



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF MARCH 31, 2014
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 ofIllinois.....

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
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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 12th day of May, 2014

Louis Charouhis, Senior Staff Accountant
March 1, 2015

STATEMENT AS OF MARCH 31, 2014 OF THE American Country Insurance Company

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	33,210,298	0	33,210,298	32,361,690
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	0		0	0
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 (\$2,727,243), cash equivalents (\$0) and short-term investments (\$1,084,336)	3,811,579	0	3,811,579	4,613,565
6. Contract loans (including \$ premium notes)	0		0	0
7. Derivatives	0		0	0
8. Other invested assets	273,349	0	273,349	246,892
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)	37,295,226	0	37,295,226	37,222,147
13. Title plants less \$ charged off (for Title insurers only)	0		0	0
14. Investment income due and accrued	180,301	0	180,301	171,426
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	6,292,232	0	6,292,232	2,598,524
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	25,674,930	0	25,674,930	21,875,395
15.3 Accrued retrospective premiums	0		0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5,770,182		5,770,182	3,702,611
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	0		0	138,648
18.2 Net deferred tax asset	2,864,850	1,171,660	1,693,190	1,664,621
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	736,071		736,071	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	507,714	56,572	451,142	450,949
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	79,321,505	1,228,232	78,093,273	67,824,321
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	79,321,505	1,228,232	78,093,273	67,824,321
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	449,043		449,043	449,178
2502. Prepaid expense	41,697	41,697	0	0
2503. Security deposit	14,875	14,875	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	2,099	0	2,099	1,771
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	507,714	56,572	451,142	450,949

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$3,015,472)	24,606,545	24,402,683
2. Reinsurance payable on paid losses and loss adjustment expenses	3,854,775	2,176,680
3. Loss adjustment expenses	1,864,566	2,345,367
4. Commissions payable, contingent commissions and other similar charges	1,969,043	1,966,632
5. Other expenses (excluding taxes, licenses and fees)	467,343	441,059
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	108,695	281,422
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	75,454	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 \$27,875,224 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)	14,785,272	12,607,560
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)	14,774,070	7,566,914
13. Funds held by company under reinsurance treaties	12,294	12,294
14. Amounts withheld or retained by company for account of others	115,053	51,905
15. Remittances and items not allocated	49,606	88,519
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	0	786,983
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	6,649	6,649
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	62,689,365	52,734,669
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	62,689,365	52,734,669
29. Aggregate write-ins for special surplus funds	0	0
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		0
34. Gross paid in and contributed surplus	10,089,652	10,089,652
35. Unassigned funds (surplus)	314,255	0
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)	15,403,907	15,089,652
38. Totals (Page 2, Line 28, Col. 3)	78,093,273	67,824,321
DETAILS OF WRITE-INS		
2501. Escheat ab les.....	6,649	6,649
2502.		0
2503.		0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	6,649	6,649
2901.		0
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	0
3201.		
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 \$ 16,700,170)	13,371,732	9,062,169	40,788,731
1.2 Assumed (written \$ 8,769,295)	6,591,850	4,774,504	21,427,432
1.3 Ceded (written \$ 16,705,683)	13,377,512	9,070,225	40,813,019
1.4 Net (written \$ 8,763,782)	6,586,070	4,766,448	21,403,144
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 3,424,801):			
2.1 Direct	6,629,903	3,312,956	25,091,178
2.2 Assumed	3,393,741	2,035,760	10,317,077
2.3 Ceded	6,654,750	3,312,566	25,151,262
2.4 Net	3,368,894	2,036,150	10,256,993
3. Loss adjustment expenses incurred	806,740	1,042,334	3,426,649
4. Other underwriting expenses incurred	2,084,745	1,565,813	6,995,750
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	6,260,378	4,644,297	20,679,392
7. Net income of protected cells	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	325,691	122,151	723,752
INVESTMENT INCOME			
9. Net investment income earned	121,667	118,027	499,859
10. Net realized capital gains (losses) less capital gains tax of \$ 304	591	0	676,072
11. Net investment gain (loss) (Lines 9 + 10)	122,258	118,027	1,175,931
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ 2,710 amount charged off \$ 42,789)	(40,079)	(9,900)	(213,587)
13. Finance and service charges not included in premiums	29,143	24,038	115,876
14. Aggregate write-ins for miscellaneous income	48,026	41,296	91,674
15. Total other income (Lines 12 through 14)	37,090	55,434	(6,037)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	485,039	295,612	1,893,646
17. Dividends to policyholders	0	1,156	228
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)	485,039	294,456	1,893,419
19. Federal and foreign income taxes incurred	213,796	0	298,649
20. Net income (Line 18 minus Line 19)(to Line 22)	271,243	294,456	1,594,770
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	15,089,652	13,570,854	13,570,854
22. Net income (from Line 20)	271,243	294,456	1,594,770
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 \$ 8,995	17,461	(4,550)	(3,673)
25. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
26. Change in net deferred income tax	106,539	(98,599)	(807,313)
27. Change in nonadmitted assets	(80,988)	134,260	735,015
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	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	314,254	325,567	1,518,799
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	15,403,907	13,896,421	15,089,652
DETAILS OF WRITE-INS			
0501.		0	0
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Retroactive reinsurance income	44,748	40,065	92,774
1402. Gain/(Loss) on sale of fixed assets	2,850	0	(3,322)
1403. Other miscellaneous income	514	1,265	3,789
1498. Summary of remaining write-ins for Line 14 from overflow page	(86)	(34)	(1,567)
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	48,026	41,296	91,674
3701.		0	0
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	0

