

**ANNUAL STATEMENT**  
OF THE  
**STANDARD INSURANCE COMPANY**



The**Standard**<sup>®</sup>

**OF PORTLAND  
IN THE STATE OF OREGON**

Book 1 of 2

TO THE  
**INSURANCE DEPARTMENT**  
OF THE  
**STATE OF**

---

**FOR THE YEAR ENDED  
DECEMBER 31, 2016**

LIFE AND ACCIDENT AND HEALTH

**2016**

**2016**



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2016  
OF THE CONDITION AND AFFAIRS OF THE

## Standard Insurance Company

NAIC Group Code 1348 1348 NAIC Company Code 69019 Employer's ID Number 93-0242990  
(Current) (Prior)

Organized under the Laws of Oregon, State of Domicile or Port of Entry OR

Country of Domicile United States of America

Incorporated/Organized 02/24/1906 Commenced Business 04/12/1906

Statutory Home Office 1100 Southwest Sixth Avenue, Portland, OR, US 97204-1093  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 1100 Southwest Sixth Avenue  
(Street and Number)  
Portland, OR, US 97204-1093, 971-321-7000  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address PO Box 711, Portland, OR, US 97207-0711  
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 1100 Southwest Sixth Avenue  
(Street and Number)  
Portland, OR, US 97204-1093, 971-321-7000  
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.standard.com

Statutory Statement Contact David Christian Pagliarulo, 971-321-6117  
(Name) (Area Code) (Telephone Number)  
david.pagliarulo@standard.com, 971-321-7021  
(E-mail Address) (FAX Number)

### OFFICERS

Chairman, President & Chief Executive Officer John Gregory Ness Chief Financial Officer Floyd Fitz-Hubert Chadee  
Corporate Secretary Holley Young Franklin JD Corporate Actuary Sally Ann Manafi FSA

### OTHER

Robert Michael Erickson CMA, Controller

### DIRECTORS OR TRUSTEES

<u>Frederick William Buckman</u>	<u>Ranjana Bhattacharya Clark</u>	<u>Timothy Arthur Holt</u>
<u>Debra Dyer Horvath</u>	<u>Duane Charles McDougall</u>	<u>Haruo Mimori #</u>
<u>Kevin Masazo Murai</u>	<u>John Gregory Ness</u>	<u>Eric Edmond Parsons</u>
<u>Mary Frances Sammons</u>	<u>Esther Kay Stepp</u>	<u>Minoru Wakabayashi #</u>
<u>Nobutaka Yagi #</u>	<u>Kazunori Yamauchi #</u>	

State of Oregon SS:  
County of Multnomah

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.

John Gregory Ness  
Chairman, President & Chief Executive Officer

Floyd Fitz-Hubert Chadee  
Chief Financial Officer

Holley Young Franklin JD  
Corporate Secretary

Subscribed and sworn to before me this 27 day of February 2017

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.....

Erika Beth Deal  
Notary Public  
April 15, 2018

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**ASSETS**

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D) .....	7,850,290,076	0	7,850,290,076	7,436,249,470
2. Stocks (Schedule D):				
2.1 Preferred stocks .....	2,100,000	0	2,100,000	0
2.2 Common stocks .....	29,187,300	0	29,187,300	20,921,400
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens .....	5,715,553,143	0	5,715,553,143	5,307,190,216
3.2 Other than first liens .....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	44,642,530	0	44,642,530	30,063,645
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	2,323,831	0	2,323,831	2,115,809
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	0	0	0	0
5. Cash (\$ .....(26,436,211) , Schedule E - Part 1), cash equivalents (\$ .....0 , Schedule E - Part 2) and short-term investments (\$ .....105,326,084 , Schedule DA) .....	78,889,873	0	78,889,873	85,521,069
6. Contract loans (including \$ .....0 premium notes) .....	2,404,473	0	2,404,473	2,689,445
7. Derivatives (Schedule DB) .....	20,383,713	0	20,383,713	19,118,394
8. Other invested assets (Schedule BA) .....	203,254,185	0	203,254,185	206,485,588
9. Receivables for securities .....	105,676,162	0	105,676,162	96,922,075
10. Securities lending reinvested collateral assets (Schedule DL) .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	14,054,705,286	0	14,054,705,286	13,207,277,111
13. Title plants less \$ .....0 charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	107,568,822	0	107,568,822	105,476,341
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	146,652,373	8,181,328	138,471,045	126,846,754
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	306,463	0	306,463	285,383
15.3 Accrued retrospective premiums (\$ .....12,365,002 ) and contracts subject to redetermination (\$ .....0 ) .....	12,569,509	204,507	12,365,002	8,955,399
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	135,471,007	0	135,471,007	124,962,967
16.2 Funds held by or deposited with reinsured companies .....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	36,574,186	0	36,574,186	34,604,176
17. Amounts receivable relating to uninsured plans .....	4,657,404	0	4,657,404	4,096,502
18.1 Current federal and foreign income tax recoverable and interest thereon .....	50,313,950	0	50,313,950	20,499,785
18.2 Net deferred tax asset .....	255,870,405	133,600,173	122,270,232	102,387,791
19. Guaranty funds receivable or on deposit .....	1,648,017	0	1,648,017	1,660,028
20. Electronic data processing equipment and software .....	51,337,081	43,485,201	7,851,880	2,945,737
21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....	15,262,762	15,262,762	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	4,207,192	0	4,207,192	7,128,448
24. Health care (\$ .....0 ) and other amounts receivable .....	0	0	0	0
25. Aggregate write-ins for other than invested assets .....	43,800,825	39,571,526	4,229,299	3,027,308
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	14,920,945,282	240,305,497	14,680,639,785	13,750,153,730
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	7,111,499,191	0	7,111,499,191	7,031,434,212
28. Total (Lines 26 and 27) .....	22,032,444,473	240,305,497	21,792,138,976	20,781,587,942
<b>DETAILS OF WRITE-INS</b>				
1101. ....	0	0	0	0
1102. ....				
1103. ....				
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. State transferable tax credits .....	4,227,276	0	4,227,276	3,017,276
2502. Miscellaneous non-invested assets .....	17,570,893	17,568,870	2,023	10,032
2503. Prepaid expenses .....	22,002,656	22,002,656	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	43,800,825	39,571,526	4,229,299	3,027,308

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ .....7,513,462,772 (Exh. 5, Line 999999) less \$ .....0 included in Line 6.3 (including \$ .....0 Modco Reserve) .....	7,513,462,772	6,855,077,208
2. Aggregate reserve for accident and health contracts (including \$ .....0 Modco Reserve) .....	4,008,024,780	3,928,838,845
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ .....0 Modco Reserve) .....	1,122,644,841	865,845,379
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11) .....	129,149,112	101,659,812
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11) .....	70,289,608	61,021,735
5. Policyholders' dividends \$ .....9,395 and coupons \$ .....0 due and unpaid (Exhibit 4, Line 10) .....	9,395	7,910
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ .....0 Modco) .....	93,909	94,086
6.2 Dividends not yet apportioned (including \$ .....0 Modco) .....	0	0
6.3 Coupons and similar benefits (including \$ .....0 Modco) .....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6 .....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ .....0 discount; including \$ .....7,839,343 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14) .....	10,578,155	13,245,293
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts .....	0	0
9.2 Provision for experience rating refunds, including the liability of \$ .....28,749,660 accident and health experience rating refunds of which \$ .....0 is for medical loss ratio rebate per the Public Health Service Act .....	44,804,433	26,603,023
9.3 Other amounts payable on reinsurance, including \$ .....95,858 assumed and \$ .....191,013,007 ceded .....	191,108,865	182,668,592
9.4 Interest maintenance reserve (IMR, Line 6) .....	15,444,890	17,351,552
10. Commissions to agents due or accrued-life and annuity contracts \$ .....8,495,538 accident and health \$ .....14,478,210 and deposit-type contract funds \$ .....1,265,698 .....	24,239,446	21,169,517
11. Commissions and expense allowances payable on reinsurance assumed .....	0	0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6) .....	251,675,192	241,856,510
13. Transfers to Separate Accounts due or accrued (net) (including \$ .....0 accrued for expense allowances recognized in reserves, net of reinsured allowances) .....	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5) .....	6,206,373	5,922,804
15.1 Current federal and foreign income taxes, including \$ .....3,216,585 on realized capital gains (losses) .....	0	0
15.2 Net deferred tax liability .....	0	0
16. Unearned investment income .....	312,306	129,251
17. Amounts withheld or retained by company as agent or trustee .....	8,123,672	8,462,070
18. Amounts held for agents' account, including \$ .....33 agents' credit balances .....	33	18,926
19. Remittances and items not allocated .....	73,661,936	177,874,537
20. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0
21. Liability for benefits for employees and agents if not included above .....	0	0
22. Borrowed money \$ .....0 and interest thereon \$ .....479,967 .....	0	0
23. Dividends to stockholders declared and unpaid .....	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7) .....	111,990,815	104,109,647
24.02 Reinsurance in unauthorized and certified (\$ .....0 ) companies .....	66	66
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ .....0 ) reinsurers .....	0	0
24.04 Payable to parent, subsidiaries and affiliates .....	2,380,410	680,635
24.05 Drafts outstanding .....	0	0
24.06 Liability for amounts held under uninsured plans .....	58,931	62,036
24.07 Funds held under coinsurance .....	0	0
24.08 Derivatives .....	8,028,220	11,224,669
24.09 Payable for securities .....	0	0
24.10 Payable for securities lending .....	0	0
24.11 Capital notes \$ .....0 and interest thereon \$ .....0 .....	0	0
25. Aggregate write-ins for liabilities .....	47,980,288	41,201,707
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) .....	13,640,268,447	12,665,125,810
27. From Separate Accounts Statement .....	7,111,499,191	7,031,434,212
28. Total liabilities (Lines 26 and 27) .....	20,751,767,638	19,696,560,022
29. Common capital stock .....	423,838,694	423,838,694
30. Preferred capital stock .....	0	0
31. Aggregate write-ins for other than special surplus funds .....	0	(1,147,638)
32. Surplus notes .....	250,000,000	250,000,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1) .....	71,132,832	42,237,694
34. Aggregate write-ins for special surplus funds .....	0	1,625,663
35. Unassigned funds (surplus) .....	295,399,812	368,473,507
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 29 \$ .....0 ) .....	0	0
36.2 .....0 shares preferred (value included in Line 30 \$ .....0 ) .....	0	0
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ .....0 in Separate Accounts Statement) .....	616,532,644	661,189,226
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55) .....	1,040,371,338	1,085,027,920
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3) .....	21,792,138,976	20,781,587,942
<b>DETAILS OF WRITE-INS</b>		
2501. Accrued interest and other liabilities .....	21,381,401	16,075,816
2502. Swap collateral .....	23,187,671	18,957,671
2503. Long-term contracts payable .....	1,169,127	4,694,848
2598. Summary of remaining write-ins for Line 25 from overflow page .....	2,242,089	1,473,372
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	47,980,288	41,201,707
3101. Nonqualified defined benefit plan adjustment .....	0	(1,147,638)
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page .....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above) .....	0	(1,147,638)
3401. ACA fee assessment .....	0	1,625,663
3402. ....		
3403. ....		
3498. Summary of remaining write-ins for Line 34 from overflow page .....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) .....	0	1,625,663

## ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

## SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11) .....	4,075,796,389	3,528,373,985
2. Considerations for supplementary contracts with life contingencies .....	4,777,637	4,733,937
3. Net investment income (Exhibit of Net Investment Income, Line 17) .....	528,172,350	523,746,266
4. Amortization of Interest Maintenance Reserve (IMR, Line 5) .....	7,880,314	9,513,999
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1) .....	170,348,220	152,363,021
7. Reserve adjustments on reinsurance ceded .....	0	0
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	36,004,876	38,588,174
8.2 Charges and fees for deposit-type contracts .....	15	15
8.3 Aggregate write-ins for miscellaneous income .....	9,766,210	7,462,937
9. Total (Lines 1 to 8.3) .....	4,832,746,011	4,264,782,334
10. Death benefits .....	114,734,185	97,349,336
11. Matured endowments (excluding guaranteed annual pure endowments) .....	0	0
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8) .....	1,017,269,473	906,430,435
13. Disability benefits and benefits under accident and health contracts .....	984,928,375	933,238,529
14. Coupons, guaranteed annual pure endowments and similar benefits .....	0	0
15. Surrender benefits and withdrawals for life contracts .....	1,496,060,847	1,187,779,508
16. Group conversions .....	0	0
17. Interest and adjustments on contract or deposit-type contract funds .....	13,056,086	9,064,564
18. Payments on supplementary contracts with life contingencies .....	4,981,054	4,586,044
19. Increase in aggregate reserves for life and accident and health contracts .....	716,062,531	353,605,886
20. Totals (Lines 10 to 19) .....	4,347,092,551	3,492,054,302
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1) .....	196,840,429	183,043,211
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1) .....	3,010,917	3,306,219
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4) .....	506,564,808	456,626,425
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3) .....	57,199,861	54,668,251
25. Increase in loading on deferred and uncollected premiums .....	386,268	409,951
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	(461,032,943)	(129,466,715)
27. Aggregate write-ins for deductions .....	527,836	50,040
28. Totals (Lines 20 to 27) .....	4,650,589,727	4,060,691,685
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	182,156,284	204,090,649
30. Dividends to policyholders .....	97,370	96,291
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	182,058,914	203,994,358
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	9,190,437	24,084,605
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	172,868,477	179,909,753
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ ..... 0 (excluding taxes of \$ ..... 3,216,582 transferred to the IMR) .....	(28,107,333)	(19,815,480)
35. Net income (Line 33 plus Line 34) .....	144,761,144	160,094,273
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2) .....	1,085,027,920	1,151,784,581
37. Net income (Line 35) .....	144,761,144	160,094,273
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ ..... 3,421,420 .....	5,682,457	(8,812,049)
39. Change in net unrealized foreign exchange capital gain (loss) .....	0	0
40. Change in net deferred income tax .....	29,503,719	13,469,747
41. Change in nonadmitted assets .....	(46,334,266)	(36,503,032)
42. Change in liability for reinsurance in unauthorized and certified companies .....	0	540
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....	(21,353,377)	0
44. Change in asset valuation reserve .....	(7,881,168)	214,404
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1) .....	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....	0	0
47. Other changes in surplus in Separate Accounts Statement .....	0	0
48. Change in surplus notes .....	0	0
49. Cumulative effect of changes in accounting principles .....	0	0
50. Capital changes:		
50.1 Paid in .....	0	0
50.2 Transferred from surplus (Stock Dividend) .....	0	0
50.3 Transferred to surplus .....	0	0
51. Surplus adjustment:		
51.1 Paid in .....	28,895,138	9,502,457
51.2 Transferred to capital (Stock Dividend) .....	0	0
51.3 Transferred from capital .....	0	0
51.4 Change in surplus as a result of reinsurance .....	(862,725)	(963,272)
52. Dividends to stockholders .....	(179,000,000)	(200,000,000)
53. Aggregate write-ins for gains and losses in surplus .....	1,932,495	(3,759,729)
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	(44,656,583)	(66,756,661)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38) .....	1,040,371,338	1,085,027,920
<b>DETAILS OF WRITE-INS</b>		
08.301. Other income .....	9,766,210	7,462,937
08.302. ....	0	0
08.303. ....	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above) .....	9,766,210	7,462,937
2701. Other expenses .....	527,836	50,040
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) .....	527,836	50,040
5301. Change in liability for pension and postretirement benefits .....	(253,685)	(3,759,729)
5302. Adjustment due to accounting error .....	3,879,977	0
5303. Nonqualified defined benefit plan adjustment .....	(1,693,797)	0
5398. Summary of remaining write-ins for Line 53 from overflow page .....	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above) .....	1,932,495	(3,759,729)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**CASH FLOW**

	1	2
	Current Year	Prior Year
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance .....	4,078,382,494	3,516,354,268
2. Net investment income .....	590,560,450	582,517,471
3. Miscellaneous income .....	216,119,322	198,414,145
4. Total (Lines 1 through 3) .....	4,885,062,267	4,297,285,884
5. Benefit and loss related payments .....	3,596,185,024	3,122,364,078
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	(461,032,943)	(129,466,715)
7. Commissions, expenses paid and aggregate write-ins for deductions .....	749,783,464	647,624,606
8. Dividends paid to policyholders .....	96,062	91,172
9. Federal and foreign income taxes paid (recovered) net of \$ .....0 tax on capital gains (losses) .....	13,711,962	50,061,401
10. Total (Lines 5 through 9) .....	3,898,743,570	3,690,674,542
11. Net cash from operations (Line 4 minus Line 10) .....	986,318,697	606,611,342
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	1,124,659,518	1,036,456,964
12.2 Stocks .....	1,469,900	3,855,800
12.3 Mortgage loans .....	1,328,259,618	1,410,254,133
12.4 Real estate .....	0	0
12.5 Other invested assets .....	26,255	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	2,728	1,273
12.7 Miscellaneous proceeds .....	141,479	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	2,454,559,498	2,450,568,170
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	1,562,090,832	1,419,247,947
13.2 Stocks .....	11,835,800	18,566,600
13.3 Mortgage loans .....	1,742,847,802	1,551,623,950
13.4 Real estate .....	16,653,128	1,812,206
13.5 Other invested assets .....	43,245,063	38,006,329
13.6 Miscellaneous applications .....	7,488,768	42,845,346
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	3,384,161,394	3,072,102,378
14. Net increase (decrease) in contract loans and premium notes .....	(284,972)	(183,571)
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) .....	(929,316,924)	(621,350,637)
<b>Cash from Financing and Miscellaneous Sources</b>		
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 .....	256,799,462	182,959,760
16.5 Dividends to stockholders .....	179,000,000	200,000,000
16.6 Other cash provided (applied) .....	(141,432,432)	23,110,830
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) .....	(63,632,970)	6,070,590
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	(6,631,196)	(8,668,705)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	85,521,069	94,189,774
19.2 End of year (Line 18 plus Line 19.1) .....	78,889,873	85,521,069

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

20.0001. Exchange of FHLB Seattle stock for FHLB Des Moines stock .....	0	8,821,200
20.0002. Non-cash real estate additions .....	839,873	0
20.0003. Non-cash mortgage disposal .....	701,991	0
20.0004. Non-cash premium .....	190,000	0

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
ANALYSIS OF OPERATIONS BY LINES OF BUSINESS**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	4,075,796,389	0	1,469,539	414,068,784	0	0	141,771,050	2,176,543,149	1,153,384,598	0	188,559,268	0
2. Considerations for supplementary contracts with life contingencies	4,777,637	0	0	90,685	4,686,952	0	0	0	0	0	0	0
3. Net investment income	528,172,350	0	0	124,292,777	7,088,769	0	45,887,956	120,992,329	159,611,812	0	49,468,732	20,829,974
4. Amortization of Interest Maintenance Reserve (IMR)	7,880,314	0	0	1,988,062	105,764	0	572,978	2,159,684	1,902,767	0	605,447	545,611
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0	0	0	0	0	0	0	0	0	0	0
6. Commissions and expense allowances on reinsurance ceded	170,348,220	0	2,596,508	0	0	0	132,474,763	0	14,583,612	0	20,693,337	0
7. Reserve adjustments on reinsurance ceded	0	0	0	0	0	0	0	0	0	0	0	0
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	36,004,876	0	0	0	0	0	0	36,004,876	0	0	0	0
8.2 Charges and fees for deposit-type contracts	15	0	0	0	15	0	0	0	0	0	0	0
8.3 Aggregate write-ins for miscellaneous income	9,766,210	0	0	0	0	0	245,103	(30,480)	9,506,655	0	71,858	(26,926)
9. Totals (Lines 1 to 8.3)	4,832,746,010	0	4,066,047	540,440,309	11,881,501	0	320,951,850	2,335,669,558	1,338,989,444	0	259,398,642	21,348,659
10. Death benefits	114,734,185	0	3,453,359	0	0	0	111,280,825	0	0	0	0	0
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0	0	0	0	0	0	0	0	0	0	0
12. Annuity benefits	1,017,269,473	0	0	11,727,515	0	0	0	1,005,541,957	0	0	0	0
13. Disability benefits and benefits under accident and health contracts	984,928,375	0	0	0	0	0	0	0	885,501,523	0	99,426,852	0
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0	0	0	0	0	0	0	0	0	0	0
15. Surrender benefits and withdrawals for life contracts	1,496,060,847	0	80,286	405,701,136	0	0	0	1,090,279,424	0	0	0	0
16. Group conversions	0	0	0	0	0	0	0	0	0	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds	13,056,086	0	21,567	2,974,319	4,235,116	0	2,936,622	1,671,344	1,217,119	0	0	0
18. Payments on supplementary contracts with life contingencies	4,981,054	0	0	0	4,981,054	0	0	0	0	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts	716,062,531	0	650,067	59,085,582	1,578,146	0	(28,585,300)	604,148,101	46,654,760	0	32,531,176	0
20. Totals (Lines 10 to 19)	4,347,092,551	0	4,205,279	479,488,552	10,794,316	0	85,632,147	2,701,640,826	933,373,402	0	131,958,028	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	196,840,429	0	0	17,604,097	0	0	40,698,774	15,484,727	76,837,431	0	46,255,440	(40,040)
22. Commissions and expense allowances on reinsurance assumed	3,010,917	0	0	0	0	0	0	0	0	0	3,010,917	0
23. General insurance expenses	506,564,808	0	0	13,301,097	0	0	104,858,682	58,761,563	296,613,458	0	33,030,008	0
24. Insurance taxes, licenses and fees, excluding federal income taxes	57,199,861	0	0	743,138	0	0	18,329,997	1,006,284	31,212,839	0	5,907,603	0
25. Increase in loading on deferred and uncollected premiums	386,268	0	10,183	0	0	0	376,085	0	0	0	0	0
26. Net transfers to or (from) Separate Accounts net of reinsurance	(461,032,943)	0	0	0	0	0	0	(461,032,943)	0	0	0	0
27. Aggregate write-ins for deductions	527,836	0	0	0	0	0	11,956	301,784	200,358	0	1,955	11,783
28. Totals (Lines 20 to 27)	4,650,589,727	0	4,215,462	511,136,885	10,794,316	0	249,907,641	2,316,162,241	1,338,237,488	0	220,163,951	(28,257)
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	182,156,284	0	(149,415)	29,303,424	1,087,185	0	71,044,210	19,507,317	751,956	0	39,234,691	21,376,916
30. Dividends to policyholders	97,370	0	97,370	0	0	0	0	0	0	0	0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	182,058,914	0	(246,785)	29,303,424	1,087,185	0	71,044,210	19,507,317	751,956	0	39,234,691	21,376,916
32. Federal income taxes incurred (excluding tax on capital gains)	9,190,437	0	(865,716)	(2,446,098)	1,424,913	0	12,816,129	(4,882,861)	(9,662,419)	0	7,937,754	4,868,735
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	172,868,477	0	618,931	31,749,522	(337,728)	0	58,228,081	24,390,178	10,414,375	0	31,296,937	16,508,181
<b>DETAILS OF WRITE-INS</b>												
08.301. Other income	9,766,210	0	0	0	0	0	245,103	(30,480)	9,506,655	0	71,858	(26,926)
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	9,766,210	0	0	0	0	0	245,103	(30,480)	9,506,655	0	71,858	(26,926)
2701. Other expenses	527,836	0	0	0	0	0	11,956	301,784	200,358	0	1,955	11,783
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	527,836	0	0	0	0	0	11,956	301,784	200,358	0	1,955	11,783

(a) Includes the following amounts for FEGLI/SGLI: Line 1 0, Line 10 0, Line 16 0, Line 23 0, Line 24 0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year .....	6,855,077,208	0	6,136,648	2,995,571,280	34,901,958	0	772,855,362	3,045,611,961
2. Tabular net premiums or considerations .....	3,302,016,522	0	1,396,063	414,060,975	4,714,998	0	711,257,488	2,170,586,998
3. Present value of disability claims incurred .....	71,341,947	0	0	0	XXX	0	71,341,947	0
4. Tabular interest .....	181,854,775	0	299,674	60,123,210	1,297,368	0	40,564,946	79,569,577
5. Tabular less actual reserve released .....	(43,264,440)	0	0	2,426,372	1,109,181	0	(47,287,691)	487,698
6. Increase in reserve on account of change in valuation basis .....	21,353,377	0	0	17,055,437	4,297,941	0	0	0
7. Other increases (net) .....	(11,941,015)	0	1,057,909	(13,000,000)	0	0	0	1,076
8. Totals (Lines 1 to 7) .....	10,376,438,374	0	8,890,294	3,476,237,273	46,321,446	0	1,548,732,052	5,296,257,310
9. Tabular cost .....	723,780,652	0	1,521,000	0	XXX	0	722,259,652	0
10. Reserves released by death .....	26,510,071	0	194,903	XXX	XXX	0	26,315,168	XXX
11. Reserves released by other terminations (net) .....	1,539,846,314	0	387,678	392,732,317	625,362	0	55,887,167	1,090,213,790
12. Annuity, supplementary contract and disability payments involving life contingencies .....	1,033,804,798	0	0	11,727,515	4,827,592	0	0	1,017,249,691
13. Net transfers to or (from) Separate Accounts .....	(460,966,233)	0	0	0	0	0	0	(460,966,233)
14. Total Deductions (Lines 9 to 13) .....	2,862,975,602	0	2,103,581	404,459,832	5,452,954	0	804,461,987	1,646,497,248
15. Reserve December 31, current year	7,513,462,772	0	6,786,713	3,071,777,441	40,868,492	0	744,270,065	3,649,760,062



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**EXHIBIT OF NET INVESTMENT INCOME**

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 672,151	544,484
1.1 Bonds exempt from U.S. tax	(a) 0	0
1.2 Other bonds (unaffiliated)	(a) 298,709,633	304,887,459
1.3 Bonds of affiliates	(a) 0	0
2.1 Preferred stocks (unaffiliated)	(b) 29,622	29,622
2.11 Preferred stocks of affiliates	(b) 0	0
2.2 Common stocks (unaffiliated)	535,250	535,250
2.21 Common stocks of affiliates	0	0
3. Mortgage loans	(c) 324,742,734	325,024,020
4. Real estate	(d) 12,699,577	12,613,425
5. Contract loans	47,751	47,751
6. Cash, cash equivalents and short-term investments	(e) 389,972	389,972
7. Derivative instruments	(f) (4,602,729)	(4,602,729)
8. Other invested assets	0	(42,688,028)
9. Aggregate write-ins for investment income	1,882,974	1,882,974
10. Total gross investment income	635,106,936	598,664,201
11. Investment expenses		(g) 31,182,626
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 2,061,139
13. Interest expense		(h) 13,125,000
14. Depreciation on real estate and other invested assets		(i) 3,380,611
15. Aggregate write-ins for deductions from investment income		20,742,475
16. Total deductions (Lines 11 through 15)		70,491,851
17. Net investment income (Line 10 minus Line 16)		528,172,350
<b>DETAILS OF WRITE-INS</b>		
0901. Miscellaneous Investment Income	1,882,974	1,882,974
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	1,882,974	1,882,974
1501. Bond Management Fee		1,790,048
1502. Mortgage Loan Service Fee		7,267,703
1503. Investment Fund Servicing Fee		3,097,164
1598. Summary of remaining write-ins for Line 15 from overflow page		8,587,560
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		20,742,475

- (a) Includes \$ 5,091,451 accrual of discount less \$ 26,043,234 amortization of premium and less \$ 7,613,406 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 12,216 accrual of discount less \$ 5,087 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 6,255,225 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 13,125,000 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 3,380,611 depreciation on real estate and \$ 0 depreciation on other invested assets.

**EXHIBIT OF CAPITAL GAINS (LOSSES)**

	1	2	3	4	5
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	7,044	0	7,044	0	0
1.1 Bonds exempt from U.S. tax	0	0	0	0	0
1.2 Other bonds (unaffiliated)	9,089,730	(11,802,879)	(2,713,149)	267,180	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	0	0	0	0	0
2.21 Common stocks of affiliates	0	0	0	0	0
3. Mortgage loans	(11,288,847)	0	(11,288,847)	0	0
4. Real estate	0	0	0	0	0
5. Contract loans	0	0	0	0	0
6. Cash, cash equivalents and short-term investments	(2,835)	2,728	(106)	0	0
7. Derivative instruments	32,623	0	32,623	4,570,624	0
8. Other invested assets	0	(4,820,657)	(4,820,657)	(938,789)	0
9. Aggregate write-ins for capital gains (losses)	0	(134,007)	(134,007)	5,204,861	0
10. Total capital gains (losses)	(2,162,285)	(16,754,815)	(18,917,099)	9,103,877	0
<b>DETAILS OF WRITE-INS</b>					
0901. Other Capital Losses	0	(134,007)	(134,007)	0	0
0902. Provision Adjustment to Mortgage Loans	0	0	0	5,204,861	0
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	0	(134,007)	(134,007)	5,204,861	0

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY**  
**EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
<b>FIRST YEAR (other than single)</b>											
1. Uncollected	(1,016,454)	0	2,232	0	0	0	0	0	0	(1,018,686)	0
2. Deferred and accrued	54,554	0	54,554	0	0	0	0	0	0	0	0
3. Deferred, accrued and uncollected:											
3.1 Direct	181,181	0	56,786	0	0	0	0	0	0	124,395	0
3.2 Reinsurance assumed	2,027	0	0	0	0	0	0	0	0	2,027	0
3.3 Reinsurance ceded	1,145,109	0	0	0	0	0	0	0	0	1,145,109	0
3.4 Net (Line 1 + Line 2)	(961,901)	0	56,786	0	0	0	0	0	0	(1,018,687)	0
4. Advance	140,732	0	0	0	0	0	0	0	0	140,732	0
5. Line 3.4 - Line 4	(1,102,633)	0	56,786	0	0	0	0	0	0	(1,159,419)	0
6. Collected during year:											
6.1 Direct	20,983,526	0	455,849	1,550,881	0	0	0	0	0	18,976,796	0
6.2 Reinsurance assumed	(1,703)	0	0	0	0	0	0	0	0	(1,703)	0
6.3 Reinsurance ceded	7,002,234	0	7,722	0	0	0	0	0	0	6,994,512	0
6.4 Net	13,979,589	0	448,127	1,550,881	0	0	0	0	0	11,980,581	0
7. Line 5 + Line 6.4	12,876,956	0	504,913	1,550,881	0	0	0	0	0	10,821,162	0
8. Prior year (uncollected + deferred and accrued - advance)	(984,070)	0	54,875	0	0	0	0	0	0	(1,038,945)	0
9. First year premiums and considerations:											
9.1 Direct	21,283,208	0	457,760	1,550,881	0	0	0	0	0	19,274,567	0
9.2 Reinsurance assumed	(999)	0	0	0	0	0	0	0	0	(999)	0
9.3 Reinsurance ceded	7,421,182	0	7,722	0	0	0	0	0	0	7,413,460	0
9.4 Net (Line 7 - Line 8)	13,861,027	0	450,038	1,550,881	0	0	0	0	0	11,860,108	0
<b>SINGLE</b>											
10. Single premiums and considerations:											
10.1 Direct	422,635,239	0	16,234,738	406,400,501	0	0	0	0	0	0	0
10.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
10.3 Reinsurance ceded	16,195,352	0	16,195,352	0	0	0	0	0	0	0	0
10.4 Net	406,439,887	0	39,386	406,400,501	0	0	0	0	0	0	0
<b>RENEWAL</b>											
11. Uncollected	(27,446,205)	0	15,819	0	0	(101,758,355)	2,514,061	74,769,780	0	(2,987,510)	0
12. Deferred and accrued	(44,505,293)	0	299,140	0	0	(16,054,773)	0	(28,749,660)	0	0	0
13. Deferred, accrued and uncollected:											
13.1 Direct	117,158,905	0	3,930,203	0	0	48,519,242	2,514,061	60,893,559	0	1,301,840	0
13.2 Reinsurance assumed	5,295,354	0	0	0	0	0	0	5,137,079	0	158,275	0
13.3 Reinsurance ceded	194,405,757	0	3,615,244	0	0	166,332,370	0	20,010,518	0	4,447,625	0
13.4 Net (Line 11 + Line 12)	(71,951,498)	0	314,959	0	0	(117,813,128)	2,514,061	46,020,120	0	(2,987,510)	0
14. Advance	10,437,423	0	7,975	0	0	2,730,837	0	6,021,069	0	1,677,542	0
15. Line 13.4 - Line 14	(82,388,921)	0	306,984	0	0	(120,543,965)	2,514,061	39,999,051	0	(4,665,052)	0
16. Collected during year:											
16.1 Direct	4,427,771,445	0	23,164,082	6,117,402	0	806,897,132	2,177,217,258	1,212,562,832	0	201,812,739	0
16.2 Reinsurance assumed	92,890,904	0	0	0	0	0	0	62,348,509	0	30,542,395	0
16.3 Reinsurance ceded	858,809,088	0	22,210,535	0	0	661,817,149	0	120,430,752	0	54,350,652	0
16.4 Net	3,661,853,261	0	953,547	6,117,402	0	145,079,983	2,177,217,258	1,154,480,589	0	178,004,482	0
17. Line 15 + Line 16.4	3,579,464,340	0	1,260,531	6,117,402	0	24,536,018	2,179,731,319	1,194,479,640	0	173,339,430	0
18. Prior year (uncollected + deferred and accrued - advance)	(76,031,135)	0	280,416	0	0	(117,235,032)	3,188,170	41,095,042	0	(3,359,731)	0
19. Renewal premiums and considerations:											
19.1 Direct	4,430,338,750	0	22,887,418	6,117,402	0	811,363,918	2,176,543,149	1,211,689,123	0	201,737,740	0
19.2 Reinsurance assumed	92,997,659	0	0	0	0	0	0	62,383,409	0	30,614,250	0
19.3 Reinsurance ceded	867,840,935	0	21,907,303	0	0	669,592,868	0	120,687,934	0	55,652,830	0
19.4 Net (Line 17 - Line 18)	3,655,495,474	0	980,115	6,117,402	0	141,771,050	2,176,543,149	1,153,384,598	0	176,699,160	0
<b>TOTAL</b>											
20. Total premiums and annuity considerations:											
20.1 Direct	4,874,257,198	0	39,579,916	414,068,784	0	811,363,918	2,176,543,149	1,211,689,123	0	221,012,307	0
20.2 Reinsurance assumed	92,996,660	0	0	0	0	0	0	62,383,409	0	30,613,251	0
20.3 Reinsurance ceded	891,457,469	0	38,110,377	0	0	669,592,868	0	120,687,934	0	63,066,290	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	4,075,796,389	0	1,469,539	414,068,784	0	141,771,050	2,176,543,149	1,153,384,598	0	188,559,268	0

**EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)**

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
<b>DIVIDENDS AND COUPONS APPLIED (included in Part 1)</b>											
21. To pay renewal premiums .....	28,506	.0	28,506	.0	.0	.0	.0	.0	.0	.0	.0
22. All other .....	39,386	.0	39,386	.0	.0	.0	.0	.0	.0	.0	.0
<b>REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED</b>											
23. First year (other than single):											
23.1 Reinsurance ceded .....	5,647,651	.0	.0	.0	.0	.0	.0	.0	.0	5,647,651	.0
23.2 Reinsurance assumed .....	0	.0	.0	.0	.0	.0	.0	.0	.0	0	.0
23.3 Net ceded less assumed .....	5,647,651	.0	.0	.0	.0	.0	.0	.0	.0	5,647,651	.0
24. Single:											
24.1 Reinsurance ceded .....	0	.0	.0	.0	.0	.0	.0	.0	.0	0	.0
24.2 Reinsurance assumed .....	0	.0	.0	.0	.0	.0	.0	.0	.0	0	.0
24.3 Net ceded less assumed .....	0	.0	.0	.0	.0	.0	.0	.0	.0	0	.0
25. Renewal:											
25.1 Reinsurance ceded .....	164,700,569	.0	2,596,508	.0	.0	132,474,763	.0	14,583,612	.0	15,045,686	.0
25.2 Reinsurance assumed .....	3,010,917	.0	.0	.0	.0	.0	.0	.0	.0	3,010,917	.0
25.3 Net ceded less assumed .....	161,689,652	0	2,596,508	0	0	132,474,763	0	14,583,612	0	12,034,769	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6) .....	170,348,220	.0	2,596,508	.0	.0	132,474,763	.0	14,583,612	.0	20,693,337	.0
26.2 Reinsurance assumed (Page 6, Line 22) .....	3,010,917	0	0	0	0	0	0	0	0	3,010,917	0
26.3 Net ceded less assumed .....	167,337,303	.0	2,596,508	.0	.0	132,474,763	.0	14,583,612	.0	17,682,420	.0
<b>COMMISSIONS INCURRED (direct business only)</b>											
27. First year (other than single) .....	48,021,143	.0	.0	39,359	.0	9,387,723	560,687	16,108,174	.0	21,925,200	.0
28. Single .....	17,553,502	.0	.0	17,553,502	.0	.0	.0	.0	.0	.0	.0
29. Renewal .....	131,265,784	.0	.0	11,236	.0	31,311,051	14,924,040	60,729,257	.0	24,330,240	(40,040)
30. Deposit-type contract funds .....	0	0	0	0	0	0	0	0	0	0	0
31. Totals (to agree with Page 6, Line 21)	196,840,429	0	0	17,604,097	0	40,698,774	15,484,727	76,837,431	0	46,255,440	(40,040)

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
EXHIBIT 2 - GENERAL EXPENSES**

	Insurance				5 Investment	6 Total
	1 Life	2 Accident and Health		4 All Other Lines of Business		
		Cost Containment	3 All Other			
1. Rent	7,013,783	0	11,495,129	0	1,062,027	19,570,939
2. Salaries and wages	103,976,354	0	186,857,684	0	13,663,303	304,497,341
3.11 Contributions for benefit plans for employees	9,901,819	0	20,686,775	0	3,793,543	34,382,137
3.12 Contributions for benefit plans for agents	0	0	0	0	0	0
3.21 Payments to employees under non-funded benefit plans	0	0	0	0	0	0
3.22 Payments to agents under non-funded benefit plans	0	0	0	0	0	0
3.31 Other employee welfare	3,016,047	0	4,441,750	0	238,725	7,696,522
3.32 Other agent welfare	0	0	0	0	0	0
4.1 Legal fees and expenses	109,603	0	128,804	0	349,408	587,815
4.2 Medical examination fees	1,095,020	0	3,455,097	0	0	4,550,117
4.3 Inspection report fees	8,864	0	755,373	0	0	764,237
4.4 Fees of public accountants and consulting actuaries	1,205,665	0	1,195,101	0	79,453	2,480,219
4.5 Expense of investigation and settlement of policy claims	972,954	0	14,379,448	0	9,712	15,362,114
5.1 Traveling expenses	4,407,403	0	5,980,362	0	1,014,882	11,402,647
5.2 Advertising	1,164,129	0	3,055,637	0	36,763	4,256,529
5.3 Postage, express, telegraph and telephone	3,718,707	0	5,469,185	0	456,912	9,644,804
5.4 Printing and stationery	2,439,478	0	2,357,686	0	191,177	4,988,341
5.5 Cost or depreciation of furniture and equipment	1,550,956	0	3,083,363	0	83,132	4,717,451
5.6 Rental of equipment	785,332	0	1,550,941	0	42,336	2,378,609
5.7 Cost or depreciation of EDP equipment and software	21,552,389	0	43,191,179	0	1,163,848	65,907,416
6.1 Books and periodicals	131,486	0	141,068	0	29,272	301,826
6.2 Bureau and association fees	564,334	0	1,099,924	0	74,656	1,738,914
6.3 Insurance, except on real estate	914,868	0	1,741,681	0	2,607,505	5,264,054
6.4 Miscellaneous losses	30,272	0	60,162	0	1,400	91,834
6.5 Collection and bank service charges	200,469	0	343,221	0	0	543,690
6.6 Sundry general expenses	3,780,539	0	6,924,031	0	(21,151)	10,683,419
6.7 Group service and administration fees	7,888,448	0	20,017,762	0	764	27,906,974
6.8 Reimbursements by uninsured plans	0	0	(9,711,656)	0	0	(9,711,656)
7.1 Agency expense allowance	0	0	0	0	0	0
7.2 Agents' balances charged off (less \$ recovered)	0	0	0	0	0	0
7.3 Agency conferences other than local meetings	193,411	0	252,273	0	0	445,684
9.1 Real estate expenses	297,284	0	688,069	0	6,125,437	7,110,790
9.2 Investment expenses not included elsewhere	1,727	0	3,418	0	179,522	184,667
9.3 Aggregate write-ins for expenses	0	0	0	0	0	0
10. General expenses incurred	176,921,341	0	329,643,467	0	31,182,626	(a) 537,747,434
11. General expenses unpaid December 31, prior year	31,744,281	0	207,773,379	0	2,338,850	241,856,510
12. General expenses unpaid December 31, current year	35,168,784	0	214,163,594	0	2,342,814	251,675,192
13. Amounts receivable relating to uninsured plans, prior year	0	0	3,048,757	0	0	3,048,757
14. Amounts receivable relating to uninsured plans, current year	0	0	4,166,080	0	0	4,166,080
15. General expenses paid during year (Lines 10+11-12-13+14)	173,496,838	0	324,370,575	0	31,178,662	529,046,075
<b>DETAILS OF WRITE-INS</b>						
09.301.						
09.302.						
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0	0
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	0	0	0	0	0	0

(a) Includes management fees of \$ 18,045,915 to affiliates and \$ 1,790,048 to non-affiliates.

**EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)**

	Insurance			4 Investment	5 Total
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes	0	0	0	2,018,142	2,018,142
2. State insurance department licenses and fees	1,318,677	2,472,874	0	133	3,791,684
3. State taxes on premiums	12,998,412	19,965,260	0	0	32,963,672
4. Other state taxes, including \$ for employee benefits	988,470	1,955,273	0	0	2,943,743
5. U.S. Social Security taxes	3,883,304	9,389,191	0	42,864	13,315,359
6. All other taxes	890,556	3,337,844	0	0	4,228,400
7. Taxes, licenses and fees incurred	20,079,419	37,120,442	0	2,061,139	59,261,000
8. Taxes, licenses and fees unpaid December 31, prior year	2,059,174	3,513,295	0	350,335	5,922,804
9. Taxes, licenses and fees unpaid December 31, current year	2,136,923	3,655,632	0	413,818	6,206,373
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	20,001,670	36,978,105	0	1,997,656	58,977,431

**EXHIBIT 4 - DIVIDENDS OR REFUNDS**

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	28,506
2. Applied to shorten the endowment or premium-paying period	0	0
3. Applied to provide paid-up additions	39,386	0
4. Applied to provide paid-up annuities	0	0
5. Total Lines 1 through 4	67,892	0
6. Paid in cash	20,778	0
7. Left on deposit	7,255	0
8. Aggregate write-ins for dividend or refund options	137	0
9. Total Lines 5 through 8	96,062	0
10. Amount due and unpaid	9,395	0
11. Provision for dividends or refunds payable in the following calendar year	93,909	0
12. Terminal dividends	0	0
13. Provision for deferred dividend contracts	0	0
14. Amount provisionally held for deferred dividend contracts not included in Line 13	0	0
15. Total Lines 10 through 14	103,304	0
16. Total from prior year	101,996	0
17. Total dividends or refunds (Lines 9 + 15 - 16)	97,370	0
<b>DETAILS OF WRITE-INS</b>		
0801. Applied to reduce policy loans	137	0
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)	137	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS**

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0100001. AE 3.50% NLP CNF 1906-1941	33,645	0	33,645	0	0
0100002. AM(5) 3.00% NLP CNF 1941-1947	394,882	0	394,882	0	0
0100003. AM(5) 3.00% ILL CNF 1941-1947	443,388	0	443,388	0	0
0100004. 1941 CSO 2.25% NLP CNF 1947-1964	3,377,197	0	3,377,197	0	0
0100005. 1941 CSO 2.25% CRVM CNF 1947-1964	2,713,238	0	2,713,238	0	0
0100006. 1941 CSO 2.25% NJ CNF 1947-1964	2,694,147	0	2,694,147	0	0
0100007. 1958 CSO 2.50% CRVM CNF 1970-1982	15,227	0	15,227	0	0
0100008. 1958 CSO 3.00% NLP CNF 1964-1970	5,644,255	0	5,644,255	0	0
0100009. 1958 CSO 3.00% NJ CNF 1964-1970	10,575,122	0	10,575,122	0	0
0100010. 1958 CSO 3.50% NLP CNF 1970-1992	10,917,606	0	10,917,606	0	0
0100011. 1958 CSO 3.50% CRVM CNF 1970-1982	45,466,003	0	45,466,003	0	0
0100012. 1958 CSO 4.00% NLP CNF 1978-1982	4,402	0	4,402	0	0
0100013. 1958 CSO 4.00% CRVM CNF 1974-1982	22,149,180	0	22,149,180	0	0
0100014. 1958 CSO 4.50% NLP CNF 1981-1988	89,175	0	89,175	0	0
0100015. 1958 CSO 4.50% CRVM 1981-1988	57,489,689	0	57,489,689	0	0
0100016. 1958 CSO 5.50% NLP CNF 1979-1988	14,688,821	0	14,688,821	0	0
0100017. 1958 CSO 5.50% CRVM 1987 - 1998	4,029,420	0	4,029,420	0	0
0100018. 1958 CSO 6.00% CRVM 1983-1986	33,594,802	0	33,594,802	0	0
0100019. 1980 CSO 4.00% CRVM 1988-1999	85,093,740	0	85,093,740	0	0
0100020. 1980 CSO 4.50% NLP 1983-2005	89,295	0	89,295	0	0
0100021. 1980 CSO 4.50% CRVM 1995-2005	107,879,638	0	107,879,638	0	0
0100022. 1980 CSO 4.50% NLP CNF 1983-2005	314,389	0	314,389	0	0
0100023. 1980 CSO 5.00% NLP 1993-1994	904,316	0	904,316	0	0
0100024. 1980 CSO 5.00% NLP 1993-1994	87,425	0	87,425	0	0
0100025. 1980 CSO 5.00% CRVM crf 1993-1994	41,689,820	0	41,689,820	0	0
0100026. 1980 CSO 5.50% NL 1987-1992	3,366,008	0	3,366,008	0	0
0100027. 1980 CSO 5.50% CRVM 1986-1992	234,185,814	0	234,185,814	0	0
0100028. 1980 CSO 6.00% CRVM CNF 1983-1986	24,528,786	0	24,528,786	0	0
0100029. 2001 CSO 4.00% CRVM CNF 2009-2012	873,555	0	873,555	0	0
0100030. 2001 CSO 3.5% CRVM CNF 2013-2016 NB	1,752,028	0	1,752,028	0	0
0100031. - 58 CSO 3 1/2% 1958-1975	146,189	0	0	0	146,189
0100032. - 58 CSO 4% 1976-1987	574,560	0	0	0	574,560
0100033. - 80 CSO 4 1/2% 1995-2003	17,370,747	0	0	0	17,370,747
0100034. - 80 CSO 5 1/2% 1988-1992	2,425,936	0	0	0	2,425,936
0100035. - 80 CSO 5% 1993-1994	1,902,646	0	0	0	1,902,646
0100036. - 2001 CSO 4 1/2% 2004-2005	7,631,073	0	0	0	7,631,073
0100037. - 2001 CSO 4% 2006-2012	18,780,419	0	0	0	18,780,419
0100038. - 2001 CSO 3 1/2% 2013-2016 NB	8,707,100	0	0	0	8,707,100
0199997. Totals (Gross)	772,623,683	0	715,085,013	0	57,538,670
0199998. Reinsurance ceded	708,316,101	0	708,316,101	0	0
0199999. Life Insurance: Totals (Net)	64,307,582	0	6,768,912	0	57,538,670
0200001. 1971 IAM 3.50% 1966-1967, 1970-1973	226,433	XXX	226,433	XXX	0
0200002. 1971 IAM 4.00% 1974-1979	15,752,137	XXX	15,752,137	XXX	0
0200003. 1971 IAM 4.50% 1980-1982	34,713,189	XXX	34,713,189	XXX	0
0200004. 1971 IAM 8.50% 1984-1985	21,882,527	XXX	21,882,527	XXX	0
0200005. 1971 IAM 8.75% 1983	9,465,013	XXX	9,465,013	XXX	0
0200006. 1983 IAM 5.50% 1994, 1996-1997	9,626,099	XXX	9,626,099	XXX	0
0200007. 1983 IAM 5.75% 1993	6,136,010	XXX	6,136,010	XXX	0
0200008. 1983 IAM 6.00% 1995	4,345,711	XXX	4,345,711	XXX	0
0200009. 1983 IAM 6.25% 1992	10,204,500	XXX	10,204,500	XXX	0
0200010. 1983 IAM 6.50% 1987, 1990	16,895,257	XXX	16,895,257	XXX	0
0200011. 1983 IAM 6.75% 1991	12,216,875	XXX	12,216,875	XXX	0
0200012. 1983 IAM 7.00% 1988-1989	21,928,263	XXX	21,928,263	XXX	0
0200013. 1983 IAM 7.25% 1986	4,649,343	XXX	4,649,343	XXX	0
0200014. ANNUITY 2000 3.50% 2003, 2013	3,923,233	XXX	3,923,233	XXX	0
0200015. ANNUITY 2000 3.75% 2005, 2012-2013	286,193,573	XXX	286,193,573	XXX	0
0200016. ANNUITY 2000 4.00% 2005, 2012, 2014	514,965,428	XXX	514,965,428	XXX	0
0200017. ANNUITY 2000 4.25% 2007, 2009, 2011	32,704,866	XXX	32,704,866	XXX	0
0200018. ANNUITY 2000 4.50% 2003, 2006, 2010	330,980,139	XXX	330,980,139	XXX	0
0200019. ANNUITY 2000 4.75% 2005-2008, 2010	400,220,509	XXX	400,220,509	XXX	0
0200020. ANNUITY 2000 5.00% 2008-2009	370,042,730	XXX	370,042,730	XXX	0
0200021. ANNUITY 2000 5.25% 1998-1999	2,555,860	XXX	2,555,860	XXX	0
0200022. ANNUITY 2000 5.50% 2001-2002, 2009	118,754,015	XXX	118,754,015	XXX	0
0200023. ANNUITY 2000 5.75% 2000	23,238,337	XXX	23,238,337	XXX	0
0200024. ANNUITY 2012 3.00% 2016 NB	244,597	XXX	244,597	XXX	0
0200025. ANNUITY 2012 3.47% 2015	1,027,206	XXX	1,027,206	XXX	0
0200026. ANNUITY 2012 3.75% 2015-2016 NB	334,190,453	XXX	334,190,453	XXX	0
0200027. ANNUITY 2012 4.00% 2016 NB	367,330,550	XXX	367,330,550	XXX	0
0200028. SELECT 2010 2.88% 2012	535,804	XXX	535,804	XXX	0
0200029. SELECT 2010 3.23% 2013	1,259,120	XXX	1,259,120	XXX	0
0200030. SELECT 2010 3.50% 1953	573	XXX	573	XXX	0
0200031. SELECT 2010 3.77% 2014	623,271	XXX	623,271	XXX	0
0200032. SELECT 2010 4.00% 1977-2011	102,945,817	XXX	102,945,817	XXX	0
0200033. 1951 PENSION 4.00% 1973-1983	452,967	XXX	0	XXX	452,967
0200034. 1951 PENSION 10.00% 1984-1985	859,926	XXX	0	XXX	859,926
0200035. 1983 GAM 6.00% 1987	586,455	XXX	0	XXX	586,455
0200036. 1983 GAM 6.25% 1988-1989	197,019	XXX	0	XXX	197,019
0200037. 1983 GAM 6.50% 1986	233,974	XXX	0	XXX	233,974
0200038. 1983 GAM 7.25% 1987	167,111	XXX	0	XXX	167,111
0200039. 1983 GAM 7.75% 1988-1989	74,339	XXX	0	XXX	74,339
0200040. 1983 GAM 8.00% 1986-1987	1,076,865	XXX	0	XXX	1,076,865
0200041. 1983 GAM 8.25% 1989	88,188	XXX	0	XXX	88,188
0200042. 1983 GAM 8.75% 1986, 1988-1989	1,681,818	XXX	0	XXX	1,681,818
0200043. 1983 GAM 9.25% 1986	686,846	XXX	0	XXX	686,846
0200044. 1983 IAM 5.25% 1993	190,927	XXX	0	XXX	190,927
0200045. 1983 IAM 5.50% 1995	26,197	XXX	0	XXX	26,197
0200046. 1983 IAM 5.75% 1992	23,254	XXX	0	XXX	23,254
0200047. 1983 IAM 6.00% 1990-1991, 1996-1997	345,432	XXX	0	XXX	345,432
0200048. 1983 IAM 6.25% 1993, 1996-1997	3,893,359	XXX	0	XXX	3,893,359
0200049. 1983 IAM 6.50% 1993-1995	2,375,207	XXX	0	XXX	2,375,207
0200050. 1983 IAM 6.99% 1995	1,597,889	XXX	0	XXX	1,597,889
0200051. 1983 IAM 7.25% 1990-1991	115,306	XXX	0	XXX	115,306

