

**QUARTERLY STATEMENT**AS OF SEPTEMBER 30, 2009
OF THE CONDITION AND AFFAIRS OF THE**LUMBERMENS MUTUAL CASUALTY COMPANY**

NAIC Group Code	0108 (Current Period)	0108 (Prior Period)	NAIC Company Code	22977	Employer's ID Number	36-1410470
Organized under the Laws of	Illinois		State of Domicile or Port of Entry	Illinois		
Country of Domicile	United States					
Incorporated/Organized	11/18/1912		Commenced Business	11/25/1912		
Statutory Home Office	1 Kemper Drive (Street and Number)		Long Grove, IL 60049-0001 (City or Town, State and Zip Code)			
Main Administrative Office	1 Kemper Drive (Street and Number)		Long Grove, IL 60049-0001 (City or Town, State and Zip Code)		847-320-2000 (Area Code) (Telephone Number)	
Mail Address	1 Kemper Drive (Street and Number or P.O. Box)		Long Grove, IL 60049-0001 (City or Town, State and Zip Code)		Long Grove, IL 60049-0001 (City or Town, State and Zip Code)	
Primary Location of Books and Records	1 Kemper Drive (Street and Number)		Long Grove, IL 60049-0001 (City or Town, State and Zip Code)		847-320-3127 (Area Code) (Telephone Number)	
Internet Web Site Address	www.kemperinsurance.com					
Statutory Statement Contact	Fredrick Thomas Griffith (Name)		847-320-3127 (Area Code) (Telephone Number) (Extension)		847-320-3818 (Fax Number)	
	Fred.Griffith@kemperinsurance.com (E-Mail Address)					

OFFICERS

Name	Title	Name	Title
Douglas Sean Andrews	President and CEO	John Keating Conway	Secretary
Frederick Thomas Griffith	Chief Financial Officer	Geoffrey Andrew Cooke	Treasurer

OTHER OFFICERS

Barbara Kay Murray #	Senior Vice President	Benjamin David Schwartz	Senior Vice President
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DIRECTORS OR TRUSTEES

Douglas Sean Andrews	Peter Bannerman Hamilton	George Ralph Lewis	Arthur James Massolo
David Barrett Mathis			

State of Illinois.....

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County of Lake.....

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.

Douglas Sean Andrews
President and CEOJohn Keating Conway
SecretaryFredrick Thomas Griffith
Chief Financial Officer

a. Is this an original filing? Yes [X] No []

b. If no,

1. State the amendment number _____

2. Date filed _____

3. Number of pages attached _____

Subscribed and sworn to before me this
11th day of November, 2009

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	846,210,327		846,210,327	1,020,334,355
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	72,989,119		72,989,119	69,745,008
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$ 3,895,154), cash equivalents (\$ 0) and short-term investments (\$ 38,958,269)	42,853,423		42,853,423	86,360,358
6. Contract loans (including \$ premium notes)	5,724,282		5,724,282	5,966,691
7. Other invested assets				
8. Receivables for securities			0	0
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	967,777,151	0	967,777,151	1,182,406,412
11. Title plants less \$ charged off (for Title insurers only)			0	0
12. Investment income due and accrued	6,700,613		6,700,613	9,234,897
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	8,267,460	5,734,465	2,532,995	3,923,601
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	9,511,473	80,397	9,431,076	11,054,085
13.3 Accrued retrospective premiums	11,074,101	240,616	10,833,485	17,251,970
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	87,500,810		87,500,810	85,675,362
14.2 Funds held by or deposited with reinsured companies	11,750,212		11,750,212	12,246,065
14.3 Other amounts receivable under reinsurance contracts			0	0
15. Amounts receivable relating to uninsured plans			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon	271,989		271,989	623,957
16.2 Net deferred tax asset	746,288,981	746,288,981	0	0
17. Guaranty funds receivable or on deposit			0	0
18. Electronic data processing equipment and software			0	0
19. Furniture and equipment, including health care delivery assets (\$)			0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
21. Receivables from parent, subsidiaries and affiliates	2,413,306	1,343,684	1,069,622	278,250
22. Health care (\$) and other amounts receivable			0	0
23. Aggregate write-ins for other than invested assets	79,857,521	7,603,092	72,254,429	85,177,651
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	1,931,413,617	761,291,235	1,170,122,382	1,407,872,250
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
26. Total (Lines 24 and 25)	1,931,413,617	761,291,235	1,170,122,382	1,407,872,250
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. Amounts receivable under high deductible policies	10,644,891	3,876,633	6,768,258	11,088,052
2302. Advance to claims service provider	8,213,450		8,213,450	8,334,447
2303. Reinsurance accounted for as a deposit	352,296		352,296	599,510
2398. Summary of remaining write-ins for Line 23 from overflow page	60,646,884	3,726,459	56,920,425	65,155,642
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	79,857,521	7,603,092	72,254,429	85,177,651

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ 1,642,000)	.714,587,589	.819,591,888
2. Reinsurance payable on paid losses and loss adjustment expenses	.15,079,766	.16,041,492
3. Loss adjustment expenses	.212,187,982	.220,807,031
4. Commissions payable, contingent commissions and other similar charges	-(664,187)	.500,233
5. Other expenses (excluding taxes, licenses and fees)	.11,176,914	.14,270,656
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	.32,556,668	.33,073,387
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	0	0
7.2 Net deferred tax liability	0	0
8. Borrowed money \$ and interest thereon \$	0	0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ 1,495,335 and including warranty reserves of \$ 161,212)	.2,855,636	.3,663,958
10. Advance premium	0	0
11. Dividends declared and unpaid:		
11.1 Stockholders	0	0
11.2 Policyholders	0	0
12. Ceded reinsurance premiums payable (net of ceding commissions)	.3,631,898	.960,829
13. Funds held by company under reinsurance treaties	.3,381,174	.2,741,570
14. Amounts withheld or retained by company for account of others	.76,313,131	.124,464,509
15. Remittances and items not allocated	.5,361,172	.12,676,987
16. Provision for reinsurance	0	0
17. Net adjustments in assets and liabilities due to foreign exchange rates	.585,441	.1,485,005
18. Drafts outstanding	0	0
19. Payable to parent, subsidiaries and affiliates	0	0
20. Payable for securities	0	0
21. Liability for amounts held under uninsured plans	0	0
22. Capital notes \$ and interest thereon \$	0	0
23. Aggregate write-ins for liabilities	41,646,194	44,422,490
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	1,118,699,378	1,294,700,035
25. Protected cell liabilities	0	0
26. Total liabilities (Lines 24 and 25)	1,118,699,378	1,294,700,035
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	0	0
29. Preferred capital stock	0	0
30. Aggregate write-ins for other than special surplus funds	.1,500,000	.1,500,000
31. Surplus notes	.698,355,598	.698,355,598
32. Gross paid in and contributed surplus	0	0
33. Unassigned funds (surplus)	(648,432,594)	(586,683,383)
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)	0	0
34.2 shares preferred (value included in Line 29 \$)	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	51,423,004	113,172,215
36. TOTALS	1,170,122,382	1,407,872,250
DETAILS OF WRITE-INS		
2301. Accounts payable and other liabilities	.41,646,194	44,422,490
2302.	0	0
2303.	0	0
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	41,646,194	44,422,490
2701.	0	0
2702.	0	0
2703.	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001. Guaranty fund	.1,500,000	.1,500,000
3002.	0	0
3003.	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	1,500,000	1,500,000

