

QUARTERLY STATEMENT

OF THE

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

Of

Lexington

in the

Commonwealth of Kentucky

to the

Commissioner of the Department of Insurance

of the

Commonwealth of Kentucky

For the Period Ended

June 30, 2018

2018



QUARTERLY STATEMENT

As of June 30, 2018
of the Condition and Affairs of the

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

NAIC Group Code..... 0, 0 (Current Period) (Prior Period)	NAIC Company Code..... 10320	Employer's ID Number..... 61-1275981
Organized under the Laws of KY	State of Domicile or Port of Entry KY	Country of Domicile US
Incorporated/Organized..... April 4, 1994	Commenced Business..... September 1, 1995	
Statutory Home Office	250 West Main Street, Suite 900 .. Lexington .. KY .. US .. 40507-1724 (Street and Number) (City or Town, State, Country and Zip Code)	
Main Administrative Office	250 West Main Street, Suite 900 .. Lexington .. KY .. US .. 40507-1724 (Street and Number) (City or Town, State, Country and Zip Code)	859-425-7800 (Area Code) (Telephone Number)
Mail Address	250 West Main Street, Suite 900 .. Lexington .. KY .. US .. 40507-1724 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)	
Primary Location of Books and Records	250 West Main Street, Suite 900 .. Lexington .. KY .. US .. 40507-1724 (Street and Number) (City or Town, State, Country and Zip Code)	859-425-7800 (Area Code) (Telephone Number)
Internet Web Site Address	www.kemi.com	
Statutory Statement Contact	Jon Edward Stewart (Name) jstewart@kemi.com (E-Mail Address)	859-425-7800 (Area Code) (Telephone Number) (Extension) 859-425-7850 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. Jon Edward Stewart	President & Chief Executive Officer	2. Scott Anderson McConnell	Vice President & Chief Financial Officer
3. Mary Churchill Colvin	Vice President & Chief Operating Officer	4. Randy Todd Garland	Vice President & Chief Information Officer

OTHER

DIRECTORS OR TRUSTEES

Lisa Shearer Clark #	David A Dickerson #	Brian Thomas Evans Jr #	John Russell Farris
Rebecca Ann Johnson Hedgspeth #	Joseph John Koester #	William Manton Landrum III	Timothy Stanley Mauntel
Thomas Barrow Stephens	Brandon Nathaniel Voelker		

State of..... Kentucky
County of..... Fayette

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

_____ (Signature) Jon Edward Stewart _____ 1. (Printed Name) President & Chief Executive Officer _____ (Title)	_____ (Signature) Scott Anderson McConnell _____ 2. (Printed Name) Vice President & Chief Financial Officer _____ (Title)	_____ (Signature) Mary Churchill Colvin _____ 3. (Printed Name) Vice President & Chief Operating Officer _____ (Title)
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Subscribed and sworn to before me
This _____ day of _____

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 _____

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.....	819,264,498		819,264,498	803,970,573
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	59,103,694		59,103,694	60,542,661
3. Mortgage loans on real estate:				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	5,020,818		5,020,818	5,020,818
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....8,559,540), cash equivalents (\$.....25,146,427) and short-term investments (\$.....6,258,137).....	39,964,104		39,964,104	32,872,947
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....			0	
8. Other invested assets.....	11,349,136		11,349,136	9,235,298
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	934,702,250	0	934,702,250	911,642,297
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	5,503,542		5,503,542	5,352,520
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	22,690,545	4,091,180	18,599,365	10,501,158
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....3,129,943 earned but unbilled premiums).....	23,193,025	630,992	22,562,033	39,725,019
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	89,443		89,443	79,517
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
18.2 Net deferred tax asset.....			0	
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	77,179	32,642	44,537	57,558
21. Furniture and equipment, including health care delivery assets (\$.....0).....	18,912	18,912	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....0) and other amounts receivable.....	324,401	324,401	0	
25. Aggregate write-ins for other than invested assets.....	33,569,355	11,994,666	21,574,689	26,615,629
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	1,020,168,652	17,092,793	1,003,075,859	993,973,698
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	1,020,168,652	17,092,793	1,003,075,859	993,973,698

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Receivables for Retroactive Reinsurance Reserves Assumed.....	21,574,689		21,574,689	26,615,629
2502. Prepaid Pension Benefits.....	9,062,758	9,062,758	0	
2503. Prepaid Retiree Health Insurance.....	2,124,446	2,124,446	0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	807,462	807,462	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	33,569,355	11,994,666	21,574,689	26,615,629

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....46,347,972).....	572,282,591	558,327,157
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	43,746,544	43,558,258
4. Commissions payable, contingent commissions and other similar charges.....	10,896,412	10,841,626
5. Other expenses (excluding taxes, licenses and fees).....	4,236,870	5,553,573
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....		
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....190,731 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	62,218,480	71,487,584
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	(1,017,628)	459,627
13. Funds held by company under reinsurance treaties.....	468,534	459,642
14. Amounts withheld or retained by company for account of others.....	10,157,915	10,571,124
15. Remittances and items not allocated.....	926,076	842,533
16. Provision for reinsurance (including \$.....0 certified).....	3,000	3,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....		
20. Derivatives.....		
21. Payable for securities.....	1,000,000	
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	83,496,917	85,123,163
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	788,415,711	787,227,287
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	788,415,711	787,227,287
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....		
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....		
35. Unassigned funds (surplus).....	214,660,148	206,746,411
36. Less treasury stock, at cost:		
36.10.000 shares common (value included in Line 30 \$.....0).....		
36.20.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	214,660,148	206,746,411
38. Totals (Page 2, Line 28, Col. 3).....	1,003,075,859	993,973,698

DETAILS OF WRITE-INS

2501. Retroactive Reinsurance Reserves Assumed.....	68,382,821	69,023,448
2502. Retroactive Reinsurance Reserve Ceded.....	(28,309,307)	(22,982,011)
2503. Funds Withheld on Retroactive Reinsurance Ceded.....	31,540,764	25,544,461
2598. Summary of remaining write-ins for Line 25 from overflow page.....	11,882,639	13,537,265
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	83,496,917	85,123,163
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 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 thru 3203 plus 3298) (Line 32 above).....	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....69,420,637).....	78,614,381	75,608,736	155,029,740
1.2 Assumed..... (written \$.....1,178,657).....	1,569,746	2,077,860	3,332,996
1.3 Ceded..... (written \$.....2,509,742).....	2,509,742	2,245,263	4,661,047
1.4 Net..... (written \$.....68,089,552).....	77,674,385	75,441,333	153,701,689
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....52,595,754):			
2.1 Direct.....	55,085,204	49,485,153	110,293,383
2.2 Assumed.....	454,772	1,915,651	3,622,557
2.3 Ceded.....	1,474,525	670,355	1,616,306
2.4 Net.....	54,065,451	50,730,449	112,299,634
3. Loss adjustment expenses incurred.....	12,727,673	10,497,134	18,814,327
4. Other underwriting expenses incurred.....	14,731,067	17,080,628	35,849,610
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	81,524,191	78,308,211	166,963,571
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(3,849,806)	(2,866,878)	(13,261,882)
INVESTMENT INCOME			
9. Net investment income earned.....	12,244,845	11,304,592	22,813,377
10. Net realized capital gains (losses) less capital gains tax of \$.....0.....	7,788,860	1,433,327	5,304,734
11. Net investment gain (loss) (Lines 9 + 10).....	20,033,705	12,737,919	28,118,111
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....40,620 amount charged off \$.....433,394).....	(392,774)	(321,182)	(375,258)
13. Finance and service charges not included in premiums.....	780	700	1,525
14. Aggregate write-ins for miscellaneous income.....	(1,126,526)	(2,148,308)	(3,762,569)
15. Total other income (Lines 12 through 14).....	(1,518,520)	(2,468,790)	(4,136,302)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	14,665,379	7,402,251	10,719,927
17. Dividends to policyholders.....			
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).....	14,665,379	7,402,251	10,719,927
19. Federal and foreign income taxes incurred.....			
20. Net income (Line 18 minus Line 19) (to Line 22).....	14,665,379	7,402,251	10,719,927
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	206,746,411	186,653,307	186,653,307
22. Net income (from Line 20).....	14,665,379	7,402,251	10,719,927
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0.....	(9,586,828)	1,414,342	4,571,642
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....			
27. Change in nonadmitted assets.....	1,180,560	(4,851,479)	(3,706,510)
28. Change in provision for reinsurance.....			(3,000)
29. Change in surplus notes.....			
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.....			
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.....	1,654,626	7,467,873	8,511,045
38. Change in surplus as regards policyholders (Lines 22 through 37).....	7,913,737	11,432,987	20,093,104
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	214,660,148	198,086,294	206,746,411

DETAILS OF WRITE-INS

0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Net Periodic Pension Cost.....	(1,016,004)	(1,467,248)	(2,897,533)
1402. Net Periodic Retiree Health Insurance Cost.....	(110,522)	(183,976)	(367,952)
1403. Unfunded Pension Benefits.....		(497,084)	(497,084)
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	(1,126,526)	(2,148,308)	(3,762,569)
3701. Change in Projected Pension Benefits.....	1,467,636	7,280,883	8,315,487
3702. Change in Projected Retiree Health Insurance.....	186,990	186,990	875,784
3703. Cumulative Change in Accounting Principles.....			(680,226)
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	1,654,626	7,467,873	8,511,045

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.....	76,032,412	75,209,723	152,589,835
2. Net investment income.....	13,312,194	13,053,637	25,915,948
3. Miscellaneous income.....	(1,518,520)	(2,468,790)	(4,136,302)
4. Total (Lines 1 through 3).....	87,826,086	85,794,570	174,369,481
5. Benefit and loss related payments.....	40,119,943	49,268,638	91,698,553
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	28,451,641	29,153,142	56,202,803
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....			
10. Total (Lines 5 through 9).....	68,571,584	78,421,780	147,901,356
11. Net cash from operations (Line 4 minus Line 10).....	19,254,502	7,372,790	26,468,125
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	54,378,563	117,757,003	196,994,232
12.2 Stocks.....	49,928,242	15,154,873	28,734,927
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.....	1,000,000	1,943,229	
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	105,306,805	134,855,105	225,729,159
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	70,311,402	110,040,656	226,990,057
13.2 Stocks.....	50,224,573	12,378,216	26,693,845
13.3 Mortgage loans.....			
13.4 Real estate.....		8,400	
13.5 Other invested assets.....	2,113,838		262,884
13.6 Miscellaneous applications.....		1,245,664	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	122,649,813	123,672,936	253,946,786
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).....	(17,343,008)	11,182,169	(28,217,627)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
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).....	5,179,663	(9,179,300)	19,008,323
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	5,179,663	(9,179,300)	19,008,323
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	7,091,157	9,375,659	17,258,821
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	32,872,947	15,614,126	15,614,126
19.2 End of period (Line 18 plus Line 19.1).....	39,964,104	24,989,785	32,872,947

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001			
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NOTES TO FINANCIAL STATEMENTS**Note 1 - Summary of Significant Accounting Policies and Going Concern****A. Accounting Practices, Impact of NAIC/State Differences**

The accompanying financial statements of Kentucky Employers' Mutual Insurance Authority (KEMI) have been prepared on the basis of accounting practices prescribed or permitted by the Department of Insurance of the Commonwealth of Kentucky. The Commonwealth of Kentucky requires insurance companies domiciled in the state to prepare their statutory basis financial statements in accordance with the National Association of Insurance Commissioners Accounting Practices and Procedures Manual (NAIC SAP), subject to any deviations prescribed or permitted by the Department of Insurance of the Commonwealth of Kentucky. KEMI employs no accounting practices that depart from NAIC SAP. Further, there have been no significant changes to KEMI's accounting policies during the year.

Net Income	SSAP #	F/S Page #	F/S Line #	Year to Date 2018	December 31, 2017
Net income, state basis	xxx	xxx	xxx	\$ 14,665,379	\$ 10,719,927
State prescribed practices that increase/(decrease) NAIC SAP				0	0
State permitted practices that increase/(decrease) NAIC SAP				0	0
Net income, NAIC SAP basis				\$ 14,665,379	\$ 10,719,927

Policyholder Surplus	SSAP #	F/S Page #	F/S Line #	Year to Date 2017	December 31, 2017
Policyholder surplus, state basis	xxx	xxx	xxx	\$ 214,660,148	\$ 206,746,411
State prescribed practices that increase/(decrease) NAIC SAP				0	0
State permitted practices that increase/(decrease) NAIC SAP				0	0
Policyholder surplus, NAIC SAP basis				\$ 214,660,148	\$ 206,746,411

B. Use of Estimates in the Preparation of the Financial Statements

No significant changes during the year.

C. Accounting Policies

6. KEMI values loan-backed and structured securities at either amortized cost or fair value based on a number of factors, including: the type of underlying collateral, whether modeled by an NAIC vendor, whether rated (by either an NAIC approved rating organization or the NAIC Securities Valuation Office), and the relationship of amortized cost to par value and amortized cost to fair value.

D. Going Concern

Based upon its evaluation of relevant conditions and events, management has no concerns about KEMI's ability to continue as a going concern.

Note 2 - Accounting Changes and Corrections of Errors

Not applicable.

Note 3 - Business Combinations and Goodwill

Not applicable.

Note 4 - Discontinued Operations

Not applicable.

Note 5 - Investments**A. Mortgage Loans, Including Mezzanine Real Estate Loans**

Not applicable.

B. Troubled Debt Restructuring for Creditors

Not applicable.

C. Reverse Mortgages

Not applicable.

D. Loan-Backed and Structured Securities

1. For fixed-rate agency mortgage-backed securities, KEMI's investment managers calculate prepayment speeds utilizing Mortgage Industry Advisory Corporation (MIAC) Mortgage Industry Medians (MIMs). MIMs are derived from a semi-monthly dealer consensus survey of long-term prepayment projections. For other mortgage-backed, loan-backed, and structured securities, KEMI's investment managers use prepayment assumptions from Moody's Analytics. Moody's applies a flat economic credit model and utilizes a vector of multiple monthly speeds as opposed to a single speed for more robust projections. In instances where Moody's projections are not available, KEMI's investment managers use data from Reuters, which utilizes the median prepayment speed from contributors' models. Cash flows are reported to KEMI on a monthly basis.

2, 3. KEMI had no loan-backed securities with a recognized other-than-temporary impairment during the year.

