

Exhibit A

**Annual Statement**  
**The Home Insurance Company**  
**December 31, 2002**  
(Unaudited)

**Net Admitted Assets**

Bonds	\$	122,341,891
Preferred Stocks		10,572,940
Mortgage loans (first lien)		-
Common Stocks		66,126,194
Cash and Short Term Investments		42,272,489
Other Invested Assets		232,588,256
Receivable for securities		-
Portfolio Swap		8,309,000
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Subtotal	\$	482,210,770
Premium and agents balances in course of collection		6,977,152
Premium and agents balances booked but deferred and not yet due		6,961
Accrued retrospective premiums		21,993,405
Funds held or deposited with reinsured companies		79,588,023
Reinsurance Recoverables on loss and loss adjustment payments		59,644,070
Electronic data processing equipment and software		364,181
Interest, dividends and real estate due and accrued		2,285,174
Other Assets		14,462,753
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Total Assets	\$	667,532,489

**Liabilities, Surplus and Other Funds**

Losses and Loss Adjustment Expenses	\$	1,264,416,654
Reinsurance payable on paid loss and loss expenses		12,156,524
Other expenses (excluding taxes, licenses and fees)		8,064,108
Taxes, licenses and fees (excluding federal and foreign income taxes)		6,212,178
Federal and Foreign income taxes		100,000
Unearned Premiums		9,736
Ceded reinsurance premiums payable (net of ceding commissions)		686,862
Funds held by company under reinsurance treaties		207,908
Provision for reinsurance		11,257,029
Net adjustments in assets and liabilities due to foreign exchange rates		14,762,338
Drafts Outstanding		8,866,497
Payable to parent, subsidiaries and affiliates		17,146,101
Other Liabilities		16,066,585
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Total liabilities	\$	1,359,952,520

Aggregate Write Ins - Non Tabular Discount

Common Stock	4,200,000	
Gross Paid in and Contributed Surplus	1,116,737,055	
Unassigned Surplus	(1,813,357,086)	
Surplus as Regards Policyholders		<hr/> (692,420,031)
Total Liabilities & Surplus As Regards Policyholders	\$	667,532,489