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

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 \$(4,402,413))	(3,994,339)	1,122,140	1,436,126
1.2 Assumed (written \$7,705,273)	8,588,963	1,736,369	3,680,169
1.3 Ceded (written \$202,757)	686,199	(2,929,434)	(2,730,515)
1.4 Net (written \$3,100,103)	3,908,425	5,787,943	7,846,810
DEDUCTIONS:			
2. Losses incurred (current accident year \$2,068,000):			
2.1 Direct	31,268,672	17,778,376	20,602,716
2.2 Assumed	40,030,289	110,365,033	169,174,871
2.3 Ceded	29,329,585	40,554,445	74,106,197
2.4 Net	41,969,376	87,588,964	115,671,390
3. Loss adjustment expenses incurred	39,295,290	(32,253,495)	(13,707,489)
4. Other underwriting expenses incurred	31,999,933	45,241,434	61,790,049
5. Aggregate write-ins for underwriting deductions	0	(2,000,000)	(2,000,000)
6. Total underwriting deductions (Lines 2 through 5)	113,264,599	98,576,903	161,753,950
7. Net income of protected cells	0	0	0
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(109,356,174)	(92,788,960)	(153,907,140)
INVESTMENT INCOME			
9. Net investment income earned	26,821,992	36,707,872	49,128,461
10. Net realized capital gains (losses) less capital gains tax of \$	72,900	5,536,066	10,347,261
11. Net investment gain (loss) (Lines 9 + 10)	26,894,892	42,243,938	59,475,722
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$41,336 amount charged off \$(3,805,975))	3,847,311	(6,309,996)	(5,659,416)
13. Finance and service charges not included in premiums	0	0	0
14. Aggregate write-ins for miscellaneous income	6,968,673	3,303,126	4,675,626
15. Total other income (Lines 12 through 14)	10,815,984	(3,006,870)	(983,790)
16. Net income before dividends to policyholders after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(71,645,298)	(53,551,892)	(95,415,208)
17. Dividends to policyholders	1,851,990	(1,635,767)	(5,727,457)
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)	(73,497,288)	(51,916,125)	(89,687,751)
19. Federal and foreign income taxes incurred	(456,043)	(1,104,178)	(10,003,154)
20. Net income (Line 18 minus Line 19)(to Line 22)	(73,041,245)	(50,811,947)	(79,684,597)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	113,172,215	150,664,386	150,664,386
22. Net income (from Line 20)	(73,041,245)	(50,811,947)	(79,684,597)
23. Net transfers (to) from Protected Cell accounts	0	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	5,477,646	18,437,803	11,586,654
25. Change in net unrealized foreign exchange capital gain (loss)	899,565	(822,082)	(1,638,231)
26. Change in net deferred income tax	23,080,565	11,836,754	18,162,229
27. Change in nonadmitted assets	(20,271,290)	(86,706)	2,235,984
28. Change in provision for reinsurance	0	0	0
29. Change in surplus notes	0	0	0
30. Surplus (contributed to) withdrawn from protected cells	0	0	0
31. Cumulative effect of changes in accounting principles	0	0	0
32. Capital changes:			
32.1 Paid in	0	0	0
32.2 Transferred from surplus (Stock Dividend)	0	0	0
32.3 Transferred to surplus	0	0	0
33. Surplus adjustments:			
33.1 Paid in	0	0	0
33.2 Transferred to capital (Stock Dividend)	0	0	0
33.3 Transferred from capital	0	0	0
34. Net remittances from or (to) Home Office	0	0	0
35. Dividends to stockholders	0	0	0
36. Change in treasury stock	0	0	0
37. Aggregate write-ins for gains and losses in surplus	2,105,548	9,604,445	11,845,790
38. Change in surplus as regards policyholders (Lines 22 through 37)	(61,749,211)	(11,841,733)	(37,492,171)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	51,423,004	138,822,653	113,172,215
DETAILS OF WRITE-INS			
0501. Change in premium deficiency reserve	0	(2,000,000)	(2,000,000)
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	(2,000,000)	(2,000,000)
1401. Other income	6,968,673	3,303,126	4,675,626
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	6,968,673	3,303,126	4,675,626
3701. Provision for uncollectible reinsurance	2,105,548	9,604,445	11,845,790
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)	2,105,548	9,604,445	11,845,790

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	12,996,956	27,104,642
2. Net investment income.....	31,619,003	53,030,312
3. Miscellaneous income	11,311,837	(1,661,769)
4. Total (Lines 1 to 3)	55,927,796	78,473,185
5. Benefit and loss related payments	149,760,849	144,900,791
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	84,696,650	160,606,148
8. Dividends paid to policyholders	(4,667,954)	(5,635,986)
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	(808,009)	(3,299,370)
10. Total (Lines 5 through 9)	228,981,536	296,571,583
11. Net cash from operations (Line 4 minus Line 10)	(173,053,740)	(218,098,398)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	410,059,736	667,982,986
12.2 Stocks	83,067	9,862,148
12.3 Mortgage loans	0	0
12.4 Real estate	0	59,500
12.5 Other invested assets	500,462	866,638
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments57	(118,916)
12.7 Miscellaneous proceeds	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	410,643,322	678,652,356
13. Cost of investments acquired (long-term only):		
13.1 Bonds	238,190,821	544,635,925
13.2 Stocks	0	0
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	238,190,821	544,635,925
14. Net increase (or decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	172,452,501	134,016,431
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	0	0
16.6 Other cash provided (applied).....	(42,905,696)	14,680,809
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(42,905,696)	14,680,809
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(43,506,935)	(69,401,158)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	86,360,358	155,761,516
19.2 End of period (Line 18 plus Line 19.1)	42,853,423	86,360,358

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

No change.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

No change.

3. BUSINESS COMBINATIONS AND GOODWILL

No change.

4. DISCONTINUED OPERATIONS

No change.

5. INVESTMENTS

The fair values of the Company's bonds have been determined using quoted market prices from an orderly market at the reporting date for those or similar investments. If quoted market prices from an orderly market are not available, the fair value is determined using an income approach valuation technique (present value using the discount rate adjustment technique) that considers, among other things, interest rates, the issuer's credit spread, prepayments, performance of the underlying collateral for loan-backed securities, and illiquidity by sector and maturity.

The statement value and fair value of bonds at September 30, 2009 were as follows:

	Statement value	Gross unrealized gains	Gross unrealized losses	Fair value
(In thousands)				
U.S. Treasury securities and obligations of U.S. government corporations and agencies	\$ 140,062	7,229	0	147,291
State, political subdivision, and special revenue obligations	23,554	516	(119)	23,951
Corporate securities	439,741	11,086	(18,657)	432,170
Asset-backed securities	28,828	83	(225)	28,686
Mortgage-backed securities	214,025	3,080	(3,240)	213,865
Total bonds	\$ 846,210	21,994	(22,241)	845,963

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

In performing its other-than-temporary impairment reviews, the Company, in consultation with its engaged portfolio manager, considers the relevant facts and circumstances relating to each investment and exercises judgment in determining whether a bond is other-than-temporarily impaired. Among the factors considered are whether the decline in fair value results from fundamental credit problems of the issuer, or from a downward movement in the market as a whole, and the likelihood of recovering the carrying value based on the current and short-term prospects of the issuer. Unrealized losses are determined to be temporary where such losses are primarily the result of market conditions, such as increasing interest rates, unusual market volatility, or industry-related events, and where the Company also believes it is probable that the Company will be able to collect all amounts when due in accordance with the contractual terms of the investment and, furthermore, has the intent and ability to hold the investment until maturity or the market recovery.

The bonds shown in the table below, nearly all of which are rated "A" or better, or are U.S. government agency mortgage-backed obligations and, therefore, have minimal credit risk, are subject to normal market fluctuations. Based on the Company's evaluation of the bonds shown in the table below and the Company's intent and ability to hold these securities until they mature or recover in value, the Company does not consider the bonds to be other-than-temporarily impaired at September 30, 2009.

The risks inherent in reviewing the impairment of any investment include the risk that market results may differ from expectations; facts and circumstances may change in the future and differ from estimates and assumptions; or the Company may later decide to sell the security and realize a loss as a

NOTES TO FINANCIAL STATEMENTS

result of changes in the specific facts and circumstances surrounding a bond, or the outlook for its industry sector or the economy.