4. As part of its investment strategy KEMI holds investments in loan-backed securities and, therefore, KEMI has subprime risk exposure related to these investments. These securities subject KEMI to unrealized gains and losses due to changes in asset values; future sales could result in realized losses and a reduction of future cash flows. As of quarter end, none of KEMI's loan-backed securities were considered subprime. KEMI mitigates its subprime risk by adhering to conservative investment strategies and by actively monitoring investment performance.

Loan-backed securities in unrealized loss positions as of quarter end, stratified based on the length of time continuously in these unrealized loss positions, were as follows:

NOTES TO FINANCIAL STATEMENTS

Description	Amount
a. Aggregate amount of unrealized loss:	
1. Less than twelve months	\$ 5,148,139
2. Twelve months or longer	<u>2,459,744</u>
3. Total	\$ 7,607,883
b. Aggregate fair value of securities with unrealized loss:	
1. Less than twelve months	\$ 230,551,941
2. Twelve months or longer	<u>53,043,432</u>
3. Total	\$ 283,595,373

5. A number of factors are considered in determining whether or not there is an other-than-temporary impairment on an investment including, but not limited to, debt burden, credit ratings, sector, liquidity, financial flexibility, company management, expected earnings, cash flow stream, and economic prospects associated with the investment. All investments in an unrealized loss position are considered. As the magnitude of the loss increases, so does the degree of analysis in determining if an other-than-temporary impairment exists.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable.

F. Repurchase Agreements Accounting for as Secured Borrowings

Not applicable.

G. Reverse Repurchase Agreements Accounted for as Secured Borrowings

Not applicable.

H. Repurchase Agreements Account for as a Sale

Not applicable.

I. Reverse Repurchase Agreements Accounted for as a Sale

Not applicable.

J. Impairments of Real Estate, Real Estate Sales, Retail Land Sales Operations and Real Estate with Participating Loan Features

Not applicable.

K. Low Income Housing Tax Credits

Not applicable.

L. Restricted Assets

No significant changes during the year.

M. Working Capital Finance Investments

Not applicable.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O. Structured Notes

Not applicable.

P. 5* Securities

Not applicable.

Q. Short Sales

Not applicable.

R. Prepayment Penalty and Acceleration Fees

No significant changes during the year.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**A. Greater than 10% of Admitted Assets**

KEMI has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of admitted assets.

B. Impairment Writedowns

None.

Note 7 - Investment Income

No significant changes during the year.

Note 8 - Derivative Instruments

Not applicable.

Note 9 - Income Taxes

Not applicable; KEMI is a tax exempt entity under section 501(c)(27) of the Internal Revenue Code.

NOTES TO FINANCIAL STATEMENTS**Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

Not applicable.

Note 11 - Debt and Capital Notes**A. Terms, Payments and Carrying Values of Debt and Capital Notes**

Not applicable.

B. Federal Home Loan Bank (FHLB) Agreements

1. KEMI is a member of the Federal Home Loan Bank (FHLB) of Cincinnati. Through its membership, KEMI may engage in borrowing activities with the FHLB. The strategy behind purchasing FHLB capital stock was to improve liquidity and to possibly secure letters of credit at rates lower than those offered by other commercial lenders. To date, KEMI has obtained no debt or letters of credit through FHLB.

2. FHLB Capital Stock

a) KEMI's FHLB capital stock position is summarized as follows:

June 30, 2018	1 Total (2+3)	2 General Account	3 Protected Cells
(a) Membership stock - Class A	\$ 0	\$ 0	\$ 0
(b) Membership stock - Class B	1,192,768	1,192,768	0
(c) Activity stock	0	0	0
(d) Excess stock	<u>68,332</u>	<u>68,332</u>	<u>0</u>
(e) Aggregate total	\$ 1,261,100	\$ 1,261,100	\$ 0
(f) Actual or estimated borrowing capacity	\$ 3,416,620		

December 31, 2017	1 Total (2+3)	2 General Account	3 Protected Cells
(a) Membership stock - Class A	\$ 0	\$ 0	\$ 0
(b) Membership stock - Class B	1,107,614	1,107,614	0
(c) Activity stock	0	0	0
(d) Excess stock	<u>153,486</u>	<u>153,486</u>	<u>0</u>
(e) Aggregate total	\$ 1,261,100	\$ 1,261,100	\$ 0
(f) Actual or estimated borrowing capacity	\$ 7,674,280		

b) KEMI has no FHLB membership stock eligible for redemption.

3. KEMI has no collateral pledged to FHLB.

4. KEMI has had no borrowings from FHLB to date.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**A. Defined Benefit Pension and Postretirement Benefit Plans**

Prior to July 1, 2016, all full-time KEMI employees were enrolled in a mandatory defined benefit pension plan regulated by Kentucky Retirement Systems (KRS) as described in Note 12F. KEMI's application to voluntarily cease participation in KRS effective June 30, 2016 received final approval in April 2017.

Effective July 1, 2016, KEMI established a contributory 401(a) defined benefit pension plan for which it is the plan sponsor. The plan provides pension benefits and a partial subsidy of retiree health insurance premiums for eligible KEMI employees who have chosen to participate in the plan. Benefit amounts are determined based on retirement age, salary history, participation date and years of service. Participating employees are required to contribute 6% of their salary to the defined benefit pension plan; KEMI contributes 20% of eligible salaries to the plan. KEMI also contributes \$12,000 per pay period to the retiree health insurance plan. Employer contribution rates are evaluated as deemed necessary to ensure the financial soundness of the plan.

KEMI's financial statements reflect the actuarially determined liabilities, nonadmitted assets and net periodic costs of the defined benefit pension plan and the retiree health insurance plan. Net periodic benefit costs related to these plans are as follows:

	Year to Date 2018	December 31, 2017	Year to Date 2018	December 31, 2017	Year to Date 2018	December 31, 2017
(4) Components of net periodic benefit cost	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits per SSAP No. 11	
a. Service cost	\$ 360,607	\$ 1,023,708	\$ 144,653	\$ 301,742	\$ 0	\$ 0
b. Interest cost	535,988	967,281	79,617	189,115		
c. Expected return on plan assets	(470,345)	(637,973)	(97,075)	(158,989)		
d. Amortization of unrecognized transition obligation or asset	0	0	0	0		
e. Recognized gains and losses	0	0	0	(25,896)		
f. Prior service cost recognized	1,467,636	2,935,272	139,327	373,980		
g. Gain or loss recognized due to settlement or curtailment	0	0	0	0		
h. Total net periodic benefit cost	\$ 1,893,886	\$ 4,288,288	\$ 266,522	\$ 679,952	\$ 0	\$ 0

NOTES TO FINANCIAL STATEMENTS

B. Pension and Postretirement Benefit Plan Investment Strategies

No significant changes during the year.

C, D. Fair Value Measurements of Plan Assets and Rate of Return Assumptions

No significant changes during the year.

E. Defined Contribution Plans

Prior to July 1, 2016, KEMI employees could elect to participate in the Kentucky Public Employees Deferred Compensation Authority (KDC), a defined contribution plan under which participants are fully vested after sixty months of service. KEMI ceased participation in KDC effective June 30, 2016.

Effective July 1, 2016, KEMI established a 401(a) defined contribution plan for which it is the plan sponsor. Participation in the plan is not mandatory; however, employees who elect to participate are required to contribute 6% of their salary to the plan. Employees who have chosen to participate in the 401(a) defined benefit pension plan (see Note 12A) are not eligible to participate in the 401(a) defined contribution plan except to the extent of matching employer funds on their 457(b) elective deferrals, as described later in this paragraph. KEMI provides matching funds of 6% to the 401(a) defined contribution plan for participants hired on or after July 1, 2016; an enhanced match is provided for participants hired prior to July 1, 2016 who were previously members of KERS (see Note 12F). KEMI also established a 457(b) plan effective July 1, 2016 for which it is the plan sponsor and to which employees may elect to contribute additional elective deferrals. Employees hired prior to July 1, 2016 are eligible to receive matching employer funds of 50% of their elective deferrals, up to a maximum match of 3%. Employees hired on or after July 1, 2016 may contribute elective deferrals to the 457(b) plan, but are not eligible to receive matching employer funds. Participants are fully vested after 60 months of service.

F. Multiemployer Plans

Prior to July 1, 2016, all full-time KEMI employees participated in the Kentucky Employees Retirement System (KERS), a mandatory defined benefit pension plan administered by Kentucky Retirement Systems (KRS). KEMI's application to voluntarily cease participation in KRS effective June 30, 2016 received final approval in April 2017, at which time KRS notified KEMI that the final actuarially determined cost of benefits for which KEMI was responsible totaled \$14.5 million. Payments of \$7.1 million were made by KEMI from July 2016 through April 2017; KEMI paid the remaining balance of \$7.4 million in May 2017. Employee account balances totaling \$5.6 million were transferred from KRS to the KEMI defined benefit plan in June and July of 2017.

G. Consolidated / Holding Company Plans

Not applicable.

H. Postemployment Benefits and Compensated Absences

No significant changes during the year.

I. Impact of Medicare Modernization Act on Postretirement Benefits

Not applicable.

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

No significant changes during the year.

Note 14 - Liabilities, Contingencies and Assessments**A. Contingent Commitments**

Not applicable.

B. Guaranty Fund and Other Assessments

Not applicable.

C. Gain Contingencies

Not applicable.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

Not applicable.

E. Product Warranties

Not applicable.

F. Joint and Several Liabilities

Not applicable.

G. All Other Contingencies

No significant changes during the year.

Note 15 - Leases**A. Lessee Leasing Arrangements**

No significant changes during the year.

B. Lessor Leasing Arrangements

Not applicable.

Note 16 - Information About Financial Instruments With Off-Balance-Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Not applicable.

NOTES TO FINANCIAL STATEMENTS**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

Not applicable.

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

Not applicable.

Note 19 - Direct Premiums Written / Produced by Managing General Agents / Third Party Administrators

Not applicable.

Note 20 - Fair Value Measurements**A. Inputs and Valuation Techniques Used for Assets and Liabilities Measured and Reported at Fair Value**

1. Fair Value Measurements at Reporting Date

Assets and liabilities that are carried at fair value on the balance sheet are categorized into a three-level fair value hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. Following is a brief description of the valuation inputs used to establish fair value for each level.

Level 1 - Quoted Prices in Active Markets for Identical Assets and Liabilities: Valuations for this category are based on unadjusted quoted prices in active markets for identical assets that KEMI's pricing sources have the ability to access. Since the valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant amount or degree of judgment.

Level 2 - Significant Other Observable Inputs: Valuations for this category are based on quoted prices for similar assets in active markets, quoted prices for identical or similar assets in inactive markets, or models where the significant inputs are observable (e.g., interest rates, yield curves, prepayment speeds, default rates, loss severities) or can be corroborated by observable market data.

Level 3 - Significant Unobservable Inputs: Valuations for this category are derived from techniques in which one or more of the significant inputs are unobservable, including broker quotes which are non-binding.

The table below reflects the fair values of all admitted assets and liabilities that are carried at fair value on the balance sheet, categorized into the three-level fair value hierarchy.

Description	Level 1	Level 2	Level 3	Total
Assets Measured and Reported at Fair Value:				
Long-term bonds	\$ 0	\$ 0	\$ 0	\$ 0
Common stocks	59,103,694	0	0	59,103,694
Cash equivalents	25,146,427	0	0	25,146,427
Total	\$ 84,250,121	\$ 0	\$ 0	\$ 84,250,121

2. Rollforward of Items in Level 3 of the Fair Value Hierarchy

KEMI had no assets or liabilities carried at fair value and categorized within Level 3 during the year.

3. Policy Regarding Transfers Into and Out of Level 3 of the Fair Value Hierarchy

At the end of each reporting period, KEMI evaluates whether or not any event has occurred or circumstances have changed that would cause an asset or liability measured and reported at fair value to be transferred into or out of Level 3. During the year, no transfers into or out of Level 3 were required.

4. Inputs and Valuation Techniques Used to Determine Level 2 and Level 3 Fair Values

As of quarter end, KEMI held no corporate bonds rated lower than NAIC 2 that were carried at fair value and categorized within Level 2 of the fair value hierarchy. When applicable, fair value for such bonds is determined by utilizing quoted market prices for similar instruments in an active market.

5. Fair Value of Derivatives

Not applicable.

B. Other Fair Value Disclosures

Not applicable.

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three-level fair value hierarchy as described above in Note 20A.

Description	Aggregate Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Financial Instruments - Assets:						
Long-term bonds	\$ 799,852,573	\$ 819,264,498	\$ 0	\$ 799,852,573	\$ 0	\$ 0
Common stocks	59,103,694	59,103,694	59,103,694	0	0	0
Cash	8,559,540	8,559,540	8,559,540	0	0	0
Cash equivalents	25,146,427	25,146,427	25,146,427	0	0	0
Short-term investments	6,249,327	6,258,137	0	6,249,327	0	0
Other invested assets	11,349,136	11,349,136	0	0	11,349,136	0
Receivables for securities	0	0	0	0	0	0
Total	\$ 910,260,697	\$ 929,681,432	\$ 92,809,661	\$ 806,101,900	\$ 11,349,136	\$ 0
Financial Instruments - Liabilities:						
Payable for securities	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0	\$ 0	\$ 0
Total	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0	\$ 0	\$ 0

NOTES TO FINANCIAL STATEMENTS**D. Financial Instruments for Which It Is Not Practicable to Determine Fair Value**

Not applicable.

Note 21 - Other Items

No significant changes during the year.

Note 22 - Events Subsequent

Subsequent events have been evaluated through the date this statutory statement was available to be issued. There were no events occurring subsequent to quarter end that merited recognition or disclosure in these financial statements.

Note 23 - Reinsurance**A. Unsecured Reinsurance Recoverables**

No significant changes during the year.

B. Reinsurance Recoverables in Dispute

None of KEMI's reinsurance recoverables are in dispute.

C. Reinsurance Assumed and Ceded and Protected Cells

No significant changes during the year.

D. Uncollectable Reinsurance

None of KEMI's reinsurance recoverables are deemed to be uncollectable.

E. Commutation of Ceded Reinsurance

No reinsurance contracts have been commuted during the year.

