH preferred shares subject to final adjustment based on year-end financial results.

On May 1, 2015, the Company received a contribution in the amount of \$4.6 million in the form of a surplus note from its parent, AIA.

No significant changes for the remainder of the note.

11. Debt:

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

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans:

A. Defined Benefit Plan

The Company does not participate in a defined benefit plan.

No significant changes for 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:

<u>Date Issued</u>	<u>Interest Rate</u>	<u>Par Value (Face Amount of Note)</u>	<u>Carrying Value of Note</u>	<u>Principal and/or Interest Paid Current Year</u>	<u>Total Principal and/or Interest Paid</u>	<u>Unapproved Principal and/or Interest</u>	<u>Date of Maturity</u>
May 1, 2015	Prime + 2% not to exceed 10%	\$4,600,000	\$4,600,000	\$101,232	\$101,232	\$4,600,000	May 1, 2020

A surplus note in the amount of \$4,600,000 was issued to AIA in exchange for cash.

The surplus note has the following repayment conditions and restrictions: Each payment of interest on and principal of the surplus note may be made only with the prior approval of the Illinois Department of Insurance and only to the extent the Company has sufficient surplus earnings to make such payment. In addition, no principal or interest shall be paid if the payment reduces the Company’s surplus below \$18,400,000.

The surplus note has the following subordination terms: Repayment of the principal and interest shall be and is hereby subordinated to the prior payment of, or provision for, all general liabilities of the Company and the claims of policyholders and creditors of the Company, but shall rank superior to the claim, interest and equity of the shares or shareholders of the Company, and such subordination shall be equally applicable in the case of any merger, consolidation, liquidation, rehabilitation, reorganization, dissolution, sale or other disposal of all, or substantially all, of the assets of the Company.

No significant changes for 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

Description	Level 1	Level 2	Level 3	Total
a. Assets at fair value				
Bonds				
Industrial and Misc.	\$0	\$198,750	\$0	\$198,750
Total assets at fair value	\$0	\$198,750	\$0	\$198,750

- 2) The Company does not have any fair value measurements categorized within Level 3.
- 3) Level 2 bonds were adjusted to fair market value due to categorization to Class 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).
- 5) The Company does not have derivative assets and liabilities.

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Long Term Bonds	\$28,724,531	\$28,925,598	\$2,570,901	\$26,153,630	\$0	\$0

D. The Company does not have any assets that are not practicable to estimate fair value as of September 30, 2015.

21. Other Items:

I. Risk Sharing Provisions of the Affordable Care Act

The Company does not transact any accident and health business.

No significant changes for the remainder of the note.
22. Events Subsequent:

There are no material subsequent events.
23. Reinsurance:

No significant changes.
24. Retrospectively Rated Contracts & Contracts Subject to Redetermination:

No significant changes.
25. Change in Incurred Losses and Loss Adjustment Expenses:

NOTES TO FINANCIAL STATEMENTS

Reserves as of December 31, 2014 were \$26.25 million. As of September 30, 2015, \$12.71 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$12.32 million as a result of re-estimation of unpaid claims and claim adjustment expenses principally on private passenger and commercial auto lines of insurance. Therefore, there has been favorable prior-year development of \$1,217,000 from December 31, 2014 to September 30, 2015. 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.

12/31/2010
- 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:\$

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 [] No [X]

14.2

If yes, please complete the following:

		1		2
		Prior Year-End		Current Quarter
		Book/Adjusted		Book/Adjusted
		Carrying Value		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 .....	\$ .....	\$	.....
14.26	All Other .....	\$ .....	\$	.....
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....	\$	.....
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

\$
- 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
Fifth Third Bank.....	222 South Riverside Plaza, 29th Floor Chicago, IL 60606.....

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.....	Fifth Third Bank.....	08/10/2015.....	Cost Efficiency.....

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
109875.....	Asset Allocation & Management Company, LLC.....	30 West Monroe Street, 3rd Floor, Chicago, IL 60603.....

18.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed?

Yes [X] No []

18.2 If no, list exceptions:
.....

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? 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		

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?.....

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?.....