As of September 30, 2009, the gross unrealized losses segregated between those that were in a loss position for more than twelve months and those that were in a loss position for less than twelve months were as follows:

	Number of issues		Gross unrealized losses		Fair Value
(In thousands)					
Bonds in a loss position more than 12 months:					
State, political subdivision, and special revenue obligations	1	\$	(113)		4,168
Corporate securities ¹	4		(18,657)		158,509
Asset-backed securities	2		(225)		3,210
Mortgage-backed securities	4		(3,154)		26,205
	11		(22,149)		192,092
Bonds in a loss position less than 12 months:					
State, political subdivision, and special revenue obligations	1		(6)		635
Mortgage-backed securities	8		(86)		30,042
	9		(92)		30,677
Total bonds in a loss position	20	\$	(22,241)		222,769

¹ Includes three Berkshire Hathaway Group (Berkshire) (which is rated "AA") bonds with gross unrealized losses of \$17.9 million and fair values of \$151.2 million at September 30, 2009.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

No change.

7. INVESTMENT INCOME

No change.

8. DERIVATIVE INSTRUMENTS

No change.

9. INCOME TAXES

A. The components of the Company's net deferred tax asset are as follows:

		September 30, 2009		December 31, 2008
(in thousands)				
Total of gross deferred tax assets	\$	749,377		726,296
Total of deferred tax liabilities		3,088		3,088
Net deferred tax asset		746,289		723,208
Deferred tax asset nonadmitted		746,289		723,208
Net admitted deferred tax asset		0		0
Increase in nonadmitted asset	\$	(23,081)		

C2. The change in net deferred income taxes is comprised of the following:

		September 30, 2009		December 31, 2008		Change
(in thousands)						
Total deferred tax assets	\$	749,377		726,296	\$	23,081

NOTES TO FINANCIAL STATEMENTS

Total deferred tax liabilities		3,088	3,088	0
Net deferred tax asset	\$	746,289	723,208	23,081
Tax effect of unrealized gains (losses)				0
Changes in net deferred income tax				\$ 23,081

D. The provision for Federal and foreign income taxes incurred plus the change in deferred income taxes is different from that which would be obtained by applying the statutory Federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

		September 30, 2009
		(in thousands)
Provision computed at statutory rate	\$	(25,724)
Receivables		2,187
Total	\$	(23,537)
Federal and foreign income taxes incurred	\$	(456)
Change in net deferred income taxes		(23,081)
Total statutory income taxes	\$	(23,537)

F. No change.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AND AFFILIATES

No change.

11. DEBT

No change.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

No change.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

Each payment of interest on and repayment of principal of the surplus notes issued by the Company in 1996 and 1997 may be made only with the prior approval of the Director of the Illinois Department of Insurance (the "Department of Insurance"), which approval will only be granted if, in the judgment of the Director, the financial condition of the Company warrants the making of such payments and the Company's policyholders' surplus reflects sufficient funds to cover the amount of such payment. All payments of interest scheduled since January 1, 2003 have not been paid due to disapprovals by the Director based on the Company's financial condition. The cumulative amount of interest that was scheduled to be paid but is unpaid, plus the amount otherwise accruing in the third quarter of 2009 for which scheduled interest payment dates have not yet arrived, totaled \$418,225,000 as of September 30, 2009. In accordance with statutory accounting principles, this total amount is not reflected as a liability on the Company's statutory statement of assets, liabilities, surplus and other funds as of September 30, 2009. On May 7, 2009, the Department of Insurance disapproved the payments of interest due on June 1, 2009 and July 1, 2009 (and all previously disapproved interest payments) on the \$400,000,000 9.15% Surplus Notes due on July 1, 2026, the \$200,000,000 8.30% Surplus Notes due on December 1, 2037, and the \$100,000,000 8.45% Surplus Notes due on December 1, 2097.

14. CONTINGENCIES

The Company has continued to experience adverse development in its liabilities for loss and loss adjustment expenses ("LAE"). See Note 24.

15. LEASES

No change.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

No change.

NOTES TO FINANCIAL STATEMENTS

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES
No change.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS
No change.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS
No change.

20. OTHER ITEMS
No change.

21. EVENTS SUBSEQUENT
No change.

22. REINSURANCE
No change.

23. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION
No change.

24. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Activity in the liabilities for losses and LAE is summarized as follows:

	2009	2008
	(in thousands)	
Balance as of January 1, net of reinsurance recoverables of \$879,068 in 2009 and \$1,135,204 in 2008	\$ 1,040,399	\$ 1,237,397
Incurred related to:		
Current accident year	2,455	4,309
Prior accident years	78,810	97,655
Total incurred	81,265	101,964
Paid related to:		
Current accident year	(517)	(1,358)
Prior accident years	(194,371)	(297,604)
Total paid	(194,888)	(298,962)
Balance as of September 30, 2009 and December 31, 2008, net of reinsurance recoverables of \$798,894 in 2009 and \$879,068 in 2008	\$ 926,776	\$ 1,040,399

The incurred loss and LAE reserves related to prior accident years increased on a net basis by \$78.8 million for the nine months ended September 30, 2009 and \$97.6 million for the year ending December 31, 2008.

The prior year development at 9/30/2009 is due to:

1. Nominal adverse loss and LAE reserve development of \$55.6 million comprised of (a) a \$65.2 million increase arising primarily from deterioration in workers' compensation, other liability, commercial multi-peril ("CMP"), and commercial auto liability that was offset partially by favorable development in nonproportional reinsurance liability, products liability, and special liability; (b) a \$12.7 million gross-up of accident and health ("A&H") reserves that were previously booked net of tabular discount; and (c) a \$22.3 million decrease arising from novations and commutations; and
2. A reduction of discount of \$23.2 million comprised of (a) a \$28.4 million decrease for anticipated amortization of discount; (b) a \$2.1 million increase due to nominal reserve strengthening; (c) a \$12.7 million increase of A&H tabular discount that was previously booked net of tabular discount; and (d) a \$9.6 million reduction associated with novations and commutations.

NOTES TO FINANCIAL STATEMENTS

The prior year development of \$97.7 million for the year ended 2008 is due to:

1. Nominal adverse loss and LAE reserve development of \$33.0 million comprised of (a) a \$123.9 million increase arising primarily from deterioration in workers' compensation, other liability (including a reclassification of excess workers' compensation), products liability, CMP, and personal lines that was offset partially by favorable development in commercial auto liability and surety; and (b) a \$90.9 million decrease arising from novations and commutations; and
2. A reduction of discount of \$64.6 million comprised of (a) a \$48.0 million decrease for anticipated amortization of discount; (b) a \$16.0 million increase due to nominal reserve strengthening; and (c) a \$32.6 million reduction associated with novations and commutations.

The Company plans to complete another actuarial review of its loss and LAE reserves in connection with preparation of its year-end 2009 financial statements. No assurance can be given as to the outcome of such reviews.

25. INTERCOMPANY POOLING ARRANGEMENTS

No change.

26. STRUCTURED SETTLEMENTS

No change.

27. HEALTH CARE RECEIVABLES

No change.

28. PARTICIPATING POLICIES

No change.

29. PREMIUM DEFICIENCY RESERVES

No change.

30. HIGH DEDUCTIBLE

No change.

31. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSE

No change.

32. ASBESTOS/ENVIRONMENTAL RESERVES

No change.

33. SUBSCRIBER SAVINGS ACCOUNT

No change.

34. MULTIPLE PERIL CROP INSURANCE

No change.

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted.)

**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. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes No [X]

If yes, complete the Schedule Y - Part 1 - organizational chart.

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 the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes No [] NA [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. 12/31/2005

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. 12/31/2005

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). 07/11/2007

6.4 By what department or departments?

Illinois.....

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes No [] NA []

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes No [] NA []

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes No [X]

7.2 If yes, give full information:

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes No [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 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 Office of Thrift Supervision (OTS), 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 OTS	6 FDIC	7 SEC

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY**GENERAL INTERROGATORIES**

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?..... 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)......

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?..... Yes [X] No []

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:..... \$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: \$5,315,221

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

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No []

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$68,938,419	\$72,261,328
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$0
14.26 All Other	\$5,315,221	\$5,315,221
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$74,253,640	\$77,576,549
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?..... Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?..... Yes [] No []
If no, attach a description with this statement.