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS**

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200052. 1983 IAM 7.75% 1992	1,762,069	XXX	0	XXX	1,762,069
0200053. 1983 IAM 8.00% 1990	35,427	XXX	0	XXX	35,427
0200054. 1983 IAM 8.25% 1990-1991	1,986,677	XXX	0	XXX	1,986,677
0200055. 1994 GAM 3.64% 2016 NB	2,362,803	XXX	0	XXX	2,362,803
0200056. 1994 GAM 3.89% 2015	2,368,442	XXX	0	XXX	2,368,442
0200057. 1994 GAM 4.00% 2013	2,075,329	XXX	0	XXX	2,075,329
0200058. 1994 GAM 4.20% 2012	1,329,100	XXX	0	XXX	1,329,100
0200059. 1994 GAM 4.31% 2014	1,482,862	XXX	0	XXX	1,482,862
0200060. 1994 GAM 4.47% 2011	1,891,086	XXX	0	XXX	1,891,086
0200061. 1994 GAM 4.50% 2004-2005	2,777,725	XXX	0	XXX	2,777,725
0200062. 1994 GAM 4.67% 2006	807,246	XXX	0	XXX	807,246
0200063. 1994 GAM 4.70% 2003	2,143,723	XXX	0	XXX	2,143,723
0200064. 1994 GAM 5.06% 2010	1,446,052	XXX	0	XXX	1,446,052
0200065. 1994 GAM 5.12% 2007	702,444	XXX	0	XXX	702,444
0200066. 1994 GAM 5.25% 2008	1,302,141	XXX	0	XXX	1,302,141
0200067. 1994 GAM 5.50% 1999	10,264	XXX	0	XXX	10,264
0200068. 1994 GAM 5.79% 2009	489,814	XXX	0	XXX	489,814
0200069. 1994 GAM 6.00% 2001	400,562	XXX	0	XXX	400,562
0200070. 1994 GAM 6.25% 1999-2000	2,637,608	XXX	0	XXX	2,637,608
0200071. 1994 GAM 6.50% 2002	876,693	XXX	0	XXX	876,693
0200072. 1994 GAM 6.75% 2000-2001	2,785,636	XXX	0	XXX	2,785,636
0200073. 1994 GAM 7.00% 2000	3,544,655	XXX	0	XXX	3,544,655
0200074. ANNUITY 2000 5.75% 1998	305,698	XXX	0	XXX	305,698
0200075. ANNUITY 2000 6.25% 1998	1,543,609	XXX	0	XXX	1,543,609
0200076. 1994 GAM 3.00% 1962-2016 NB	3,598,019,319	XXX	0	XXX	3,598,019,319
0299997. Totals (Gross)	6,709,537,502	XXX	3,059,777,439	XXX	3,649,760,063
0299998. Reinsurance ceded	0	XXX	0	XXX	0
0299999. Annuities: Totals (Net)	6,709,537,502	XXX	3,059,777,439	XXX	3,649,760,063
0300001. Annuity 2000 4.50%, 2013	57,882	0	57,882	0	0
0300002. Annuity 2000 5.50%, 2004, 2007	125,646	0	125,646	0	0
0300003. ANNUITY 2000 3.75% 2012-2013	1,264,356	0	1,264,356	0	0
0300004. ANNUITY 2000 4.00% 2014	86,906	0	86,906	0	0
0300005. ANNUITY 2000 4.25% 2011	72,412	0	72,412	0	0
0300006. ANNUITY 2000 4.50% 2006, 2010	1,213,748	0	1,213,748	0	0
0300007. ANNUITY 2000 4.75% 2007-2008	97,236	0	97,236	0	0
0300008. ANNUITY 2000 5.00% 2009	143,925	0	143,925	0	0
0300009. ANNUITY 2012 3.09% 2016 NB	4,390,396	0	4,390,396	0	0
0300010. ANNUITY 2012 3.75% 2015-2016 NB	241,105	0	241,105	0	0
0300011. ANNUITY 2012 4.00% 2015	4,391,726	0	4,391,726	0	0
0300012. SELECT 2010 3.50% 1958, 1979-1983	42,926	0	42,926	0	0
0300013. SELECT 2010 3.74% 2013	1,533,455	0	1,533,455	0	0
0300014. SELECT 2010 3.96% 2012	2,006,905	0	2,006,905	0	0
0300015. SELECT 2010 4.00% 1977-2011, 2014	25,383,396	0	25,383,396	0	0
0300016. 1969-1971 US Life Modified 4% 1971-2016 NB	19,316,535	0	0	0	19,316,535
0399997. Totals (Gross)	60,368,555	0	41,052,020	0	19,316,535
0399998. Reinsurance ceded	183,528	0	183,528	0	0
0399999. SCWLC: Totals (Net)	60,185,027	0	40,868,492	0	19,316,535
0400001. 1959 ADB 1958 CSO 3% 1964-2000	34,148	0	34,148	0	0
0499997. Totals (Gross)	34,148	0	34,148	0	0
0499998. Reinsurance ceded	34,148	0	34,148	0	0
0499999. Accidental Death Benefits: Totals (Net)	0	0	0	0	0
0500001. 1952 Interco Disa 1958 CSO 3% 1964-2000	478,373	0	478,373	0	0
0599997. Totals (Gross)	478,373	0	478,373	0	0
0599998. Reinsurance ceded	478,373	0	478,373	0	0
0599999. Disability-Active Lives: Totals (Net)	0	0	0	0	0
0600001. 1952 Interco Disa 1958 CSO 3% 1964-2000	2,453,693	0	2,453,693	0	0
0600002. 1970 Inter-co Group Val Table 4 1/2% 1952-1987, 1995-2005	127,355,161	0	0	0	127,355,161
0600003. 1970 Inter-co Group Val Table 5 1/2% 1988-1992	15,959,781	0	0	0	15,959,781
0600004. 1970 Inter-co Group Val Table 5% 1993-1994	13,557,919	0	0	0	13,557,919
0600005. 1970 Inter-co Group Val Table 4% 2006-2012	240,645,531	0	0	0	240,645,531
0600006. 1970 Inter-co Group Val Table 3 1/2% 2013	48,926,491	0	0	0	48,926,491
0600007. 2005 Group Life Waiver Val Table 3 1/2% 2014-2016 NB	205,621,284	0	0	0	205,621,284
0600008. 1970 Inter-co Group Val Table 3 1/2% 1952-1974	53,311	0	0	0	53,311
0600009. 1970 Inter-co Group Val Table 4% 1975-1979	195,030	0	0	0	195,030
0600010. 1970 Inter-co Group Val Table 4 1/2% 1980-1982, 1995-2005	18,146,623	0	0	0	18,146,623
0600011. 1970 Inter-co Group Val Table 6% 1983-1986	155,724	0	0	0	155,724
0600012. 1970 Inter-co Group Val Table 5 1/2% 1987-1992	1,021,844	0	0	0	1,021,844
0600013. 1970 Inter-co Group Val Table 5% 1993-1994	673,489	0	0	0	673,489
0600014. 1969-1971 US Life Modified 4% 1971-2016 NB	1,329,283	0	0	0	1,329,283
0699997. Totals (Gross)	676,095,164	0	2,453,693	0	673,641,471
0699998. Reinsurance ceded	8,680,303	0	2,453,693	0	6,226,610
0699999. Disability-Disabled Lives: Totals (Net)	667,414,861	0	0	0	667,414,861
0700001. Surrender Value in Excess	3,428,310	0	3,428,310	0	0
0700002. Immediate Payment of Claims	208,822	0	208,822	0	0
0700003. Non-Deduction of Deferred Fractional Premiums	79,088	0	79,088	0	0
0700004. Actuarial Opinion Reserve for Exhibit 5B Liabilities	12,000,000	0	12,000,000	0	0
0799997. Totals (Gross)	15,716,220	0	15,716,220	0	0
0799998. Reinsurance ceded	3,698,420	0	3,698,420	0	0
0799999. Miscellaneous Reserves: Totals (Net)	12,017,800	0	12,017,800	0	0
9999999. Totals (Net) - Page 3, Line 1	7,513,462,772	0	3,119,432,643	0	4,394,030,129

**EXHIBIT 5 - INTERROGATORIES**

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts?..... Yes [ X ] No [ ]
- 1.2 If not, state which kind is issued. ....
- 2.1 Does the reporting entity at present issue both participating and non-participating contracts?..... Yes [ ] No [ X ]
- 2.2 If not, state which kind is issued. ....  
NON-PARTICIPATING .....
3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?..... Yes [ X ] No [ ]
- If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
4. Has the reporting entity any assessment or stipulated premium contracts in force? ..... Yes [ ] No [ X ]
- If so, state:
- 4.1 Amount of insurance? ..... \$ ..... 0
- 4.2 Amount of reserve? ..... \$ ..... 0
- 4.3 Basis of reserve: .....
- 4.4 Basis of regular assessments: .....
- 4.5 Basis of special assessments: .....
- 4.6 Assessments collected during the year ..... \$ ..... 0
5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts. ....
6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? ..... Yes [ ] No [ X ]
- 6.1 If so, state the amount of reserve on such contracts on the basis actually held: ..... \$ ..... 0
- 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: ..... \$ ..... 0
- Attach statement of methods employed in their valuation.
7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]
- 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements ..... \$ ..... 0
- 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount: .....
- 7.3 State the amount of reserves established for this business: ..... \$ ..... 0
- 7.4 Identify where the reserves are reported in the blank: .....
8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]
- 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: ..... \$ ..... 0
- 8.2 State the amount of reserves established for this business: ..... \$ ..... 0
- 8.3 Identify where the reserves are reported in the blank: .....
9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? ..... Yes [ ] No [ X ]
- 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: ..... \$ ..... 0
- 9.2 State the amount of reserves established for this business: ..... \$ ..... 0
- 9.3 Identify where the reserves are reported in the blank: .....

**EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR**

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
Life Contingent SPIA	1955 AA 3.50%	SELECT 2010 3.50%	30
Life Contingent SPIA	1971 IAM 6.00%	SELECT 2010 4.00%	1,975
Life Contingent SPIA	1971 IAM 10.00%	SELECT 2010 4.00%	2,462
Life Contingent SPIA	1983 IAM 6.25%	SELECT 2010 4.00%	708,124
Life Contingent SPIA	1983 IAM 6.50%	SELECT 2010 4.00%	1,030,434
Life Contingent SPIA	1983 IAM 6.99%	SELECT 2010 4.00%	103,514
Life Contingent SPIA	1983 IAM 7.50%	SELECT 2010 4.00%	11,442
Life Contingent SPIA	1983 IAM 8.00%	SELECT 2010 4.00%	18,852
Life Contingent SPIA	1983 IAM 8.25%	SELECT 2010 4.00%	52,689
Life Contingent SPIA	1983 IAM 8.75%	SELECT 2010 4.00%	50,040
Life Contingent SPIA	ANNUITY 2000 2.88%	SELECT 2010 2.88%	29,215
Life Contingent SPIA	ANNUITY 2000 3.23%	SELECT 2010 3.23%	69,289
Life Contingent SPIA	ANNUITY 2000 3.77%	SELECT 2010 3.77%	35,026
Life Contingent SPIA	ANNUITY 2000 4.07%	SELECT 2010 4.00%	71,154
Life Contingent SPIA	ANNUITY 2000 4.10%	SELECT 2010 4.00%	2,913
Life Contingent SPIA	ANNUITY 2000 4.90%	SELECT 2010 4.00%	1,668,088
Life Contingent SPIA	ANNUITY 2000 4.98%	SELECT 2010 4.00%	104,461
Life Contingent SPIA	ANNUITY 2000 5.14%	SELECT 2010 4.00%	107,377
Life Contingent SPIA	ANNUITY 2000 5.37%	SELECT 2010 4.00%	318,035
Life Contingent SPIA	ANNUITY 2000 5.50%	SELECT 2010 4.00%	9,428,549
Life Contingent SPIA	ANNUITY 2000 5.69%	SELECT 2010 4.00%	1,230,683
Life Contingent SPIA	ANNUITY 2000 6.25%	SELECT 2010 4.00%	26,820
Life Contingent SPIA	ANNUITY 2000 6.50%	SELECT 2010 4.00%	14,058
Life Contingent SPIA	ANNUITY 2000 6.75%	SELECT 2010 4.00%	3,274
Life Contingent SPIA	ANNUITY 2000 7.00%	SELECT 2010 4.00%	28,921
Life Contingent Structured Settlement	SS 83 IAM 5.50%	SELECT 2010 4.00%	112,440
Life Contingent Structured Settlement	SS 83 IAM 6.25%	SELECT 2010 4.00%	20,489
Life Contingent Structured Settlement	SS 83 IAM 6.50%	SELECT 2010 4.00%	841,259
Life Contingent Structured Settlement	SS 83 IAM 7.25%	SELECT 2010 4.00%	157,424
Life Contingent Structured Settlement	SS 83 IAM 7.50%	SELECT 2010 4.00%	390,994
Life Contingent Structured Settlement	SS 83 IAM 7.75%	SELECT 2010 4.00%	33,061
Life Contingent Structured Settlement	SS 83 IAM 8.00%	SELECT 2010 4.00%	34,404
Life Contingent Structured Settlement	SS 83 IAM 8.25%	SELECT 2010 4.00%	167,431
Life Contingent Structured Settlement	SS 83 IAM 8.75%	SELECT 2010 4.00%	180,509
Life Contingent Settlement Option	55 AA 3.50%	SELECT 2010 3.50%	1,662
Life Contingent Settlement Option	55 AA 4.00%	SELECT 2010 4.00%	100
Life Contingent Settlement Option	71 IAM 3.50%	SELECT 2010 3.50%	4,166
Life Contingent Settlement Option	71 IAM 6.00%	SELECT 2010 4.00%	8,743
Life Contingent Settlement Option	71 IAM 10.00%	SELECT 2010 4.00%	15,208

**EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR**

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
Life Contingent Settlement Option .....	83 IAM 6.25%	SELECT 2010 4.00%	209,932
Life Contingent Settlement Option .....	83 IAM 6.50%	SELECT 2010 4.00%	57,174
Life Contingent Settlement Option .....	83 IAM 6.99%	SELECT 2010 4.00%	216,113
Life Contingent Settlement Option .....	83 IAM 7.50%	SELECT 2010 4.00%	36,766
Life Contingent Settlement Option .....	83 IAM 8.00%	SELECT 2010 4.00%	76,467
Life Contingent Settlement Option .....	83 IAM 8.25%	SELECT 2010 4.00%	107,502
Life Contingent Settlement Option .....	83 IAM 8.75%	SELECT 2010 4.00%	146,408
Life Contingent Settlement Option .....	83 IAM 9.25%	SELECT 2010 4.00%	35,998
Life Contingent Settlement Option .....	ANNUITY 2000 3.74%	SELECT 2010 3.74%	241,740
Life Contingent Settlement Option .....	ANNUITY 2000 3.96%	SELECT 2010 3.96%	302,753
Life Contingent Settlement Option .....	ANNUITY 2000 4.07%	SELECT 2010 4.00%	99,715
Life Contingent Settlement Option .....	ANNUITY 2000 4.11%	SELECT 2010 4.00%	902,790
Life Contingent Settlement Option .....	ANNUITY 2000 4.51%	SELECT 2010 4.00%	251,266
Life Contingent Settlement Option .....	ANNUITY 2000 4.81%	SELECT 2010 4.00%	62,519
Life Contingent Settlement Option .....	ANNUITY 2000 4.85%	SELECT 2010 4.00%	40,823
Life Contingent Settlement Option .....	ANNUITY 2000 4.86%	SELECT 2010 4.00%	227,692
Life Contingent Settlement Option .....	ANNUITY 2000 4.96%	SELECT 2010 4.00%	204,137
Life Contingent Settlement Option .....	ANNUITY 2000 5.00%	SELECT 2010 4.00%	58,211
Life Contingent Settlement Option .....	ANNUITY 2000 5.23%	SELECT 2010 4.00%	71,676
Life Contingent Settlement Option .....	ANNUITY 2000 5.50%	SELECT 2010 4.00%	251,840
Life Contingent Settlement Option .....	ANNUITY 2000 6.25%	SELECT 2010 4.00%	176,777
Life Contingent Settlement Option .....	ANNUITY 2000 6.50%	SELECT 2010 4.00%	209,994
Life Contingent Settlement Option .....	ANNUITY 2000 6.75%	SELECT 2010 4.00%	77,324
Life Contingent Settlement Option .....	ANNUITY 2000 7.00%	SELECT 2010 4.00%	202,445
0199999. Subtotal (Page 7, Line 6)	XXX	XXX	21,353,377
9999999 - Total (Column 4, only)			21,353,377



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS**

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
<b>ACTIVE LIFE RESERVE</b>									
1. Unearned premium reserves .....	25,506,231	0	0	0	19,182,748	6,323,483	0	0	0
2. Additional contract reserves (a) .....	295,099,928	0	0	0	249,155,240	45,944,688	0	0	0
3. Additional actuarial reserves-Asset/Liability analysis .....	0	0	0	0	0	0	0	0	0
4. Reserve for future contingent benefits .....	0	0	0	0	0	0	0	0	0
5. Reserve for rate credits .....	0	0	0	0	0	0	0	0	0
6. Aggregate write-ins for reserves .....	0	0	0	0	0	0	0	0	0
7. Totals (Gross) .....	320,606,159	0	0	0	268,337,988	52,268,171	0	0	0
8. Reinsurance ceded .....	85,880,189	0	0	0	79,749,395	6,130,794	0	0	0
9. Totals (Net) .....	234,725,970	0	0	0	188,588,593	46,137,377	0	0	0
<b>CLAIM RESERVE</b>									
10. Present value of amounts not yet due on claims .....	3,935,241,475	3,159,100,879	0	0	695,934,492	80,206,103	0	0	0
11. Additional actuarial reserves-Asset/Liability analysis .....	0	0	0	0	0	0	0	0	0
12. Reserve for future contingent benefits .....	0	0	0	0	0	0	0	0	0
13. Aggregate write-ins for reserves .....	0	0	0	0	0	0	0	0	0
14. Totals (Gross) .....	3,935,241,475	3,159,100,879	0	0	695,934,492	80,206,103	0	0	0
15. Reinsurance ceded .....	161,942,665	29,133,196	0	0	118,947,192	13,862,277	0	0	0
16. Totals (Net) .....	3,773,298,810	3,129,967,683	0	0	576,987,300	66,343,826	0	0	0
17. TOTAL (Net) .....	4,008,024,780	3,129,967,683	0	0	765,575,893	112,481,203	0	0	0
18. TABULAR FUND INTEREST .....	155,658,189	119,061,149	0	0	32,467,925	4,129,115	0	0	0
<b>DETAILS OF WRITE-INS</b>									
0601. ....	0	0	0	0	0	0	0	0	0
0602. ....									
0603. ....									
0698. Summary of remaining write-ins for Line 6 from overflow page .....	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above) .....	0	0	0	0	0	0	0	0	0
1301. ....	0	0	0	0	0	0	0	0	0
1302. ....									
1303. ....									
1398. Summary of remaining write-ins for Line 13 from overflow page .....	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above) .....	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

Up through 12/31/1992, 1964 CDT 3.5%, 58CSO, 2 year preliminary term  
 01/01/1993 through 12/31/1994, 1985 CIDA 5.0%, 80CSO, 2 year preliminary term  
 01/01/1995 through 12/31/2002, 1985 CIDA 4.5%, 80CSO, 2 year preliminary term  
 01/01/2003 through 12/31/2005, 1985 CID-C 4.5%, 80CSO, 2 year preliminary term  
 01/01/2006 through 12/31/2009, 1985 CID-C 4.0%, 80CSO, 2 year preliminary term  
 01/01/2010 through 12/31/2012, 1985 CID-C 4.0%, 80CSO/2001CSO\*, 2 year preliminary term  
 01/01/2013 through Present, 1985 CID-C 3.5%, 80CSO/2001CSO\*, 2 year preliminary term  
 \*80CSO used for policies issued prior to 1/1/2010; 2001 CSO used for policies issued on or after 1/1/2010

Acquired from Minnesota Life in 2000  
 Up through 12/31/2003, 1985 CIDA 5.0%, 80CSO, 2 year preliminary term  
 01/01/2004 through 12/31/2012, 1985 CIDA 4.0%, 80CSO, 2 year preliminary term  
 01/01/2013 through Present, 1985 CIDA 3.5%, 80CSO, 2 year preliminary term

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**EXHIBIT 7 - DEPOSIT TYPE CONTRACTS**

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance .....	888,488,697	0	204,702,243	239,065,135	20,057,216	424,664,103
2. Deposits received during the year .....	481,438,541	0	93,240,986	110,363,299	549,586	277,284,670
3. Investment earnings credited to the account .....	10,578,025	0	2,765,079	4,571,485	910,406	2,331,055
4. Other net change in reserves .....	0	0	0	0	0	0
5. Fees and other charges assessed .....	1,200	0	0	1,200	0	0
6. Surrender charges .....	0	0	0	0	0	0
7. Net surrender or withdrawal payments .....	233,841,720	0	59,921,829	105,580,518	141,576	68,197,797
8. Other net transfers to or (from) Separate Accounts .....	0	0	0	0	0	0
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8) .....	1,146,662,343	0	240,786,479	248,418,201	21,375,632	636,082,031
10. Reinsurance balance at the beginning of the year .....	(22,643,318)	0	0	(883,939)	(20,019,315)	(1,740,064)
11. Net change in reinsurance assumed .....	0	0	0	0	0	0
12. Net change in reinsurance ceded .....	1,374,184	0	0	(83,237)	1,310,084	147,337
13. Reinsurance balance at the end of the year (Lines 10+11-12) .....	(24,017,502)	0	0	(800,702)	(21,329,399)	(1,887,401)
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	1,122,644,841	0	240,786,479	247,617,499	46,233	634,194,630

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 1 - Liability End of Current Year**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
<b>1. Due and unpaid:</b>											
1.1 Direct .....	484,140	.0	.0	.0	.0	.0	.0	.0	484,140	.0	.0
1.2 Reinsurance assumed .....	19,102	.0	.0	.0	.0	.0	.0	.0	19,102	.0	.0
1.3 Reinsurance ceded .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
1.4 Net .....	503,242	.0	.0	.0	.0	.0	.0	.0	503,242	.0	.0
<b>2. In course of settlement:</b>											
2.1 Resisted .....											
2.11 Direct .....	1,651,820	.0	.0	.0	.0	.0	1,651,820	.0	.0	.0	.0
2.12 Reinsurance assumed .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2.13 Reinsurance ceded .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2.14 Net .....	1,651,820	.0	(b) .0	(b) .0	.0	(b) .0	(b) 1,651,820	.0	.0	.0	.0
2.2 Other .....											
2.21 Direct .....	66,999,258	.0	5,236,291	.0	.0	.0	39,615,324	.0	14,951,492	.0	7,196,151
2.22 Reinsurance assumed .....	5,039,969	.0	.0	.0	.0	.0	294,000	.0	57,832	.0	4,688,137
2.23 Reinsurance ceded .....	8,262,995	.0	4,929,291	.0	.0	.0	84,000	.0	1,104,312	.0	2,145,392
2.24 Net .....	63,776,232	.0	(b) 307,000	(b) .0	.0	(b) .0	(b) 39,825,324	.0	(b) 13,905,012	(b) .0	(b) 9,738,896
<b>3. Incurred but unreported:</b>											
3.1 Direct .....	132,671,138	.0	1,881,638	.0	.0	.0	87,839,070	.0	41,496,209	.0	1,454,221
3.2 Reinsurance assumed .....	5,809,655	.0	.0	.0	.0	.0	.0	.0	5,362,513	.0	447,142
3.3 Reinsurance ceded .....	4,973,367	.0	1,857,443	.0	.0	.0	498,297	.0	2,617,627	.0	.0
3.4 Net .....	133,507,426	.0	(b) 24,195	(b) .0	.0	(b) .0	(b) 87,340,773	.0	(b) 44,241,095	(b) .0	(b) 1,901,363
<b>4. TOTALS .....</b>											
4.1 Direct .....	201,806,356	.0	7,117,929	.0	.0	.0	129,106,214	.0	56,931,841	.0	8,650,372
4.2 Reinsurance assumed .....	10,868,726	.0	.0	.0	.0	.0	294,000	.0	5,439,447	.0	5,135,279
4.3 Reinsurance ceded .....	13,236,362	.0	6,786,734	.0	.0	.0	582,297	.0	3,721,939	.0	2,145,392
4.4 Net .....	199,438,720	(a) 0	(a) 331,195	.0	.0	.0	(a) 128,817,917	.0	58,649,349	.0	11,640,259

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ .....0 in Column 2, \$ .....0 in Column 3 and \$ .....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ .....0 Individual Annuities \$ .....0, Credit Life (Group and Individual) \$ .....0, and Group Life \$ .....667,414,861, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ .....3,129,967,683 Credit (Group and Individual) Accident and Health \$ .....0, and Other Accident and Health \$ .....643,331,126 are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**

**PART 2 - Incurred During the Year**

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct	2,568,146,896	0	34,352,925	11,727,515	4,981,054	0	593,962,771	1,005,541,957	868,930,530	0	48,650,143
1.2 Reinsurance assumed	134,351,135	0	0	0	0	0	588,541	0	68,499,429	0	65,263,165
1.3 Reinsurance ceded	606,834,077	0	30,605,587	0	0	0	500,555,477	0	59,554,528	0	16,118,485
1.4 Net	(d) 2,095,663,954	0	3,747,338	11,727,515	4,981,054	0	93,995,835	1,005,541,957	877,875,431	0	97,794,823
2. Liability December 31, current year from Part 1:											
2.1 Direct	201,806,356	0	7,117,929	0	0	0	129,106,214	0	56,931,841	0	8,650,372
2.2 Reinsurance assumed	10,868,726	0	0	0	0	0	294,000	0	5,439,447	0	5,135,279
2.3 Reinsurance ceded	13,236,362	0	6,786,734	0	0	0	582,297	0	3,721,939	0	2,145,392
2.4 Net	199,438,720	0	331,195	0	0	0	128,817,917	0	58,649,349	0	11,640,259
3. Amounts recoverable from reinsurers December 31, current year	135,471,007	0	250,000	0	0	0	123,570,304	0	10,163,949	0	1,486,754
4. Liability December 31, prior year:											
4.1 Direct	161,681,499	0	5,033,206	0	0	0	102,038,560	0	47,731,211	0	6,878,522
4.2 Reinsurance assumed	10,886,081	0	0	0	0	0	8,000	0	5,816,642	0	5,061,439
4.3 Reinsurance ceded	9,886,033	0	4,658,033	0	0	0	761,921	0	2,319,272	0	2,146,807
4.4 Net	162,681,547	0	375,173	0	0	0	101,284,639	0	51,228,581	0	9,793,154
5. Amounts recoverable from reinsurers December 31, prior year	124,962,968	0	0	0	0	0	113,322,017	0	10,369,273	0	1,271,678
6. Incurred Benefits											
6.1 Direct	2,608,271,753	0	36,437,648	11,727,515	4,981,054	0	621,030,425	1,005,541,957	878,131,160	0	50,421,993
6.2 Reinsurance assumed	134,333,780	0	0	0	0	0	874,541	0	68,122,234	0	65,337,005
6.3 Reinsurance ceded	620,692,445	0	32,984,288	0	0	0	510,624,140	0	60,751,871	0	16,332,146
6.4 Net	2,121,913,088	0	3,453,360	11,727,515	4,981,054	0	111,280,826	1,005,541,957	885,501,523	0	99,426,852

- (a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.
- (b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.
- (c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ .....0 in Line 1.1, \$ .....0 in Line 1.4.  
 \$ .....0 in Line 6.1, and \$ .....0 in Line 6.4.
- (d) Includes \$ .....4,129,100 premiums waived under total and permanent disability benefits.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**EXHIBIT OF NON-ADMITTED ASSETS**

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D) .....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks .....	0	0	0
2.2 Common stocks .....	0	0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens .....	0	0	0
3.2 Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company .....	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale .....	0	0	0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) .....	0	0	0
6. Contract loans .....	0	0	0
7. Derivatives (Schedule DB) .....	0	0	0
8. Other invested assets (Schedule BA) .....	0	0	0
9. Receivables for securities .....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL) .....	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	0	0	0
13. Title plants (for Title insurers only) .....	0	0	0
14. Investment income due and accrued .....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection .....	8,181,328	4,962,632	(3,218,696)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due .....	0	0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination .....	204,507	204,507	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers .....	0	0	0
16.2 Funds held by or deposited with reinsured companies .....	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	0	0	0
17. Amounts receivable relating to uninsured plans .....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0
18.2 Net deferred tax asset .....	133,600,173	127,400,315	(6,199,858)
19. Guaranty funds receivable or on deposit .....	0	0	0
20. Electronic data processing equipment and software .....	43,485,201	27,772,474	(15,712,727)
21. Furniture and equipment, including health care delivery assets .....	15,262,762	8,574,547	(6,688,215)
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	0	0	0
24. Health care and other amounts receivable .....	0	0	0
25. Aggregate write-ins for other than invested assets .....	39,571,526	29,045,464	(10,526,062)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	240,305,497	197,959,939	(42,345,558)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
28. Total (Lines 26 and 27) .....	240,305,497	197,959,939	(42,345,558)
<b>DETAILS OF WRITE-INS</b>			
1101. ....			
1102. ....			
1103. ....			
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) .....	0	0	0
2501. Prepaid expenses .....	22,002,656	13,363,679	(8,638,977)
2502. Prepaid pension & postretirement funds .....	0	3,308,838	3,308,838
2503. Miscellaneous non-invested assets .....	17,568,870	15,681,785	(1,887,085)
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	(3,308,838)	(3,308,838)
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) .....	39,571,526	29,045,464	(10,526,062)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices

Standard Insurance Company (the “Company”) is a stock life insurance company domiciled in the State of Oregon and licensed to do business in all states except for New York. The Company is also licensed in the District of Columbia, and the U.S. territories of Guam, Puerto Rico and the Virgin Islands. The Company markets group life and accidental death and dismemberment (“AD&D”) insurance, group and individual accident and health (“A&H”) insurance products, group dental and group vision insurance, and group and individual annuity products through brokers and its own representatives.

The accompanying statutory basis financial statements of the Company have been prepared in conformity with accounting practices prescribed or permitted by the Oregon Department of Consumer and Business Services—Division of Financial Regulation (“Oregon Insurance Division”). Only statutory accounting practices so prescribed or permitted by the Oregon Insurance Division can be used in determining and reporting the financial condition and results of operations of an insurance company under Oregon Insurance Law.

The National Association of Insurance Commissioners’ (“NAIC”) Accounting Practices and Procedures Manual, (“NAIC SAP”), including the Statements of Statutory Accounting Principles (“SSAP”) as updated by the NAIC, have been adopted by the Oregon Insurance Division as a component of prescribed or permitted accounting practices under Oregon Insurance Division Bulletin INS 2007-5. The Oregon Insurance Division has not adopted accounting practices that differ from NAIC SAP.

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Oregon is shown below:

	SSAP #	F/S Page	F/S Line #	2016	2015
<b><u>NET INCOME</u></b>					
(1) Standard Insurance Company state basis (Page 4, Line 35, Columns 1 & 2)	xxx	xxx	xxx	\$ 144,761,144	\$ 160,094,273
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:				-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP:				-	-
(4) NAIC SAP (1-2-3=4)	xxx	xxx	xxx	<u>\$ 144,761,144</u>	<u>\$ 160,094,273</u>
<b><u>SURPLUS</u></b>					
(5) Standard Insurance Company state basis (Page 3, Line 38, Columns 1 & 2)	xxx	xxx	xxx	\$ 1,040,371,338	\$ 1,085,027,920
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:				-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP:				-	-
(8) NAIC SAP (5-6-7=8)	xxx	xxx	xxx	<u>\$ 1,040,371,338</u>	<u>\$ 1,085,027,920</u>

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

The preparation of financial statements in conformity with statutory accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policies

Life premiums are recognized as income over the premium paying period of the related policies. A&H premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Annuity considerations with life contingencies or purchase rate guarantees are recognized as revenue when received. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

Initial gains on indemnity reinsurance of in-force blocks of business have unique accounting treatment. A portion of the initial gain (equal to the tax effect of the initial gain in surplus) is reported as commissions and expense allowances on reinsurance ceded in the statement of operations. The remainder of the initial gain is reported on a net-of-tax basis as a write-in for gain or loss in surplus in the capital and surplus account. In subsequent years, the ceding entity recognizes income on the reinsurance ceded line for the net-of-tax profits that emerge on the reinsured block of business with a corresponding decrease in the write-in for gain or loss in surplus. (SSAP No. 61R - *Life, Deposit-Type and Accident and Health Reinsurance*, paragraph 74.d)

**NOTES TO FINANCIAL STATEMENTS**

Real estate holdings are stated at lower of amortized cost or fair value. Fair market value of real estate is determined through third party or internal appraisals.

For all investments, impairments are recorded when it is determined that the decline in fair value of an investment below its amortized cost is other-than-temporary. The Company recognizes other-than-temporary impairments in net realized capital losses and permanently adjusts the book value of the investment to report the impairment. Factors considered in evaluating whether a decline in value is other-than-temporary include: (i) the length of time and the extent to which the fair value has been less than amortized cost, (ii) the financial conditions and near-term prospects of the issuer, and (iii) our intent and ability to retain the investment for a period of time sufficient to allow for any anticipated recovery in market value. In addition, for securities expected to be sold, an other-than-temporary impairment is recognized if the Company does not expect the realizable market value of a security to recover to amortized cost prior to the expected date of sale. Once an impairment has been recorded, the Company continues to review the other-than-temporary impaired securities for further potential impairment on an ongoing basis. The Company records temporary impairments and the allowance for loan losses as unrealized capital losses.

The Company accounts for transferable state tax credits in accordance with SSAP No. 94R - *Accounting for Transferable State Tax Credits*. State tax credits are recorded at cost and gains are deferred until the value of the credits utilized exceeds the cost of the credits or until the credits are sold to other entities. Losses related to the credits are recognized when the Company identifies the credits cannot be used.

The Company uses the following additional accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans and structured securities are generally stated at amortized cost using the scientific (constant) yield to worst method, which is determined by the call or maturity date which produces the lowest asset value unless they have an NAIC Designation of 6, which are stated at lower of amortized cost or fair value.
- (3) Common stocks are stated at fair value in accordance with the guidance provided in SSAP No. 30 - *Investments in Common Stock (excluding investments in common stock of subsidiary, controlled, or affiliated entities)*.
- (4) Preferred stocks are stated in accordance with the guidance provided in SSAP No. 32 - *Investments in Preferred Stock (including investments in preferred stock of subsidiary, controlled, or affiliated entities)*.
- (5) Mortgage loans are stated at the unpaid principal balances adjusted for unamortized discounts, premiums, and allowance for losses.
- (6) Loan-backed and structured securities are carried at either amortized cost or the lower of amortized cost or fair value in accordance with the provisions of SSAP No. 43R - *Loan-backed and Structured Securities*. For loan-backed and structured securities, the effective yield is based on estimated cash flows, including prepayment assumptions based on data from widely accepted third-party data sources. Significant changes in estimated cash flows from the original purchase assumptions are accounted for using the prospective method.
- (7) The Company owned no investments in any subsidiaries, controlled and affiliated companies as of December 31, 2016.
- (8) The Company holds investments in joint ventures, partnerships and limited liability companies (see schedule BA). The majority of these investments are investments in low income housing limited partnerships and are accounted for in accordance with SSAP No. 93 - *Accounting for Low Income Housing Tax Credit Property Investments*. The investments are admitted assets, recorded at cost and carried at amortized cost unless considered impaired. Using the cost method shall amortize any excess of the carrying amount of the investment over its estimated residual value during the periods in which benefits are allocated to the Company.  
  
Joint ventures, partnerships, and limited liability companies which are not classified as low income housing partnerships are admitted assets and accounted for using the equity method of accounting as required by SSAP No. 48 - *Joint Ventures, Partnerships and Limited Liability Companies*.
- (9) See Note 8 for the derivative accounting policy.
- (10) Should the Company determine the need for premium deficiency reserves, investment income would be anticipated as a factor in the premium deficiency calculation, in accordance with SSAP No. 54 - *Individual and Group Accident and Health Contracts*.
- (11) Claim liabilities for accident and health policies are established using a combination of industry morbidity tables and company adjusted formulas. The present value of future benefits is calculated for each claim reported and approved. Interest rates are reviewed annually as determined by the Oregon Insurance Division and NAIC model guidelines. Incurred but not reported ("IBNR") reserves are established at the policy level and formulas are reviewed as appropriate to ensure that reserve run-outs demonstrate sufficient adequacy. Claim adjustment expenses for accident and health policies are developed using estimates of expected claim duration and administration costs based on company experience. Future costs are adjusted for inflation.
- (12) The Company did not change its capitalization policy for 2016.
- (13) The Company had no pharmaceutical rebate receivables as of December 31, 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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D. Going Concern

Based on management's evaluation, there is no substantial doubt about the Company's ability to continue as a going concern.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

**Accounting Changes**

On March 31, 2016, the Company adopted changes to SSAP No. 106 – *Affordable Care Act ("ACA") Section 9010 Assessment*. A one year moratorium was granted to the ACA assessment. There will be no ACA assessment in 2017. The Company was not required to estimate the amount of the 2017 assessment in 2016 and record the assessment in the financial statements. The assessment will resume in 2018. There were no significant changes to the Company's financial results upon adoption of the changes to SSAP No. 106.

On September 30, 2016, the Company adopted the revisions to SSAP No. 2 – *Cash, Drafts and Short-Term Investments* regarding Class 1 money market funds. Due to regulations adopted by the U.S. Securities and Exchange Commission, institutional prime money market funds are required to report a floating net asset value ("NAV") instead of a stable NAV. As a result of the valuation change, Class 1 money market funds have been reclassified to other money market funds and cannot be classified as bonds or common stock and are to be reported on Schedule DA – Short-Term Investments. There were no significant changes to the Company's financial results upon adoption of the changes to SSAP No. 2.

On December 31, 2016, the Company adopted the revisions to SSAP No. 1 – *Disclosure of Accounting Policies, Risks & Uncertainties, and Other Disclosures*. The revisions to SSAP No. 1 adopted Accounting Standards Update ("ASU") No. 2014-15 – *Presentation of Financial Statements – Going Concern* and incorporate disclosure requirements regarding the Company's ability to continue as a going concern. There were no significant changes to the Company's financial results upon adoption of the changes to SSAP No. 1.

**Correction of Errors**

In the first quarter of 2016, the Company reclassified a net \$4.0 million of building improvements from nonadmitted furniture and equipment (page 2, line 21) into real estate (page 2, line 4). As a result of this reclassification, capital and surplus increased by \$4.0 million and was reflected on Summary of Operations, page 4, line 53 – aggregate write-ins for gains and losses in surplus with an offsetting decrease in capital and surplus reflected on page 4, line 41 – change in nonadmitted assets. There was no material impact on the Company's financial position as a result of this reclassification.

In December 2015, the Company incorrectly recorded \$2.0 million of federal low income housing tax credit investment losses as unrealized gains and losses (page 4, line 38) rather than net investment income (page 4, line 3). The correction of this error in the second quarter of 2016 resulted in a \$2.0 million decrease in net investment income as reported on Summary of Operations, page 4, line 3 and a \$2.0 million increase in capital and surplus as reported on Summary of Operations, page 4, line 53 – aggregate write-ins for gains and losses in surplus. There was no material impact on the Company's financial position as a result of this correction.

In the current year, the Company identified that the pension liability had not been accurately recorded in prior years. Under SSAP No. 102 - *Accounting for Pensions, A Replacement of SSAP No. 89*, the pension liability recognized is equal to the funded status of the plan which is the projected benefit obligation compared to the fair value of plan assets. A correction was made in the third quarter of 2016 to record a \$2.1 million increase in pension liability as reported on Liabilities, Surplus and Other Funds, page 3, line 25 – aggregate write-ins for liabilities and a \$2.1 million decrease in capital and surplus as reported on Summary of Operations, page 4, line 53 – aggregate write-ins for gains and losses in surplus. In addition, a correction was made in the third quarter of 2016 to record a \$0.7 million increase in deferred taxes as reported on Assets, page 2, line 18.2 – net deferred tax asset and a \$0.7 million increase in capital and surplus as reported on Summary of Operations, page 4, line 40 – change in net deferred income tax. There was no material impact on the Company's financial position as a result of these corrections.

3. BUSINESS COMBINATIONS AND GOODWILL

The Company was not a direct party to any business combinations and did not have any goodwill as of December 31, 2016. On March 7, 2016, the Company's parent, StanCorp Financial Group, Inc. ("StanCorp") was acquired by Meiji Yasuda Life Insurance Company ("Meiji Yasuda"). See Note #21 – Other Items for more information.

A. Statutory Purchase Method

The Company had no transactions that were accounted for as a statutory purchase for 2016 or 2015.

B. Statutory Merger

The Company was not a party to any statutory mergers for 2016 or 2015.

C. Assumption Reinsurance

The Company had no goodwill resulting from assumption reinsurance for 2016 or 2015.

D. Impairment Loss

The Company had no recognized impairment losses resulting from business combinations and goodwill for 2016 or 2015.



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

4. DISCONTINUED OPERATIONS

The Company did not have any discontinued operations for 2016 or 2015.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) The minimum and maximum lending rates for mortgage loans for 2016 were:

Farm mortgages	N/A
Residential mortgages	N/A
Commercial mortgages	3.750% and 10.125%

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages was 75%.

	<b>2016</b>	<b>2015</b>
(3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total:	\$ 603,003	\$ 501,748

(4) Age Analysis of Mortgage Loans:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. Current Year							
1. Recorded Investment (All)							
(a) Current	\$	-	-	\$ 134,269	-	\$ 5,717,624,896	\$ 5,717,759,165
(b) 30-59 Days Past Due	-	-	-	-	-	4,706,348	4,706,348
(c) 60-89 Days Past Due	-	-	-	-	-	437,794	437,794
(d) 90 -179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	\$	-	-	-	-	\$ 170,684,601	\$ 170,684,601
(b) Number of Loans	-	-	-	-	-	243	243
(c) Percent Reduced	-	-	-	-	-	1.681 %	1.681 %
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	\$	-	-	\$ 169,178	-	\$ 5,310,342,985	\$ 5,310,512,163
(b) 30-59 Days Past Due	-	-	-	-	-	1,485,323	1,485,323
(c) 60-89 Days Past Due	-	-	-	-	-	5,237,541	5,237,541
(d) 90 -179 Days Past Due	-	-	-	-	-	-	-
(e) 180+ Days Past Due	-	-	-	-	-	2,535,789	2,535,789
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$	-	-	-	-	-	-
(b) Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
(a) Recorded Investment	\$	-	-	-	-	\$ 218,355,584	\$ 218,355,584
(b) Number of Loans	-	-	-	-	-	252	252
(c) Percent Reduced	-	-	-	-	-	2.103 %	2.103 %

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

(5) Investment in Impaired Loans With or Without Allowance for Credit Losses:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. Current Year							
1. With Allowance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ 23,991,219	\$ -	\$ 23,991,219
2. No Allowance for Credit Losses	-	-	-	-	23,077,179	-	23,077,179
b. Prior Year							
1. With Allowance for Credit Losses	\$ -	\$ -	\$ -	\$ -	\$ 31,897,952	\$ -	\$ 31,897,952
2. No Allowance for Credit Losses	-	-	-	-	14,931,858	-	14,931,858

(6) Investment in Impaired Loans - Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. Current Year							
1. Average Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 46,949,104	\$ -	\$ 46,949,104
2. Interest Income Recognized	-	-	-	-	2,519,622	-	2,519,622
3. Recorded Investments on Nonaccrual Status	-	-	-	-	-	-	-
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting	-	-	-	-	2,551,529	-	2,551,529
b. Prior Year							
1. Average Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 49,738,784	\$ -	\$ 49,738,784
2. Interest Income Recognized	-	-	-	-	2,636,772	-	2,636,772
3. Recorded Investments on Nonaccrual Status	-	-	-	-	621,894	-	621,894
4. Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting	-	-	-	-	2,574,139	-	2,574,139

(7) Allowance for Credit Losses:

	2016	2015
a. Balance at beginning of period	\$ 12,610,048	\$ 10,912,457
b. Additions charged to operations	6,065,541	4,303,005
c. Direct write-downs charged against the allowances	(11,288,847)	(2,608,447)
d. Recoveries of amounts previously charged off	-	3,033
e. Balance at end of period	<u>\$ 7,386,742</u>	<u>\$ 12,610,048</u>

(8) Mortgage Loans Derecognized as a Result of Foreclosure:

	2016
a. Aggregate amount of mortgage loans derecognized	\$ -
b. Real estate collateral recognized	-
c. Other collateral recognized	-
d. Receivables recognized from a government guarantee of the foreclosed mortgage loan	-

(9) Interest income on impaired commercial mortgage loans is recognized until the loans are more than 90 days delinquent. Interest income and accrued interest receivable are reversed when a loan is put on non-accrual status. Interest income on loans more than 90 days delinquent is recognized in the period the cash is collected. Interest income recognition is continued when the loan becomes less than 90 days delinquent and management determines it is probable that the loan will continue to perform.

B. Debt Restructuring

	2016	2015
(1) The total recorded investment in restructured loans, as of year end	\$ 59,124,877	\$ 58,176,050
(2) The realized capital losses related to these loans	\$ -	\$ -
(3) Total contractual commitments to extend credit to debtors owning receivables whose terms have been modified in troubled debt restructurings	\$ -	\$ -
(4) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest income on non-performing loans is generally recognized on a cash basis.		

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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C. Reverse Mortgages

The Company did not have any reverse mortgages as of December 31, 2016.

D. Loan-Backed Securities

Asset-backed securities totaled \$513.2 million as of December 31, 2016 and were reported at amortized cost.

(1) Prepayment assumptions for loan-backed and structured securities were obtained from independent pricing services or the Company's third-party asset manager.

(2) a. The Company did not recognize any other-than-temporary impairments ("OTTI") for loan-backed and structured securities on the basis of the intent to sell for 2016.

b. The Company did not recognize any OTTI on the basis of the inability or lack of intent to hold the loan-backed and structured securities for a period of time sufficient to recover the amortized cost basis for 2016.

(3) The Company did not recognize any OTTI on loan-backed and structured securities where the present value of cash flows expected to be collected was less than the amortized cost basis for 2016.

(4) All impaired fixed maturity securities (fair value is less than cost or amortized cost) for which an OTTI has not been recognized in earnings as a realized loss (including securities with a recognized OTTI for non-interest related declines when a non-recognized interest related impairment remains):

a. The aggregate amount of unrealized losses:

1. Less than 12 months	\$	43,243,694
2. 12 months or longer		12,903,193

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

1. Less than 12 months	\$	2,065,396,145
2. 12 months or longer		296,016,919

(5) The Company expects the fair value of the fixed maturity securities above to recover as the fixed maturity securities approach their maturity dates or sooner if market yields for such fixed maturity securities decline. The Company does not believe that any of the fixed maturity securities are impaired due to credit quality or due to any company or industry specific event. Based on management's evaluation of the securities and the Company's intent to hold the securities, and as it is unlikely that the Company will be required to sell the securities, none of the unrealized losses summarized above are considered other-than-temporary.

E. Repurchase Agreements and/or Securities Lending Transactions

The Company did not have any repurchase agreements or securities lending transactions for 2016.

F. Real Estate

In the first quarter of 2016, the Company reclassified a net \$4.0 million of building improvements from nonadmitted furniture and equipment (page 2, line 21) into real estate (page 2, line 4). As a result of this reclassification, capital and surplus increased by \$4.0 million and was reflected on Summary of Operations, page 4, line 53 – aggregate write-ins for gains and losses in surplus with an offsetting decrease in capital and surplus reflected on page 4, line 41 – change in nonadmitted assets. There was no material impact on the Company's financial position as a result of this reclassification.

(1) The Company did not record any impairment losses on real estate investments for 2016.