6.4 If yes, please provide the balance of the funds administered as of the reporting date.....

%

%

%

Yes [] No [X]

\$

Yes [] No [X]

\$

STATEMENT AS OF SEPTEMBER 30, 2015 OF THE American Country Insurance Company

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

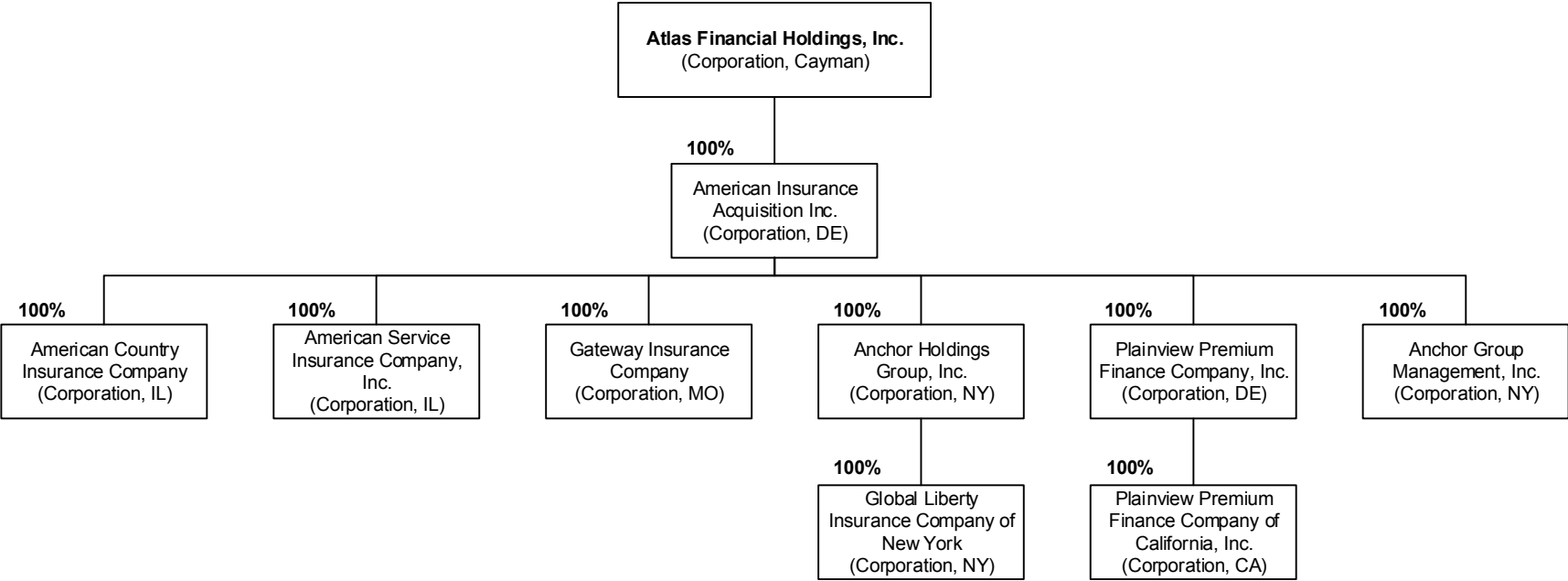
Current Year to Date - Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL N						
2. Alaska	AK N						
3. Arizona	AZ N						
4. Arkansas	AR N						
5. California	CA N						
6. Colorado	CO N						
7. Connecticut	CT L						40,000
8. Delaware	DE N						
9. Dist. Columbia	DC L						
10. Florida	FL N						
11. Georgia	GA N						
12. Hawaii	HI N						
13. Idaho	ID E						
14. Illinois	IL L	6,220,844	5,062,555	3,278,353	2,091,536	6,094,770	7,501,200
15. Indiana	IN L	780,149	678,771	306,657	521,113	297,833	264,233
16. Iowa	IA L	314,215	250,714	49,528	64,079	82,673	99,989
17. Kansas	KS E						
18. Kentucky	KY L	588,078	653,191	498,927	310,068	259,385	425,621
19. Louisiana	LA N						
20. Maine	ME N						
21. Maryland	MD N						
22. Massachusetts	MA L						
23. Michigan	MI L	9,706,627	8,163,329	8,684,551	3,255,184	3,231,332	9,720,895
24. Minnesota	MN L	3,611,961	5,109,899	1,789,559	1,851,832	2,474,299	2,693,872
25. Mississippi	MS L						
26. Missouri	MO N						
27. Montana	MT N						
28. Nebraska	NE N						
29. Nevada	NV L	2,883,631	682,390	607,358	511,314	1,104,655	417,271
30. New Hampshire	NH N						
31. New Jersey	NJ N						
32. New Mexico	NM N						
33. New York	NY L	30,442,773	25,274,973	6,420,064	4,804,481	22,312,605	20,072,323
34. No. Carolina	NC N						
35. No. Dakota	ND E						
36. Ohio	OH L			38,000		(14,000)	108,563
37. Oklahoma	OK L	643,791	922,749	306,363	222,830	2,135,683	679,637
38. Oregon	OR E						
39. Pennsylvania	PA L	2,368,772	2,187,177	449,459	245,648	1,439,255	1,154,240
40. Rhode Island	RI N						
41. So. Carolina	SC N						
42. So. Dakota	SD L						
43. Tennessee	TN E						
44. Texas	TX L	4,264,356	1,764,739	1,669,457	1,455,212	1,959,341	1,772,060
45. Utah	UT L						
46. Vermont	VT N						
47. Virginia	VA N						
48. Washington	WA N						
49. West Virginia	WV E						
50. Wisconsin	WI L	1,152,362	1,595,999	404,780	648,239	1,097,026	1,420,873
51. Wyoming	WY N						
52. American Samoa	AS N						
53. Guam	GU N						
54. Puerto Rico	PR N						
55. U.S. Virgin Islands	VI N						
56. Northern Mariana Islands	MP N						
57. Canada	CAN N						
58. Aggregate Other Alien	OT XXX						
59. Totals	(a) 19	62,977,559	52,346,486	24,503,055	15,981,538	42,474,859	46,370,775
DETAILS OF WRITE-INS							
58001.	XXX						
58002.	XXX						
58003.	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX						
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX						