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.....	8,477,695	9,108,303	21,361,965
2. Net investment income	197,382	64,003	893,072
3. Miscellaneous income	37,090	55,434	(6,037)
4. Total (Lines 1 to 3)	8,712,167	9,227,740	22,249,000
5. Benefit and loss related payments	3,809,571	(5,150,742)	2,859,034
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	3,790,481	481,929	8,662,374
8. Dividends paid to policyholders	0	1,156	228
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	0	520,000
10. Total (Lines 5 through 9)	7,600,051	(4,667,657)	12,041,635
11. Net cash from operations (Line 4 minus Line 10)	1,112,116	13,895,397	10,207,365
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	1,208,907	1,600,536	38,469,603
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	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	26
12.7 Miscellaneous proceeds	0	8,640	2
12.8 Total investment proceeds (Lines 12.1 to 12.7)	1,208,907	1,609,176	38,469,631
13. Cost of investments acquired (long-term only):			
13.1 Bonds	2,141,208	16,040,512	49,820,375
13.2 Stocks	0	0	0
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	2	0	1
13.7 Total investments acquired (Lines 13.1 to 13.6)	2,141,210	16,040,512	49,820,376
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)	(932,303)	(14,431,336)	(11,350,745)
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).....	(981,799)	294,472	(121,386)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(981,799)	294,472	(121,386)
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)	(801,986)	(241,467)	(1,264,766)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	4,613,565	5,878,331	5,878,331
19.2 End of period (Line 18 plus Line 19.1)	3,811,579	5,636,864	4,613,565

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*, 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 2014 or 2013.

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	2014	2013
(1)	Illinois Company state basis (page 4, line 20, columns 1 & 3)	IL	\$ 271,243	\$ 1,594,770
(2)	State prescribed practices that increase/(decrease) NAIC SAP:	IL	\$ 0	\$ 0
(3)	NAIC SAP (1-2=3)	IL	\$ 271,243	\$ 1,594,770
SURPLUS				
(4)	Illinois Company state basis (page 3, line 37, columns 1 & 2)	IL	\$ 15,403,907	\$ 15,089,652
(5)	State prescribed practices that increase/(decrease) NAIC SAP:	IL	\$ 0	\$ 0
(6)	NAIC SAP (4-5=6)	IL	\$ 15,403,907	\$ 15,089,652

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	\$	457,394
2.	12 Months or Longer	\$	0
(b) The aggregate related fair value of securities with unrealized losses:			
1.	Less than 12 Months	\$	12,477,317
2.	12 Months or Longer	\$	0

- 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.

No significant changes for the remainder of the note.

NOTES TO FINANCIAL STATEMENTS

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, 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 to the remainder of the note.
13.

Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations:

No significant changes.
14.

Contingencies:

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.

The Company does not have any assets or liabilities that are measured at fair value at March 31, 2014.