(2) a) The Company had no property classified as held for sale as of December 31, 2016.

b) The Company wrote off owned building improvements resulting in a realized loss of \$43,987 for 2016 as reported on Summary of Operations, page 4, line 8.3 - aggregate write-ins for miscellaneous income.

(3) The Company had no plans to sell its real estate for 2016.

(4) The Company did not engage in retail land sales operations for 2016.

(5) The Company did not have any real estate investments with participating mortgage loan features for 2016.

**NOTES TO FINANCIAL STATEMENTS**

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G. Low Income Housing Tax Credits

- (1) As of December 31, 2016, the Company had 41 low income housing tax credit investments ("LIHTC"). The remaining years of unexpired tax credits ranged from one to twelve. The length of time remaining for holding periods ranged from one to sixteen years.
- (2) The Company recognized \$6.8 million and \$41.1 million of state and federal LIHTC tax credits, respectively, and \$9.7 million of other tax benefits from tax losses for 2016. The Company recognized \$6.7 million and \$33.4 million of state and federal LIHTC tax credits, respectively, and \$7.6 million of other tax benefits from tax losses for 2015.
- (3) The balance of the investment recognized in the statement of financial position was \$203.3 million and \$201.1 million as of December 31, 2016 and 2015, respectively.
- (4) Four of the properties are subject to regulatory review.
- (5) No LIHTC exceeded 10% of the total admitted assets.
- (6) The Company recognized no impairments in LIHTC for 2016.
- (7) No write-downs due to the forfeiture or ineligibility of tax credits were made for 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						6	7	
	Current Year					Total From Prior Year			Increase/ (Decrease) (5 minus 6)
	1	2	3	4	5				
Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)			
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	
b. Collateral held under security lending agreements	-	-	-	-	-	-	-	-	
c. Subject to repurchase agreements	-	-	-	-	-	-	-	-	
d. Subject to reverse repurchase agreements	-	-	-	-	-	-	-	-	
e. Subject to dollar repurchase agreements	-	-	-	-	-	-	-	-	
f. Subject to dollar reverse repurchase agreements	-	-	-	-	-	-	-	-	
g. Placed under option contracts	-	-	-	-	-	-	-	-	
h. Letter stock or securities restricted as to sale - excluding FHLB stock	-	-	-	-	-	-	-	-	
i. FHLB capital stock	29,187,300	-	-	-	29,187,300	20,921,400	8,265,900		
j. On deposit with states	5,988,266	-	-	-	5,988,266	6,226,514	(238,248)		
k. On deposit with other regulatory bodies	-	-	-	-	-	-	-		
l. Pledged as collateral to FHLB (including assets backing funding arrangements)	602,307,127	-	-	-	602,307,127	333,479,840	268,827,287		
m. Pledged as collateral not captured in other categories	34,436,169	-	-	-	34,436,169	23,418,889	11,017,280		
n. Other restricted assets	-	-	-	-	-	-	-		
<b>O. Total Restricted Assets</b>	<b>\$ 671,918,862</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 671,918,862</b>	<b>\$ 384,046,643</b>	<b>\$ 287,872,219</b>		

(a) Subset of column 1

(b) Subset of column 3

Restricted Asset Category	Current Year			
	8	9	Percentage	
			10	11
Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)	
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	-%	-%
b. Collateral held under security lending agreements	-	-	-	-
c. Subject to repurchase agreements	-	-	-	-
d. Subject to reverse repurchase agreements	-	-	-	-
e. Subject to dollar repurchase agreements	-	-	-	-
f. Subject to dollar reverse repurchase agreements	-	-	-	-
g. Placed under option contracts	-	-	-	-
h. Letter stock or securities restricted as to sale - excluding FHLB stock	-	-	-	-
i. FHLB capital stock	-	29,187,300	0.132	0.134
j. On deposit with states	-	5,988,266	0.027	0.027
k. On deposit with other regulatory bodies	-	-	-	-
l. Pledged as collateral to FHLB (including assets backing funding arrangements)	-	602,307,127	2.734	2.764
m. Pledged as collateral not captured in other categories	-	34,436,169	0.156	0.158
n. Other restricted assets	-	-	-	-
<b>O. Total Restricted Assets</b>	<b>\$ -</b>	<b>\$ 671,918,862</b>	<b>3.050%</b>	<b>3.083%</b>

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

(c) Column 5 divided by Asset Page, Column 1, Line 28

(d) Column 9 divided by Asset Page, Column 3, Line 28

(2) Details of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

	Gross (Admitted & Nonadmitted) Restricted					8	Percentage			
	Current Year						6	7	9	10
	1	2	3	4	5					
<b>Pledged as collateral not captured in other categories</b>	<b>Total General Account (G/A)</b>	<b>G/A Supporting S/A Activity (a)</b>	<b>Total Separate Account (S/A) Restricted Assets</b>	<b>S/A Assets Supporting G/A Activity (b)</b>	<b>Total (1 plus 3)</b>	<b>Total From Prior Year</b>	<b>Increase/ (Decrease) (5 minus 6)</b>	<b>Total Current Year Admitted Restricted</b>	<b>Gross (Admitted &amp; Nonadmitted) Restricted to Total Assets</b>	<b>Admitted Restricted to Total Admitted Assets</b>
Collateral for derivatives	34,436,169	-	-	-	34,436,169	23,418,889	11,017,280	34,436,169	0.156%	0.158%
Total (c)	\$ 34,436,169	\$ -	\$ -	\$ -	\$ 34,436,169	\$ 23,418,889	\$ 11,017,280	\$ 34,436,169	0.156%	0.158%

(a) Subset of column 1

(b) Subset of column 3

(c) Total Line for Columns 1 through 7 should equal 5H(1)m Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5H(1)m Columns 9 through 11 respectively

(3) Other Restricted Assets

The Company did not have investments identified as other restricted assets as of December 31, 2016.

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

Collateral Assets	1	2	3	4
	Book/Adjusted Carrying Value (BACV)	Fair Value	% of BACV to Total Assets (Admitted and Nonadmitted)*	% of BACV to Total Admitted Assets**
a. Cash	\$ 23,187,671	\$ 23,187,671	0.155%	0.158%
b. Schedule D, Part 1	-	-	-	-
c. Schedule D, Part 2, Section 1	-	-	-	-
d. Schedule D, Part 2, Section 2	-	-	-	-
e. Schedule B	-	-	-	-
f. Schedule A	-	-	-	-
g. Schedule BA, Part 1	-	-	-	-
h. Schedule DL, Part 1	-	-	-	-
i. Other	-	-	-	-
j. Total Collateral Assets (a+b+c+d+e+f+g+h+i)	\$ 23,187,671	\$ 23,187,671	0.155%	0.158%

\* Column 1 divided by Asset Page, Line 26 (Column 1)

\*\* Column 1 divided by Asset Page, Line 26 (Column 3)

	<u>1</u>	<u>2</u>
	<u>Amount</u>	<u>% of Liability to Total Liabilities *</u>
k. Recognized Obligation to Return Collateral Asset	\$ 23,187,671	0.170%

\* Column 1 divided by Liability Page, Line 26 (Column 1)

I. Working Capital Finance Investments

The Company did not have any working capital finance investments as of December 31, 2016.

J. Offsetting and Netting of Assets and Liabilities

The Company did not have offsetting and netting of assets and liabilities as of December 31, 2016.

K. Structured Notes

The Company did not have any structured notes as of December 31, 2016.

L. 5\* Securities

The Company did not have any 5\* securities as of December 31, 2016.

## NOTES TO FINANCIAL STATEMENTS

## 6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

- A. The Company did not have any investments in joint ventures, partnerships or limited liability companies that exceeded 10% of its admitted assets as of December 31, 2016.
- B. The Company recognized an impairment for one investment in joint ventures, partnerships and limited liability companies totaling \$4.8 million for 2016. The impairment was the result of the timing of tax benefits received from a tax-advantaged investment, which caused the present value for expected future cash flows to exceed the investment balance. Fair value was determined through an internal analysis of the future benefits of the investment.

## 7. INVESTMENT INCOME

- A. All investment income due and accrued with amounts that were over 90 days past due is excluded from surplus.
- B. There was no investment income excluded from surplus for 2016.

## 8. DERIVATIVE INSTRUMENTS

- A. The Company is exposed to the credit worthiness of the institutions from which it purchases its S&P 500 Index options and these institutions' continued abilities to perform according to the terms of the contracts. The current values for the credit exposure have been affected by fluctuations in the S&P 500 Index. The Company's maximum credit risk exposure would require an increase of 5.7% in the value of the S&P 500 Index. The maximum credit risk is calculated using the cap strike price of the Company's S&P 500 Index options less the floor price, multiplied by the notional amount of the S&P 500 Index options.

As the Company uses a central counterparty ("CCP") to clear its interest rate swaps, the Company is only exposed to the default of the CCP. Transactions with the CCP require the Company to pledge initial and variation margin collateral. The Company has pledged cash and fixed maturity securities as collateral to the CCP. The Company maintains beneficial ownership of the collateral, which is classified as either cash, cash equivalents and short-term investments on Page 2, Line 5 or fixed maturity securities on Page 2, Line 1.

The following table sets forth collateral pledged to the CCP:

	Cash		Fixed Maturity Securities		Total	
	12/31/2016	12/31/2015	12/31/2016	12/31/2015	12/31/2016	12/31/2015
Central counterparty						
Initial margin collateral	\$ 7,027,519	\$ 15,280,579	\$ 24,614,576	\$ 7,986,978	\$ 31,642,095	\$ 23,267,557
Variation margin collateral	2,794,074	151,332	-	-	2,794,074	151,332
Total central counterparty	\$ 9,821,593	\$ 15,431,911	\$ 24,614,576	\$ 7,986,978	\$ 34,436,169	\$ 23,418,889

- B. The Company sells indexed annuities, which permit the holder to allocate their deposit between a fixed interest rate return and an indexed return, where interest credited to the contracts is based on the performance of the S&P 500 Index, subject to an upper limit or cap and minimum guarantees. The index-based interest guarantees do not qualify for hedge accounting. Policyholders may elect to rebalance between interest crediting options at renewal dates annually. At each renewal date, the Company has the opportunity to re-price the indexed component by changing the cap, subject to minimum guarantees. The Company purchases S&P 500 Index options for its interest crediting strategy used in its indexed annuity product. These investments are highly correlated to the portfolio allocation decisions of its policyholders, such that the Company is economically hedged with respect to index-based interest rate guarantees for the current reset period.

The Company uses interest rate swaps to reduce risks from changes in interest rates, to manage interest rate exposures arising from asset and liability mismatches, to protect against variability in future cash flows, and to protect the value of the Company's investments. By means of these contracts, the Company agrees with a counterparty to exchange, at specified intervals, the difference between fixed rate and floating rate interest amounts as calculated by reference to agreed notional amounts.

- C. The Company designates and accounts for fair value hedges under hedge accounting when they have met the criteria requirements of SSAP No. 86 - *Accounting for Derivative Instruments and Hedging, Income Generation, and Replication (Synthetic Asset) Transactions*. To qualify for hedge accounting under SSAP No. 86, at the inception of the hedge, the Company documents its risk management objective and strategy for undertaking the hedging transaction, as well as its designation of the hedge as either: (i) a hedge of the estimated fair value of a recognized asset or liability (fair value hedge); or (ii) a hedge of a forecasted transaction or the variability of cash flows to be received or paid related to the recognized asset or liability (cash flow hedge). A derivative must be highly effective in mitigating the designated risk of the hedged item. Effectiveness of the hedge is assessed at inception and throughout the life of the hedging relationship. In hedge transactions which qualify for hedge accounting, the change in the carrying value of the derivative is recorded in a manner consistent with the changes in the carrying value of the hedged item. In measuring effectiveness, no component of the derivative's gain or loss is excluded. Upon termination of a derivative that qualified for hedge accounting, the gain or loss is reflected as an adjustment to the basis of the hedged item and is recognized in income consistent with the hedged item.

If the Company chooses to not designate its derivatives for hedge accounting or designated derivatives no longer meet the criteria of an effective hedge, the changes in the fair value of the derivatives are included in "Change in net unrealized capital gains (losses)" without considering changes in the fair value of the hedged item. Accruals of interest income, expense and related cash flows on interest rate swaps are reported in "Net investment income". Upon termination of a derivative that does not qualify for hedge accounting, the gain or loss is included in "Net realized capital gains (losses)".

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

In addition, when realized gains or losses on interest-rate related derivatives are recognized, they are amortized through the interest maintenance reserve.

- D. The Company's net unrealized capital gain from derivatives excluded from the assessment of hedge effectiveness was \$3.0 million as of December 31, 2016, compared to a net unrealized capital loss of \$1.6 million as of December 31, 2015.
- E. The Company's derivatives that originally were designated for hedge accounting still qualified for hedge accounting as of December 31, 2016. Therefore, the Company did not recognize any unrealized gains or losses for 2016 related to derivatives that no longer qualify for hedge accounting.
- F. In the second quarter of 2015, the Company entered into interest rate swaps of \$252.9 million with external counterparties to mitigate interest rate risk exposure to overall changes in the future cash flows associated with StanCorp's junior subordinated debentures from June 1, 2017 through June 1, 2042. The Company entered into intercompany interest rate swaps with StanCorp for \$252.9 million with offsetting terms as the external interest rate swaps to effectively transfer the economic risk to StanCorp. These interest rate swaps do not qualify for hedge accounting for the Company and as such the changes in fair value of the external and intercompany interest rate swaps are recorded in unrealized capital gains (losses) and reported in derivative assets and liabilities. The fair value of the interest rate swaps resulted in \$8.0 million of derivative assets and liabilities as of December 31, 2016.

In the second quarter of 2015, the Company completed the purchase of \$115.0 million of par value of fixed maturity securities that were part of an anticipated bond purchase cash flow hedge strategy. The completion of this strategy resulted in \$9.7 million of losses that were recorded as realized capital losses. These realized capital losses, net of tax, are to be amortized into income through the interest maintenance reserve.

9. INCOME TAXES

- A. The components of the net deferred tax asset ("DTA")/(liability) at December 31 are as follows:

	12/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1 + 2) Total
(a) Gross Deferred Tax Assets	\$ 247,636,059	\$ 14,005,770	\$ 261,641,829
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	247,636,059	14,005,770	261,641,829
(d) Deferred Tax Assets Nonadmitted	122,817,601	10,782,572	133,600,173
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 124,818,458	\$ 3,223,198	\$ 128,041,656
(f) Deferred Tax Liabilities	3,344,625	2,426,799	5,771,424
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 121,473,833	\$ 796,399	\$ 122,270,232
	12/31/2015		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4 + 5) Total
(a) Gross Deferred Tax Assets	\$ 221,673,364	\$ 13,844,298	\$ 235,517,662
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	221,673,364	13,844,298	235,517,662
(d) Deferred Tax Assets Nonadmitted	117,486,365	9,913,950	127,400,315
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 104,186,999	\$ 3,930,348	\$ 108,117,347
(f) Deferred Tax Liabilities	2,609,770	3,119,786	5,729,556
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 101,577,229	\$ 810,562	\$ 102,387,791
	Change		
	(7)	(8)	(9)
	(Col 1 - 4) Ordinary	(Col 2 - 5) Capital	(Col 7 + 8) Total
(a) Gross Deferred Tax Assets	\$ 25,962,695	\$ 161,472	\$ 26,124,167
(b) Statutory Valuation Allowance Adjustments	-	-	-
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	25,962,695	161,472	26,124,167
(d) Deferred Tax Assets Nonadmitted	5,331,236	868,622	6,199,858
(e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d)	\$ 20,631,459	\$ (707,150)	\$ 19,924,309
(f) Deferred Tax Liabilities	734,855	(692,987)	41,868
(g) Net Admitted Deferred Tax Asset/(Net Deferred Tax Liability) (1e - 1f)	\$ 19,896,604	\$ (14,163)	\$ 19,882,441



## NOTES TO FINANCIAL STATEMENTS

2.	12/31/2016		
	(1)	(2)	(3)
	Ordinary	Capital	(Col 1 + 2) Total
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ 62,028,158	\$ 796,399	\$ 62,824,557
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	59,445,675	-	59,445,675
1. Adjusted Gross Deferred Tax Asset Expected to be Realized Following the Balance Sheet Date.	59,445,675	-	59,445,675
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	136,537,391
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	3,344,625	2,426,799	5,771,424
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	<u>\$ 124,818,458</u>	<u>\$ 3,223,198</u>	<u>\$ 128,041,656</u>
	12/31/2015		
	(4)	(5)	(6)
	Ordinary	Capital	(Col 4 + 5) Total
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ 98,636,563	\$ 810,562	\$ 99,447,125
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	2,940,666	-	2,940,666
1. Adjusted Gross Deferred Tax Asset Expected to be Realized Following the Balance Sheet Date.	2,940,666	-	2,940,666
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	146,954,159
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	2,609,770	3,119,786	5,729,556
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) + 2(c))	<u>\$ 104,186,999</u>	<u>\$ 3,930,348</u>	<u>\$ 108,117,347</u>
	(7)	Change (8)	(9)
	(Col 1 - 4) Ordinary	(Col 2 - 5) Capital	(Col 7 + 8) Total
Admission Calculation Components SSAP No. 101			
(a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks.	\$ (36,608,405)	\$ (14,163)	\$ (36,622,568)
(b) Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below)	56,505,009	-	56,505,009
1. Adjusted Gross Deferred Tax Asset Expected to be Realized Following the Balance Sheet Date.	56,505,009	-	56,505,009
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold.	XXX	XXX	(10,416,768)
(c) Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities.	734,855	(692,987)	41,868
(d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101. Total (2(a) + 2(b) +			

## NOTES TO FINANCIAL STATEMENTS

2(c)	\$ 20,631,459	\$ (707,150)	\$ 19,924,309
3.	<b>2016</b>		<b>2015</b>
(a) Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount.	679.014	%	751.469 %
(b) Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation In 2(b)2 Above.	\$ 910,249,276		\$ 979,694,392
4.	<b>12/31/2016</b>		
	<b>(1)</b>		<b>(2)</b>
	<b>Ordinary</b>		<b>Capital</b>
Impact of Tax-Planning Strategies			
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.			
1. Adjusted Gross DTAs Amount From Note 9A1 (c)	\$ 247,636,059		\$ 14,005,770
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	-	%	-
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1 (e)	\$ 124,818,458		\$ 3,223,198
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	-	%	-
	<b>12/31/2015</b>		
	<b>(3)</b>		<b>(4)</b>
	<b>Ordinary</b>		<b>Capital</b>
Impact of Tax-Planning Strategies			
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.			
1. Adjusted Gross DTAs Amount From Note 9A1 (c)	\$ 221,673,364		\$ 13,844,298
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	-		-
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1 (e)	\$ 104,186,999		\$ 3,930,348
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	-	%	-
	<b>Change</b>		
	<b>(5)</b>		<b>(6)</b>
	<b>(Col 1 - 3)</b>		<b>(Col 2 - 4)</b>
	<b>Ordinary</b>		<b>Capital</b>
Impact of Tax-Planning Strategies			
(a) Determination Of Adjusted Gross Deferred Tax Assets And Net Admitted Deferred Tax Assets, By Tax Character As A Percentage.			
1. Adjusted Gross DTAs Amount From Note 9A1 (c)	\$ 25,962,695		\$ 161,472
2. Percentage Of Adjusted Gross DTAs By Tax Character Attributable To The Impact Of Tax Planning Strategies	-	%	-
3. Net Admitted Adjusted Gross DTAs Amount From Note 9A1 (e)	\$ 20,631,459		\$ (707,150)
4. Percentage Of Net Admitted Adjusted Gross DTAs By Tax Character Admitted Because Of The Impact Of Tax Planning Strategies	-	%	-
(b) Does the Company's tax-planning strategies include the use of reinsurance?			No

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

B. Regarding deferred tax liabilities that are not recognized

There are no temporary differences for which deferred tax liabilities are not recognized.

C. Current income taxes incurred consist of the following major components:

	(1)	(2)	(3)
	12/31/2016	12/31/2015	(Col 1 - 2) Change
1. Current Income Tax			
(a) Federal	\$ 9,190,437	\$ 24,084,605	\$ (14,894,168)
(b) Foreign	-	-	-
(c) Subtotal	<u>9,190,437</u>	<u>24,084,605</u>	<u>(14,894,168)</u>
(d) Federal income tax on net capital gains	3,216,582	5,224,126	(2,007,544)
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	-	-	-
(g) Federal and foreign income taxes incurred	<u>\$ 12,407,019</u>	<u>\$ 29,308,731</u>	<u>\$ (16,901,712)</u>
2. Deferred Tax Assets:			
(a) Ordinary			
(1) Discounting of unpaid losses	\$ 56,301,547	\$ 41,629,385	\$ 14,672,162
(2) Unearned premium reserve	420,349	505,927	(85,578)
(3) Policyholder reserves	-	-	-
(4) Investments	-	-	-
(5) Deferred acquisition costs	66,298,685	64,157,112	2,141,573
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	3,161,834	3,179,528	(17,694)
(8) Compensation and benefits accrual	-	-	-
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	-	-	-
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other (including items <5% of total ordinary tax assets)	121,453,644	112,201,413	9,252,231
(99) Subtotal	<u>247,636,059</u>	<u>221,673,365</u>	<u>25,962,694</u>
(b) Statutory valuation allowance adjustment	-	-	-
(c) Nonadmitted	122,817,601	114,366,580	8,451,021
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	<u>124,818,458</u>	<u>107,306,785</u>	<u>17,511,673</u>
(e) Capital:			
(1) Investments	14,005,770	13,844,298	161,472
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other (including items <5% of total capital assets)	-	-	-
(99) Subtotal	<u>14,005,770</u>	<u>13,844,298</u>	<u>161,472</u>
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	10,782,572	13,033,736	(2,251,164)
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	<u>3,223,198</u>	<u>810,562</u>	<u>2,412,636</u>
(i) Admitted deferred tax assets (2d + 2 h)	<u>128,041,656</u>	<u>108,117,347</u>	<u>19,924,309</u>
3. Deferred Tax Liabilities:			
(a) Ordinary			
(1) Investments	-	-	-
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	-	-	-
(4) Policyholder reserves	-	-	-
(5) Other (including items <5% of total ordinary tax liabilities)	3,344,625	2,609,770	734,855
(99) Subtotal	<u>3,344,625</u>	<u>2,609,770</u>	<u>734,855</u>
(b) Capital:			
(1) Investments	2,426,799	3,119,786	(692,987)
(2) Real estate	-	-	-
(3) Other (including items <5% of total capital tax liabilities)	-	-	-
(99) Subtotal	<u>2,426,799</u>	<u>3,119,786</u>	<u>(692,987)</u>
(c) Deferred tax liabilities (3a99 + 3b99)	<u>5,771,424</u>	<u>5,729,556</u>	<u>41,868</u>
4. Net deferred tax assets/liabilities (2i - 3c)	<u>\$ 122,270,232</u>	<u>\$ 102,387,791</u>	<u>\$ 19,882,441</u>

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

- D. The provision for federal income taxes incurred 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 at December 31, 2016, and December 31, 2015, were as follows:

	<b>2016</b>	<b>2015</b>
Provision computed at statutory rate	\$ 55,217,031	\$ 67,533,554
Tax credits	(46,039,993)	(45,748,660)
Dividend received deduction	(3,359,654)	(3,309,621)
Tax exempt interest	(27,497)	(23,312)
Meals & entertainment disallowance	509,848	421,034
Change in nonadmitted assets	(12,650,995)	(4,848,368)
Prior year over accrual and adjustments	(7,704,566)	430,768
Change in IMR	(2,849,303)	(1,728,773)
Other miscellaneous expenses	(191,571)	3,112,363
Total statutory income taxes	<u>\$ (17,096,700)</u>	<u>\$ 15,838,985</u>
Federal income tax expense incurred	\$ 12,407,019	\$ 29,308,731
(Increase)/decrease in net deferred income taxes	(29,503,719)	(13,469,746)
Total statutory income taxes	<u>\$ (17,096,700)</u>	<u>\$ 15,838,985</u>

E. Additional Disclosures

- (1) As of December 31, 2016, the Company had no capital loss, net operating loss or tax credit carryforwards.
- (2) The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses:

<b>Year</b>	<b>Ordinary</b>	<b>Capital</b>	<b>Total</b>
2016	\$ (17,187,912)	\$ 3,216,581	\$ (13,971,331)
2015	18,066,146	1,507,708	19,573,854
2014	53,598,323	3,623,711	57,222,034
Total	<u>\$ 54,476,557</u>	<u>\$ 8,348,000</u>	<u>\$ 62,824,557</u>

- (3) The Company did not have any deposits reported as admitted assets under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

- (1) The Company is a member of an affiliated group included in the consolidated federal income tax return of StanCorp. In addition to the Company, other subsidiaries included in the consolidated StanCorp income tax return are The Standard Life Insurance Company of New York ("Standard New York"), StanCorp Investment Advisers, Inc. ("StanCorp Investment Advisers"), Standard Management, Inc. ("Standard Management"), StanCorp Equities, Inc. ("StanCorp Equities"), Standard Retirement Services, Inc. ("Standard Retirement Services") and StanCap Insurance Company, Inc. ("StanCap Insurance Company").
- (2) The method of allocation between the companies is subject to written agreement, which has been approved by the Board of Directors. The tax liability is allocated in the ratio of the subsidiary's tax liability on a separate return basis to the total taxes of all the members on a separate return basis. Each member is required to use current operating losses and other credits first without considering the current year's profits and losses of other members of the affiliated group. StanCorp is required to pay the Company for excess tax credits and losses to the extent they are utilized in the consolidated return. The above-mentioned written agreement states that balances are to be settled within 90 days of receiving notice of such allocation from StanCorp.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES AND OTHER RELATED PARTIES

A., B. &

- C. The Company purchases commercial mortgage loans originated by its affiliate, StanCorp Mortgage Investors, LLC ("StanCorp Mortgage Investors"). Total commercial mortgage loans purchased from StanCorp Mortgage Investors at fair value for 2016 and 2015 were \$1.74 billion and \$1.55 billion, respectively. The Company sold mortgage loans to StanCorp Mortgage Investors for 2016 and 2015 in the amounts of \$2.5 million and \$2.1 million, respectively.

The Company sold commercial mortgage loans at fair value to its affiliate, StanCap Insurance Company, for 2016 and 2015 in the amounts of \$26.9 million and \$84.8 million, respectively.

The Company sold commercial mortgage loans at fair value to its affiliate, Standard New York, for 2016 and 2015 in the amounts of \$34.3 million and \$10.0 million, respectively.

The Company sold commercial mortgage loans at fair value to its affiliate, StanCorp Real Estate, LLC ("StanCorp Real Estate"), for 2016 and 2015 in the amounts of \$3.5 million and \$0.4 million, respectively.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

The Company sold commercial mortgage loans at fair value to its affiliate, Pacific Guardian Life Insurance Company, Limited, for 2016 in the amount of \$15.5 million. Pacific Guardian Life Insurance Company, Limited was not an affiliate in 2015.

In March 2016, the Company made an ordinary cash distribution of \$29.0 million to its parent, StanCorp.

In June 2016, the Company made an ordinary cash distribution of \$50.0 million to its parent, StanCorp.

In September 2016, the Company made an ordinary cash distribution of \$50.0 million to its parent, StanCorp.

In December 2016, the Company made an ordinary cash distribution of \$50.0 million to its parent, StanCorp.

In March, June, September and December 2016, the Company distributed approved interest payments of \$3.3 million each period for its subordinated surplus note (“Surplus Note”) to StanCorp.

For 2016, the Company borrowed funds from StanCorp under the Intercompany Services Agreement in conjunction with the Company’s cash management strategy. There was no outstanding balance as of December 31, 2016.

- D. As of December 31, 2016 and 2015, the Company reported the following amounts due (to)/from its parent and affiliates:

	<b>2016</b>	<b>2015</b>
StanCorp	\$ (1,952,152)	\$ 4,004,257
Standard Retirement Services	(166,422)	(111,688)
Standard New York	(225,875)	34,798
StanCorp Real Estate	(35,863)	(31,018)
StanCorp Investment Advisers	1,929	20,977
StanCap Insurance Company	(98)	(483)
Standard Management	24,211	(147)
StanCorp Equities	454,590	185,899
StanCorp Mortgage Investors	3,726,462	2,345,218
	<b>\$ 1,826,782</b>	<b>\$ 6,447,813</b>

All amounts due to or from the Company and its parent and affiliates are generally settled monthly and accrue interest if not settled within 30 days. For the intercompany tax agreement, amounts are generally settled within 90 days after the tax return is filed and accrue interest if not settled.

- E. The Company has made no guarantee or agreement for the benefit of an affiliate which results in material contingent exposure of the Company’s assets or liabilities.
- F. The Company provides management, administrative, and investment services to Standard Management and StanCorp Equities, and charges each company a management fee.

The Company provides management and administrative services to StanCorp Mortgage Investors and StanCorp Real Estate, and charges each company a service fee. The Company pays an asset management fee for investment services provided by these two companies. Asset management fees are allocated to general expenses, per Exhibit 2, based upon the underlying nature of the affiliates' expenses incurred.

The Company has an Administrative Services Agreement with its affiliate Standard New York whereby the Company provides at Standard New York’s request and direction, the following services: distribution and producer management, marketing support, product development and administration, policyholder and absence management services, underwriting, policyholder services, claims processing and payment, actuarial and financial services, information technology services, legal services, government relations, general services, human resources, management services, and administrative services only (“ASO”).

The Company has an Administrative Services Agreement with Standard New York whereby Standard New York performs certain claims processing, payment services and absence management services on certain new and on-going long-term and short-term disability claims, state mandated disability life claims and standalone AD&D claims incurred under group policies issued by the Company.

The Company has an Administrative Services and Treasury Agreement with StanCorp Equities, a broker-dealer registered with the Securities and Exchange Commission under the Securities Exchange Act of 1934 and a member of the Financial Industry Regulatory Authority which provides for allocation of expenses between the companies.

The Company has an Intercompany Administrative Services Agreement between the Company and the following affiliates: StanCorp, StanCorp Investment Advisers, Standard Management, StanCorp Mortgage Investors, StanCorp Real Estate, Standard Retirement Services and StanCap Insurance Company. The companies agreed that each company that receives services performed by another company pursuant to this agreement shall reimburse the provider for the services at the provider’s cost or at market rates if the provider also provides similar services to external clients, as determined by the provider of the services.

- G. All outstanding shares of the Company are owned by its parent, StanCorp, domiciled in the State of Oregon.
- H. The Company did not own any investments of its parent, StanCorp or Meiji Yasuda, the ultimate holding company domiciled in Japan.

**NOTES TO FINANCIAL STATEMENTS**

- I. The Company had no investments in its parent or affiliates that exceed 10% of its admitted assets.
- J. The Company did not hold investments in impaired subsidiary, controlled or affiliated companies.
- K. The Company did not hold an investment in a foreign insurance subsidiary.
- L. The Company did not hold an investment in a downstream noninsurance holding company.
- M. The Company did not hold investments in subsidiary, controlled or affiliated companies.
- N. The Company did not hold investments in insurance subsidiary, controlled or affiliated companies.

11. DEBT

A. The Company had no outstanding debt as of December 31, 2016.

B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company is a member of the FHLB of Des Moines. The Company issues collateralized agreements and invests the cash received from advances to support various spread-based business and enhance its asset-liability management. Membership also provides an additional funding source and access to financial services that can be used as an alternative source of liquidity. The Company has determined the actual or estimated maximum borrowing in accordance with regulatory and FHLB of Des Moines borrowing limits. The tables below indicate the amount of FHLB of Des Moines stock purchased, collateral pledged, assets and liabilities related to the agreement with the FHLB of Des Moines.

- (2) FHLB Capital Stock
  - a. Aggregate Totals

	<b>1 Total 2+3</b>	<b>2 General Account</b>	<b>3 Separate Accounts</b>
<b>1. Current Year</b>			
(a) Membership Stock - Class A	\$ -	\$ -	-
(b) Membership Stock - Class B	10,000,000	10,000,000	-
(c) Activity Stock	19,187,300	19,187,300	-
(d) Excess Stock	-	-	-
(e) Aggregate Total (a+b+c+d)	<u>\$ 29,187,300</u>	<u>\$ 29,187,300</u>	<u>\$ -</u>
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	\$ 479,792,759	XXX	XXX
<b>2. Prior Year-end</b>			
(a) Membership Stock - Class A	\$ -	\$ -	-
(b) Membership Stock - Class B	10,000,000	10,000,000	-
(c) Activity Stock	10,921,400	10,921,400	-
(d) Excess Stock	-	-	-
(e) Aggregate Total (a+b+c+d)	<u>\$ 20,921,400</u>	<u>\$ 20,921,400</u>	<u>\$ -</u>
(f) Actual or estimated Borrowing Capacity as Determined by the Insurer	\$ 275,145,914	XXX	XXX

11B(2)a1(f) should be equal to or greater than 11B(4)a1(d)

11B(2)a2(f) should be equal to or greater than 11B(4)a2(d)

- b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

	<b>1 Current Year Total (2+3+4+5+6)</b>	<b>2 Not Eligible for Redemption</b>	<b>Eligible for Redemption</b>			
			<b>3 Less Than 6 Months</b>	<b>4 to Less Than 6 months 1 Year</b>	<b>5 1 to Less Than 3 Years</b>	<b>6 3 to 5 Years</b>
1. Class A	\$ -	\$ -	\$ -	\$ -	\$ -	-
2. Class B	10,000,000	10,000,000	-	-	-	-

11B(2)b1 Current Year Total (Column 1 ) should equal 11B(2)a1(a) Total (Column 1)

11B(2)b2 Current Year Total (Column 1 ) should equal 11B(2)a1(b) Total (Column 1)

**NOTES TO FINANCIAL STATEMENTS**

- (3) Collateral Pledged to FHLB  
 a. Amount Pledged as of Reporting Date

	<b>1</b>	<b>2</b>	<b>3</b>
	<b>Fair Value</b>	<b>Carrying Value</b>	<b>Aggregate Total Borrowing</b>
1. Current Year Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	\$ 642,025,543	\$ 602,307,127	\$ 479,680,171
2. Current Year General Account Total Collateral Pledged	\$ 642,025,543	\$ 602,307,127	\$ 479,680,171
3. Current Year Separate Accounts Total Collateral Pledged	\$ -	\$ -	-
4. Prior Year-end Total General and Separate Accounts Total Collateral Pledged	\$ 352,821,412	\$ 333,479,840	\$ 273,034,455

11B(3)a1 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b1 (Columns 1, 2 and 3 respectively)  
 11B(3)a2 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b2 (Columns 1, 2 and 3 respectively)  
 11B(3)a3 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b3 (Columns 1, 2 and 3 respectively)  
 11B(3)a4 (Columns 1, 2 and 3) should be equal to or less than 11B(3)b4 (Columns 1, 2 and 3 respectively)

- b. Maximum Amount Pledged During Reporting Period

	<b>1</b>	<b>2</b>	<b>3</b>
	<b>Fair Value</b>	<b>Carrying Value</b>	<b>Amount Borrowed at Time of Maximum Collateral</b>
1. Current Year Total General and Separate Accounts Maximum Collateral Pledged (Lines 2+3)	\$ 659,704,512	\$ 621,311,012	\$ 482,223,282
2. Current Year General Account Maximum Collateral Pledged	\$ 659,704,512	\$ 621,311,012	\$ 482,223,282
3. Current Year Separate Accounts Maximum Collateral Pledged	\$ -	\$ -	-
4. Prior Year-end Total General and Separate Accounts Maximum Collateral Pledged	\$ 403,003,065	\$ 393,372,327	\$ 324,981,839

- (4) Borrowing from FHLB  
 a. Amount as of the Reporting Date

	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>
	<b>Total 2+3</b>	<b>General Account</b>	<b>Separate Accounts</b>	<b>Funding Agreements Reserves Established</b>
1. Current Year				
(a) Debt	\$ -	\$ -	\$ -	XXX
(b) Funding Agreements	479,680,171	479,680,171	-	-
(c) Other	-	-	-	XXX
(d) Aggregate Total (a+b+c)	<u>\$ 479,680,171</u>	<u>\$ 479,680,171</u>	<u>\$ -</u>	<u>-</u>
2. Prior Year-end				
(a) Debt	\$ -	\$ -	\$ -	XXX
(b) Funding Agreements	273,034,455	273,034,455	-	-
(c) Other	-	-	-	XXX
(d) Aggregate Total (a+b+c)	<u>\$ 273,034,455</u>	<u>\$ 273,034,455</u>	<u>\$ -</u>	<u>-</u>

- b. Maximum Amount during Reporting Period (Current Year)

	<b>1</b>	<b>2</b>	<b>3</b>
	<b>Total 2+3</b>	<b>General Account</b>	<b>Separate Accounts</b>
1. Debt	\$ -	\$ -	-
2. Funding Agreements	482,223,282	482,223,282	-
3. Other	-	-	-
4. Aggregate Total (1+2+3)	<u>\$ 482,223,282</u>	<u>\$ 482,223,282</u>	<u>\$ -</u>

11B(4)b4 (Columns 1, 2 and 3) should be equal to or greater than 11B(4)a1(d) (Columns 1, 2 and 3 respectively)

## NOTES TO FINANCIAL STATEMENTS

## c. FHLB - Prepayment Obligations

Does the company have prepayment obligations under the following arrangements (YES/NO)?
---

1. Debt	No
2. Funding Agreements	No
3. Other	No

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

## A. Defined Benefit Plan

StanCorp sponsors the home office pension plan (“employee pension plan”). Effective December 31, 2016 the sponsorship changed for the agent pension plan from the Company to StanCorp, as the agent pension plan was merged into the employee pension plan. As such, the Company only participates in both the employee pension plan and agent pension plan and is not directly liable for obligations under either the employee pension plan or agent pension plan. For 2016, the amount of expense incurred was \$14.1 million for the employee plan and \$0.2 for the agent plan.

The Company sponsors and administers a postretirement benefit plan that includes medical, prescription drug benefits and group term life insurance. Eligible retirees are required to contribute specified amounts for medical and prescription drug benefits that are determined periodically and are based on retiree’s length of service and age at retirement. The postretirement benefit plan is limited to eligible participants who retired prior to July 1, 2013.

Annual pension expense and other postretirement benefit plans were determined under the provision of SSAP No. 102 and SSAP No. 92 – *Accounting for Postretirement Benefits Other Than Pensions, A Replacement of SSAP No. 14*, respectively.

The following table sets forth a summary of assets, obligations and assumptions of the Pension and Other Postretirement Benefit Plans as of December 31, 2016 and 2015.

## (1) Change in benefit obligation

## a. Pension Benefits

	<u>Overfunded</u>		<u>Underfunded</u>	
	2016	2015	2016	2015
1. Benefit obligation at beginning of year	\$ -	\$ -	\$ (12,895,592)	\$ (14,158,848)
2. Service cost	-	-	-	-
3. Interest cost	-	-	(551,564)	(535,347)
4. Contribution by plan participants	-	-	-	-
5. Actuarial gain (loss)	-	-	(736,812)	471,911
6. Foreign currency exchange rate changes	-	-	-	-
7. Benefits paid	-	-	1,291,440	1,326,692
8. Plan amendments	-	-	-	-
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-	12,892,528	-
10. Benefit obligation at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,895,592)</u>

## b. Postretirement Benefits

	<u>Overfunded</u>		<u>Underfunded</u>	
	2016	2015	2016	2015
1. Benefit obligation at beginning of year	\$ -	\$ -	\$ (23,738,751)	\$ (24,705,098)
2. Service cost	-	-	-	-
3. Interest cost	-	-	(1,059,420)	(981,940)
4. Contribution by plan participants	-	-	-	-
5. Actuarial gain (loss)	-	-	1,854,245	754,474
6. Foreign currency exchange rate changes	-	-	-	-
7. Benefits paid	-	-	1,770,192	1,308,539
8. Plan amendments	-	-	-	-
9. Business combinations, divestitures, curtailments, settlements and special termination benefits	-	-	(118,762)	(114,726)
10. Benefit obligation at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,292,496)</u>	<u>\$ (23,738,751)</u>

## c. Special or Contractual Benefits Per SSAP No. 11

Not applicable



## NOTES TO FINANCIAL STATEMENTS

## (2) Change in plan assets

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits Per SSAP No. 11	
	2016	2015	2016	2015	2016	2015
a. Fair value of plan assets at beginning of year	\$ 10,003,645	\$ 11,043,598	\$ 21,004,673	\$ 21,225,634	\$ -	\$ -
b. Actual return on plan assets	361,117	363,627	(31,610)	56,930	-	-
c. Foreign currency exchange rate changes	-	-	-	-	-	-
d. Reporting entity contribution	3,500,000	-	1,145,154	915,922	-	-
e. Plan participants' contributions	-	-	-	-	-	-
f. Benefits paid	(1,298,759)	(1,403,580)	(1,770,192)	(1,308,539)	-	-
g. Business combinations, divestitures and settlements	(12,566,003)	-	118,762	114,726	-	-
h. Fair value of plan assets at end of year	\$ -	\$ 10,003,645	\$ 20,466,787	\$ 21,004,673	\$ -	\$ -

## (3) Funded status

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
Overfunded:				
a. Assets (nonadmitted)				
1. Prepaid benefit costs	\$ -	\$ 3,308,838	\$ -	\$ -
2. Overfunded plan assets	-	(3,308,838)	-	-
3. Total assets (nonadmitted)	\$ -	\$ -	\$ -	\$ -
Underfunded:				
b. Liabilities recognized				
1. Accrued benefit costs	\$ -	\$ -	\$ (3,690,623)	\$ 5,023,020
2. Liability for pension benefits	-	(2,891,947)	2,864,914	(2,288,942)
3. Total liabilities recognized	\$ -	\$ (2,891,947)	\$ (825,709)	\$ 2,734,078
c. Unrecognized liabilities	\$ -	\$ -	\$ -	\$ -

## (4) Components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits		Special or Contractual Benefits Per SSAP No. 11	
	2016	2015	2016	2015	2016	2015
a. Service cost	\$ -	\$ 50,000	\$ -	\$ -	\$ -	\$ -
b. Interest cost	551,564	535,347	1,059,420	981,940	-	-
c. Expected return on plan assets	(622,031)	(618,089)	(867,331)	(875,614)	-	-
d. Transition asset or obligation	-	-	-	-	-	-
e. Gains and losses	283,068	287,272	166,419	161,302	-	-
f. Prior service cost or credit	-	-	(545,751)	(625,225)	-	-
g. Gain or loss recognized due to a settlement or curtailment	-	-	-	-	-	-
h. Total net periodic benefit cost	\$ 212,601	\$ 254,530	\$ (187,243)	\$ (357,597)	\$ -	\$ -

## (5) Amounts in unassigned funds (surplus) recognized as components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
a. Items not yet recognized as a component of net periodic cost- prior year	\$ (6,200,785)	\$ (6,678,618)	\$ (2,288,942)	\$ (2,817,075)
b. Net transition asset or obligation recognized	-	-	-	-
c. Net prior service cost or credit arising during the period	-	-	-	-
d. Net prior service cost or credit recognized	-	-	545,751	625,225
e. Net gain and loss arising during the period	-	-	(955,304)	64,210
f. Net gain and loss recognized	6,200,785	477,833	(166,419)	(161,302)
g. Items not yet recognized as a component of net periodic cost - current year	\$ -	\$ (6,200,785)	\$ (2,864,914)	\$ (2,288,942)

## NOTES TO FINANCIAL STATEMENTS

- (6) Amounts in unassigned funds (surplus) expected to be recognized in the next fiscal year as components of net periodic benefit costs

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
a. Net transition asset or obligation	\$ -	\$ -	\$ -	\$ -
b. Net prior service cost or credit	-	-	(541,568)	(545,750)
c. Net recognized gains and losses	-	(271,789)	125,240	166,419

- (7) Amounts in unassigned funds (surplus) that have not yet been recognized as components of net periodic benefit cost

	Pension Benefits		Postretirement Benefits	
	2016	2015	2016	2015
a. Net transition asset or obligation recognized	\$ -	\$ -	\$ -	\$ -
b. Net prior service cost or credit	-	-	-	-
c. Net recognized gains and losses	-	(6,200,785)	(2,864,914)	(2,288,942)

- (8) Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31

	2016	2015
a. Weighted-average discount rate	4.50 %	4.00 %
b. Expected long-term rate of return on plan assets	5.10	5.10
c. Rate of compensation increase	-	-

Weighted-average assumptions used to determine projected benefit obligations as of Dec. 31:

	2016	2015
d. Weighted-average discount rate	4.55 %	4.05 %
e. Rate of compensation increase	-	-

The tables above set forth the averaged assumptions for the agent pension plan and postretirement benefit plan related to expected long-term rate of return on plan assets for 2016 and 2015 plus weighted-average discount rate for 2016.

- (9) The amount of the accumulated benefit obligation for the agent pension plan was \$0.0 million and \$12.9 million as of December 31, 2016 and 2015, respectively.

- (10) The assumed health care cost trend rate used in measuring the accumulated postretirement benefit obligation was 6.7% in the next year and declined ratably to 4.5% over the following twenty years for medical benefits.

- (11) Assumed health care cost trend rates have a significant effect on the amounts reported for the health care plans. A one-percentage-point change in assumed health care cost trend rates would have the following effects:

	1 Percentage Point Increase	1 Percentage Point Decrease
a. Effect on total of service and interest cost components	\$ 122,963	\$ (101,264)
b. Effect on postretirement benefit obligation	2,276,034	(1,887,168)

- (12) The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

(In thousands)	Year(s)	Amount
a.	2017	\$ 1,313,799
b.	2018	1,354,145
c.	2019	1,115,196
d.	2020	1,169,403
e.	2021	1,116,145
f.	2022 through 2026	5,438,284

- (13) The Company made a contribution of \$3.5 million to the agent pension plan for 2016. The Company made contributions of \$0.5 million to the postretirement benefit plan for 2016 and 2015. The Company expects to make contributions of \$0.7 million to its postretirement benefit plan for 2017. In addition, no plan assets are expected to be returned to the Company for 2017.

- (14) There were no securities of the Company or related parties included in the plan assets.

- (15) The Company did not use any alternative method to amortize unrecognized net loss.

- (16) The Company did not have any substantive commitments that are used in determining the benefit obligation.

- (17) The Company did not have any special or contractual termination benefits recognized during the year.

**NOTES TO FINANCIAL STATEMENTS**

(18) The reduction in the both the pension benefit obligation and plan assets to zero in 2016 was due to the sponsorship change from the Company to StanCorp.

(19) There are no plans to return any plan assets to the employer during the next 12-month period.

(20) See Note 12 A (1) - (3) & 12 A (5) - (7) for accumulated benefit obligation, fair value of plan assets, funded status and surplus impact.

(21) The Company chose to recognize the entire change in the year of implementation. There is not transition liability to report.

- B. The investment goal of the postretirement plan is to produce a steady return on plan assets to maintain its funded status. To achieve this goal, the Company's postretirement benefit plan assets are comprised primarily of municipal bonds and cash and cash equivalents.

The investment goal of the agent pension plan is to invest in stable value assets in order to maintain its funded status.

The following tables set forth the Company's target and actual weighted-average asset allocations for the postretirement benefits and agent pension plans:

Postretirement Benefits	2016 Target	2016 Actual
Asset category:		
Debt securities	95.0 %	92.3 %
Cash and cash equivalents	5.0	7.7
Total	100.0 %	100.0 %
Pension Benefits	2016 Target	2016 Actual
Asset category:		
Debt securities	100.0 %	100.0 %
Total	100.0 %	100.0 %

- C. (1) Fair Value Measurements of Plan Assets at Reporting Date

Description for each class of plan assets	(Level 1)	(Level 2)	(Level 3)	Total
Debt securities:				
Stable asset fund	\$ -	\$ -	\$ -	\$ -
Total Plan Assets	\$ -	\$ -	\$ -	\$ -

- (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

There were no transfers into or out of Level 3 for 2016.

- D. The long-run rate of return for the agent pension plan portfolio is derived by calculating the average return for the portfolio monthly, from 1971 to the present, using the average mutual fund manager returns in each asset category, weighted by the target allocation to each category.

- E. Defined Contribution Plan

Substantially all eligible employees are covered by a qualified deferred compensation plan sponsored by the Company under which a portion of the employee contribution is matched. Employees not eligible for the pension plan are eligible for an additional non-elective employer contribution. Contributions to the plan were \$13.4 million and \$11.9 million for 2016 and 2015, respectively.

In addition, eligible executive officers are covered by a non-qualified supplemental retirement plan. The unfunded status was \$58.2 million and \$45.7 million as of December 31, 2016 and 2015, respectively. Expenses related to the plan were \$3.8 million and \$5.2 million for 2016 and 2015, respectively.

Eligible executive officers, directors, agents and group producers may participate in one of several non-qualified deferred compensation plans under which a portion of the deferred compensation may be matched. The liability for the plans was \$15.4 million and \$13.3 million as of December 31, 2016 and 2015, respectively.

- F. Multiemployer Plans

The Company did not participate in any multiemployer plans as of December 31, 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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G. Consolidated/Holding Company Plans

The Company administers the agent pension plan, postretirement benefit plan and supplemental retirement plan on behalf of StanCorp and all its subsidiaries. Costs are allocated between the members of the affiliated group based on number of employees. Costs allocated to the Company's parent and affiliates were approximately 19.4% and 24.5% of total plan costs for 2016 and 2015, respectively.

H. Postemployment Benefits and Compensated Absences

The Company did not have any postemployment benefits and compensated absences for 2016.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

(1) Recognition of the existence of the Act

The Medicare Prescription Drug, Improvement and Modernization Act of 2003 ("the Act") was signed into law in December of 2003. The Act includes the following two new features to Medicare Part D that could affect the measurement of the accumulated postretirement benefit obligation ("APBO") and net periodic postretirement cost for the Plan:

A federal subsidy (based on 28% of an individual beneficiary's annual prescription drug costs between \$250 and \$5,000), which is not taxable, to sponsors of retiree healthcare benefit plans that provide a prescription drug benefit that is at least actuarially equivalent to Medicare Part D; and

The opportunity for a retiree to obtain a prescription drug benefit under Medicare.

(2) Effects of the Subsidy in Measuring the Net Postretirement Benefit Cost

The effect of the Act was a \$0.1 million reduction in the Company's net periodic postretirement benefit cost for 2016. The total reduction is composed of: \$0.2 million decrease in interest cost and \$0.1 million decrease in amortization of prior service cost. The benefit obligation as of December 31, 2016, was reduced by \$4.2 million due to projected subsidy payments under the Act.

(3) Disclosure of Gross Benefit Payments

The Company's benefit payments for 2016 were \$1.8 million including the prescription drug benefit. The Company estimates gross benefit payments for the next fiscal year, 2017, to be \$1.3 million prior to reflecting the prescription drug benefit. The estimated value of the prescription drug subsidy to the Company for 2017 is \$0.2 million.