(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

As At:
September 30, 2015



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				
2.	Allied lines				
3.	Farmowners multiple peril				
4.	Homeowners multiple peril				
5.	Commercial multiple peril				
6.	Mortgage guaranty				
8.	Ocean marine				
9.	Inland marine				
10.	Financial guaranty				
11.1	Medical professional liability -occurrence				
11.2	Medical professional liability -claims made				
12.	Earthquake				
13.	Group accident and health				
14.	Credit accident and health				
15.	Other accident and health				
16.	Workers' compensation	707,265	258,152	36.5	42.7
17.1	Other liability occurrence	590,483	227,336	38.5	50.5
17.2	Other liability-claims made				
17.3	Excess Workers' Compensation				
18.1	Products liability-occurrence				
18.2	Products liability-claims made				
19.1,19.2	Private passenger auto liability				
19.3,19.4	Commercial auto liability	50,154,256	19,650,791	39.2	47.2
21.	Auto physical damage	2,331,202	1,391,493	59.7	50.6
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety				
26.	Burglary and theft				
27.	Boiler and machinery				
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance - Nonproportional Assumed Property	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				
35.	TOTALS	53,783,207	21,527,772	40.0	47.3
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page				
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire			
2.	Allied lines			
3.	Farmowners multiple peril			
4.	Homeowners multiple peril			
5.	Commercial multiple peril			
6.	Mortgage guaranty			
8.	Ocean marine			
9.	Inland marine			
10.	Financial guaranty			
11.1	Medical professional liability-occurrence			
11.2	Medical professional liability-claims made			
12.	Earthquake			
13.	Group accident and health			
14.	Credit accident and health			
15.	Other accident and health			
16.	Workers' compensation		960,046	999,323
17.1	Other liability occurrence	221,784	636,607	516,307
17.2	Other liability-claims made			
17.3	Excess Workers' Compensation			
18.1	Products liability-occurrence			
18.2	Products liability-claims made			
19.1,19.2	Private passenger auto liability			
19.3,19.4	Commercial auto liability	23,399,830	58,572,331	48,703,549
21.	Auto physical damage	799,312	2,808,575	2,127,307
22.	Aircraft (all perils)			
23.	Fidelity			
24.	Surety			
26.	Burglary and theft			
27.	Boiler and machinery			
28.	Credit			
29.	International			
30.	Warranty			
31.	Reinsurance - Nonproportional Assumed Property	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			
35.	TOTALS	24,420,926	62,977,559	52,346,486
DETAILS OF WRITE-INS				
3401.	.....		
3402.	.....		
3403.	.....		
3498.	Sum. of remaining write-ins for Line 34 from overflow page			
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)			