C.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Long Term Bonds	\$32,429,708	\$33,210,298	\$2,552,709	\$29,876,999	\$0	\$0
Short Term Bonds	\$1,084,336	\$1,084,336	\$1,084,336	\$0	\$0	\$0

D.

The Company does not have any assets that are not practicable to estimate fair value as of March 31, 2014.

21.

Other Items:

No significant changes.

22.

Events Subsequent:

There are no material subsequent events.

NOTES TO FINANCIAL STATEMENTS

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:**
- Reserves as of December 31, 2013 were \$26.7 million. As of March 31, 2014, \$3.8 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 \$22.9 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 \$63,000 favorable prior-year development since December 31, 2013 to March 31, 2014. 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:**
- No significant changes.

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	2	3
Name of Entity	NAIC Company Code	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.

12/31/2010
- This date should be the date of the examined balance sheet and not the date the report was completed or released.
- 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	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 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	\$	\$
14.26	All Other	\$	\$
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$0
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
Bank of America.....	540 W. Madison Street, Suite 2000 Chicago, IL 60661.....

- 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 [X]

- 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 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?
- 18.2 If no, list exceptions:
-
- Yes [X] No []

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, 2014 OF THE American Country Insurance Company

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

[illegible]

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

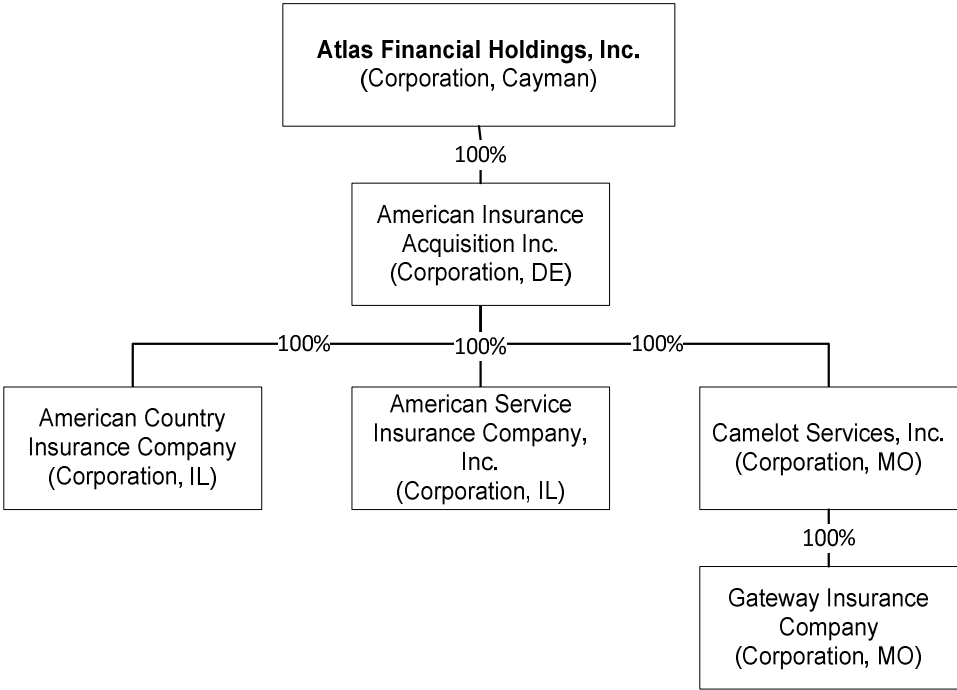
Current Year to Date - Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL..N	.0	.0	.0	.0	.0	.0
2. Alaska	AK..N	.0	.0	.0	.0	.0	.0
3. Arizona	AZ..N	.0	.0	.0	.0	.0	.0
4. Arkansas	AR..N	.0	.0	.0	.0	.0	.0
5. California	CA..N	.0	.0	.0	.0	.0	.0
6. Colorado	CO..N	.0	.0	.0	.0	.0	.0
7. Connecticut	CT..L	.0	.0	.0	.0	40,000	38,600
8. Delaware	DE..N	.0	.0	.0	.0	.0	.0
9. Dist. Columbia	DC..L	.0	.0	.0	.0	.0	.0
10. Florida	FL..N	.0	.0	.0	.0	.0	.0
11. Georgia	GA..N	.0	.0	.0	.0	.0	.0
12. Hawaii	HI..N	.0	.0	.0	.0	.0	.0