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

GENERAL INTERROGATORIES

16. 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 3, III Conducting Examinations, F - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?.....

Yes [X] No []

16.1 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
BNY Mellon Trust Company of Illinois.....	2 North LaSalle St., Suite 1020, Chicago, IL 60602.....

16.2 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)
.....

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?.....

Yes [] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
109875.....	Asset Allocation & Management Company, L.L.C.....	30 North LaSalle St., 35th Floor, Chicago, IL 60602.....

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

Yes [X] No []

17.2 If no, list exceptions:

.....

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted.)

**PART 2
PROPERTY & CASUALTY INTERROGATORIES**

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [X] NA []

If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other 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 [X] No []

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Discount 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
1.Homeowners/Farmowners		.4.200			.65,174	.65,174			-(19,476)	-(19,476)
2.Private Passenger Auto Liability		.4.200			843,014	843,014			-(161,340)	-(161,340)
3.Commercial Auto Liability		.4.200			8,446,967	8,446,967			-(21,807)	-(21,807)
4.Workers' Compensation		.4.200			131,414,487	131,414,487			-(18,696,027)	-(18,696,027)
5.Commercial Multiple Peril		.4.200			11,817,623	11,817,623			-(1,630,430)	-(1,630,430)
6.Medical Malpractice-Occurrence		.4.200			8,270	8,270			326	326
7.Medical Malpractice-Claims Made		.4.200			9,520	9,520			-(1,728)	-(1,728)
8.Special Liability		.4.200			917,879	917,879			-(150,690)	-(150,690)
9.Other Liability-Occurrence		.4.200			37,812,237	37,812,237			158,424	158,424
10.Other Liability-Claims Made		.4.200			4,341,579	4,341,579			466,448	466,448
11.Special Property		.4.200			(67,796)	(67,796)			-(21,453)	-(21,453)
12.Auto Physical Damage		.4.200			(842)	(842)			-(187)	-(187)
13.Fidelity/Surety		.4.200			2,422,412	2,422,412			1,197,864	1,197,864
14.Other		.4.200			9,261,359	9,261,359			9,321,534	9,321,534
17.Reinsurance Nonproportional		.4.200			12,372,067	12,372,067			-(1,464,218)	-(1,464,218)
19.Product Liability-Occurrence		.4.200			7,617,114	7,617,114			-(3,107,367)	-(3,107,367)
20.Product Liability-Claims Made		.4.200			4,224	4,224			.4,224	.4,224
22.Warranty		.4.200			1,812	1,812			73,912	73,912
			TOTAL	0	227,287,100	227,287,100		0	0	(14,051,991)

SCHEDULE F—CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

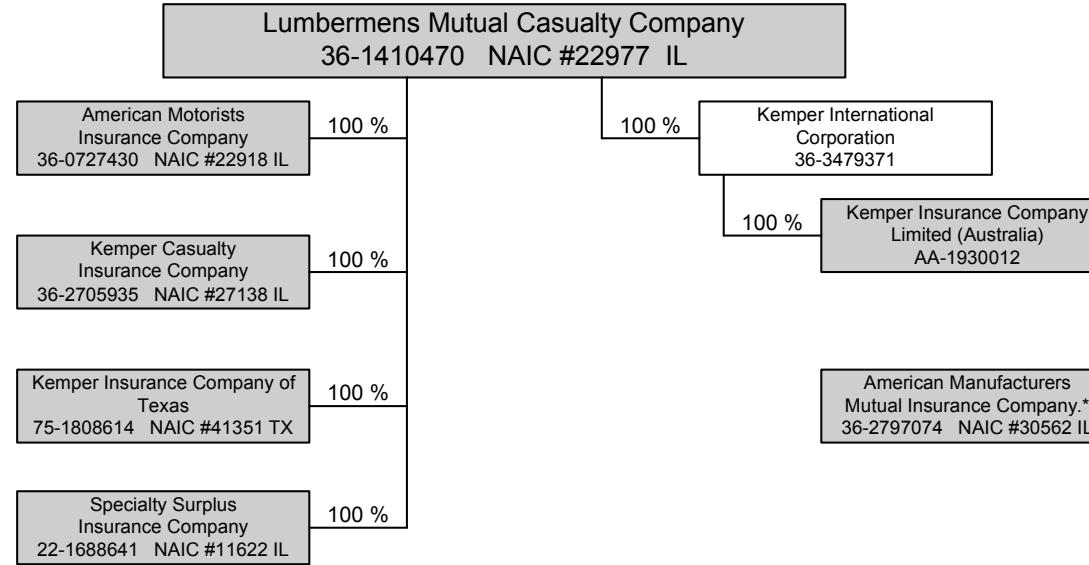
Current Year to Date - Allocated by States and Territories

States, etc.	1 Active Status	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	7,821	.5,507	.924,682	526,595	5,729,160	9,173,597
2. Alaska	AK	1,727	.418	(594,750)	1,465,080	1,353,916	1,179,145
3. Arizona	AZ	(15,255)	(8,418)	3,098,614	.38,568	9,465,030	13,723,561
4. Arkansas	AR	(35,170)	.24	2,333,636	(1,179,562)	983,734	3,264,820
5. California	CA	1,501,978	185,784	13,114,965	21,392,474	86,398,902	73,811,630
6. Colorado	CO	(85,807)	.6,734	.426,177	.207,159	1,931,687	2,114,602
7. Connecticut	CT	23,620	.6,444	1,150,722	1,110,965	3,854,034	7,358,463
8. Delaware	DE	.47,825	18,234	.102,257	.356,293	.3,649,729	3,459,012
9. District of Columbia	DC	(1,726)	(1,368)	.324,227	1,819,916	1,189,171	1,179,051
10. Florida	FL	N	(97,624)	42,017	3,063,270	2,427,562	13,772,279
11. Georgia	GA	L	(148,328)	.5,226	(10,133,733)	19,754,841	21,108,269
12. Hawaii	HI	L	(244,804)	.82,733	.478,049	.559,269	2,086,152
13. Idaho	ID	L	(7,145)	.1,410	.12,500	(15,729)	.738
14. Illinois	IL	L	(125,170)	19,800	.25,298,997	.4,548,051	.28,090,154
15. Indiana	IN	L	.39,433	(61,639)	2,505,068	.362,967	.5,651,134
16. Iowa	IA	L	(137,796)	127,419	.216,964	.259,660	1,526,178
17. Kansas	KS	L	(36,530)	(7,759)	(236,574)	190,514	.172,137
18. Kentucky	KY	L	(54,617)	(9,180)	1,093,820	2,188,954	12,847,790
19. Louisiana	LA	L	.1,452	24,129	.421,127	.56,135	2,052,445
20. Maine	ME	L	(2,106)	.1,558	.18,762	(28,264)	.105,979
21. Maryland	MD	L	2,869	.1,783	4,748,684	.5,300,492	4,581,573
22. Massachusetts	MA	L	169,322	31,645	.595,358	8,933,222	11,613,866
23. Michigan	MI	L	155,294	24,103	1,643,024	904,934	16,270,620
24. Minnesota	MN	L	(71,735)	110,292	1,548,650	1,357,252	4,774,888
25. Mississippi	MS	L	.15,790	10,332	.53,576	.60,923	.571,444
26. Missouri	MO	L	(21,433)	69,200	.427,376	690,520	3,014,211
27. Montana	MT	L	.10,104	.652	.278,951	.266,959	.519,398
28. Nebraska	NE	L	(44,222)	.43	.89,502	.155,055	1,665,025
29. Nevada	NV	L	(293,707)	12,192	.962,711	.776,921	.571,710
30. New Hampshire	NH	L	.5,371	.7,557	.139,182	.299,701	.2,455,881
31. New Jersey	NJ	L	(19,962)	(114,256)	.6,613,977	14,549,021	.54,642,601
32. New Mexico	NM	L	(30,180)	.5,923	.61,547	(46,521)	.308,339
33. New York	NY	L	131,307	220,371	.26,411,857	27,428,197	.75,255,182
34. North Carolina	NC	L	(30,110)	.1,695	1,473,535	.1,640,496	.9,307,114
35. North Dakota	ND	L	.27	.57	.406	.3,090	(9)
36. Ohio	OH	L	(3,297,208)	.2,905	.1,110,360	2,450,703	.8,879,506
37. Oklahoma	OK	L	(40,760)	.1,280	.131,142	.121,098	1,067,504
38. Oregon	OR	L	(97,001)	21,493	.271,220	.1,380,503	3,934,018
39. Pennsylvania	PA	L	(45,445)	.88,835	.7,247,675	.5,554,646	17,316,046
40. Rhode Island	RI	L	.5,788	(51)	.141,448	.236,549	.5,476,578
41. South Carolina	SC	L	(2,008)	(48,447)	.818,070	.1,036,750	.9,478,107
42. South Dakota	SD	L	(2,795)	.54	(106,042)	.127,653	.107,774
43. Tennessee	TN	L	.51,680	.4,001	.746,035	.923,406	.8,421,801
44. Texas	TX	L	.13,759	(93,546)	.4,178,020	.5,580,406	.63,572,914
45. Utah	UT	L	(4,725)	.1,412	.603,429	.65,294	.309,475
46. Vermont	VT	L	.714	.395	.139,590	.196,795	.719,107
47. Virginia	VA	L	.74,972	(16,671)	.1,999,157	2,241,274	.5,074,951
48. Washington	WA	L	.4,438	(8,303)	.3,550,438	.1,891,965	.1,909,710
49. West Virginia	WV	L	.1,135	(117)	.14,201	(417,414)	.145,820
50. Wisconsin	WI	L	(628,688)	195,829	.792,459	.6,561,086	.2,614,458
51. Wyoming	WY	L	.310	.297	.11,772	.13,450	.153,324
52. American Samoa	AS	N	0	0	0	0	0
53. Guam	GU	N	0	0	0	0	0
54. Puerto Rico	PR	N	0	.87,136	.61,423	.437,382	.786,660
55. U.S. Virgin Islands	VI	N	0	0	0	0	0
56. Northern Mariana Islands	MP	N	0	0	0	0	0
57. Canada	CN	L	2,523	(71,678)	.40,000	.18,374,984	.298,389
58. Aggregate Other Alien	OT	XXX	(1,049,615)	(153,011)	.2,110,716	(19,773,706)	.1,055,775
59. Totals	(a)	50	(4,402,413)	745,339	112,553,942	144,988,575	518,493,100
DETAILS OF WRITE-INS							
5801. Asia	XXX		12,675	(161,010)		.8,950	4
5802. Australia	XXX		(1,054,365)	0		(19,783,269)	8
5803. Europe	XXX		(12,675)	0	.2,110,716	.613	1,055,554
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX		4,750	.7,999	.0	.0	.209
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX		(1,049,615)	(153,011)	2,110,716	(19,773,706)	1,055,775
							1,192,797