F. Retroactive Reinsurance

Effective October 31, 2014, KEMI entered into a loss portfolio transfer agreement with the Commissioner of Insurance of the Commonwealth of Kentucky, Rehabilitator of Kentucky School Boards Insurance Trust (KSBIT) Workers' Compensation Self Insurance Fund. Pursuant to this loss portfolio transfer, approximately \$35 million in workers' compensation claim liabilities for the period July 7, 1978 through June 30, 2013, were transferred to KEMI by KSBIT's Rehabilitator. In exchange for assuming responsibility for these claim liabilities and the handling thereof, KEMI received \$35 million in cash and guaranteed receivables. Inception to date activity is included in the following table as retroactive reinsurance assumed.

Effective July 7, 2017, KEMI entered into a loss portfolio transfer agreement with the Kentucky Workers' Compensation Funding Commission (the Funding Commission) wherein all authority and responsibility to administer the Kentucky Coal Workers' Pneumoconiosis Fund (KCWPF) was transferred from the Funding Commission to KEMI. The purpose of KCWPF is to pay one-half of the indemnity benefits for coal-related occupational disease claims incurred on or after December 12, 1996 and filed on or before June 30, 2017. Pursuant to this loss portfolio transfer, the Funding Commission transferred all of the existing assets and liabilities of KCWPF to KEMI. The Funding Commission will continue to impose and collect quarterly assessments in a manner consistent with past practice and will remit future assessments to KEMI until such time as both parties agree that all claim liabilities are fully funded. Inception to date activity is included in the following table as retroactive reinsurance assumed.

Effective December 31, 2015, KEMI entered into an agreement for adverse development cover with an unaffiliated reinsurer, Munich Reinsurance America, Inc. This agreement relates to direct and assumed business, excluding the KSBIT and KCWPF loss portfolio transfers, and provides KEMI with reinsurance protection against unfavorable development arising from existing and/or newly reported claims for accident years 1995 through 2014. In exchange for a total premium of \$40 million, KEMI ceded \$32 million of existing loss reserves as well as obtaining \$45.25 million of additional protection against unfavorable development for those accident years. The agreement provides for a loss corridor of \$20 million (for which KEMI is responsible) between the first and second layers of coverage, and it includes a provision wherein KEMI may share in the reinsurer's ultimate profit, if any. Under the terms of the agreement, KEMI maintains a Funds Withheld balance which is secured by a Trust Account equal to 105% of Funds Withheld. The Funds Withheld balance is shown net of a profit sharing receivable of \$7,190,693 as of quarter end. Inception to date activity is included in the following table as retroactive reinsurance ceded.

Retroactive Reinsurance	Assumed	Ceded
A. Reserves Transferred:		
1. Initial reserves (assumed) or ceded	\$ (75,000,000)	\$ 32,000,000
2. Adjustments - prior years	(3,941,243)	(9,017,989)
3. Adjustments - current year	<u>(4,171,345)</u>	<u>5,327,296</u>
4. Current total	\$ (83,112,588)	\$ 28,309,307
B. Consideration Received or (Paid):		
1. Initial consideration	\$ 75,000,000	\$ (40,000,000)
2. Adjustments - prior years	3,941,243	17,017,989
3. Adjustments - current year	<u>4,171,345</u>	<u>(5,327,296)</u>
4. Current total	\$ 83,112,588	\$ (28,309,307)
C. Losses and Loss Expenses (Paid) or Recovered:		
1. Prior years	\$ (9,917,795)	\$ 0
2. Current year	<u>(4,811,972)</u>	<u>0</u>
3. Current total	\$ (14,729,767)	\$ 0
X. Transferred to Unassigned Funds:		
1. Prior years	\$ 0	\$ 0
2. Current year	<u>0</u>	<u>0</u>
3. Current total	\$ 0	\$ 0
D. Surplus Impact from Retroactive Reinsurance:	Unassigned Funds:	Special Surplus:
1. Initial surplus (loss) or gain (A1+B1)	\$ 0	\$ (8,000,000)
2. Adjustments - prior years (A2+B2+X1)	0	8,000,000
3. Adjustments - current year (A3+B3+X2)	<u>0</u>	<u>0</u>
4. Current year surplus impact (A4+B4+D5)	\$ 0	\$ 0
5. Cumulative total transferred to unassigned funds (if C3 exceeds B4)	\$ 0	\$ 0

NOTES TO FINANCIAL STATEMENTS

E. Cedents and Reinsurers Involved in All Transactions Included in Summary Totals Above:	Assumed Reserves Transferred	Assumed Reserves Remaining Unpaid	Ceded Reserves Transferred	Ceded Reserves Remaining Unpaid
Commissioner of Insurance of the Commonwealth of Kentucky, Rehabilitator of Kentucky School Boards Insurance Trust (KSBIT) Workers' Compensation Self Insurance Fund	\$ (34,999,811)	\$ (28,373,369)		
Kentucky Workers' Compensation Funding Commission and Division of Workers' Compensation Funds, Department of Workers' Claims, Labor Cabinet, Commonwealth of Kentucky	\$ (48,112,777)	\$ (40,009,452)		
Munich Reinsurance America, Inc. (NAIC Company Code 10227)			\$ 28,309,307	\$ 28,309,307
Totals	\$ (83,112,588)	\$ (68,382,821)	\$ 28,309,307	\$ 28,309,307
F. Recoverables on Paid Losses and Loss Expenses, Related Collateral Held and Funds Withheld:	Paid Losses and LAE Recoverable	Recoverables Over 90 Days Past Due	Related Collateral Held	Funds Withheld
1. Authorized reinsurers:				
Aetna Life & Casualty Co.	\$ 30,114	\$ 0	\$ 0	\$ 0
CNA / Continental Casualty Co.	7,425	3	0	0
Coregis Insurance Co. / Westport Insurance Corp.	23,537	0	0	0
Harbor Insurance Co.	3,488	247	0	0
Liberty Mutual Insurance	10,422	0	0	0
Selective Insurance Co. of America	26,682	0	0	0
TIG Insurance Co. / Transamerica Insurance Co.	31,968	0	0	0
Totals for Retroactive Reinsurance Assumed	\$ 133,636	\$ 250	\$ 0	\$ 0
Munich Reinsurance America, Inc. Totals for Retroactive Reinsurance Ceded	\$ 0	\$ 0	\$ 0	\$ 38,731,457
	\$ 0	\$ 0	\$ 0	\$ 38,731,457
2. Unauthorized reinsurers:				
None	\$ 0	\$ 0	\$ 0	\$ 0
Totals	\$ 0	\$ 0	\$ 0	\$ 0
3. Certified reinsurers:				
None	\$ 0	\$ 0	\$ 0	\$ 0
Totals	\$ 0	\$ 0	\$ 0	\$ 0
Totals	\$ 133,636	\$ 250	\$ 0	\$ 38,731,457

G. Reinsurance Accounted for as a Deposit

Not applicable.

H. Transfer of Property and Casualty Run-Off Agreements

Not applicable.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not applicable.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable.

Note 24 - Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable.

Note 25 - Changes in Incurred Losses and Loss Adjustment Expenses**A. Changes Attributable to Insured Events of Prior Years**

Current year changes in estimates of the costs of prior year losses and loss adjustment expenses affect the current year Statement of Income. Increases in those estimates increase current year expense and are referred to as unfavorable development or prior year reserve shortages. Decreases in those estimates decrease current year expense and are referred to as favorable development or prior year reserve redundancies.

Gross case reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have increased by \$33,925,306. Of this increase, \$24,480,346 is attributable to accident years 2014-2017 and is the result of additional claims being reported for those accident years, as well as for additional information becoming available on previously known individual claims. Accordingly, IBNR reserves for prior years were adjusted as information became available on these reported and unreported claims. These adjustments are generally the result of ongoing analysis of recent loss development trends and occur during the normal course of business. Overall net reserves for incurred losses and loss adjustment expenses of prior years, including IBNR and net of reinsurance, have increased by \$2,336,587.

B. Changes in Methodologies and Assumptions Used In Calculating the Liability

No significant changes during the year.

Note 26 - Intercompany Pooling Arrangements

Not applicable.

Note 27 - Structured Settlements

Not applicable.

NOTES TO FINANCIAL STATEMENTS

Note 28 - Health Care Receivables

Not applicable.

Note 29 - Participating Policies

Not applicable.

Note 30 - Premium Deficiency Reserves

Not applicable.

Note 31 - High Deductibles

Not applicable.

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant changes during the year.

Note 33 - Asbestos and Environmental Reserves

Not applicable.

Note 34 - Subscriber Savings Accounts

Not applicable.

Note 35 - Multiple Peril Crop Insurance

Not applicable.

Note 36 - Financial Guaranty Insurance

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change: _____
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [] No [X]
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. _____
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [] N/A [X]
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2012
- 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. 12/31/2012
- 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). 06/12/2014
- 6.4 By what department or departments?
Commonwealth of Kentucky Department of Insurance
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 7.2 If yes, give full information:
- 8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If the 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

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 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).

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

FINANCIAL

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

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$ 0
13. Amount of real estate and mortgages held in short-term investments: \$ 0
- 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 Prior Year End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$ 0	\$ 0
14.22 Preferred Stock	0	0
14.23 Common Stock	0	0
14.24 Short-Term Investments	0	0
14.25 Mortgage Loans on Real Estate	0	0
14.26 All Other	0	0
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	\$ 0	\$ 0

- 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.

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0
- 16.3 Total payable for securities lending reported on the liability page: \$ 0

17. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [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
US Bank Institutional Trust & Custody	425 Walnut Street, Cincinnati OH 45202

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 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such ["...that have access to the investment accounts", "handle securities"].

1 Name of Firm or Individual	2 Affiliation
Conning Asset Management	U

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? Yes [X] No []

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes [X] No []

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
107423	Conning Asset Management		SEC	NO

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

18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

19. By self-designating 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:
- a. Documentation necessary to permit a full credit analysis of the security does not exist.
 - b. Issuer or obligor is current on all contracted interest and principal payments.
 - c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
- Has the reporting entity self-designated 5*GI securities?

Yes [] No [X]

GENERAL INTERROGATORIES (continued)

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 [] N/A [X]
 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:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	0.000	0.000	0	0	0	0	0	0	0	0
Total	XXX	XXX	0	0	0	0	0	0	0	0

5.1 Operating Percentages:

5.1 A&H loss percent	0.000%
5.2 A&H cost containment percent	0.000%
5.3 A&H expense percent excluding cost containment expenses	0.000%

6.1 Do you act as a custodian for health savings accounts? Yes [] No [X]

6.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

6.3 Do you act as an administrator for health savings accounts? Yes [] No [X]

6.4 If yes, please provide the amount of funds administered as of the reporting date. \$ 0

7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [] No [X]

7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [X] No []

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
------------------------------	----------------	------------------------	----------------------------------	---------------------------	---	--

NONE

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Active Status (a)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	..N...						
2. Alaska.....AK	..N...						
3. Arizona.....AZ	..N...						
4. Arkansas.....AR	..N...						
5. California.....CA	..N...						
6. Colorado.....CO	..N...						
7. Connecticut.....CT	..N...						
8. Delaware.....DE	..N...						
9. District of Columbia.....DC	..N...						
10. Florida.....FL	..N...						
11. Georgia.....GA	..N...						
12. Hawaii.....HI	..N...						
13. Idaho.....ID	..N...						
14. Illinois.....IL	..N...						
15. Indiana.....IN	..N...						
16. Iowa.....IA	..N...						
17. Kansas.....KS	..N...						
18. Kentucky.....KY	..L...	69,420,637	65,377,904	38,669,267	47,858,841	592,389,991	556,558,970
19. Louisiana.....LA	..N...						
20. Maine.....ME	..N...						
21. Maryland.....MD	..N...						
22. Massachusetts.....MA	..N...						
23. Michigan.....MI	..N...						
24. Minnesota.....MN	..N...						
25. Mississippi.....MS	..N...						
26. Missouri.....MO	..N...						
27. Montana.....MT	..N...						
28. Nebraska.....NE	..N...						
29. Nevada.....NV	..N...						
30. New Hampshire.....NH	..N...						
31. New Jersey.....NJ	..N...						
32. New Mexico.....NM	..N...						
33. New York.....NY	..N...						
34. North Carolina.....NC	..N...						
35. North Dakota.....ND	..N...						
36. Ohio.....OH	..N...						
37. Oklahoma.....OK	..N...						
38. Oregon.....OR	..N...						
39. Pennsylvania.....PA	..N...						
40. Rhode Island.....RI	..N...						
41. South Carolina.....SC	..N...						
42. South Dakota.....SD	..N...						
43. Tennessee.....TN	..N...						
44. Texas.....TX	..N...						
45. Utah.....UT	..N...						
46. Vermont.....VT	..N...						
47. Virginia.....VA	..N...						
48. Washington.....WA	..N...						
49. West Virginia.....WV	..N...						
50. Wisconsin.....WI	..N...						
51. Wyoming.....WY	..N...						
52. American Samoa.....AS	..N...						
53. Guam.....GU	..N...						
54. Puerto Rico.....PR	..N...						
55. US Virgin Islands.....VI	..N...						
56. Northern Mariana Islands.....MP	..N...						
57. Canada.....CAN	..N...						
58. Aggregate Other Alien.....OT	..XXX...	0	0	0	0	0	0
59. Totals.....	..XXX...	69,420,637	65,377,904	38,669,267	47,858,841	592,389,991	556,558,970

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 thru 58003+ Line 58998) (Line 58 above).....	..XXX...	0	0	0	0	0	0

(a) Active Status Count

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG.....	1	R - Registered - Non-domiciled RRGs.....	0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile - See DSLI).....	0	Q - Qualified - Qualified or accredited reinsurer.....	0
D - Domestic Surplus Lines Insurer (DSLI) - Reporting entities authorized to write surplus lines in the state of domicile.....	0	N - None of the above - Not allowed to write business in the state.....	56