13. Idaho	ID..E	.0	.0	.0	.0	.0	.0
14. Illinois	IL..L	4,959,063	1,841,002	889,633	826,374	7,608,191	7,542,063
15. Indiana	IN..L	254,781	224,399	38,316	28,171	565,246	345,006
16. Iowa	IA..L	24,745	24,175	10,548	6,237	103,001	138,092
17. Kansas	KS..E	.0	.0	.0	.0	.0	.0
18. Kentucky	KY..L	244,295	259,190	65,707	41,473	433,279	724,859
19. Louisiana	LA..N	.0	.0	.0	.0	.0	.0
20. Maine	ME..N	.0	.0	.0	.0	.0	.0
21. Maryland	MD..N	.0	.0	.0	.0	.0	.0
22. Massachusetts	MA..L	.0	.0	.0	.0	.0	.0
23. Michigan	MI..L	2,960,645	2,057,608	792,622	403,546	9,864,847	5,749,244
24. Minnesota	MN..L	1,473,911	774,733	634,476	334,604	2,579,893	2,269,066
25. Mississippi	MS..L	.0	.0	.0	.0	.0	.0
26. Missouri	MO..N	.0	.0	.0	.0	.0	.0
27. Montana	MT..N	.0	.0	.0	.0	.0	.0
28. Nebraska	NE..N	.0	.0	.0	.0	.0	.0
29. Nevada	NV..L	47,013	(20,081)	17,597	100,000	598,600	340,155
30. New Hampshire	NH..N	.0	.0	.0	.0	.0	.0
31. New Jersey	NJ..N	.0	.0	.0	.0	.0	.0
32. New Mexico	NM..N	.0	.0	.0	.0	.0	.0
33. New York	NY..L	5,021,881	2,470,980	920,291	1,032,613	18,054,628	11,734,071
34. No. Carolina	NC..N	.0	.0	.0	.0	.0	.0
35. No. Dakota	ND..E	.0	.0	.0	.0	.0	.0
36. Ohio	OH..L	.0	.0	.0	3,750	108,563	36,794
37. Oklahoma	OK..L	120,071	288,905	90,481	32,145	541,405	431,542
38. Oregon	OR..E	.0	.0	.0	.0	.0	.0
39. Pennsylvania	PA..L	276,320	320,876	95,944	18,976	982,653	814,502
40. Rhode Island	RI..N	.0	.0	.0	.0	.0	.0
41. So. Carolina	SC..N	.0	.0	.0	.0	.0	.0
42. So. Dakota	SD..L	.0	.0	.0	.0	.0	.0
43. Tennessee	TN..E	.0	.0	.0	.0	.0	.0
44. Texas	TX..L	949,183	543,707	485,720	72,943	1,768,524	656,111
45. Utah	UT..L	.0	.0	.0	.0	.0	.0
46. Vermont	VT..N	.0	.0	.0	.0	.0	.0
47. Virginia	VA..N	.0	.0	.0	.0	.0	.0
48. Washington	WA..N	.0	.0	.0	.0	.0	.0
49. West Virginia	WV..E	.0	.0	.0	.0	.0	.0
50. Wisconsin	WI..L	368,262	338,987	411,469	25,726	1,186,690	1,300,156
51. Wyoming	WY..N	.0	.0	.0	.0	.0	.0
52. American Samoa	AS..N	.0	.0	.0	.0	.0	.0
53. Guam	GU..N	.0	.0	.0	.0	.0	.0
54. Puerto Rico	PR..N	.0	.0	.0	.0	.0	.0
55. U.S. Virgin Islands	VI..N	.0	.0	.0	.0	.0	.0
56. Northern Mariana Islands	MP..N	.0	.0	.0	.0	.0	.0
57. Canada	CAN..N	.0	.0	.0	.0	.0	.0
58. Aggregate Other Alien	OT..XXX	.0	.0	.0	.0	.0	.0
59. Totals	(a) 19	16,700,170	9,124,481	4,452,804	2,926,558	44,435,520	32,120,261
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; (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:
March 31, 2014



Atlas Ownership Percentages

Magnolia Capital Partners LLC (Control Waived)	10.41%
Public Shareholders Holding Less Than 10% Each	89.59%
Total	100%