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

- (1) The Company had 1,000 shares authorized, issued and outstanding as of December 31, 2016. All the shares are owned by its parent company, StanCorp.
- (2) The Company had no preferred stock outstanding as of December 31, 2016.
- (3) Ordinary dividends, which do not require the approval of the domiciliary commissioner, are limited by the laws of the Company's state of domicile, Oregon. Extraordinary dividends, which require the approval of the domiciliary commissioner, are limited by the laws of the Company's state of domicile, Oregon.
- (4) Ordinary cash distributions in the amount of \$29.0 million, \$50.0 million, \$50.0 million and \$50.0 million were paid by the Company to its parent, StanCorp, in March 2016, June 2016, September 2016 and December 2016, respectively.
- (5) Within the limitations of (3) above, there were no restrictions placed on the portion of the Company's profits that may be paid as ordinary dividends to shareholders for 2016.
- (6) There were no restrictions placed on the Company's surplus, including for whom the surplus is being held, for 2016.
- (7) There were no advances to surplus not repaid for 2016.
- (8) The Company did not hold any of its own stock, including stock of affiliated companies, for special purposes as of December 31, 2016.
- (9) The change in the balance of aggregate write-ins for gains and losses in surplus from December 31, 2015 to December 31, 2016 was largely from adjustments due to accounting errors. The correction of these errors individually and in aggregate had no material impact on the Company's financial position. See Note 2 for additional details.
- (10) The portion of unassigned funds (surplus) reduced by cumulative unrealized losses was \$19.9 million as of December 31, 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

(11) The Company issued the following surplus debentures or similar obligations:

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note	Interest And/Or Principal Paid Current Year	Total Interest And/Or Principal Paid	Unapproved Interest And/Or Principal	Date of Maturity
8/15/2012	5.25 %	\$ 250,000,000	\$ 250,000,000	\$ 13,125,000	\$ 57,421,875	\$ -	8/14/2042
1311999 Total		<u>\$ 250,000,000</u>	<u>\$ 250,000,000</u> *	<u>\$ 13,125,000</u>	<u>\$ 57,421,875</u>	<u>\$ -</u>	XXX

\* Total should agree with Page 3, Line 32.

A subordinated surplus note ("Surplus Note") in the amount of \$250.0 million was issued on August 15, 2012 to StanCorp in exchange for cash. The Surplus Note was issued in a transaction exempt from registration under the United States Securities Act of 1933, as amended, and this note may not be offered, sold, pledged or otherwise transferred in the absence of such registration or an applicable exemption there from.

The Surplus Note matures in 2042 and bears an annual interest rate of 5.25%, with interest payments due March 31, June 30, September 30 and December 31 of each year. The Company has the right to prepay the principal balance of the Surplus Note, in whole or in part, at any time or from time to time, without penalty. In accordance with the requirements of the NAIC, the Surplus Note provides that no interest or principal payments may be made by the Company without the prior approval of the Oregon Insurance Division, interest will not be represented as an addition to the instrument, interest will not accrue additional interest and any payments with respect to the Surplus Note will be subordinate to the Company's other obligations to policyholders, lenders and creditors.

(12) Impact of quasi-reorganization

The Company has not been a party to a quasi-reorganization in prior years.

(13) The effective date(s) of all quasi-reorganizations in the prior 10 years

The Company has not been a party to a quasi-reorganization in the 10 years from 2007 to 2016.

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments

(1) The Company had commitments to fund partnership investments totaling \$81.3 million as of December 31, 2016. The contributions are payable on demand.

B. Assessments

(1) Insolvency regulations exist in many of the jurisdictions in which the Company does business. Such regulations may require insurance companies operating within the jurisdiction to participate in guaranty associations. The associations levy assessments against their members for the purpose of paying benefits due to policyholders of impaired or insolvent insurance companies. In 2009, the Pennsylvania Insurance Commissioner placed long-term care insurer Penn Treaty Network America Insurance Company ("Penn Treaty") and its wholly-owned subsidiary, American Network Insurance Company ("ANIC") in rehabilitation and petitioned the state court for approval to liquidate both entities. As of December 31, 2016, the Company is unable to estimate losses or ranges of losses because the Company cannot predict when Penn Treaty and ANIC will ultimately be declared insolvent, the amount of the insolvency, the amount and timing of any guaranty association assessments or the availability and amount of any premium tax and other potential offsets. The Company will continue to monitor this situation.

As of December 31, 2016, the Company maintained a reserve of \$0.3 million for future assessments with respect to currently impaired, insolvent, or failed insurers.

The guaranty association assessments levied against the Company were \$0.5 million and \$0.7 million for the years ended December 31, 2016 and 2015, respectively.

(2)

a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$ 1,660,028
b. Decreases current year:	
Premium tax offset applied	528,413
c. Increases current year:	
Premium tax offset applied	516,402
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$ 1,648,017

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

C. Gain Contingencies

The Company did not have any gain contingencies as of December 31, 2016.

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

The Company had no material claims relating to extra contractual obligations or bad faith losses from lawsuits as of December 31, 2016.

E. Joint and Several Liabilities

The Company did not have any joint and several liabilities as of December 31, 2016.

F. All Other Contingencies

In the normal course of business, the Company is involved in various legal actions and other state and Federal proceedings. A number of these actions or proceedings were pending as of December 31, 2016. In some instances, lawsuits include claims for punitive damages and similar types of relief in unspecified or substantial amounts, in addition to amounts for alleged contractual liability or other compensatory damages. In the opinion of management, the ultimate liability, if any, arising from these actions or proceedings is not expected to have a material adverse effect on the Company's business, financial position, results of operations, or cash flows.

The Company maintains reinsurance coverage for certain catastrophe losses related to group life and accidental death and dismemberment ("AD&D"). In February 2015, the Company was notified of the termination of the catastrophe reinsurance pool, in which the Company previously participated with other insurance companies, effective June 2015. The Company has replaced the membership in the catastrophe reinsurance pool with traditional catastrophe reinsurance.

As of December 31, 2016 and 2015, the Company had in accounts receivable for uninsured plans and amounts due from agents \$4.4 million and \$3.3 million, respectively. The Company routinely assesses the collectability of these receivables. Based upon the Company's experience, the potential loss is immaterial to the Company's financial condition.

Years currently open for audit by the Internal Revenue Service are 2013 through 2016.

15. LEASES

A. Lessee Operating Lease

(1) General description of the lessees leasing arrangements

- a. The Company leases certain buildings and equipment under noncancelable operating lease agreements that expire in various years through 2025 with renewal options for periods ranging from one to ten years. Rental expense was \$16.5 million and \$15.9 million for 2016 and 2015, respectively. There was no rental expense for subleased properties for 2016 or 2015.

(2) Leases having initial or remaining noncancelable lease terms in excess of one year.

- a. As of January 1, 2017, the minimum aggregate rental commitments are as follows:

	<b>Year Ending December 31</b>	<b>Operating Leases</b>
1.	2017	\$ 6,814,089
2.	2018	3,642,446
3.	2019	2,843,950
4.	2020	1,668,798
5.	2021	1,085,607
6.	Total	<u>\$ 16,054,890</u>

(3) The Company was not involved in any sales-leaseback transactions for 2016.

B. Lessor Leases

(1) Operating Leases

The Company owns and leases real estate. It is an insignificant part of the Company's business activities.

(2) Leveraged Leases

The Company did not have any leveraged leases for 2016.

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

(1) The table below summarizes the notional amount of the Company's financial instruments with off-balance sheet risk.

	Assets		Liabilities	
	December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
a. Swaps	\$ 252,902,000	\$ 252,902,000	\$ 683,927,000	\$ 600,922,000
b. Futures	-	-	-	-
c. Options	467,688,113	467,752,941	-	-
d. Total	<u>\$ 720,590,113</u>	<u>\$ 720,654,941</u>	<u>\$ 683,927,000</u>	<u>\$ 600,922,000</u>

See Schedule DB of the Company's statement for additional detail.

(2) The Company's financial instruments with off-balance sheet risk are swaps and options. Refer to Note 8 for information regarding these derivative contracts.

(3) The Company is exposed to credit-related losses in the event of nonperformance by counterparties to financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high credit ratings. Because exchange-traded swaps are affected through a regulated exchange and positions are marked to market on a daily basis, the Company has little exposure to credit-related losses in the event of nonperformance by counterparties to such financial instruments.

(4) The Company is required to pledge collateral related to the clearing of interest rate swap contracts through the CCP. The amount of collateral that is required is determined by the exchange on which the interest rate swap is traded. The Company currently pledges cash and fixed maturity securities to satisfy the collateral requirement.

**Financial Instruments with Concentrations of Credit Risk**

The Company's fixed maturity securities totaled \$7.85 billion as of December 31, 2016. The Company maintains prudent diversification across industries, issuers and maturities. The Company's corporate bond industry diversification targets are based on the Bank of America Merrill Lynch U.S. Corporate Master Index, which is reasonably reflective of the mix of issuers broadly available in the market. A potential ratings downgrade of U.S. government securities could lead to future deterioration in the U.S. and global credit and financial markets. As a result these events may materially adversely affect the Company's financial condition and results of operations. The weighted-average credit quality of the Company's fixed maturity securities investment portfolio was A- (Standard & Poor's) as of December 31, 2016. The percentage of fixed maturity securities below investment grade was 7.0% and 6.4% as of December 31, 2016 and 2015, respectively.

As of December 31, 2016, commercial mortgage loans in the Company's investment portfolio totaled \$5.72 billion. Commercial mortgage loans in California accounted for 27.3% of the Company's commercial mortgage loan portfolio as of December 31, 2016.

Due to the concentration of commercial mortgage loans in California, the Company could be exposed to potential losses as a result of an economic downturn in California as well as to certain catastrophes. The Company's California exposure is primarily in Los Angeles County, Orange County, San Diego County and the Bay Area Counties. The Company has a smaller concentration of commercial mortgage loans in the Inland Empire and the San Joaquin Valley where there has been greater economic decline. A decline in economic conditions in California could have a material adverse effect on the Company's financial position, results of operations or cash flows.

Due to the Company's commercial mortgage loan concentration in the western region of the U.S., particularly in California, the Company is exposed to potential losses resulting from certain natural catastrophes, such as earthquakes and fires, which may affect the region. Borrowers are required to maintain fire insurance coverage. The Company considers the potential for earthquake loss based upon specific information to each property within the western region by both location and type of property in an effort to reduce certain earthquake exposure. However, such diversification may not always eliminate the risk of such losses, which could have a material adverse effect on the Company's business, financial position, results of operations or cash flows.

Concentration of borrowers and tenants in the Company's commercial mortgage loan portfolio may expose the Company to potential losses resulting from a downturn in the economy, business performance of tenants, or adverse changes in a borrower's financial condition. Although the Company diversifies the commercial mortgage loan portfolio by location, type of property, borrower and tenants, such diversification may not eliminate the risk of such losses, which could have a material adverse effect on the Company's financial position, results of operations or cash flows.

The Company is subject to default risk on its fixed maturity securities portfolio and its corresponding impact on credit spreads. The Company's commercial mortgage loan portfolio is subject to delinquency, default and borrower concentration risks. Related declines in market activity due to overall declining values of fixed maturity securities may result in the Company's fixed maturity securities portfolio becoming less liquid. In addition, the Company's commercial mortgage loans are relatively illiquid. The Company may have difficulty selling its fixed maturity securities and commercial mortgage loans at attractive prices, in a timely manner, or both if we require significant amounts of cash on short notice. Declines in the value of our invested assets could also affect our ability to pledge collateral as required.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales

The Company did not have any transfers of receivables reported as sales for 2016 or 2015.

B. Transfers and Servicing of Financial Assets

The Company did not have transfers and servicing of financial assets for 2016 or 2015.

C. Wash Sales

- (1) In the course of the Company's asset management, securities may be sold and reacquired within 30 days of the sale date to enhance the Company's yield on its investment portfolio.
- (2) The details by NAIC designation 3 or below, or unrated securities sold during the year ended December 31, 2016 and reacquired within 30 days of the sale date are:

	Number of Transactions	Book Value of Securities Sold	Cost of Securities Repurchased	Gain (Loss)
<u>Bonds:</u>				
a. NAIC 3	1	\$ 4,043,696	\$ 4,108,703	\$ (65,007)
b. NAIC 4	-	-	-	-
c. NAIC 5	-	-	-	-
d. NAIC 6	-	-	-	-

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

A. ASO Plans

The gain from operations from ASO uninsured plans and the uninsured portion of partially insured plans was as follows for 2016:

	ASO Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASO
a. Net reimbursement for administrative expenses (including administrative fees) in excess of actual expenses	\$ 103,893	\$ 867,273	\$ 971,166
b. Total net other income or expenses (including interest paid to or received from plans)	-	-	-
c. Net gain or (loss) from operations	103,893	867,273	971,166
d. Total claim payment volume	2,749,096	22,948,771	25,697,867

B. ASC Plans

Not applicable

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract

Not applicable

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

No individual managing general agent/third party administrator wrote direct premiums equal to or greater than 5% of surplus in 2016 or 2015.



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

20. FAIR VALUE MEASUREMENTS

A. Assets and liabilities measured and recorded at fair value in the statutory statements of admitted assets, liabilities and capital and surplus are subject to additional disclosures. These disclosure requirements apply only to those financial assets and liabilities measured at estimated fair value at the end of the reporting period. These financial assets and liabilities include separate account assets, S&P 500 Index options, Index-based Interest Guarantees, interest rate swaps and certain fixed maturity securities and mortgage loans when the estimated fair value is lower than amortized cost at the reporting date.

(1) Fair Value Measurements as of December 31, 2016

Description	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at fair value:				
Fixed Maturity Securities				
Industrial and Misc	\$ -	\$ 12,655,592	\$ -	\$ 12,655,592
Total Fixed Maturity Securities	-	12,655,592	-	12,655,592
Commercial Mortgage Loans				
Commercial	-	-	23,991,220	23,991,220
Total Commercial Mortgage Loans	-	-	23,991,220	23,991,220
Derivative assets				
Interest rate swaps	-	8,028,220	-	8,028,220
S&P 500 Index options	-	-	12,355,493	12,355,493
Total Derivatives	-	8,028,220	12,355,493	20,383,713
Separate account assets	7,010,264,216	101,234,975	-	7,111,499,191
Total assets at fair value	<u>\$ 7,010,264,216</u>	<u>\$ 121,918,787</u>	<u>\$ 36,346,713</u>	<u>\$ 7,168,529,716</u>
b. Liabilities at fair value:				
Indexed-based Interest Guarantees	\$ -	-	\$ 73,287,834	\$ 73,287,834
Interest rate swaps	-	8,028,220	-	8,028,220
Total liabilities at fair value	<u>\$ -</u>	<u>\$ 8,028,220</u>	<u>\$ 73,287,834</u>	<u>\$ 81,316,054</u>

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

	Beginning Balance at 01/01/2016	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2016
a. Assets:										
Derivative										
S&P 500 Index options	\$ 7,893,725	-	-	33,544	4,570,624	9,358,527	-	-	(9,500,927)	\$ 12,355,493
Total Assets	<u>\$ 7,893,725</u>	<u>-</u>	<u>-</u>	<u>33,544</u>	<u>4,570,624</u>	<u>9,358,527</u>	<u>-</u>	<u>-</u>	<u>(9,500,927)</u>	<u>\$ 12,355,493</u>
b. Liabilities:										
Index-based Interest Guarantees										
Index-based Interest Guarantees	\$ 74,182,643	-	-	(2,572,018)	-	-	3,632,651	-	(1,955,442)	\$ 73,287,834
Total Liabilities	<u>\$ 74,182,643</u>	<u>-</u>	<u>-</u>	<u>(2,572,018)</u>	<u>-</u>	<u>-</u>	<u>3,632,651</u>	<u>-</u>	<u>(1,955,442)</u>	<u>\$ 73,287,834</u>

(3) The Company recognizes transfers between fair value levels at the end of the reporting period.

(4) Valuation techniques and inputs used in the fair value measurement for assets and liabilities.

Assets and liabilities recorded at fair value are disclosed using a three-level hierarchy. The classification of assets and liabilities within the hierarchy is based on whether the inputs to the valuation methodology used for measurement are observable or unobservable. Observable inputs reflect market-derived or market-based information obtained from independent sources while unobservable inputs reflect the Company's estimates about market data.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels: Level 1 inputs are based upon quoted prices in active markets for identical assets or liabilities that the Company can access at the measurement date. Level 2 inputs are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market. Level 3 inputs are generated from model-based techniques that use significant assumptions not observable in the market. These unobservable assumptions reflect the Company's estimates of assumptions that market participants would use in pricing the asset or liability.

There are three types of valuation techniques used to measure assets and liabilities recorded at fair value:

- The market approach, which uses prices or other relevant information generated by market transactions involving identical or comparable assets or liabilities.
- The income approach, which uses the present value of cash flows or earnings.
- The cost approach, which uses replacement costs more readily adaptable for valuing physical assets.

The Company uses both the market and income approach in its fair value measurements. These measurements are discussed in more detail below.

**NOTES TO FINANCIAL STATEMENTS**

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**Fixed Maturity Securities**

Fixed maturity securities are comprised of the following classes:

- U.S. government.
- U.S. states, territories and possessions.
- U.S. special revenues.
- Industrial and miscellaneous (unaffiliated).

The fixed maturity securities are diversified across industries, issuers and maturities. The Company calculates fair values for all classes of fixed maturity securities using valuation techniques described below. They are placed into three levels depending on the valuation technique used to determine the fair value of the securities.

The Company uses independent pricing services to assist management in determining the fair value of these assets. The pricing services incorporate a variety of information observable in the market in its valuation techniques, including:

- Reported trading prices.
- Benchmark yields.
- Broker-dealer quotes.
- Benchmark securities.
- Bids and offers.
- Credit ratings.
- Relative credit information.
- Other reference data.

The pricing services also take into account perceived market movements and sector news, as well as the terms and conditions of a fixed maturity security, including any features specific to that issue that may influence risk, and thus marketability. Depending on the security, the priority of the use of observable market inputs may change as some observable market inputs may not be relevant or additional inputs may be necessary.

The pricing services provide quoted market prices when available. Quoted prices are not always available due to market inactivity of a fixed maturity security. The pricing services obtain a broker quote when sufficient information, such as security structure or other market information, is not available to produce a valuation. Valuations and quotes obtained from third party commercial pricing services are non-binding and do not represent quotes on which one may execute the disposition of the assets.

The significant unobservable inputs used in the fair value measurement of the reporting entity's fixed maturity securities are valuations and quotes received from analytical reviews and broker quotes. Significant increases or decreases in any of those inputs in isolation would result in a significantly lower or higher fair value measurement. Generally, a change in the assumption used for the pricing evaluation is accompanied by a directionally similar change in the assumption used for the methodologies.

The Company performs control procedures over the external valuations at least quarterly through a combination of procedures that include an evaluation of methodologies used by the pricing services, analytical reviews and performance analysis of the prices against statistics, trends and other pricing sources, back testing of sales activity and maintenance of a list of fixed maturity securities with characteristics that could indicate potential impairment. As necessary, the Company compares prices received from the pricing services to prices independently estimated by the Company utilizing discounted cash flow models or through performing independent valuations of inputs and assumptions similar to those used by the pricing service in order to ensure prices represent a reasonable estimate of fair value. Although the Company does identify differences from time to time as a result of these validation procedures, the Company did not make any significant adjustments as of December 31, 2016 or 2015.

The fair values for fixed maturity securities with a designated class of other than class 6 or 6FE that had other-than-temporary impairment were valued using Level 2 measurements. The Company principally uses the market and income approaches to measure these financial instruments at fair value. The Level 3 fixed maturity securities were valued using matrix pricing, independent broker quotes and other standard market valuation methodologies.

**Commercial Mortgage Loans**

For disclosure purposes, the fair values of commercial mortgage loans were estimated using a discounted cash flow valuation. The valuation includes both observable market inputs and estimated model parameters.

Significant observable inputs to the valuation include:

- Pricing for loans originated by StanCorp Mortgage Investors during the most recent quarter.
- U.S. Government treasury yields.
- The contractual terms of nearly every mortgage loan subject to valuation.

Significant estimated parameters include:

- The use of risk characteristics including stabilized debt coverage ratio and loan-to-value ratio.
- Variations in valuation spread between loans based on individual risk characteristics.

Valuations for commercial mortgage loans measured at fair value on a nonrecurring basis using significant unobservable Level 3 inputs are sensitive to a number of variables, but are most sensitive to net operating income and the applied capitalization rate. Generally, an increase or decrease resulting from a change in the stabilized net operating income from the collateralized property would result in a directionally similar change in the fair value of the asset. An increase or decrease in the assumption for the capitalization rate would result in a directionally opposite change in the fair value of the asset.

**S&P 500 Index options**

S&P 500 Index options were valued using Level 3 inputs. The fair value was determined using inputs that were not observable or could not be derived principally from, or corroborated by, observable market data. These inputs included assumptions regarding liquidity, estimated future cash flows and discount rates. Unobservable inputs to these valuations are based on management's judgment or estimation obtained from the best sources available. The Company's valuations maximize the use of observable inputs, which include an analysis of securities in similar sectors with comparable maturity dates and bond ratings. Broker quotes are validated by management for reasonableness in conjunction with information obtained from matrix pricing and other sources.

The Company calculates the fair value for its S&P 500 Index options using the Black-Scholes option pricing model and parameters derived from market sources. The Company's valuations maximize the use of observable inputs, which include direct price quotes from the Chicago Board Options Exchange ("CBOE") and values for on-the-run treasury securities and London Interbank Offered Rate as reported by Bloomberg. Unobservable inputs are estimated from the best sources available to the Company and include estimates of future gross dividends to be paid on the stocks underlying the S&P 500 Index, estimates of quoted market prices and the spread between the bid and ask prices, and estimates of implied volatilities on options. Valuation parameters are calibrated to replicate the actual end-of-day market quotes for options trading on the CBOE. The Company performs additional validation procedures such as the daily observation of market activity and conditions and the tracking and analyzing of actual quotes provided by banking counterparties each time the Company purchases options from them. Additionally, in order to help validate the values derived through the procedures noted above, the Company obtains indicators of value from representative investment banks.

While valuations for the S&P 500 Index options are sensitive to a number of variables, valuations for S&P 500 Index options purchased are most sensitive to changes in the estimates of bid ask spreads, or the S&P 500 Index value, and the implied volatilities of this index. Significant fluctuations in any of those inputs in isolation would result in a significantly lower or higher fair value measurement. Generally, an increase or decrease used in the assumption for the implied volatilities and in the S&P 500 Index value would result in a directionally similar change in the fair value of the asset.

**Separate Account Assets**

Separate account assets represent segregated funds held for the exclusive benefit of contract holders. The activities of the account primarily relate to participant-directed 401(k) contracts. Separate account assets are recorded at fair value on a recurring basis, with changes in fair value recorded to separate account liabilities. Separate account assets consist of mutual funds. The mutual funds' fair value is determined through Level 1 and Level 2 inputs. The majority of the separate account assets are valued using quoted prices in an active market with the remainder of the assets valued using quoted prices from an independent pricing service. The Company reviews the values obtained from the pricing service for reasonableness through analytical procedures and performance reviews.

**Index-based Interest Guarantees**

The Company uses the income approach valuation technique to determine the fair value of index-based interest guarantees. The liability is the present value of future cash flows attributable to the projected index growth in excess of cash flows driven by fixed interest rate guarantees for the indexed annuity product. Level 3 assumptions for policyholder behavior and future index crediting rate declarations significantly influence the calculation. Index-based interest guarantees are included in aggregate reserves on the Company's liabilities, surplus and other funds.

Valuations for the index-based interest guarantees are sensitive to a number of variables, but are most sensitive to the S&P 500 Index value, the implied volatilities of this index and the interest rate environment. Generally, a significant increase or decrease used in the assumption for the implied volatilities and in the S&P 500 Index value would result in a directionally similar change, while an increase or decrease in the interest rate environment would result in a directionally opposite change in the fair value of the liability.

**Interest Rate Swaps**

Interest rate swaps are used in hedging relationships and are recorded in a manner that is consistent with the hedged item. The estimated fair value of the interest rate swaps is determined through a pricing model. The interest rate swaps qualify as Level 2 under the fair value hierarchy since their valuation is based on a model for which all significant assumptions are observable in the market.

- (5) Fair value measurements of derivative assets and liabilities as of December 31, 2016 are included in 20.A.(1) and 20.A.(2).

B. The Company provides additional fair value information in Notes 8, 10 and 11.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

C. Estimated Fair Value of All Financial Instruments

As of December 31, 2016

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Fixed maturity securities	\$ 8,071,373,733	\$ 7,850,290,076	\$ -	\$ 8,041,252,177	\$ 30,121,556	\$ -
Preferred stocks	1,980,000	2,100,000	-	1,980,000	-	-
Common stocks	29,187,300	29,187,300	-	-	29,187,300	-
Commercial mortgage loans	5,909,764,470	5,715,553,143	-	-	5,909,764,470	-
S&P 500 Index options	12,355,493	12,355,493	-	-	12,355,493	-
Interest rate swaps (assets)	8,518,471	8,028,220	-	8,518,471	-	-
Separate account assets	7,111,499,191	7,111,499,191	7,010,264,216	101,234,975	-	-
Indexed-based Interest Guarantees	(73,287,834)	-	-	-	(73,287,834)	-
Interest rate swaps (liabilities)	(12,666,571)	-	-	(12,666,571)	-	-

As of December 31, 2015

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Fixed maturity securities	\$ 7,553,715,874	\$ 7,436,249,470	\$ -	\$ 7,525,958,957	\$ 27,756,917	\$ -
Common stocks	20,921,400	20,921,400	-	-	20,921,400	-
Commercial mortgage loans	5,467,657,905	5,307,190,216	-	-	5,467,657,905	-
S&P 500 Index options	7,893,725	7,893,725	-	-	7,893,725	-
Interest rate swaps (assets)	11,253,091	11,224,669	-	11,253,091	-	-
Separate account assets	7,031,434,212	7,031,434,212	6,923,175,606	108,258,606	-	-
Indexed-based Interest Guarantees	(74,182,643)	-	-	-	(74,182,643)	-
Interest rate swaps (liabilities)	(18,203,201)	-	-	(18,203,201)	-	-

D. Not Practicable to Estimate Fair Value

The Company did not have any investments where it was not practicable to estimate fair value as of December 31, 2016 or 2015.

21. OTHER ITEMS

A. Extraordinary Items

As a result of StanCorp's merger with Meiji Yasuda (see Section C below) the Company recognized \$16.2 million of operating expenses related to the payment of unvested equity awards.

B. Trouble Debt Restructuring

- (1) The Company had one mortgage loan payable with restructured terms where borrower will pay interest only for two years with no change in interest rate or maturity date.

The Company had one mortgage loan payable with restructured terms where borrower will pay interest only for six months with no change in interest rate or maturity date.

The Company had 13 (same borrower) mortgage loans payable with restructured terms where funds were advanced to pay down second mortgage with new balance being reamortized over 30 years. Interest rate reduced from 6.125 % to 3.750%.

The Company had one mortgage loan payable with restructured terms where borrower will pay interest only until 7/1/18 with no change in interest rate or original remaining amortization period of 15 years. No prepayment fee.

The Company had one mortgage loan payable with restructured terms with outstanding balance being reamortized over new 25 year period. Interest rate reduced from 6.000% to 4.500%.

The Company had one mortgage loan payable with restructured terms extending maturity date by two years and being reamortized over new 30 year amortization period. Interest rate reduced from 6.625% to 4.500%.

The Company had 20 (same borrower) mortgage loans payable with restructured terms with a new 10 year term and 30 year amortization period. Interest rate reduced from 4.750% to 4.375%.

The Company had 10 (same borrower) mortgage loans payable with restructured terms with a new 10 year term and 30 year amortization period. No change in interest rate.

The Company had three (same borrower) mortgage loans payable with restructured terms with prepayment allowed before December 31, 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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- (2) The Company did not have an aggregate gain on restructuring of payables.
- (3) The Company did not have an aggregate gain or loss on transfers of assets recognized during the period.
- (4) The Company did not have any amounts that are considered contingently payable on the restructured loans.

C. Other Disclosures and Unusual Items

On March 7, 2016, Meiji Yasuda completed its acquisition of all the issued and outstanding common stock of StanCorp as contemplated by the Agreement and Plan of Merger, dated as of July 23, 2015 (“Merger Agreement”), by and among Meiji Yasuda, MYL Investments (Delaware) Inc. (“MYL Investments”), a Delaware corporation and wholly-owned subsidiary of Meiji Yasuda, and StanCorp. The Merger Agreement, by and among Meiji Yasuda, MYL Investments and StanCorp, provided that MYL Investments merge with and into StanCorp (the “Merger”). As a result of the Merger, the separate corporate existence of MYL Investments ceased, and StanCorp continued as the surviving corporation and became a wholly-owned subsidiary of Meiji Yasuda.

Assets in the amount of \$6.0 million and \$6.2 million were on deposit with government authorities or trustees as required by law as of December 31, 2016 and 2015, respectively.

The Company maintains a strategic marketing alliance with Ameritas Life Insurance Corp. (“Ameritas”) that offers the Company’s policyholders more flexible dental coverage options and access to Ameritas’ nationwide preferred provider organization panel of dentists. As part of this alliance, the Company and Ameritas entered into a reinsurance agreement. In 2016, the agreement provided for 25% of the net dental premiums written by the Company and the risk associated with this premium to be ceded to Ameritas.

The Company participates in a reinsurance and third-party administration arrangement with Northwestern Mutual Life Insurance Company (“Northwestern Mutual”) under which Northwestern Mutual group long term and short term disability products are sold using Northwestern Mutual’s agency distribution system. Generally, the Company assumes 60% of the risk and receives 60% of the premiums for the policies issued. If the Company were to become unable to meet its obligations, Northwestern Mutual would retain the reinsured liabilities. Therefore, in accordance with an agreement with Northwestern Mutual, the Company established a trust for the benefit of Northwestern Mutual with the market value of assets in the trust equal to Northwestern Mutual’s reinsurance receivable from the Company. The market value of assets required to be maintained in the trust as of December 31, 2016, was \$229.6 million. In addition to assuming risk, the Company provides product design, pricing, underwriting, legal support, claims management and other administrative services under the arrangement.

Effective September 30, 2014, StanCap Insurance Company entered into a reinsurance agreement with the Company to reinsure the Company’s group life and AD&D business. This reinsurance agreement between StanCap Insurance Company and the Company replaced the yearly renewable term group life reinsurance agreement with Canada Life Assurance Company, which was terminated effective September 30, 2014.

Effective October 1, 2000, the Company assumed, through a reinsurance agreement, the individual disability insurance business of Minnesota Life Insurance Company (“Minnesota Life”). The Company paid a ceding commission of approximately \$55 million and received approximately \$500 million in assets and corresponding statutory liabilities. If the Company were to become unable to meet its obligations, Minnesota Life would retain the reinsured liabilities. Therefore, in accordance with the agreement with Minnesota Life, the Company established a trust for the benefit of Minnesota Life with the market value of assets in the trust equal to Minnesota Life’s reinsurance receivable from the Company. The market value of assets required to be maintained in the trust is determined quarterly. The market value of assets required to be maintained in the trust as of December 31, 2016, was \$510.6 million. Accompanying the transaction was a national marketing agreement that provides access to Minnesota Life agents, some of whom now market the Company’s individual disability insurance products. The national marketing agreement is renewed annually.

Effective January 1, 2001, the Company ceded to Protective Life Insurance Company (“Protective Life”), through a reinsurance agreement, the Company’s individual life insurance product line. The Company received a ceding commission of approximately \$90 million and transferred to Protective Life approximately \$790 million in assets and corresponding statutory liabilities. If Protective Life were to become unable to meet its obligations, the Company would retain the reinsured liabilities. Therefore, the liabilities remain on the Company’s balance sheet, and an equal amount is recorded as a recoverable from the reinsurer. In accordance with the agreement, Protective Life established a trust for the benefit of the Company with assets in the trust required to be equal to the Company’s reinsurance receivable from Protective Life. The amount of assets required to be maintained in the trust is determined quarterly.

Effective October 1, 2002, the Company entered into a reinsurance agreement with TIAA to assume TIAA’s group disability and group life insurance business. This business included approximately 1,800 group insurance contracts, representing 650,000 insured individuals. The Company paid a ceding commission of approximately \$75 million and received approximately \$705 million in assets and corresponding statutory liabilities. If the Company were to become unable to meet its obligations, TIAA would retain the reinsured liabilities. Therefore, in accordance with the agreement with TIAA, the Company established a trust for the benefit of TIAA with the market value of assets in the trust equal to TIAA’s reinsurance receivable from the Company. The market value of assets required to be maintained in the trust is determined quarterly. The market value of assets required to be maintained in the trust as of December 31, 2016, was \$160.7 million.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

Gross and discounted group A&H reserves as of December 31, 2016:

<b>Exhibit 6</b>	<b>Gross</b>	<b>Discounted</b>
Long-term Disability	\$ 3,913,025,426	\$ 3,095,424,643
Short-term Disability	34,267,477	34,267,477
Vision	30,431	30,431
Dental	244,279	244,279
Voluntary - Hospital	850	850
	<u>\$ 3,947,568,463</u>	<u>\$ 3,129,967,680</u>
<b>Exhibit 8</b>	<b>Gross</b>	<b>Discounted</b>
Long-term Disability	\$ 25,660,297	\$ 25,291,225
Short-term Disability	6,420,255	6,420,255
Vision	578,195	578,195
Dental	4,641,303	4,641,303
AD&D	21,311,634	21,311,634
Voluntary - Hospital	7,652	7,652
Voluntary - Illness	129,551	129,551
Voluntary - Accident	269,536	269,536
	<u>59,018,423</u>	<u>58,649,351</u>
	<u>\$ 4,006,586,886</u>	<u>\$ 3,188,617,031</u>

D. Business Interruption Insurance Recoveries

The Company did not have any business interruption insurance recoveries for 2016.

E. State Transferable and Non-transferable Tax Credits

- (1) Carrying Value of Transferable and Non-transferable State Tax Credits Gross of any Related Tax Liabilities and Total Unused Transferable and Non-transferable State Tax Credits by State and in Total

<b>Description of State Transferable and Non-transferable Tax Credits</b>	<b>State</b>	<b>Carrying Value</b>	<b>Unused Amount</b>
Atlantic City Townhomes	New Jersey	\$ 2,827,276	\$ 3,600,000
MM Lawrence	Massachusetts	1,400,000	2,000,000
19238 VFD P8	Oregon	-	600
19239 VFD P9	Oregon	-	375
32182 Portland Opera	Oregon	-	23,058
26867 Outback Solar	Oregon	-	1,800,000
Agricultural Workforce Housing Construction	Oregon	-	1,913,318
OHLIGA Guaranty	Oregon	9,081	11,351
Total		<u>\$ 4,236,357</u>	<u>\$ 9,348,702</u>

- (2) Method of Estimating Utilization of Remaining Transferable and Non-transferable State Tax Credits

The Company accounts for transferable state tax credits in accordance with SSAP No. 94R - *Accounting for Transferable State Tax Credits*. Credits are recorded at cost and gains are deferred until the value of the credits utilized exceeds the cost of the credits or until the credits are sold to other entities. Losses to the credits are recognized when the Company identifies the credits cannot be used.

- (3) Impairment Loss

The Company did not recognize an impairment related to credits.

- (4) State Tax Credits Admitted and Nonadmitted

	<b>Total Admitted</b>	<b>Total Nonadmitted</b>
a. Transferable	\$ 4,227,276	\$ -
b. Non-transferable	-	9,081

F. Subprime-Mortgage-Related Risk Exposure

- (1) The Company considered all direct and indirect exposure to subprime assets in completing this analysis. The Company's investment portfolio has direct exposure to subprime assets via residential mortgage backed securities and indirect exposure to subprime assets through holdings in other financial institutions. No realized or unrealized gains or losses have been recognized on subprime assets.

Fixed maturity securities issued by Wells Fargo, Bank of America and Citigroup, all designated NAIC 1FE or 2FE, represent \$106.8 million of the \$132.8 million disclosed below on (3) line f.

- (2) The Company did not have direct exposure through investments in subprime mortgage loans.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

- (3) Direct exposure through other investments.

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	\$ 21,094,185	\$ 21,135,788	\$ 21,663,198	\$ -
b. Commercial mortgage-backed	-	-	-	-
c. Collateralized debt obligations	-	-	-	-
d. Structured securities	-	-	-	-
e. Equity investments in SCAs *	-	-	-	-
f. Other assets	125,932,777	126,604,731	132,793,797	-
g. Total	<u>\$ 147,026,962</u>	<u>\$ 147,740,519</u>	<u>\$ 154,456,995</u>	<u>\$ -</u>

\* The Company has no subsidiary with investments in subprime mortgages.

- (4) The Company did not have any underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage as of December 31, 2016.

G. Retained Assets

- (1) Retained asset accounts are reported as deposit-type accounts on the Company's books. Many of the Company's group contracts contain a retained provision and have a minimum amount of either \$10,000 or \$25,000, depending on the contract provisions. When a claim is received for a group that has this provision, the claim will be settled by sending the beneficiary a checkbook issued by Northern Trust, unless the beneficiary selects a lump-sum payment. The beneficiary can write checks for any amount up to the settlement amount plus any interest that is added to the account. If the account balance drops below \$500, Northern Trust issues a check to the beneficiary for the balance and closes the account. Interest is added to the accounts monthly. Interest rates paid to retained asset account holders in 2016 were as follows:

Month	Interest Rate
January	0.23 %
February	0.32 %
March	0.34 %
April	0.29 %
May	0.24 %
June	0.33 %
July	0.27 %
August	0.31 %
September	0.33 %
October	0.26 %
November	0.33 %
December	0.49 %

Interest rates were changed 12 times during 2016.

- (2)

	In Force			
	As of End of Current Year Number	Balance	As of End of Prior Year Number	Balance
a. Up to and including 12 months	447	\$ 35,703,989	382	\$ 27,972,116
b. 13 to 24 months	238	12,935,015	217	12,325,829
c. 25 to 36 months	148	8,141,735	197	11,423,218
d. 37 to 48 months	145	8,268,860	182	9,228,873
e. 49 to 60 months	145	7,060,522	206	9,220,696
f. Over 60 months	889	26,715,045	869	22,912,482
g. Total	<u>2,012</u>	<u>\$ 98,825,166</u>	<u>2,053</u>	<u>\$ 93,083,214</u>

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

(3)

	Individual		Group	
	Number	Balance/ Amount	Number	Balance/ Amount
a. Number/balance of retained asset accounts at the beginning of the year	-	\$ -	2,053	\$ 93,083,214
b. Number/amount of retained asset accounts issued/added during the year	-	-	659	77,368,243
c. Investment earnings credited to retained asset accounts during the year	N/A	-	N/A	307,404
d. Fees and other charges assessed to retained asset accounts during the year	N/A	-	N/A	1,200
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	-	-	-	-
f. Number/amount of retained asset accounts closed/withdrawn during the year	-	-	700	71,932,495
g. Number/balance of retained asset accounts at the end of the year (g=a+b+c-d-e-f)	-	\$ -	2,012	\$ 98,825,166

H. Insurance-Linked Securities (ILS) Contracts

The Company did not directly write or assume any ILS contracts for 2016.

22. EVENTS SUBSEQUENT

Type I Subsequent events have been considered through February 23, 2017 for the statutory statement issued on February 28, 2017.

There were no subsequent events to be reported.

Type II Subsequent events have been considered through February 23, 2017 for the statutory statement issued on February 28, 2017.

There were no subsequent events to be reported.

On January 1, 2016, the Company continued to be subject to an annual fee under section 9010 of the Federal Affordable Care Act (“ACA”). This annual fee will be allocated to individual health insurers based on the ratio of the amount of the entity’s net premiums written during the preceding calendar year to the amount of health insurance for any U.S. health risk that is written during the preceding calendar year. A health insurance entity’s portion of the annual fee becomes payable once the entity provides health insurance for any U.S. health risk for each calendar year beginning on or after January 1 of the year the fee is due. As of December 31, 2015, the Company had written health insurance subject to the ACA assessment and continued to conduct health insurance business in 2016. In September 2016, the Company paid \$1.6 million for its portion of the annual health insurance industry fee. The ACA also requires the Company, in the data year, to reclassify from unassigned surplus to special surplus funds an amount equal to its estimated subsequent year fee assessment. As of December 31, 2016 there was no special surplus funds appropriation due to the 2017 ACA abatement.

	2016	2015
A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO)?	YES	YES
B. ACA fee assessment payable for the upcoming year	\$ -	\$ 1,625,663
C. ACA fee assessment paid	\$ 1,576,255	\$ 1,489,925
D. Premium written subject to ACA 9010 assessment	\$ -	\$ 88,218,499
E. Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 30)	\$ 1,152,362,153	
F. Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 30 minus 22B above)	\$ 1,152,362,153	
G. Authorized Control Level (Five-Year Historical Line 31)	\$ 151,972,375	
H. Would reporting the ACA assessment as of December 31, 2016, have triggered an RBC action level (YES/NO)?	NO	



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

23. REINSURANCE

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

- (1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?

Yes ( )    No (X)

If yes, give full details.

- (2) Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ( )    No (X)

If yes, give full details.

Section 2 – Ceded Reinsurance Report – Part A

- (1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes ( )    No (X)

- a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the reporting entity to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the reporting entity may consider the current or anticipated experience of the business reinsured in making this estimate.

- b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for those agreements in this statement?

The amount of reinsurance credits taken was \$0.

- (2) Does the company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ( )    No (X)

If yes, give full details.

Section 3 – Ceded Reinsurance Report – Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in section 2 above) of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.

The surplus impact of a hypothetical termination of all reinsurance agreements would depend on the negotiated terms of the termination. Company management believes that the impact would be immaterial based on reasonable assumptions about such terms.

- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?

Yes (X)    No ( )

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments?

The amount of the credit is \$0.

B. Uncollectible Reinsurance

The Company did not have uncollectible reinsurance written off for 2016.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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C. Commutation of Reinsurance

The Company did not have any commutation of ceded reinsurance for 2016.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

(1) Reporting Entity Ceding to Certified Reinsurer Whose Rating was Downgraded or Status Subject to Revocation

The Company did not have any reinsurance agreements with certified reinsurers for 2016.

(2) Reporting Entity's Certified Reinsurer Rating Downgraded or Status Subject to Revocation

The Company was not a certified reinsurer for 2016.

G. Ceding Entities That Utilize Captive Reinsurers to Assume Reserves Subject to the XXX/AXXX Captive Framework

The Company did not utilize any captive reinsurers to assume reserves for 2016.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

A. Accrued Retrospective Premium Adjustments

The Company estimates accrued retrospective premium adjustments for its group insurance business by a mathematical calculation of the amount for each policyholder based on the agreement with the policyholder and the Company's rules for experience rating calculations.

B. Accrued Retrospective Premium Adjustments to Earned Premium

The Company records accrued retrospective premium as an adjustment to earned premium.

C. Net Premiums Written Subject to Retrospective Rating Features

The amount of net premiums written by the Company for 2016 that were subject to retrospective rating features was \$636.3 million, representing 30.3% of total net premiums written for group life and health.

D. Medical Loss Ratio Rebates

The Company did not have any medical loss ratio rebates required pursuant to the Public Health Service Act for 2016.

E. Risk-Sharing Provisions of the ACA

The Company did not write any accident and health insurance premiums subject to the ACA risk-sharing provisions for 2016. Per SSAP No. 107 - *Accounting for the Risk-Sharing Provisions of the Affordable Care Act*, the ACA risk-sharing provisions include health plans in the individual or small group markets. The Company writes group dental and vision plans. Per SSAP No. 107, group plans are required to contribute funding but are not eligible to receive distributions under the risk-sharing provisions of the ACA.

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves as of December 31, 2015 were \$3.94 billion. For 2016, \$749.9 million had been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years were \$3.19 billion as of December 31, 2016, as a result of re-estimation of unpaid claims and claim adjustment expenses. There was a \$2.8 million increase of prior year development from December 31, 2015 to December 31, 2016. Original estimates are increased or decreased as additional information becomes known regarding individual claims. Prior years' effects are combined with current experience in determining retrospective premium, premium refunds, and renewal rates for the larger group contracts.

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company did not have any intercompany pooling arrangements as of December 31, 2016 or 2015.

27. STRUCTURED SETTLEMENTS

The Company did not purchase any structured settlements to fulfill obligations of claimants for 2016 or 2015.

28. HEALTH CARE RECEIVABLES

A. Pharmaceutical Rebate Receivables

The Company did not have any pharmaceutical rebate receivables as of December 31, 2016 or 2015.

B. Risk Sharing Receivables

The Company did not have any risk sharing receivables as of December 31, 2016 or 2015.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

29. PARTICIPATING POLICIES

For individual life insurance contracts, 28% of the \$1.5 million net premium earned in 2016 was from participating contracts. Dividends paid in 2016 equaled \$96 thousand. The Company accounts for dividends based on dividends paid plus the increase in provision assuming policies in-force on the valuation date remain in-force. No additional income was allocated to participating individual life policyholders.

30. PREMIUM DEFICIENCY RESERVES

In accordance with SSAP No. 54 - *Individual and Group Accident and Health Contracts*, there was no premium deficiency reserve held as of December 31, 2016 for all individual and group accident and health contracts. Since premium deficiency reserves were unnecessary, no calculation involving anticipated investment income was performed as of December 31, 2016.

1. Liability carried for premium deficiency reserves	\$ -
2. Date of the most recent evaluation of this liability	12/31/2016
3. Was anticipated investment income utilized in the calculation?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

31. RESERVES FOR LIFE CONTRACTS AND ANNUITY CONTRACTS

- (1) The Company waives deduction of deferred fractional premiums and returns unearned premium beyond the month of death. Continuous or semi continuous reserves are used to account for these benefits, except for those under a small block of second to die coverages, which use curtate reserves. As of December 31, 2016, reserves held for surrender values in excess of the legally computed reserves totaled \$721, net of reinsurance ceded. Effective January 1, 2001, substantially all individual life policies became 100% reinsured under a coinsurance reinsurance agreement with Protective Life.
- (2) The reserve for a substandard policy where a flat extra premium is charged is the sum of the standard policy reserve plus one half (1/2) of the extra premium. For a substandard policy with a table rating, the extra reserve is based on appropriate multiples of standard rates of mortality. As of December 31, 2016, there was no reserve net of reinsurance ceded associated with substandard ratings for individual life policies.
- (3) As of December 31, 2016, the Company had \$263.8 million of insurance in-force for which the gross premiums were less than the net premiums according to the standard valuation law set by the State of Oregon. Reserves to cover the above insurance totaled \$0 net of reinsurance ceded, as of December 31, 2016 and are reported in Exhibit 5 Section A, Life Insurance.
- (4) The Tabular Interest (Page 7, Line 4) has been determined by formula except some annuity products have Tabular Interest determined from the basic data for such items.  
  
The Tabular Less Actual Reserve Released (Page 7, Line 5) has been determined by formula.  
  
The Tabular Cost (Page 7, Line 9) has been determined by formula.
- (5) For the determination of Tabular Interest on deposit funds not involving life contingencies the amount of interest credited to the withdrawable account balance is used. For immediate annuities not involving life contingencies, the Tabular Interest was calculated as the change in statutory reserves, plus benefit payments, less premium.
- (6) The details for other changes:

ITEM	ORDINARY					GROUP		
	Total	Industrial Life	Life Ins.	Individual Annuities	Supplementary Contracts	Credit Life Group and Individual	Life Ins.	Annuities
The increase for Ordinary Life Insurance reflects additional reserves for extra mortality expected on group conversion policies issued in 2016.	\$ 1,057,909	-	\$ 1,057,909	-	-	-	-	-
The increase for Group Annuities reflects amounts credited to plan balances as a result of a plan achieving certain asset growth threshold levels	1,076	-	-	-	-	-	-	1,076
3106999 Total	\$ 1,058,985	-	\$ 1,057,909	-	-	-	-	1,076

## NOTES TO FINANCIAL STATEMENTS

## 32. ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT – TYPE LIABILITIES BY WITHDRAWAL CHARACTERISTICS

Withdrawal Characteristics of Annuity Actuarial Reserves and Deposit – Type Contract Funds and Other Liabilities Without Life or Disability Contingencies:

	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A. Subject to discretionary withdrawal:					
(1) With market value adjustment	\$ 2,754,365,584	\$ -	\$ -	2,754,365,584	18.3 %
(2) At book value less current surrender charge of 5% or more	23,669,217	-	-	23,669,217	0.2
(3) At fair value	-	-	7,111,499,191	7,111,499,191	47.3
(4) Total with market value adjustment or at fair value (total of 1 through 3)	<u>2,778,034,801</u>	<u>-</u>	<u>7,111,499,191</u>	<u>9,889,533,992</u>	<u>65.8</u>
(5) At book value without adjustment (minimal or no charge or adjustment)	4,080,307,602	-	-	4,080,307,602	27.2
B. Not subject to discretionary withdrawal	1,058,225,999	-	-	1,058,225,999	7.0
C. Total (gross: direct + assumed)	<u>7,916,568,402</u>	<u>-</u>	<u>7,111,499,191</u>	<u>15,028,067,593</u>	<u>100.0 %</u>
D. Reinsurance ceded	24,201,031	-	-	24,201,031	
E. Total (net)* (C) - (D)	<u>\$ 7,892,367,371</u>	<u>\$ -</u>	<u>\$ 7,111,499,191</u>	<u>\$ 15,003,866,562</u>	

\* Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F.