**Sch. Y - Pt. 1
NONE**

**Sch. Y - Pt. 1A
NONE**

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

PART 1 - LOSS EXPERIENCE

Lines 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.....			0.000	
2. Allied lines.....			0.000	
3. Farmowners multiple peril.....			0.000	
4. Homeowners multiple peril.....			0.000	
5. Commercial multiple peril.....			0.000	
6. Mortgage guaranty.....			0.000	
8. Ocean marine.....			0.000	
9. Inland marine.....			0.000	
10. Financial guaranty.....			0.000	
11.1. Medical professional liability - occurrence.....			0.000	
11.2. Medical professional liability - claims-made.....			0.000	
12. Earthquake.....			0.000	
13. Group accident and health.....			0.000	
14. Credit accident and health.....			0.000	
15. Other accident and health.....			0.000	
16. Workers' compensation.....	78,614,381	55,085,204	70.070	65.449
17.1 Other liability-occurrence.....			0.000	
17.2 Other liability-claims made.....			0.000	
17.3 Excess workers' compensation.....			0.000	
18.1 Products liability-occurrence.....			0.000	
18.2 Products liability-claims made.....			0.000	
19.1, 19.2 Private passenger auto liability.....			0.000	
19.3, 19.4 Commercial auto liability.....			0.000	
21. Auto physical damage.....			0.000	
22. Aircraft (all perils).....			0.000	
23. Fidelity.....			0.000	
24. Surety.....			0.000	
26. Burglary and theft.....			0.000	
27. Boiler and machinery.....			0.000	
28. Credit.....			0.000	
29. International.....			0.000	
30. Warranty.....			0.000	
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	0.000	
35. Totals.....	78,614,381	55,085,204	70.070	65.449
DETAILS OF WRITE-INS				
3401.....			0.000	
3402.....			0.000	
3403.....			0.000	
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.000	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	0	0	0.000	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....			
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.....	30,785,567	69,420,637	65,377,904
17.1 Other liability-occurrence.....			
17.2 Other liability-claims made.....			
17.3 Excess workers' compensation.....			
18.1 Products liability-occurrence.....			
18.2 Products liability-claims made.....			
19.1 19.2 Private passenger auto liability.....			
19.3 19.4 Commercial auto liability.....			
21. Auto physical damage.....			
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Warranty.....			
31. Reinsurance-nonproportional assumed property.....	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.....	30,785,567	69,420,637	65,377,904
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 thru 3403 plus 3498) (Line 34).....	0	0	0

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

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)	2018 Loss and LAE Payments on Claims Reported as of Prior Year-End	2018 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2018 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. 2015 + Prior.....	286,257	157,807	444,064	19,889	55	19,944	282,136	653	153,720	436,509	15,768	(3,379)	12,388
2. 2016.....	22,068	37,351	59,419	6,200	106	6,306	20,152	675	32,138	52,965	4,284	(4,432)	(148)
3. Subtotals 2016 + Prior.....	308,325	195,158	503,483	26,089	162	26,251	302,288	1,327	185,858	489,473	20,052	(7,811)	12,241
4. 2017.....	22,544	75,859	98,402	10,938	965	11,903	16,918	5,260	54,417	76,595	5,312	(15,216)	(9,904)
5. Subtotals 2017 + Prior.....	330,869	271,017	601,885	37,027	1,127	38,154	319,206	6,587	240,275	566,068	25,364	(23,028)	2,337
6. 2018.....	XXX	XXX	XXX	XXX	14,496	14,496	XXX	16,004	33,957	49,961	XXX	XXX	XXX
7. Totals.....	330,869	271,017	601,885	37,027	15,622	52,649	319,206	22,591	274,232	616,029	25,364	(23,028)	2,337
8. Prior Year-End's Surplus As Regards Policyholders	206,746												
											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
											1.7.7 %	2.(8.5)%	3.0.4 %
													Col. 13, Line 7 Line 8
													4.1.1 %

Q14

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. The data for this supplement is not required to be filed.
2. The data for this supplement is not required to be filed.
3. The data for this supplement is not required to be filed.
4. The data for this supplement is not required to be filed.

Bar Code:



Statement for June 30, 2018 of the **KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY**
Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2504. TPA Advances.....	807,462	807,462	0	
2597. Summary of remaining write-ins for Line 25.....	807,462	807,462	0	0

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
2504. Liability for Projected Pension Benefits.....	11,434,063	12,901,699
2505. Liability for Projected Retiree Health Insurance.....	448,576	635,566
2506. Payable for Unfunded Pension Benefits.....		
2597. Summary of remaining write-ins for Line 25.....	11,882,639	13,537,265

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY 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.....	5,020,818	5,020,818
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 end of current period (Lines 1+2+3+4-5+6-7-8).....	5,020,818	5,020,818
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	5,020,818	5,020,818

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	
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).....	0	0
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	9,235,298	8,972,414
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....	2,113,838	262,884
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8+9-10).....	11,349,136	9,235,298
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	11,349,136	9,235,298

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.....	864,513,234	828,475,424
2. Cost of bonds and stocks acquired.....	120,535,975	253,683,902
3. Accrual of discount.....	100,091	236,798
4. Unrealized valuation increase (decrease).....	(9,586,828)	4,571,642
5. Total gain (loss) on disposals.....	7,788,860	5,304,734
6. Deduct consideration for bonds and stocks disposed of.....	104,322,164	225,729,159
7. Deduct amortization of premium.....	676,335	2,030,107
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees.....	15,359	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10).....	878,368,191	864,513,234
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	878,368,191	864,513,234

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).....	727,568,033	51,788,551	39,651,175	(2,994,336)	727,568,033	736,711,073		700,374,490
2. NAIC 2 (a).....	108,145,533	4,666,014	2,909,113	4,055,554	108,145,533	113,957,988		109,893,746
3. NAIC 3 (a).....	1,481,325			(1,481,325)	1,481,325	(0)		1,990,945
4. NAIC 4 (a).....						0		
5. NAIC 5 (a).....						0		
6. NAIC 6 (a).....						0		
7. Total Bonds.....	837,194,891	56,454,565	42,560,287	(420,107)	837,194,891	850,669,061	0	812,259,182
PREFERRED STOCK								
8. NAIC 1.....						0		
9. NAIC 2.....						0		
10. NAIC 3.....						0		
11. NAIC 4.....						0		
12. NAIC 5.....						0		
13. NAIC 6.....						0		
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	837,194,891	56,454,565	42,560,287	(420,107)	837,194,891	850,669,061	0	812,259,182

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(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$.....30,403,277; NAIC 2 \$.....1,001,287; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	6,258,137	XXX	6,269,946	68,704	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	7,064,961	11,138,832
2. Cost of short-term investments acquired.....		7,064,126
3. Accrual of discount.....	7,205	1,320
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	800,000	11,138,832
7. Deduct amortization of premium.....	14,029	485
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).....	6,258,137	7,064,961
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	6,258,137	7,064,961

**Sch. DB - Pt. A - Verification
NONE**

**Sch. DB - Pt. B - Verification
NONE**

**Sch. DB - Pt. C - Sn. 1
NONE**

**Sch. DB - Pt. C - Sn. 2
NONE**

**Sch. DB - Verification
NONE**

SCHEDULE E - PART 2 - VERIFICATION

Cash Equivalents

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	15,819,730	
2. Cost of cash equivalents acquired.....	71,431,489	227,494,872
3. Accrual of discount.....	1,353	424
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	62,106,145	211,675,567
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	25,146,427	15,819,730
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	25,146,427	15,819,730

Sch. A - Pt. 2
NONE

Sch. A - Pt. 3
NONE

Sch. B - Pt. 2
NONE

Sch. B - Pt. 3
NONE

Sch. BA - Pt. 2
NONE

Sch. BA - Pt. 3
NONE

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During 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. Special Revenue and Special Assessment										
3140HB	FK	9		06/22/2018	CITIGROUP GLOBAL MARKETS INC		2,000,996	1,965,298	5,459	1
3140Q7	VM	6		04/19/2018	CITIGROUP GLOBAL MARKETS INC		2,012,166	1,969,845	4,815	1
3140Q8	3V	5		06/22/2018	MLPFS INC FIXED INCOME		1,995,463	1,915,405	5,746	1
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments						6,008,625	5,850,548	16,021	.XXX
Bonds - Industrial and Miscellaneous										
02004V	AC	7		04/24/2018	MLPFS INC FIXED INCOME		1,334,758	1,335,000		1FE
03767M	AJ	7		05/11/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
06367T	4W	7		04/10/2018	United States Treasury Note/Bond		829,029	830,000		1FE
06760J	AJ	4	C	05/01/2018	JP MORGAN SECURITIES LLC		500,000	500,000		1FE
09628N	AS	1		04/16/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
12482J	AA	8	C	06/08/2018	MLPFS INC FIXED INCOME		500,000	500,000		1
12551Y	AA	1	C	06/15/2018	DEUTSCHE BANK SECURITIES, INC		500,000	500,000		1
14314L	AC	9		05/07/2018	BNP SECURITIES		500,000	500,000		1FE
225401	AG	3	C	06/07/2018	CREDIT SUISSE SECURITIES (USA)		1,000,695	1,000,000		2FE
29278D	AA	3	C	06/07/2018	JP MORGAN SECURITIES LLC		420,002	425,000		2FE
369550	BD	9		05/08/2018	RBC CAPITAL MARKETS, LLC		1,021,064	1,025,000		1FE
38138B	AL	4	C	04/26/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
413875	AW	5		05/23/2018	VARIOUS		1,500,724	1,500,000		2FE
427866	BA	5		05/03/2018	VARIOUS		469,785	470,000		1FE
44330Q	AD	3	C	05/16/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
44891K	AD	7		04/10/2018	BARCLAYS CAPITAL INC		614,907	615,000		1FE
50188G	AU	7		04/12/2018	Bank of New York Mellon		500,000	500,000		1FE
55953M	AQ	5	C	05/18/2018	KEYBANC CAPITAL MARKETS INC		500,000	500,000		1FE
56606L	AC	7		05/01/2018	JP MORGAN SECURITIES LLC		500,000	500,000		1FE
63170M	AA	1		05/21/2018	Bank of New York Mellon		498,900	500,000		1FE
66860J	AA	6	C	04/11/2018	CREDIT SUISSE SECURITIES (USA)		500,000	500,000		1FE
67077M	AC	2		04/10/2018	Not Provided		746,963	750,000	1,888	2FE
67103H	AG	2		05/11/2018	JP MORGAN SECURITIES LLC		997,631	1,000,000		2FE
67108L	BA	0		04/11/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
67112M	AA	3		04/05/2018	BNP SECURITIES		500,000	500,000		1FE
74972F	AJ	4		04/26/2018	CITIGROUP GLOBAL MARKETS INC		500,000	500,000		1FE
83609Y	AC	0	C	04/19/2018	CREDIT SUISSE SECURITIES (USA)		500,000	500,000		1FE
83611L	AE	0		04/10/2018	DEUTSCHE BANK SECURITIES, INC		500,000	500,000		1FE
89852T	AP	3		04/06/2018	MLPFS INC FIXED INCOME		500,000	500,000		1FE
92912V	AQ	8		04/12/2018	Sifel, Nicolaus & Co., Inc.		500,100	500,000	4,180	1FE
98162Q	AC	4		04/04/2018	BARCLAYS CAPITAL INC		1,999,807	2,000,000		1FE
3899999	Total - Bonds - Industrial and Miscellaneous						20,934,364	20,950,000	6,068	.XXX
8399997	Total - Bonds - Part 3						26,942,989	26,800,548	22,088	.XXX
8399999	Total - Bonds						26,942,989	26,800,548	22,088	.XXX
Common Stocks - Industrial and Miscellaneous										
00206R	10	2		06/01/2018	BARCLAYS CAPITAL INC /LE		4,583,000	148,881		XXX
00287Y	10	9		06/01/2018	BARCLAYS CAPITAL INC /LE		2,027,000	199,091		XXX
009158	10	6		06/01/2018	BARCLAYS CAPITAL INC /LE		252,000	41,189		XXX
02209S	10	3		06/01/2018	BARCLAYS CAPITAL INC /LE		2,871,000	160,002		XXX
031162	10	0		06/01/2018	BARCLAYS CAPITAL INC /LE		129,000	23,711		XXX
054937	10	7		06/01/2018	BARCLAYS CAPITAL INC /LE		693,000	36,894		XXX

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SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During 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)
09247X 10 1	BLACKROCK ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	62.000	33,422	XXX		L.....
17275R 10 2	CISCO SYSTEMS ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,470.000	64,072	XXX		L.....
191216 10 0	COCA-COLA ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	278.000	12,007	XXX		L.....
231021 10 6	CUMMINS ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,312.000	188,472	XXX		L.....
291011 10 4	EMERSON ELECTRIC ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	171.000	12,213	XXX		L.....
452308 10 9	ILLINOIS TOOL ORD.....		06/01/2018.....	INSTINET.....	8,783.000	1,289,507	XXX		L.....
46625H 10 0	JPMORGAN CHASE ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	11,786.000	1,277,832	XXX		L.....
478160 10 4	JOHNSON & JOHNSON ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	884.000	106,900	XXX		L.....
494368 10 3	KIMBERLY CLARK ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,222.000	123,412	XXX		L.....
670346 10 5	NUCOR ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	428.000	28,153	XXX		L.....
681919 10 6	OMNICOM GROUP ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	735.000	53,135	XXX		L.....
713448 10 8	PEPSICO ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,148.000	115,140	XXX		L.....
717081 10 3	PFIZER ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	416.000	15,052	XXX		L.....
718172 10 9	PHILIP MORRIS INTERNATIONAL ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	3,899.000	306,039	XXX		L.....
74251V 10 2	PRINCIPAL FINANCIAL GROUP ORD.....		06/01/2018.....	INSTINET.....	2,480.000	140,102	XXX		L.....
742718 10 9	PROCTER & GAMBLE ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,352.000	99,188	XXX		L.....
747525 10 3	QUALCOMM ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	2,636.000	153,942	XXX		L.....
855244 10 9	STARBUCKS ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	514.000	29,255	XXX		L.....
87612E 10 6	TARGET ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	549.000	40,116	XXX		L.....
88579Y 10 1	3M ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,064.000	212,383	XXX		L.....
89417E 10 9	TRAVELERS COMPANIES ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	809.000	104,592	XXX		L.....
902973 30 4	US BANCORP ORD.....		06/01/2018.....	INSTINET.....	25,132.000	1,277,879	XXX		L.....
913017 10 9	UNITED TECHNOLOGIES ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	749.000	94,102	XXX		L.....
92343V 10 4	VERIZON COMMUNICATIONS ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	348.000	16,649	XXX		L.....
931142 10 3	WALMART ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,281.000	106,382	XXX		L.....
949746 10 1	WELLS FARGO ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	1,720.000	93,972	XXX		L.....
96145D 10 5	WESTROCK ORD.....		06/01/2018.....	BARCLAYS CAPITAL INC./LE.....	2,303.000	138,329	XXX		L.....
9099999	Total - Common Stocks - Industrial and Miscellaneous.....					6,742,015	XXX	0	XXX.....
9799997	Total - Common Stocks - Part 3.....					6,742,015	XXX	0	XXX.....
9799999	Total - Common Stocks.....					6,742,015	XXX	0	XXX.....
9899999	Total - Preferred and Common Stocks.....					6,742,015	XXX	0	XXX.....
9999999	Total - Bonds, Preferred and Common Stocks.....					33,685,003	XXX	22,088	XXX.....