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

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	234,579	110,252	47.0	0.0
17.1	Other liability occurrence	141,346	75,620	53.5	42.4
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	12,551,792	6,222,085	49.6	32.7
21.	Auto physical damage	444,015	221,945	50.0	21.7
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	13,371,732	6,629,903	49.6	36.6
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	0
2.	Allied lines	0	0	0
3.	Farmowners multiple peril	0	0	0
4.	Homeowners multiple peril	0	0	0
5.	Commercial multiple peril	0	0	0
6.	Mortgage guaranty	0	0	0
8.	Ocean marine	0	0	0
9.	Inland marine	0	0	0
10.	Financial guaranty	0	0	0
11.1	Medical professional liability-occurrence	0	0	0
11.2	Medical professional liability-claims made	0	0	0
12.	Earthquake	0	0	0
13.	Group accident and health	0	0	0
14.	Credit accident and health	0	0	0
15.	Other accident and health	0	0	0
16.	Workers' compensation	953,365	953,365	0
17.1	Other liability occurrence	174,900	174,900	116,658
17.2	Other liability-claims made	0	0	0
17.3	Excess Workers' Compensation	0	0	0
18.1	Products liability-occurrence	0	0	0
18.2	Products liability-claims made	0	0	0
19.1,19.2	Private passenger auto liability	0	0	0
19.3,19.4	Commercial auto liability	14,865,080	14,865,080	8,599,672
21.	Auto physical damage	706,825	706,825	408,151
22.	Aircraft (all perils)	0	0	0
23.	Fidelity	0	0	0
24.	Surety	0	0	0
26.	Burglary and theft	0	0	0
27.	Boiler and machinery	0	0	0
28.	Credit	0	0	0
29.	International	0	0	0
30.	Warranty	0	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	16,700,170	16,700,170	9,124,481
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)	2014 Loss and LAE Payments on Claims Reported as of Prior Year-End	2014 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2014 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. 2011 + Prior	9,419	1,436	10,855	1,298	144	1,442	7,445	827	1,099	9,371	(676)	.634	(.42)
2. 2012	6,043	32	6,075	802	.89	.891	5,213	579	(636)	5,156	(28)	.0	(.28)
3. Subtotals 2012 + prior	15,462	1,468	16,930	2,100	233	2,333	12,658	1,406	463	14,527	(704)	.634	(.70)
4. 2013	5,927	3,892	9,819	1,316	146	1,462	6,221	692	1,451	8,364	1,610	(1,603)	.7
5. Subtotals 2013 + prior	21,389	5,360	26,749	3,416	379	3,795	18,879	2,098	1,914	22,891	906	(969)	(.63)
6. 2014	XXX	XXX	XXX	XXX	.657	.657	XXX	1,400	2,181	3,581	XXX	XXX	XXX
7. Totals	21,389	5,360	26,749	3,416	1,036	4,452	18,879	3,498	4,095	26,472	906	(969)	(.63)
8. Prior Year-End Surplus As Regards Policy-holders	15,090										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. 4.2	2. (18.1)	3. (0.2)
											Col. 13, Line 7 Line 8		
											4. (0.4)		

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.




382372014490000001

2.




382372014455000001

3.



382372014365000001

4.



382372014505000001

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.....	2,099		2,099	1,771
2597. Summary of remaining write-ins for Line 25 from Page 02	2,099	0	2,099	1,771

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. Fines and penalties.....	(86)	(34)	(1,567)
1405.		0	0
1497. Summary of remaining write-ins for Line 14 from Page 04	(86)	(34)	(1,567)

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

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	246,892	252,456
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)	26,457	(5,564)
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	273,349	246,892
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	273,349	246,892

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	32,361,688	20,658,348
2. Cost of bonds and stocks acquired	2,141,208	49,820,375
3. Accrual of discount	1,071	3,339
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals	896	758,749
6. Deduct consideration for bonds and stocks disposed of	1,208,907	38,469,603
7. Deduct amortization of premium	85,661	409,520
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)	33,210,295	32,361,688
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	33,210,295	32,361,688

