

LINCOLN GENERAL INSURANCE COMPANY
3350 Whiteford Road
York, PA 17402

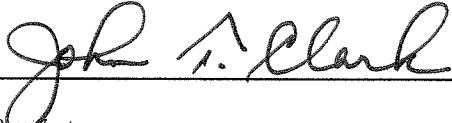
FINANCIAL STATEMENT
as of DECEMBER 31, 2005
Statutory Basis

Bonds	\$ 224,000,361	Reserve for Losses and Loss Expense	\$ 196,965,819
Stocks	40,655,774	Reserve for Unearned Premium	73,895,136
Cash & Short-Term Investments	10,167,998	Reserve for Expenses, Taxes, Licenses and Fees	46,682,347
Agents' Balances or Uncollected Premiums	161,366,102	Funds Held Under Reinsurance Treaties	4,532,951
Reinsurance Recoverable on Loss Premiums	10,100,452	Other Liabilities	33,513,041
Other Admitted Assets	<u>53,986,760</u>	Capital Stock	4,200,000
		Surplus	<u>140,488,153</u>
		TOTAL POLICYHOLDERS SURPLUS	144,688,153
		TOTAL LIABILITIES AND POLICYHOLDERS SURPLUS	
TOTAL ASSETS	<u>\$500,277,447</u>		<u>\$500,277,447</u>

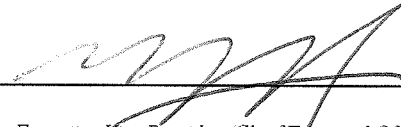
Bonds and stocks are valued in accordance with the basis adopted by the National Association of Insurance Commissioners.
Securities carried at \$11,948,581 in the above statement are deposited as required by law.

CERTIFICATE

John T. Clark, President, and Gary J. Orndorff, Executive Vice President/Chief Financial Officer of Lincoln General Insurance Company, being duly sworn each for himself, deposes and says that they are the above described officers of the said Company and that on the 31st day of December, 2005, the Company actually possessed the assets set forth in the foregoing financial statement, except as hereinbefore indicated, and that the foregoing statement is a correct exhibit of such assets and liabilities of said Company on the 31st day of December, 2005, according to the best of their information, knowledge and belief.



President



Executive Vice President/Chief Financial Officer

STATE OF PENNSYLVANIA)
COUNTY OF YORK)

On this 23rd Day of March, 2006, before me came the above named officers of Lincoln General Insurance Company to me known to be the individuals and officers described herein, and acknowledge that they executed the foregoing instrument and affixed the seal of said corporation thereto by authority of their office.



*Catherine Marie Loose, Notary Public
Springettsbury Twp., York County
My Commission Expires June 17, 2008*

COMMONWEALTH OF PENNSYLVANIA
Notarial Seal
Catherine Marie Loose, Notary Public
Springettsbury Twp., York County
My Commission Expires June 17, 2008