QE04.1

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

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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	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. Government																					
36202D	6F 3		06/01/2018	Paydown		4,705	4,705	4,794	4,766		(62)		(62)		4,705			0	97	06/20/2034	1
36202E	6E 4		06/01/2018	Paydown		5,799	5,799	5,873	5,871		(72)		(72)		5,799			0	99	06/20/2039	1
36202E	UM 9		06/01/2018	Paydown		2,632	2,632	2,627	2,621		10		10		2,632			0	68	07/20/2038	1
36212K	Y7 2		06/01/2018	Paydown		88	88	89	88		(0)		(0)		88			0	2	10/15/2030	1
36213D	3L 0		06/01/2018	Paydown		370	370	370	370		1		1		370			0	8	03/15/2032	1
38374M	DX 4		06/01/2018	Paydown		18,855	18,855	20,576	19,599		(744)		(744)		18,855			0	326	07/16/2034	1
0599999	Total - Bonds - U.S. Government					32,449	32,449	34,329	33,315	0	(867)	0	(867)	0	32,449	0	0	0	600	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
31288J	NE 2		06/01/2018	Paydown		1,752	1,752	1,792	1,796		(45)		(45)		1,752			0	39	04/01/2033	1
3128K3	GK 7		06/01/2018	Paydown		576	576	551	530		46		46		576			0	10	02/01/2036	1
3128K8	Q2 5		06/01/2018	Paydown		10,315	10,315	9,944	9,797		518		518		10,315		0	0	172	11/01/2035	1
3128KR	3N 2		06/01/2018	Paydown		7,333	7,333	7,341	7,330		3		3		7,333			0	129	06/01/2037	1
3128KW	J4 6		06/01/2018	Paydown		895	895	921	929		(33)		(33)		895			0	18	09/01/2037	1
3128L5	BF 7		06/01/2018	Paydown		983	983	996	997		(14)		(14)		983			0	16	01/01/2038	1
3128L6	OJ 1		06/01/2018	Paydown		851	851	847	845		6		6		851			0	16	02/01/2038	1
3128LA	OB 9		06/01/2018	Paydown		10,849	10,849	10,890	10,876		(27)		(27)		10,849			0	159	05/01/2038	1
3128LX	EN 0		06/01/2018	Paydown		4,254	4,254	4,124	4,086		168		168		4,254			0	73	11/01/2035	1
3128LX	EX 6		06/01/2018	Paydown		5,489	5,489	5,283	5,229		260		260		5,489		0	0	90	10/01/2035	1
3128LX	FB 1		06/01/2018	Paydown		5,205	5,205	5,018	4,962		243		243		5,205		0	0	82	12/01/2035	1
3128M4	LT 8		06/01/2018	Paydown		2,637	2,637	2,645	2,643		(6)		(6)		2,637			0	49	03/01/2037	1
3128M8	2R 4		06/01/2018	Paydown		31,713	31,713	32,565	32,525		(812)		(812)		31,713			0	372	10/01/2041	1
3128M9	MY 5		06/01/2018	Paydown		40,848	40,848	41,429	41,367		(519)		(519)		40,848			0	495	12/01/2042	1
3128M9	UQ 3		06/01/2018	Paydown		32,482	32,482	35,035	35,515		(3,034)		(3,034)		32,482		0	0	488	03/01/2042	1
3128MD	UX 9		06/01/2018	Paydown		29,653	29,653	31,655	31,217		(1,564)		(1,564)		29,653		0	0	406	05/01/2027	1
3128MJ	2H 2		06/01/2018	Paydown		94,426	94,426	99,553	99,424		(4,999)		(4,999)		94,426			0	1,297	08/01/2047	1
3128MJ	2S 8		06/01/2018	Paydown		28,229	28,229	29,144	29,127		(898)		(898)		28,229			0	325	10/01/2047	1
3128MJ	A5 9		06/01/2018	Paydown		5,263	5,263	5,335	5,335		(72)		(72)		5,263			0	104	12/01/2034	1
3128MJ	CJ 7		06/01/2018	Paydown		4,255	4,255	4,097	4,060		195		195		4,255		0	0	72	08/01/2035	1
3128MJ	MS 6		06/01/2018	Paydown		37,585	37,585	40,859	41,457		(3,872)		(3,872)		37,585			0	578	10/01/2039	1
3128MJ	OQ 4		06/01/2018	Paydown		22,330	22,330	23,167	23,105		(775)		(775)		22,330			0	265	03/01/2042	1
3128MJ	SG 6		06/01/2018	Paydown		41,694	41,694	42,987	42,818		(1,124)		(1,124)		41,694		0	0	423	02/01/2043	1
3128MJ	VJ 6		06/01/2018	Paydown		28,032	28,032	29,813	30,033		(2,001)		(2,001)		28,032			0	379	11/01/2044	1
3128MJ	X8 8		06/01/2018	Paydown		62,374	62,374	64,576	64,595		(2,221)		(2,221)		62,374			0	731	04/01/2046	1
3128MJ	XK 1		06/01/2018	Paydown		54,719	54,719	56,489	56,512		(1,794)		(1,794)		54,719			0	657	12/01/2045	1
3128MJ	Y6 1		06/01/2018	Paydown		54,826	54,826	55,015	55,009		(183)		(183)		54,826			0	561	11/01/2046	1
3128MJ	YY 0		06/01/2018	Paydown		43,326	43,326	44,917	44,831		(1,505)		(1,505)		43,326			0	439	10/01/2046	1
3128MJ	ZM 5		06/01/2018	Paydown		44,767	44,767	44,938	44,932		(165)		(165)		44,767			0	457	02/01/2047	1
31292H	YT 5		06/01/2018	Paydown		2,425	2,425	2,405	2,400		24		24		2,425			0	41	09/01/2033	1
312932	CX 2		06/01/2018	Paydown		3,030	3,030	3,083	3,079		(49)		(49)		3,030		0	0	37	04/01/2039	1
312935	RM 3		06/01/2018	Paydown		40,909	40,909	42,552	42,338		(1,429)		(1,429)		40,909			0	736	09/01/2039	1
312940	4Y 2		06/01/2018	Paydown		36,428	36,428	38,306	38,297		(1,869)		(1,869)		36,428		0	0	572	06/01/2040	1

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SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Quarter

QE05 1

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)
312944	QJ 3	FH A95857 - RMBS	06/01/2018	Paydown		21,138	21,138	21,013	21,009		128		128		21,138			.0	.310	12/01/2040	1
31294K	ZL 2	FH E01647 - RMBS	06/01/2018	Paydown		3,879	3,879	3,805	3,859		19		19		3,879			.0	.57	05/01/2019	1
312962	GD 9	FH B10196 - RMBS	06/01/2018	Paydown		2,066	2,066	2,060	2,061		4		4		2,066			.0	.37	10/01/2018	1
312964	SF 7	FH B12318 - RMBS	06/01/2018	Paydown		4,697	4,697	4,687	4,686		12		12		4,697			.0	.86	02/01/2019	1
312967	4A 7	FH B15317 - RMBS	06/01/2018	Paydown		2,204	2,204	2,210	2,201		3		3		2,204			.0	.36	06/01/2019	1
312967	J7 8	FH B14786 - RMBS	06/01/2018	Paydown		8,101	8,101	8,117	8,088		14		14		8,101			.0	.139	05/01/2019	1
312968	JE 1	FH B15661 - RMBS	06/01/2018	Paydown		6,116	6,116	6,141	6,110		7		7		6,116			.0	.97	07/01/2019	1
31296N	UL 9	FH A14187 - RMBS	06/01/2018	Paydown		402	402	406	407		(5)		(5)		402			.0	.8	10/01/2033	1
31296P	EU 2	FH A14647 - RMBS	06/01/2018	Paydown		5,319	5,319	5,317	5,311		8		8		5,319			.0	.96	10/01/2033	1
31296S	M3 7	FH A17578 - RMBS	06/01/2018	Paydown		623	623	637	640		(17)		(17)		623			.0	.11	01/01/2034	1
31297B	ZC 9	FH A24339 - RMBS	06/01/2018	Paydown		12,450	12,450	12,890	12,833		(383)		(383)		12,450			.0	.250	07/01/2034	1
3132GD	QJ 4	FH Q00457 - RMBS	06/01/2018	Paydown		34,390	34,390	35,647	35,524		(1,135)		(1,135)		34,390			.0	.470	04/01/2041	1
3132GD	RW 4	FH Q00501 - RMBS	06/01/2018	Paydown		3,092	3,092	3,206	3,213		(121)		(121)		3,092			.0	.46	05/01/2041	1
3132GE	5V 8	FH Q01760 - RMBS	06/01/2018	Paydown		57,842	57,842	60,287	60,060		(2,218)		(2,218)		57,842			(0)	.905	07/01/2041	1
3132GJ	HN 2	FH Q03237 - RMBS	06/01/2018	Paydown		36,296	36,296	37,736	37,523		(1,227)		(1,227)		36,296			.0	.597	09/01/2041	1
3132GK	2F 2	FH Q04674 - RMBS	06/01/2018	Paydown		59,675	59,675	62,165	62,187		(2,512)		(2,512)		59,675			.0	.871	12/01/2041	1
3132GK	V9 4	FH Q04540 - RMBS	06/01/2018	Paydown		32,473	32,473	33,075	33,051		(578)		(578)		32,473			.0	.413	11/01/2041	1
3132GL	GU 2	FH Q05011 - RMBS	06/01/2018	Paydown		11,720	11,720	12,248	12,170		(450)		(450)		11,720			.0	.157	12/01/2041	1
3132GS	R5 0	FH Q07408 - RMBS	06/01/2018	Paydown		32,360	32,360	33,508	33,359		(1,000)		(1,000)		32,360			.0	.396	04/01/2042	1
3132GU	RU 0	FH Q09199 - RMBS	06/01/2018	Paydown		74,729	74,729	78,833	78,314		(3,585)		(3,585)		74,729			.0	.914	07/01/2042	1
3132HL	JF 1	FH Q10262 - RMBS	06/01/2018	Paydown		24,608	24,608	25,181	25,207		(599)		(599)		24,608			.0	.259	08/01/2042	1
3132J6	5D 2	FH Q15843 - RMBS	06/01/2018	Paydown		45,588	45,588	46,995	46,850		(1,262)		(1,262)		45,588			.0	.490	02/01/2043	1
3132J9	XP 8	FH Q18385 - RMBS	06/01/2018	Paydown		6,926	6,926	7,116	7,098		(173)		(173)		6,926			(0)	.93	05/01/2043	1
3132JA	NV 3	FH Q19003 - RMBS	06/01/2018	Paydown		57,724	57,724	58,057	57,987		(263)		(263)		57,724			.0	.663	06/01/2043	1
3132JP	BB 7	FH Q21834 - RMBS	06/01/2018	Paydown		11,500	11,500	12,354	12,400		(899)		(899)		11,500			(0)	.155	09/01/2043	1
3132M7	JJ 8	FH Q26865 - RMBS	06/01/2018	Paydown		44,228	44,228	45,327	45,234		(1,006)		(1,006)		44,228			.0	.566	06/01/2044	1
3132M9	2R 4	FH Q29184 - RMBS	06/01/2018	Paydown		31,503	31,503	33,531	33,603		(2,099)		(2,099)		31,503			.0	.422	10/01/2044	1
3132WD	YQ 1	FH Q40718 - RMBS	06/01/2018	Paydown		108,311	108,311	114,454	114,309		(5,998)		(5,998)		108,311			.0	1.322	05/01/2046	1
3132WJ	TK 7	FH Q45053 - RMBS	06/01/2018	Paydown		4,692	4,692	4,894	4,887		(195)		(195)		4,692			.0	.56	12/01/2046	1
3132WJ	UU 3	FH Q45094 - RMBS	06/01/2018	Paydown		81,210	81,210	81,597	81,583		(372)		(372)		81,210			.0	.845	12/01/2046	1
3132WJ	UZ 2	FH Q45099 - RMBS	06/01/2018	Paydown		33,201	33,201	33,894	33,849		(648)		(648)		33,201			.0	.409	12/01/2046	1
3132XU	K5 3	FH Q52115 - RMBS	06/01/2018	Paydown		57,331	57,331	58,979	58,972		(1,642)		(1,642)		57,331			.0	.706	11/01/2047	1
31335A	YT 9	FH G60722 - RMBS	06/01/2018	Paydown		51,200	51,200	51,568	51,548		(347)		(347)		51,200			.0	.532	10/01/2046	1
31335H	3N 1	FH C90805 - RMBS	06/01/2018	Paydown		3,743	3,743	3,850	3,800		(57)		(57)		3,743			.0	.70	03/01/2024	1
31335H	NV 1	FH C90404 - RMBS	06/01/2018	Paydown		75	75	76	75		(0)		(0)		75			.0	.2	01/01/2021	1
3136A2	QP 1	FNR 11132B PA - CMO/RMBS	06/01/2018	Paydown		13,547	13,547	14,618	13,722		(175)		(175)		13,547			.0	.211	08/25/2039	1
3136A3	ED 9	FNR 11143D PA - CMO/RMBS	06/01/2018	Paydown		19,164	19,164	20,907	20,022		(859)		(859)		19,164			.0	.297	02/25/2038	1
3136A3	KG 5	FNR 11146C NA - CMO/RMBS	06/01/2018	Paydown		21,978	21,978	24,056	22,916		(938)		(938)		21,978			.0	.342	04/25/2040	1
3136A6	HC 1	FNR 1257G JW - CMO/RMBS	06/01/2018	Paydown		15,617	15,617	17,213	16,393		(776)		(776)		15,617			.0	.234	10/25/2041	1
3136A6	TC 8	FNR 1263A MA - CMO/RMBS	06/01/2018	Paydown		19,415	19,415	20,896	20,512		(1,097)		(1,097)		19,415			.0	.264	06/25/2040	1
3136AB	JH 7	FNR 12144E PD - CMO/RMBS	06/01/2018	Paydown		27,996	27,996	30,655	29,653		(1,657)		(1,657)		27,996			.0	.322	04/25/2042	1
3136AC	F9 7	FNR 1313G MA - CMO/RMBS	06/01/2018	Paydown		28,166	28,166	31,101	30,381		(2,215)		(2,215)		28,166			.0	.408	01/25/2043	1