STATEMENT AS OF MARCH 31, 2014 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).....	28,217,419	4,091,097	4,056,576	(74,079)	28,177,861	0	0	28,217,419
2. NAIC 2 (a).....	6,128,728			(11,958)	6,116,770	0	0	6,128,728
3. NAIC 3 (a).....	0				0	0	0	0
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	34,346,147	4,091,097	4,056,576	(86,037)	34,294,631	0	0	34,346,147
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	34,346,147	4,091,097	4,056,576	(86,037)	34,294,631	0	0	34,346,147

(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	1,084,336	XXX	1,084,336	18	

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.....	1,984,457	3,851,631
2. Cost of short-term investments acquired	1,949,889	8,589,957
3. Accrual of discount		0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		26
6. Deduct consideration received on disposals	2,848,564	10,449,484
7. Deduct amortization of premium.....	1,446	7,673
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).....	1,084,336	1,984,457
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	1,084,336	1,984,457

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

E04

[illegible]

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

STATEMENT AS OF MARCH 31, 2014 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																					
36200R-YP-1...	GN 570518.....		03/01/2014..	MBS PAYDOWN.....		1,333	1,333	1,517	1,334		(1)		(1)		1,333			0	9	01/15/2032..	1
36202D-KK-6...	G2 2998.....		03/01/2014..	MBS PAYDOWN.....		149	149	179	149						149			0	1	11/20/2030..	1
38378D-CE-3...	GNR 2012-17 KG.....		03/01/2014..	MBS PAYDOWN.....		28,749	28,749	29,681	28,763		(14)		(14)		28,749			0	115	07/20/2039..	1
0599999 - Bonds - U.S. Governments						30,231	30,231	31,377	30,246	0	(15)	0	(15)	0	30,231	0	0	0	125	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																					
31287N-F4-5...	FG 062887.....		03/01/2014..	MBS PAYDOWN.....		769	769	857	770		(1)		(1)		769			0	8	01/01/2032..	1
31286V-N9-7...	FG E91316.....		03/01/2014..	MBS PAYDOWN.....		2,142	2,142	2,271	2,147		(5)		(5)		2,142			0	15	09/01/2017..	1
3128M6-F9-4...	FG 604392.....		03/01/2014..	MBS PAYDOWN.....		9,414	9,414	10,213	9,435		(21)		(21)		9,414			0	62	06/01/2038..	1
312927-C0-7...	FG A80979.....		03/01/2014..	MBS PAYDOWN.....		11,332	11,332	12,422	11,370		(39)		(39)		11,332			0	76	08/01/2038..	1
31292H-FT-6...	FG 001078.....		03/01/2014..	MBS PAYDOWN.....		131	131	155	131				0		131			0	2	10/01/2030..	1
31296N-UH-8...	FG A14184.....		03/01/2014..	MBS PAYDOWN.....		757	757	830	757				0		757			0	7	10/01/2033..	1
312961-Q7-2...	FG A18578.....		03/01/2014..	MBS PAYDOWN.....		3,477	3,477	3,762	3,484		(7)		(7)		3,477			0	25	02/01/2034..	1
3136A7-FL-1...	FNR 2012-70 HP.....		03/01/2014..	MBS PAYDOWN.....		26,677	26,677	27,058	26,684		(7)		(7)		26,677			0	88	01/25/2041..	1
31388R-4M-6...	FN 612928.....		03/01/2014..	MBS PAYDOWN.....		6,053	6,053	6,416	6,080		(27)		(27)		6,053			0	40	12/01/2016..	1
31388R-GV-3...	FN 612312.....		03/01/2014..	MBS PAYDOWN.....		1,995	1,995	2,123	2,002		(8)		(8)		1,995			0	19	10/01/2016..	1
3138AX-XQ-9...	FN J6086.....		03/01/2014..	MBS PAYDOWN.....		31,676	31,676	33,418	31,697		(21)		(21)		31,676			0	157	12/01/2026..	1