	Amount
Life & Accident & Health Annual Statement:	
(1) Exhibit 5, Annuities Section, Total (net)	\$ 6,709,537,502
(2) Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	60,185,027
(3) Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	1,122,644,841
(4) Subtotal	<u>7,892,367,370</u>
Separate Accounts Annual Statement:	
(5) Exhibit 3, Line 0299999, Column 2	-
(6) Exhibit 3, Line 0399999, Column 2	-
(7) Policyholder dividend and coupon accumulations	7,111,499,191
(8) Policyholder premiums	-
(9) Guaranteed interest contracts	-
(10) Other contract deposit funds	-
(11) Subtotal	<u>7,111,499,191</u>
(12) Combined Total	<u>\$ 15,003,866,561</u>

## 33. PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2016, were as follows:

Type	Gross	Net of Loading
(1) Industrial	\$ -	\$ -
(2) Ordinary new business	56,786	44,082
(3) Ordinary renewal	314,959	274,331
(4) Credit Life	-	-
(5) Group Life	(117,813,128)	(121,293,459)
(6) Group Annuity	2,514,061	2,514,061
(7) Totals	<u>\$ (114,927,322)</u>	<u>\$ (118,460,985)</u>

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

34. SEPARATE ACCOUNTS

A. Separate Account Activity

- (1) The Company utilizes separate accounts to record and account for assets and liabilities for variable group annuity contract holders and all funds are nonguaranteed. The Company issues contracts through its separate accounts for which contract holders borne all the investment risks and the investment income and investment gains and losses accrue directly to the contract holder.
- (2) In accordance with the product/transaction recorded within the separate accounts, these assets are considered legally insulated from the general account. As of December 31, 2016 and 2015, the Company separate account statement included legally insulated assets of \$7.11 billion and \$7.03 billion, respectively. The assets legally insulated from the general account as of December 31, 2016 were attributed to the following product/transaction:

<b>Product/Transaction</b>	<b>Legally Insulated Assets</b>	<b>Separated Account Assets (Not Legally Insulated)</b>
Separate Account "A" - Unregistered	\$ 7,111,499,191	\$ -
Total	<u>\$ 7,111,499,191</u>	<u>\$ -</u>

- (3) There are no separate account liabilities guaranteed by the general account.
- (4) The Company does not engage in securities lending transactions with the separate accounts.

B. General Nature and Characteristics of Separate Accounts Business

Separate account assets and liabilities are reported at fair value and represent funds administered and invested by the Company for the benefit of variable group annuity contract holders. Funds are subject to discretionary withdrawal at fair value without restriction. All funds are nonguaranteed. Contract holders have the right to purchase annuities during the term of the contracts with specified guaranteed maximum rates.

Information regarding the separate accounts of the Company is as follows:

	<b>Index</b>	<b>Nonindexed Guarantee Less than/equal to 4%</b>	<b>Nonindexed Guarantee More than 4%</b>	<b>Nonguaranteed Separate Accounts</b>	<b>Total</b>
(1) Premiums, considerations or deposits for year ended 12/31/2016	\$ -	\$ -	\$ -	\$ 863,975,359	\$ 863,975,359
Reserves at 12/31/2016					
(2) For accounts with assets at:					
a. Fair value	-	-	-	7,111,499,191	7,111,499,191
b. Amortized cost	-	-	-	-	-
c. Total Reserves*	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,111,499,191</u>	<u>\$ 7,111,499,191</u>
(3) By withdrawal characteristics:					
a. Subject to discretionary withdrawal:					
1. With market value adjustment	\$ -	\$ -	\$ -	\$ -	-
2. At book value without market value adjustment and with current surrender charge of 5% or more	-	-	-	-	-
3. At fair value	-	-	-	7,111,499,191	7,111,499,191
4. At book value without market value adjustment and with current surrender charge less than 5%	-	-	-	-	-
5. Subtotal	-	-	-	7,111,499,191	7,111,499,191
b. Not subject to discretionary withdrawal	-	-	-	-	-
c. Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,111,499,191</u>	<u>\$ 7,111,499,191</u>

\* Line 2(c) should equal Line 3(c).

- (4) Reserves for Asset Default Risk in Lieu of AVR

Not applicable

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**NOTES TO FINANCIAL STATEMENTS**

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C. Reconciliation of Net Transfers To or (From) Separate Accounts

<hr/>	
(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:	
a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ 755,164,525
b. Transfers from Separate Accounts (Page 4, Line 10)	1,216,197,467
c. Net transfers to or (From) Separate Accounts (a) - (b)	<u>(461,032,942)</u>
 (2) Reconciling Adjustments: rounding	 (1)
 (3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement	
(1c) + (2) = (Page 4, Line 26)	<u><u>\$ (461,032,943)</u></u>

35. LOSS/CLAIM ADJUSTMENT EXPENSES

The balance in the liability for unpaid A&H claim adjustment expenses as of December 31, 2016 and 2015 was \$174.3 million and \$168.7 million, respectively.

The Company incurred \$125.6 million and paid \$120.0 million of claim adjustment expenses in the current year, of which \$53.9 million of the paid amount was attributable to insured or covered events of prior years. The Company increased the provision for insured events of prior years by \$0.3 million.

The Company did not take into account estimated anticipated salvage and subrogation in its determination of the liability for unpaid claims/losses.

**GENERAL INTERROGATORIES**

**PART 1 - COMMON INTERROGATORIES  
GENERAL**

- 1.1 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 [ X ] No [ ]  
If yes, complete Schedule Y, Parts 1, 1A and 2
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? ..... Yes [ X ] No [ ] N/A [ ]
- 1.3 State Regulating? ..... Oregon
- 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 [ X ] No [ ]
- 2.2 If yes, date of change: ..... 03/07/2016
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2015
- 3.2 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
- 3.3 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). .... 05/07/2014
- 3.4 By what department or departments?  
Oregon Department of Consumer and Business Services - Division of Financial Regulation. ....
- 3.5 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 ]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? ..... Yes [ ] No [ ] N/A [ X ]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.11 sales of new business? ..... Yes [ ] No [ X ]  
4.12 renewals? ..... Yes [ ] No [ X ]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:  
4.21 sales of new business? ..... Yes [ ] No [ X ]  
4.22 renewals? ..... Yes [ ] No [ X ]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [ X ]
- 5.2 If yes, provide the name of the 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

- 6.1 Has the 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 ]
- 6.2 If yes, give full information:  
.....
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? ..... Yes [ X ] No [ ]
- 7.2 If yes,  
7.21 State the percentage of foreign control; ..... 100.0 %  
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
Japan	Mutual Insurance Company

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
GENERAL INTERROGATORIES**

- 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 [ X ] No [ ]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
StanCorp Equities, Inc. ....	Portland, OR .....	NO	NO	NO	YES
StanCorp Investment Advisers, Inc. ....	Portland, OR .....	NO	NO	NO	YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?  
Deloitte and Touche LLP  
111 S.W. Fifth Avenue, Suite 3900, Portland, OR 97204
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:  
.....
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? ..... Yes [ ] No [ X ]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:  
.....
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? ..... Yes [ X ] No [ ] N/A [ ]
- 10.6 If the response to 10.5 is no or n/a, please explain  
.....
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?  
Sally Manafi  
PO Box 711  
Portland, OR 97207  
Officer of Standard Insurance Company .....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? ..... Yes [ X ] No [ ]
- 12.11 Name of real estate holding company ..... Real Estate is owned currently through limited partnership interests as reported on Schedule BA.
- 12.12 Number of parcels involved ..... 611
- 12.13 Total book/adjusted carrying value ..... \$ ..... 203,254,175
- 12.2 If, yes provide explanation:  
Real Estate is owned currently through limited partnership interests as reported on Schedule BA. ....
- 13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?  
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? ..... Yes [ ] No [ ]
- 13.3 Have there been any changes made to any of the trust indentures during the year? ..... Yes [ ] No [ ]
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? ..... Yes [ ] No [ ] N/A [ ]
- 14.1 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.
- 14.11 If the response to 14.1 is No, please explain:  
.....
- 14.2 Has the code of ethics for senior managers been amended? ..... Yes [ X ] No [ ]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).  
The Disclosures section of the Code of Ethics for Senior Officers was revised to remove public company disclosure references. ....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? ..... Yes [ ] No [ X ]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).  
.....



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? ..... Yes [ ] No [ X ]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

**BOARD OF DIRECTORS**

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? ..... Yes [ X ] No [ ]
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? ..... Yes [ X ] No [ ]
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? ..... Yes [ X ] No [ ]

**FINANCIAL**

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? ..... Yes [ ] No [ X ]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- |   |          |   |
|---|----------|---|
| 20.11 To directors or other officers.....               | \$ ..... | 0 |
| 20.12 To stockholders not officers.....                 | \$ ..... | 0 |
| 20.13 Trustees, supreme or grand (Fraternal Only) ..... | \$ ..... | 0 |
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- |   |          |   |
|---|----------|---|
| 20.21 To directors or other officers.....               | \$ ..... | 0 |
| 20.22 To stockholders not officers.....                 | \$ ..... | 0 |
| 20.23 Trustees, supreme or grand (Fraternal Only) ..... | \$ ..... | 0 |
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... Yes [ ] No [ X ]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- |                                 |          |   |
|---------------------------------|----------|---|
| 21.21 Rented from others.....   | \$ ..... | 0 |
| 21.22 Borrowed from others..... | \$ ..... | 0 |
| 21.23 Leased from others .....  | \$ ..... | 0 |
| 21.24 Other .....               | \$ ..... | 0 |
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? ..... Yes [ ] No [ X ]
- 22.2 If answer is yes:
- |   |   |
|---|---|
| 22.21 Amount paid as losses or risk adjustment \$ ..... | 0 |
| 22.22 Amount paid as expenses .....                     | 0 |
| 22.23 Other amounts paid .....                          | 0 |
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? ..... Yes [ X ] No [ ]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....

**INVESTMENT**

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)..... Yes [ ] No [ X ]
- 24.02 If no, give full and complete information relating thereto  
 Collateral is on deposit with Wells Fargo for hedging program. ....
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)  
 The Company does not participate in a securities lending program. ....
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? ..... Yes [ ] No [ ] N/A [ X ]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. .... \$ .....
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. .... \$ .....
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? ..... Yes [ ] No [ ] N/A [ X ]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? ..... Yes [ ] No [ ] N/A [ X ]
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? ..... Yes [ ] No [ ] N/A [ X ]

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.....	\$ .....	0
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.....	\$ .....	0
24.103 Total payable for securities lending reported on the liability page.....	\$ .....	0

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). ..... Yes [  ] No [  ]

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements .....	\$ .....	0
25.22 Subject to reverse repurchase agreements .....	\$ .....	0
25.23 Subject to dollar repurchase agreements .....	\$ .....	0
25.24 Subject to reverse dollar repurchase agreements .....	\$ .....	0
25.25 Placed under option agreements .....	\$ .....	0
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock .....	\$ .....	0
25.27 FHLB Capital Stock .....	\$ .....	29,187,300
25.28 On deposit with states .....	\$ .....	5,988,266
25.29 On deposit with other regulatory bodies .....	\$ .....	0
25.30 Pledged as collateral - excluding collateral pledged to an FHLB .....	\$ .....	34,436,169
25.31 Pledged as collateral to FHLB - including assets backing funding agreements .....	\$ .....	602,307,127
25.32 Other .....	\$ .....	0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? ..... Yes [  ] No [  ]

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

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? ..... Yes [  ] No [  ]

27.2 If yes, state the amount thereof at December 31 of the current year. .... \$ .....

28. 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 [  ] No [  ]

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
BNY Mellon .....	IIS Syracuse Client Services, 111 Sanders Creek Parkway, 2nd Floor, East Syracuse, NY 13057 .....

28.02 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)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? ..... Yes [  ] No [  ]

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

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

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
GENERAL INTERROGATORIES**

28.05 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
Pine Bridge Investments .....	U.....
Pacific Investment Management Company LLC .....	U.....
Standard Management, Inc. ....	A.....

28.0597 For those firms/individuals listed in the table for Question 28.05, 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 [ ] No [ X ]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? ..... Yes [ ] No [ X ]

28.06 For those firms or individuals listed in the table for 28.05 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
104578 .....	Pine Bridge Investments .....	.....	SEC .....	NO.....
104559 .....	Pacific Investment Management Company LLC ...	.....	SEC .....	NO.....
.....	Standard Management, Inc. ....	.....	Not a registered investment advisor .	NO.....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? ..... Yes [ ] No [ X ]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		0

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....	.....	.....	.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds .....	7,850,290,076	8,071,373,733	221,083,657
30.2 Preferred stocks .....	2,100,000	1,980,000	(120,000)
30.3 Totals	7,852,390,076	8,073,353,733	220,963,657

30.4 Describe the sources or methods utilized in determining the fair values:  
Market values are provided by the BNY Mellon, Pricing Direct, Pacific Investment Management Company LLC and Thomson Reuters. ....

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? ..... Yes [ X ] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? ..... Yes [ X ] No [ ]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:  
.....

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

32.2 If no, list exceptions:  
.....

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**OTHER**

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? .....\$ .....442,023

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
LL Global Services, Inc .....	111,406

34.1 Amount of payments for legal expenses, if any? .....\$ .....171,719

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Bullard Law .....	64,903
Jackson Lewis PC .....	49,428

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? .....\$ .....42,000

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
John Powell & Associates .....	42,000

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**GENERAL INTERROGATORIES**

**PART 2 - LIFE INTERROGATORIES**

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? ..... Yes [ ] No [ X ]

1.2 If yes, indicate premium earned on U.S. business only ..... \$ ..... 0

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? ..... \$ ..... 0  
 1.31 Reason for excluding:  
 .....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. .... \$ ..... 0

1.5 Indicate total incurred claims on all Medicare Supplement insurance. .... \$ ..... 0

1.6 Individual policies:

	Most current three years:
	1.61 Total premium earned ..... \$ ..... 0
	1.62 Total incurred claims ..... \$ ..... 0
	1.63 Number of covered lives ..... 0
	All years prior to most current three years
	1.64 Total premium earned ..... \$ ..... 0
	1.65 Total incurred claims ..... \$ ..... 0
	1.66 Number of covered lives ..... 0

1.7 Group policies:

	Most current three years:
	1.71 Total premium earned ..... \$ ..... 0
	1.72 Total incurred claims ..... \$ ..... 0
	1.73 Number of covered lives ..... 0
	All years prior to most current three years
	1.74 Total premium earned ..... \$ ..... 0
	1.75 Total incurred claims ..... \$ ..... 0
	1.76 Number of covered lives ..... 0

2. Health Test:

	1	2	
	Current Year	Prior Year	
2.1 Premium Numerator .....	105,794,286	86,785,050	
2.2 Premium Denominator .....	4,075,796,389	3,528,373,985	
2.3 Premium Ratio (2.1/2.2) .....	0.026	0.025	
2.4 Reserve Numerator .....	95,795,839	86,583,561	
2.5 Reserve Denominator .....	11,708,908,472	10,921,580,999	
2.6 Reserve Ratio (2.4/2.5) .....	0.008	0.008	

3.1 Does this reporting entity have Separate Accounts? ..... Yes [ X ] No [ ]

3.2 If yes, has a Separate Accounts Statement been filed with this Department? ..... Yes [ X ] No [ ] N/A [ ]

3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? ..... \$ ..... 0

3.4 State the authority under which Separate Accounts are maintained:  
 Oregon Code 733.220 .....

3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? ..... Yes [ ] No [ X ]

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? ..... Yes [ ] No [ X ]

3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"? ..... 0

4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? ..... Yes [ X ] No [ ]

4.2 Net reimbursement of such expenses between reporting entities:

	4.21 Paid ..... \$ ..... 39,454,622
	4.22 Received ..... \$ ..... 4,636,675

5.1 Does the reporting entity write any guaranteed interest contracts? ..... Yes [ ] No [ X ]

5.2 If yes, what amount pertaining to these lines is included in:

	5.21 Page 3, Line 1 ..... \$ ..... 0
	5.22 Page 4, Line 1 ..... \$ ..... 0

6. FOR STOCK REPORTING ENTITIES ONLY:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: ..... \$ ..... 336,133,228

7. Total dividends paid stockholders since organization of the reporting entity:

	7.11 Cash ..... \$ ..... 2,344,728,000
	7.12 Stock ..... \$ ..... 0

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY**  
**GENERAL INTERROGATORIES**

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: ..... Yes [ ] No [ X ]  
 Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? ..... Yes [ ] No [ ]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium .....	0	0	0
8.32 Paid claims .....	0	0	0
8.33 Claim liability and reserve (beginning of year) .....	0	0	0
8.34 Claim liability and reserve (end of year) .....	0	0	0
8.35 Incurred claims .....	0	0	0

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000	0	0
8.42	\$25,000 - 99,999	0	0
8.43	\$100,000 - 249,999	0	0
8.44	\$250,000 - 999,999	0	0
8.45	\$1,000,000 or more	0	0

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? .....\$ 0

9.1 Does the company have variable annuities with guaranteed benefits? ..... Yes [ ] No [ X ]

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1	2	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Guaranteed Death Benefit	Guaranteed Living Benefit							

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

10.1 Amount of loss reserves established by these annuities during the current year: .....\$ 0

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2
	Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location	

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

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

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

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

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**GENERAL INTERROGATORIES**

12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? ..... Yes [ X ] No [ ] N/A [ ]

12.2 If the answer to 12.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
StanCap Insurance Company, Inc. ....	00000 .....	OR.....	.....0	.....0	.....0	.....0

13. Provide the following for individual ordinary life insurance\* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

13.1 Direct Premium Written .....\$ .....24,868,294  
 13.2 Total Incurred Claims .....\$ .....36,437,648  
 13.3 Number of Covered Lives .....27,126

*Ordinary Life Insurance Includes
Term (whether full underwriting,limited underwriting,jet issue,"short form app")
Whole Life (whether full underwriting,limited underwriting,jet issue,"short form app")
Variable Life (with or without secondary gurarantee)
Universal Life (with or without secondary gurarantee)
Variable Universal Life (with or without secondary gurarantee)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**FIVE-YEAR HISTORICAL DATA**

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

Show amounts of life insurance in this exhibit in thousands (OMIT \$000)

	1 2016	2 2015	3 2014	4 2013	5 2012
<b>Life Insurance in Force</b> (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4) .....	1,471,732	1,541,709	1,644,301	1,758,465	1,877,684
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4) .....	777,708	805,172	831,594	867,851	892,101
3. Credit life (Line 21, Col. 6) .....	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4) .....	340,944,025	307,039,531	288,863,327	302,954,149	325,857,813
5. Industrial (Line 21, Col. 2) .....	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4) .....	0	0	0	0	0
7. Total (Line 21, Col. 10) .....	343,193,465	309,386,412	291,339,222	305,580,465	328,627,598
<b>New Business Issued</b> (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2) .....	3,893	4,810	6,585	6,082	6,170
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2) .....	0	0	0	0	0
10. Credit life (Line 2, Col. 6) .....	0	0	0	0	0
11. Group (Line 2, Col. 9) .....	72,769,904	49,519,101	30,450,655	32,941,383	42,468,667
12. Industrial (Line 2, Col. 2) .....	0	0	0	0	0
13. Total (Line 2, Col. 10) .....	72,773,797	49,523,911	30,457,240	32,947,465	42,474,837
<b>Premium Income - Lines of Business</b> (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2) .....	0	0	0	0	0
15.1 Ordinary-life insurance (Line 20.4, Col. 3) .....	1,469,539	1,274,770	1,424,929	1,526,553	1,462,893
15.2 Ordinary-individual annuities (Line 20.4, Col. 4) .....	414,068,784	371,746,754	305,039,452	308,517,305	305,832,897
16. Credit life (group and individual) (Line 20.4, Col. 5) .....	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6) .....	141,771,050	114,061,375	386,409,227	514,172,087	620,853,356
17.2 Group annuities (Line 20.4, Col. 7) .....	2,176,543,149	1,789,837,541	2,102,238,533	1,392,108,396	1,296,882,986
18.1 A & H-group (Line 20.4, Col. 8) .....	1,153,384,598	1,064,654,405	1,043,763,425	1,099,326,445	1,121,262,920
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9) .....	0	0	0	0	0
18.3 A & H-other (Line 20.4, Col. 10) .....	188,559,268	186,799,140	180,973,632	173,624,077	160,154,064
19. Aggregate of all other lines of business (Line 20.4, Col. 11) .....	0	0	0	0	0
20. Total .....	4,075,796,389	3,528,373,985	4,019,849,198	3,489,274,863	3,506,449,116
<b>Balance Sheet (Pages 2 &amp; 3)</b>					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3) .....	14,680,639,785	13,750,153,730	13,181,285,398	12,725,427,342	12,095,982,359
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26) .....	13,640,268,447	12,665,125,810	12,029,500,817	11,438,077,949	10,905,716,780
23. Aggregate life reserves (Page 3, Line 1) .....	7,513,462,772	6,855,077,208	6,532,737,328	6,238,462,694	5,717,690,449
24. Aggregate A & H reserves (Page 3, Line 2) .....	4,008,024,780	3,928,838,845	3,897,451,397	3,938,403,009	3,929,811,274
25. Deposit-type contract funds (Page 3, Line 3) .....	1,122,644,841	865,845,379	682,885,619	529,423,543	531,687,658
26. Asset valuation reserve (Page 3, Line 24.01) .....	111,990,815	104,109,647	104,324,051	125,444,103	115,897,182
27. Capital (Page 3, Lines 29 and 30) .....	423,838,694	423,838,694	423,838,694	423,838,694	423,838,694
28. Surplus (Page 3, Line 37) .....	616,532,644	661,189,226	727,945,887	863,510,699	766,426,885
<b>Cash Flow (Page 5)</b>					
29. Net Cash from Operations (Line 11) .....	986,318,697	606,611,342	534,313,413	757,844,128	833,317,071
<b>Risk-Based Capital Analysis</b>					
30. Total adjusted capital .....	1,152,362,153	1,189,137,567	1,256,108,632	1,412,793,496	1,306,162,761
31. Authorized control level risk - based capital .....	151,972,375	144,795,573	139,622,936	175,975,841	177,488,382
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1) .....	55.9	56.3	55.8	53.9	54.3
33. Stocks (Lines 2.1 and 2.2) .....	0.2	0.2	0.0	0.0	0.0
34. Mortgage loans on real estate(Lines 3.1 and 3.2) .....	40.7	40.2	40.8	42.7	43.9
35. Real estate (Lines 4.1, 4.2 and 4.3) .....	0.3	0.2	0.3	0.3	0.3
36. Cash, cash equivalents and short-term investments (Line 5) .....	0.6	0.6	0.7	1.4	0.4
37. Contract loans (Line 6) .....	0.0	0.0	0.0	0.0	0.0
38. Derivatives (Page 2, Line 7) .....	0.1	0.1	0.1	0.1	0.1
39. Other invested assets (Line 8) .....	1.4	1.6	1.7	1.2	0.9
40. Receivables for securities (Line 9) .....	0.8	0.7	0.5	0.3	0.1
41. Securities lending reinvested collateral assets (Line 10) .....	0.0	0.0	0.0	0.0	0.0
42. Aggregate write-ins for invested assets (Line 11) .....	0.0	0.0	0.0	0.0	0.0
43. Cash, cash equivalents and invested assets (Line 12) .....	100.0	100.0	100.0	100.0	100.0



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**FIVE-YEAR HISTORICAL DATA**

(Continued)

	1 2016	2 2015	3 2014	4 2013	5 2012
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1) .....	0	0	0	0	0
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1) .....	0	0	0	0	0
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1), .....	0	0	0	0	0
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10) .....	0	0	0	0	0
48. Affiliated mortgage loans on real estate .....	0	0	0	0	0
49. All other affiliated .....	0	0	0	0	0
50. Total of above Lines 44 to 49 .....	0	0	0	0	0
51. Total Investment in Parent included in Lines 44 to 49 above .....	0	0	0	0	0
<b>Total Nonadmitted and Admitted Assets</b>					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2) .....	240,305,497	197,959,939	161,456,907	174,034,780	187,161,105
53. Total admitted assets (Page 2, Line 28, Col. 3) .....	21,792,138,976	20,781,587,942	20,361,117,513	19,118,662,354	17,250,279,968
<b>Investment Data</b>					
54. Net investment income (Exhibit of Net Investment Income) .....	528,172,350	523,746,266	526,539,870	559,327,069	579,501,942
55. Realized capital gains (losses) (Page 4, Line 34, Column 1) .....	(28,107,333)	(19,815,480)	893,475	683,713	(7,337,845)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1) .....	5,682,457	(8,812,049)	(1,796,419)	322,980	5,206,923
57. Total of above Lines 54, 55 and 56 .....	505,747,474	495,118,737	525,636,926	560,333,762	577,371,020
<b>Benefits and Reserve Increases (Page 6)</b>					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11, 12, 13, 14 and 15 Cols. 9, 10 and 11) .....	2,628,064,505	2,191,559,279	2,248,395,576	1,776,225,819	1,883,588,011
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11) .....	984,928,375	933,238,529	940,525,116	965,304,118	955,498,036
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3) .....	650,067	(578,852)	(105,031)	2,215	413,453
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11) .....	79,185,936	31,387,448	(19,588,337)	15,555,971	127,276,243
62. Dividends to policyholders (Line 30, Col. 1) .....	97,370	96,291	90,153	76,666	135,995
<b>Operating Percentages</b>					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0 .....	13.2	13.9	13.1	15.8	15.8
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0 .....	3.6	4.1	4.8	4.8	4.5
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2) .....	79.3	77.1	73.6	76.6	84.5
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2) .....	0.0	0.0	0.0	0.0	0.0
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2) .....	34.1	33.5	30.9	29.7	29.7
<b>A &amp; H Claim Reserve Adequacy</b>					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2) .....	3,079,320,740	3,058,482,372	3,105,845,947	3,110,692,461	3,074,208,363
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2) .....	3,134,541,504	3,118,757,888	3,168,960,691	3,182,195,900	3,081,302,964
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2) .....	681,624,351	656,806,749	650,704,231	637,044,733	621,754,490
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2) .....	633,784,795	631,621,844	609,456,315	600,502,162	590,526,739
<b>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</b>					
72. Industrial life (Col. 2) .....	0	0	0	0	0
73. Ordinary - life (Col. 3) .....	618,931	630,754	861,478	981,342	1,699,059
74. Ordinary - individual annuities (Col. 4) .....	31,749,522	2,809,486	14,543,182	16,272,192	21,899,410
75. Ordinary-supplementary contracts (Col. 5) .....	(337,728)	1,456,181	5,827,515	2,756,143	3,466,514
76. Credit life (Col. 6) .....	0	0	0	0	0
77. Group life (Col. 7) .....	58,228,081	59,781,990	56,424,695	44,756,048	33,399,204
78. Group annuities (Col. 8) .....	24,390,178	25,029,674	20,277,770	17,911,507	16,005,771
79. A & H-group (Col. 9) .....	10,414,375	40,372,566	87,211,980	86,955,850	36,790,727
80. A & H-credit (Col. 10) .....	0	0	0	0	0
81. A & H-other (Col. 11) .....	31,296,937	36,565,420	29,838,564	25,697,490	21,404,472
82. Aggregate of all other lines of business (Col. 12) .....	16,508,181	13,263,682	(6,516,322)	(245,298)	(1,954,104)
83. Total (Col. 1) .....	172,868,477	179,909,753	208,468,862	195,085,274	132,711,052

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [ ] No [ ]  
 If no, please explain: .....



**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY**

DIRECT BUSINESS IN THE STATE OF Oregon

DURING THE YEAR 2016

NAIC Group Code 1348

**LIFE INSURANCE**

NAIC Company Code 69019

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1	2	3	4	5
	Ordinary	Credit Life (Group and Individual)	Group	Industrial	Total
1. Life insurance	8,727,295	0	40,661,333	0	49,388,627
2. Annuity considerations	14,478,787	0	1,481,044	0	15,959,831
3. Deposit-type contract funds	3,675,361	XXX	256,027	XXX	3,931,387
4. Other considerations	0	0	258,206,809	0	258,206,809
5. Totals (Sum of Lines 1 to 4)	26,881,442	0	300,605,212	0	327,486,654
<b>DIRECT DIVIDENDS TO POLICYHOLDERS</b>					
Life insurance:					
6.1 Paid in cash or left on deposit	784,526	0	0	0	784,526
6.2 Applied to pay renewal premiums	819,836	0	0	0	819,836
6.3 Applied to provide paid-up additions or shorten the endowment or premium-paying period	5,629,945	0	0	0	5,629,945
6.4 Other	103,448	0	0	0	103,448
6.5 Totals (Sum of Lines 6.1 to 6.4)	7,337,755	0	0	0	7,337,755
Annuities:					
7.1 Paid in cash or left on deposit	0	0	0	0	0
7.2 Applied to provide paid-up annuities	0	0	0	0	0
7.3 Other	0	0	0	0	0
7.4 Totals (Sum of Lines 7.1 to 7.3)	0	0	0	0	0
8. Grand Totals (Lines 6.5 plus 7.4)	7,337,755	0	0	0	7,337,755
<b>DIRECT CLAIMS AND BENEFITS PAID</b>					
9. Death benefits	10,130,151	0	28,488,976	0	38,619,127
10. Matured endowments	1,000	0	0	0	1,000
11. Annuity benefits	1,142,082	0	294,119,129	0	295,261,211
12. Surrender values and withdrawals for life contracts	52,437,423	0	25,107,200	0	77,544,623
13. Aggregate write-ins for miscellaneous direct claims and benefits paid	0	0	297,495	0	297,495
14. All other benefits, except accident and health	0	0	0	0	0
15. Totals	63,710,656	0	348,012,799	0	411,723,455
<b>DETAILS OF WRITE-INS</b>					
1301. Miscellaneous direct claims period certain	0	0	297,495	0	297,495
1302.					
1303.					
1398. Summary of Line 13 from overflow page	0	0	0	0	0
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	297,495	0	297,495

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1	2	3	4	5	6	7	8	9	10
	No.	Amount	No. of Ind.Pols. & Gr. Certifs.	Amount	No. of Certifs.	Amount	No.	Amount	No.	Amount
16. Unpaid December 31, prior year	24	1,586,127	0	0	254	6,292,862	0	0	278	7,878,989
17. Incurred during current year	249	10,580,398	0	0	1,110	29,604,801	0	0	1,359	40,185,200
Settled during current year:										
18.1 By payment in full	238	10,131,151	0	0	1,057	28,488,976	0	0	1,295	38,620,127
18.2 By payment on compromised claims	0	0	0	0	0	0	0	0	0	0
18.3 Totals paid	238	10,131,151	0	0	1,057	28,488,976	0	0	1,295	38,620,127
18.4 Reduction by compromise	0	0	0	0	0	0	0	0	0	0
18.5 Amount rejected	0	0	0	0	0	0	0	0	0	0
18.6 Total settlements	238	10,131,151	0	0	1,057	28,488,976	0	0	1,295	38,620,127
19. Unpaid Dec. 31, current year (16+17-18.6)	35	2,035,374	0	0	307	7,408,687	0	0	342	9,444,061
<b>POLICY EXHIBIT</b>						No. of Policies				
20. In force December 31, prior year	10,795	852,896,477	0 (a)	0	713	17,968,250,000	0	0	11,508	18,821,146,477
21. Issued during year	1	5,000	0	0	72	2,018,324,500	0	0	73	2,018,329,500
22. Other changes to in force (Net)	(703)	(39,466,619)	0	0	(66)	(632,641,000)	0	0	(769)	(672,107,619)
23. In force December 31 of current year	10,093	813,434,858	0 (a)	0	719	19,353,933,500	0	0	10,812	20,167,368,358

(a) Includes Individual Credit Life Insurance prior year \$ 0 , current year \$ 0  
 Includes Group Credit Life Insurance Loans less than or equal to 60 months at issue, prior year \$ 0 , current year \$ 0  
 Loans greater than 60 months at issue BUT NOT GREATER THAN 120 MONTHS, prior year \$ 0 , current year \$ 0

**ACCIDENT AND HEALTH INSURANCE**

	1	2	3	4	5
	Direct Premiums	Direct Premiums Earned	Dividends Paid Or Credited On Direct Business	Direct Losses Paid	Direct Losses Incurred
24. Group Policies (b)	75,727,773	85,413,037	0	65,723,254	72,983,919
24.1 Federal Employees Health Benefits Plan premium (b)	0	0	0	0	0
24.2 Credit (Group and Individual)	0	0	0	0	0
24.3 Collectively renewable policies (b)	0	0	0	0	0
24.4 Medicare Title XVIII exempt from state taxes or fees	0	0	0	0	0
Other Individual Policies:					
25.1 Non-cancelable (b)	5,381,621	5,368,962	0	1,440,238	1,848,926
25.2 Guaranteed renewable (b)	1,877,238	1,838,300	0	278,428	198,118
25.3 Non-renewable for stated reasons only (b)	0	0	0	0	0
25.4 Other accident only	0	0	0	0	0
25.5 All other (b)	0	0	0	0	0
25.6 Totals (sum of Lines 25.1 to 25.5)	7,258,859	7,207,262	0	1,718,666	2,047,045
26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 24.4 + 25.6)	82,986,632	92,620,299	0	67,441,920	75,030,964

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products 37,520 and number of persons insured under indemnity only products 7 .



**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY**

DIRECT BUSINESS IN THE STATE OF Grand Total

DURING THE YEAR 2016

NAIC Group Code 1348

**LIFE INSURANCE**

NAIC Company Code 69019

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1	2	3	4	5
	Ordinary	Credit Life (Group and Individual)	Group	Industrial	Total
1. Life insurance	24,868,294	0	806,330,662	0	831,198,956
2. Annuity considerations	414,068,784	0	2,514,763	0	416,583,547
3. Deposit-type contract funds	92,886,253	XXX	354,733	XXX	93,240,986
4. Other considerations	0	0	2,174,714,707	0	2,174,714,707
5. Totals (Sum of Lines 1 to 4)	531,823,332	0	2,983,914,864	0	3,515,738,196
<b>DIRECT DIVIDENDS TO POLICYHOLDERS</b>					
Life insurance:					
6.1 Paid in cash or left on deposit	2,113,256	0	0	0	2,113,256
6.2 Applied to pay renewal premiums	1,951,562	0	0	0	1,951,562
6.3 Applied to provide paid-up additions or shorten the endowment or premium-paying period	16,246,068	0	0	0	16,246,068
6.4 Other	338,450	0	0	0	338,450
6.5 Totals (Sum of Lines 6.1 to 6.4)	20,649,336	0	0	0	20,649,336
Annuities:					
7.1 Paid in cash or left on deposit	0	0	0	0	0
7.2 Applied to provide paid-up annuities	0	0	0	0	0
7.3 Other	0	0	0	0	0
7.4 Totals (Sum of Lines 7.1 to 7.3)	0	0	0	0	0
8. Grand Totals (Lines 6.5 plus 7.4)	20,649,336	0	0	0	20,649,336
<b>DIRECT CLAIMS AND BENEFITS PAID</b>					
9. Death benefits	34,067,216	0	593,962,772	0	628,029,988
10. Matured endowments	78,512	0	0	0	78,512
11. Annuity benefits	11,365,141	0	1,005,541,957	0	1,016,907,098
12. Surrender values and withdrawals for life contracts	429,456,332	0	1,090,213,790	0	1,519,670,122
13. Aggregate write-ins for miscellaneous direct claims and benefits paid	0	0	421,937	0	421,937
14. All other benefits, except accident and health	0	0	0	0	0
15. Totals	474,967,201	0	2,690,140,456	0	3,165,107,657
<b>DETAILS OF WRITE-INS</b>					
1301. Miscellaneous direct claims period certain	0	0	421,937	0	421,937
1302.					
1303.					
1398. Summary of Line 13 from overflow page	0	0	0	0	0
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	421,937	0	421,937

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1	2	3	4	5	6	7	8	9	10
	No.	Amount	No. of Ind.Pols. & Gr. Certifs.	Amount	No. of Certifs.	Amount	No.	Amount	No.	Amount
16. Unpaid December 31, prior year	59	3,213,354	0	0	3,243	102,038,564	0	0	3,302	105,251,919
17. Incurred during current year	670	36,168,665	0	0	17,651	621,323,475	0	0	18,321	657,492,140
Settled during current year:										
18.1 By payment in full	639	34,145,728	0	0	16,931	591,515,363	0	0	17,570	625,661,091
18.2 By payment on compromised claims	0	0	0	0	16	2,420,409	0	0	16	2,420,409
18.3 Totals paid	639	34,145,728	0	0	16,947	593,935,772	0	0	17,586	628,081,500
18.4 Reduction by compromise	0	0	0	0	1	27,000	0	0	1	27,000
18.5 Amount rejected	0	0	0	0	5	293,050	0	0	5	293,050
18.6 Total settlements	639	34,145,728	0	0	16,953	594,255,822	0	0	17,592	628,401,550
19. Unpaid Dec. 31, current year (16+17-18.6)	90	5,236,291	0	0	3,941	129,106,217	0	0	4,031	134,342,508
<b>POLICY EXHIBIT</b>										
20. In force December 31, prior year	28,266	2,346,881,009	0 (a)	0	14,288	306,994,144,000	0	0	42,554	309,341,025,009
21. Issued during year	81	3,892,850	0	0	3,902	72,769,904,000	0	0	3,983	72,773,796,850
22. Other changes to in force (Net)	(1,615)	(101,334,088)	0	0	(1,732)	(38,861,674,250)	0	0	(3,347)	(38,963,008,338)
23. In force December 31 of current year	26,732	2,249,439,771	0 (a)	0	16,458	340,902,373,750	0	0	43,190	343,151,813,521

(a) Includes Individual Credit Life Insurance prior year \$ 0 , current year \$ 0  
 Includes Group Credit Life Insurance Loans less than or equal to 60 months at issue, prior year \$ 0 , current year \$ 0  
 Loans greater than 60 months at issue BUT NOT GREATER THAN 120 MONTHS, prior year \$ 0 , current year \$ 0

**ACCIDENT AND HEALTH INSURANCE**

	1	2	3	4	5
	Direct Premiums	Direct Premiums Earned	Dividends Paid Or Credited On Direct Business	Direct Losses Paid	Direct Losses Incurred
24. Group Policies (b)	1,209,169,793	1,211,689,121	0	868,930,530	944,500,696
24.1 Federal Employees Health Benefits Plan premium (b)	0	0	0	0	0
24.2 Credit (Group and Individual)	0	0	0	0	0
24.3 Collectively renewable policies (b)	0	0	0	0	0
24.4 Medicare Title XVIII exempt from state taxes or fees	0	0	0	0	0
Other Individual Policies:					
25.1 Non-cancelable (b)	163,690,414	163,991,621	0	36,099,878	74,065,712
25.2 Guaranteed renewable (b)	57,099,123	56,765,229	0	12,550,264	26,532,269
25.3 Non-renewable for stated reasons only (b)	0	0	0	0	0
25.4 Other accident only	0	0	0	0	0
25.5 All other (b)	0	0	0	0	0
25.6 Totals (sum of Lines 25.1 to 25.5)	220,789,537	220,756,850	0	48,650,143	100,597,981
26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 24.4 + 25.6)	1,429,959,330	1,432,445,971	0	917,580,672	1,045,098,677

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products 356,365 and number of persons insured under indemnity only products 13 .

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**EXHIBIT OF LIFE INSURANCE**

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year	0	0	28,266	2,346,881	0	0	14,289	3,838,563	307,039,531	309,386,412
2. Issued during year	0	0	81	3,893	0	0	3,902	726,692	72,769,904	72,773,797
3. Reinsurance assumed	0	0	0	0	0	0	0	0	0	0
4. Revived during year	0	0	5	303	0	0	0	0	0	303
5. Increased during year (net)	0	0	0	29,556	0	0	(4)	15,873	(3,939,195)	(3,909,639)
6. Subtotals, Lines 2 to 5	0	0	86	33,752	0	0	3,898	742,565	68,830,709	68,864,461
7. Additions by dividends during year	XXX	0	XXX	28,691	XXX	0	XXX	XXX	0	28,691
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 and 6 to 8)	0	0	28,352	2,409,324	0	0	18,187	4,581,128	375,870,240	378,279,564
Deductions during year:										
10. Death	0	0	633	33,952	0	0	XXX	22,515	594,578	628,530
11. Maturity	0	0	19	785	0	0	XXX	0	0	785
12. Disability	0	0	0	0	0	0	XXX	0	0	0
13. Expiry	0	0	19	5,154	0	0	0	0	0	5,154
14. Surrender	0	0	659	50,987	0	0	0	0	0	50,987
15. Lapse	0	0	231	31,903	0	0	1,728	338,605	34,331,637	34,363,540
16. Conversion	0	0	0	0	0	0	XXX	XXX	XXX	0
17. Decreased (net)	0	0	59	37,103	0	0	0	0	0	37,103
18. Reinsurance	0	0	0	0	0	0	0	0	0	0
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	0
20. Totals (Lines 10 to 19)	0	0	1,620	159,884	0	0	1,728	361,120	34,926,215	35,086,099
21. In force end of year (Line 9 minus Line 20)	0	0	26,732	2,249,440	0	0	16,459	4,220,008	340,944,025	343,193,465
22. Reinsurance ceded end of year	XXX	0	XXX	2,227,176	XXX	0	XXX	XXX	339,135,575	341,362,751
23. Line 21 minus Line 22	XXX	0	XXX	22,264	XXX	(b)	XXX	XXX	1,808,450	1,830,714
<b>DETAILS OF WRITE-INS</b>										
0801.	0	0	0	0	0	0	0	0	0	0
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	0
1901.	0	0	0	0	0	0	0	0	0	0
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	0

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$ .....0 ; Individual \$ .....0

25

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**EXHIBIT OF LIFE INSURANCE (Continued)**

**ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR**

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends .....	XXX	0	XXX	505,593
25. Other paid-up insurance .....	0	0	5,434	61,753
26. Debit ordinary insurance .....	XXX	XXX	0	0

**ADDITIONAL INFORMATION ON ORDINARY INSURANCE**

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies - decreasing .....	0	0	6	11
28. Term policies - other .....	0	0	1,448	257,322
29. Other term insurance - decreasing .....	XXX	0	XXX	7
30. Other term insurance .....	XXX	0	XXX	8,843
31. Totals (Lines 27 to 30) .....	0	0	1,454	266,183
Reconciliation to Lines 2 and 21:				
32. Term additions .....	XXX	0	XXX	505,593
33. Totals, extended term insurance .....	XXX	XXX	66	5,932
34. Totals, whole life and endowment .....	81	3,893	25,212	1,471,732
35. Totals (Lines 31 to 34) .....	81	3,893	26,732	2,249,440

**CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS**

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1	2	3	4
	Non-Participating	Participating	Non-Participating	Participating
36. Industrial .....	0	0	0	0
37. Ordinary .....	3,893	0	1,425,689	823,750
38. Credit Life (Group and Individual) .....	0	0	0	0
39. Group .....	72,769,904	0	340,944,025	0
40. Totals (Lines 36 to 39) .....	72,773,797	0	342,369,714	823,750

**ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE**

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies .....	XXX	0	XXX	354,088
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis .....	0	XXX	4,220,008	XXX
43. Federal Employees' Group Life Insurance included in Line 21 .....	0	0	0	0
44. Servicemen's Group Life Insurance included in Line 21 .....	0	0	0	0
45. Group Permanent Insurance included in Line 21 .....	0	0	0	0

**ADDITIONAL ACCIDENTAL DEATH BENEFITS**

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	18,207
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**BASIS OF CALCULATION OF ORDINARY TERM INSURANCE**

47. State basis of calculation of (47.1) decreasing term insurance contracts containing Family Income, Mortgage Income, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Child, etc., policies and riders, including above.	
47.1 .....	
47.2 .....	

**NONE**

**POLICIES WITH DISABILITY PROVISIONS**

Disability Provisions	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium .....	0	0	3,125	21,397	0	0	16,078	278,085,180
49. Disability Income .....	0	0	5	10	0	0	0	0
50. Extended Benefits .....	0	0	XXX	XXX	0	0	0	0
51. Other .....	0	0	0	0	0	0	0	0
52. Total .....	0	(b) 0	3,130	(b) 21,407	0	(b) 0	16,078	(b) 278,085,180

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES**

**SUPPLEMENTARY CONTRACTS**

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year .....	1,747	6,254	0	38
2. Issued during year .....	84	435	0	22
3. Reinsurance assumed .....	0	0	0	0
4. Increased during year (net) .....	0	0	0	0
5. Total (Lines 1 to 4) .....	1,831	6,689	0	60
Deductions during year:				
6. Decreased (net) .....	114	516	0	22
7. Reinsurance ceded .....	0	0	0	0
8. Totals (Lines 6 and 7) .....	114	516	0	22
9. In force end of year .....	1,717	6,173	0	38
10. Amount on deposit .....	0	(a) 210,323,562	0	(a) 2,334,989
11. Income now payable .....	1,717	645	0	35
12. Amount of income payable .....	(a) 4,364,374	(a) 8,941,834	(a) 0	(a) 364,523

**ANNUITIES**

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year .....	3,346	35,794	2,405	14,508
2. Issued during year .....	606	3,891	577	3,898
3. Reinsurance assumed .....	0	0	0	0
4. Increased during year (net) .....	0	0	0	0
5. Totals (Lines 1 to 4) .....	3,952	39,685	2,982	18,406
Deductions during year:				
6. Decreased (net) .....	245	3,791	232	9,684
7. Reinsurance ceded .....	0	0	0	0
8. Totals (Lines 6 and 7) .....	245	3,791	232	9,684
9. In force end of year .....	3,707	35,894	2,750	8,722
Income now payable:				
10. Amount of income payable .....	(a) 72,394,016	XXX	XXX	(a) 6,074,754
Deferred fully paid:				
11. Account balance .....	XXX	(a) 2,777,009,833	XXX	(a) 228,340
Deferred not fully paid:				
12. Account balance .....	XXX	(a) 257,962,609	XXX	(a) 0

**ACCIDENT AND HEALTH INSURANCE**

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year .....	31,605	1,207,978,977	0	0	129,695	247,078,440
2. Issued during year .....	6,937	231,296,890	0	0	8,837	22,526,738
3. Reinsurance assumed .....	293	2,603,787	0	0	0	(2,469,468)
4. Increased during year (net) .....	(951)	XXX	0	XXX	0	XXX
5. Totals (Lines 1 to 4) .....	37,884	XXX	0	XXX	138,532	XXX
Deductions during year:						
6. Conversions .....	0	XXX	XXX	XXX	XXX	XXX
7. Decreased (net) .....	2,810	XXX	0	XXX	9,830	XXX
8. Reinsurance ceded .....	0	XXX	0	XXX	0	XXX
9. Totals (Lines 6 to 8) .....	2,810	XXX	0	XXX	9,830	XXX
10. In force end of year .....	35,074	(a) 1,318,228,482	0	(a) 0	128,702	(a) 255,536,877

**DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS**

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year .....	294	25
2. Issued during year .....	5	0
3. Reinsurance assumed .....	0	0
4. Increased during year (net) .....	775	3,395
5. Totals (Lines 1 to 4) .....	1,074	3,420
Deductions During Year:		
6. Decreased (net) .....	0	0
7. Reinsurance ceded .....	775	3,394
8. Totals (Lines 6 and 7) .....	775	3,394
9. In force end of year .....	299	26
10. Amount of account balance .....	(a) 634,194,629	(a) 46,233

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**FORM FOR CALCULATING THE INTEREST MAINTENANCE RESERVE**

**INTEREST MAINTENANCE RESERVE**

	1 Amount
1. Reserve as of December 31, Prior Year .....	17,351,552
2. Current year's realized pre-tax capital gains/(losses) of \$ .....9,190,234 transferred into the reserve net of taxes of \$ .....3,216,582 .....	5,973,652
3. Adjustment for current year's liability gains/(losses) released from the reserve .....	0
4. Balance before reduction for amount transferred to Summary of Operations (Line 1 + Line 2 + Line 3) .....	23,325,204
5. Current year's amortization released to Summary of Operations (Amortization, Line 1, Column 4) .....	7,880,314
6. Reserve as of December 31, current year (Line 4 minus Line 5)	15,444,890

**AMORTIZATION**

Year of Amortization	1 Reserve as of December 31, Prior Year	2 Current Year's Realized Capital Gains/(Losses) Transferred into the Reserve Net of Taxes	3 Adjustment for Current Year's Liability Gains/(Losses) Released From the Reserve	4 Balance Before Reduction for Current Year's Amortization (Cols. 1 + 2 + 3)
1. 2016 .....	7,046,580	833,734	0	7,880,314
2. 2017 .....	4,807,397	1,295,689	0	6,103,086
3. 2018 .....	3,393,823	978,501	0	4,372,324
4. 2019 .....	2,120,752	816,543	0	2,937,296
5. 2020 .....	1,173,210	652,884	0	1,826,094
6. 2021 .....	763,751	484,552	0	1,248,302
7. 2022 .....	547,249	354,097	0	901,346
8. 2023 .....	378,282	278,965	0	657,247
9. 2024 .....	233,661	197,632	0	431,293
10. 2025 .....	144,209	113,190	0	257,399
11. 2026 .....	76,685	22,327	0	99,012
12. 2027 .....	6,242	(19,423)	0	(13,181)
13. 2028 .....	(40,464)	(15,647)	0	(56,111)
14. 2029 .....	(43,490)	(11,387)	0	(54,876)
15. 2030 .....	(63,083)	(6,887)	0	(69,970)
16. 2031 .....	(107,404)	(2,645)	0	(110,049)
17. 2032 .....	(142,541)	(243)	0	(142,784)
18. 2033 .....	(180,709)	(203)	0	(180,912)
19. 2034 .....	(207,782)	(157)	0	(207,940)
20. 2035 .....	(224,573)	(101)	0	(224,675)
21. 2036 .....	(248,996)	(58)	0	(249,053)
22. 2037 .....	(271,500)	23	0	(271,477)
23. 2038 .....	(287,426)	109	0	(287,317)
24. 2039 .....	(315,030)	208	0	(314,822)
25. 2040 .....	(327,521)	318	0	(327,203)
26. 2041 .....	(310,715)	409	0	(310,306)
27. 2042 .....	(247,368)	431	0	(246,936)
28. 2043 .....	(176,854)	343	0	(176,511)
29. 2044 .....	(107,052)	247	0	(106,805)
30. 2045 .....	(37,783)	150	0	(37,633)
31. 2046 and Later	0	53	0	53
32. Total (Lines 1 to 31)	17,351,551	5,973,652	0	23,325,204