(a) Insert the number of L responses except for Canada and Other Alien.

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

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



* American Manufacturers Mutual Insurance Company is an affiliated mutual company.

Insurers are identified by shaded boxes. Percentages show common stock ownership as of 9/30/2009.

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire	51	19,317	37,876.5	(7,653.9)
2. Allied Lines	3	248,169	8,272,300.0	5,214.2
3. Farmowners multiple peril			0.0	0.0
4. Homeowners multiple peril	16	48,749	304,681.3	14,078,950.0
5. Commercial multiple peril	(25,271)	(1,748,621)	6,919.5	(2,257.7)
6. Mortgage guaranty			0.0	0.0
8. Ocean marine		(47,627)	0.0	0.0
9. Inland marine	74	10,949	14,795.9	(236.4)
10. Financial guaranty			0.0	0.0
11.1 Medical professional liability - occurrence		(230)	0.0	0.0
11.2 Medical professional liability - claims-made		1,728	0.0	0.0
12. Earthquake			0.0	121.7
13. Group accident and health		(4,606,797)	0.0	0.0
14. Credit accident and health			0.0	0.0
15. Other accident and health	2,898	(121,627)	(4,196.9)	0.0
16. Workers' compensation	(395,833)	15,537,938	(3,925.4)	555.7
17.1 Other liability - occurrence	(3,889,149)	18,114,034	(465.8)	(71,084.6)
17.2 Other liability - claims-made	335,767	3,238,936	.964.6	1,427.0
18.1 Products liability - occurrence	16,325	3,051,014	18,689.2	9,336.7
18.2 Products liability - claims-made		(4,228)	0.0	0.0
19.1,19.2 Private passenger auto liability		1,214,118	0.0	(8,249,964.0)
19.3,19.4 Commercial auto liability	116,271	(1,159,693)	(997.4)	1,168.6
21. Auto physical damage	679	62,752	9,241.8	(36.2)
22. Aircraft (all perils)	(140,374)	(569,728)	.405.9	1,724.2
23. Fidelity		(41,915)	0.0	0.0
24. Surety	(15,796)	(2,221,887)	14,066.1	(4,169.3)
26. Burglary and theft			0.0	0.0
27. Boiler and machinery			0.0	0.0
28. Credit		(30)	0.0	0.0
29. International			0.0	0.0
30. Warranty		243,351	0.0	0.0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	0.0
35. TOTALS	(3,994,339)	31,268,672	(782.8)	1,584.3
DETAILS OF WRITE-INS				
3401.			0.0	0.0
3402.				
3403.				
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire	.0		(85)
2. Allied Lines	.0		(220)
3. Farmowners multiple peril	.0		0
4. Homeowners multiple peril	.0	.16	(36)
5. Commercial multiple peril	.0	(25,271)	(1,198)
6. Mortgage guaranty	.0		0
8. Ocean marine	.0		0
9. Inland marine	.0	114	.51,905
10. Financial guaranty	.0		0
11.1 Medical professional liability - occurrence	.0		0
11.2 Medical professional liability - claims-made	.0		0
12. Earthquake	.0		(23)
13. Group accident and health	.0		0
14. Credit accident and health	.0		0
15. Other accident and health	(1)	.2,897	0
16. Workers' compensation	200,302	(395,836)	.561,351
17.1 Other liability - occurrence	890	(3,889,149)	(23,056)
17.2 Other liability - claims-made	.0		(3,000)
18.1 Products liability - occurrence	.0	.2,896	.5,200
18.2 Products liability - claims-made	.0		0
19.1,19.2 Private passenger auto liability	.0		(25)
19.3,19.4 Commercial auto liability	2,555	.116,272	(97,115)
21. Auto physical damage	10	.679	.2,952
22. Aircraft (all perils)	.0	(140,374)	(5,018)
23. Fidelity	.0		0
24. Surety	91,133	(74,657)	.253,707
26. Burglary and theft	.0		0
27. Boiler and machinery	.0		0
28. Credit	.0		0
29. International	.0		0
30. Warranty	.0		0
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	.0	0	0
35. TOTALS	294,889	(4,402,413)	745,339
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Summary of remaining write-ins for Line 34 from overflow page	.0	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1	2	3	4	5	6	7	8	9	10	11	12	13			
	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)	2009 Loss and LAE Payments on Claims Reported as of Prior Year-End	2009 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2009 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or reopened Subsequent to Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and open as of 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. 2006 + Prior	1,112,865	(78,399)	1,034,466	185,108	8,810	193,918	1,003,512	13,520	(97,181)	919,851	75,755	3,548	79,303			
2. 2007	689	2,294	.2,983	.546	.1	.547	.1,109		1,179	.2,288	966	(1,114)	(148)			
3. Subtotals 2007 + Prior	1,113,554	(76,105)	1,037,449	185,654	8,811	194,465	1,004,621	13,520	(96,002)	922,139	76,721	2,434	79,155			
4. 2008	697	2,253	.2,950	(95)	.1	(94)	.1,315	.1	1,383	.2,699	523	(868)	(345)			
5. Subtotals 2008 + Prior	1,114,251	(73,852)	1,040,399	185,559	8,812	194,371	1,005,936	13,521	(94,619)	924,838	77,244	1,566	78,810			
6. 2009	XXX	XXX	XXX	XXX	517	517	XXX	592	1,346	.1,938	XXX	XXX	XXX			
7. Totals	1,114,251	(73,852)	1,040,399	185,559	9,329	194,888	1,005,936	14,113	(93,273)	926,776	77,244	1,566	78,810			
8. Prior Year-End's Surplus As Regards Policyholders											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			
		113,172									1.	6.9	2.	(2.1)	3.	7.6
											Col. 13, Line 7 As a % of Col. 1 Line 8					
											4.		69.6			

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing on "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 question.