3138EO-SF-7...	FN AJ7717.....		03/01/2014..	MBS PAYDOWN.....		21,127	21,127	22,289	21,144		(17)		(17)		21,127			0	97	12/01/2026..	1
3138M4-ZR-6...	FN AP1651.....		03/01/2014..	MBS PAYDOWN.....		10,965	10,965	11,399	10,968		(3)		(3)		10,965			0	45	08/01/2042..	1
31401N-3L-1...	FN 713703.....		03/01/2014..	MBS PAYDOWN.....		1,970	1,970	2,149	1,972		(1)		(1)		1,970			0	23	08/01/2033..	1
31403C-6L-0...	FN 745275.....		03/01/2014..	MBS PAYDOWN.....		4,291	4,291	4,651	4,299		(8)		(8)		4,291			0	34	02/01/2036..	1
31405U-WT-2...	FN 79958.....		03/01/2014..	MBS PAYDOWN.....		14,763	14,763	15,706	14,773		(10)		(10)		14,763			0	79	11/01/2034..	1
31410K-JG-0...	FN 889563.....		03/01/2014..	MBS PAYDOWN.....		25,074	25,074	27,303	25,138		(64)		(64)		25,074			0	220	12/01/2037..	1
31411K-E4-1...	FN 910155.....		03/01/2014..	MBS PAYDOWN.....		11,102	11,102	12,368	11,139		(37)		(37)		11,102			0	109	03/01/2037..	1
31411W-VB-0...	FN 916910.....		03/01/2014..	MBS PAYDOWN.....		5,258	5,258	5,747	5,260		(2)		(2)		5,258			0	48	05/01/2037..	1
31417A-QE-2...	FN AB4052.....		03/01/2014..	MBS PAYDOWN.....		22,844	22,844	24,835	22,860		(16)		(16)		22,844			0	134	12/01/2041..	1
31417B-RN-9...	FN AB4992.....		03/01/2014..	MBS PAYDOWN.....		26,152	26,152	27,283	26,168		(15)		(15)		26,152			0	105	04/01/2027..	1
31418A-JV-1...	FN MA1175.....		03/01/2014..	MBS PAYDOWN.....		14,211	14,211	14,774	14,216		(5)		(5)		14,211			0	65	09/01/2042..	1
31419J-T0-1...	FN AE7758.....		03/01/2014..	MBS PAYDOWN.....		18,864	18,864	20,033	18,886		(22)		(22)		18,864			0	108	11/01/2025..	1
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						271,044	271,044	288,062	271,380	0	(336)	0	(336)	0	271,044	0	0	0	1,566	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
12489W-MY-7...	CBASS 2005-CB5 AF4.....		03/01/2014..	MBS PAYDOWN.....		18,887	18,887	18,569	18,855		34		34		18,889			0	107	08/25/2035..	1FM
29365K-AA-1...	ETI 2009-A A1.....		02/01/2014..	MBS PAYDOWN.....		49,357	49,357	50,100	49,388		(32)		(32)		49,357			0	523	02/01/2016..	1FE
368280-HJ-8...	GECMC 2004-C2 A4.....		01/01/2014..	MBS PAYDOWN.....		248,606	248,606	254,873	249,886		(1,380)		(1,380)		248,606			0	1,003	03/10/2040..	1FE
369626-6R-0...	GENERAL ELEC CAP CORP.....		01/31/2014..	BARCLAYS CAPITAL.....		352,279	350,000	352,072	351,575		(73)		(73)		351,502		777	777	2,013	01/08/2016..	1FE
54627R-AB-6...	LCDA 2010-ELL A2.....		02/01/2014..	MBS PAYDOWN.....		103,945	103,945	108,114	104,015		(71)		(71)		103,945			0	1,284	02/01/2019..	1FE
674599-BX-2...	OCCIDENTAL PETROLEUM COR.....		01/31/2014..	BANK OF AMERICA.....		134,558	125,000	137,848	134,819		(380)		(380)		134,438		119	119	917	06/01/2016..	1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						907,632	895,795	921,576	908,638	0	(1,902)	0	(1,902)	0	906,737	0	896	896	5,847	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						1,208,907	1,197,070	1,241,015	1,210,264	0	(2,253)	0	(2,253)	0	1,208,012	0	896	896	7,538	XXX	XXX
8399999 - Subtotals - Bonds						1,208,907	1,197,070	1,241,015	1,210,264	0	(2,253)	0	(2,253)	0	1,208,012	0	896	896	7,538	XXX	XXX
9999999 Totals						1,208,907	XXX	1,241,015	1,210,264	0	(2,253)	0	(2,253)	0	1,208,012	0	896	896	7,538	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

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