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**ASSET VALUATION RESERVE**

	Default Component			Equity Component			7 Total Amount (Cols. 3 + 6)
	1 Other Than Mortgage Loans	2 Mortgage Loans	3 Total (Cols. 1 + 2)	4 Common Stock	5 Real Estate and Other Invested Assets	6 Total (Cols. 4 + 5)	
1. Reserve as of December 31, prior year .....	60,830,162	43,252,769	104,082,931	26,716	0	26,716	104,109,647
2. Realized capital gains/(losses) net of taxes - General Account .....	(7,800,362)	(4,347,038)	(12,147,400)	0	(3,131,654)	(3,131,654)	(15,279,054)
3. Realized capital gains/(losses) net of taxes - Separate Accounts .....	0	0	0	0	0	0	0
4. Unrealized capital gains/(losses) net of deferred taxes - General Account .....	3,144,573	498,037	3,642,610	0	(610,212)	(610,212)	3,032,397
5. Unrealized capital gains/(losses) net of deferred taxes - Separate Accounts .....	0	0	0	0	0	0	0
6. Capital gains credited/(losses charged) to contract benefits, payments or reserves .....	0	0	0	0	0	0	0
7. Basic contribution .....	14,803,755	9,082,109	23,885,864	0	1,182,011	1,182,011	25,067,876
8. Accumulated balances (Lines 1 through 5 - 6 + 7) .....	70,978,128	48,485,877	119,464,005	26,716	(2,559,855)	(2,533,139)	116,930,866
9. Maximum reserve .....	66,578,111	46,479,224	113,057,335	233,498	7,088,838	7,322,337	120,379,672
10. Reserve objective .....	46,024,418	35,820,836	81,845,254	145,937	5,774,398	5,920,334	87,765,588
11. 20% of (Line 10 - Line 8) .....	(4,990,742)	(2,533,008)	(7,523,750)	23,844	1,666,850	1,690,695	(5,833,056)
12. Balance before transfers (Lines 8 + 11) .....	65,987,386	45,952,869	111,940,255	50,560	(893,004)	(842,444)	111,097,810
13. Transfers .....	0	0	0	0	0	0	0
14. Voluntary contribution .....	0	0	0	0	0	0	0
15. Adjustment down to maximum/up to zero .....	0	0	0	0	893,004	893,004	893,004
16. Reserve as of December 31, current year (Lines 12 + 13 + 14 + 15)	65,987,386	45,952,869	111,940,255	50,560	0	50,560	111,990,815



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**ASSET VALUATION RESERVE  
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS  
DEFAULT COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols.4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
<b>LONG-TERM BONDS</b>												
1.		Exempt Obligations .....	26,685,560	XXX	XXX	26,685,560	0.0000	0	0.0000	0	0.0000	0
2.	1	Highest Quality .....	4,655,304,208	XXX	XXX	4,655,304,208	0.0004	1,862,122	0.0023	10,707,200	0.0030	13,965,913
3.	2	High Quality .....	2,620,945,135	XXX	XXX	2,620,945,135	0.0019	4,979,796	0.0058	15,201,482	0.0090	23,588,506
4.	3	Medium Quality .....	332,709,444	XXX	XXX	332,709,444	0.0093	3,094,198	0.0230	7,652,317	0.0340	11,312,121
5.	4	Low Quality .....	201,842,040	XXX	XXX	201,842,040	0.0213	4,299,235	0.0530	10,697,628	0.0750	15,138,153
6.	5	Lower Quality .....	11,975,493	XXX	XXX	11,975,493	0.0432	517,341	0.1100	1,317,304	0.1700	2,035,834
7.	6	In or Near Default .....	828,196	XXX	XXX	828,196	0.0000	0	0.2000	165,639	0.2000	165,639
8.		Total Unrated Multi-class Securities Acquired by Conversion ..	0	XXX	XXX	0	XXX	0	XXX	0	XXX	0
9.		Total Long-Term Bonds (Sum of Lines 1 through 8)	7,850,290,076	XXX	XXX	7,850,290,076	XXX	14,752,692	XXX	45,741,570	XXX	66,206,166
<b>PREFERRED STOCK</b>												
10.	1	Highest Quality .....	0	XXX	XXX	0	0.0004	0	0.0023	0	0.0030	0
11.	2	High Quality .....	2,100,000	XXX	XXX	2,100,000	0.0019	3,990	0.0058	12,180	0.0090	18,900
12.	3	Medium Quality .....	0	XXX	XXX	0	0.0093	0	0.0230	0	0.0340	0
13.	4	Low Quality .....	0	XXX	XXX	0	0.0213	0	0.0530	0	0.0750	0
14.	5	Lower Quality .....	0	XXX	XXX	0	0.0432	0	0.1100	0	0.1700	0
15.	6	In or Near Default .....	0	XXX	XXX	0	0.0000	0	0.2000	0	0.2000	0
16.		Affiliated Life with AVR .....	0	XXX	XXX	0	0.0000	0	0.0000	0	0.0000	0
17.		Total Preferred Stocks (Sum of Lines 10 through 16)	2,100,000	XXX	XXX	2,100,000	XXX	3,990	XXX	12,180	XXX	18,900
<b>SHORT - TERM BONDS</b>												
18.		Exempt Obligations .....	0	XXX	XXX	0	0.0000	0	0.0000	0	0.0000	0
19.	1	Highest Quality .....	105,326,084	XXX	XXX	105,326,084	0.0004	42,130	0.0023	242,250	0.0030	315,978
20.	2	High Quality .....	0	XXX	XXX	0	0.0019	0	0.0058	0	0.0090	0
21.	3	Medium Quality .....	0	XXX	XXX	0	0.0093	0	0.0230	0	0.0340	0
22.	4	Low Quality .....	0	XXX	XXX	0	0.0213	0	0.0530	0	0.0750	0
23.	5	Lower Quality .....	0	XXX	XXX	0	0.0432	0	0.1100	0	0.1700	0
24.	6	In or Near Default .....	0	XXX	XXX	0	0.0000	0	0.2000	0	0.2000	0
25.		Total Short - Term Bonds (Sum of Lines 18 through 24)	105,326,084	XXX	XXX	105,326,084	XXX	42,130	XXX	242,250	XXX	315,978
<b>DERIVATIVE INSTRUMENTS</b>												
26.		Exchange Traded .....	0	XXX	XXX	0	0.0004	0	0.0023	0	0.0030	0
27.	1	Highest Quality .....	12,355,493	XXX	XXX	12,355,493	0.0004	4,942	0.0023	28,418	0.0030	37,066
28.	2	High Quality .....	0	XXX	XXX	0	0.0019	0	0.0058	0	0.0090	0
29.	3	Medium Quality .....	0	XXX	XXX	0	0.0093	0	0.0230	0	0.0340	0
30.	4	Low Quality .....	0	XXX	XXX	0	0.0213	0	0.0530	0	0.0750	0
31.	5	Lower Quality .....	0	XXX	XXX	0	0.0432	0	0.1100	0	0.1700	0
32.	6	In or Near Default .....	0	XXX	XXX	0	0.0000	0	0.2000	0	0.2000	0
33.		Total Derivative Instruments .....	12,355,493	XXX	XXX	12,355,493	XXX	4,942	XXX	28,418	XXX	37,066
34.		Total (Lines 9 + 17 + 25 + 33)	7,970,071,653	XXX	XXX	7,970,071,653	XXX	14,803,755	XXX	46,024,418	XXX	66,578,111

**ASSET VALUATION RESERVE (Continued)**  
**BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS**  
**DEFAULT COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols. 4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
MORTGAGE LOANS												
In Good Standing:												
35.		Farm Mortgages - CM1 - Highest Quality .....	0	0	XXX	0	0.0010	0	0.0050	0	0.0065	0
36.		Farm Mortgages - CM2 - High Quality .....	0	0	XXX	0	0.0035	0	0.0100	0	0.0130	0
37.		Farm Mortgages - CM3 - Medium Quality .....	0	0	XXX	0	0.0060	0	0.0175	0	0.0225	0
38.		Farm Mortgages - CM4 - Low Medium Quality .....	0	0	XXX	0	0.0105	0	0.0300	0	0.0375	0
39.		Farm Mortgages - CM5 - Low Quality .....	0	0	XXX	0	0.0160	0	0.0425	0	0.0550	0
40.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0003	0	0.0006	0	0.0010	0
41.		Residential Mortgages - All Other .....	134,269	0	XXX	134,269	0.0013	175	0.0030	403	0.0040	537
42.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0003	0	0.0006	0	0.0010	0
43.		Commercial Mortgages - All Other - CM1 - Highest Quality .....	4,502,719,316	0	XXX	4,502,719,316	0.0010	4,502,719	0.0050	22,513,597	0.0065	29,267,676
44.		Commercial Mortgages - All Other - CM2 - High Quality .....	1,082,125,572	0	XXX	1,082,125,572	0.0035	3,787,440	0.0100	10,821,256	0.0130	14,067,632
45.		Commercial Mortgages - All Other - CM3 - Medium Quality .....	127,539,949	0	XXX	127,539,949	0.0060	765,240	0.0175	2,231,949	0.0225	2,869,649
46.		Commercial Mortgages - All Other - CM4 - Low Medium Quality .....	899,955	0	XXX	899,955	0.0105	9,450	0.0300	26,999	0.0375	33,748
47.		Commercial Mortgages - All Other - CM5 - Low Quality .....	1,067,929	0	XXX	1,067,929	0.0160	17,087	0.0425	45,387	0.0550	58,736
Overdue, Not in Process:												
48.		Farm Mortgages .....	0	0	XXX	0	0.0420	0	0.0760	0	0.1200	0
49.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0005	0	0.0012	0	0.0020	0
50.		Residential Mortgages - All Other .....	0	0	XXX	0	0.0025	0	0.0058	0	0.0090	0
51.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0005	0	0.0012	0	0.0020	0
52.		Commercial Mortgages - All Other .....	0	0	XXX	0	0.0420	0	0.0760	0	0.1200	0
In Process of Foreclosure:												
53.		Farm Mortgages .....	0	0	XXX	0	0.0000	0	0.1700	0	0.1700	0
54.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0000	0	0.0040	0	0.0040	0
55.		Residential Mortgages - All Other .....	0	0	XXX	0	0.0000	0	0.0130	0	0.0130	0
56.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0000	0	0.0040	0	0.0040	0
57.		Commercial Mortgages - All Other .....	1,066,153	0	XXX	1,066,153	0.0000	0	0.1700	181,246	0.1700	181,246
58.		Total Schedule B Mortgages (Sum of Lines 35 through 57)	5,715,553,143	0	XXX	5,715,553,143	XXX	9,082,109	XXX	35,820,836	XXX	46,479,224
59.		Schedule DA Mortgages	0	0	XXX	0	0.0030	0	0.0100	0	0.0130	0
60.		Total Mortgage Loans on Real Estate (Lines 58 + 59)	5,715,553,143	0	XXX	5,715,553,143	XXX	9,082,109	XXX	35,820,836	XXX	46,479,224

**ASSET VALUATION RESERVE**  
**BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS**  
**EQUITY AND OTHER INVESTED ASSET COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols. 4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
<b>COMMON STOCK</b>												
1.		Unaffiliated - Public .....	.0	XXX	XXX	.0	0.0000	.0	0.1300 (a)	.0	0.1300 (a)	.0
2.		Unaffiliated - Private .....	.0	XXX	XXX	.0	0.0000	.0	0.1600	.0	0.1600	.0
3.		Federal Home Loan Bank .....	29,187,300	XXX	XXX	29,187,300	0.0000	.0	0.0050	145,937	0.0080	233,498
4.		Affiliated - Life with AVR .....	.0	XXX	XXX	.0	0.0000	.0	0.0000	.0	0.0000	.0
Affiliated - Investment Subsidiary:												
5.		Fixed Income - Exempt Obligations .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
6.		Fixed Income - Highest Quality .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
7.		Fixed Income - High Quality .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
8.		Fixed Income - Medium Quality .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
9.		Fixed Income - Low Quality .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
10.		Fixed Income - Lower Quality .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
11.		Fixed Income - In/Near Default .....	.0	.0	.0	.0	XXX	.0	XXX	.0	XXX	.0
12.		Unaffiliated Common Stock - Public .....	.0	.0	.0	.0	0.0000	.0	0.1300 (a)	.0	0.1300 (a)	.0
13.		Unaffiliated Common Stock - Private .....	.0	.0	.0	.0	0.0000	.0	0.1600	.0	0.1600	.0
14.		Real Estate .....	.0	.0	.0	.0	0.0000 (b)	.0	0.0000 (b)	.0	0.0000 (b)	.0
15.		Affiliated - Certain Other (See SVO Purposes and Procedures Manual) .....	.0	XXX	XXX	.0	0.0000	.0	0.1300	.0	0.1300	.0
16.		Affiliated - All Other .....	.0	XXX	XXX	.0	0.0000	.0	0.1600	.0	0.1600	.0
17.		<b>Total Common Stock (Sum of Lines 1 through 16)</b>	<b>29,187,300</b>	<b>0</b>	<b>0</b>	<b>29,187,300</b>	<b>XXX</b>	<b>0</b>	<b>XXX</b>	<b>145,937</b>	<b>XXX</b>	<b>233,498</b>
<b>REAL ESTATE</b>												
18.		Home Office Property (General Account only) .....	44,642,530	.0	.0	44,642,530	0.0000	.0	0.0750	3,348,190	0.0750	3,348,190
19.		Investment Properties .....	2,323,831	.0	.0	2,323,831	0.0000	.0	0.0750	174,287	0.0750	174,287
20.		Properties Acquired in Satisfaction of Debt .....	.0	.0	.0	.0	0.0000	.0	0.1100	.0	0.1100	.0
21.		<b>Total Real Estate (Sum of Lines 18 through 20)</b>	<b>46,966,361</b>	<b>0</b>	<b>0</b>	<b>46,966,361</b>	<b>XXX</b>	<b>0</b>	<b>XXX</b>	<b>3,522,477</b>	<b>XXX</b>	<b>3,522,477</b>
<b>OTHER INVESTED ASSETS</b>												
<b>INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF BONDS</b>												
22.		Exempt Obligations .....	.0	XXX	XXX	.0	0.0000	.0	0.0000	.0	0.0000	.0
23.	1	Highest Quality .....	.0	XXX	XXX	.0	0.0004	.0	0.0023	.0	0.0030	.0
24.	2	High Quality .....	.0	XXX	XXX	.0	0.0019	.0	0.0058	.0	0.0090	.0
25.	3	Medium Quality .....	.0	XXX	XXX	.0	0.0093	.0	0.0230	.0	0.0340	.0
26.	4	Low Quality .....	.0	XXX	XXX	.0	0.0213	.0	0.0530	.0	0.0750	.0
27.	5	Lower Quality .....	.0	XXX	XXX	.0	0.0432	.0	0.1100	.0	0.1700	.0
28.	6	In or Near Default .....	.0	XXX	XXX	.0	0.0000	.0	0.2000	.0	0.2000	.0
29.		<b>Total with Bond Characteristics (Sum of Lines 22 through 28)</b>	<b>0</b>	<b>XXX</b>	<b>XXX</b>	<b>0</b>	<b>XXX</b>	<b>0</b>	<b>XXX</b>	<b>0</b>	<b>XXX</b>	<b>0</b>

**ASSET VALUATION RESERVE (Continued)**  
**BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS**  
**EQUITY AND OTHER INVESTED ASSET COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols. 4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF PREFERRED STOCKS												
30.	1	Highest Quality .....	0	XXX	XXX	0	0.0004	0	0.0023	0	0.0030	0
31.	2	High Quality .....	0	XXX	XXX	0	0.0019	0	0.0058	0	0.0090	0
32.	3	Medium Quality .....	0	XXX	XXX	0	0.0093	0	0.0230	0	0.0340	0
33.	4	Low Quality .....	0	XXX	XXX	0	0.0213	0	0.0530	0	0.0750	0
34.	5	Lower Quality .....	0	XXX	XXX	0	0.0432	0	0.1100	0	0.1700	0
35.	6	In or Near Default .....	0	XXX	XXX	0	0.0000	0	0.2000	0	0.2000	0
36.		Affiliated Life with AVR .....	0	XXX	XXX	0	0.0000	0	0.0000	0	0.0000	0
37.		Total with Preferred Stock Characteristics (Sum of Lines 30 through 36)	0	XXX	XXX	0	XXX	0	XXX	0	XXX	0
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF MORTGAGE LOANS												
In Good Standing Affiliated:												
38.		Mortgages - CM1 - Highest Quality .....	0	0	XXX	0	0.0010	0	0.0050	0	0.0065	0
39.		Mortgages - CM2 - High Quality .....	0	0	XXX	0	0.0035	0	0.0100	0	0.0130	0
40.		Mortgages - CM3 - Medium Quality .....	0	0	XXX	0	0.0060	0	0.0175	0	0.0225	0
41.		Mortgages - CM4 - Low Medium Quality .....	0	0	XXX	0	0.0105	0	0.0300	0	0.0375	0
42.		Mortgages - CM5 - Low Quality .....	0	0	XXX	0	0.0160	0	0.0425	0	0.0550	0
43.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0003	0	0.0006	0	0.0010	0
44.		Residential Mortgages - All Other .....	0	XXX	XXX	0	0.0013	0	0.0030	0	0.0040	0
45.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0003	0	0.0006	0	0.0010	0
Overdue, Not in Process Affiliated:												
46.		Farm Mortgages .....	0	0	XXX	0	0.0420	0	0.0760	0	0.1200	0
47.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0005	0	0.0012	0	0.0020	0
48.		Residential Mortgages - All Other .....	0	0	XXX	0	0.0025	0	0.0058	0	0.0090	0
49.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0005	0	0.0012	0	0.0020	0
50.		Commercial Mortgages - All Other .....	0	0	XXX	0	0.0420	0	0.0760	0	0.1200	0
In Process of Foreclosure Affiliated:												
51.		Farm Mortgages .....	0	0	XXX	0	0.0000	0	0.1700	0	0.1700	0
52.		Residential Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0000	0	0.0040	0	0.0040	0
53.		Residential Mortgages - All Other .....	0	0	XXX	0	0.0000	0	0.0130	0	0.0130	0
54.		Commercial Mortgages - Insured or Guaranteed .....	0	0	XXX	0	0.0000	0	0.0040	0	0.0040	0
55.		Commercial Mortgages - All Other .....	0	0	XXX	0	0.0000	0	0.1700	0	0.1700	0
56.		Total Affiliated (Sum of Lines 38 through 55)	0	0	XXX	0	XXX	0	XXX	0	XXX	0
57.		Unaffiliated - In Good Standing With Covenants .....	0	0	XXX	0	0.0000 (c)	0	0.0000 (c)	0	0.0000 (c)	0
58.		Unaffiliated - In Good Standing Defeased With Government Securities .....	0	0	XXX	0	0.0010	0	0.0050	0	0.0065	0
59.		Unaffiliated - In Good Standing Primarily Senior .....	0	0	XXX	0	0.0035	0	0.0010	0	0.0130	0
60.		Unaffiliated - In Good Standing All Other .....	0	0	XXX	0	0.0060	0	0.0175	0	0.0225	0
61.		Unaffiliated - Overdue, Not in Process .....	0	0	XXX	0	0.0420	0	0.0760	0	0.1200	0
62.		Unaffiliated - In Process of Foreclosure .....	0	0	XXX	0	0.0000	0	0.1700	0	0.1700	0
63.		Total Unaffiliated (Sum of Lines 57 through 62)	0	0	XXX	0	XXX	0	XXX	0	XXX	0
64.		Total with Mortgage Loan Characteristics (Lines 56 + 63)	0	0	XXX	0	XXX	0	XXX	0	XXX	0

**ASSET VALUATION RESERVE (Continued)**  
**BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS**  
**EQUITY AND OTHER INVESTED ASSET COMPONENT**

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Cols. 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Cols. 4 x 5)	7 Factor	8 Amount (Cols. 4 x 7)	9 Factor	10 Amount (Cols. 4 x 9)
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF COMMON STOCK												
65.		Unaffiliated Public .....	.0	XXX	XXX	.0	0.0000	.0	0.1300 (a)	.0	0.1300 (a)	.0
66.		Unaffiliated Private .....	.0	XXX	XXX	.0	0.0000	.0	0.1600	.0	0.1600	.0
67.		Affiliated Life with AVR .....	.0	XXX	XXX	.0	0.0000	.0	0.0000	.0	0.0000	.0
68.		Affiliated Certain Other (See SVO Purposes & Procedures Manual) .....	.0	XXX	XXX	.0	0.0000	.0	0.1300	.0	0.1300	.0
69.		Affiliated Other - All Other .....	0	XXX	XXX	0	0.0000	0	0.1600	0	0.1600	0
70.		Total with Common Stock Characteristics (Sum of Lines 65 through 69)	0	XXX	XXX	0	XXX	0	XXX	0	XXX	0
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF REAL ESTATE												
71.		Home Office Property (General Account only) .....	.0	.0	.0	.0	0.0000	.0	0.0750	.0	0.0750	.0
72.		Investment Properties .....	.0	.0	.0	.0	0.0000	.0	0.0750	.0	0.0750	.0
73.		Properties Acquired in Satisfaction of Debt .....	0	0	0	0	0.0000	0	0.1100	0	0.1100	0
74.		Total with Real Estate Characteristics (Sum of Lines 71 through 73)	0	0	0	0	XXX	0	XXX	0	XXX	0
LOW INCOME HOUSING TAX CREDIT INVESTMENTS												
75.		Guaranteed Federal Low Income Housing Tax Credit .....	16,414,971	.0	.0	16,414,971	0.0003	4,924	0.0006	9,849	0.0010	16,415
76.		Non-guaranteed Federal Low Income Housing Tax Credit .....	184,499,124	.0	.0	184,499,124	0.0063	1,162,344	0.0120	2,213,989	0.0190	3,505,483
77.		Guaranteed State Low Income Housing Tax Credit .....	.0	.0	.0	.0	0.0003	.0	0.0006	.0	0.0010	.0
78.		Non-guaranteed State Low Income Housing Tax Credit .....	2,340,080	.0	.0	2,340,080	0.0063	14,743	0.0120	28,081	0.0190	44,462
79.		All Other Low Income Housing Tax Credit .....	0	0	0	0	0.0273	0	0.0600	0	0.0975	0
80.		Total LIHTC (Sum of Lines 75 through 79)	203,254,175	0	0	203,254,175	XXX	1,182,011	XXX	2,251,919	XXX	3,566,360
ALL OTHER INVESTMENTS												
81.		NAIC 1 Working Capital Finance Investments .....	.0	XXX	.0	.0	0.0000	.0	0.0037	.0	0.0037	.0
82.		NAIC 2 Working Capital Finance Investments .....	.0	XXX	.0	.0	0.0000	.0	0.0120	.0	0.0120	.0
83.		Other Invested Assets - Schedule BA .....	10	XXX	.0	10	0.0000	.0	0.1300	1	0.1300	1
84.		Other Short-Term Invested Assets - Schedule DA .....	0	XXX	0	0	0.0000	0	0.1300	0	0.1300	0
85.		Total All Other (Sum of Lines 81, 82, 83 and 84) .....	10	XXX	0	10	XXX	0	XXX	1	XXX	1
86.		Total Other Invested Assets - Schedules BA & DA (Sum of Lines 29, 37, 64, 70, 74, 80 and 85)	203,254,185	0	0	203,254,185	XXX	1,182,011	XXX	2,251,921	XXX	3,566,361

(a) Times the company's weighted average portfolio beta (Minimum .10, Maximum .20).  
 (b) Determined using the same factors and breakdowns used for directly owned real estate.  
 (c) This will be the factor associated with the risk category determined in the company generated worksheet.

**ASSET VALUATION RESERVE (Continued)**

**BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS REPLICATIONS (SYNTHETIC) ASSETS**

1 RSAT Number	2 Type	3 CUSIP	4 Description of Asset(s)	5 NAIC Designation or Other Description of Asset	6 Value of Asset	7 AVR Basic Contribution	8 AVR Reserve Objective	9 AVR Maximum Reserve
<b>NONE</b>								
0599999 - Total								

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE F**

Showing all claims for death losses and all other contract claims resisted or compromised during the year, and  
all claims for death losses and all other contract claims resisted December 31 of current year

1 Contract Numbers	2 Claim Numbers	3 State of Residence of Claimant	4 Year of Claim for Death or Disability	5 Amount Claimed	6 Amount Paid During the Year	7 Amount Resisted Dec. 31 of Current Year	8 Why Compromised or Resisted
645549	D49581	NM	2013	200,000	0	0	Policy exclusions
101770	D86454	CA	2015	20,000	0	0	Does not meet age requirement
648985	D94837	LA	2015	156,000	39,000	0	Partial EOI denial
906054	D94854	NJ	2015	30,000	0	0	Beneficiary designation
616832	D95482	CA	2015	50,000	0	0	Age reduction
604201	E13361	MO	2016	10,000	10,000	0	Beneficiary designation
159012	D94637	SC	2015	75,000	0	0	Partial EOI denial
139519	D75521	CA	2014	52,000	29,000	0	Beneficiary designation
645376	D72825	FL	2014	100,000	108,127	0	Eligible to receive
151750	E09263	CA	2016	210,000	446,282	0	Partial EOI denial
643157	C90207	MO	2011	17,000	0	0	Beneficiary designation
649738	D82328	AL	2015	70,000	0	0	Not eligible for full amount
630363	D95097	CA	2015	115,000	225,000	0	Active work requirement not met
647267	D97083	NC	2015	10,000	0	0	Not eligible
645751	D93302	VA	2015	44,000	44,000	0	Proof of loss
646890	E03760	AR	2015	5,000	0	0	Not eligible
647393	D98345	TN	2015	50,000	0	0	Policy exclusion
134969	D98071	CA	2015	20,000	20,000	0	EOI not provided
649107	E12644	CA	2016	300,000	250,000	0	Not insured
649317	E10836	VA	2016	297,000	264,000	0	Policy exclusion
648347	E11462	TN	2016	160,000	10,000	0	EOI not provided
645797	D98223	CO	2015	129,000	0	0	Policy exclusion
642661	D99340	FL	2015	72,000	72,000	0	Partial denial
750951	E09603	TX	2016	500,000	473,000	0	Partial denial
649397	E18334	IL	2016	691,000	415,000	0	Partial denial
637642	E02649	CA	2015	25,000	0	0	Active work requirement not met
160036	E09068	PA	2016	25,000	0	0	Active work requirement not met
645743	E15216	AZ	2016	8,000	2,000	0	Proof of loss
133922	E15920	AL	2016	8,050	0	0	Active work requirement not met
641747	E05565	TX	2016	100,000	0	0	EOI not provided
152325	E05044	NJ	2016	10,000	0	0	Not eligible
147169	E07337	SC	2016	20,000	13,000	0	Partial denial
644041	E00159	MN	2015	50,000	0	0	Outside policy limits
101770	E16452	CA	2016	150,000	0	0	EOI not provided
0399999. Death Claims - Group				3,779,050	2,420,409	0	XXX
0599999. Death Claims - Disposed Of				3,779,050	2,420,409	0	XXX
643197	D74115	AL	2014	50,000	0	0	Not a covered loss
617112	D78664	CO	2014	42,000	0	0	Policy exclusions
642067	B75397	IL	2007	12,000	2,500	0	Policy exclusion
645549	D88078	NM	2015	80,000	40,000	0	Not a covered loss
641718	D77388	FL	2014	39,000	30,535	0	Policy exclusion
645480	C59928	CA	2010	214,000	10,000	0	Policy exclusions
608088	D64039	MT	2014	200,000	385,451	0	Proof of Loss
649738	D82328	AL	2015	61,000	0	0	Not eligible for full amount
603361	D92213	TX	2015	15,000	0	0	Policy exclusion
648998	D94018	CO	2015	103,000	103,000	0	Proof of loss
753018	D96575	NV	2015	53,000	0	0	Policy exclusion
138642	E10155	FL	2015	20,000	20,000	0	Definition of loss
647267	E01596	VA	2015	40,272	0	0	Policy exclusion
160658	E10699	SD	2016	50,000	0	0	Policy exclusion
608088	E14143	MT	2016	500,000	0	0	Not a covered loss
649631	E04695	AL	2015	65,000	0	0	Policy exclusion
147800	E01412	UT	2013	10,000	0	0	Not eligible
156844	D91864	FL	2015	56,550	0	0	Policy exclusion
751542	E07798	MN	2016	440,000	0	0	Policy exclusion
752016	D91952	CA	2015	42,000	42,000	0	Policy exclusion
159870	E07158	VT	2016	5,000	0	0	Policy exclusion
0899999. Additional Accidental Death Benefits-Group				2,097,822	633,486	0	XXX
1099999. Additional Accidental Death Benefits Claims - Disposed Of				2,097,822	633,486	0	XXX
1599999. Disability Benefits Claims - Disposed Of				0	0	0	XXX
2099999. Matured Endowments Claims - Disposed Of				0	0	0	XXX
2599999. Annuities with Life Contingency Claims - Disposed Of				0	0	0	XXX
2699999. Claims Disposed of During Current Year				5,876,872	3,053,895	0	XXX
643621	B24436	LA	2005	125,000	0	85,000	Lower coverage amounts paid; increased coverage denied
148508	D12260	OR	2012	88,000	0	88,000	Beneficiary designation
642894	D73457	OK	2014	220,000	0	132,000	EOI not approved
645866	CY3983	CA	2013	300,000	0	300,000	Policy not in effect
647267	D21687	PA	2012	44,820	0	44,820	Beneficiary designation
609781	D73838	IA	2014	65,000	0	65,000	Beneficiary designation
647267	E14008	OK	2016	127,000	27,000	100,000	Partial denial
649317	E22164	VA	2016	117,000	0	117,000	Not eligible
752881	E15416	IN	2016	10,000	0	10,000	Not eligible
2999999. Death Claims - Group				1,096,820	27,000	941,820	XXX
3199999. Death Claims - Resisted				1,096,820	27,000	941,820	XXX
751983	D92166	AL	2015	500,000	100,000	100,000	Proof of loss
750951	E10790	TX	2016	200,000	0	200,000	Proof of loss
151973	E13406	VA	2016	168,000	158,000	10,000	Air bag denial
752584	E15693	WI	2016	70,000	0	70,000	Policy exclusion
160788	E07228	DC	2016	40,000	0	40,000	Policy exclusion
643129	E12139	MT	2016	150,000	0	150,000	Manner of death
753544	E13476	SC	2016	100,000	0	100,000	Manner of death
160461	E13754	OH	2016	40,000	0	40,000	Policy exclusion
3499999. Additional Accidental Death Benefits-Group				1,268,000	258,000	710,000	XXX
3699999. Additional Accidental Death Benefits Claims - Resisted				1,268,000	258,000	710,000	XXX
4199999. Disability Benefits Claims - Resisted				0	0	0	XXX

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE F**

Showing all claims for death losses and all other contract claims resisted or compromised during the year, and all claims for death losses and all other contract claims resisted December 31 of current year

1	2	3	4	5	6	7	8
Contract Numbers	Claim Numbers	State of Residence of Claimant	Year of Claim for Death or Disability	Amount Claimed	Amount Paid During the Year	Amount Resisted Dec. 31 of Current Year	Why Compromised or Resisted
4699999. Matured Endowments Claims - Resisted				0	0	0	XXX
5199999. Annuities with Life Contingencies Claims - Resisted				0	0	0	XXX
5299999. Claims Resisted During Current Year				2,364,820	285,000	1,651,820	XXX
5399999 - Totals				8,241,692	3,338,895	1,651,820	XXX



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT**

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts											
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other			
									9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %		
<b>PART 1. - ANALYSIS OF UNDERWRITING OPERATIONS</b>																				
1. Premiums written	1,353,452,375	XXX	1,165,379,401	XXX	0	XXX	0	XXX	147,100,981	XXX	40,971,993	XXX	0	XXX	0	XXX	0	XXX	0	XXX
2. Premiums earned	1,341,984,585	XXX	1,153,384,598	XXX	0	XXX	0	XXX	147,885,575	XXX	40,714,412	XXX	0	XXX	0	XXX	0	XXX	0	XXX
3. Incurred claims	1,050,922,618	78.3	932,156,282	80.8	0	0.0	0	0.0	96,463,869	65.2	22,302,468	54.8	0	0.0	0	0.0	0	0.0	0	0.0
4. Cost containment expenses	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
5. Incurred claims and cost containment expenses (Lines 3 and 4)	1,050,922,618	78.3	932,156,282	80.8	0	0.0	0	0.0	96,463,869	65.2	22,302,468	54.8	0	0.0	0	0.0	0	0.0	0	0.0
6. Increase in contract reserves	13,232,408	1.0	0	0.0	0	0.0	0	0.0	9,527,112	6.4	3,705,296	9.1	0	0.0	0	0.0	0	0.0	0	0.0
7. Commissions (a)	90,826,839	6.8	62,253,819	5.4	0	0.0	0	0.0	21,948,954	14.8	6,624,066	16.3	0	0.0	0	0.0	0	0.0	0	0.0
8. Other general insurance expenses	329,643,466	24.6	296,613,458	25.7	0	0.0	0	0.0	25,372,681	17.2	7,657,327	18.8	0	0.0	0	0.0	0	0.0	0	0.0
9. Taxes, licenses and fees	37,120,442	2.8	31,212,839	2.7	0	0.0	0	0.0	4,620,622	3.1	1,286,981	3.2	0	0.0	0	0.0	0	0.0	0	0.0
10. Total other expenses incurred	457,590,747	34.1	390,080,116	33.8	0	0.0	0	0.0	51,942,257	35.1	15,568,374	38.2	0	0.0	0	0.0	0	0.0	0	0.0
11. Aggregate write-ins for deductions	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
12. Gain from underwriting before dividends or refunds	(179,761,188)	(13.4)	(168,851,800)	(14.6)	0	0.0	0	0.0	(10,047,663)	(6.8)	(861,726)	(2.1)	0	0.0	0	0.0	0	0.0	0	0.0
13. Dividends or refunds	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
14. Gain from underwriting after dividends or refunds	(179,761,188)	(13.4)	(168,851,800)	(14.6)	0	0.0	0	0.0	(10,047,663)	(6.8)	(861,726)	(2.1)	0	0.0	0	0.0	0	0.0	0	0.0
<b>DETAILS OF WRITE-INS</b>																				
1101.	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
1102.																				
1103.																				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0

(a) Includes \$ 0 reported as "Contract, membership and other fees retained by agents."

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT (Continued)**

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
<b>PART 2. - RESERVES AND LIABILITIES</b>									
<b>A. Premium Reserves:</b>									
1. Unearned premiums .....	24,882,360	0	0	0	18,558,877	6,323,483	0	0	0
2. Advance premiums .....	7,839,344	6,021,069	0	0	1,548,790	269,485	0	0	0
3. Reserve for rate credits .....	28,749,660	28,749,660	0	0	0	0	0	0	0
4. Total premium reserves, current year .....	61,471,364	34,770,729	0	0	20,107,667	6,592,968	0	0	0
5. Total premium reserves, prior year .....	50,003,574	22,775,926	0	0	20,892,261	6,335,387	0	0	0
6. Increase in total premium reserves .....	11,467,790	11,994,803	0	0	(784,594)	257,581	0	0	0
<b>B. Contract Reserves:</b>									
1. Additional reserves (a) .....	209,843,610	0	0	0	170,029,716	39,813,894	0	0	0
2. Reserve for future contingent benefits .....	0	0	0	0	0	0	0	0	0
3. Total contract reserves, current year .....	209,843,610	0	0	0	170,029,716	39,813,894	0	0	0
4. Total contract reserves, prior year .....	196,611,202	0	0	0	160,502,604	36,108,598	0	0	0
5. Increase in contract reserves .....	13,232,408	0	0	0	9,527,112	3,705,296	0	0	0
<b>C. Claim Reserves and Liabilities:</b>									
1. Total current year .....	3,843,588,417	3,188,617,032	0	0	587,228,072	67,743,313	0	0	0
2. Total prior year .....	3,768,326,299	3,134,541,504	0	0	577,614,428	56,170,366	0	0	0
3. Increase .....	75,262,118	54,075,528	0	0	9,613,644	11,572,947	0	0	0

<b>PART 3. - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES</b>									
<b>1. Claims paid during the year:</b>									
1.1 On claims incurred prior to current year .....	696,027,485	601,624,232	0	0	84,521,074	9,882,179	0	0	0
1.2 On claims incurred during current year .....	279,633,015	276,456,522	0	0	2,329,151	847,342	0	0	0
<b>2. Claim reserves and liabilities, December 31, current year:</b>									
2.1 On claims incurred prior to current year .....	3,064,917,606	2,477,696,508	0	0	533,170,710	54,050,388	0	0	0
2.2 On claims incurred during current year .....	778,670,811	710,920,524	0	0	54,057,362	13,692,925	0	0	0
<b>3. Test:</b>									
3.1 Lines 1.1 and 2.1 .....	3,760,945,091	3,079,320,740	0	0	617,691,784	63,932,567	0	0	0
3.2 Claim reserves and liabilities, December 31, prior year .....	3,768,326,299	3,134,541,504	0	0	577,614,428	56,170,366	0	0	0
3.3 Line 3.1 minus Line 3.2 .....	(7,381,208)	(55,220,764)	0	0	40,077,356	7,762,201	0	0	0

<b>PART 4. - REINSURANCE</b>									
<b>A. Reinsurance Assumed:</b>									
1. Premiums written .....	93,031,111	62,486,421	0	0	30,487,402	57,288	0	0	0
2. Premiums earned .....	93,307,713	62,383,409	0	0	30,865,276	59,028	0	0	0
3. Incurred claims .....	97,878,127	48,239,407	0	0	49,632,919	5,801	0	0	0
4. Commissions .....	3,010,917	0	0	0	3,005,227	5,690	0	0	0
<b>B. Reinsurance Ceded:</b>									
1. Premiums written .....	183,745,130	120,678,840	0	0	46,956,445	16,109,845	0	0	0
2. Premiums earned .....	183,769,100	120,687,934	0	0	46,971,321	16,109,845	0	0	0
3. Incurred claims .....	92,054,182	60,583,819	0	0	27,234,762	4,235,601	0	0	0
4. Commissions .....	35,276,949	14,583,612	0	0	15,309,881	5,383,456	0	0	0

(a) Includes \$ .....0 premium deficiency reserve.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE H - PART 5 - HEALTH CLAIMS**

	1 Medical	2 Dental	3 Other	4 Total
<b>A. Direct:</b>				
1. Incurred Claims .....	0	96,665,643	948,433,033	1,045,098,676
2. Beginning Claim Reserves and Liabilities .....	0	6,025,463	3,105,104,026	3,111,129,489
3. Ending Claim Reserves and Liabilities .....	0	6,530,826	3,232,116,665	3,238,647,491
4. Claims Paid	0	96,160,280	821,420,394	917,580,674
<b>B. Assumed Reinsurance:</b>				
5. Incurred Claims.....	0	0	97,878,126	97,878,126
6. Beginning Claim Reserves and Liabilities .....	0	0	808,635,390	808,635,390
7. Ending Claim Reserves and Liabilities .....	0	0	772,750,922	772,750,922
8. Claims Paid	0	0	133,762,594	133,762,594
<b>C. Ceded Reinsurance:</b>				
9. Incurred Claims.....	0	24,503,412	67,550,769	92,054,181
10. Beginning Claim Reserves and Liabilities .....	0	3,305,097	159,774,434	163,079,531
11. Ending Claim Reserves and Liabilities .....	0	3,612,837	175,847,862	179,460,699
12. Claims Paid	0	24,195,672	51,477,341	75,673,013
<b>D. Net:</b>				
13. Incurred Claims.....	0	72,162,231	978,760,390	1,050,922,621
14. Beginning Claim Reserves and Liabilities .....	0	2,720,366	3,753,964,983	3,756,685,349
15. Ending Claim Reserves and Liabilities .....	0	2,917,989	3,829,019,725	3,831,937,714
16. Claims Paid	0	71,964,608	903,705,648	975,670,256
<b>E. Net Incurred Claims and Cost Containment Expenses:</b>				
17. Incurred Claims and Cost Containment Expenses .....	0	72,162,231	978,760,390	1,050,922,621
18. Beginning Reserves and Liabilities .....	0	2,720,366	3,753,964,982	3,756,685,348
19. Ending Reserves and Liabilities .....	0	2,917,989	3,829,019,725	3,831,937,714
20. Paid Claims and Cost Containment Expenses	0	71,964,608	903,705,647	975,670,255

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 1 - SECTION 1**

Reinsurance Assumed Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability Contingencies, and Related Benefits Listed by Reinsured Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Amount of In Force at End of Year	8 Reserve	9 Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
0399999. Total General Account - U.S. Affiliates						0	0	0	0	0	0
0699999. Total General Account - Non-U.S. Affiliates						0	0	0	0	0	0
0799999. Total General Account - Affiliates						0	0	0	0	0	0
69345	13-1624203	10/01/2002	TIAA-CREF Life Insurance Company	NY	CO/G	41,650,939	20,246,020	0	294,000	0	0
0899999. General Account - U.S. Non-Affiliates						41,650,939	20,246,020	0	294,000	0	0
1099999. Total General Account - Non-Affiliates						41,650,939	20,246,020	0	294,000	0	0
1199999. Total General Account						41,650,939	20,246,020	0	294,000	0	0
1499999. Total Separate Accounts - U.S. Affiliates						0	0	0	0	0	0
1799999. Total Separate Accounts - Non-U.S. Affiliates						0	0	0	0	0	0
1899999. Total Separate Accounts - Affiliates						0	0	0	0	0	0
2199999. Total Separate Accounts - Non-Affiliates						0	0	0	0	0	0
2299999. Total Separate Accounts						0	0	0	0	0	0
2399999. Total U.S. (Sum of 0399999, 0899999, 1499999 and 1999999)						41,650,939	20,246,020	0	294,000	0	0
2499999. Total Non-U.S. (Sum of 0699999, 0999999, 1799999 and 2099999)						0	0	0	0	0	0
9999999 - Totals						41,650,939	20,246,020	0	294,000	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 1 - SECTION 2**

Reinsurance Assumed Accident and Health Insurance Listed by Reinsured Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Premiums	8 Unearned Premiums	9 Reserve Liability Other Than for Unearned Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
0399999. Total - U.S. Affiliates						0	0	0	0	0	0
0699999. Total - Non-U.S. Affiliates						0	0	0	0	0	0
0799999. Total - Affiliates						0	0	0	0	0	0
66168	41-0417830	09/30/2000	Minnesota Mutual Life Insurance Company	MN	CO/L	30,613,251	3,457,347	462,832,861	5,135,279	0	0
00000	22-2327144	01/01/1987	Zimmermann Line-Slip Co.	NJ	OTH/G	0	0	0	453,934	0	0
67091	39-0509570	01/01/1988	Northwestern Mutual Life Ins. Co.	WI	OTH/G	62,383,409	0	224,335,991	4,973,013	0	0
69345	13-1624203	10/01/2002	TIAA-CREF Life Insurance Company	NY	CO/G	0	0	118,624,532	12,500	0	0
0899999. U.S. Non-Affiliates						92,996,660	3,457,347	805,793,384	10,574,726	0	0
1099999. Total - Non-Affiliates						92,996,660	3,457,347	805,793,384	10,574,726	0	0
1199999. Total U.S. (Sum of 0399999 and 0899999)						92,996,660	3,457,347	805,793,384	10,574,726	0	0
1299999. Total Non-U.S. (Sum of 0699999 and 0999999)						0	0	0	0	0	0
9999999 - Totals						92,996,660	3,457,347	805,793,384	10,574,726	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 2**

Reinsurance Recoverable on Paid and Unpaid Losses Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Paid Losses	7 Unpaid Losses
00000	46-5761825	09/30/2014	StanCap Insurance Company	OR	122,859,638	0
0199999. Life and Annuity - U.S. Affiliates - Captive					122,859,638	0
0399999. Total Life and Annuity - U.S. Affiliates					122,859,638	0
0699999. Total Life and Annuity - Non-U.S. Affiliates					0	0
0799999. Total Life and Annuity - Affiliates					122,859,638	0
93572	43-1235868	01/01/1997	RGA Reinsurance Company	MO	719,100	407,608
97071	13-3126819	07/01/2014	SCOR Global Life USA Reinsurance Company	KS	241,500	174,689
82627	06-0839705	07/01/1978	Swiss Re Life & Health	CT	0	0
82627	06-0839705	01/01/1997	Swiss Re Life & Health	CT	0	0
00000	AA-9995053	10/01/2001	Special Pooled Risk Administrators Inc.	NJ	66	0
0899999. Life and Annuity - U.S. Non-Affiliates					960,666	582,297
1099999. Total Life and Annuity - Non-Affiliates					960,666	582,297
1199999. Total Life and Annuity					123,820,304	582,297
00000	46-5761825	09/30/2014	StanCap Insurance Company	OR	5,438,612	0
1299999. Accident and Health - U.S. Affiliates - Captive					5,438,612	0
1499999. Total Accident and Health - U.S. Affiliates					5,438,612	0
1799999. Total Accident and Health - Non-U.S. Affiliates					0	0
1899999. Total Accident and Health - Affiliates					5,438,612	0
82627	06-0839705	07/01/1978	Swiss Re Life & Health	CT	104,934	0
93572	43-1235868	07/01/1994	RGA Reinsurance Company	MO	2,075,076	1,112,336
97071	13-3126819	07/01/2014	SCOR Global Life USA Reinsurance Company	KS	1,500	432,706
76694	23-2044256	06/26/2001	London Life Reinsurance Company	PA	31,342	0
66346	58-0828824	02/01/2000	Munich American Reassurance Company	GA	217,196	36,305
61301	47-0098400	06/01/2002	Ameritas Life Insurance Corp.	NE	2,295,289	2,140,591
66346	58-0828824	01/01/1999	Munich American Reassurance Company	GA	119,996	0
66346	58-0828824	11/01/2000	Munich American Reassurance Company	GA	372,843	0
66346	58-0828824	07/01/2005	Munich American Reassurance Company	GA	106,080	0
66346	58-0828824	07/01/2005	Munich American Reassurance Company	GA	266,360	0
66346	58-0828824	07/01/2001	Munich American Reassurance Company	GA	54,718	0
66346	58-0828824	06/01/1999	Munich American Reassurance Company	GA	25,236	0
67598	04-1768571	04/26/1974	Paul Revere Life	MA	29,434	0
66346	58-0828824	11/01/2010	Munich American Reassurance Company	GA	161,979	0
66346	58-0828824	11/01/2010	Munich American Reassurance Company	GA	27,240	0
66346	58-0828824	03/05/2013	Munich American Reassurance Company	GA	1,004	0
66346	58-0828824	10/01/2000	Munich American Reassurance Company	GA	73,506	0
66346	58-0828824	06/30/2002	Munich American Reassurance Company	GA	248,358	0
1999999. Accident and Health - U.S. Non-Affiliates					6,212,091	3,721,938
2199999. Total Accident and Health - Non-Affiliates					6,212,091	3,721,938
2299999. Total Accident and Health					11,650,703	3,721,938
2399999. Total U.S. (Sum of 0399999, 0899999, 1499999 and 1999999)					135,471,007	4,304,235
2499999. Total Non-U.S. (Sum of 0699999, 0999999, 1799999 and 2099999)					0	0
9999999 Totals - Life, Annuity and Accident and Health					135,471,007	4,304,235

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 3 - SECTION 1**

Reinsurance Ceded Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability Contingencies, and Related Benefits Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domi- ciliary Juris- diction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Amount in Force at End of Year	Reserve Credit Taken		11 Premiums	Outstanding Surplus Relief		14 Modified Coinsurance Reserve	15 Funds Withheld Under Coinsurance
								9 Current Year	10 Prior Year		12 Current Year	13 Prior Year		
0000	46-5761825	09/30/2014	StarCap Insurance Company	OR	CO/G	OL	336,322,427,111	0	0	662,997,073	0	0	0	0
0199999. General Account - Authorized U.S. Affiliates - Captive														
0399999. Total General Account - Authorized U.S. Affiliates							336,322,427,111	0	0	662,997,073	0	0	0	0
0699999. Total General Account - Authorized Non-U.S. Affiliates							0	0	0	0	0	0	0	0
0799999. Total General Account - Authorized Affiliates							336,322,427,111	0	0	662,997,073	0	0	0	0
16535	36-4233459	07/01/2015	Zurich American Insurance Company	NY	CAT/G	OL	0	0	0	116,593	0	0	0	0
37273	39-1338397	07/01/2015	AXIS Insurance Company	GA	CAT/G	OL	0	0	0	72,871	0	0	0	0
82627	06-0839705	07/01/1978	Swiss Re Life & Health	CT	YRT/G	OL	0	785,253	793,743	0	0	0	0	0
82627	06-0839705	01/01/1997	Swiss Re Life & Health	CT	YRT/G	OL	0	0	0	0	0	0	0	0
93572	43-1235868	01/01/1997	RGA Reinsurance Company	MO	YRT/G	OL	1,969,203,254	4,793,056	4,542,406	4,232,493	0	0	0	0
93572	43-1235868	01/01/1997	RGA Reinsurance Company	MO	YRT/I	OL	0	0	0	5,405	0	0	0	0
93572	43-1235868	07/01/2015	RGA Reinsurance Company	MO	CAT/G	OL	0	0	0	45,805	0	0	0	0
97071	13-3126819	07/01/2014	SCOR Global Life USA Reinsurance Company	KS	YRT/G	OL	843,944,252	648,302	434,106	1,842,796	0	0	0	0
97071	13-3126819	07/01/2014	SCOR Global Life USA Reinsurance Company	KS	YRT/I	OL	0	0	0	2,317	0	0	0	0
68136	63-0169720	01/01/2001	Protective Life	AL	CO/I	OL	2,227,175,687	739,181,767	744,604,415	38,102,655	0	0	0	0
0899999. General Account - Authorized U.S. Non-Affiliates							5,040,323,193	745,408,378	750,374,670	44,420,935	0	0	0	0
1099999. Total General Account - Authorized Non-Affiliates							5,040,323,193	745,408,378	750,374,670	44,420,935	0	0	0	0
1199999. Total General Account Authorized							341,362,750,304	745,408,378	750,374,670	707,418,008	0	0	0	0
1499999. Total General Account - Unauthorized U.S. Affiliates							0	0	0	0	0	0	0	0
1799999. Total General Account - Unauthorized Non-U.S. Affiliates							0	0	0	0	0	0	0	0
1899999. Total General Account - Unauthorized Affiliates							0	0	0	0	0	0	0	0
00000	AA-1126510	07/01/2015	Lloyd's Underwriter Syndicate No. 0510 KLN	GBR	CAT/G	OL	0	0	0	45,805	0	0	0	0
00000	AA-1126623	07/01/2015	Lloyd's Underwriter Syndicate No. 3623 AFB	GBR	CAT/G	OL	0	0	0	91,609	0	0	0	0
00000	AA-1126005	07/01/2015	Lloyd's Underwriter Syndicate No. 4000 PEM	GBR	CAT/G	OL	0	0	0	12,492	0	0	0	0
00000	AA-1120106	07/01/2015	Lloyd's Underwriter Syndicate No. 1969 APL	GBR	CAT/G	OL	0	0	0	1,562	0	0	0	0
00000	AA-1129000	07/01/2015	Markel o/b/o Lloyd's Underwriter Syndicate No. 3000 MKL	GBR	CAT/G	OL	0	0	0	20,820	0	0	0	0
00000	AA-1126006	07/01/2015	Lloyd's Underwriter Syndicate No. 4472 LIB	GBR	CAT/G	OL	0	0	0	72,871	0	0	0	0
00000	AA-1120090	07/01/2015	Lloyd's Underwriter Syndicate No. 4711 ASP	GBR	CAT/G	OL	0	0	0	29,148	0	0	0	0
00000	AA-1120048	07/01/2015	Lloyd's Underwriter Syndicate No. 5820 ANV (ex. No 5820 JUB)	GBR	CAT/G	OL	0	0	0	1,562	0	0	0	0
00000	AA-1127861	07/01/2015	Lloyd's Underwriter Syndicate No. 1861 ANV	GBR	CAT/G	OL	0	0	0	9,369	0	0	0	0
2099999. General Account - Unauthorized Non-U.S. Non-Affiliates							0	0	0	285,238	0	0	0	0
2199999. Total General Account - Unauthorized Non-Affiliates							0	0	0	285,238	0	0	0	0
2299999. Total General Account Unauthorized							0	0	0	285,238	0	0	0	0
2599999. Total General Account - Certified U.S. Affiliates							0	0	0	0	0	0	0	0
2899999. Total General Account - Certified Non-U.S. Affiliates							0	0	0	0	0	0	0	0
2999999. Total General Account - Certified Affiliates							0	0	0	0	0	0	0	0
3299999. Total General Account - Certified Non-Affiliates							0	0	0	0	0	0	0	0
3399999. Total General Account Certified							0	0	0	0	0	0	0	0
3499999. Total General Account Authorized, Unauthorized and Certified							341,362,750,304	745,408,378	750,374,670	707,703,246	0	0	0	0
3799999. Total Separate Accounts - Authorized U.S. Affiliates							0	0	0	0	0	0	0	0
4099999. Total Separate Accounts - Authorized Non-U.S. Affiliates							0	0	0	0	0	0	0	0
4199999. Total Separate Accounts - Authorized Affiliates							0	0	0	0	0	0	0	0
4499999. Total Separate Accounts - Authorized Non-Affiliates							0	0	0	0	0	0	0	0
4599999. Total Separate Accounts Authorized							0	0	0	0	0	0	0	0
4899999. Total Separate Accounts - Unauthorized U.S. Affiliates							0	0	0	0	0	0	0	0
5199999. Total Separate Accounts - Unauthorized Non-U.S. Affiliates							0	0	0	0	0	0	0	0
5299999. Total Separate Accounts - Unauthorized Affiliates							0	0	0	0	0	0	0	0
5599999. Total Separate Accounts - Unauthorized Non-Affiliates							0	0	0	0	0	0	0	0
5699999. Total Separate Accounts Unauthorized							0	0	0	0	0	0	0	0
5999999. Total Separate Accounts - Certified U.S. Affiliates							0	0	0	0	0	0	0	0
6299999. Total Separate Accounts - Certified Non-U.S. Affiliates							0	0	0	0	0	0	0	0
6399999. Total Separate Accounts - Certified Affiliates							0	0	0	0	0	0	0	0
6699999. Total Separate Accounts - Certified Non-Affiliates							0	0	0	0	0	0	0	0
6799999. Total Separate Accounts Certified							0	0	0	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 3 - SECTION 1**