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)	2015 Loss and LAE Payments on Claims Reported as of Prior Year-End	2015 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2015 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. 2012 + Prior .....	.....6,801	.....1,589	.....8,390	.....3,994	.....444	.....4,438	.....3,934	.....437	.....(840)	.....3,531	.....1,127	.....(1,548)	.....(421)
2. 2013 .....	.....5,040	.....149	.....5,189	.....2,850	.....317	.....3,167	.....3,873	.....430	.....(2,857)	.....1,446	.....1,683	.....(2,259)	.....(576)
3. Subtotals 2013 + prior .....	.....11,841	.....1,738	.....13,579	.....6,844	.....761	.....7,605	.....7,807	.....867	.....(3,697)	.....4,977	.....2,810	.....(3,807)	.....(997)
4. 2014 .....	.....4,291	.....8,385	.....12,676	.....4,601	.....511	.....5,112	.....4,733	.....526	.....2,085	.....7,344	.....5,043	.....(5,263)	.....(220)
5. Subtotals 2014 + prior .....	.....16,132	.....10,123	.....26,255	.....11,445	.....1,272	.....12,717	.....12,540	.....1,393	.....(1,612)	.....12,321	.....7,853	.....(9,070)	.....(1,217)
6. 2015 .....	.....XXX	.....XXX	.....XXX	.....XXX	.....4,657	.....4,657	.....XXX	.....3,102	.....9,535	.....12,637	.....XXX	.....XXX	.....XXX
7. Totals	16,132	10,123	26,255	11,445	5,929	17,374	12,540	4,495	7,923	24,958	7,853	(9,070)	(1,217)
8. Prior Year-End Surplus As Regards Policy-holders	18,425										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. 48.7	2. (89.6)	3. (4.6)
											Col. 13, Line 7 Line 8		
											4. (6.6)		

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.




38237201549000003

2.




38237201545500003

3.



38237201536500003

4.



38237201550500003

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. Other assets - security deposit.....	12,414	12,414		
2505. Receivable from pools.....	10,959		10,959	10,194
2597. Summary of remaining write-ins for Line 25 from Page 02	23,373	12,414	10,959	10,194

PQ003 Additional Aggregate Lines for Page 03 Line 25.
*LIAB

	1 Current Statement Date	2 December 31, Prior Year
2504. Miscellaneous payable.....	2,021	1,816
2597. Summary of remaining write-ins for Line 25 from Page 03	2,021	1,816

PQ004 Additional Aggregate Lines for Page 04 Line 14.
*STMTINCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1404. Gain/loss on sale of fixed assets.....		2,880	2,880
1405.			
1497. Summary of remaining write-ins for Line 14 from Page 04		2,880	2,880

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. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other-than-temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

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

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	1,622,928	246,892
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		1,500,000
2.2 Additional investment made after acquisition	385,740	
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	85,309	(123,964)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	2,093,977	1,622,928
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	2,093,977	1,622,928

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	32,622,187	32,361,688
2. Cost of bonds and stocks acquired	10,967,759	6,991,361
3. Accrual of discount	1,644	1,649
4. Unrealized valuation increase (decrease)	(54,268)	
5. Total gain (loss) on disposals	(56,653)	10,484
6. Deduct consideration for bonds and stocks disposed of	14,379,307	6,444,849
7. Deduct amortization of premium	175,770	298,146
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	28,925,592	32,622,187
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	28,925,592	32,622,187

STATEMENT AS OF SEPTEMBER 30, 2015 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).....	31,336,352	2,415,076	8,412,178	(54,931)	31,127,723	31,336,352	25,284,319	27,045,922
2. NAIC 2 (a).....	4,287,471		590,529	(254,412)	5,708,253	4,287,471	3,442,530	6,216,076
3. NAIC 3 (a).....				198,750			198,750	
4. NAIC 4 (a).....								
5. NAIC 5 (a).....								
6. NAIC 6 (a).....								
7. Total Bonds	35,623,823	2,415,076	9,002,707	(110,593)	36,835,976	35,623,823	28,925,599	33,261,998
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock.....								
15. Total Bonds & Preferred Stock	35,623,823	2,415,076	9,002,707	(110,593)	36,835,976	35,623,823	28,925,599	33,261,998

(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 \$

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		XXX			

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.....	639,805	1,984,457
2. Cost of short-term investments acquired	18,058,296	13,809,653
3. Accrual of discount		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	18,698,101	15,152,859
7. Deduct amortization of premium.....		1,446
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....		639,805
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)		639,805