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?YES.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?NO.....

Explanation:

- 1.
- 3.

Bar Code:



OVERFLOW PAGE FOR WRITE-INS

PQ002 Additional Aggregate Lines for Page 02 Line 23.

*ASSETS

	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
2304. Other admitted assets.....	60,646,884	3,726,459	56,920,425	65,155,642
2397. Summary of remaining write-ins for Line 23 from Page 02	60,646,884	3,726,459	56,920,425	65,155,642

PQ010 Additional Aggregate Lines for Page 10 Line 58.

*SCT

	1 Active Status	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
5804. Central & South America.....	XXX.....	0	0	0	0	126	21
5805. Africa.....	XXX.....	4,750	7,999	0	0	83	178
5897. Summary of remaining write-ins for Line 58 from Page 10	XXX	4,750	7,999	0	0	209	199

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

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	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Current year change in encumbrances	0	0
4. Total gain (loss) on disposals	59,500	59,500
5. Deduct amounts received on disposals	59,500	59,500
6. Total foreign exchange change in book/adjusted carrying value	0	0
7. Deduct current year's other than temporary impairment recognized	0	0
8. Deduct current year's depreciation	0	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	0	0
5. Unrealized valuation increase (decrease)	0	0
6. Total gain (loss) on disposals	0	0
7. Deduct amounts received on disposals	0	0
8. Deduct amortization of premium and mortgage interest points and commitment fees	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance	0	0
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

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	5,966,691	6,171,061
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	0	0
2.2 Additional investment made after acquisition	0	0
3. Capitalized deferred interest and other	0	0
4. Accrual of discount	258,053	539,941
5. Unrealized valuation increase (decrease)	0	0
6. Total gain (loss) on disposals	500,462	122,327
7. Deduct amounts received on disposals	500,462	866,638
8. Deduct amortization of premium and depreciation	0	0
9. Total foreign exchange change in book/adjusted carrying value	0	0
10. Deduct current year's other than temporary impairment recognized	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	5,724,282	5,966,691
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	5,724,282	5,966,691

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	1,090,079,364	1,205,289,111
2. Cost of bonds and stocks acquired	238,190,821	544,635,925
3. Accrual of discount	855,047	2,418,193
4. Unrealized valuation increase (decrease)	4,412,066	10,227,699
5. Total gain (loss) on disposals	1,135,736	10,312,582
6. Deduct consideration for bonds and stocks disposed of	410,142,803	677,845,134
7. Deduct amortization of premium	4,267,891	4,930,780
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	1,062,893	28,232
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	919,199,446	1,090,079,364
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	919,199,446	1,090,079,364

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	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. Class 1 (a).....	956,100,033	168,686,038	260,013,084	(1,109,478)	1,045,110,059	.956,100,033	.863,663,509	.1,094,249,790
2. Class 2 (a).....	21,340,785	0	9,000,000	(4,246)	17,329,576	21,340,785	12,336,539	13,614,020
3. Class 3 (a).....	4,774,990	0	0	225,010	0	4,774,990	5,000,000	0
4. Class 4 (a).....	2,891,755	0	441,372	60,072	3,364,861	2,891,755	2,510,455	0
5. Class 5 (a).....	1,916,090	0	334,266	51,520	2,312,324	1,916,090	1,633,344	2,283,696
6. Class 6 (a)	49,500	0	0	(24,750)	74,250	49,500	24,750	495,000
7. Total Bonds	987,073,152	168,686,038	269,788,721	(801,872)	1,068,191,070	987,073,152	885,168,597	1,110,642,505
PREFERRED STOCK								
8. Class 1.....	0	0	0	0	0	0	0	0
9. Class 2.....	0	0	0	0	0	0	0	0
10. Class 3.....	0	0	0	0	0	0	0	0
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	987,073,152	168,686,038	269,788,721	(801,872)	1,068,191,070	987,073,152	885,168,597	1,110,642,505

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$0 ; NAIC 2 \$0 ; NAIC 3 \$0 ;
NAIC 4 \$0 ; NAIC 5 \$0 ; NAIC 6 \$0

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

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	38,958,269	XXX	38,954,489	38,607	0

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.....	90,308,150	146,965,401
2. Cost of short-term investments acquired	441,667,279	750,287,957
3. Accrual of discount.....	79,826	580,789
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	57	143,933
6. Deduct consideration received on disposals.....	493,079,500	807,627,060
7. Deduct amortization of premium.....	17,543	42,869
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	38,958,269	90,308,150
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	38,958,269	90,308,150

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

SCHEDULE E-VERIFICATION

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	241,815
2. Cost of cash equivalents acquired.....	0	59,864,221
3. Accrual of discount.....	0	22,515
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration received on disposals.....	0	60,127,894
7. Deduct amortization of premium.....	0	.656
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

Schedule A - Part 2
NONE

Schedule A - Part 3
NONE

Schedule B - Part 2
NONE

Schedule B - Part 3
NONE

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED During the Current Quarter

NONE

3999999 – Total Unaffiliated

4099999 – Total Affiliated

4199999 Totals

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STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator ^(a)
912828-JJ-0.....	US TREASURY NOTE.....		.08/20/2009.....	BNP SECURITIES.....		7,138,656	7,000,000	78,607	...
0399999 - Total - Bonds - U.S. Government						7,138,656	7,000,000	78,607	XXX
17313Y-AL-5.....	CITIGROUP FUNDING INC.....		.09/15/2009.....	CITIGROUP.....		1,046,241	1,050,000	0	1FE
313960-ZS-1.....	FNR 2009-70 NL.....		.08/25/2009.....	BARCLAYS CAPITAL.....		15,135,938	15,000,000	33,750	1FE
31398J-VT-7.....	FHR 3578 AN.....		.09/18/2009.....	BARCLAYS CAPITAL.....		12,843,750	12,500,000	35,243	1FE
3199999 - Total - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of ...						29,025,929	28,550,000	68,993	XXX
8399997 - Total - Bonds - Part 3						36,164,585	35,550,000	147,600	XXX
8399999 - Total - Bonds						36,164,585	35,550,000	147,600	XXX
8999999 - Total - Preferred Stocks						0	XXX	0	XXX
9799999 - Total - Common Stocks						0	XXX	0	XXX
9899999 - Total - Preferred and Common Stocks						0	XXX	0	XXX
9999999 - Totals						36,164,585	XXX	147,600	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0 ..