Reinsurance Ceded Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability Contingencies, and Related Benefits Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domi- ciliary Juris- diction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Amount in Force at End of Year	Reserve Credit Taken		11 Premiums	Outstanding Surplus Relief		14 Modified Coinsurance Reserve	15 Funds Withheld Under Coinsurance	
								9 Current Year	10 Prior Year		12 Current Year	13 Prior Year			
6899999. Total Separate Accounts Authorized, Unauthorized and Certified								0	0	0	0	0	0	0	0
6999999. Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2599999, 3099999, 3799999, 4299999, 4899999, 5399999, 5999999 and 6499999)								341,362,750,304	745,408,378	750,374,670	707,418,008	0	0	0	0
7099999. Total Non-U.S. (Sum of 0699999, 0999999, 1799999, 2099999, 2899999, 3199999, 4099999, 4399999, 5199999, 5499999, 6299999 and 6599999)								0	0	0	285,238	0	0	0	0
9999999 - Totals								341,362,750,304	745,408,378	750,374,670	707,703,246	0	0	0	0



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 3 - SECTION 2**

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domi- ciliary Juris- diction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Premiums	9 Unearned Premiums (Estimated)	10 Reserve Credit Taken Other than for Unearned Premiums	Outstanding Surplus Relief		13 Modified Coinsurance Reserve	14 Funds Withheld Under Coinsurance
										11 Current Year	12 Prior Year		
00000	46-5761825	09/30/2014	StanCap Insurance Company	OR	GO/G	AD&D	63,220,318	0	0	0	0	0	0
0199999. General Account - Authorized U.S. Affiliates - Captive							63,220,318	0	0	0	0	0	0
0399999. Total General Account - Authorized U.S. Affiliates							63,220,318	0	0	0	0	0	0
0699999. Total General Account - Authorized Non-U.S. Affiliates							0	0	0	0	0	0	0
0799999. Total General Account - Authorized Affiliates							63,220,318	0	0	0	0	0	0
16535	36-4233459	07/01/2015	Zurich American Insurance Company	NY	CAT/G	AD&D	91,096	0	0	0	0	0	
37273	39-1338397	07/01/2015	AXIS Insurance Company	GA	CAT/G	AD&D	56,935	0	0	0	0	0	
61301	47-0098400	06/01/2002	Ameritas Life Insurance Corp.	NE	CO/G	D	40,036,127	0	82,262	0	0	0	
61301	47-0098400	06/01/2002	Ameritas Life Insurance Corp.	NE	CO/G	OH	6,736,469	0	30,401	0	0	0	
66346	58-0828824	02/01/2000	Munich American Reassurance Co.	GA	YRT/G	LTDI	1,422,327	0	4,170,891	0	0	0	
76694	23-2044256	06/26/2001	London Life Reinsurance Company	PA	YRT/G	LTDI	0	0	78,877	0	0	0	
82627	06-0839705	07/01/1978	Swiss Re Life & Health	CT	YRT/G	LTDI	0	0	573,998	0	0	0	
93572	43-1235868	07/01/1994	RGA Reinsurance Company	MO	YRT/G	LTDI	4,649,243	0	24,196,767	0	0	0	
93572	43-1235868	07/01/1994	RGA Reinsurance Company	MO	YRT/G	AD&D	2,951,737	0	0	0	0	0	
93572	43-1235868	07/01/2015	RGA Reinsurance Company	MO	CAT/G	AD&D	35,788	0	0	0	0	0	
97071	13-3126819	07/01/2014	SCOR Global Life USA Reinsurance Company	KS	YRT/G	AD&D	1,265,037	0	0	0	0	0	
66346	58-0828824	01/01/1999	Munich American Reassurance Company	GA	YRT/I	LTDI	2,659,045	0	11,241,871	0	0	0	
66346	58-0828824	06/01/1999	Munich American Reassurance Company	GA	CO/I	LTDI	670,165	229,227	2,795,194	0	0	0	
66346	58-0828824	11/01/2000	Munich American Reassurance Company	GA	CO/I	LTDI	13,857,135	4,508,504	62,927,123	0	0	0	
66346	58-0828824	07/01/2001	Munich American Reassurance Company	GA	CO/I	LTDI	898,639	308,219	4,740,868	0	0	0	
66346	58-0828824	07/01/2005	Munich American Reassurance Company	GA	CO/I	LTDI	16,152,492	5,304,875	53,128,975	0	0	0	
66346	58-0828824	07/01/2005	Munich American Reassurance Company	GA	CO/I	LTDI	8,095,954	2,741,028	16,031,321	0	0	0	
66346	58-0828824	11/01/2010	Munich American Reassurance Company	GA	CO/I	LTDI	14,924,974	4,303,396	14,682,021	0	0	0	
66346	58-0828824	11/01/2010	Munich American Reassurance Company	GA	CO/I	LTDI	3,665,491	914,118	2,257,462	0	0	0	
66346	58-0828824	03/05/2013	Munich American Reassurance Company	GA	CO/I	LTDI	722,652	163,222	55,987	0	0	0	
67598	04-1768571	04/26/1974	Paul Revere Life	MA	YRT/I	LTDI	0	0	1,423,302	0	0	0	
66346	58-0828824	10/01/2000	Munich American Reassurance Company	GA	CO/I	LTDI	1,419,742	623,871	9,047,908	0	0	0	
66346	58-0828824	06/30/2002	Munich American Reassurance Company	GA	YRT/I	LTDI	0	0	21,261,165	0	0	0	
0899999. General Account - Authorized U.S. Non-Affiliates							120,311,048	19,096,460	228,726,394	0	0	0	
1099999. Total General Account - Authorized Non-Affiliates							120,311,048	19,096,460	228,726,394	0	0	0	
1199999. Total General Account Authorized							183,531,366	19,096,460	228,726,394	0	0	0	
1499999. Total General Account - Unauthorized U.S. Affiliates							0	0	0	0	0	0	
1799999. Total General Account - Unauthorized Non-U.S. Affiliates							0	0	0	0	0	0	
1899999. Total General Account - Unauthorized Affiliates							0	0	0	0	0	0	
00000	AA-1126510	07/01/2015	Lloyd's Underwriter Syndicate No. 0510 KLN	GBR	CAT/G	AD&D	35,788	0	0	0	0	0	
00000	AA-1126623	07/01/2015	Lloyd's Underwriter Syndicate No. 3623 AFB	GBR	CAT/G	AD&D	71,575	0	0	0	0	0	
00000	AA-1126005	07/01/2015	Lloyd's Underwriter Syndicate No. 4000 PEM	GBR	CAT/G	AD&D	9,760	0	0	0	0	0	
00000	AA-1120106	07/01/2015	Lloyd's Underwriter Syndicate No. 1969 APL	GBR	CAT/G	AD&D	1,220	0	0	0	0	0	
00000	AA-1129000	07/01/2015	Markel o/b/o Lloyd's Underwriter Syndicate No. 3000 MKL	GBR	CAT/G	AD&D	16,267	0	0	0	0	0	
00000	AA-1126006	07/01/2015	Lloyd's Underwriter Syndicate No. 4472 LIB	GBR	CAT/G	AD&D	56,935	0	0	0	0	0	
00000	AA-1120090	07/01/2015	Lloyd's Underwriter Syndicate No. 4711 ASP	GBR	CAT/G	AD&D	22,774	0	0	0	0	0	
00000	AA-1120048	07/01/2015	Lloyd's Underwriter Syndicate No. 5820 ANV (ex. No 5820 JUB)	GBR	CAT/G	AD&D	1,220	0	0	0	0	0	
00000	AA-1127861	07/01/2015	Lloyd's Underwriter Syndicate No. 1861 ANV	GBR	CAT/G	AD&D	7,320	0	0	0	0	0	
2099999. General Account - Unauthorized Non-U.S. Non-Affiliates							222,859	0	0	0	0	0	
2199999. Total General Account - Unauthorized Non-Affiliates							222,859	0	0	0	0	0	
2299999. Total General Account Unauthorized							222,859	0	0	0	0	0	
2599999. Total General Account - Certified U.S. Affiliates							0	0	0	0	0	0	
2899999. Total General Account - Certified Non-U.S. Affiliates							0	0	0	0	0	0	
2999999. Total General Account - Certified Affiliates							0	0	0	0	0	0	
3299999. Total General Account - Certified Non-Affiliates							0	0	0	0	0	0	
3399999. Total General Account Certified							0	0	0	0	0	0	
3499999. Total General Account Authorized, Unauthorized and Certified							183,754,225	19,096,460	228,726,394	0	0	0	
3799999. Total Separate Accounts - Authorized U.S. Affiliates							0	0	0	0	0	0	
4099999. Total Separate Accounts - Authorized Non-U.S. Affiliates							0	0	0	0	0	0	
4199999. Total Separate Accounts - Authorized Affiliates							0	0	0	0	0	0	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 3 - SECTION 2**

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domi- ciliary Juris- diction	6 Type of Reinsurance Ceded	7 Type of Business Ceded	8 Premiums	9 Unearned Premiums (Estimated)	10 Reserve Credit Taken Other than for Unearned Premiums	Outstanding Surplus Relief		13 Modified Coinsurance Reserve	14 Funds Withheld Under Coinsurance
										11 Current Year	12 Prior Year		
4499999. Total Separate Accounts - Authorized Non-Affiliates							0	0	0	0	0	0	0
4599999. Total Separate Accounts Authorized							0	0	0	0	0	0	0
4899999. Total Separate Accounts - Unauthorized U.S. Affiliates							0	0	0	0	0	0	0
5199999. Total Separate Accounts - Unauthorized Non-U.S. Affiliates							0	0	0	0	0	0	0
5299999. Total Separate Accounts - Unauthorized Affiliates							0	0	0	0	0	0	0
5599999. Total Separate Accounts - Unauthorized Non-Affiliates							0	0	0	0	0	0	0
5699999. Total Separate Accounts Unauthorized							0	0	0	0	0	0	0
5999999. Total Separate Accounts - Certified U.S. Affiliates							0	0	0	0	0	0	0
6299999. Total Separate Accounts - Certified Non-U.S. Affiliates							0	0	0	0	0	0	0
6399999. Total Separate Accounts - Certified Affiliates							0	0	0	0	0	0	0
6699999. Total Separate Accounts - Certified Non-Affiliates							0	0	0	0	0	0	0
6799999. Total Separate Accounts Certified							0	0	0	0	0	0	0
6899999. Total Separate Accounts Authorized, Unauthorized and Certified							0	0	0	0	0	0	0
6999999. Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2599999, 3099999, 3799999, 4299999, 4899999, 5399999, 5999999 and 6499999)							183,531,366	19,096,460	228,726,394	0	0	0	0
7099999. Total Non-U.S. (Sum of 0699999, 0999999, 1799999, 2099999, 2899999, 3199999, 4099999, 4399999, 5199999, 5499999, 6299999 and 6599999)							222,859	0	0	0	0	0	0
9999999 - Totals							183,754,225	19,096,460	228,726,394	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 4**

Reinsurance Ceded to Unauthorized Companies

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Reserve Credit Taken	Paid and Unpaid Losses Recoverable (Debit)	Other Debits	Total (Cols.5+6+7)	Letters of Credit	Issuing or Confirming Bank Reference Number (a)	Trust Agreements	Funds Deposited by and Withheld from Reinsurers	Other	Miscellaneous Balances (Credit)	Sum of Cols. 9+11+12+13 +14 but not in Excess of Col. 8
0399999			Total General Account - Life and Annuity U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
0699999			Total General Account - Life and Annuity Non-U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
0799999			Total General Account - Life and Annuity Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
00000	AA-9995053	10/01/2001	Special Pooled Risk Administrators Inc.	0	66	0	66	0			0	0	0	0
0899999			General Account - Life and Annuity U.S. Non-Affiliates	0	66	0	66	0	XXX	0	0	0	0	0
00000	AA-1126510	07/01/2015	Lloyd's Underwriter Syndicate No. 0510 KLN	0	0	0	0	0			0	0	0	0
00000	AA-1127400	07/01/2015	Lloyd's Underwriter Syndicate No. 1400 DRE (Alterra)	0	0	0	0	0			0	0	0	0
00000	AA-1128001	07/01/2015	Lloyd's Underwriter Syndicate No. 2001 AML (Amlin)	0	0	0	0	0			0	0	0	0
00000	AA-1126623	07/01/2015	Lloyd's Underwriter Syndicate No. 3623 AFB	0	0	0	0	0			0	0	0	0
00000	AA-1126005	07/01/2015	Lloyd's Underwriter Syndicate No. 4000 PEM	0	0	0	0	0			0	0	0	0
00000	AA-1120106	07/01/2015	Lloyd's Underwriter Syndicate No. 1969 APL	0	0	0	0	0			0	0	0	0
00000	AA-1129000	07/01/2015	Markel o/b/o Lloyd's Underwriter Syndicate No. 3000 MKL	0	0	0	0	0			0	0	0	0
00000	AA-1126006	07/01/2015	Lloyd's Underwriter Syndicate No. 4472 LIB	0	0	0	0	0			0	0	0	0
00000	AA-1120090	07/01/2015	Lloyd's Underwriter Syndicate No. 4711 ASP	0	0	0	0	0			0	0	0	0
00000	AA-1120048	07/01/2015	Lloyd's Underwriter Syndicate No. 5820 ANV (ex. No 5820 JUB)	0	0	0	0	0			0	0	0	0
00000	AA-1127861	07/01/2015	Lloyd's Underwriter Syndicate No. 1861 ANV	0	0	0	0	0			0	0	0	0
0999999			General Account - Life and Annuity Non-U.S. Non-Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
1099999			Total General Account - Life and Annuity Non-Affiliates	0	66	0	66	0	XXX	0	0	0	0	0
1199999			Total General Account Life and Annuity	0	66	0	66	0	XXX	0	0	0	0	0
1499999			Total General Account - Accident and Health U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
1799999			Total General Account - Accident and Health Non-U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
1899999			Total General Account - Accident and Health Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
00000	AA-9995053	10/01/2001	Special Pooled Risk Administrators Inc.	0	0	0	0	0			0	0	0	0
1999999			General Account - Accident and Health U.S. Non-Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
00000	AA-1126510	07/01/2015	Lloyd's Underwriter Syndicate No. 0510 KLN	0	0	0	0	0			0	0	0	0
00000	AA-1127400	07/01/2015	Lloyd's Underwriter Syndicate No. 1400 DRE (Alterra)	0	0	0	0	0			0	0	0	0
00000	AA-1128001	07/01/2015	Lloyd's Underwriter Syndicate No. 2001 AML (Amlin)	0	0	0	0	0			0	0	0	0
00000	AA-1126623	07/01/2015	Lloyd's Underwriter Syndicate No. 3623 AFB	0	0	0	0	0			0	0	0	0
00000	AA-1126005	07/01/2015	Lloyd's Underwriter Syndicate No. 4000 PEM	0	0	0	0	0			0	0	0	0
00000	AA-1120106	07/01/2015	Lloyd's Underwriter Syndicate No. 1969 APL	0	0	0	0	0			0	0	0	0
00000	AA-1129000	07/01/2015	Markel o/b/o Lloyd's Underwriter Syndicate No. 3000 MKL	0	0	0	0	0			0	0	0	0
00000	AA-1126006	07/01/2015	Lloyd's Underwriter Syndicate No. 4472 LIB	0	0	0	0	0			0	0	0	0
00000	AA-1120090	07/01/2015	Lloyd's Underwriter Syndicate No. 4711 ASP	0	0	0	0	0			0	0	0	0
00000	AA-1120048	07/01/2015	Lloyd's Underwriter Syndicate No. 5820 ANV (ex. No 5820 JUB)	0	0	0	0	0			0	0	0	0
00000	AA-1127861	07/01/2015	Lloyd's Underwriter Syndicate No. 1861 ANV	0	0	0	0	0			0	0	0	0
2099999			General Account - Accident and Health Non-U.S. Non-Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
2199999			Total General Account - Accident and Health Non-Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
2299999			Total General Account Accident and Health	0	0	0	0	0	XXX	0	0	0	0	0
2399999			Total General Account	0	66	0	66	0	XXX	0	0	0	0	0
2699999			Total Separate Accounts - U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
2999999			Total Separate Accounts - Non-U.S. Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
3099999			Total Separate Accounts - Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
3399999			Total Separate Accounts - Non-Affiliates	0	0	0	0	0	XXX	0	0	0	0	0
3499999			Total Separate Accounts	0	0	0	0	0	XXX	0	0	0	0	0
3599999			Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2699999 and 3199999)	0	66	0	66	0	XXX	0	0	0	0	0
3699999			Total Non-U.S. (Sum of 0699999, 0999999, 1799999, 2099999, 2999999 and 3299999)	0	0	0	0	0	XXX	0	0	0	0	0
9999999			Totals	0	66	0	66	0	XXX	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

Issuing or Confirming Bank Reference Number	Letters of Credit Code	American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Letters of Credit Amount
<b>NONE</b>				

Schedule S - Part 5

**NONE**

Schedule S - Part 5 - Bank Footnote

**NONE**

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 6**

Five Year Exhibit of Reinsurance Ceded Business  
(000 OMITTED)

	1 2016	2 2015	3 2014	4 2013	5 2012
<b>A. OPERATIONS ITEMS</b>					
1. Premiums and annuity considerations for life and accident and health contracts .....	891,457	834,425	463,119	362,869	290,994
2. Commissions and reinsurance expense allowances .....	170,348	152,363	50,224	20,166	20,020
3. Contract claims .....	620,692	590,057	359,530	298,447	215,004
4. Surrender benefits and withdrawals for life contracts .....	0	0	0	0	0
5. Dividends to policyholders .....	0	0	0	0	0
6. Reserve adjustments on reinsurance ceded .....	0	0	0	0	0
7. Increase in aggregate reserve for life and accident and health contracts .....	18,641	16,077	(1,080)	23,528	24,019
<b>B. BALANCE SHEET ITEMS</b>					
8. Premiums and annuity considerations for life and accident and health contracts deferred and uncollected .....	195,551	186,115	175,006	14,304	14,877
9. Aggregate reserves for life and accident and health contracts .....	993,231	974,591	958,514	959,761	936,023
10. Liability for deposit-type contracts .....	0	0	0	0	0
11. Contract claims unpaid .....	13,236	9,886	13,885	10,794	11,371
12. Amounts recoverable on reinsurance .....	135,471	124,963	121,481	6,541	5,691
13. Experience rating refunds due or unpaid .....	0	0	0	0	1,615
14. Policyholders' dividends (not included in Line 10) .....	0	0	0	0	0
15. Commissions and reinsurance expense allowances due .....	2,103	1,731	2,724	3,198	2,730
16. Unauthorized reinsurance offset .....	0	0	1	76	0
17. Offset for reinsurance with Certified Reinsurers .....	0	0	0	0	0
<b>C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)</b>					
18. Funds deposited by and withheld from (F) .....	0	0	0	0	0
19. Letters of credit (L) .....	0	0	0	0	0
20. Trust agreements (T) .....	0	0	0	0	0
21. Other (O) .....	0	0	0	0	0
<b>D. REINSURANCE WITH CERTIFIED REINSURERS (DEPOSITS BY AND FUNDS WITHHELD FROM)</b>					
22. Multiple Beneficiary Trust .....	0	0	0	0	0
23. Funds deposited by and withheld from (F) .....	0	0	0	0	0
24. Letters of credit (L) .....	0	0	0	0	0
25. Trust agreements (T) .....	0	0	0	0	0
26. Other (O) .....	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE S - PART 7**

Restatement of Balance Sheet to Identify Net Credit for Ceded Reinsurance

	1 As Reported (net of ceded)	2 Restatement Adjustments	3 Restated (gross of ceded)
<b>ASSETS (Page 2, Col. 3)</b>			
1. Cash and invested assets (Line 12) .....	14,054,705,286	0	14,054,705,286
2. Reinsurance (Line 16) .....	172,045,193	(172,045,193)	0
3. Premiums and considerations (Line 15) .....	151,142,510	195,550,866	346,693,376
4. Net credit for ceded reinsurance .....	XXX	1,003,751,252	1,003,751,252
5. All other admitted assets (balance) .....	302,746,796	0	302,746,796
6. Total assets excluding Separate Accounts (Line 26) .....	14,680,639,785	1,027,256,925	15,707,896,710
7. Separate Account assets (Line 27) .....	7,111,499,191	0	7,111,499,191
8. Total assets (Line 28) .....	21,792,138,976	1,027,256,925	22,819,395,901
<b>LIABILITIES, CAPITAL AND SURPLUS (Page 3)</b>			
9. Contract reserves (Lines 1 and 2) .....	11,521,487,552	969,213,727	12,490,701,279
10. Liability for deposit-type contracts (Line 3) .....	1,122,644,841	24,017,503	1,146,662,344
11. Claim reserves (Line 4) .....	199,438,720	13,236,362	212,675,082
12. Policyholder dividends/reserves (Lines 5 through 7) .....	103,304	20,699,503	20,802,807
13. Premium & annuity considerations received in advance (Line 8) .....	10,578,155	89,896	10,668,051
14. Other contract liabilities (Line 9) .....	251,358,188	0	251,358,188
15. Reinsurance in unauthorized companies (Line 24.02 minus inset amount) .....	66	(66)	0
16. Funds held under reinsurance treaties with unauthorized reinsurers (Line 24.03 minus inset amount) .....	0	0	0
17. Reinsurance with Certified Reinsurers (Line 24.02 inset amount) .....	0	0	0
18. Funds held under reinsurance treaties with Certified Reinsurers (Line 24.03 inset amount) .....	0	0	0
19. All other liabilities (balance) .....	534,657,622	0	534,657,622
20. Total liabilities excluding Separate Accounts (Line 26) .....	13,640,268,447	1,027,256,925	14,667,525,372
21. Separate Account liabilities (Line 27) .....	7,111,499,191	0	7,111,499,191
22. Total liabilities (Line 28) .....	20,751,767,638	1,027,256,925	21,779,024,563
23. Capital & surplus (Line 38) .....	1,040,371,338	XXX	1,040,371,338
24. Total liabilities, capital & surplus (Line 39) .....	21,792,138,976	1,027,256,925	22,819,395,901
<b>NET CREDIT FOR CEDED REINSURANCE</b>			
25. Contract reserves .....	969,213,727		
26. Claim reserves .....	13,236,362		
27. Policyholder dividends/reserves .....	20,699,503		
28. Premium & annuity considerations received in advance .....	89,896		
29. Liability for deposit-type contracts .....	24,017,503		
30. Other contract liabilities .....	0		
31. Reinsurance ceded assets .....	172,045,193		
32. Other ceded reinsurance recoverables .....	0		
33. Total ceded reinsurance recoverables .....	1,199,302,184		
34. Premiums and considerations .....	195,550,866		
35. Reinsurance in unauthorized companies .....	66		
36. Funds held under reinsurance treaties with unauthorized reinsurers .....	0		
37. Reinsurance with Certified Reinsurers .....	0		
38. Funds held under reinsurance treaties with Certified Reinsurers .....	0		
39. Other ceded reinsurance payables/offsets .....	0		
40. Total ceded reinsurance payable/offsets .....	195,550,932		
41. Total net credit for ceded reinsurance .....	1,003,751,252		

**ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY**  
**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS**

Allocated by States and Territories

States, Etc.	1	Life Contracts		Direct Business Only			7	
		2	3	4	5	6		
								Life Insurance Premiums
Active Status						Deposit-Type Contracts		
1. Alabama	AL	L	13,930,442	8,552,705	15,713,778	13,595,320	51,792,245	16,209
2. Alaska	AK	L	1,427,044	1,017,004	1,328,432	15,683,504	19,455,984	143,039
3. Arizona	AZ	L	10,309,964	9,936,484	17,413,159	44,863,603	82,523,210	5,839,218
4. Arkansas	AR	L	13,827,333	233,363	10,510,465	3,632,712	28,203,871	0
5. California	CA	L	97,060,691	41,725,469	219,037,993	172,691,030	530,515,183	3,309,453
6. Colorado	CO	L	23,823,456	5,420,524	39,477,730	53,533,088	122,254,798	708,517
7. Connecticut	CT	L	10,188,090	8,191,948	22,362,781	10,588,965	51,331,783	9,634,007
8. Delaware	DE	L	1,120,137	2,293,237	2,473,464	5,695,124	11,581,962	149,873
9. District of Columbia	DC	L	16,706,331	0	15,749,906	5,822,972	38,279,209	0
10. Florida	FL	L	47,970,844	42,853,658	83,778,474	97,646,850	272,249,826	801,935
11. Georgia	GA	L	33,034,062	7,811,062	62,144,165	21,792,256	124,781,545	805,344
12. Hawaii	HI	L	2,086,192	3,045,757	2,196,126	2,330,773	9,658,848	458,993
13. Idaho	ID	L	18,574,502	3,095,662	13,737,612	21,597,083	57,004,859	103,990
14. Illinois	IL	L	19,117,817	23,866,589	41,710,665	30,358,987	115,054,059	669,161
15. Indiana	IN	L	11,710,460	11,561,572	18,726,991	45,812,779	87,811,801	1,212,722
16. Iowa	IA	L	11,338,211	4,051,174	15,383,045	3,120,084	33,892,515	127,438
17. Kansas	KS	L	13,010,475	1,575,947	9,460,950	6,982,568	31,029,941	771,113
18. Kentucky	KY	L	2,718,523	5,210,316	8,271,936	36,449,630	52,650,404	11,887
19. Louisiana	LA	L	11,646,822	5,957,037	17,246,335	52,043,182	86,893,377	1,067,418
20. Maine	ME	L	6,360,034	1,237,427	5,296,751	5,268,155	18,162,367	130,990
21. Maryland	MD	L	16,344,518	2,333,050	13,668,145	25,065,160	57,410,872	793,468
22. Massachusetts	MA	L	19,773,212	9,739,711	49,206,975	16,529,121	95,249,019	32,635,465
23. Michigan	MI	L	10,123,080	21,373,337	22,425,303	65,005,347	118,927,067	1,881,004
24. Minnesota	MN	L	31,242,710	15,530,242	49,256,863	20,370,155	116,399,971	400,209
25. Mississippi	MS	L	1,299,333	3,486,134	4,134,089	2,512,617	11,432,173	186,032
26. Missouri	MO	L	34,592,769	4,006,586	31,317,631	115,861,635	185,778,621	2,594,417
27. Montana	MT	L	5,619,695	1,773,720	4,178,574	733,505	12,305,494	0
28. Nebraska	NE	L	2,754,360	1,562,341	11,614,957	1,040,242	16,971,899	0
29. Nevada	NV	L	13,287,483	4,774,228	22,683,010	5,060,042	45,804,763	46,318
30. New Hampshire	NH	L	2,705,722	2,596,268	5,607,570	12,735,274	23,644,835	2,278,366
31. New Jersey	NJ	L	8,688,009	7,437,436	37,384,995	29,614,836	83,125,275	398,342
32. New Mexico	NM	L	23,879,088	7,552,957	8,904,551	5,535,106	45,871,701	554,055
33. New York	NY	N	1,586,670	0	4,301,976	100	5,888,746	0
34. North Carolina	NC	L	8,245,936	15,179,610	18,138,395	24,449,180	66,013,121	844,906
35. North Dakota	ND	L	1,910,867	4,867,084	5,100,336	1,308,854	13,187,141	0
36. Ohio	OH	L	20,322,493	22,771,364	24,953,972	119,454,538	187,502,367	1,930,100
37. Oklahoma	OK	L	9,186,730	3,274,588	7,981,680	67,131,595	87,574,594	118,069
38. Oregon	OR	L	49,388,627	15,959,831	82,986,632	258,206,809	406,541,899	3,931,387
39. Pennsylvania	PA	L	24,451,765	19,354,953	39,085,181	129,901,990	212,793,889	3,652,012
40. Rhode Island	RI	L	6,568,350	306,188	5,817,258	2,273,875	14,965,671	181,550
41. South Carolina	SC	L	11,133,042	3,668,389	22,002,536	11,903,310	48,707,277	0
42. South Dakota	SD	L	920,308	1,268,840	2,491,265	7,418,245	12,098,658	0
43. Tennessee	TN	L	13,059,114	8,371,167	19,832,654	14,599,714	55,862,648	0
44. Texas	TX	L	69,224,372	15,065,912	124,745,464	302,533,721	511,569,469	1,145,510
45. Utah	UT	L	3,315,934	2,978,524	14,319,363	78,848,682	99,462,503	0
46. Vermont	VT	L	2,940,472	158,334	7,290,614	8,231,718	18,621,137	0
47. Virginia	VA	L	22,536,762	8,609,342	38,140,646	54,083,867	123,370,617	395,461
48. Washington	WA	L	29,698,760	8,594,228	94,046,435	112,312,907	244,652,330	12,325,037
49. West Virginia	WV	L	1,023,606	1,523,648	6,627,062	8,663,909	17,837,355	0
50. Wisconsin	WI	L	11,134,142	13,608,304	23,147,153	23,424,833	71,314,432	832,598
51. Wyoming	WY	L	610,956	1,220,296	2,552,859	396,025	4,780,136	155,373
52. American Samoa	AS	N	0	0	0	0	0	0
53. Guam	GU	L	7,301,233	0	2,780,418	0	10,081,651	0
54. Puerto Rico	PR	L	60,332	0	90,456	0	150,789	0
55. U.S. Virgin Islands	VI	L	500	0	678,244	0	678,744	0
56. Northern Mariana Islands	MP	N	1,478	0	0	0	1,478	0
57. Canada	CAN	N	82,868	0	93,464	0	176,332	0
58. Aggregate Other Alien	OT	XXX	222,231	0	351,846	0	574,077	0
59. Subtotal	(a)	53	831,198,956	416,583,547	1,429,959,330	2,174,714,707	4,852,456,539	93,240,986
90. Reporting entity contributions for employee benefits plans	XXX		566,471	0	3,393,038	0	3,959,509	0
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX		16,246,068	0	0	0	16,246,068	0
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX		0	0	0	0	0	0
93. Premium or annuity considerations waived under disability or other contract provisions	XXX		207,196	0	0	0	207,196	0
94. Aggregate or other amounts not allocable by State	XXX		0	0	0	0	0	0
95. Totals (Direct Business)	XXX		848,218,691	416,583,547	1,433,352,368	2,174,714,707	4,872,869,312	93,240,986
96. Plus reinsurance assumed	XXX		0	0	92,889,201	0	92,889,201	0
97. Totals (All Business)	XXX		848,218,691	416,583,547	1,526,241,569	2,174,714,707	4,965,758,513	93,240,986
98. Less reinsurance ceded	XXX		701,697,648	0	181,775,916	0	883,473,564	0
99. Totals (All Business) less Reinsurance Ceded	XXX		146,521,043	416,583,547	(b) 1,344,465,653	2,174,714,707	4,082,284,949	93,240,986
DETAILS OF WRITE-INS								
58001. Other Alien	ZZZ	XXX	222,231	0	351,846	0	574,077	0
58002.		XXX						
58003.		XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX	0	0	0	0	0	0
58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)		XXX	222,231	0	351,846	0	574,077	0
9401.		XXX	0	0	0	0	0	0
9402.		XXX						
9403.		XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX	0	0	0	0	0	0
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)		XXX	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

Explanation of basis of allocation by states, etc., of premiums and annuity considerations

Individual insurance premiums, annuity and other considerations are allocated to the state to which the premium statements are mailed. Group insurance premiums (for groups with less than 500 lives) are allocated to the state to which the billing statements are mailed. For groups with 500 or more lives, insurance premiums are allocated among the states where the insureds reside or work, based upon data furnished by the policyholder.

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10.



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE T - PART 2  
INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN**

Allocated by States and Territories

			Direct Business Only					
			1	2	3	4	5	6
States, Etc.			Life (Group and Individual)	Annuities (Group and Individual)	Disability Income (Group and Individual)	Long-Term Care (Group and Individual)	Deposit-Type Contracts	Totals
1. Alabama	AL	13,930,442	8,552,705	14,502,588	0	16,209	37,001,945	
2. Alaska	AK	1,427,044	1,017,004	1,237,854	0	143,039	3,824,940	
3. Arizona	AZ	10,309,964	9,936,484	16,493,130	0	5,839,218	42,578,796	
4. Arkansas	AR	13,827,333	233,363	9,009,400	0	0	23,070,095	
5. California	CA	97,060,691	41,725,469	205,510,437	0	3,309,453	347,606,050	
6. Colorado	CO	23,823,456	5,420,524	36,655,361	0	708,517	66,607,858	
7. Connecticut	CT	10,188,090	8,191,948	21,446,758	0	9,634,007	49,460,804	
8. Delaware	DE	1,120,137	2,293,237	2,318,725	0	149,873	5,881,973	
9. District of Columbia	DC	16,706,331	0	14,818,285	0	0	31,524,616	
10. Florida	FL	47,970,844	42,853,658	78,161,566	0	801,935	169,788,004	
11. Georgia	GA	33,034,062	7,811,062	57,743,032	0	805,344	99,393,500	
12. Hawaii	HI	2,086,192	3,045,757	2,114,795	0	458,993	7,705,737	
13. Idaho	ID	18,574,502	3,095,662	11,910,927	0	103,990	33,685,081	
14. Illinois	IL	19,117,817	23,866,589	39,347,638	0	669,161	83,001,206	
15. Indiana	IN	11,710,460	11,561,572	17,771,409	0	1,212,722	42,256,163	
16. Iowa	IA	11,338,211	4,051,174	14,318,189	0	127,438	29,835,012	
17. Kansas	KS	13,010,475	1,575,947	8,679,950	0	771,113	24,037,485	
18. Kentucky	KY	2,718,523	5,210,316	7,256,105	0	11,887	15,196,830	
19. Louisiana	LA	11,646,822	5,957,037	16,259,995	0	1,067,418	34,931,272	
20. Maine	ME	6,360,034	1,237,427	4,945,312	0	130,990	12,673,763	
21. Maryland	MD	16,344,518	2,333,050	12,959,331	0	793,468	32,430,367	
22. Massachusetts	MA	19,773,212	9,739,711	47,605,280	0	32,635,465	109,753,668	
23. Michigan	MI	10,123,080	21,373,337	21,496,663	0	1,881,004	54,874,084	
24. Minnesota	MN	31,242,710	15,530,242	45,782,908	0	400,209	92,956,069	
25. Mississippi	MS	1,299,333	3,486,134	3,872,456	0	186,032	8,843,955	
26. Missouri	MO	34,592,769	4,006,586	29,224,680	0	2,594,417	70,418,452	
27. Montana	MT	5,619,695	1,773,720	3,271,290	0	0	10,664,705	
28. Nebraska	NE	2,754,360	1,562,341	10,487,826	0	0	14,804,527	
29. Nevada	NV	13,287,483	4,774,228	22,026,157	0	46,318	40,134,186	
30. New Hampshire	NH	2,705,722	2,596,268	5,403,859	0	2,278,366	12,984,216	
31. New Jersey	NJ	8,688,009	7,437,436	23,775,779	0	398,342	40,299,566	
32. New Mexico	NM	23,879,088	7,552,957	7,998,672	0	554,055	39,984,771	
33. New York	NY	1,586,670	0	4,266,983	0	0	5,853,653	
34. North Carolina	NC	8,245,936	15,179,610	16,648,672	0	844,906	40,919,124	
35. North Dakota	ND	1,910,867	4,867,084	4,880,065	0	0	11,658,016	
36. Ohio	OH	20,322,493	22,771,364	22,680,860	0	1,930,100	67,704,816	
37. Oklahoma	OK	9,186,730	3,274,588	6,975,438	0	118,069	19,554,826	
38. Oregon	OR	49,388,627	15,959,831	78,535,484	0	3,931,387	147,815,330	
39. Pennsylvania	PA	24,451,765	19,354,953	36,067,456	0	3,652,012	83,526,186	
40. Rhode Island	RI	6,568,350	306,188	5,536,820	0	181,550	12,592,908	
41. South Carolina	SC	11,133,042	3,668,389	20,609,991	0	0	35,411,422	
42. South Dakota	SD	920,308	1,268,840	2,317,231	0	0	4,506,380	
43. Tennessee	TN	13,059,114	8,371,167	18,266,941	0	0	39,697,222	
44. Texas	TX	69,224,372	15,065,912	115,802,751	0	1,145,510	201,238,545	
45. Utah	UT	3,315,934	2,978,524	13,906,196	0	0	20,200,653	
46. Vermont	VT	2,940,472	158,334	7,022,970	0	0	10,121,776	
47. Virginia	VA	22,536,762	8,609,342	36,174,735	0	395,461	67,716,300	
48. Washington	WA	29,698,760	8,594,228	91,405,699	0	12,325,037	142,023,724	
49. West Virginia	WV	1,023,606	1,523,648	6,539,391	0	0	9,086,645	
50. Wisconsin	WI	11,134,142	13,608,304	22,195,122	0	832,598	47,770,166	
51. Wyoming	WY	610,956	1,220,296	2,500,573	0	155,373	4,487,199	
52. American Samoa	AS	0	0	0	0	0	0	
53. Guam	GU	7,301,233	0	2,652,960	0	0	9,954,193	
54. Puerto Rico	PR	60,332	0	90,456	0	0	150,788	
55. U.S. Virgin Islands	VI	500	0	38,264	0	0	38,764	
56. Northern Mariana Islands	MP	1,478	0	0	0	0	1,478	
57. Canada	CAN	82,868	0	93,464	0	0	176,332	
58. Aggregate Other Alien	OT	222,231	0	351,846	0	0	574,077	
59. Total		831,198,956	416,583,547	1,329,966,727	0	93,240,986	2,670,990,216	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMEBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATION CHART**

<b>Company</b>	<b>FEIN</b>	<b>NAIC</b>	<b>LOCATION</b>	<b>Ownership</b>
Meiji Yasuda Life Insurance Company ("MY")			JPN	
StanCorp Financial Group, Inc. ("SFG")	93-1253576		OR	100.00% owned by MY
Standard Insurance Company	93-0242990	69019	OR	100.00% owned by SFG
The Standard Life Insurance Company of New York	13-4119477	89009	NY	100.00% owned by SFG
StanCap Insurance Company, Inc.	46-5761825		OR	100.00% owned by SFG
Standard Management, Inc. ("SM, Inc.")	93-0928203		OR	100.00% owned by SFG
Emerald Fuel LLC	27-2896556		OR	100.00% owned by SM, Inc.
Emerald Retail LLC	27-2896675		OR	100.00% owned by SM, Inc.
StanCorp Equities, Inc.	93-0930972		OR	100.00% owned by SFG
StanCorp Investment Advisers, Inc.	93-1296382		OR	100.00% owned by SFG
Standard Retirement Services, Inc.	25-1838406		OR	100.00% owned by SFG
StanCorp Mortgage Investors, LLC ("SMI")	93-1191029		OR	100.00% owned by SFG
StanCorp Mortgage Investors Pass-Through, LLC	26-1758088		OR	100.00% owned by SMI
StanCorp Real Estate, LLC ("SRE")	93-1191030		OR	100.00% owned by SFG
Stonemill Business Park, LLC	93-1289767		OR	100.00% owned by SRE
1381-1399 Florin Road LLC	45-3789788		OR	100.00% owned by SRE
1910 East Grand Avenue LLC	46-5473658		OR	26.01% owned by SRE
209 Front Street LLC	46-5460963		OR	90.20% owned by SRE
2406 S 24th Street LLC	81-1162709		OR	51.00% owned by SRE
Standard Insurance Company Continuing Health & Welfare Benefits Trust	93-1097066		OR	100.00% owned by SFG
Standard Insurance Company Employee Health & Welfare Benefits Trust	93-1097064		OR	100.00% owned by SFG
The Standard Charitable Foundation	20-3997125		OR	100.00% owned by SFG
Pacific Guardian Life Insurance Company, Limited	99-0108050	64343	HI	100.00% owned by MY
Meiji Yasuda America Incorporated	13-3378521		NY	100.00% owned by MY
Meiji Yasuda Europe Limited			GBR	100.00% owned by MY
Meiji Yasuda Asia Limited			HKG	100.00% owned by MY
Meiji Yasuda Realty USA Incorporated	51-0383916		NY	100.00% owned by MY
Founder Meiji Yasuda Life Insurance Co., Ltd.			CHN	29.20% owned by MY
PT AVRIST Assurance			IDN	29.90% owned by MY
TU Europa S.A.			POL	33.50% owned by MY
TUiR Warta S.A.			POL	24.30% owned by MY
Thai Life Insurance Public Company Limited			THA	15.00% owned by MY
Meiji Yasuda General Insurance Co., Ltd.			JPN	100.00% owned by MY
Meiji Yasuda Insurance Service Company, Limited			JPN	100.00% owned by MY
Meiji Yasuda Asset Management Company Ltd.			JPN	92.90% owned by MY

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMEBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATION CHART**

<b>Company</b>	<b>FEIN</b>	<b>NAIC</b>	<b>LOCATION</b>	<b>Ownership</b>
Meiji Yasuda Real Estate Management Company Limited			JPN	100.00% owned by MY
Meiji Yasuda Life Planning Center Company, Limited			JPN	100.00% owned by MY
Meiji Yasuda System Technology Company Limited			JPN	60.60% owned by MY
MYJ Co., Ltd.			JPN	100.00% owned by MY
Diamond Athletics, Ltd.			JPN	35.00% owned by MY
Meiji Yasuda Institute of Life and Wellness, Inc.			JPN	91.00% owned by MY
Sunvenus Tachikawa Company Limited			JPN	100.00% owned by MY
MST Insurance Service Co., Ltd.			JPN	16.10% owned by MY
Yasuda Enterprise Development Co., Ltd.			JPN	50.00% owned by MY
The Mitsubishi Asset Brains Company, Limited			JPN	25.00% owned by MY
Defined Contribution Plan Consulting of Japan Co., Ltd.			JPN	20.00% owned by MY
KSP COMMUNITY, Inc.			JPN	18.50% owned by MY
Japan Pension Service Co., Ltd.			JPN	39.70% owned by MY
Meiji Capital 9th Investment Partnership			JPN	100.00% owned by MY
RP Alpha Tokutei Mokuteki Kaisha			JPN	100.00% owned by MY
The Yasuda Enterprise Development IV, Limited Partnership			JPN	45.90% owned by MY
Meiji Yasuda Life Foundation of Health and Welfare			JPN	100.00% owned by MY
Meiji Yasuda Mental Health Foundation			JPN	100.00% owned by MY
The Meiji Yasuda Cultural Foundation			JPN	100.00% owned by MY
Meiji Yasuda Health Development Foundation			JPN	100.00% owned by MY

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
		.0000					Meiji Yasuda Life Insurance Company	JPN	UIP			0.000		.N	.1
1348	Meiji Yasuda Life Insurance Group	.0000	93-1253576				StanCorp Financial Group, Inc.	OR	UDP	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
1348	Meiji Yasuda Life Insurance Group	.69019	93-0242990				Standard Insurance Company	OR	RE	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
1348	Meiji Yasuda Life Insurance Group	.89009	13-4119477				The Standard Life Insurance Company of New York	NY	IA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	46-5761825				StanCap Insurance Company, Inc.	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-0928203				Standard Management, Inc.	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	27-2896556				Emerald Fuel LLC	OR	NIA	Standard Management, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	27-2896675				Emerald Retail LLC	OR	NIA	Standard Management, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-0930972				StanCorp Equities, Inc.	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1296382				StanCorp Investment Advisers, Inc.	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	25-1838406				Standard Retirement Services, Inc.	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1191029				StanCorp Mortgage Investors, LLC	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	26-1758088				StanCorp Mortgage Investors Pass-Through, LLC	OR	NIA	StanCorp Mortgage Investors, LLC	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1191030				StanCorp Real Estate, LLC	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1289767				Stonemill Business Park, LLC	OR	NIA	StanCorp Real Estate, LLC	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	45-3789788				1381-1399 Florin Road LLC	OR	NIA	StanCorp Real Estate, LLC	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	46-5473658				1910 East Grand Avenue LLC	OR	NIA	StanCorp Real Estate, LLC	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	46-5460963				209 Front Street LLC	OR	NIA	StanCorp Real Estate, LLC	Ownership	90.200	Meiji Yasuda Life Insurance Company	.N	
		.00000	81-1162709				2406 S 24th Street LLC	OR	NIA	StanCorp Real Estate, LLC	Ownership	51.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1097066				Standard Insurance Company Continuing Health & Welfare Benefits Trust	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	93-1097064				Standard Insurance Company Employee Health & Welfare Benefits Trust	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	20-3997125				The Standard Charitable Foundation	OR	NIA	StanCorp Financial Group, Inc.	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
1348	Meiji Yasuda Life Insurance Group	.64343	99-0108050				Pacific Guardian Life Insurance Company, Limited	HI	IA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	13-3378521				Meiji Yasuda America Incorporated	NY	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Europe Limited	GBR	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Asia Limited	HKG	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000	51-0383916				Meiji Yasuda Realty USA Incorporated	NY	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Founder Meiji Yasuda Life Insurance Co., Ltd.	CHN	IA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					PT AVRIST Assurance	IDN	IA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					TU Europa S.A.	POL	IA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					TUIR Warta S.A.	POL	IA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Thai Life Insurance Public Company Limited	THA	IA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda General Insurance Co., Ltd.	JPN	IA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Insurance Service Company, Limited	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Asset Management Company Ltd.	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	92.900	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Real Estate Management Company Limited	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Life Planning Center Company, Limited	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda System Technology Company Limited	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	60.600	Meiji Yasuda Life Insurance Company	.N	
		.00000					MYJ Co., Ltd.	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Diamond Athletics, Ltd.	JPN	NIA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Meiji Yasuda Institute of Life and Wellness, Inc.	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	91.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					Sunvenus Tachikawa Company Limited	JPN	NIA	Meiji Yasuda Life Insurance Company	Ownership	100.000	Meiji Yasuda Life Insurance Company	.N	
		.00000					MST Insurance Service Co., Ltd.	JPN	NIA	Meiji Yasuda Life Insurance Company	Influence	0.000	Meiji Yasuda Life Insurance Company	.N	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE Y**

**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
		.0000					Yasuda Enterprise Development Co., Ltd. ....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	50.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					The Mitsubishi Asset Brains Company, Limited	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Influence.....	0.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Defined Contribution Plan Consulting of Japan Co., Ltd. ....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Influence.....	0.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					KSP COMMUNITY, Inc. ....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Influence.....	0.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Japan Pension Service Co., Ltd. ....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Influence.....	0.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Meiji Capital 9th Investment Partnership ....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					RP Alpha Tokutei Mokuteki Kaisha .....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					The Yasuda Enterprise Development IV, Limited Partnership	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Influence.....	0.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Meiji Yasuda Life Foundation of Health and Welfare	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Meiji Yasuda Mental Health Foundation .....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					The Meiji Yasuda Cultural Foundation .....	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	
		.0000					Meiji Yasuda Health Development Foundation ...	JPN	NIA	Meiji Yasuda Life Insurance Company .....	Ownership.....	100.000	Meiji Yasuda Life Insurance Company .....	N	

Asterisk	Explanation
1	Meiji Yasuda Life Insurance Company is a mutual insurance company owned by its policyholders.