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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	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)
3136AE 2C 0	FNR 1370F LA - CMO/RMBS.....		06/01/2018	Paydown.....		9,151	9,151	9,646	9,299		(148)		(148)		9,151		0	0	107	10/25/2037	1.....
3136AE QW 0	FNR 1355F HP - CMO/RMBS.....		06/01/2018	Paydown.....		25,315	25,315	27,466	26,695		(1,381)		(1,381)		25,315		0	0	303	12/25/2042	1.....
3136AF TV 6	FNR 1373G TK - CMO/RMBS.....		06/01/2018	Paydown.....		21,130	21,130	22,371	21,849		(719)		(719)		21,130		0	0	254	09/25/2042	1.....
3136AF ZR 8	FNR 1380F KA - CMO/RMBS.....		06/01/2018	Paydown.....		48,362	48,362	51,339	49,632		(1,271)		(1,271)		48,362		0	0	634	06/25/2039	1.....
3136AG FU 1	FNR 1392C DA - CMO/RMBS.....		06/01/2018	Paydown.....		22,087	22,087	23,695	23,228		(1,141)		(1,141)		22,087		0	0	298	05/25/2042	1.....
3136AH RG 7	FNR 13126F CA - CMO/RMBS.....		06/01/2018	Paydown.....		37,114	37,114	39,341	38,747		(1,633)		(1,633)		37,114		0	0	494	09/25/2041	1.....
3136AK MJ 9	FNR 1440A EP - CMO/RMBS.....		06/01/2018	Paydown.....		25,909	25,909	27,278	27,067		(1,158)		(1,158)		25,909		0	0	307	10/25/2042	1.....
3136AM L9 8	FNR 1513 PN - CMO/RMBS.....		06/01/2018	Paydown.....		39,306	39,306	40,940	40,655		(1,349)		(1,349)		39,306		0	0	397	04/25/2044	1.....
3136AN WE 3	FNR 1527C HA - CMO/RMBS.....		06/01/2018	Paydown.....		26,968	26,968	28,232	27,880		(912)		(912)		26,968		0	0	273	03/25/2044	1.....
3136AR Q3 5	FNR 1629 PA - CMO/RMBS.....		06/01/2018	Paydown.....		28,299	28,299	29,873	29,720		(1,421)		(1,421)		28,299		0	0	286	08/25/2045	1.....
31371K 2V 2	FN 254688 - RMBS.....		06/01/2018	Paydown.....		2,996	2,996	3,094	3,034		(38)		(38)		2,996		0	0	56	03/01/2023	1.....
31371L BH 1	FN 254840 - RMBS.....		06/01/2018	Paydown.....		1,699	1,699	1,718	1,696		3		3		1,699		0	0	30	08/01/2018	1.....
31371L SH 3	FN 255320 - RMBS.....		06/01/2018	Paydown.....		5,107	5,107	5,051	5,059		48		48		5,107		0	0	87	07/01/2024	1.....
31371M CF 2	FN 255770 - RMBS.....		06/01/2018	Paydown.....		2,635	2,635	2,656	2,629		6		6		2,635		0	0	50	07/01/2035	1.....
31371M EQ 6	FN 255843 - RMBS.....		06/01/2018	Paydown.....		3,362	3,362	3,337	3,325		37		37		3,362		0	0	67	09/01/2035	1.....
31371M LW 5	FN 256041 - RMBS.....		06/01/2018	Paydown.....		8,347	8,347	8,323	8,310		37		37		8,347		0	0	160	12/01/2025	1.....
3137AQ Y6 9	FHR 4058E P - CMO/RMBS.....		06/01/2018	Paydown.....		22,312	22,312	24,209	23,391		(1,079)		(1,079)		22,312		0	0	341	06/15/2041	1.....
3137AY 7H 8	FHR 4150H NP - CMO/RMBS.....		06/01/2018	Paydown.....		27,588	27,588	29,192	28,543		(955)		(955)		27,588		0	0	276	07/15/2041	1.....
3137B1 RP 9	FHR 4189A PA - CMO/RMBS.....		06/01/2018	Paydown.....		50,559	50,559	55,062	53,905		(3,347)		(3,347)		50,559		0	0	604	11/15/2042	1.....
3137B9 ST 3	FHR 4327A A - CMO/RMBS.....		06/01/2018	Paydown.....		76,563	76,563	79,577	79,336		(2,774)		(2,774)		76,563		0	0	989	02/15/2040	1.....
3137BD KF 2	FHR 4384A LA - CMO/RMBS.....		06/01/2018	Paydown.....		47,894	47,894	50,420	49,371		(1,478)		(1,478)		47,894		0	0	569	09/15/2040	1.....
3137BK QN 3	FHR 4495C PA - CMO/RMBS.....		06/01/2018	Paydown.....		26,505	26,505	27,880	27,461		(956)		(956)		26,505		0	0	313	09/15/2043	1.....
3137BK UG 3	FHR 4494A JA - CMO/RMBS.....		06/01/2018	Paydown.....		33,033	33,033	35,242	34,746		(1,714)		(1,714)		33,033		0	0	419	05/15/2042	1.....
3137BK UK 4	FHR 4494A KA - CMO/RMBS.....		06/01/2018	Paydown.....		47,446	47,446	50,752	50,032		(2,586)		(2,586)		47,446		0	0	602	10/15/2042	1.....
3137BM QC 3	FHR 4544B CA - CMO/RMBS.....		06/01/2018	Paydown.....		47,649	47,649	50,181	49,326		(1,677)		(1,677)		47,649		0	0	597	06/15/2042	1.....
3137BM V4 5	FHR 4552 DA - CMO/RMBS.....		06/01/2018	Paydown.....		22,335	22,335	23,399	23,283		(949)		(949)		22,335		0	0	254	01/15/2043	1.....
3137BS ZU 0	FHR 4631D PA - CMO/RMBS.....		06/01/2018	Paydown.....		50,112	50,112	51,016	50,916		(805)		(805)		50,112		0	0	535	05/15/2045	1.....
3137GA 6H 5	FHR 3726E GA - CMO/RMBS.....		06/01/2018	Paydown.....		23,499	23,499	24,826	24,751		(1,252)		(1,252)		23,499		0	0	307	09/15/2040	1.....
31385W 2K 4	FN 555278 - RMBS.....		06/01/2018	Paydown.....		7,342	7,342	7,399	7,382		(40)		(40)		7,342		0	0	128	03/01/2033	1.....
3138AB NC 9	FN AH9386 - RMBS.....		06/01/2018	Paydown.....		2,023	2,023	2,097	2,096		(74)		(74)		2,023		0	0	28	04/01/2041	1.....
3138AF W3 0	FN AI2465 - RMBS.....		06/01/2018	Paydown.....		38,433	38,433	41,937	41,713		(3,281)		(3,281)		38,433		0	0	592	05/01/2041	1.....
3138AS T6 9	FN AJ1472 - RMBS.....		06/01/2018	Paydown.....		4,660	4,660	4,847	4,815		(154)		(154)		4,660		0	0	57	10/01/2041	1.....
3138AV U8 6	FN AJ4206 - RMBS.....		06/01/2018	Paydown.....		16,697	16,697	17,185	17,101		(404)		(404)		16,697		0	0	227	12/01/2041	1.....
3138EH L7 5	FN AL1249 - RMBS.....		06/01/2018	Paydown.....		105,069	105,069	111,291	111,811		(6,742)		(6,742)		105,069		0	0	1,584	12/01/2041	1.....
3138EJ RA 8	FN AL2280 - RMBS.....		06/01/2018	Paydown.....		69,243	69,243	74,029	74,729		(5,485)		(5,485)		69,243		0	0	1,044	09/01/2042	1.....
3138EJ UR 7	FN AL2391 - RMBS.....		06/01/2018	Paydown.....		19,810	19,810	20,503	20,417		(607)		(607)		19,810		0	0	275	08/01/2042	1.....
3138EJ ZR 2	FN AL2551 - RMBS.....		06/01/2018	Paydown.....		26,690	26,690	27,434	27,384		(694)		(694)		26,690		0	0	301	10/01/2042	1.....
3138EK FN 0	FN AL2872 - RMBS.....		06/01/2018	Paydown.....		47,163	47,163	48,806	48,889		(1,726)		(1,726)		47,163		0	0	549	12/01/2042	1.....
3138EK Z5 7	FN AL3463 - RMBS.....		06/01/2018	Paydown.....		8,081	8,081	8,368	8,357		(276)		(276)		8,081		0	0	97	05/01/2043	1.....
3138EL PA 5	FN AL4016 - RMBS.....		06/01/2018	Paydown.....		13,867	13,867	14,273	14,199		(332)		(332)		13,867		0	0	187	08/01/2043	1.....
3138LT KF 4	FN AO2993 - RMBS.....		06/01/2018	Paydown.....		94,328	94,328	98,264	98,497		(4,168)		(4,168)		94,328		0	0	1,074	05/01/2042	1.....
3138M5 LN 7	FN AP2132 - RMBS.....		06/01/2018	Paydown.....		51,681	51,681	53,772	53,839		(2,158)		(2,158)		51,681		0	0	633	08/01/2042	1.....

QE05 2

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Quarter

QE05.3

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)
3138M8	VF 7 FN AP5113 - RMBS.....		06/01/2018.	Paydown.....		65,182	65,182	68,879	68,689		(3,507)		(3,507)		65,182			.0	896	09/01/2042.	1.....
3138MA	CT 3 FN AP6381 - RMBS.....		06/01/2018.	Paydown.....		55,665	55,665	56,865	56,882		(1,217)		(1,217)		55,665			.0	680	09/01/2042.	1.....
3138W4	S8 5 FN AR6842 - RMBS.....		06/01/2018.	Paydown.....		31,758	31,758	32,912	32,743		(985)		(985)		31,758		.0	.0	333	02/01/2043.	1.....
3138W6	RG 3 FN AR8586 - RMBS.....		06/01/2018.	Paydown.....		26,301	26,301	27,349	27,320		(1,019)		(1,019)		26,301			.0	309	06/01/2043.	1.....
3138W9	A7 5 FN AS0029 - RMBS.....		06/01/2018.	Paydown.....		23,425	23,425	24,966	25,174		(1,749)		(1,749)		23,425		(0)	(0)	344	07/01/2043.	1.....
3138W9	BG 4 FN AS0038 - RMBS.....		06/01/2018.	Paydown.....		45,770	45,770	44,819	44,818		952		952		45,770			.0	481	07/01/2043.	1.....
3138W9	MG 2 FN AS0358 - RMBS.....		06/01/2018.	Paydown.....		48,670	48,670	50,728	50,505		(1,834)		(1,834)		48,670			.0	654	09/01/2043.	1.....
3138WA	WV 5 FN AS1559 - RMBS.....		06/01/2018.	Paydown.....		41,835	41,835	44,182	44,037		(2,202)		(2,202)		41,835			.0	577	01/01/2044.	1.....
3138WA	XQ 5 FN AS1586 - RMBS.....		06/01/2018.	Paydown.....		30,711	30,711	33,173	33,779		(3,068)		(3,068)		30,711		(0)	(0)	451	01/01/2044.	1.....
3138WC	AD 5 FN AS2703 - RMBS.....		06/01/2018.	Paydown.....		67,556	67,556	71,325	71,117		(3,561)		(3,561)		67,556			.0	911	06/01/2044.	1.....
3138WE	BR 9 FN AS4547 - RMBS.....		06/01/2018.	Paydown.....		113,592	113,592	114,497	114,392		(800)		(800)		113,592			.0	1,342	03/01/2045.	1.....
3138WF	LU 8 FN AS5738 - RMBS.....		06/01/2018.	Paydown.....		102,073	102,073	106,331	105,917		(3,844)		(3,844)		102,073			.0	1,151	09/01/2045.	1.....
3138WF	PH 3 FN AS5823 - RMBS.....		06/01/2018.	Paydown.....		63,437	63,437	66,639	66,784		(3,347)		(3,347)		63,437			.0	711	09/01/2045.	1.....
3138WG	5Q 3 FN AS7154 - RMBS.....		06/01/2018.	Paydown.....		58,327	58,327	60,013	59,886		(1,559)		(1,559)		58,327			.0	636	05/01/2046.	1.....
3138WG	BA 1 FN AS6332 - RMBS.....		06/01/2018.	Paydown.....		58,628	58,628	61,807	61,860		(3,232)		(3,232)		58,628		.0	.0	711	12/01/2045.	1.....
3138WG	HD 9 FN AS6527 - RMBS.....		06/01/2018.	Paydown.....		125,271	125,271	134,353	134,574		(9,303)		(9,303)		125,271			.0	1,675	01/01/2046.	1.....
3138WH	GK 2 FN AS7401 - RMBS.....		06/01/2018.	Paydown.....		95,704	95,704	100,654	100,657		(4,953)		(4,953)		95,704			.0	1,359	06/01/2046.	1.....
3138WH	NU 2 FN AS7602 - RMBS.....		06/01/2018.	Paydown.....		54,446	54,446	57,841	57,912		(3,465)		(3,465)		54,446			.0	751	07/01/2046.	1.....
3138X0	Y3 6 FN AU1629 - RMBS.....		06/01/2018.	Paydown.....		46,426	46,426	45,635	45,633		793		793		46,426			.0	462	07/01/2043.	1.....
3138X1	3A 2 FN AU2592 - RMBS.....		06/01/2018.	Paydown.....		55,645	55,644	57,766	57,708		(2,063)		(2,063)		55,644			.0	622	08/01/2043.	1.....
3138X5	JP 3 FN AU5669 - RMBS.....		06/01/2018.	Paydown.....		47,007	47,007	49,718	49,271		(2,264)		(2,264)		47,007			.0	683	09/01/2043.	1.....
3138YD	AB 5 FN AY0001 - RMBS.....		06/01/2018.	Paydown.....		35,555	35,555	38,067	37,742		(2,187)		(2,187)		35,555			.0	512	01/01/2045.	1.....
3138YH	UY 4 FN AY4198 - RMBS.....		06/01/2018.	Paydown.....		60,739	60,739	62,746	62,788		(2,049)		(2,049)		60,739			.0	690	05/01/2045.	1.....
3138YN	LE 5 FN AY8424 - RMBS.....		06/01/2018.	Paydown.....		28,896	28,896	29,871	29,874		(979)		(979)		28,896			.0	331	08/01/2045.	1.....
3138YR	5G 9 FN AZ0846 - RMBS.....		06/01/2018.	Paydown.....		34,605	34,605	36,882	37,118		(2,513)		(2,513)		34,605			.0	529	07/01/2045.	1.....
3138YT	LZ 5 FN AZ2143 - RMBS.....		06/01/2018.	Paydown.....		10,909	10,909	11,228	11,182		(273)		(273)		10,909			.0	146	07/01/2045.	1.....
31393V	PY 1 FHR 2628C OG - CMO/RMBS.....		06/01/2018.	Paydown.....		16,859	16,859	16,909	16,840		19		19		16,859			.0	279	06/15/2033.	1.....
31397Q	EA 2 FNR 10150C PD - CMO/RMBS.....		06/01/2018.	Paydown.....		29,671	29,671	31,275	31,325		(1,654)		(1,654)		29,671			.0	345	10/25/2040.	1.....
31398R	2D 6 FNR 1080A AD - CMO/RMBS.....		06/01/2018.	Paydown.....		23,711	23,711	26,082	25,061		(1,351)		(1,351)		23,711			.0	396	03/25/2039.	1.....
31398V	Y7 5 FHR 3653J JK - CMO/RMBS.....		06/01/2018.	Paydown.....		14,810	14,810	16,111	15,162		(352)		(352)		14,810			.0	247	11/15/2038.	1.....
31401N	ZR 3 FN 713652 - RMBS.....		06/01/2018.	Paydown.....		458	458	452	450		8		8		458			.0	8	06/01/2033.	1.....
31402B	R5 5 FN 724208 - RMBS.....		06/01/2018.	Paydown.....		4,119	4,119	4,150	4,136		(17)		(17)		4,119			.0	75	07/01/2033.	1.....
31402C	XK 3 FN 725282 - RMBS.....		06/01/2018.	Paydown.....		2,454	2,454	2,459	2,454		0		0		2,454			.0	39	03/01/2019.	1.....
31403C	6L 0 FN 745275 - RMBS.....		06/01/2018.	Paydown.....		5,077	5,077	4,898	4,853		224		224		5,077			.0	85	02/01/2036.	1.....
31403D	BY 4 FN 745355 - RMBS.....		06/01/2018.	Paydown.....		4,566	4,566	4,436	4,400		166		166		4,566			.0	76	03/01/2036.	1.....
31403D	DX 4 FN 745418 - RMBS.....		06/01/2018.	Paydown.....		3,609	3,609	3,545	3,523		86		86		3,609			.0	67	04/01/2036.	1.....
31403D	GY 9 FN 745515 - RMBS.....		06/01/2018.	Paydown.....		5,227	5,227	5,126	5,097		130		130		5,227			.0	86	05/01/2036.	1.....
31404N	WB 8 FN 773842 - RMBS.....		06/01/2018.	Paydown.....		206	206	210	209		(3)		(3)		206			.0	4	04/01/2034.	1.....
31404Q	C2 3 FN 775089 - RMBS.....		06/01/2018.	Paydown.....		5,070	5,070	5,109	5,100		(30)		(30)		5,070			.0	113	04/01/2034.	1.....
31404S	TN 5 FN 777357 - RMBS.....		06/01/2018.	Paydown.....		5,404	5,404	5,381	5,383		21		21		5,404			.0	90	05/01/2019.	1.....
31405S	7J 7 FN 798397 - RMBS.....		06/01/2018.	Paydown.....		1,201	1,201	1,215	1,214		(13)		(13)		1,201			.0	22	09/01/2034.	1.....
31407C	BT 3 FN 826350 - RMBS.....		06/01/2018.	Paydown.....		7,991	7,991	7,974	7,960		31		31		7,991			.0	126	07/01/2035.	1.....