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1 CUSIP Identifi- cation	2 Description	3 For- eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	11 Unrealized Value Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11 + 12 + 13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Maturity Date	22 NAIC Design- ation or Market Indicator (a)	
3133XG-JB-8..	FEDERAL HOME LOAN BANK..		09/11/2009.	MATURITY		4,365,000	4,365,000	4,470,972	4,407,923	0	(42,923)	0	(42,923)	0	4,365,000	0	0	0	.229,186	09/11/2009.	1FE	
36225A-T9-1..	GNMA 780576		09/01/2009.	MBS PAYDOWN		501	501	535	506	0	(5)	0	(5)	0	501	0	0	0	0	23	03/01/2022.	1FE
0399999 - Bonds - U.S. Governments						4,365,501	4,365,501	4,471,508	4,408,429	0	(42,928)	0	(42,928)	0	4,365,501	0	0	0	0	229,209	XXX	XXX
3133TV-GB-6..	FHR 2355 V..		09/01/2009.	MBS PAYDOWN		231,738	231,738	240,324	234,347	0	(2,610)	0	(2,610)	0	231,738	0	0	0	0	.8,342	08/01/2010.	1FE
31371H-X2-9..	FNMA 252797		09/01/2009.	MBS PAYDOWN		1,523	1,523	1,617	1,540	0	(17)	0	(17)	0	1,523	0	0	0	0	.75	01/01/2014.	1FE
31386F-4C-6..	FNMA 562519		09/01/2009.	MBS PAYDOWN		57	57	61	57	0	0	0	0	0	57	0	0	0	0	.3	11/01/2030.	1FE
31392W-MR-8..	FHR 2515 GP..		09/01/2009.	MBS PAYDOWN		98,832	98,832	101,133	99,556	0	(725)	0	(725)	0	98,832	0	0	0	0	.3,624	10/01/2015.	1FE
31394E-PS-1..	FNR 2005-57 PA..		09/01/2009.	MBS PAYDOWN		1,218,784	1,218,784	1,238,589	1,231,313	0	(12,529)	0	(12,529)	0	1,218,784	0	0	0	0	.44,669	09/01/2010.	1FE
31394L-3U-4..	FHR 2684 LC..		09/01/2009.	MBS PAYDOWN		4,109,303	4,109,303	4,117,007	4,115,259	0	(5,956)	0	(5,956)	0	4,109,303	0	0	0	0	.105,047	01/01/2010.	1FE
31394T-CA-1..	FHR 2759 BH..		09/01/2009.	MBS PAYDOWN		1,124,625	1,124,625	1,131,302	1,130,085	0	(5,460)	0	(5,460)	0	1,124,625	0	0	0	0	.33,724	05/01/2010.	1FE
31394X-SJ-6..	FHR 2780 TC..		09/01/2009.	MBS PAYDOWN		727,817	727,817	738,734	731,775	0	(3,958)	0	(3,958)	0	727,817	0	0	0	0	.26,303	01/01/2011.	1FE
31395F-TG-7..	FHR 2857 TE..		09/01/2009.	MBS PAYDOWN		2,313,962	2,313,962	2,295,573	2,296,895	0	17,067	0	17,067	0	2,313,962	0	0	0	0	.61,678	01/01/2010.	1FE
31395H-CC-2..	FHR 2866 WN..		09/01/2009.	MBS PAYDOWN		2,180,438	2,180,438	2,196,451	2,195,400	0	(14,962)	0	(14,962)	0	2,180,438	0	0	0	0	.65,384	01/01/2010.	1FE
31395J-VL-7..	FHR 2888 GB..		09/01/2009.	MBS PAYDOWN		2,808,827	2,808,827	2,819,140	2,816,542	0	(7,715)	0	(7,715)	0	2,808,827	0	0	0	0	.73,816	09/01/2009.	1FE
31395M-GT-8..	FHR 2937 JC..		09/01/2009.	MBS PAYDOWN		107,531	107,531	107,746	107,557	0	(26)	0	(26)	0	107,531	0	0	0	0	.3,583	10/01/2009.	1FE
31395P-DP-4..	FHR 2943 JB..		09/01/2009.	MBS PAYDOWN		1,307,270	1,307,270	1,313,339	1,313,225	0	(5,955)	0	(5,955)	0	1,307,270	0	0	0	0	.40,072	01/01/2010.	1FE
31396G-SA-4..	FHR 3098 KB..		09/01/2009.	MBS PAYDOWN		.84,645	.84,645	.85,720	.85,470	0	(826)	0	(826)	0	.84,645	0	0	0	0	.3,102	07/01/2010.	1FE
31396Q-ZS-1..	FNR 2009-70 NL..		09/01/2009.	MBS PAYDOWN		295,511	295,511	298,189	0	0	0	0	0	295,511	0	0	0	0	.739	12/01/2017.	1FE	
3199999 - Total - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of...						16,610,860	16,610,860	16,684,926	16,359,020	0	(43,671)	0	(43,671)	0	16,610,860	0	0	0	0	.470,162	XXX	XXX
02582J-CG-2..	AMXCA 2002-5 A..		07/15/2009.	MBS PAYDOWN		10,000,000	10,000,000	9,994,531	9,994,531	0	5,469	0	5,469	0	10,000,000	0	0	0	0	.40,837	07/15/2009.	1FE
05949A-5J-5..	BOAMS 2005-4 1A9..		08/01/2009.	MBS PAYDOWN		1,757,289	1,757,289	1,750,699	1,741,302	0	15,988	0	15,988	0	1,757,289	0	0	0	0	.54,308	08/01/2009.	1FE
084670-CG-5..	BERKSHIRE HATHAWAY, INC. BOND..		09/28/2009.	CALLED at 100.000.....		52,149,684	52,149,684	52,149,684	42,149,684	0	(100,000)	0	(100,000)	0	52,149,684	0	0	0	0	.205,806	07/01/2033.	1
12668X-AA-3..	CWL 2006-S8 A1..		09/25/2009.	MBS PAYDOWN		441,372	441,372	441,372	441,372	0	0	0	0	0	441,372	0	0	0	0	.1,445	01/25/2010.	4FE
161505-DK-5..	CMSC 1999-2 A2..		09/01/2009.	MBS PAYDOWN		11,422,205	11,422,205	11,760,635	11,581,673	0	(159,468)	0	(159,468)	0	11,422,205	0	0	0	0	.547,917	01/01/2010.	1FE
16163F-AH-8..	CHASE 2007-S1 A8..		09/01/2009.	MBS PAYDOWN		1,843,401	1,843,401	1,846,857	1,843,401	0	0	0	0	0	1,843,401	0	0	0	0	.73,303	06/01/2010.	1FE
207678-AE-3..	CTRBB 2001-1 A5..		09/30/2009.	MBS PAYDOWN		377,715	377,715	387,527	387,527	0	(6,608)	0	(6,608)	0	377,715	0	0	0	0	.17,592	12/30/2010.	1FE
22237L-MY-5..	COUNTRYWIDE HOME LOAN..		07/15/2009.	MATURITY		4,050,000	4,050,000	4,050,000	4,091,756	0	(4,050,000)	0	(4,050,000)	0	4,050,000	0	0	0	0	.227,813	07/15/2009.	1FE
22541N-S6-7..	CSFB 2003-CK2 A2..		09/01/2009.	MBS PAYDOWN		223,026	223,026	220,291	221,777	0	1,249	0	1,249	0	223,026	0	0	0	0	.5,719	01/01/2010.	1FE
23242M-AA-9..	CWL 2006-S3 A1..		09/25/2009.	MBS PAYDOWN		334,266	334,266	334,266	267,124	0	67,142	0	67,142	0	334,266	0	0	0	0	.1,144	01/25/2010.	5FE
233882-AB-5..	DCAT 2007-A A2A..		09/08/2009.	MBS PAYDOWN		572,039	572,039	571,999	572,005	0	34	0	34	0	572,039	0	0	0	0	.18,765	01/08/2010.	1FE
361849-EW-8..	GMACC 1999-C1 D..		09/01/2009.	MBS PAYDOWN		403,230	403,230	409,893	403,431	0	(201)	0	(201)	0	403,230	0	0	0	0	.18,162	01/01/2010.	1FE
40430G-AG-5..	HFCH 2005-3 A1..		09/20/2009.	MBS PAYDOWN		125,906	125,906	125,906	125,906	0	0	0	0	0	125,906	0	0	0	0	.560	06/20/2014.	1FE
571834-AE-0..	MARSHAL & ILLSLEY BANK..		08/01/2009.	MATURITY		9,000,000	9,000,000	8,844,210	8,964,793	0	35,207	0	35,207	0	9,000,000	0	0	0	0	.393,750	08/01/2009.	1FE
655356-JF-1..	NASC 1998-D6 A1B..		09/11/2009.	MBS PAYDOWN		111,300	111,300	112,169	111,481	0	(181)	0	(181)	0	111,300	0	0	0	0	.4,465	09/11/2009.	1FE
92927F-AA-1..	WINN 2006-A A..		09/15/2009.	MBS PAYDOWN		200,897	200,897	200,932	200,850	0	47	0	47	0	200,897	0	0	0	0	.6,980	05/15/2010.	1FE
94984Y-AM-0..	WFMB 2006-16 A12..		09/01/2009.	MBS PAYDOWN		1,009,052	1,009,052	1,008,106	1,008,799	0	253	0	253	0	1,009,052	0	0	0	0	.33,619	09/01/2011.	1FE
458182-B5-0..	INTER-AMERICAN DEVEL BK..	F	09/01/2009.	MATURITY		2,000,000	2,000,000	2,476,260	2,061,225	0	(61,225)	0	(61,225)	0	2,000,000	0	0	0	0	.168,000	09/01/2009.	1FE
3899999 - Bonds - Industrial and Miscellaneous						96,021,381	96,021,381	96,727,093	85,748,335	67,142	(177,419)	0	(110,277)	0	96,021,381	0	0	0	0	1,820,184	XXX	XXX
8399997 - Bonds - Part 4						116,997,743	116,997,743	117,883,527	106,515,784	67,142	(264,018)	0	(196,876)	0	116,997,743	0	0	0	0	2,519,555	XXX	XXX
8399999 - Total - Bonds						116,997,743	116,997,743	117,883,527	106,515,784	67,142	(264,018)	0	(196,876)	0	116,997,743	0	0	0	0	2,519,555	XXX	XXX
8999999 - Total - Preferred Stocks						0	XXX	0	0	0												