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE Y**

**PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
	93-1253576	StanCorp Financial Group, Inc.	227,900,000	6,503,735	0	0	(4,511,063)	0		0	229,892,672	0
69019	93-0242990	Standard Insurance Company	(179,000,000)	23,046,265	(1,660,056,482)	0	62,076,394	0		0	(1,753,933,823)	128,298,250
89009	13-4119477	The Standard Life Insurance Company of New York	0	0	(34,314,526)	0	(7,591,352)	0		0	(41,905,878)	0
	46-5761825	StanCap Insurance Company, Inc.	(22,000,000)	0	(26,933,630)	0	100,000	0		0	(48,833,630)	(128,298,250)
	93-1191029	StanCorp Mortgage Investors, LLC	(24,000,000)	0	1,740,302,456	0	(7,897,024)	0		0	1,708,405,432	0
	93-1191030	StanCorp Real Estate, LLC	0	(8,700,000)	(3,512,619)	0	(485,566)	0		0	(12,698,185)	0
	93-1296382	StanCorp Investment Advisers, Inc.	(2,900,000)	(9,850,000)	0	0	(996,494)	0		0	(13,746,494)	0
	25-1838406	Standard Retirement Services, Inc.	0	(11,000,000)	0	0	(26,722,350)	0		0	(37,722,350)	0
	93-0928203	Standard Management, Inc.	0	0	0	0	(9,176,171)	0		0	(9,176,171)	0
	93-0930972	StanCorp Equities, Inc.	0	0	0	0	(4,796,374)	0		0	(4,796,374)	0
64343	99-0108050	Pacific Guardian Life Insurance Company, Limited	0	0	(15,485,199)	0	0	0		0	(15,485,199)	0
9999999 Control Totals			0	0	0	0	0	0	XXX	0	0	0

## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED 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.

	<u>Responses</u>
<b>MARCH FILING</b>	
1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? .....	YES
2. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? .....	YES
3. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? .....	YES
4. Will an actuarial opinion be filed by March 1? .....	YES
<b>APRIL FILING</b>	
5. Will Management's Discussion and Analysis be filed by April 1? .....	YES
6. Will the Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1? .....	YES
7. Will the Adjustment Form (if required) be filed with the state of domicile and the NAIC by April 1? .....	YES
8. Will the Supplemental Investment Risks Interrogatories be filed by April 1? .....	YES
<b>JUNE FILING</b>	
9. Will an audited financial report be filed by June 1? .....	YES
10. Will Accountant's Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? .....	YES
<b>AUGUST FILING</b>	
11. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1? .....	YES

The following supplemental reports are required to be filed as part of your annual 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.

<b>MARCH FILING</b>	
12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? .....	NO
13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? .....	NO
14. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? .....	NO
15. Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? .....	SEE EXPLANATION
16. Will the actuarial opinion on non-guaranteed elements as required in interrogatory #3 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? .....	YES
17. Will the actuarial opinion on X-Factors be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
18. Will the actuarial opinion on Separate Accounts Funding Guaranteed Minimum Benefit be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
19. Will the actuarial opinion on Synthetic Guaranteed Investment Contracts be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
20. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
21. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? .....	YES
22. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
23. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
24. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO
25. Will the C-3 RBC Certifications required under C-3 Phase I be filed with the state of domicile and electronically with the NAIC by March 1? .....	YES
26. Will the C-3 RBC Certifications required under C-3 Phase II be filed with the state of domicile and electronically with the NAIC by March 1? .....	NO

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

- 27. Will the Actuarial Certifications Related to Annuity Nonforfeiture Ongoing Compliance for Equity Indexed Annuities be filed with the state of domicile and electronically with the NAIC by March 1? ..... YES
- 28. Will the actuarial opinion required by the Modified Guaranteed Annuity Model Regulation be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 29. Will the Actuarial Certifications Related to Hedging required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 30. Will the Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 31. Will the Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 32. Will the Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 33. Will the Actuarial Certification regarding the use of 2001 Preferred Class Tables required by the Model Regulation Permitting the Recognition of Preferred Mortality Tables for Use in Determining Minimum Reserve Liabilities be filed with the state of domicile and electronically with the NAIC by March 1? ..... NO
- 34. Will the Worker's Compensation Carve-Out Supplement be filed by March 1? ..... NO
- 35. Will Supplemental Schedule O be filed with the state of domicile and the NAIC by March 1? ..... YES
- 36. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? ..... NO
- 37. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? ..... NO
- 38. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? ..... NO
- 39. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? ..... NO
- 40. Will the confidential Regulatory Asset Adequacy Issues Summary (RAAIS) required by Actuarial Opinion and Memorandum Regulation (Model 822), Section 7A(5) be filed with the state of domicile by March 15? ..... YES

**APRIL FILING**

- 41. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? ..... NO
- 42. Will the Interest-Sensitive Life Insurance Products Report Forms be filed with the state of domicile and the NAIC by April 1? ..... YES
- 43. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? ..... NO
- 44. Will the Accident and Health Policy Experience Exhibit be filed by April 1? ..... YES
- 45. Will the Analysis of Annuity Operations by Lines of Business be filed with the state of domicile and the NAIC by April 1? ..... YES
- 46. Will the Analysis of Increase in Annuity Reserves During the Year be filed with the state of domicile and the NAIC by April 1? ..... YES
- 47. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? ..... NO
- 48. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? ..... NO
- 49. Will the confidential Actuarial Memorandum required by Actuarial Guideline XXXVIII 8D be filed with the state of domicile by April 30? ..... NO
- 50. Will the Supplemental XXX/AXXX Reinsurance Exhibit be filed with the state of domicile and the NAIC by April 1? ..... NO

**AUGUST FILING**

- 51. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? ..... YES

Explanations:

- 12.
- 13.
- 14.
- 15. See Attachment to Exhibit 5 - Interrogatories 1 & 2
- 17.
- 18.
- 19.
- 20.
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Bar Codes:

- 12. SIS Stockholder Information Supplement [Document Identifier 420]



- 13. Medicare Supplement Insurance Experience Exhibit [Document Identifier 360]



- 14. Trusteed Surplus Statement [Document Identifier 490]



- 17. Actuarial Opinion on X-Factors [Document Identifier 442]



- 18. Actuarial Opinion on Separate Accounts Funding Guaranteed Minimum Benefit [Document Identifier 443]



- 19. Actuarial Opinion on Synthetic Guaranteed Investment Contracts [Document Identifier 444]
























- 20. Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 445]





**SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES**

22.	Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI [Document Identifier 447]	 6 9 0 1 9 2 0 1 6 4 4 7 0 0 0 0 0
23.	Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI [Document Identifier 448]	 6 9 0 1 9 2 0 1 6 4 4 8 0 0 0 0 0
24.	Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) [Document Identifier 449]	 6 9 0 1 9 2 0 1 6 4 4 9 0 0 0 0 0
26.	C-3 RBC Certifications Required Under C-3 Phase II [Document Identifier 451]	 6 9 0 1 9 2 0 1 6 4 5 1 0 0 0 0 0
28.	Modified Guaranteed Annuity Model Regulation [Document Identifier 453]	 6 9 0 1 9 2 0 1 6 4 5 3 0 0 0 0 0
29.	Actuarial Certifications Related to Hedging required by Actuarial Guideline XLIII [Document Identifier 436]	 6 9 0 1 9 2 0 1 6 4 3 6 0 0 0 0 0
30.	Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII [Document Identifier 437]	 6 9 0 1 9 2 0 1 6 4 3 7 0 0 0 0 0
31.	Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII [Document Identifier 438]	 6 9 0 1 9 2 0 1 6 4 3 8 0 0 0 0 0
32.	Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII [Document Identifier 439]	 6 9 0 1 9 2 0 1 6 4 3 9 0 0 0 0 0
33.	Actuarial Certification regarding the use of 2001 Preferred Class Tables required by the Model Regulation Permitting the Recognition of Preferred Mortality Tables for Use in Determining Minimum Reserve Liabilities [Document Identifier 454]	 6 9 0 1 9 2 0 1 6 4 5 4 0 0 0 0 0
34.	Workers' Compensation Carve-Out Supplement [Document Identifier 495]	 6 9 0 1 9 2 0 1 6 4 9 5 0 0 0 0 0
36.	Medicare Part D Coverage Supplement [Document Identifier 365]	 6 9 0 1 9 2 0 1 6 3 6 5 0 0 0 0 0
37.	Relief from the five-year rotation requirement for lead audit partner [Document Identifier 224]	 6 9 0 1 9 2 0 1 6 2 2 4 0 0 0 0 0
38.	Relief from the one-year cooling off period for independent CPA [Document Identifier 225]	 6 9 0 1 9 2 0 1 6 2 2 5 0 0 0 0 0
39.	Relief from the Requirements for Audit Committees [Document Identifier 226]	 6 9 0 1 9 2 0 1 6 2 2 6 0 0 0 0 0
41.	Long-Term Care Experience Reporting Forms [Document Identifier 306]	 6 9 0 1 9 2 0 1 6 3 0 6 0 0 0 0 0
43.	Credit Insurance Experience Exhibit [Document Identifier 230]	 6 9 0 1 9 2 0 1 6 2 3 0 0 0 0 0 0
47.	Supplemental Health Care Exhibit (Parts 1, 2 and 3) [Document Identifier 216]	 6 9 0 1 9 2 0 1 6 2 1 6 0 0 0 0 0
48.	Supplemental Health Care Exhibit's Expense Allocation Report [Document Identifier 217]	 6 9 0 1 9 2 0 1 6 2 1 7 0 0 0 0 0
49.	Actuarial Memorandum Required by Actuarial Guideline XXXVIII 8D [Document Identifier 435]	 6 9 0 1 9 2 0 1 6 4 3 5 0 0 0 0 0
50.	Supplemental XXX/AXXX Reinsurance Exhibit [Document Identifier 345]	 6 9 0 1 9 2 0 1 6 3 4 5 0 0 0 0 0

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**OVERFLOW PAGE FOR WRITE-INS**

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. Funds held for escheatment .....	1,902,089	1,217,746
2505. Guaranty association assessments .....	340,000	255,000
2506. Other miscellaneous .....	0	626
2597. Summary of remaining write-ins for Line 25 from overflow page	2,242,089	1,473,372

Additional Write-ins for Exhibit of Net Investment Income Line 15

	2 Earned During Year
1504. Interest Expense - FHLB Advances .....	8,587,560
1597. Summary of remaining write-ins for Line 15 from overflow page	8,587,560

Additional Write-ins for Exhibit of Nonadmitted Assets Line 25

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
2504. Overfunded plan assets .....	0	(3,308,838)	(3,308,838)
2597. Summary of remaining write-ins for Line 25 from overflow page	0	(3,308,838)	(3,308,838)

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SUMMARY INVESTMENT SCHEDULE**

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities	20,107,767	0.143	20,107,767	0	20,107,767	0.143
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies	6,577,793	0.047	6,577,793	0	6,577,793	0.047
1.22 Issued by U.S. government sponsored agencies	152,444,892	1.085	152,444,892	0	152,444,892	1.085
1.3 Non-U.S. government (including Canada, excluding mortgaged-backed securities)	49,297,502	0.351	49,297,502	0	49,297,502	0.351
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	224,276,722	1.596	224,276,722	0	224,276,722	1.596
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	0	0.000	0	0	0	0.000
1.43 Revenue and assessment obligations	0	0.000	0	0	0	0.000
1.44 Industrial development and similar obligations	0	0.000	0	0	0	0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA	0	0.000	0	0	0	0.000
1.512 Issued or guaranteed by FNMA and FHLMC	4,299,409	0.031	4,299,409	0	4,299,409	0.031
1.513 All other	14,105,075	0.100	14,105,075	0	14,105,075	0.100
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	0	0.000	0	0	0	0.000
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521	0	0.000	0	0	0	0.000
1.523 All other	0	0.000	0	0	0	0.000
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	5,466,336,435	38.893	5,466,336,435	0	5,466,336,435	38.893
2.2 Unaffiliated non-U.S. securities (including Canada)	1,912,844,481	13.610	1,912,844,481	0	1,912,844,481	13.610
2.3 Affiliated securities	0	0.000	0	0	0	0.000
3. Equity interests:						
3.1 Investments in mutual funds	0	0.000	0	0	0	0.000
3.2 Preferred stocks:						
3.21 Affiliated	0	0.000	0	0	0	0.000
3.22 Unaffiliated	2,100,000	0.015	2,100,000	0	2,100,000	0.015
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated	0	0.000	0	0	0	0.000
3.32 Unaffiliated	29,187,300	0.208	29,187,300	0	29,187,300	0.208
3.4 Other equity securities:						
3.41 Affiliated	0	0.000	0	0	0	0.000
3.42 Unaffiliated	0	0.000	0	0	0	0.000
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated	0	0.000	0	0	0	0.000
3.52 Unaffiliated	0	0.000	0	0	0	0.000
4. Mortgage loans:						
4.1 Construction and land development	0	0.000	0	0	0	0.000
4.2 Agricultural	0	0.000	0	0	0	0.000
4.3 Single family residential properties	134,269	0.001	134,269	0	134,269	0.001
4.4 Multifamily residential properties	0	0.000	0	0	0	0.000
4.5 Commercial loans	5,715,418,874	40.666	5,715,418,874	0	5,715,418,874	40.666
4.6 Mezzanine real estate loans	0	0.000	0	0	0	0.000
5. Real estate investments:						
5.1 Property occupied by company	44,642,530	0.318	44,642,530	0	44,642,530	0.318
5.2 Property held for production of income (including \$ 0 of property acquired in satisfaction of debt)	2,323,831	0.017	2,323,831	0	2,323,831	0.017
5.3 Property held for sale (including \$ 0 property acquired in satisfaction of debt)	0	0.000	0	0	0	0.000
6. Contract loans	2,404,473	0.017	2,404,473	0	2,404,473	0.017
7. Derivatives	20,383,713	0.145	20,383,713	0	20,383,713	0.145
8. Receivables for securities	105,676,162	0.752	105,676,162	0	105,676,162	0.752
9. Securities Lending (Line 10, Asset Page reinvested collateral)	0	0.000	0	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	78,889,873	0.561	78,889,873	0	78,889,873	0.561
11. Other invested assets	203,254,185	1.446	203,254,185	0	203,254,185	1.446
12. Total invested assets	14,054,705,286	100.000	14,054,705,286	0	14,054,705,286	100.000

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE A - VERIFICATION BETWEEN YEARS**

Real Estate

1.	Book/adjusted carrying value, December 31 of prior year .....	32,179,454
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 6) .....	0
2.2	Additional investment made after acquisition (Part 2, Column 9) .....	17,493,001
		17,493,001
3.	Current year change in encumbrances:	
3.1	Totals, Part 1, Column 13 .....	0
3.2	Totals, Part 3, Column 11 .....	0
		0
4.	Total gain (loss) on disposals, Part 3, Column 18 .....	(43,987)
5.	Deduct amounts received on disposals, Part 3, Column 15 .....	0
6.	Total foreign exchange change in book/adjusted carrying value:	
6.1	Totals, Part 1, Column 15 .....	0
6.2	Totals, Part 3, Column 13 .....	0
		0
7.	Deduct current year's other than temporary impairment recognized:	
7.1	Totals, Part 1, Column 12 .....	0
7.2	Totals, Part 3, Column 10 .....	0
		0
8.	Deduct current year's depreciation:	
8.1	Totals, Part 1, Column 11 .....	2,646,003
8.2	Totals, Part 3, Column 9 .....	16,104
		2,662,107
9.	Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	46,966,361
10.	Deduct total nonadmitted amounts .....	0
11.	Statement value at end of current period (Line 9 minus Line 10) .....	46,966,361

**SCHEDULE B - VERIFICATION BETWEEN YEARS**

Mortgage Loans

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year .....	5,319,515,877
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 7) .....	1,688,212,325
2.2	Additional investment made after acquisition (Part 2, Column 8) .....	54,635,477
		1,742,847,802
3.	Capitalized deferred interest and other:	
3.1	Totals, Part 1, Column 12 .....	0
3.2	Totals, Part 3, Column 11 .....	553,589
		553,589
4.	Accrual of discount .....	12,216
5.	Unrealized valuation increase (decrease):	
5.1	Totals, Part 1, Column 9 .....	0
5.2	Totals, Part 3, Column 8 .....	0
		0
6.	Total gain (loss) on disposals, Part 3, Column 18 .....	(11,288,847)
7.	Deduct amounts received on disposals, Part 3, Column 15 .....	1,328,961,609
8.	Deduct amortization of premium and mortgage interest points and commitment fees .....	5,087
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest:	
9.1	Totals, Part 1, Column 13 .....	0
9.2	Totals, Part 3, Column 13 .....	0
		0
10.	Deduct current year's other than temporary impairment recognized:	
10.1	Totals, Part 1, Column 11 .....	0
10.2	Totals, Part 3, Column 10 .....	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) .....	5,722,673,942
12.	Total valuation allowance .....	(7,120,799)
13.	Subtotal (Line 11 plus 12) .....	5,715,553,143
14.	Deduct total nonadmitted amounts .....	0
15.	Statement value of mortgages owned at end of current period (Line 13 minus Line 14) .....	5,715,553,143

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE BA - VERIFICATION BETWEEN YEARS**

Other Long-Term Invested Assets

1.	Book/adjusted carrying value, December 31 of prior year .....	206,485,588
2.	Cost of acquired:	
2.1	Actual cost at time of acquisition (Part 2, Column 8) .....	5,469,312
2.2	Additional investment made after acquisition (Part 2, Column 9) .....	37,775,751
		43,245,063
3.	Capitalized deferred interest and other:	
3.1	Totals, Part 1, Column 16 .....	0
3.2	Totals, Part 3, Column 12 .....	0
		0
4.	Accrual of discount .....	0
5.	Unrealized valuation increase (decrease):	
5.1	Totals, Part 1, Column 13 .....	(938,789)
5.2	Totals, Part 3, Column 9 .....	0
		(938,789)
6.	Total gain (loss) on disposals, Part 3, Column 19 .....	0
7.	Deduct amounts received on disposals, Part 3, Column 16 .....	26,255
8.	Deduct amortization of premium and depreciation .....	40,690,765
9.	Total foreign exchange change in book/adjusted carrying value:	
9.1	Totals, Part 1, Column 17 .....	0
9.2	Totals, Part 3, Column 14 .....	0
		0
10.	Deduct current year's other than temporary impairment recognized:	
10.1	Totals, Part 1, Column 15 .....	4,820,657
10.2	Totals, Part 3, Column 11 .....	0
		4,820,657
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	203,254,185
12.	Deduct total nonadmitted amounts .....	0
13.	Statement value at end of current period (Line 11 minus Line 12) .....	203,254,185

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year .....	7,457,170,870
2.	Cost of bonds and stocks acquired, Part 3, Column 7 .....	1,573,926,632
3.	Accrual of discount .....	5,091,451
4.	Unrealized valuation increase (decrease):	
4.1	Part 1, Column 12 .....	0
4.2	Part 2, Section 1, Column 15 .....	0
4.3	Part 2, Section 2, Column 13 .....	0
4.4	Part 4, Column 11 .....	267,180
		267,180
5.	Total gain (loss) on disposals, Part 4, Column 19 .....	9,096,774
6.	Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 .....	1,126,129,418
7.	Deduct amortization of premium .....	26,043,234
8.	Total foreign exchange change in book/adjusted carrying value:	
8.1	Part 1, Column 15 .....	0
8.2	Part 2, Section 1, Column 19 .....	0
8.3	Part 2, Section 2, Column 16 .....	0
8.4	Part 4, Column 15 .....	0
		0
9.	Deduct current year's other than temporary impairment recognized:	
9.1	Part 1, Column 14 .....	4,479,896
9.2	Part 2, Section 1, Column 17 .....	0
9.3	Part 2, Section 2, Column 14 .....	0
9.4	Part 4, Column 13 .....	7,322,983
		11,802,879
10.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	7,881,577,376
11.	Deduct total nonadmitted amounts .....	0
12.	Statement value at end of current period (Line 10 minus Line 11) .....	7,881,577,376

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - SUMMARY BY COUNTRY**

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
<b>BONDS</b>					
Governments (Including all obligations guaranteed by governments)	1. United States .....	26,685,559	26,073,685	26,716,176	26,627,793
	2. Canada .....	29,302,230	30,019,776	30,113,650	28,355,000
	3. Other Countries	19,995,273	22,857,532	20,920,587	19,095,000
	4. Totals	75,983,062	78,950,993	77,750,413	74,077,793
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	224,276,721	229,151,056	225,483,089	221,971,792
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	0	0	0	0
U.S. Special Revenue and Special Assessment Obligations and all Non- Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions	7. Totals	170,849,378	194,475,524	176,290,504	166,026,508
Industrial and Miscellaneous, SVO Identified Funds and Hybrid Securities (unaffiliated)	8. United States .....	5,466,336,434	5,632,287,510	5,529,647,344	5,418,899,849
	9. Canada .....	299,711,208	305,590,973	301,514,185	298,098,336
	10. Other Countries	1,613,133,273	1,630,917,677	1,623,424,488	1,598,527,439
	11. Totals	7,379,180,915	7,568,796,160	7,454,586,017	7,315,525,624
Parent, Subsidiaries and Affiliates	12. Totals	0	0	0	0
	13. Total Bonds	7,850,290,076	8,071,373,733	7,934,110,023	7,777,601,717
<b>PREFERRED STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	14. United States .....	2,100,000	1,980,000	2,100,000	
	15. Canada .....	0	0	0	
	16. Other Countries	0	0	0	
	17. Totals	2,100,000	1,980,000	2,100,000	
Parent, Subsidiaries and Affiliates	18. Totals	0	0	0	
	19. Total Preferred Stocks	2,100,000	1,980,000	2,100,000	
<b>COMMON STOCKS</b>					
Industrial and Miscellaneous (unaffiliated)	20. United States .....	29,187,300	29,187,300	29,187,300	
	21. Canada .....	0	0	0	
	22. Other Countries	0	0	0	
	23. Totals	29,187,300	29,187,300	29,187,300	
Parent, Subsidiaries and Affiliates	24. Totals	0	0	0	
	25. Total Common Stocks	29,187,300	29,187,300	29,187,300	
	26. Total Stocks	31,287,300	31,167,300	31,287,300	
	27. Total Bonds and Stocks	7,881,577,376	8,102,541,033	7,965,397,323	

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 1**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>1. U.S. Governments</b>												
1.1 NAIC 1	0	15,058,222	11,627,338	0	0	XXX	26,685,560	0.3	14,560,331	0.2	26,685,560	0
1.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.7 Totals	0	15,058,222	11,627,338	0	0	XXX	26,685,560	0.3	14,560,331	0.2	26,685,560	0
<b>2. All Other Governments</b>												
2.1 NAIC 1	11,752,424	16,694,068	17,394,302	0	3,456,708	XXX	49,297,502	0.6	71,700,938	1.0	30,745,462	18,552,040
2.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.7 Totals	11,752,424	16,694,068	17,394,302	0	3,456,708	XXX	49,297,502	0.6	71,700,938	1.0	30,745,462	18,552,040
<b>3. U.S. States, Territories and Possessions etc., Guaranteed</b>												
3.1 NAIC 1	12,261,677	50,591,481	79,258,407	52,269,458	27,225,699	XXX	221,606,722	2.8	163,544,534	2.2	219,606,722	2,000,000
3.2 NAIC 2	0	0	0	2,670,000	0	XXX	2,670,000	0.0	0	0.0	2,670,000	0
3.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.7 Totals	12,261,677	50,591,481	79,258,407	54,939,458	27,225,699	XXX	224,276,722	2.9	163,544,534	2.2	222,276,722	2,000,000
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>												
4.1 NAIC 1	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations, etc., Non-Guaranteed</b>												
5.1 NAIC 1	55,417,796	30,071,794	16,292,742	60,526,801	8,540,244	XXX	170,849,377	2.2	201,008,914	2.7	168,327,105	2,522,272
5.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.7 Totals	55,417,796	30,071,794	16,292,742	60,526,801	8,540,244	XXX	170,849,377	2.2	201,008,914	2.7	168,327,105	2,522,272

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>6. Industrial &amp; Miscellaneous (Unaffiliated)</b>												
6.1 NAIC 1	571,229,533	1,523,330,215	1,423,570,061	315,667,949	379,752,849	XXX	4,213,550,607	53.7	3,893,487,939	52.3	3,441,399,805	772,150,802
6.2 NAIC 2	316,115,473	956,747,259	1,201,237,312	103,902,768	40,272,322	XXX	2,618,275,134	33.4	2,630,518,587	35.3	2,275,128,775	343,146,359
6.3 NAIC 3	9,923,681	131,696,471	174,347,925	15,361,954	1,379,414	XXX	332,709,445	4.2	296,335,067	4.0	218,286,165	114,423,280
6.4 NAIC 4	10,480,849	83,924,333	106,144,311	431,321	861,228	XXX	201,842,042	2.6	172,481,688	2.3	90,850,120	110,991,922
6.5 NAIC 5	0	8,803,507	3,171,985	0	0	XXX	11,975,492	0.2	6,011,257	0.1	8,471,680	3,503,812
6.6 NAIC 6	149,811	453,331	225,053	0	0	XXX	828,195	0.0	545,770	0.0	828,195	0
6.7 Totals	907,899,347	2,704,955,116	2,908,696,647	435,363,992	422,265,813	XXX	7,379,180,915	94.0	6,999,380,308	93.9	6,034,964,740	1,344,216,175
<b>7. Hybrid Securities</b>												
7.1 NAIC 1	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>												
8.1 NAIC 1	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.2 NAIC 2	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.3 NAIC 3	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.4 NAIC 4	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.5 NAIC 5	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.6 NAIC 6	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>9. SVO Identified Funds</b>												
9.1 NAIC 1	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.2 NAIC 2	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.3 NAIC 3	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.4 NAIC 4	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.5 NAIC 5	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.6 NAIC 6	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.7 Totals	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0

9015



ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 1 (Continued)**

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.7	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
<b>10. Total Bonds Current Year</b>												
10.1 NAIC 1	(d) 650,661,430	1,635,745,780	1,548,142,850	428,464,208	418,975,500	0	4,681,989,768	59.6	XXX	XXX	3,886,764,654	795,225,114
10.2 NAIC 2	(d) 316,115,473	956,747,259	1,201,237,312	106,572,768	40,272,322	0	2,620,945,134	33.4	XXX	XXX	2,277,798,775	343,146,359
10.3 NAIC 3	(d) 9,923,681	131,696,471	174,347,925	15,361,954	1,379,414	0	332,709,445	4.2	XXX	XXX	218,286,165	114,423,280
10.4 NAIC 4	(d) 10,480,849	83,924,333	106,144,311	431,321	861,228	0	201,842,042	2.6	XXX	XXX	90,850,120	110,991,922
10.5 NAIC 5	(d) 0	8,803,507	3,171,985	0	0	0	11,975,492	0.2	XXX	XXX	8,471,680	3,503,812
10.6 NAIC 6	(d) 149,811	453,331	225,053	0	0	0	828,195	0.0	XXX	XXX	828,195	0
10.7 Totals	987,331,244	2,817,370,681	3,033,269,436	550,830,251	461,488,464	0	(b) 7,850,290,076	100.0	XXX	XXX	6,482,999,589	1,367,290,487
10.8 Line 10.7 as a % of Col. 7	12.6	35.9	38.6	7.0	5.9	0.0	100.0	XXX	XXX	XXX	82.6	17.4
<b>11. Total Bonds Prior Year</b>												
11.1 NAIC 1	342,588,189	1,762,012,132	1,320,828,991	466,425,100	452,448,244	XXX	XXX	XXX	4,344,302,656	58.3	3,716,177,665	628,124,991
11.2 NAIC 2	217,931,518	929,552,333	1,328,786,411	109,326,626	44,921,699	XXX	XXX	XXX	2,630,518,587	35.3	2,313,753,038	316,765,549
11.3 NAIC 3	6,987,466	89,899,968	175,949,771	23,497,862	0	XXX	XXX	XXX	296,335,067	4.0	195,505,358	100,829,709
11.4 NAIC 4	253,973	67,942,261	101,005,306	2,418,936	861,212	XXX	XXX	XXX	172,481,688	2.3	62,368,119	110,113,569
11.5 NAIC 5	0	3,331,858	2,679,399	0	0	XXX	XXX	XXX	(c) 6,011,257	0.1	1,396,928	4,614,329
11.6 NAIC 6	0	545,770	0	0	0	XXX	XXX	XXX	(c) 545,770	0.0	545,770	0
11.7 Totals	567,761,146	2,853,284,322	2,929,249,878	601,668,524	498,231,155	XXX	XXX	XXX	(b) 7,450,195,025	100.0	6,289,746,878	1,160,448,147
11.8 Line 11.7 as a % of Col. 9	7.6	38.3	39.3	8.1	6.7	XXX	XXX	XXX	100.0	XXX	84.4	15.6
<b>12. Total Publicly Traded Bonds</b>												
12.1 NAIC 1	540,926,484	1,268,035,999	1,327,362,160	393,693,091	356,746,920	0	3,886,764,654	49.5	3,716,177,665	49.9	3,886,764,654	XXX
12.2 NAIC 2	248,266,052	867,433,647	1,039,206,288	89,300,969	33,591,819	0	2,277,798,775	29.0	2,313,753,038	31.1	2,277,798,775	XXX
12.3 NAIC 3	7,923,685	114,048,457	86,002,777	8,931,832	1,379,414	0	218,286,165	2.8	195,505,358	2.6	218,286,165	XXX
12.4 NAIC 4	10,193,837	26,041,093	53,322,641	431,321	861,228	0	90,850,120	1.2	62,368,119	0.8	90,850,120	XXX
12.5 NAIC 5	0	6,515,400	1,956,280	0	0	0	8,471,680	0.1	1,396,928	0.0	8,471,680	XXX
12.6 NAIC 6	149,811	453,331	225,053	0	0	0	828,195	0.0	545,770	0.0	828,195	XXX
12.7 Totals	807,459,869	2,282,527,927	2,508,075,199	492,357,213	392,579,381	0	6,482,999,589	82.6	6,289,746,878	84.4	6,482,999,589	XXX
12.8 Line 12.7 as a % of Col. 7	12.5	35.2	38.7	7.6	6.1	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 7, Section 10	10.3	29.1	31.9	6.3	5.0	0.0	82.6	XXX	XXX	XXX	82.6	XXX
<b>13. Total Privately Placed Bonds</b>												
13.1 NAIC 1	109,734,946	367,709,781	220,780,690	34,771,117	62,228,580	0	795,225,114	10.1	628,124,991	8.4	XXX	795,225,114
13.2 NAIC 2	67,849,421	89,313,612	162,031,024	17,271,799	6,680,503	0	343,146,359	4.4	316,765,549	4.3	XXX	343,146,359
13.3 NAIC 3	1,999,996	17,648,014	88,345,148	6,430,122	0	0	114,423,280	1.5	100,829,709	1.4	XXX	114,423,280
13.4 NAIC 4	287,012	57,883,240	52,821,670	0	0	0	110,991,922	1.4	110,113,569	1.5	XXX	110,991,922
13.5 NAIC 5	0	2,288,107	1,215,705	0	0	0	3,503,812	0.0	4,614,329	0.1	XXX	3,503,812
13.6 NAIC 6	0	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.7 Totals	179,871,375	534,842,754	525,194,237	58,473,038	68,909,083	0	1,367,290,487	17.4	1,160,448,147	15.6	XXX	1,367,290,487
13.8 Line 13.7 as a % of Col. 7	13.2	39.1	38.4	4.3	5.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 7, Section 10	2.3	6.8	6.7	0.7	0.9	0.0	17.4	XXX	XXX	XXX	XXX	17.4

(a) Includes \$ 1,367,290,487 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ 0 current year, \$ 0 prior year of bonds with Z designations and \$ 0, current year \$ 0 prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.

(c) Includes \$ 0 current year, \$ 0 prior year of bonds with 5\* designations and \$ 0, current year \$ 0 prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the (SVO) in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) Includes the following amount of 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.

S107

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.6	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
<b>1. U.S. Governments</b>												
1.1 Issuer Obligations	0	15,058,222	11,627,338	0	0	XXX	26,685,560	0.3	14,063,856	0.2	26,685,560	0
1.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	496,475	0.0	0	0
1.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
1.5 Totals	0	15,058,222	11,627,338	0	0	XXX	26,685,560	0.3	14,560,331	0.2	26,685,560	0
<b>2. All Other Governments</b>												
2.1 Issuer Obligations	11,752,424	16,694,068	17,394,302	0	3,456,708	XXX	49,297,502	0.6	71,700,938	1.0	30,745,462	18,552,040
2.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
2.5 Totals	11,752,424	16,694,068	17,394,302	0	3,456,708	XXX	49,297,502	0.6	71,700,938	1.0	30,745,462	18,552,040
<b>3. U.S. States, Territories and Possessions, Guaranteed</b>												
3.1 Issuer Obligations	12,261,677	50,591,481	79,258,407	54,939,458	27,225,699	XXX	224,276,722	2.9	163,544,534	2.2	222,276,722	2,000,000
3.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3.5 Totals	12,261,677	50,591,481	79,258,407	54,939,458	27,225,699	XXX	224,276,722	2.9	163,544,534	2.2	222,276,722	2,000,000
<b>4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed</b>												
4.1 Issuer Obligations	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
4.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>5. U.S. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed</b>												
5.1 Issuer Obligations	54,194,669	25,187,401	5,878,370	53,903,792	8,540,244	XXX	147,704,476	1.9	176,594,282	2.4	147,704,476	0
5.2 Residential Mortgage-Backed Securities	1,223,127	4,884,393	6,114,963	6,623,009	0	XXX	18,845,492	0.2	24,414,632	0.3	18,845,492	0
5.3 Commercial Mortgage-Backed Securities	0	0	4,299,409	0	0	XXX	4,299,409	0.1	0	0.0	1,777,137	2,522,272
5.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
5.5 Totals	55,417,796	30,071,794	16,292,742	60,526,801	8,540,244	XXX	170,849,377	2.2	201,008,914	2.7	168,327,105	2,522,272
<b>6. Industrial and Miscellaneous</b>												
6.1 Issuer Obligations	838,490,024	2,510,573,398	2,721,207,895	405,175,258	413,657,578	XXX	6,889,104,153	87.8	6,776,679,123	91.0	5,697,195,076	1,191,909,077
6.2 Residential Mortgage-Backed Securities	4,463,255	12,453,391	11,870,162	7,894,032	848,865	XXX	37,529,705	0.5	0	0.0	37,529,705	0
6.3 Commercial Mortgage-Backed Securities	30,331,969	28,085,473	75,724,766	6,784,169	4,980,369	XXX	145,906,746	1.9	0	0.0	78,967,065	66,939,681
6.4 Other Loan-Backed and Structured Securities	34,614,099	153,842,854	99,893,825	15,510,532	2,779,001	XXX	306,640,311	3.9	222,701,185	3.0	221,272,894	85,367,417
6.5 Totals	907,899,347	2,704,955,116	2,908,696,648	435,363,991	422,265,813	XXX	7,379,180,915	94.0	6,999,380,308	93.9	6,034,964,740	1,344,216,175
<b>7. Hybrid Securities</b>												
7.1 Issuer Obligations	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
7.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
<b>8. Parent, Subsidiaries and Affiliates</b>												
8.1 Issuer Obligations	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0

8018

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE D - PART 1A - SECTION 2 (Continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Col. 7 as a % of Line 10.6	9 Total from Col. 6 Prior Year	10 % From Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
<b>9. SVO Identified Funds</b>												
9.1 Exchange Traded Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.2 Bond Mutual Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
9.3 Totals	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
<b>10. Total Bonds Current Year</b>												
10.1 Issuer Obligations	916,698,794	2,618,104,570	2,835,366,312	514,018,508	452,880,229	XXX	7,337,068,413	93.5	XXX	XXX	6,124,607,296	1,212,461,117
10.2 Residential Mortgage-Backed Securities	5,686,382	17,337,784	17,985,125	14,517,041	848,865	XXX	56,375,197	0.7	XXX	XXX	56,375,197	0
10.3 Commercial Mortgage-Backed Securities	30,331,969	28,085,473	80,024,175	6,784,169	4,980,369	XXX	150,206,155	1.9	XXX	XXX	80,744,202	69,461,953
10.4 Other Loan-Backed and Structured Securities	34,614,099	153,842,854	99,893,825	15,510,532	2,779,001	XXX	306,640,311	3.9	XXX	XXX	221,272,894	85,367,417
10.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
10.6 Totals	987,331,244	2,817,370,681	3,033,269,437	550,830,250	461,488,464	0	7,850,290,076	100.0	XXX	XXX	6,482,999,589	1,367,290,487
10.7 Line 10.6 as a % of Col. 7	12.6	35.9	38.6	7.0	5.9	0.0	100.0	XXX	XXX	XXX	82.6	17.4
<b>11. Total Bonds Prior Year</b>												
11.1 Issuer Obligations	560,549,352	2,816,948,054	2,888,777,217	499,883,671	436,424,439	XXX	XXX	XXX	7,202,582,733	96.7	6,070,897,616	1,131,685,117
11.2 Residential Mortgage-Backed Securities	28,705	105,993	2,701,154	20,597,612	1,477,643	XXX	XXX	XXX	24,911,107	0.3	24,911,107	0
11.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	XXX	XXX	0	0.0	0	0
11.4 Other Loan-Backed and Structured Securities	7,183,089	36,230,275	37,771,507	81,187,241	60,329,073	XXX	XXX	XXX	222,701,185	3.0	193,938,155	28,763,030
11.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
11.6 Totals	567,761,146	2,853,284,322	2,929,249,878	601,668,524	498,231,155	XXX	XXX	XXX	7,450,195,025	100.0	6,289,746,878	1,160,448,147
11.7 Line 11.6 as a % of Col. 9	7.6	38.3	39.3	8.1	6.7	XXX	XXX	XXX	100.0	XXX	84.4	15.6
<b>12. Total Publicly Traded Bonds</b>												
12.1 Issuer Obligations	758,936,386	2,153,719,049	2,363,049,072	464,145,747	384,757,041	XXX	6,124,607,295	78.0	6,070,897,616	81.5	6,124,607,295	XXX
12.2 Residential Mortgage-Backed Securities	5,686,382	17,337,784	17,985,125	14,517,041	848,865	XXX	56,375,197	0.7	24,911,107	0.3	56,375,197	XXX
12.3 Commercial Mortgage-Backed Securities	15,323,618	5,572,405	55,640,312	0	4,207,867	XXX	80,744,202	1.0	0	0.0	80,744,202	XXX
12.4 Other Loan-Backed and Structured Securities	27,513,482	105,898,689	71,400,690	13,694,425	2,765,608	XXX	221,272,894	2.8	193,938,155	2.6	221,272,894	XXX
12.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	XXX
12.6 Totals	807,459,868	2,282,527,927	2,508,075,199	492,357,213	392,579,381	0	6,482,999,588	82.6	6,289,746,878	84.4	6,482,999,588	XXX
12.7 Line 12.6 as a % of Col. 7	12.5	35.2	38.7	7.6	6.1	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.8 Line 12.6 as a % of Line 10.6, Col. 7, Section 10	10.3	29.1	31.9	6.3	5.0	0.0	82.6	XXX	XXX	XXX	82.6	XXX
<b>13. Total Privately Placed Bonds</b>												
13.1 Issuer Obligations	157,762,408	464,385,521	472,317,240	49,872,761	68,123,188	XXX	1,212,461,118	15.4	1,131,685,117	15.2	XXX	1,212,461,118
13.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	0	0.0	XXX	0
13.3 Commercial Mortgage-Backed Securities	15,008,351	22,513,068	24,383,863	6,784,169	772,502	XXX	69,461,953	0.9	0	0.0	XXX	69,461,953
13.4 Other Loan-Backed and Structured Securities	7,100,617	47,944,165	28,493,135	1,816,107	13,393	XXX	85,367,417	1.1	28,763,030	0.4	XXX	85,367,417
13.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	XXX	0
13.6 Totals	179,871,376	534,842,754	525,194,238	58,473,037	68,909,083	0	1,367,290,488	17.4	1,160,448,147	15.6	XXX	1,367,290,488
13.7 Line 13.6 as a % of Col. 7	13.2	39.1	38.4	4.3	5.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.8 Line 13.6 as a % of Line 10.6, Col. 7, Section 10	2.3	6.8	6.7	0.7	0.9	0.0	17.4	XXX	XXX	XXX	XXX	17.4

6010

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**SCHEDULE DA - VERIFICATION BETWEEN YEARS**

Short-Term Investments

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year .....	13,945,555	13,945,555	0	0	0
2. Cost of short-term investments acquired .....	715,669,429	715,669,429	0	0	0
3. Accrual of discount .....	0	0	0	0	0
4. Unrealized valuation increase (decrease) .....	0	0	0	0	0
5. Total gain (loss) on disposals .....	(2,835)	(2,835)	0	0	0
6. Deduct consideration received on disposals .....	624,284,525	624,284,525	0	0	0
7. Deduct amortization of premium .....	1,540	1,540	0	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0	0	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0	0	0	0
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	105,326,084	105,326,084	0	0	0
11. Deduct total nonadmitted amounts .....	0	0	0	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	105,326,084	105,326,084	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY  
**SCHEDULE DB - PART A - VERIFICATION BETWEEN YEARS**

Options, Caps, Floors, Collars, Swaps and Forwards

1. Book/adjusted carrying value, December 31, prior year (Line 9, prior year) .....	7,893,725
2. Cost paid/(consideration received) on additions:	
2.1 Current year paid/(consideration received) at time of acquisition, still open, Section 1, Column 12 .....	9,358,527
2.2 Current year paid/(consideration received) at time of acquisition, terminated, Section 2, Column 14 .....	0
3. Unrealized valuation increase/(decrease):	
3.1 Section 1, Column 17 .....	2,996,966
3.2 Section 2, Column 19 .....	1,573,658
4. Total gain (loss) on termination recognized, Section 2, Column 22 .....	32,623
5. Considerations received/(paid) on terminations, Section 2, Column 15 .....	9,500,006
6. Amortization:	
6.1 Section 1, Column 19 .....	0
6.2 Section 2, Column 21 .....	0
7. Adjustment to the book/adjusted carrying value of hedged item:	
7.1 Section 1, Column 20 .....	0
7.2 Section 2, Column 23 .....	0
8. Total foreign exchange change in book/adjusted carrying value:	
8.1 Section 1, Column 18 .....	0
8.2 Section 2, Column 20 .....	0
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6+7+8) .....	12,355,493
10. Deduct nonadmitted assets .....	0
11. Statement value at end of current period (Line 9 minus Line 10) .....	12,355,493

**SCHEDULE DB - PART B - VERIFICATION**

Futures Contracts

1. Book/Adjusted carrying value, December 31 of prior year (Line 6, prior year) .....	
2. Cumulative cash change (Section 1, Broker Name/Net Cash Deposits Footnote - Cumulative Cash Change Column) .....	
3.1 Add:	
Change in variation margin on open contracts - Highly effective hedges	
3.11 Section 1, Column 15, current year minus .....	
3.12 Section 1, Column 15, prior year .....	
Change in variation margin on open contracts - All other	
3.13 Section 1, Column 18, current year minus .....	
3.14 Section 1, Column 18, prior year .....	
3.2 Add:	
Change in adjustment to basis of hedged item	
3.21 Section 1, Column 17, current year to date minus .....	
3.22 Section 1, Column 17, prior year .....	
Change in amount recognized	
3.23 Section 1, Column 19, current year to date minus .....	
3.24 Section 1, Column 19, prior year .....	
3.3 Subtotal (Line 3.1 minus Line 3.2) .....	
4.1 Cumulative variation margin on terminated contracts during the year (Section 2, Column 15) .....	
4.2 Less:	
4.21 Amount used to adjust basis of hedged item (Section 2, Column 17) ..	
4.22 Amount recognized (Section 2, Column 16) .....	
4.3 Subtotal (Line 4.1 minus Line 4.2) .....	
5. Dispositions gains (losses) on contracts terminated in prior year:	
5.1 Total gain (loss) recognized for terminations in prior year .....	
5.2 Total gain (loss) adjusted into the hedged item(s) for terminations in prior year .....	
6. Book/Adjusted carrying value at end of current period (Lines 1+2+3.3-4.3-5.1-5.2) .....	
7. Deduct total nonadmitted amounts .....	
8. Statement value at end of current period (Line 6 minus Line 7) .....	

**NONE**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

**N O N E**

ANNUAL STATEMENT FOR THE YEAR 2016 OF THE STANDARD INSURANCE COMPANY

**SCHEDULE DB - VERIFICATION**

Verification of Book/Adjusted Carrying Value, Fair Value and Potential Exposure of all Open Derivative Contracts

		Book/Adjusted Carrying Value Check
1.	Part A, Section 1, Column 14.....	12,355,493
2.	Part B, Section 1, Column 15 plus Part B, Section 1 Footnote - Total Ending Cash Balance .....	0
3.	Total (Line 1 plus Line 2) .....	12,355,493
4.	Part D, Section 1, Column 5 .....	20,383,713
5.	Part D, Section 1, Column 6 .....	(8,028,220)
6.	Total (Line 3 minus Line 4 minus Line 5) .....	0
		Fair Value Check
7.	Part A, Section 1, Column 16 .....	8,207,393
8.	Part B, Section 1, Column 13 .....	0
9.	Total (Line 7 plus Line 8) .....	8,207,393
10.	Part D, Section 1, Column 8 .....	20,873,964
11.	Part D, Section 1, Column 9 .....	(12,666,571)
12.	Total (Line 9 minus Line 10 minus Line 11) .....	0
		Potential Exposure Check
13.	Part A, Section 1, Column 21 .....	17,417,427
14.	Part B, Section 1, Column 20 .....	0
15.	Part D, Section 1, Column 11 .....	17,417,427
16.	Total (Line 13 plus Line 14 minus Line 15) .....	0

**SCHEDULE E - VERIFICATION BETWEEN YEARS**

(Cash Equivalents)

	1	2	3
	Total	Bonds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year .....			
2. Cost of cash equivalents acquired .....			
3. Accrual of discount .....			
4. Unrealized valuation increase (decrease) .....			
5. Total gain (loss) on disposals .....			
6. Deduct consideration received on disposals .....			
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) .....			
11. Deduct total nonadmitted amounts .....			
12. Statement value at end of current period (Line 10 minus Line 11)			

**NONE**

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:



## ALPHABETICAL INDEX

### ANNUAL STATEMENT BLANK

Analysis of Increase in Reserves During The Year .....	7
Analysis of Operations By Lines of Business .....	6
Asset Valuation Reserve Default Component .....	30
Asset Valuation Reserve Equity .....	32
Asset Valuation Reserve Replications (Synthetic) Assets .....	35
Asset Valuation Reserve .....	29
Assets .....	2
Cash Flow .....	5
Exhibit 1 - Part 1 - Premiums and Annuity Considerations for Life and Accident and Health Contracts .....	9
Exhibit 1 - Part 2 - Dividends and Coupons Applied, Reinsurance Commissions and Expense .....	10
Exhibit 2 - General Expenses .....	11
Exhibit 3 - Taxes, Licenses and Fees (Excluding Federal Income Taxes) .....	11
Exhibit 4 - Dividends or Refunds .....	11
Exhibit 5 - Aggregate Reserve for Life Contracts .....	12
Exhibit 5 - Interrogatories .....	13
Exhibit 5A - Changes in Bases of Valuation During The Year .....	13
Exhibit 6 - Aggregate Reserves for Accident and Health Contracts .....	14
Exhibit 7 - Deposit-Type Contracts .....	15
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 1 .....	16
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 2 .....	17
Exhibit of Capital Gains (Losses) .....	8
Exhibit of Life Insurance .....	25
Exhibit of Net Investment Income .....	8
Exhibit of Nonadmitted Assets .....	18
Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values .....	27
Five-Year Historical Data .....	22
Form for Calculating the Interest Maintenance Reserve (IMR) .....	28
General Interrogatories .....	20
Jurat Page .....	1
Liabilities, Surplus and Other Funds .....	3
Life Insurance (State Page) .....	24
Notes To Financial Statements .....	19
Overflow Page For Write-ins .....	55
Schedule A - Part 1 .....	E01
Schedule A - Part 2 .....	E02
Schedule A - Part 3 .....	E03
Schedule A - Verification Between Years .....	SI02
Schedule B - Part 1 .....	E04
Schedule B - Part 2 .....	E05
Schedule B - Part 3 .....	E06
Schedule B - Verification Between Years .....	SI02
Schedule BA - Part 1 .....	E07
Schedule BA - Part 2 .....	E08
Schedule BA - Part 3 .....	E09
Schedule BA - Verification Between Years .....	SI03
Schedule D - Part 1 .....	E10
Schedule D - Part 1A - Section 1 .....	SI05
Schedule D - Part 1A - Section 2 .....	SI08
Schedule D - Part 2 - Section 1 .....	E11
Schedule D - Part 2 - Section 2 .....	E12
Schedule D - Part 3 .....	E13
Schedule D - Part 4 .....	E14
Schedule D - Part 5 .....	E15
Schedule D - Part 6 - Section 1 .....	E16
Schedule D - Part 6 - Section 2 .....	E16
Schedule D - Summary By Country .....	SI04
Schedule D - Verification Between Years .....	SI03
Schedule DA - Part 1 .....	E17
Schedule DA - Verification Between Years .....	SI10

**ANNUAL STATEMENT BLANK (Continued)**

Schedule DB - Part A - Section 1 .....	E18
Schedule DB - Part A - Section 2 .....	E19
Schedule DB - Part A - Verification Between Years .....	SI11
Schedule DB - Part B - Section 1 .....	E20
Schedule DB - Part B - Section 2 .....	E21
Schedule DB - Part B - Verification Between Years .....	SI11
Schedule DB - Part C - Section 1 .....	SI12
Schedule DB - Part C - Section 2 .....	SI13
Schedule DB - Part D - Section 1 .....	E22
Schedule DB - Part D - Section 2 .....	E23
Schedule DB - Verification .....	SI14
Schedule DL - Part 1 .....	E24
Schedule DL - Part 2 .....	E25
Schedule E - Part 1 - Cash .....	E26
Schedule E - Part 2 - Cash Equivalents .....	E27
Schedule E - Part 3 - Special Deposits .....	E28
Schedule E - Verification Between Years .....	SI15
Schedule F .....	36
Schedule H - Accident and Health Exhibit - Part 1 .....	37
Schedule H - Part 2, Part 3 and Part 4 .....	38
Schedule H - Part 5 - Health Claims .....	39
Schedule S - Part 1 - Section 1 .....	40
Schedule S - Part 1 - Section 2 .....	41
Schedule S - Part 2 .....	42
Schedule S - Part 3 - Section 1 .....	43
Schedule S - Part 3 - Section 2 .....	44
Schedule S - Part 4 .....	45
Schedule S - Part 5 .....	46
Schedule S - Part 6 .....	47
Schedule S - Part 7 .....	48
Schedule T - Part 2 Interstate Compact .....	50
Schedule T - Premiums and Annuity Considerations .....	49
Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group .....	51
Schedule Y - Part 1A - Detail of Insurance Holding Company System .....	52
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....	53
Summary Investment Schedule .....	SI01
Summary of Operations .....	4
Supplemental Exhibits and Schedules Interrogatories .....	54