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Quarter

QE05.4

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)
31407K	DV 8 FN 832716 - RMBS.....		06/01/2018.	Paydown.....		4,004	4,004	3,825	3,788		217		217		4,004			.0	73	09/01/2035.	1.....
31407X	XZ 9 FN 844096 - RMBS.....		06/01/2018.	Paydown.....		455	455	458	457		(2)		(2)		455			.0	.9	11/01/2035.	1.....
31409C	WR 2 FN 867456 - RMBS.....		06/01/2018.	Paydown.....		562	562	548	542		20		20		562			.0	.11	06/01/2036.	1.....
31409D	NE 9 FN 868089 - RMBS.....		06/01/2018.	Paydown.....		1,918	1,918	1,858	1,831		88		88		1,918			.0	.35	02/01/2036.	1.....
31409G	HK 5 FN 870634 - RMBS.....		06/01/2018.	Paydown.....		3,121	3,121	3,127	3,119		3		3		3,121			.0	.82	07/01/2036.	1.....
3140E4	7D 3 FN BA0891 - RMBS.....		06/01/2018.	Paydown.....		39,987	39,987	42,088	42,049		(2,062)		(2,062)		39,987			.0	.489	01/01/2046.	1.....
3140EU	E3 9 FN BC0153 - RMBS.....		06/01/2018.	Paydown.....		83,625	83,625	89,858	89,803		(6,178)		(6,178)		83,625			.0	1,182	01/01/2046.	1.....
3140FK	S3 5 FN BE0537 - RMBS.....		06/01/2018.	Paydown.....		41,298	41,298	42,033	42,022		(724)		(724)		41,298			.0	.379	11/01/2046.	1.....
3140FM	SZ 0 FN BE2335 - RMBS.....		06/01/2018.	Paydown.....		57,583	57,583	59,036	58,932		(1,349)		(1,349)		57,583			.0	.653	02/01/2047.	1.....
3140FQ	T2 3 FN BE5068 - RMBS.....		06/01/2018.	Paydown.....		51,711	51,711	54,434	54,380		(2,670)		(2,670)		51,711			.0	.662	07/01/2046.	1.....
3140FU	2W 7 FN BE8888 - RMBS.....		06/01/2018.	Paydown.....		33,534	33,534	34,959	34,888		(1,354)		(1,354)		33,534		0	.0	.394	03/01/2047.	1.....
3140GS	PD 8 FN BH4019 - RMBS.....		06/01/2018.	Paydown.....		40,310	40,310	41,332			(1,022)		(1,022)		40,310			.0	.283	09/01/2047.	1.....
3140GU	MA 2 FN BH5752 - RMBS.....		06/01/2018.	Paydown.....		40,712	40,712	41,676	41,675		(963)		(963)		40,712			.0	.468	11/01/2047.	1.....
3140H1	V9 8 FN BJ0639 - RMBS.....		06/01/2018.	Paydown.....		48,808	48,808	50,103			(1,295)		(1,295)		48,808			.0	.188	03/01/2048.	1.....
3140J5	FG 9 FN BM1066 - RMBS.....		06/01/2018.	Paydown.....		56,246	56,246	59,357	59,459		(3,213)		(3,213)		56,246			.0	.776	02/01/2047.	1.....
3140J6	GK 7 FN BM2001 - RMBS.....		06/01/2018.	Paydown.....		40,125	40,125	41,386	41,394		(1,268)		(1,268)		40,125		0	.0	.469	12/01/2046.	1.....
3140Q7	VM 6 FN CA0619 - RMBS.....		06/01/2018.	Paydown.....		34,095	34,095	34,827			(733)		(733)		34,095		0	.0	.60	10/01/2047.	1.....
31410M	YP 9 FN 891818 - RMBS.....		06/01/2018.	Paydown.....		523	523	518	515		8		8		523			.0	.11	07/01/2036.	1.....
31410Q	LX 7 FN 894142 - RMBS.....		06/01/2018.	Paydown.....		1,759	1,759	1,694	1,707		51		51		1,759			.0	.29	10/01/2036.	1.....
31410S	YK 7 FN 896314 - RMBS.....		06/01/2018.	Paydown.....		224	224	221	219		6		6		224			.0	.5	07/01/2036.	1.....
31410X	TJ 5 FN 900653 - RMBS.....		06/01/2018.	Paydown.....		451	451	453	453		(2)		(2)		451			.0	.9	09/01/2036.	1.....
31411F	UW 2 FN 906997 - RMBS.....		06/01/2018.	Paydown.....		1,005	1,005	1,000	1,001		5		5		1,005			.0	.12	05/01/2037.	1.....
31411H	ZJ 2 FN 908945 - RMBS.....		06/01/2018.	Paydown.....		563	563	557	553		9		9		563			.0	.10	12/01/2036.	1.....
31411J	TX 4 FN 909666 - RMBS.....		06/01/2018.	Paydown.....		1,987	1,987	1,954	1,944		43		43		1,987			.0	.36	02/01/2037.	1.....
31411J	WT 9 FN 909758 - RMBS.....		06/01/2018.	Paydown.....		8,988	8,988	9,067	9,050		(62)		(62)		8,988			.0	.145	02/01/2037.	1.....
31411L	YN 5 FN 911617 - RMBS.....		06/01/2018.	Paydown.....		353	353	353	353				0		353			.0	.7	05/01/2037.	1.....
31411W	VB 0 FN 916910 - RMBS.....		06/01/2018.	Paydown.....		9,858	9,858	9,543	9,409		450		450		9,858			.0	.144	05/01/2037.	1.....
31412A	GR 9 FN 919208 - RMBS.....		06/01/2018.	Paydown.....		336	336	331	329		6		6		336			.0	.7	06/01/2037.	1.....
31413F	4G 4 FN 944623 - RMBS.....		06/01/2018.	Paydown.....		3,955	3,955	4,048	4,063		(108)		(108)		3,955		(0)	(0)	.79	07/01/2037.	1.....
31413F	GL 0 FN 944003 - RMBS.....		06/01/2018.	Paydown.....		5,382	5,382	5,345	5,322		60		60		5,382			.0	.86	08/01/2037.	1.....
31414A	EQ 1 FN 960143 - RMBS.....		06/01/2018.	Paydown.....		9,745	9,745	9,760	9,729		16		16		9,745			.0	.184	11/01/2037.	1.....
31414J	TR 4 FN 967760 - RMBS.....		06/01/2018.	Paydown.....		873	873	878	876		(3)		(3)		873			.0	.16	12/01/2037.	1.....
31415X	KP 5 FN 992302 - RMBS.....		06/01/2018.	Paydown.....		633	633	658	671		(38)		(38)		633			.0	.12	01/01/2039.	1.....
31416W	P5 5 FN AB1343 - RMBS.....		06/01/2018.	Paydown.....		18,520	18,520	19,016	18,922		(402)		(402)		18,520			.0	.294	08/01/2040.	1.....
31416X	NQ 9 FN AB2198 - RMBS.....		06/01/2018.	Paydown.....		44,006	44,006	46,576	45,871		(1,865)		(1,865)		44,006			.0	.681	02/01/2041.	1.....
31417A	HS 5 FN AB3831 - RMBS.....		06/01/2018.	Paydown.....		67,863	67,863	72,147	71,516		(3,653)		(3,653)		67,863			.0	.814	11/01/2041.	1.....
31417B	2S 5 FN AB5284 - RMBS.....		06/01/2018.	Paydown.....		52,050	52,050	54,912	54,456		(2,407)		(2,407)		52,050			.0	.646	06/01/2042.	1.....
31417D	U5 0 FN AB6903 - RMBS.....		06/01/2018.	Paydown.....		16,835	16,835	16,893	16,873		(37)		(37)		16,835			.0	.176	11/01/2042.	1.....
31417E	CN 9 FN AB7276 - RMBS.....		06/01/2018.	Paydown.....		20,967	20,967	21,728	21,581		(614)		(614)		20,967			.0	.225	12/01/2042.	1.....
31417F	VH 8 FN AB8715 - RMBS.....		06/01/2018.	Paydown.....		66,701	66,701	65,357	65,317		1,384		1,384		66,701			.0	.693	03/01/2043.	1.....
31417G	2Q 8 FN AB9782 - RMBS.....		06/01/2018.	Paydown.....		40,543	40,543	40,534	40,499		45		45		40,543			.0	.403	07/01/2043.	1.....
31417G	2R 6 FN AB9783 - RMBS.....		06/01/2018.	Paydown.....		52,591	52,591	52,723	52,659		(68)		(68)		52,591			.0	.582	07/01/2043.	1.....