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

STATEMENT AS OF SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

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	
Bank One.....Chicago, IL.....			5,676		767,153	333,116	870,661	XXX
BNY Mellon Trust Company of Illinois.....Chicago, IL.....					(5,164,798)	(3,904,207)	(935,554)	XXX
Dominion Bank.....Toronto, Ontario, Canada.....					74,730	22,423	23,945	XXX
Royal Trust Company.....Toronto, Ontario, Canada.....					13,791	13,791	14,637	XXX
Wells Fargo.....San Francisco, CA.....					2,027,519	4,606,010	3,167,244	XXX
Fidelity Bank.....Atlanta, GA.....					652,504	653,422	654,221	XXX
Federal Reserve Bank of St. Louis.....St. Louis, MO.....					2,063,000	100,000	100,000	XXX
019998 Deposits indepositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	XXX	XXX						XXX
0199999 Totals - Open Depositories	XXX	XXX	5,676		433,899	1,824,555	3,895,154	XXX
0399999 Total Cash on Deposit	XXX	XXX	5,676		433,899	1,824,555	3,895,154	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX				XXX
0599999 Total Cash	XXX	XXX	5,676		433,899	1,824,555	3,895,154	XXX

Schedule E - Part 2 - Cash Equivalents
NONE



SUPPLEMENT FOR SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

Designate the type of health care providers
reported on this page
Physicians

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate other alien	OT	0	0	0	0	0	0	0
59. Totals		0	0	0	0	0	0	0
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page		0	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 plus 5898) (Line 58 above)		0	0	0	0	0	0	0



SUPPLEMENT FOR SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

Designate the type of health care providers
reported on this page
Hospitals

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama	AL							
2. Alaska	AK							
3. Arizona	AZ							
4. Arkansas	AR							
5. California	CA							
6. Colorado	CO							
7. Connecticut	CT							
8. Delaware	DE							
9. District of Columbia	DC							
10. Florida	FL							
11. Georgia	GA							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate other alien	OT	0	0	0	0	0	0	0
59. Totals		0	0	0	0	0	0	0
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page		0	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 plus 5898) (Line 58 above)		0	0	0	0	0	0	0



SUPPLEMENT FOR SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

Designate the type of health care providers
reported on this page

Other Health Care Professionals

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama	AL				103			103
2. Alaska	AK							1,942
3. Arizona	AZ							1,942
4. Arkansas	AR							155
5. California	CA							5,977
6. Colorado	CO							1,156
7. Connecticut	CT							333
8. Delaware	DE							464
9. District of Columbia	DC							23
10. Florida	FL							3,032
11. Georgia	GA							693
12. Hawaii	HI							119
13. Idaho	ID							479
14. Illinois	IL							6,666
15. Indiana	IN							2,464
16. Iowa	IA							31,645
17. Kansas	KS							151
18. Kentucky	KY							129
19. Louisiana	LA							
20. Maine	ME							183
21. Maryland	MD							147
22. Massachusetts	MA							281
23. Michigan	MI							1,664
24. Minnesota	MN							861
25. Mississippi	MS							48
26. Missouri	MO							1,921
27. Montana	MT							88
28. Nebraska	NE							77
29. Nevada	NV							195
30. New Hampshire	NH							283
31. New Jersey	NJ							453
32. New Mexico	NM							1,885
33. New York	NY							(96,688)
34. North Carolina	NC							10
35. North Dakota	ND							1
36. Ohio	OH							195
37. Oklahoma	OK							262
38. Oregon	OR							33
39. Pennsylvania	PA							629
40. Rhode Island	RI							10,557
41. South Carolina	SC							4,708
42. South Dakota	SD							1,840
43. Tennessee	TN							.13
44. Texas	TX							176
45. Utah	UT							.29
46. Vermont	VT							9,409
47. Virginia	VA							707
48. Washington	WA							282
49. West Virginia	WV							.53
50. Wisconsin	WI							330
51. Wyoming	WY							.33
52. American Samoa	AS							5,071
53. Guam	GU							.8
54. Puerto Rico	PR							430
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate other alien	OT	0	0	0	0	0	0	0
59. Totals		0	0	0	1,499	10	1	114,611
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898.	Summary of remaining write-ins for Line 58 from overflow page	0	0	0	0	0	0	0
5899.	Totals (Lines 5801 thru 5803 plus 5898) (Line 58 above)	0	0	0	0	0	0	0



SUPPLEMENT FOR SEPTEMBER 30, 2009 OF THE LUMBERMENS MUTUAL CASUALTY COMPANY

Designate the type of health care providers
reported on this page

Other Health Care Facilities

**SUPPLEMENT "A" TO SCHEDULE T
EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama	AL.							
2. Alaska	AK.							
3. Arizona	AZ.							
4. Arkansas	AR.							
5. California	CA.							
6. Colorado	CO.							
7. Connecticut	CT.							
8. Delaware	DE.							
9. District of Columbia	DC							
10. Florida	FL.							
11. Georgia	GA.							
12. Hawaii	HI							
13. Idaho	ID							
14. Illinois	IL							
15. Indiana	IN							
16. Iowa	IA							
17. Kansas	KS							
18. Kentucky	KY							
19. Louisiana	LA							
20. Maine	ME							
21. Maryland	MD							
22. Massachusetts	MA							
23. Michigan	MI							
24. Minnesota	MN							
25. Mississippi	MS							
26. Missouri	MO							
27. Montana	MT							
28. Nebraska	NE							
29. Nevada	NV							
30. New Hampshire	NH							
31. New Jersey	NJ							
32. New Mexico	NM							
33. New York	NY							
34. North Carolina	NC							
35. North Dakota	ND							
36. Ohio	OH							
37. Oklahoma	OK							
38. Oregon	OR							
39. Pennsylvania	PA							
40. Rhode Island	RI							
41. South Carolina	SC							
42. South Dakota	SD							
43. Tennessee	TN							
44. Texas	TX							
45. Utah	UT							
46. Vermont	VT							
47. Virginia	VA							
48. Washington	WA							
49. West Virginia	WV							
50. Wisconsin	WI							
51. Wyoming	WY							
52. American Samoa	AS							
53. Guam	GU							
54. Puerto Rico	PR							
55. U.S. Virgin Islands	VI							
56. Northern Mariana Islands	MP							
57. Canada	CN							
58. Aggregate other alien	OT	0	0	0	0	0	0	0
59. Totals		0	0	0	0	0	0	0
DETAILS OF WRITE-INS								
5801.								
5802.								
5803.								
5898. Summary of remaining write-ins for Line 58 from overflow page	0	0	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 plus 5898) (Line 58 above)	0	0	0	0	0	0	0	0