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 SEPTEMBER 30, 2015 OF THE American Country 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)
Bonds - U.S. Governments									
38378B-AS-8	GNR 2011-161 A		07/27/2015	KGS ALPHA CAPITAL		150,657	149,931	210	1
0599999	Bonds - U.S. Governments					150,657	149,931	210	XXX
Bonds - All Other Governments									
Bonds - U.S. States, Territories and Possessions									
000000-00-0									
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
000000-00-0									
000000-00-0									
Bonds - U.S. Special Revenue									
162393-EG-3	CHATTANOOGA TN ELEC REVENUE		07/23/2015	BANK OF AMERICA		261,333	215,000		1FE
000000-00-0									
000000-00-0									
3199999	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions					261,333	215,000		XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
000000-00-0									
Bonds - Hybrid Securities									
Bonds - Parent, Subsidiaries and Affiliates									
8399997	Subtotals - Bonds - Part 3					411,990	364,931	210	XXX
8399999	Subtotals - Bonds					411,990	364,931	210	XXX
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)									
Preferred Stocks - Parent, Subsidiaries and Affiliates									
Common Stocks - Industrial and Miscellaneous									
Common Stocks - Parent, Subsidiaries and Affiliates									
Common Stocks - Mutual Funds									
Common Stocks - Money Market Mutual Funds									
9999999	Totals					411,990	XXX	210	XXX

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

SCHEDULE D - PART 4

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	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36202D-KK-6	G2 2998		09/01/2015	MBS PAYDOWN		408	408	491	424		(15)		(15)		408				19	11/20/2030	1
38378B-AS-8	GNR 2011-161 A		09/01/2015	MBS PAYDOWN		1,245	1,245	1,251							1,245				3	01/16/2034	1
38378D-CE-3	GNR 2012-17 KG		09/01/2015	MBS PAYDOWN		44,937	44,937	46,394	45,228		(290)		(290)		44,937				739	07/20/2039	1
0599999 - Bonds - U.S. Governments						46,590	46,590	48,136	45,652		(305)		(305)		46,590				761	XXX	XXX
Bonds - All Other Governments																					
Bonds - U.S. States, Territories and Possessions																					
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
000000-00-0																					
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	FG A80979		09/01/2015	MBS PAYDOWN		6,789	6,789	7,442	6,974		(185)		(185)		6,789				122	08/01/2038	1
31292H-F7-6	FG C01078		09/01/2015	MBS PAYDOWN		32	32	38	33						32				2	10/01/2030	1
3132L6-AK-7	FG V80910		08/18/2015	VARIOUS		608,950	572,764	608,830		(1,154)			(1,154)		607,677		1,273	1,273	4,902	12/01/2043	1
3136A7-FL-1	FNR 2012-70 HP		09/01/2015	MBS PAYDOWN		27,395	27,395	27,787	27,414	(19)			(19)		27,395				183	01/25/2041	1
3136AH-6A-3	FNR 2014-5 LB		09/01/2015	MBS PAYDOWN		41,520	41,520	41,793	41,569	(49)			(49)		41,520				327	07/25/2043	1
31388R-4M-6	FN 612928		09/01/2015	MBS PAYDOWN		1,115	1,115	1,182	1,148	(33)			(33)		1,115				43	12/01/2016	1
3138AX-XQ-9	FN AJ6086		08/18/2015	VARIOUS		1,037,614	998,854	1,053,781	1,053,971	(8,270)			(8,270)		1,045,702		(8,088)	(8,088)	21,768	12/01/2026	1
3138EO-SF-7	FN AJ7717		09/01/2015	MBS PAYDOWN		27,584	27,584	29,101	27,671	(88)			(88)		27,584				280	12/01/2026	1
3138M4-ZR-6	FN AP1651		09/01/2015	MBS PAYDOWN		14,862	14,862	15,451	14,878	(15)			(15)		14,862				146	08/01/2042	1
31403C-6L-0	FN 745275		09/01/2015	MBS PAYDOWN		3,254	3,254	3,527	3,274	(21)			(21)		3,254				54	02/01/2036	1
31405U-WT-2	FN 799958		09/01/2015	MBS PAYDOWN		6,234	6,234	6,632	6,240	(6)			(6)		6,234				46	11/01/2034	1
31410K-JG-0	FN 889563		08/05/2015	VARIOUS		205,015	183,616	199,940	202,534	(3,625)			(3,625)		198,909		6,106	6,106	7,059	12/01/2037	1
31411K-E4-1	FN 910155		08/18/2015	VARIOUS		86,548	76,715	85,461	86,551	(1,263)			(1,263)		85,288		1,259	1,259	3,364	03/01/2037	1
31411W-VB-0	FN 916910		08/18/2015	VARIOUS		84,533	75,976	83,045	84,779	(2,216)			(2,216)		82,563		1,970	1,970	3,102	05/01/2037	1
31417A-QE-2	FN AB4052		09/01/2015	MBS PAYDOWN		21,965	21,965	23,880	22,023	(58)											

(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 SEPTEMBER 30, 2015 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							