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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	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)	
31417S	XL 9 FN AC6082 - RMBS		06/01/2018	Paydown		14,974	14,974	16,180	16,005		(1,032)		(1,032)		14,974			.0	229	11/01/2024	1	
31417Y	XX 0 FN MA0693 - RMBS		06/01/2018	Paydown		46,726	46,726	50,515	50,851		(4,125)		(4,125)		46,726			.0	694	04/01/2041	1	
31418C	CW 2 FN MA2784 - RMBS		06/01/2018	Paydown		81,190	81,190	84,799	84,923		(3,733)		(3,733)		81,190			.0	1,072	10/01/2046	1	
31418C	NE 0 FN MA3088 - RMBS		06/01/2018	Paydown		67,845	67,845	71,099	71,088		(3,243)		(3,243)		67,845		.0	.0	889	08/01/2047	1	
31418N	Z4 5 FN AD1662 - RMBS		06/01/2018	Paydown		17,417	17,417	18,158	18,031		(613)		(613)		17,417			.0	292	03/01/2040	1	
31419E	BF 5 FN AE3637 - RMBS		06/01/2018	Paydown		35,210	35,210	37,009	36,619		(1,409)		(1,409)		35,210		.0	.0	528	09/01/2040	1	
658207	MA 0 NORTH CAROLINA HSG FIN AGY HOMEOWNERSHIP		06/01/2018	Call @ 100.00		20,000	20,000	20,000	20,000				0		20,000			.0	420	01/01/2030	1FE	
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments						6,042,857	6,042,857	6,295,406	6,143,992	.0	(227,408)	.0	(227,408)	.0	6,042,857	(227,408)	.0	.0	76,884	XXX	XXX
Bonds - Industrial and Miscellaneous																						
00206R	EN 8 AT&T INC		05/23/2018	VARIOUS		1,515,000	1,500,000	1,498,460	1,498,491		.22		.22		1,498,513		1,487	1,487	73,392	08/14/2037	2FE	
023764	AA 1 AMERICAN AIRLINES 2016-2 PASS THROUGH TR		06/15/2018	Paydown		15,600	15,600	15,600	15,600				.0		15,600			.0		12/15/2029	1FE	
02377A	AA 6 AMERICAN AIRLINES PASS THROUGH TRUST SER		04/01/2018	Paydown		40,042	40,042	40,218	40,183		(141)		(141)		40,042			.0		04/01/2028	1FE	
03761U	AG 1 APOLLO INVESTMENT CORP		04/09/2018	KEYBANC CAPITAL MARKETS INC		448,819	447,000	442,722	443,726		104		104		443,829		4,990	4,990	14,211	03/03/2025	2FE	
05582X	AB 8 BMWLT 162 A2A - ABS		06/20/2018	Paydown		377,417	377,417	377,391	377,412		.5		.5		377,417		(0)	(0)	2,152	01/22/2019	1FE	
12593N	AD 9 CNH 15C A3 - ABS		06/15/2018	Paydown		420,288	420,288	420,244	420,274		.14		.14		420,288		(0)	(0)	2,481	11/16/2020	1FE	
12594B	AD 4 CNH 16A A3 - ABS		06/15/2018	Paydown		77,825	77,825	77,805	77,819		.6		.6		77,825		.0	.0	433	04/15/2021	1FE	
12623P	AD 8 CNH 14B A4 - ABS		06/15/2018	Paydown		216,840	216,840	216,765	216,826		.14		.14		216,840			.0	1,218	05/17/2021	1FE	
12624B	AC 0 COMM 12CRE1 A3 - CMBS		05/01/2018	Paydown		18,592	18,592	18,963	18,754		(163)		(163)		18,592			.0	210	05/17/2045	1FM	
12631D	AC 1 COMM 14RE17 A2 - CMBS		06/01/2018	Paydown		48,856	48,856	50,321	49,209		(353)		(353)		48,856			.0	472	05/10/2047	1FM	
12632X	AC 2 CNH 14C A3 - ABS		06/15/2018	Paydown		80,516	80,516	80,513	80,516		.1		.1		80,516		(0)	(0)	394	11/15/2019	1FE	
14313V	AC 8 CARMX 153 A3 - ABS		06/15/2018	Paydown		292,941	292,941	292,923	292,937		.4		.4		292,941		(0)	(0)	1,734	05/15/2020	1FE	
14912L	6L 0 CATERPILLAR FINANCIAL SERVICES CORP		06/16/2018	Maturity @ 100.00		2,000,000	2,000,000	1,999,820	1,999,972		.28		.28		2,000,000			.0	17,000	06/16/2018	1FE	
15200W	AB 1 CNP 4 A2 - ABS		04/15/2018	Paydown		101,265	101,265	101,265	101,265				.0		101,265			.0		10/15/2021	1FE	
17119Y	AD 9 CCART 14B A4 - ABS		04/16/2018	Paydown		38,540	38,540	38,529	38,540		.1		.1		38,540		(0)	(0)	246	12/16/2019	1FE	
247361	ZH 4 DELTA AIR LINES INC		05/23/2018	Paydown		33,151	33,151	33,151	33,151		(1)		(1)		33,151			.0		11/23/2020	1FE	
24736W	AA 8 DELTA AIR LINES INC PASS THROUGH TRUST S		04/15/2018	Paydown		7,515	7,515	7,515	7,515		(0)		(0)		7,515			.0		10/15/2020	1FE	
25243Y	AD 6 DIAGEO CAPITAL PLC	C	04/29/2018	Maturity @ 100.00		2,000,000	2,000,000	1,988,600	1,999,241		.759		.759		2,000,000			.0	11,250	04/29/2018	1FE	
34530Q	AD 2 FORDO 15A A3 - ABS		06/15/2018	Paydown		79,328	79,328	79,322	79,327		.1		.1		79,328			.0	460	09/16/2019	1FE	
34531D	AB 4 FORDL 17B A2A - ABS		06/15/2018	Paydown		42,063	42,063	42,062	42,062		.1		.1		42,063		.0	.0	357	06/15/2020	1FE	
38013M	AB 2 GMALT 172 A2A - ABS		06/20/2018	Paydown		42,502	42,502	42,497	42,499		.2		.2		42,502			.0	289	01/21/2020	1FE	
42824C	AU 3 HEWLETT PACKARD ENTERPRISE CO.		06/29/2018	VARIOUS		221,359	221,000	220,717	220,928		.46		.46		220,975		25	25	4,256	10/05/2018	2FE	
43814K	AD 3 HAROT 151 A4 - ABS		04/16/2018	Paydown		444,351	444,351	444,231	444,333		.18		.18		444,351			.0	1,955	11/16/2020	1FE	
43814M	AC 1 HAROT 153 A3 - ABS		06/18/2018	Paydown		226,891	226,891	226,888	226,890		.0		.0		226,891			.0	1,390	04/18/2019	1FE	
46636D	AE 6 JPMCC 11C4 A3 - CMBS		06/01/2018	Paydown		1,076,764	1,076,764	1,087,528	1,075,774		.990		.990		1,076,764			.0	19,411	07/15/2046	1FM	
46641W	AT 4 JPMBB 14C19 A2 - CMBS		06/01/2018	Paydown		6,287	6,287	6,476	6,332		(45)		(45)		6,287			.0	64	04/17/2047	1FM	
47787U	AD 5 JDOT 15 A3 - ABS		06/15/2018	Paydown		75,165	75,165	75,159	75,164		.0		.0		75,165			.0	480	06/17/2019	1FE	

QE05.5

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During 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	For 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)
617458	AG 9 MSC 11C1 A4 - CMBS		06/01/2018	Paydown		15,720	15,720	16,765	16,052		(332)		(332)		15,720			.0	.274	09/17/2047	1FM
61760V	AN 3 MSC 12C4 A3 - CMBS		06/01/2018	Paydown		57,050	57,050	58,832	57,891		(842)		(842)		57,050			.0	.601	03/17/2045	1FM
61763B	AR 5 MSBAM 13C13 A2 - CMBS		06/01/2018	Paydown		54,799	54,799	56,441	55,064		(265)		(265)		54,799		.0	.0	.566	11/16/2046	1FM
65477X	AB 0 NALT 16B A2A - ABS		06/01/2018	Paydown		156,439	156,439	156,425	156,436		3		3		156,439		.0	.0	.910	12/17/2018	1FE
73755L	AL 1 POTASH CORPORATION OF SASKATCHEWAN INC		04/10/2018	U.S. Bank		747,713	750,000	743,333	745,602		194		194		745,796		1,917	1,917	15,482	03/15/2024	2FE
74153W	BZ 1 PRICOA GLOBAL FUNDING I		05/29/2018	Maturity @ 100.00		325,000	325,000	324,750	324,979		21		21		325,000			.0	2,600	05/29/2018	1FE
85771P	AG 7 STATOIL ASA	C	04/11/2018	JP MORGAN SECURITIES LLC		1,933,680	2,000,000	1,997,468	1,998,698		68		68		1,998,767		(65,087)	(65,087)	36,206	01/17/2023	1FE
872882	AC 9 TSMC GLOBAL LTD	C	04/03/2018	Maturity @ 100.00		2,000,000	2,000,000	2,005,617	2,000,296		(296)		(296)		2,000,000			.0	16,250	04/03/2018	1FE
90290A	AB 3 USAOT 171 A2 - ABS		06/15/2018	Paydown		85,736	85,736	85,734	85,735		1		1		85,736			.0	.561	02/18/2020	1FE
92935J	BC 8 WFRBS 11C2 A4 - CMBS		06/01/2018	Paydown		13,779	13,779	14,053	13,855		(76)		(76)		13,779			.0	.224	02/15/2044	1FM
92938J	AB 8 WFRBS 13UBS1 A2 - CMBS		06/01/2018	Paydown		16,915	16,915	17,422	17,017		(102)		(102)		16,915			.0	.166	03/16/2046	1FM
98160Q	AD 4 WOART 14B A3 - ABS		06/15/2018	Paydown		83,895	83,895	83,884	83,894		2		2		83,895		(0)	(0)	.398	01/15/2020	1FE
98161P	AB 9 WOART 16B A2 - ABS		06/15/2018	Paydown		181,969	181,969	181,951	181,965		4		4		181,969		.0	.0	.903	01/15/2020	1FE
3899999	Total - Bonds - Industrial and Miscellaneous					15,620,610	15,672,040	15,668,360	15,662,225	.0	(306)	.0	(306)	.0	15,661,919	.0	(56,667)	(56,667)	228,998	XXX	XXX
8399997	Total - Bonds - Part 4					21,695,917	21,747,346	21,998,094	21,839,532	.0	(228,581)	.0	(228,581)	.0	21,737,225	.0	(56,667)	(56,667)	306,482	XXX	XXX
8399999	Total - Bonds					21,695,917	21,747,346	21,998,094	21,839,532	.0	(228,581)	.0	(228,581)	.0	21,737,225	.0	(56,667)	(56,667)	306,482	XXX	XXX
Common Stocks - Industrial and Miscellaneous																					
039483	10 2 ARCHER DANIELS MIDLAND ORD		06/01/2018	INSTINET		30,494,000	1,336,413	XXX	1,260,603				.0		1,260,603		75,810	75,810	20,391	XXX	L
053015	10 3 AUTOMATIC DATA PROCESSING ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		1,240,000	164,297	XXX	138,777				.0		138,777		25,519	25,519	.781	XXX	L
110122	10 8 BRISTOL MYERS SQUIBB ORD		06/01/2018	INSTINET		19,121,000	1,014,268	XXX	1,222,456				.0		1,222,456		(208,188)	(208,188)	7,648	XXX	L
126650	10 0 CVS HEALTH ORD		06/01/2018	INSTINET		18,648,000	1,191,209	XXX	1,306,522				.0		1,306,522		(115,312)	(115,312)	9,324	XXX	L
12673P	10 5 CA ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		208,000	7,474	XXX	7,308				.0		7,308		.166	.166		XXX	L
30231G	10 2 EXXON MOBIL ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		1,009,000	82,538	XXX	89,397	5,005			5,005		89,397		(6,859)	(6,859)	.777	XXX	L
437076	10 2 HOME DEPOT ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		123,000	23,027	XXX	10,933	(12,379)			(12,379)		10,933		12,094	12,094	.127	XXX	L
458140	10 0 INTEL ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		2,843,000	161,711	XXX	79,433	(51,799)			(51,799)		79,433		82,277	82,277	1,706	XXX	L
459200	10 1 INTERNATIONAL BUSINESS MACHINES ORD		06/11/2018	BARCLAYS CAPITAL INC./LE		8,106,000	1,150,805	XXX	1,293,142	49,515			49,515		1,293,142		(142,337)	(142,337)	25,926	XXX	L
56585A	10 2 MARATHON PETROLEUM ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		3,652,000	298,053	XXX	241,696				.0		241,696		56,358	56,358	1,680	XXX	L
58933Y	10 5 MERCK & CO ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		2,030,000	122,768	XXX	66,182	(48,046)			(48,046)		66,182		56,586	56,586	1,949	XXX	L
74005P	10 4 PRAXAIR ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		355,000	55,857	XXX	54,657				.0		54,657		1,201	1,201	.293	XXX	L
882508	10 4 TEXAS INSTRUMENTS ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		327,000	37,364	XXX	13,407	(20,745)			(20,745)		13,407		23,957	23,957	.405	XXX	L
907818	10 8 UNION PACIFIC ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		1,017,000	149,531	XXX	130,582				.0		130,582		18,949	18,949	.744	XXX	L
911312	10 6 UNITED PARCEL SERVICE CL B ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		1,143,000	133,613	XXX	115,900	(20,288)			(20,288)		115,900		17,713	17,713	1,040	XXX	L
918204	10 8 VF ORD		06/01/2018	BARCLAYS CAPITAL INC./LE		1,145,000	93,073	XXX	93,945				.0		93,945		(872)	(872)	.527	XXX	L
91913Y	10 0 VALERO ENERGY ORD		06/05/2018	BARCLAYS CAPITAL INC./LE		3,444,000	426,671	XXX	216,203	(100,335)			(100,335)		216,203		210,468	210,468	4,035	XXX	L
9099999	Total - Common Stocks - Industrial and Miscellaneous					6,448,672	XXX	6,341,143	2,081,826	(199,073)	.0	.0	(199,073)	.0	6,341,143	.0	107,529	107,529	77,354	XXX	XXX
9799997	Total - Common Stocks - Part 4					6,448,672	XXX	6,341,143	2,081,826	(199,073)	.0	.0	(199,073)	.0	6,341,143	.0	107,529	107,529	77,354	XXX	XXX
9799999	Total - Common Stocks					6,448,672	XXX	6,341,143	2,081,826	(199,073)	.0	.0	(199,073)	.0	6,341,143	.0	107,529	107,529	77,354	XXX	XXX
9899999	Total - Preferred and Common Stocks					6,448,672	XXX	6,341,143	2,081,826	(199,073)	.0	.0	(199,073)	.0	6,341,143	.0	107,529	107,529	77,354	XXX	XXX
9999999	Total - Bonds, Preferred and Common Stocks					28,144,589	XXX	28,339,238	23,921,358	(199,073)	(228,581)	.0	(427,654)	.0	28,078,368	.0	50,862	50,862	383,836	XXX	XXX

QE056

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

Sch. DB - Pt. A - Sn. 1
NONE

Sch. DB - Pt. B - Sn. 1
NONE

Sch. DB - Pt. D - Sn. 1
NONE

Sch. DB - Pt. D - Sn. 2
NONE

Sch. DL - Pt. 1
NONE

Sch. DL - Pt. 2
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
JPMorgan Chase Bank..... Lexington KY.....					7,048,293	8,084,739	8,336,232	XXX
0199998. Deposits in.....5 depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories.....	XXX	XXX	598		214,583	204,139	223,275	XXX
0199999. Total Open Depositories.....	XXX	XXX	598	0	7,262,876	8,288,878	8,559,506	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	598	0	7,262,876	8,288,878	8,559,506	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	XXX	93	31	34	XXX
0599999. Total Cash.....	XXX	XXX	598	0	7,262,969	8,288,909	8,559,540	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 CUSIP	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Amount Received During Year
Exempt Money Market Mutual Funds as Identified by the SVO								
31846V 56 7	FIRST AMER:GVT OBLG:Z.....		06/29/2018.....	1.790		25,146,427	28,658	59,957
8599999. Total - Exempt Money Market Mutual Funds as Identified by the SVO.....						25,146,427	28,658	59,957
8899999. Total - Cash Equivalents.....						25,146,427	28,658	59,957

QE13